

LOS ANGELES COUNTY DEVELOPMENTAL SERVICES FOUNDATION, INC.

Board of Directors

May 25, 2016

MINUTES

PRESENT

Louis Mitchell, Chair
Linda An
Karla Garcia-Diaz
Larry DeBoer
Jack Gilbertson
Anila Guruji
Edwina Hull
Yudy Mazariegos
Brian Newkirk
John Poulos
Dr. Anthony Stein
Kelly White

NOT PRESENT

Ray Lemus
Dina Richman
Ramona Warfield

ADVISOR TO THE BOARD – PRESENT

Al Marsella

STAFF

Patrick Aulicino
Karen Ingram
Enrique Roman
Melinda Sullivan

GUESTS

Julie Gaona
Rigo Ganoa
Charlotte Heim

CALL TO ORDER

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

PUBLIC INPUT

No public input given.

INTRODUCTIONS

Welcome and introductions of guests were made.

APPROVAL OF MINUTES

Mr. DeBoer moved to approve the minutes of April 27, 2016, Mr. Newkirk seconded the motion, and it passed unanimously.

CLIENT ADVISORY COMMITTEE

Mr. McBroom, chairperson of the Client Advisory Committee, presented the annual Client Advisory Committee report to the board. The Board was given the opportunity to ask questions. Discussion followed.

EXECUTIVE DIRECTOR'S REPORT

2015 Annual Administrative Report – Community Services

Ms. Sullivan advised the Board that they could find the 2015 Annual Administrative Report for Community Services in their board packet. Ms. Ingram, Director of Community Services, gave a focused presentation on the Center's efforts to implement the CMS Final Rule. Ms. Ingram was available to answer any questions from the Board about the administrative report.

50TH Anniversary Update

Ms. Sullivan shared a few videos made by clients and families wishing the regional center system a "Happy 50th Anniversary".

Service Coordination Caseload Survey

Ms. Sullivan advised the Board that the Center received a letter from DDS informing the Center that as of March 1, 2016, Lanterman, did not meet the required caseload ratios for: 1) consumers enrolled on the Home and Community-Based Services Waiver; 2) consumers who have not moved from the developmental centers to the community since April 14, 1993, and who are not

under the age of three nor on the Home and Community-Based Services Waiver. Ms. Sullivan reported that all regional centers did not meet the caseload ratios.

Ms. Sullivan reported that a plan of action is being prepared and needs to be presented at a community meeting. The community meeting will be held in connection with the Programs and Services Committee on July 13, 2016 at the Center.

EXECUTIVE COMMITTEE

Regional Center Governance and Administration

For Information Only –

Ms. Sullivan advised the Board that the draft version presented last month is now being driven by DDS as opposed to ARCA. Ms. Sullivan reported that although the document has been scaled back from 4 to 2 pages, it still includes the following key points:

- Regional center Executive Director orientation, training, and mentoring;
- Regional center Board of Directors training;
- Regional center best practice; and,
- Regional center consultation and support teams.

ADMINISTRATIVE AFFAIRS COMMITTEE

Line Of Credit

Mr. Aulicino reported that the Center has maintained its relationship with City National Bank for over 20 years. He reported that the Committee met Ms. Susan Welch, Senior Vice President at City National Bank and reviewed the bank's annual report and ratings. The line of credit was discussed and it will have the same terms and conditions as last year, there will be no fees, and the interest rate has a prime minus 1% with a floor of 2.25%. The amount of the line is \$33,000,000 initially and a revolving line after 10/1/16 of \$19 million.

Dr. Stein moved to recommend that the Board authorize the Executive Director to sign the loan agreement with the terms mentioned above, Mr. Poulos seconded the motion, and it passed unanimously.

Health Insurance Reimbursement Proposal for FY 2015-16

Mr. Aulicino advised the Board that the Administrative Affairs Committee is bringing forward a year-end proposal to reimburse staff for the co-pay for health insurance. Mr. Aulicino explained that with the remaining dollars in the 2015-16 operating budget, the Committee is recommending to refund dollars that staff have paid into the cost of their medical coverage for this year. This is

identical to what the Board has adopted in the prior years when sufficient funds were also available.

Ms. Hull moved that the Center reimburse staff for the co-pay for health insurance as presented, Mr. Newkirk seconded the motion, and it passed unanimously

Health Insurance Premium for FY 2016-17

Mr. Aulicino advised the Board that pursuant ABX 2-1 regional centers have been allocated funds specifically to increase salaries and benefits for existing staff. Lanterman will receive \$1.4 million for fiscal year 2016-17. Therefore, the Committee is recommending that the Center cover the entire employee portion of health care costs from July 1, 2016 forward.

Ms. Hull made a motion that the Center pay for the entire cost of health care for the employee only effective July 1, 2016. Mr. Newkirk seconded the motion, and it passed unanimously.

Review of Financial Statements

Mr. Aulicino reviewed the financial statement summary activity through March 31, 2016.

Fiscal Year 2015-2016 (B-2)

In Operations (main contract) we have spent \$12,657,790. In Purchase of Service (main contract), we have spent \$95,562,648 before we add late bills. Including late projected bills, we will have spent \$97,687,686.

Fiscal Year 2014-2015 (A-4)

This month we recorded \$2,538 in OPS and \$52,927 in POS. To date, we have spent 99.8% of our OPS and about \$100.9% of our POS allocations. We are currently projecting a very small surplus in OPS, and a deficit in POS, which we expect to be funded by DDS.

Fiscal Year 2013-2014

This month we recorded (418,383) in POS. To date, we have spent 99.9% of our OPS and 99.9% of our POS allocations. We are currently expecting a very small surplus in both OPS and POS.

CPP Projections

Mr. Aulicino reported that many centers are projecting surpluses. He added that we have not changed our funding policies.

NOMINATING COMMITTEE

Slate of Officers and Directors (*For Information Only*)

Mr. Mitchell 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 New Directors

- Johanna Chavez
- Mark Higgins

Slate of Directors for Re-Election

- Louis Mitchell
- Edwina Hull

Slate of Officers

- President - Louis Mitchell
- 1st Vice President- Jack Gilbertson
- Treasurer - Mark Higgins
- Secretary - Karla Diaz

Note: Larry DeBoer will continue in the role of Immediate Past President.

ADJOURNMENT

The meeting was adjourned at 7:15 p.m.

Karla Garcia, Secretary

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BOARD OF DIRECTORS

ACTION LOG

May 25, 2016

	DESCRIPTION	ACTION	STATUS
	Approval of Minutes – April 27, 2016	<ul style="list-style-type: none">• Approved	
	Employee Healthcare Reimbursement Proposal for FY 2015-16	<ul style="list-style-type: none">• Approved	
	Employee Healthcare Premium for FY 2016-17	<ul style="list-style-type: none">• Approved	
	Line of Credit	<ul style="list-style-type: none">• Approved	
	Proposed Slate of Officers and Directors	<ul style="list-style-type: none">• For Information Only	