LOS ANGELES COUNTY DEVELOPMENTAL SERVICES FOUNDATION, INC.

Board of Directors

February 22, 2012

MINUTES

PRESENT
Al Marsella, Chair
Larry DeBoer
Anila Guruji
Marjorie Heller
Ray Lemus
Howard McBroom
Zulma Mena
Brian Newkirk
Gary Pancer
Dina Richman
Kelly White

NOT PRESENT
Mary Bakchachyan
Mark Higgins
Ana Villasenor

STAFF
Diane Anand
Patrick Aulicino
Karen Ingram
Melinda Sullivan

GUEST
Maria Pena – DDS

CALL TO ORDER

Mr. Marsella called the meeting to order at 6:00 PM.

PUBLIC INPUT

No public input was received.
ANNOUNCEMENTS

No announcements were made.

APPROVAL OF MINUTES

Mr. DeBoer moved to approve the minutes of January 25, 2012, Ms. Heller seconded the motion, and it passed unanimously.

PRESIDENT’S REPORT

Mr. Marsella advised the Board that Mr. Higgins could not attend the meeting and that he would Chair the meeting in his absence.

EXECUTIVE DIRECTOR’S REPORT

2011 Annual Administrative Report – Training and Development

Ms. Anand advised the Board that they could find the 2011 Annual Administrative Report for Training and Development in their board packet. Ms. Wilson, Director of Training and Development gave a division overview and then a focused presentation on Lanterman’s leadership development efforts over the years. The Board was given the opportunity to ask questions about the report and discussion followed.

Budget Update

Ms. Anand advised the Board that there was not much news regarding the budget until the Governor releases his May Revision. Mr. Aulicino advised the Board that he attended an economic forecast session put on by City National Bank and gave a brief synopsis of the forecast session. The Board focused its discussion on how the State’s economy has had an impact on the regional center system.

EXECUTIVE COMMITTEE

The Way Forward

Ms. Anand advised the Board that the planning subgroup for The Way forward continues to meet. It will present a final draft product to the full group on March 7th and Ms. Anand will give a report to the Board at the March meeting.
Stakeholder Meetings

Ms. Anand reported that all of the six budget stakeholder meetings have been held. Stakeholder input was solicited on potential statewide strategies to achieve savings on: a) recent legislation, b) reducing developmental center admissions, c) use of technology, d) the 4.25% payment reduction, and e) new saving ideas. Ms. Anand advised the Board that they could find the comments from all of the meeting in their packet and on the table.

In addition to the stakeholder meetings, the Department has requested input from others on recommendations for addressing the $200 million reduction to the developmental services budget. Ms. Anand brought forward a recap sheet with supporting documents on past Board approved recommendations that have been put forward by the Center but not implemented by the State. Some of these recommendations originally appeared in the Center’s paper “Sustaining the Entitlement for the Developmental Service System”; and others in response to prior stakeholder processes over the past couple of years.

Ms. Anand advised the Board that the Executive Committee was in agreement with recap sheet as presented and recommended that the Board reaffirm its commitment to the recommendations before resubmission to DDS. Subsequent to Executive Committee meeting Mr. Higgins and Ms. Anand spoke regarding making a specific recommendation to DDS regarding the restoration of the 4.25% payment reduction to service providers and to regional center operations. It was agreed that the recommendation could be brought directly to the Board for consideration. The recommendation is: “DDS should restore the payment reduction to all providers over a period of two fiscal years; ½ of the restoration in FY 2012-13 and the second ½ in FY 2013-14; and to restore the 4.25% reduction to regional center operations over two fiscal years; ½ of the restoration in FY 2012-2013 and ½ in FY 2013-14.”

The Board discussed the recommendations as presented and recommended minor word changes to clarify the language without changing the concept.

Ms. Richman moved to send DDS the recommendations as presented with the minor language clarification, Ms. Heller seconded the motion, and it passed unanimously.

Mr. McBroom moved that DDS should restore the payment reduction to all providers over a period of two fiscal years; ½ of the restoration in FY 2012-13 and the second ½ in FY 2013-14; and to restore the 4.25% reduction to regional center operations over two fiscal years; ½ of the restoration in FY 2012-2013 and ½ in FY 2013-14, Mr. Newkirk seconded the motion, and it passed. Ms. White opposed.

March 28, 2012 Hearings on Service Disparity

Ms. Anand reported that ARCA has been notified that Senator Steinberg and the Senate Select Committee on Autism and Related Disorders will hold a hearing on March 28th in response to the LA Times 4 part series on autism and the disparity in funding for services between whites and racial and ethnic minorities. ARCA has formed a workgroup to prepare testimony for the
hearing and to recommend individuals to testify. Ms. Anand advised the Board that she and Dr. Sharon Shueman are participants on the workgroup. Ms. Anand will keep the Board updated on the outcome of the hearing.

Grassroots Day 2012

Ms. Anand advised the Board that Grassroots Day is set for April 18, 2012 in Sacramento. She reported that the Executive Committee is recommending that Lanterman participate in Grassroots Day at the local level. The Center will coordinate delegations of board members, service providers, consumers, and family members to participate in local visits. Typically these visits occur on Fridays when members are in their respective districts.

Board Self Assessment

Ms. Anand advised the Board that the Executive Committee is continuing its efforts to complete a full organizational assessment. The Committee is recommending that the Board engage in a self assessment using an online tool through Boardsource and will keep the Board updated on the process as it develops.

PROGRAM AND SERVICES COMMITTEE

Supported Living Services Standard

Ms. Sullivan advised the Board that the Committee is recommending approval of the Supported Living Services Standard. The standard has been revised to meet the legal requirements of the Trailer Bill Language. She advised the Board that they could find a copy under the Committee tab. Discussion followed.

Ms. Richman moved to approve the Supported Living Services Standard as presented, Ms. Guruji seconded the motion, and it passed unanimously.

General Purchase of Services Policy Statement

Ms. Sullivan advised the Board that the Committee is recommending approval of the General Purchase of Services Policy Statement. The standard has been revised to meet the legal requirements of the Trailer Bill Language. She advised the Board that they could find a copy under the Committee tab. Discussion followed.

Mr. DeBoer moved to approve the General Purchase of Services Policy Statement as presented, Mr. McBroom seconded the motion, and it passed unanimously.
ADMINISTRATIVE AFFAIRS COMMITTEE

Acceptance of the Corporate Audit

Ms. Heller advised the Board that they could find the Corporate Audit for fiscal year 2010-11 in their packet for review. She walked the Board through the document and reported that the Center received an unqualified audit and there is no management letter this year. Ms. Heller brought forward the recommendation from the Committee to accept the audit as presented. Discussion followed.

Ms. White moved that the Board accept the Corporate Audit for fiscal year 2010-11, Mr. McBroom seconded the motion, and it passed unanimously.

Note: Approval of the Tax Return for FY 2010-11 will be presented at the March meeting.

Financial Statement Summary

Ms. Heller reviewed the financial statements through December 31, 2011 as follows:

Fiscal Year 2011-2012

In Operations (main contract), we have spent 46.9% of our C-2 budget allocation. In Purchase of Services (main contract), we have spent 46.3% of our C-2 budget allocation, before we add in projected late bills. Including projected late bills, we have spent 48.9% of our C-2 allocation.

Fiscal Year 2010-11

This month we recorded $19,371 in Operations and $168,198 in Purchase of Services (main contract). To date we have spent 98.5% of our Operations budget and 97.7% of our Purchase of Services budget (main contract). We are currently expecting a negligible surplus in Operations (main contract), and about a $2 million surplus in Purchase of Services (main contract), due to substantial cost savings, minimal client caseload growth, and following the relinquishment of some excess funds.

Fiscal Year 2009-10

This month we recorded ($8,055) in Purchase of Services. To date we have spent 98.9% of our Operations budget and 96.1% of our Purchase of Services budget (main contract). We are currently expecting a negligible surplus in Operations (main contract), and a surplus of about $3.9 million in Purchase of Services.

Mr. Aulicino reviewed the 2011-12 POS recap sheet that was given to the Committee in which a surplus of approximately $1.3 to $1.9 million is projected at this time. He highlighted that client
growth was negative for the first three months of the fiscal year which would have been one factor in the reduced spending. He added that Lanterman was one of the Centers that were favored in the budget allocation based upon the Center’s diligent and successful implementation of the trailer bills.

**STRATEGIC PLANNING COMMITTEE**

Mr. Lemus advised the Board that the Committee reviewed the results of the 2011 Performance Plan and discussed planning challenges for the years ahead due to the closure of homes, the cost of housing, and conversion of homes as clients age, and finding new providers. Copies of the plan and supporting documents were in the packet for review.

**ADJOURNMENT**

The meeting was adjourned for Executive Session at 8:35 p.m. to discuss pending litigation.

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Mary Bakchachyan, Secretary

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<td>Approval of January 25, 2011 minutes</td>
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<td>Recommendations for addressing the $200 million reduction to the developmental services budget.</td>
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<td>Supported Living Services Standard</td>
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<td>General Purchase of Services Policy Statement</td>
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