

FRANK D. LANTERMAN REGIONAL CENTER

Administrative Affairs Meeting

March 10, 2015

MINUTES

PRESENT

Ed Solis, Chair
Jack Gilbertson-via telephone
Al Marsella
Greg Schaffer
Anthony Stein
Jim Simonds
Marjorie Heller
Anila Guruji

STAFF

Patrick Aulicino
Barry Londer
Melinda Sullivan
Karem Chacana

NOT PRESENT

Dina Richman

CALL TO ORDER

Mr. Solis called the meeting to order at 12:08 P.M.

APPROVAL OF MINUTES

The minutes of February 10, 2015 were reviewed and approved by consensus.

CHAIRPERSON'S REPORT

There was nothing to report.

HOLIDAYS ARE FOR SHARING RECAP

Mr. Aulicino reviewed the Holidays Are For Sharing (HAFS) donations for 2014. He highlighted that the donations have decreased significantly. Ms. Sullivan briefly explained what the process is for distributing gift cards and how the adopt-a-family process works. She added that staff has

been reminded to contribute. *The committee discussed how to increase donations and agreed to bring this topic as an agenda item in the September meeting.*

LANTERMAN FUND AT THE CALIFORNIA COMM FOUNDATION-BACKGROUND

Mr. Aulicino reminded everyone that this committee has been asked by the Board to develop an investment and spending policy for the endowment funds at the California Community foundation. The committee received a historical overview and Mr. Aulicino reviewed it. Mr. Steve Cobb from California Community Foundation will be asked to attend a future meeting and policies will be drafted for consideration by the committee. Discussion followed.

ARCA POSITION PAPER “ON THE BRINK OF COLLAPSE”

Mr. Aulicino reported that ARCA staff prepared this report with details of the state of affairs related to the funding system at the vendor and regional center level. He stated that given the needs of the system, a 10% across the board increase was being requested at this time with further increases annually until a stable and sustainable rate system were to be put in place.

Ms. Sullivan commented that the analysis from the Legislative Analyst’s Office (LAO) recommended the closure of Sonoma and Fairview developmental centers. Discussion followed regarding legislative efforts on behalf of regional centers.

A-3 AMENDMENT

Mr. Aulicino reported that we have received the A-3 amendment and in POS we will receive \$6.3 million. In Operations we will receive \$197,000.

REVIEW OF FINANCIAL STATEMENTS

Mr. Londer reviewed the financial statements through January 31, 2015.

Fiscal Year 2014-2015

In Operations (main contract) we have spent \$9,845,713. In Purchase of Services (main contract), we have spent \$69,593,179 before we add late bills. Including projected late bills, we will have spent \$71,307,933.

Fiscal Year 2013-2014

This month we recorded \$24,868 in OPS and \$44,345 in POS. To date, we have spent 99.1% of our OPS and just over \$100.0% of our POS allocations. We are currently projecting a small surplus in OPS, and a deficit in POS, which we expect to be funded by DDS.

Fiscal Year 2012-2013

This month we recorded \$6,927 in POS. To date, we have spent 98.3% of our OPS and 99.9% of our POS allocations. We are currently expecting a small surplus in OPS and a small deficit in POS, which we expect to be funded by DDS.

The committee discussed ways to better show the amount in excess of budget. Mr. Londer and Mr. Aulicino will discuss how to best show this.

CASH FLOW

Mr. Londer reviewed the cash flow and stated that, given current expected levels of reimbursement, we would run out of cash on the May 11 POS check run. Absent additional reimbursements, we would have to draw upon the line of credit, but this is likely to change and Mr. Londer will keep the committee updated.

POS and POS RECAP

Mr. Aulicino highlighted that all centers are projecting a deficit through the second contract amendment. Additionally, Lanterman's deficit is projected between \$6.9 and \$9.9 million when we take into account the funds to be received in the A-3.

NEXT MEETING

The next meeting is scheduled on April 14, 2015.

ADJOURNMENT

The meeting was adjourned at 1:28 PM.

/gs