CALL TO ORDER

Mr. Higgins called the meeting to order at 6:00 PM.
PUBLIC INPUT

Mr. Arroyo, Area Board 10, asked that the Board send a letter to City Council members expressing strong opposition to the proposed Los Angeles City Community Care Facilities Ordinance as currently drafted as it will have a significant negative impact on the access for adults with developmental disabilities to live independently in the community.

Mr. Arroyo was advised that the Board had sent a letter of opposition to the Mayor and all City Council members and the topic is on the agenda for discussion.

Mr. Arroyo announced the upcoming training of The Inclusion Institute’s 2012 Speaker Series – “Making Sense of All the Changes in Healthcare - Managed Care, Medi-Medi, IHSS, and more!” Flyers were distributed to Board members.

ANNOUNCEMENTS

No announcements were made.

APPROVAL OF MINUTES

The minutes of April 25, 2012 were approved by consensus.

PRESIDENT’S REPORT

ARCA Board Delegates Call

Mr. Higgins advised the Board that he participated on the ARCA Board Delegates Conference Call and wanted to share a few points of interest with the Board:

1. **Cash Flow:** A number of regional centers are experiencing cash flow problems and are having difficulty obtaining lines of credit due to not having received their contract amendments from the Department. Some regional centers may run out of POS monies before the end of June. Lanterman is in a better position than other regional centers and is not expecting a cash flow problem.

2. **Medicaid Waiver:** The system overall is doing well in adding clients to the Medicaid Waiver. The Department is pleased with the results.

3. **Insurance Coverage – Autism:** There is positive development in insurance coverage for autism services and it is nearing implementation. Discussion was focused on the large copayment families must pay. Regional centers are discussing the possibility of funding copayment reimbursements to families.
Board Self Assessment

Mr. Higgins reminded the Board to complete the board self-assessment online developed by Board Source. The purpose of the self-assessment is to determine the board’s level of knowledge in areas of board responsibilities. This is a confidential survey report and the results will be provided by Board Source.

EXECUTIVE DIRECTOR’S REPORT

2011 Annual Administrative Report – Client and Family Services Division

Ms. Anand advised the Board that they could find the 2011 Annual Administrative Report for Client and Family Services in their board packet. Dr. Sharon Shueman and Ms. Sullivan, Associate Director of Client and Family Services gave a focused presentation on service disparities and the findings of a record audit recently conducted at Lanterman. The Board was given the opportunity to ask questions about the report and discussion followed.

Budget Update

Ms. Anand reminded the Board that she has been streaming information to them via email on the May Revision to the 2012-13 Budget that was released on May 14th. Mr. Aulicino gave an overview of the May Revision and advised the Board that there will not be a deficit for regional centers system wide. Ms. Anand reported that both Budget Committees of the Legislature are presently holding hearings on the proposed budget. (see Legislative Visits under Executive Committee). Discussion followed

EXECUTIVE COMMITTEE

Legislative Visits

Ms. Anand asked the Board to refer to the draft minutes of the April 2012 board meeting regarding the ARCA position statement on the 2013 budget. She reminded the Board that they voted to support the ARCA statement with the caveat that the Board would determine if it should release its own board approved budget proposals following the release of the May Revision. Ms. Anand advised the Board that they could find ARCA’s Revised Position Statement on the table for review.

After review, the Board agreed by consensus to support the ARCA Position Statement as presented.

Ms. Anand reported that the time for legislative visits may have passed, but that is an unknown at this time.
City of Los Angeles Community Care Ordinance

Ms. Anand advised the Board that she had been contacted by Ms. Kerry Morrison, Executive Director of Hollywood Property Owners Alliance, regarding a proposed ordinance that will require in a neighborhood zoned for single family homes and duplexes, that a home can only have one lease. If a home has two or more leases, such as where two families are sharing or where a person with disabilities is living in shared housing, the ordinance would categorize the home as a “boarding house”. Under current law, boarding houses are prohibited in residential zones. Ms. Anand reported that a coalition is developing to oppose this ordinance in Los Angeles and it remains an uphill battle. The Executive Committee discussed at their meeting on May 9, 2012 the concern for the developmental disability community and the unintended consequences it will have on group homes for the disabled in R1 and R2 zones. The Executive Committee agreed by consensus that in the essence of time, Mr. Higgins and Ms. Anand should draft and send a letter on behalf of the Board, opposing the proposed ordinance. A copy of the letter was given to the Board.

Medicaid Integrity Vendorization Requirements Regulations

For Information Only –

Mr. Higgins shared with the Board the comments and recommendations sent by ARCA to DDS on the Medicaid Integrity Regulations proposed by the Department.

Ms. Anand and Ms. Ingram shared about the workload impact on regional center staff.

ADMINISTRATIVE AFFAIRS COMMITTEE

Approval of Line of Credit

Ms. Heller advised the Board that the Committee met with City National Bank to review its annual report and to discuss its relationship with the Center. The Committee is pleased with the Center’s relationship with the bank. Ms. Heller advised the Board that City National Bank presented its proposal for the line of credit for 2012-13 as follows:

1. Line size is $30,000,000 from June 30, 2012 through October 2, 2012 and $11,000,000 through June 30, 2013.
2. The purpose of the credit lines is to assist with any delays in budget approval process or expense claim reimbursement.
3. Interest rate: Prime rate minus 1% with a floor of 3.5%
4. No fees.
5. All other terms and conditions remain the same as prior years.
6. The loan date in the Corporate Resolution will be changed to today’s date.
Mr. Newkirk move to approve the line of credit as presented and that the Executive Director be authorized to access the line of credit if needed, Ms. Heller seconded the motion, and it passed unanimously.

Review Of Financial Statements

Ms. Heller reviewed the financial statements through the month of March 31, 2012 as follows:

Fiscal Year 2011-2012
In Operations (main contract), we have spent 71.7% of our C-2 budget allocation. In Purchase of Services (main contract), we have spent 74.1% of our C-2 budget allocation, before we add in projected late bills. Including projected late bills, we have spent 74.1% of our C-2 allocation.

Fiscal Year 2010-2011
This month we recorded $2,696 in OPS and $6,083 in POS. To date, we have spent 98.8% of our OPS and 97.8% of our POS allocations. We are currently expecting a small surplus in OPS and about a $2 million surplus in POS, due to substantial cost savings, minimal caseload growth, and after relinquishment of some excess funds.

Fiscal Year 2009-2010
This month we recorded $528 in OPS and ($5,935) in POS. To date, we have spent 98.9% of our OPS and 96.1% of our POS allocations. We are currently expecting a small surplus in OPS and about a $3.9 million surplus in POS.

NOMINATING COMMITTEE

Slate of Officers and Directors (For Information Only)

Ms. Heller advised the Board that the Nominating Committee is presenting the Slate of Officers and Directors at this meeting for election at the Annual Meeting of the Corporation in June in accordance with the Bylaws.

Slate of Directors for Re-Election

- Anila Guruji
- Mark Higgins
- Al Marsella
- Zulma Mena
- Brian Newkirk
- Dina Richman

Slate of Directors for Election

- Louis Mitchell
- Eduardo Solis
Slate of Officers

- President - Mark Higgins
- 1st Vice President- Al Marsella
- Treasurer - Marjorie Heller
- Secretary - Anila Guruji

Board Recruitment

Ms. Anand advised the Board that the Center received a letter from DDS regarding the 2011 Board Composition Survey. A copy of the letter was given to the board. DDS reports that it appears that the board’s composition may not be in compliance with one or more requirements contained in WIC section 4622. Mr. Anand advised the Board that the Executive Committee will be discussing a response to the letter at its next meeting.

STRATEGIC PLANNING COMMITTEE

Review of Performance Contract Goal Attainment Year Over Year

Mr. Lemus advised the Board that the Committee met to review the 2012 Performance Contract and reviewed a numerical summary showing the change year over year in goal attainment related to the Center’s performance. Discussion followed.

ADJOURNMENT

The meeting was adjourned for executive session at 7:48 pm to discuss pending litigation.

Mary Bakchachyan, Secretary
# BOARD OF DIRECTORS

## ACTION LOG

April 25, 2012

<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>ACTION</th>
<th>STATUS</th>
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<tbody>
<tr>
<td>Approval of April 25, 2012 minutes</td>
<td>● Approved</td>
<td></td>
</tr>
<tr>
<td>Line of Credit</td>
<td>● Approved</td>
<td></td>
</tr>
<tr>
<td>ARCA Position Statement on the Proposed May Revision Budget for Fiscal Year 2012-13</td>
<td>● Approved.</td>
<td></td>
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