

**MAJOR DEPARTMENT GENERAL FUND COMPARISON
SUBCOMMITTEE No. 1
HEALTH AND HUMAN SERVICES**

(IN MILLIONS)

		GOVERNOR'S REVISED 2002-2003 BUDGET	ASSEMBLY SUBCOMMITTEE ACTION	DIFFERENCE
4120	EMERGENCY MEDICAL SERVICES AUTHORITY	\$7.9	\$33.1	\$25.2
4140	OFFICE OF STATEWIDE HEALTH PLANING AND DEVELOPMENT	4.6	4.6	0.0
4170	DEPARTMENT OF AGING	40.3	40.3	0.0
4200	DEPARTMENT OF ALCOHOL AND DRUG PROGRAMS	224.2	224.2	0.0
4260	DEPARTMENT OF HEALTH SERVICES	10,000.0	10,587.4	587.4
4280	MANAGED RISK MEDICAL INSURANCE BOARD	22.1	94.1	72.0
4300	DEPARTMENT OF DEVELOPMENTAL SERVICES	1,824.2	1,875.7	51.5
4440	DEPARTMENT OF MENTAL HEALTH	805.7	862.8	57.1
4700	DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT	2.9	3.9	1.0
5160	DEPARTMENT OF REHABILITATION	163.3	164.7	1.4
5180	DEPARTMENT OF SOCIAL SERVICES	7,875.7	7,980.4	104.7

**0559 CALIFORNIA LABOR AND WORKFORCE
DEVELOPMENT AGENCY**

- Approved funding to establish the California Labor and Workforce Development Agency.

4120 EMERGENCY MEDICAL SERVICES AUTHORITY

- Approved \$25 million (General Fund) for Trauma Center funding.

4170 DEPARTMENT OF AGING

- Approved \$8.2 million in new Federal Funds for aging programs. Required the local agencies to submit a plan for the use of these funds prior to their expenditure.
- Redirected State operating funds to restore a proposed reduction the Linkages program.
- Approved the Governor's proposed reduction to the Department of Aging's State Operations.

**4200 DEPARTMENT OF ALCOHOL AND DRUG
PROGRAMS**

- Augmented Substance Abuse Treatment and Testing Accountability by \$8.6 million in order to continue funding of the SATTA per Chapter 721, Statutes of 2001 (SB 223, Burton).
- Reduced Drug Medi-Cal Program to reflect a revised estimate in lower caseloads and costs, and a plan to postpone the expansion of DMC day care rehab services (AB 2876 Aroner).
- Restored \$2.5 million in proposed reduction to Perinatal Treatment Programs with Substance Abuse Treatment and Prevention Block Grant.
- Restored \$850,000 in proposed reduction to Technical Assistance contracts to specialty populations with federal Substance Abuse Treatment and Prevention Block Grant.
- Restored \$7,836,000 in proposed reduction to Drug Court Partnership Act with Substance Abuse Treatment and Prevention Block Grant.
- Reduced by \$7.5 million unallocated programs in Alcohol and Other Drug Non-Drug Medi-Cal Services.
- Approved trailer bill language for Substance Abuse Recovery Management System.

- Approved \$2.1 million of Substance Abuse Prevention and Treatment Block Grant for an outcomes measurement information technology project.

4260	DEPARTMENT OF HEALTH SERVICES
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- Rejected the proposal to reinstate the Quarterly Status Report for Medi-Cal, \$155.4 Million General Fund.
- Rejected proposal to rescind the 1931(b) Medi-Cal Program, \$92.1 million General Fund.
- Rejected proposal to eliminate selected Optional Medi-Cal Benefits, \$263 million General Fund.
- Rejected proposal to reduce children's dental services, \$3.967 million General Fund.
- Rejected 20 percent reduction proposal in Medi-Cal County Administration, \$87.959 million.
- Adopted an increase in the Disproportionate Share Hospital Administrative Fee, \$55 million General Fund. Rejected proposal to increase fee by an additional \$31 million.
- Approved Medi-Cal caseload reduction of 7.5 percent, 491,000, in the Budget Year.
- Adopted increased savings in the Medi-Cal Drug Program, \$163 million General Fund.
- Reduced pharmacy reimbursement by \$11.9 million General Fund.
- Adopted co-payments for Medi-Cal beneficiaries, \$13.1 million.
- Expanded the Medical Case Management Program, \$4.5 million General Fund savings.
- Adopted provider rate decrease of \$103.6 million General Fund. Home Health, California Children's Services and Non-Emergency Medical Transportation exempted from reduction.
- Provided a rate increase to Long Term Care Providers, \$9.095 million General Fund.
- Partially restored \$12 million reduction for Medi-Cal/ Healthy Families Outreach program, \$6 million General Fund.
- Adopted Gateway program for Child Health and Disability Prevention Program, \$3.1 million General Fund.
- Approved partial restoration of the Cancer Research Program and limited the federal indirect overhead rate to 25 percent, \$12.5 million General Fund.
- Approved restoration of the Child Health and Disability Prevention Program, \$121.9 million state funds.

- Revised Proposition 99 Tobacco Tax funds downward by \$39.3 million.
- Approved \$5 million in federal Rape Prevention and Education Activities Grant funds to augment the state's domestic violence prevention activities, fatal child abuse and neglect surveillance and other rape prevention and education activities.
- Approved proposal to eliminate funding for the Youth Anti-Tobacco Program, \$35 million Tobacco Settlement Fund.
- Approved Tobacco Settlement Funds in place of General Funds for the Medi-Cal Program, \$84 million.
- Reduced proposed funding for Expanded Access to Primary Care Program by \$17.5 million General Fund.
- Public Health Preparedness and Response bio-terrorism federal grant, \$50.8 million federal funds.
- Funded an Adult Day Healthcare Alternative Shifts Pilot Program, \$500,000 General Fund.
- Approved Express Lane Eligibility for Healthy Families and Medi-Cal in 7 school districts.
- Restored \$952,000 in funding for the Birth Defects Monitoring Program.
- Reached final agreements the hospital outpatient lawsuit and began paying \$230 million to hospitals.

4280	MANAGED RISK MEDICAL INSURANCE BOARD
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- Approved \$79.5 million to fund a July 1st start-up date for the Healthy Families Program Parental Expansion.

4300 DEPARTMENT OF DEVELOPMENTAL SERVICES

- Increased the number of clients covered by the Home and Community-Based Services Waiver and reduced net General Fund contribution by \$129.5 million.
- Formalized in trailer bill the Department's Community Placement Plan for moving clients from Development Centers to Community Placements.
- Rejected the imposition of Purchase of Services Standards for Regional Centers.

4440 DEPARTMENT OF MENTAL HEALTH

- Augmented the Managed Care Program by \$891,000 General Fund to reflect the increase in benefits and the in the number of Medi-Cal eligible for mental health services.
- Reduced by \$17.5 million General Fund for the Supportive Housing Program, leaving \$3.5 million in the budget year to continue to award funds in subsequent years, but to a lesser amount of projects.
- Reduced by \$12 million General Fund for the Special Education Pupils Program.
- Reduced by \$1.5 million General Fund for the Dual Diagnosis Projects.
- Restored \$35.6 million for Children's System of Care.
- Restored \$7 million for Adults' System of Care.
- Restored \$5.4 million General Fund for Early and Periodic Screening, Diagnosis, and Treatment (EPSDT) and Therapeutic Behavioral Services (TBS) for the proposal for a County share of cost.
- Augmented by \$16,390,000 Reimbursements for Therapeutic Behavioral Services.
- Adopted trailer bill language to provide a short-term remedy for Telepsychiatry Reimbursements for mental health services provided in rural areas.
- Adopted trailer bill language for Special Education Pupils Program to hold counties harmless for prior years' funding requests under the state mandate claim process.
- Adopted trailer bill language to provide for expanded restraint monitoring in Community Treatment Facilities.
- Restores \$120,000 General Fund for the Office of Patients' Rights contract.
- Appropriated \$150,000 General Fund for state and county plans for children's mental health services.

- Delayed Payments of \$64.8 million for Mental Health mandate programs, including Services to Handicapped Students (AB 3632) and Seriously Emotionally Disturbed Pupils.
- Reduced caseload estimates for state mental hospitals by 1.9 percent and captured \$12,250,000 in savings.
- Rejected Governor's May Revise proposal to reduce \$10 million in Integrated Services for Homeless Adults Program (AB 34 Steinberg).
- Appropriates \$13.7 million for construction of a multipurpose building to meet additional treatment space required to serve patients in scheduled bed expansion.
- Appropriates \$603,000 to install a personal duress alarm system at state mental hospitals.
- Reappropriates \$70,000 to the installation of alarms at Patton State Hospital to reflect delay's encountered while negotiating architectural and engineering services during the preliminary planning phase.
- Appropriates \$7.1 million to construct a school building to meet the state educational standards for the Youth Treatment Program.
- Reappropriates \$331,550,000 to the Sexually Violent Predator Facility Construction to reflect the unencumbered balance of construction funds. The project is on schedule, but is being bid out in four separate phases to accommodate bidding by small businesses.
- Appropriates \$133,000 to install modern high voltage switching equipment which will supply power to the state hospitals from both commercial or emergency power generators, as needed.

4700	DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
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- Appropriated \$23.3 million in new federal LIHEAP funding for the low-income energy assistance program.
- Appropriated \$6.6 million in new federal County Services Block Grant funding and accepted a statutory change to allow an increase in funding for minimum funded agencies.
- Appropriated a total of \$13 million in funding of Naturalization Services included \$2 million State General Fund, \$5 million Federal EL/Civics Funds, \$3 million Workforce Investment Act funding, and \$1 million General Fund redirected from the State Department of Education's operations budget.

5100 EMPLOYMENT DEVELOPMENT DEPARTMENT

- Retains \$4 million for the Faith Based Programs using federal Workforce Investment Act funding.
- Adopts a May Revise proposal to use \$34 million in Reed Act funds to offset General Fund expenditures.
- Allocates \$20 million Reed Act Funds and trailer bill language to implement the Alternate Base Period (ABP) eligibility standard for Unemployment Insurance.
- Allocates \$113.6 million in Reed Act funds to implement an improved computer database.
- Allocates \$6.5 million Reed Act funds to upgrade Unemployment Insurance Call Centers.
- Appropriate \$500,000 Reed Act funds to expand the review to include a study of how to establish an enhanced data collection capacity with the system.
- Appropriates \$10 million and trailer bill language to increase the amount of earnings a worker can earn and still be eligible for partial Unemployment Insurance benefits.
- \$5 million and trailer bill language to change the way California triggers federal-state funded extended benefits.
- Contains Trailer Bill Language requiring EDD to convene a labor, management, academic, community, and public sector represented committee to review the UI financing system. Fundamental changes in the trigger based tax system must be reviewed and adopted
- Appropriates \$2 million Workforce Investment Act funds to establish the California Savings and Asset Project.
- Allocates \$15 million Reed Act Funding to establish a One-Stop Client System Tracking system.
- Appropriates \$3 million Workforce Investment Act funds to retain the Naturalizations Services program in the Department of Community Services and Development.
- Appropriates \$875,000 Workforce Investment Act Dislocated Worker/Rapid Response funding for the naturalizations and workforce development services for airport employees that have lost their jobs due to their citizenship.

5160 DEPARTMENT OF REHABILITATION

- Restructured Habilitation Services Program to increase the number of clients in group services from three to four and limit the supervision of clients during lunch period to those in hazardous work environments.
- Approved projected increase of the Vocational Rehabilitation Program by 1.7 percent.

5175 DEPARTMENT OF CHILD SUPPORT SERVICES

- Reflects \$89.7 million in federal Child Support Automation penalties. The penalty will be split evenly between the State and Counties.
- Contains funding to establish the California Insurance Interception Project to collect child support payments from insurance awards to delinquent parents.
- Provides the Department of Child Support Services with the authority to begin implementing a statewide computer system in the budget year.
- Restores a proposed reduction to the Foster Parent Training Fund and rejects language to cap the funding level. This reduction would have reduced the amount of Foster Parent provided by Community Colleges by 25 percent.

5180 DEPARTMENT OF SOCIAL SERVICES

- Fully funds all three stages of CalWORKs child care in the budget year without any changes to program eligibility, family fees, or provider reimbursement rates.
- Adopts quarterly reporting for clients in the Food Stamps, CalWORKs and California Food Assistance Programs to continue ongoing program eligibility.
- Exempts the full value of one vehicle for eligibility determination for the CalWORKs and Food Stamps program.
- Appropriates \$169.1 million in CalWORKs Performance Incentives to offset increased costs in the CalWORKs program. The State will have to repay the counties for these funds in future years.
- Transfers \$128 million in CalWORKs Performance Incentives funding to pay for increased Employment Services funding.
- Suspends Cost-of-Living-Adjustments to cash aid payments for the SSI/SSP and CalWORKs programs.

- Appropriates \$11.6 for the State's share of the Federal Food Stamp Error Rate sanction.
- Transfers a portion of the Foster Care Emergency Assistance funding out of the CalWORKs program, resulting in a net General Fund savings of \$38.5 million.
- Eliminates all funding for the Special Circumstances for Adults program.
- Rejects a May Revise proposal to reduce County Administration for the Food Stamps, In Home Supportive Services, Foster Care, Adoptions, Child Welfare Services, and Adult Protective Services.
- Restored \$12 million of a May Revise proposal to reduce CalWORKs County Administration by \$88 million.
- Adopts language to eliminate the Statewide Fingerprint Imaging System.
- Decreases Departmental State Operations by \$455,000.
- Reflects the restoration of federal revenue for a portion of the California Food Assistance Program.
- Reduces funding for the C-IV computer system by \$20 million (\$5 million General Fund) to reflect improved contract negotiations.
- Adopts language that requires the State to apply for all eligible waivers for Food Stamp eligibility.
- Reinstates Senior Parent Deeming for teenaged CalWORKs recipients.