

LOS ANGELES COUNTY DEVELOPMENTAL SERVICES FOUNDATION, INC.

Board of Directors

August 27, 2014

MINUTES

PRESENT

Larry DeBoer, Chair
Anila Guruji
Mark Higgins
Ray Lemus
Louis Mitchell
Brian Newkirk
John Poulos
Ed Solis
Dina Richman
Ana Villasenor
Kelly White

NOT PRESENT

Karla Garcia-Diaz
Jack Glibertson
Marjorie Heller

ADVISOR TO THE BOARD

Al Marsella

GUESTS

Haleh Hashemzadeh

STAFF

Patrick Aulicino
Karen Ingram
Melinda Sullivan

CALL TO ORDER

Mr. DeBoer called the meeting to order at 6:00 p.m.

PUBLIC INPUT

No public input.

ANNOUNCEMENTS

Mr. Lemus announced that JPL will be having an Open House on Saturday, October 11 and Sunday, October 12, 2014 from 9 a.m. to 4 p.m. for those interested.

APPROVAL OF MINUTES

Mr. Lemus moved to approve the minutes of June 25, 2014, Ms. White seconded the motion, and it passed unanimously.

ARCA REPORT

Ms. Sullivan advised the Board that she attended the ARCA meeting on August 21-22 in Torrance and that they could find the highlights from the meeting on the table.

EXECUTIVE DIRECTOR'S REPORT

Conflict of Interest Review

Ms. Sullivan advised the Board that as part of the Trailer Bill language affecting regional centers, the Department and the regional center governing board must review the conflict-of-interest statement of the regional center executive director and each regional center board member to ensure that no conflicts of interest exist.

Included in the board packet were the declarations from the executive director and all board directors. All of the forms indicated that no conflicts of interest exist.

The statements will be forwarded to the Department of Developmental Services.

Community Meeting Notice

Ms. Sullivan advised the Board that they could find a copy of the notice for the Fall community meetings in their packet. Ms. Sullivan reported that the notice along with the draft plan for 2015 are posted on the Center's website. Regional centers are required to have at least one meeting to get community input into their annual performance plans. The Center will host 4 meetings this year.

EXECUTIVE COMMITTEE

CMS Final Rule

Ms. Sullivan advised the Committee that a workgroup to discuss the implementation of the CMS Final Rule is being established and the ARCA Director's group decided that she and the ARCA staff will represent the regional centers in this process. Ms. Sullivan gave a focused presentation on the subject. Discussion followed.

Developmental Services Task Force

Ms. Sullivan advised the Board that California Health and Human Services Agency Secretary Diana S. Dooley has reconvened the Task Force that developed the Plan for the Future of Developmental Centers in California. The Task Force includes consumers, consumer advocates, regional centers, community service providers, organized labor, families of developmental center residents, and members of the Legislature and Department of Developmental Services staff.

The Task Force will be charged with examining services for the developmentally disabled in the community. The Task Force will develop recommendations to strengthen the community system in the context of a growing and aging population, resource constraints, availability of community resources to meet the specialized needs of clients, and past reductions to the community system. Issues to be examined will include community rates, the impact of new State and federal laws and regulations, and staffing levels at Regional Centers. The first meeting of the Task Force took place on July 24, 2014. The commitment/time frame for the task force is wide, 6 months to 3 years. The next meeting will be in October 2014.

Retirement Dinner Budget – Final

Ms. Sullivan reminded the Board that they approved a draft budget on February 26, 2014 for the retirement dinner for Ms. Anand to be held at the Lanterman House in La Canada Flintridge on June 20, 2014 and that the Center expend up to \$10,000 to sponsor the event. Ms. Sullivan reported that income from ticket sales were less than expected, leaving a variance of \$1,636.50 above the \$10,000.00 approved.

Mr. Lemus moved that the Board ratify its commitment to fund the event and to include the variance amount, Mr. Poulos seconded the motion, and it passed unanimously.

Board Handbook And Duties of Directors

Ms. Sullivan and Mr. Lara advised the Board that with the Elections of Directors and Offices in June 2014, there were no new members seated. Ms. Sullivan reminded the Board that the Center's corporate counsel, Ms. Enright, made a presentation on duties and responsibilities of directors of non-profit corporations at the February 26, 2014 meeting.

Ms. Sullivan recommended holding off on a presentation as the last presentation was relatively recent and it is anticipated that prospective board members will be brought forward by the end of the year. The Board was in agreement by consensus with Ms. Sullivan's recommendation.

ADMINISTRATIVE AFFAIRS COMMITTEE

Budget Update

Mr. Aulicino reported on the 2014-15 Regional Center Budgets and A-1 Allocation as follows:

Overview

- The big news in the enacted budget is the restoration of Early Start services to 2009 levels effective January 1, 2015 – this affects both OPS and POS
- Some adult dental services have been restored through Medi-Cal
- Impacts for the minimum wage increase and overtime requirements have been addressed.
- Most additional dollars are due to caseload and service utilization growth
- DDS has been given an increase in their borrowing authority to \$395 million which will help keep the reimbursements flowing throughout the year

RC Operations – NON CPP

- 100% of funds are allocated out by DDS based on ARCA's recommendation
- Calculations have been simplified for various waiver and unallocated reduction amounts
- Rent is short based on what is in the overall budget and will be allocated so the shortfall is shared equally among centers
- The core staffing amount is adjusted to account for the minimum wage increase
- FDLRC's A-1 allocation is \$17,419,727 or about \$654,000 above last year's contract

RC POS – Non CPP

- 97% OF NON-CPP POS is being allocated out to centers. Some CPP continuation costs will be allocated later
- POS is being allocated out the same way it is budgeted by DDS – based on prior expenditures plus growth – as opposed to the “bridge” model that has been used for the past few years
- FDLRC's A-1 allocation is \$110,889,972, which is about \$1.9 million above last year's contract. The 14-15 allocation is also close to what we expect to spend for 13-14

Review of Financial Statements

Mr. Solis reviewed the financial statements through June 30 2014 as follows:

Fiscal Year 2013-2014

In Operations (main contract) we have spent \$15,678,516. In Purchase of Services (main contract) we have spent \$108,844,349 before we add late bills. Including projected late bills, we will have spent \$110,813,686.

Fiscal Year 2012-2013

This month we recorded \$2,524 in OPS and \$15,998 in POS. To date, we have spent 98.3% of our OPS and almost 100% of our POS allocations. We are currently projecting a small surplus in OPS and a small deficit in POS.

Fiscal Year 2011-2012

This month we recorded (\$4,410) in POS. To date, we have spent 99.0% of our OPS and 99.8% of our POS allocations. We are currently expecting small surpluses in both OPS and POS.

Audit Activities

Mr. Aulicino reported that Matson & Isom, the Center's new corporate auditors, started the fiscal audit and it is expected to end in September. Mr. Aulicino added that it has been a collaborative and pleasant process thus far.

CALIFORNIA COMMUNITY FOUNDATION UPDATE

Mr. Aulicino advised the Board that the discretionary fund balance has gone up this past year. He reported that the net assets as of June 30, 2014 are \$1,489,484.78.

With the recent donations, the Board discussed the practice of investing and use of discretionary income. Staff will revisit the guidelines in place and bring it for review and discussion through a Committee at a future meeting.

NOMINATING COMMITTEE

Regional Center Board Composition Survey

Ms. Sullivan advised the Board that the Committee reviewed the draft Regional Center Board Composition Survey as required in Welfare and Institutions Code, Section 4622 and were in agreement with the document as presented.

The document will be forwarded to DDS as requested.

ADJOURNMENT

The meeting was adjourned at 7:05 p.m.

Louis Mitchell, Secretary

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BOARD OF DIRECTORS

ACTION LOG

August 27, 2014

	DESCRIPTION	ACTION	STATUS
	Approval of Minutes – June 25, 2014	<ul style="list-style-type: none">• Approved	
	Conflict of Interest	<ul style="list-style-type: none">• Reviewed and will be forwarded to DDS.	
	Retirement Dinner Budget – Final	<ul style="list-style-type: none">• Approved	
	Regional Center Board Composition Survey	<ul style="list-style-type: none">• Reviewed and will be forwarded to DDS.	