

Frank D. Lanterman Regional Center

Administrative Affairs Committee

June 11, 2019

MINUTES

**PRESENT**

Dina Richman, Chair  
Al Marsella  
Jack Gilbertson  
Dr. Tony Stein  
Juan Maldonado

**NOT PRESENT**

Marjorie Heller  
Greg Schaffer  
Sean Lee

**STAFF**

Patrick Aulicino  
Barry Londer  
Kaye Quintero  
Melinda Sullivan

**GUESTS**

Steven Cutty

**CALL TO ORDER**

The meeting was called to order at 12:00 P.M.

**REVIEW OF MINUTES**

The minutes of May 14, 2019 were reviewed. There are two changes that need to be made; the number of guests in attendance in May and the POS update. As to the attendance, staff agreed to review the attendance sheet from the meeting. The projected deficit to be contained in the POS update should read \$3.2 to \$4 million. Pending those changes, the minutes were approved by consensus.

**CHAIRPERSON'S REPORT**

Ms. Richman reported that it is Mr. Patrick Aulicino's last meeting and the committee thanked him for his services. Ms. Richman also reported that pending approval by the Board of Directors, Mr. Mark Higgins will be the new board treasurer and chairperson for this committee.

## **MAY REVISE UPDATE/LEGISLATIVE NEWS**

Mr. Aulicino reported that the status of the upcoming fiscal year's budget and proposed legislation is still pending. He highlighted that the uniform holidays are still suspended and we expect that social recreation and camp services will not be restored. Mr. Aulicino added that we also do not expect that the Annual Family Program Fee and the Family Cost Participation Programs will be eliminated. Discussion followed.

## **E-3 CONTRACT AMENDMENT 2018-19**

Ms. Quintero reported that the E-3 contract for 2018-2019 has arrived. The contract includes additional base POS funds (\$3,988,242), an allocation for the bridge funding (\$194,670) and funds for HCBS regulations compliance (\$138,625). This allocation will cover the projected deficit for the year.

## **PRELIMINARY ALLOCATION FOR 2019-2020**

Ms. Quintero reported that we received the preliminary allocation for 2019-2020. This allocation is based on 80% of the proposed base Operations and Purchase of Services expenditures per the May revision. It includes funds for ABX2-1 operations and salary increases to improve service coordination ratios. Ms. Quintero added that the cash advance is based on this allocation and we expect to receive it in early to mid-July.

## **FAMILY COST PARTICIPATION PROGRAM AND ANNUAL FAMILY PROGRAM FEE**

Ms. Quintero reported that the Family Cost Participation Program (FCPP) went into effect in 2005 for clients ages 0-17 living the family home and without Medi-Cal who receive respite, day care, or camp services. Assessments are done every three years and the determination of eligibility is based on family income. Lanterman's expected respite costs are \$13,550,070; however, the offset due to any projected cost savings is minimal.

Ms. Quintero reported that the Annual Family Program Fee (AFPF) was effective July 2011 for clients ages 0-17, without Medi-Cal, who received regional center purchased services. Families are assessed a fee of either \$0, \$150, or \$200 based on income. The total fees assessed for Lanterman families this year add up to only \$107,800. Considerable effort goes into administering this program. Ms. Quintero reported that DDS had projected a savings of \$2.2 million for the entire state for this year, which also includes parental fees for minors in out of home placement and is much less than originally projected at the start of this program. Discussion followed.

## **REVIEW OF FINANCIAL STATEMENTS**

### *Cash Flow*

Mr. Londer reported that, as is typical, we expect to have to access our line of credit in early July as we await cash advances from the state. By the end of August, we will have approx. \$14 million in our bank account.

### *Fiscal Year 2018-2019 (E-2)*

*In operations (main contract) we have spent \$17,953,631. In Purchase of Services (main contract), we have spent \$143,836,450 before we add late bills. Including projected late bills, we will have spent \$146,004,315.*

### *Fiscal Year 2017-2018 (D-4)*

*This month we recorded \$41,065 in OPS and \$85,919 in POS. To date, we have spent 98.7% of our OPS and 99.3% of our POS allocations. We are currently projecting a small surplus in both OPS and POS.*

### *Fiscal Year 2016-2017 (C-5)*

*This month we recorded \$146,135 in OPS and \$2,215 in POS. To date, we have spent 98.9% of our OPS and 99.6% our POS allocations. We are currently projecting a small surplus in both OPS and POS.*

### **POS RECAP**

Mr. Aulicino reported that we are estimating a surplus/deficit between (\$247,934) and \$321,721.

## **NEXT MEETING**

The next meeting is scheduled for August 13, 2019.

## **ADJOURNMENT**

The meeting was adjourned at 12:38 P.M.

/gs