



May 14, 2020

Honorable Holly Mitchell, Chair  
Senate Budget and Fiscal Review Committee

Attention: Joe Stephenshaw, Staff Director (2)

Honorable Phil Ting, Chair  
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant (2)

**Amendments to and Addition of Various Budget Bill Items and Statutory Changes,  
Support and Local Assistance, Health Departments**

On March 4, 2020, the Governor declared a state of emergency to help the state prepare and respond to COVID-19. The impact on the state has resulted in a severe drop in economic activity, with corresponding negative effects on anticipated revenues. As a result of these conditions, all budget change proposals were reevaluated within the context of a workload budget based on the merits of each proposal and ultimately subject to the availability of funding.

As a result, the Administration is withdrawing, without prejudice, specified requests within the Health area that were included in the 2020-21 Governor's Budget. The Administration is also modifying specified requests in this area that were included in the 2020-21 Governor's Budget. Modifications could include either reductions or increases to specific items or programs, or delaying substantial implementation of a new program or activity. Withdrawn requests are included on **Attachment 1 (See rows 1 through 18)**. Additional details on modified requests are listed below and on **Attachment 1 (See rows 19 through 52)**. To the extent there are corresponding Budget Bill language or statutory changes to withdrawn or modified proposals, these are detailed in **Section 1 of Attachment 2**. Although these proposals have substantial merit and may be resubmitted for future consideration, we must pivot to prioritize immediate COVID-19 related needs.

As noted above, pursuant to Budget Letter 20-08, the Department of Finance conducted a thorough assessment of the most critical funding needs within the general framework of workload budget, as defined in Government Code Section 13308.05, and based upon revised expected revenues. This assessment not only resulted in the changes described in the preceding paragraph, but also requires a number of new adjustments and requests that are respectfully submitted and detailed below. Funding detail for these adjustments can be found in **Attachment 1 (See rows 53 through 140)**, and any related Budget Bill or statutory language changes associated with these

adjustments can be found in **Section 2 of Attachment 2**. If necessary, additional information may be included in a Budget Change Proposal or other back-up documentation submitted to the Legislature.

Finally, after conducting a review of all 2020-21 Governor's Budget Proposals, a number of requests are being sustained. Funding detail for these adjustments can be found on **Attachment 1 (See rows 141 through 169)**.

### **Modified Governor's Budget Proposals:**

#### ***Emergency Medical Services Authority***

**Regional Disaster Medical Health Response (RDMHS) Local Assistance**—It is requested that Item 4120-101-0001 be amended with provisional language to authorize the Department of Finance to augment this item by an amount no greater than \$365,000. **(See row 19 of Attachment 1 and Section 1 of Attachment 2)**

#### ***Department of Public Health***

**ADAP Enrollment System Maintenance and Operations Support**—It is requested that the appropriation pursuant to Health and Safety Code section 120956 be adjusted to reflect a net-zero funding shift between programs to accurately display expenditures. **(See row 21 of Attachment 1)**

**Cybersecurity Program Augmentation**—It is requested that Item 4265-001-0075 be decreased by \$1,470,000; Item 4265-001-0098 be increased by \$6,000; Item 4265-001-0099 be increased by \$164,000; Item 4265-001-0890 be increased by \$822,000; Item 4265-001-3098 be increased by \$448,000; Item 4265-001-3288 be increased by \$8,000; appropriation pursuant to Health and Safety Code Section 120956 be increased by \$359,000; and that Item 4265-001-0001 be amended by decreasing reimbursements by \$337,000. The requested adjustments result in a net zero change to the Governor's Budget proposal. **(See row 22 of Attachment 1)**

**Center for Health Care Quality Operations Expansion**—It is requested that Item 4265-001-3098 be decreased by \$6.5 million in fiscal year 2020-21, while maintaining the original approved 53 positional authority, in order to support existing licensing efforts and expand field operations over time. **(See row 23 of Attachment 1)**

**Center for Health Care Quality Program Estimate**—It is requested that Item 4265-001-3098 be decreased by \$2.7 million and 20 positions in 2020-21 while back loading the remainder of the proposed Governor's Budget amount of resources to 2021-22 and 2022-23. **(See row 24 of Attachment 1)**

**Adjustment to Reflect Available Resources in the Breast Cancer Research Fund**—It is requested that Item 4265-001-0007 be decreased by \$27,000 to reflect changes in cigarette tax revenue. **(See row 25 of Attachment 1)**

**Genetic Disease Screening Program Estimate**— It is requested that Item 4265-111-0203 be decreased by \$1,231,000 to reflect adjusted expenditure estimates. **(See row 26 of Attachment 1)**

**Women, Infant, and Children Program Estimate**— It is requested that Item 4265-111-0890 be decreased \$1,179,000. It is also requested that Item 4265-111-3023 be decreased by \$4,098,000 to reflect adjusted expenditure estimates. **(See row 27 of Attachment 1)**

**AIDS Drug Assistance Program Estimate**—It is requested that Item 4265-111-0890 be decreased by \$4,463,000 to reflect a projected decrease in medication expenditures, insurance premium expenditures, and medical out-of-pocket costs. **(See row 28 of Attachment 1)**

**Proposition 99 Expenditure Adjustments**—It is requested that Item 4265-001-0231 be decreased by \$2,991,000; Item 4265-001-0234 be decreased by \$289,000; and Item 4265-001-0236 be decreased by \$139,000 to reflect changes in Proposition 99 revenues. **(See row 29 of Attachment 1)**

**Adjustment to Extend Suspended Programs**—It is requested that Items 4265-001-0001 and 4265-111-0001 be amended to remove provisional language that delays the suspension date of STD, HIV, and hepatitis C virus prevention and control activities. **(See row 20 of Attachment 1 and Section 1 of Attachment 2)**

### ***Department of State Hospitals***

#### **Electronic Health Record within Clinical Assessments, Reports and Evaluation**

**System-Phase 2**—It is requested that Item 4440-011-0001 be decreased by \$7,181,000 and 14 positions to reflect a modified implementation timeline due to delays resulting from the COVID-19 outbreak and the reevaluation of all budget changes within the context of a workload budget, per Budget Letter 20-08. **(See row 30 of Attachment 1)**

**Pharmacy Modernization-Phase 2**—It is requested that Item 4440-011-0001 be decreased by \$4,450,000 to reflect a modified implementation timeline due to delays resulting from the COVID-19 outbreak and the reevaluation of all budget changes within the context of a workload budget, per Budget Letter 20-08. **(See row 31 of Attachment 1)**

**Statewide Roof Repairs and Replacement**—It is requested that Item 4440-011-0001 be decreased by \$22,743,000 to reflect the most critical roof repairs and the reevaluation of all budget changes within the context of a workload budget, per Budget Letter 20-08. Revised provisional language is necessary to effectuate this change. **(See row 32 of Attachment 1 and Section 1 of Attachment 2)**

**Statewide Ligature Risk Special Repair Funding**—It is requested that Item 4440-011-0001 be decreased by \$5,254,000 to reflect the most critical ligature risk repairs and a modified implementation timeline consistent with the reevaluation of all budget changes within the context of a workload budget, per Budget Letter 20-08. Revised

provisional language is necessary to effectuate this change. **(See row 33 of Attachment 1 and Section 1 Attachment 2).**

**Relocation to the Clifford L. Allenby Building-Phase 2**—It is requested that Item 4440-011-0001 be decreased by \$3,250,000 to reduce the level of resources associated with the relocation to the Clifford L. Allenby Building given potential savings that may be achieved through the state's evaluation of telework opportunities and restacking opportunities in state-owned buildings. See related issues for the California Health and Human Services Agency in this Finance Letter and for the Department of Developmental Services in the Human Services Finance Letter. It is also requested that provisional language be added to provide extended encumbrance until June 30, 2023 and to limit use of funding until the completion of this evaluation. **(See row 34 of Attachment 1 and Section 1 of Attachment 2)**

**Enhanced Treatment Program**—It is requested that Item 4440-011-0001 be decreased by \$1,379,000 and 8.4 positions to reflect updated assumptions regarding the timing of contract execution and program activation. **(See row 35 of Attachment 1)**

**Jail-Based Competency Treatment Program**—It is requested that Item 4440-011-0001 be decreased by \$2,402,000 to reflect updated assumptions regarding the timing of contract execution and program activation. **(See rows 36 and 37 of Attachment 1)**

**Lanterman-Petris-Short Population and Personal Services Adjustment**—It is requested that Item 4440-011-0001 be amended by decreasing reimbursements by \$1,033,000 to reflect updated estimates of bed usage fees collected from counties for Lanterman-Petris-Short caseload. **(See row 38 of Attachment 1)**

**Mission-Based Review: Court Evaluations and Reports**—It is requested that Item 4440-011-0001 be decreased by \$3,270,000 and 17.7 positions to reflect a modified implementation timeline due to delays resulting from the COVID-19 outbreak and the reevaluation of all budget changes within the context of a workload budget, per Budget Letter 20-08. **(See row 39 of Attachment 1)**

**Mission-Based Review: Direct Care Nursing**—It is requested that Item 4440-011-0001 be decreased by \$20,969,000 and 162.1 positions to reflect a modified implementation timeline due to delays resulting from the COVID-19 outbreak and the reevaluation of all budget changes within the context of a workload budget, per Budget Letter 20-08. **(See rows 40 and 41 of Attachment 1)**

**Metropolitan State Hospital Increased Secure Bed Capacity**—It is requested that Item 4440-011-0001 be decreased by \$6,758,000 and 43.7 positions to reflect delays in activation of the remaining three units of the Secure Bed Capacity project due to the COVID-19 outbreak. **(See row 42 of Attachment 1)**

**Incompetent to Stand Trial “Off-Ramp” Services**—It is requested that Item 4440-011-0001 be decreased by \$1 million to reflect half-year funding in 2020-21 and full implementation in 2021-22 based on the updated timing of service activation. **(See row 43 of Attachment 1)**

**Statewide Integrated Health Care Provider Network**—It is requested that Item 4440-011-0001 be decreased by \$3,156,000 to reflect half-year funding in 2020-21 and full implementation in 2021-22 as a result of the reevaluation of all budget changes within the context of a workload budget, per Budget Letter 20-08. **(See row 44 of Attachment 1)**

**Mission-Based Review: Treatment Team**—It is requested that Item 4440-011-0001 be decreased by \$22,620,000 and 44.6 positions to reflect a modified implementation timeline due to delays resulting from the COVID-19 outbreak and the reevaluation of all budget changes within the context of a workload budget, per Budget Letter 20-08. **(See row 45 of Attachment 1)**

### ***Office of Statewide Planning and Development***

**Statutory Changes-Health Care Payments Data Program Implementation**—It is requested that statutory changes to implement the Health Care Payments Data Program be modified. Specific statutory changes necessary to implement this change are forthcoming.

### ***Covered California***

**State Advanced Premium Subsidy Program**—It is requested that Item 4140-101-0001 be decreased by \$90,261,000 to reflect lower than projected subsidy program enrollment. **(See row 46 of Attachment 1)**

### ***Department of Health Care Services***

**Conform Inmate Eligibility**—It is requested that Item 4260-001-0001 be decreased by \$1,530,000 and Item 4260-001-0890 be decreased by \$270,000 to reflect revised estimates to implement the federal Substance Use Disorder Prevention that Promotes Opioid Recovery and Treatment (SUPPORT) for Patients and Communities Act. **(See rows 47 and 166 of Attachment 1)**

**Medi-Cal Dental Program Integrity**—It is requested that Item 4260-001-0001 be decreased by \$300,000 and Item 4260-001-0890 be decreased by \$300,000 to withdraw resources associated with audit functions in Dental Managed Care, consistent with the transition to fee-for-service, and part of statewide budget reduction measures. **(See row 48 of Attachment 1).**

**Drug Medi-Cal Organized Delivery System Resources**—It is requested that Item 4260-001-0001 be decreased by \$150,000 and Item 4260-001-0890 be decreased by \$150,000 to reflect removal of resources to support 2.0 positions. The remaining resources would support the current External Quality Review Organization contract which is federally-required under the existing 1115 Waiver and set to expire on December 31, 2020. **(See row 49 of Attachment 1).**

**Miscellaneous Baseline Adjustment: Behavioral Health Federal Funds Right-Sizing**—It is requested that Item 4260-115-0890 be increased by \$18.5 million and

Item 4260-116-0890 be increased by \$124,655,000 to reflect the projected federal funds to support mental health and substance use disorder services. **(See rows 50 and 51 of Attachment 1).**

**New Requests for May Revision:**

***Department of Public Health***

**Protecting Children from the Damaging Effects of Lead Exposure**—It is requested that Item 4265-001-0080 be increased by \$1.4 million and Item 4265-111-0080 be increased by \$8.9 million to continue to provide monitoring, outreach, education, and home visiting services to all eligible children and to implement corrective actions recommended by the California State Auditor. **(See row 53 of Attachment 1)**

**Reducing Lead Exposure in Housing and Public Buildings**—It is requested that Item 4265-001-3155 be increased by \$415,000 to allow the Lead-Related Construction program to conduct mandated activities and to support the new, online certification and payment system. **(See row 54 of Attachment 1)**

**Center for Laboratory Sciences – Protecting California from Infectious Diseases**—It is requested that Item 4265-001-0001 be increased by \$5,893,000 and 3 positions to support necessary scientific workforce and technical expertise within the Infectious Diseases Laboratory Branch and to enhance the laboratory, disease surveillance, and emergency response capacity of the department. **(See row 55 of Attachment 1)**

**Adjustment to Reflect Redistributed Resources**—It is requested that various items be adjusted to reflect a net-zero funding shift between programs to accurately display expenditures. **(See row 56 of Attachment 1)**

**Manufactured Cannabis Safety**—It is requested that Item 4265-001-3288 be increased by \$20,802,000 to support existing positions in and mandated activities of the Manufactured Cannabis Safety Branch, as well as implementation of an organic cannabis program and ongoing support of the Medical Marijuana Identification Card Program. **(See row 57 of Attachment 1)**

**Enhanced Health Care Quality Services**—It is requested that Item 4265-001-3098 be increased by \$424,000 and 2 positions to increase research staff capacity for the Healthcare-Associated Infections branch. **(See row 58 of Attachment 1)**

**Safe Cosmetics Program Adjustment**—It is requested that Item 4265-001-0001 be decreased by \$500,000 to withdraw resources for program enforcement positions as part of statewide budget reduction efforts. **(See row 59 of Attachment 1)**

**Black Infant Health Program Adjustment**—It is requested that Item 4265-111-0001, Budget Act of 2019 be decreased by \$4.5 million as part of a broader strategy to maintain a balanced budget in the face of declining General Fund revenue projections. **(See row 60 of Attachment 1)**

**Facilitating Projects to Benefit Nursing Home Residents**—It is requested that Item 4265-115-0942 be increased by \$6 million in 2020-21, 2021-22, and 2022-23 to award funding for Centers for Medicare and Medicaid Services (CMS)-approved projects to benefit nursing home residents. **(See row 61 of Attachment 1)**

**Loan from AIDS Drug Assistance Program Rebate Fund (3080) to General Fund**—It is requested that Item 4265-011-3080 be added in the amount of \$100 million as a loan to the General Fund. **(See row 62 of Attachment 1 and Section 2 of Attachment 2)**

**Loan from the Health Statistics Special Fund (0099) to the General Fund**—It is requested that Item 4265-011-0099 be added in the amount of \$3 million as a loan to the General Fund. **(See row 63 of Attachment 1 and Section 2 of Attachment 2)**

**Loan from the Genetic Disease Testing Fund (0203) to the General Fund**—It is requested that Item 4265-011-0203 be added in the amount of \$3 million as a loan to the General Fund. **(See row 64 of Attachment 1 and Section 2 of Attachment 2)**

**Loan from the Infant Botulism Treatment and Prevention Fund (0272) to the General Fund**—It is requested that Item 4265-011-0272 be added in the amount of \$3 million as a loan to the General Fund. **(See row 65 of Attachment 1 and Section 2 of Attachment 2)**

**Reversion of Prior Year Savings**—It is requested Item 4265-001-0001, Budget Act of 2019 and Item 4265-111-0001, Budget Act of 2019 revert specified balances identified in Budget Bill language to the fund from which the appropriations were made as of June 30, 2020. These reversions include partial reversions of funds appropriated for sickle cell disease and a farmworker health study, and an entire reversion of technical support for mental health disparities grants and mental health services grants. **(See rows 66 through 69 of Attachment 1 and Section 2 Attachment 2)**

### ***Department of State Hospitals***

**Technical Adjustment: Vocational Services and Patient Wages Technical Adjustment**—It is requested that Item 4440-011-0001 be adjusted to reflect a net-zero funding shift between programs to accurately display expenditures and to simplify administrative processes. **(See row 70 of Attachment 1)**

**Technical Adjustment: Napa State Hospital Earthquake Special Repair Loan Reappropriation**—It is requested that Item 4440-011-0001, Budget Act of 2017 be reappropriated for the loan for special repairs for the Napa State Hospital to allow additional time for receipt of FEMA reimbursements. Provisional language is necessary to effectuate this change. **(See row 71 of Attachment 1 and Section 2 of Attachment 2)**

**Disaster Preparedness, Response, and Recovery**—It is requested that Item 4440-011-0001 be decreased by \$535,000 and 5 positions to reflect the reevaluation of all budget

changes within the context of a workload budget, per Budget Letter 20-08. **(See row 72 of Attachment 1)**

### ***Office of Statewide Health Planning and Development***

**Elimination of General Fund for the Song-Brown Healthcare Workforce Training Program**—It is requested that Item 4140-001-0001 and Item 4140-101-0001 be eliminated to reflect elimination of General Fund support for the Song-Brown Healthcare Workforce Training Program. The Program will continue to be supported in 2020-21 by the California Health Data and Planning Fund. **(See row 73 of Attachment 1)**

**Reversion of Projected 2017-18 Administrative Savings for Song-Brown Workforce Training Program**—It is requested that Item 4140-495 be added to revert projected state administrative savings of \$718,000 associated with a \$2 million 2017-18 appropriation to administer the Song-Brown Healthcare Workforce Training Program. **(See row 74 of Attachment 1 and Section 2 of Attachment 2)**

**Partially Shift Funding for the Workforce, Education and Training 2020-25 Plan from General Fund to Mental Health Services Fund**—It is requested that Item 4140-495 be added to revert \$20 million appropriated in 2019-20 and that Item 4140-101-3085 in 2020-21 be added to appropriate a corresponding \$20 million. This shift in funding source will support the Workforce, Education and Training (WET) 2020-25 Plan at the existing \$60 million total funds level. It is also requested that Item 4140-101-3085 include provisional language to authorize encumbrance or expenditure of funds by June 30, 2026, consistent with other WET 2020-25 Plan funding. **(See rows 74 and 75 of Attachment 1 and Section 2 of Attachment 2)**

**Mental Health Services Fund Reappropriation**—It is requested that Item 4140-490 be added to reappropriate \$7,282,000 from Item 4140-101-3085, Budget Act of 2018. The funds will continue to support the WET 2014-2019 Plan. Historically, an appropriation to support the WET Plan is available for expenditure over a multi-year period. However, the 2018-19 WET Plan appropriation did not include multi-year encumbrance authority. **(See row 76 of Attachment 1 and Section 2 of Attachment 2)**

**Mental Health Services Fund Extension of Encumbrance Liquidation Period**—It is requested that Item 4140-494 be added to extend the period to liquidate encumbrances of Item 4140-001-3085, Budget Act of 2017 to support the WET 2014-2019 Plan. **(See row 77 of Attachment 1 and Section 2 of Attachment 2)**

**Loan from Hospital Building Fund to General Fund**—It is requested that Item 4140-011-0121 be added to support a \$40 million loan from the Hospital Building Fund to the General Fund. **(See row 78 of Attachment 1 and Section 2 of Attachment 2)**

### ***Department of Managed Health Care***

**Behavioral Health Focused Investigations**—It is requested that Item 4150-001-0933 be increased by \$2,757,000 and 14.5 positions to conduct focused investigations and



further enforcement of full service, commercial health plan's compliance with existing law requiring parity of the behavioral health service delivery system with that of the medical and surgical service delivery system. **(See row 79 of Attachment 1)**

**Loan from Managed Care Fund to General Fund**—It is requested that Item 4150-011-0933 be added to reflect a one-time \$2 million loan from the Managed Care Fund to the General Fund. **(See row 80 of Attachment 1 and Section 2.11 of Attachment 2)**

**Technical Adjustment per Item 4150-001-0933, Budget Act of 2019, Provision 3**—It is requested that Item 4150-001-0933 be decreased by \$472,000 to reflect funding not approved in the Project Approval Lifecycle process for information consulting costs associated with Chapter 303, Statutes of 2018 (AB 2674). The same amount will be decreased in 2019-20 pursuant to Provision 3, Item 4150-001-0933, Budget Act of 2019. **(See row 81 of Attachment 1)**

### **Department of Health Care Services**

Total Medi-Cal expenditures for 2020-21 are projected to be \$112,111,640,000 (\$23,151,727,000 General Fund) which is an increase of \$8,649,691,000 total funds and a decrease of \$2,713,219,000 General Fund from the Governor's Budget.

**Medi-Cal Estimate**—It is requested that the adjustments below be made to the following items to reflect miscellaneous adjustments outlined in the Medi-Cal estimate. **(See rows 52 and 135 through 138 of Attachment 1)**

- Item 4260-101-0001 be decreased by \$341,817,000, and reimbursements be increased by \$324,250,000
- Item 4260-101-0080 be increased by \$191,000
- Item 4260-101-0232 be decreased by \$6,966,000
- Item 4260-101-0233 be decreased by \$1,992,000
- Item 4260-101-0236 be decreased by \$4,024,000
- Item 4260-101-0890 be increased by \$1,443,525,000
- Item 4260-101-3168 be increased by \$697,000
- Item 4260-101-3305 be increased by \$14,611,000
- Item 4260-102-0001 be decreased by \$3,360,000
- Item 4260-102-0890 be decreased by \$10,783,000
- Item 4260-103-3305 be decreased by \$344,000
- Item 4260-106-0890 be increased by \$3,294,000
- Item 4260-111-0001 be decreased by \$3,000
- Item 4260-113-0001 be increased by \$174,673,000
- Item 4260-113-0890 be increased by \$358,891,000
- Item 4260-117-0001 be increased by \$506,000
- Item 4260-117-0890 be increased by \$2,261,000

**COVID-19 Estimate Impacts**—It is requested that Item 4260-101-0001 be increased by \$163,583,000, Item 4260-101-0890 be increased by \$8,426,363,000, Item 4260-113-0001 be increased by \$39,691,000, and Item 4260-113-0890 be increased by \$254,802,000 to

reflect impacts of COVID-19 on the Medi-Cal program. These changes reflect costs associated with increased caseload, the suspension of annual redeterminations, and requested federal flexibilities, which are offset by an increase in the Federal Medical Assistance Percentage. Compared to Governor's Budget, caseload is estimated to increase by approximately 203,300 average monthly enrollees in 2019-20 and 1,361,200 average monthly enrollees in 2020-21 due to economic conditions associated with COVID-19. At its peak, caseload is projected to reach 14.5 million in July 2020, or about 2.0 million above what caseload would have been absent COVID-19. Statutory changes necessary to implement this change are forthcoming. **(See row 134 of Attachment 1).**

**Family Health Estimate**—It is requested that Item 4260-111-0001 be increased by \$29,203,000 and reimbursements be increased by \$25,000. It is also requested that Item 4260-114-0001 be increased by \$3,135,000. These changes reflect revised expenditures due to caseload and other miscellaneous adjustments outlined in the Family Health Estimate. **(See row 139 of Attachment 1).**

**Freeze on Medi-Cal County Administration Cost of Doing Business Increases**—It is requested that Item 4260-101-0001 be decreased by \$11 million and 4260-101-0890 be decreased by \$20.4 million to hold funding for county administration of the Medi-Cal program at the 2019 Budget Act level, inclusive of the \$12.7 million General Fund approved through the Section 36.00 process. Statutory intent language associated with this adjustment is forthcoming **(See row 82 of Attachment 1).**

**Medi-Cal Enterprise Systems Modernization: Federal Draw and Reporting Project**—It is requested that provisional language be added to Item 4260-001-0001 to allow for an augmentation of up to \$1,115,000 and that Item 4260-001-0890 be increased by \$10,037,000 to fund the existing Federal Draw and Reporting modernization project. It is also requested that existing provisional language for Item 4260-001-0001 be modified to reflect the new name for modernization effort. **(See row 83 of Attachment 1 and Section 2 of Attachment 2)**

**CA-MMIS Reappropriation**—It is requested that Item 4260-490 be added to reappropriate up to \$5,138,000 from Item 4260-001-0001, Budget Act of 2018, as reappropriated by Item 4260-491, Budget Act of 2019, and Item 4260-001-0890 be increased by \$13,062,000 for payment to the California Medicaid Management Information System (CA-MMIS) vendors for takeover activities related to the fiscal intermediary transition. **(See row 84 of Attachment 1 and Section 2 of Attachment 2)**

**Electronic Visit Verification Phase II**—It is requested that Item 4260-001-0001 be increased by \$228,000, Item 4260-001-0890 be increased by \$2,054,000, and Item 4260-007-0890 be increased by \$992,000 to support the planning and implementation efforts for Electronic Visit Verification Phase II (EVV2). See related issues for the California Health and Human Services Agency and Department of Developmental Services in the Human Services Finance Letter. **(See row 85 of Attachment 1)**

**Medi-Cal Eligibility Data System Modernization Reduction**—It is requested that Item 4260-001-0001 be decreased by \$402,000, Item 4260-007-0890 be decreased by \$541,000, and Item 4260-001-0890 be decreased by \$3,619,000 to reflect a shift in focus from the Medi-Cal Eligibility Data System modernization project to an enterprise-wide modernization approach. See related issues for the California Health and Human Services Agency and Department of Social Services in the Human Services Finance Letter. **(See row 86 of Attachment 1)**

**Fund 0009 Expenditure Adjustments**—It is requested that Item 4260-001-0009 be increased by \$1.6 million to align expenditures with revenues in support of the early breast cancer detection services for uninsured and underinsured women in the Every Woman Counts program. **(See row 87 of Attachment 1)**

**Richmond Laboratory Lease Payment**—It is requested that Item 4260-001-0001 be increased by \$620,000 and Item 4260-001-0890 be increased by \$620,000 to reimburse the Department of Public Health for lease-revenue bond based rental payments at the Richmond Laboratory. It is also requested that provisional language be added to Item 4260-001-0001 and Item 4260-001-0890 to specify the transfer of these funds. **(See row 88 of Attachment 1 and Section 2 of Attachment 2)**

**Revert Medi-Cal Enrollment Navigators**—It is requested that Item 4260-101-0001 be decreased by \$15 million and 4260-101-0890 be decreased by \$15 million and Item 4260-495 be added to revert Medi-Cal Enrollment Navigators funding as part of statewide budget reduction efforts **(See row 89 of Attachment 1 and Section 2 of Attachment 2)**

**Do Not Implement Non-Medical Transportation Broker** —It is requested that Item 4260-101-0001 be decreased by \$8,750,000 and Item 4260-101-0890 be decreased by \$8,750,000 to forgo the implementation of a broker to coordinate non-medical transportation for Medi-Cal beneficiaries. Statutory changes necessary to implement this change are forthcoming. **(See row 90 of Attachment 1)**

**Eliminate EPSDT Case Management Allocation to Counties**—It is requested that Item 4260-101-0001 be decreased by \$6,576,000 and Item 4260-101-0890 be decreased by \$12.1 million to eliminate the early and periodic screening diagnosis and treatment (EPSDT) case management allocation to counties. Statutory changes necessary to implement this change are forthcoming. **(See row 91 of Attachment 1)**

**Reimpose Medi-Cal Estate Recovery**—It is requested that Item 4260-101-0001 be decreased by \$16.9 million and Item 4260-101-0890 be decreased by \$16.9 million to reinstate Medi-Cal estate recovery. Statutory changes necessary to implement this change are forthcoming. **(See row 92 of Attachment 1)**

**Eliminate Community-Based Adult Services**—It is requested that Item 4260-101-0001 be decreased by \$95.2 million and Item 4260-101-0890 be decreased by \$96.1 million to eliminate community-based adult services. Corresponding impacts are reflected in the Department of Aging Issue 054 in the

Human Services May Revision Letter. Statutory changes necessary to implement this change are forthcoming. **(See row 93 of Attachment 1)**

**Do not implement Aged, Blind, and Disabled Federal Poverty Level Increase**—It is requested that Item 4260-101-0001 be decreased by \$67,734,000 and Item 4260-101-0890 be decreased by \$67,734,000 to not expand eligibility in the Medi-Cal Aged, Blind, and Disabled program. Statutory changes necessary to implement this change are forthcoming. **(See row 94 of Attachment 1)**

**Do not implement Aged, Blind, and Disabled Medicare Part B disregard (AB 1088)**—It is requested that Item 4260-101-0001 be decreased by \$478,000 to not implement the Aged, Blind, and Disabled Medicare Part B disregard (AB 1088). Statutory changes necessary to implement this change are forthcoming. **(See row 95 of Attachment 1)**

**Revert Proposition 56 Medi-Cal Loan Repayment Program (new cohorts)**—It is requested that Item 4260-495 be added to revert \$120 million from Item 4260-102-3305, Budget Act of 2019 **(See Section 2 of Attachment 2)**, and \$177.8 million from Item 4260-102-3305, Budget Act of 2018. **(See row 96 of Attachment 1 and Section 2 of Attachment 2)**

**Eliminate Proposition 56 Supplemental Payments (excluding Home Health, Pediatric Day Health, Free Standing Pediatric Subacute, AIDS Waiver, and ACEs Screenings)**—It is requested that Item 4260-101-3305 be decreased by \$671,964,000, Item 4260-101-0890 be decreased by \$1,363,200,000, and Item 4260-113-0890 be decreased by \$138.2 million to eliminate Proposition 56 Supplemental Payments (excluding Home Health, Pediatric Day Health, Free Standing Pediatric Subacute, AIDS Waiver, and ACEs Screenings). Revised provisional language is necessary to implement this change. **(See row 97 of Attachment 1 and Section 2 of Attachment 2)**

**Eliminate Proposition 56 Value Based Payments**—It is requested that Item 4260-103-3305 be eliminated, Item 4260-101-0890 be reduced by \$281 million and that Item 4260-495 be added to revert \$147,024,000 from Item 4260-103-3305, Budget Act of 2019 to eliminate the Proposition 56 Value Based Payments Program. Statutory changes necessary to implement this change are forthcoming. **(See row 98 of Attachment 1)**

**Reduce Proposition 56 ACEs Trainings**—It is requested that Item 4260-101-3305 be decreased by \$20,962,000 and Item 4260-101-0890 be decreased by \$20,962,000 to reduce supplemental payments for Proposition 56 ACEs screening. **(See row 99 of Attachment 1)**

**Eliminate Caregiver Resource Centers Augmentation**—It is requested that Item 4260-115-0001 be decreased by \$10 million to eliminate the Caregiver Resource Centers augmentation included in the 2019 Budget Act. Statutory changes necessary to implement this change are forthcoming. **(See row 100 of Attachment 1)**

**Eliminate Medi-Cal Audiology Optional Benefit**—It is requested that Item 4260-101-0001 be decreased by \$1.5 million and Item 4260-101-0890 be decreased by \$2.7 million to eliminate the audiology optional benefit for the Medi-Cal program as part of statewide

budget reduction efforts. Statutory language needed to make this adjustment is forthcoming **(See row 101 of Attachment 1)**.

**Eliminate Medi-Cal Incontinence Creams and Washes Optional Benefit**—It is requested that Item 4260-101-0001 be decreased by \$3.3 million and Item 4260-101-0890 be decreased by \$6.1 million to eliminate the incontinence creams and washes optional benefit for the Medi-Cal program as part of statewide budget reduction efforts. Statutory language needed to make this adjustment is forthcoming **(See row 102 of Attachment 1)**.

**Eliminate Medi-Cal Optician/Optical Lab Optional Benefit**—It is requested that Item 4260-101-0001 be decreased by \$14.5 million and Item 4260-101-0890 be decreased by \$29.7 million to eliminate the optician/optical lab optional benefit for the Medi-Cal program as part of statewide budget reduction efforts. Statutory language needed to make this adjustment is forthcoming **(See row 103 of Attachment 1)**.

**Eliminate Pharmacist-Delivered Medi-Cal Services**—It is requested that Item 4260-101-0001 be decreased by \$355,000 and Item 4260-101-0890 be decreased by \$600,000 to eliminate pharmacist-delivered Medi-Cal services. Statutory changes necessary to implement this change are forthcoming. **(See row 104 of Attachment 1)**

**Revert to Partial Adult Dental Benefits**—It is requested that Item 4260-101-0001 be decreased by \$22,909,000 and Item 4260-101-0890 be decreased by \$44,847,000 to return the adult dental optional benefit back to partial coverage as part of statewide reduction measures. Statutory language needed to make this adjustment is forthcoming. **(See row 105 of Attachment 1)**

**Eliminate the Health Insurance Premium Program**—It is requested that Item 4260-101-0001 be decreased by \$336,000 and Item 4260-101-0890 be decreased by \$336,000 to eliminate the Health Insurance Premium Program as part of statewide reduction measures. Statutory language needed to make this adjustment is forthcoming. **(See row 106 of Attachment 1)**

**Eliminate Martin Luther King Jr. Community Hospital Supplemental Payments**—It is requested that Item 4260-101-0001 be decreased by \$8,158,000 and Item 4260-101-0890 be decreased by \$16.6 million to eliminate supplemental payments to the Martin Luther King Jr. Community Hospital as part of statewide reduction measures. Statutory language needed to make this adjustment is forthcoming. **(See row 107 of Attachment 1)**

**Adjust Managed Care Capitation Payments for July 2019 – December 2020**—It is requested that Item 4260-101-0001 be decreased by \$181,978,000 and Item 4260-101-0890 be decreased by \$404 million to adjust managed care capitation payments for the period of July 2019 to December 2020. Statutory changes necessary to implement this change are forthcoming. **(See row 108 of Attachment 1)**

**Eliminate the California Health Information Exchange Onboarding Program**—It is requested that Item 4260-101-0001 be decreased by \$2,131,000 and Item 4260-101-0890

be decreased by \$19,179,000 to eliminate the California Health Information Exchange Onboarding Program as part of statewide reduction measures. Statutory language needed to make this adjustment is forthcoming. **(See row 109 of Attachment 1)**

**Eliminate Multipurpose Senior Services Programs**—It is requested that Item 4260-101-0890 be decreased by \$13.7 million to eliminate the Multipurpose Senior Services Programs. See Department of Aging Issue 053 in the Human Services May Revision Letter. Statutory changes necessary to implement this change are forthcoming. **(See row 110 of Attachment 1)**

**Electronic Cigarette Products Tax**—It is requested that Item 4260-101-0001 be decreased by \$9.6 million and Item 4260-101-3366 be increased by \$9.6 million to reflect a portion of the revenues from the Electronic Cigarette Products Tax funding Medi-Cal. Statutory changes necessary to implement this change are forthcoming. **(See row 111 of Attachment 1)**

**Utilize Fund 3311 to Fund Medi-Cal**—It is requested that Item 4260-101-0001 be decreased by \$36,552,000 and Item 4260-601-3311 be increased by \$36,552,000 to utilize \$36,552,000 from the Health Care Services Plan Fines and Penalties Fund to support the Medi-Cal program. **(See row 112 of Attachment 1)**

**Utilize Fund 3156 to Fund Medi-Cal**—It is requested that Item 4260-101-0001 be decreased by \$100 million and Item 4260-601-3156 be increased by \$100 million to utilize \$100 million from the Children's Health and Human Services Special Fund to support the Medi-Cal program. **(See row 113 of Attachment 1)**

**Eliminate Medi-Cal Optometry Optional Benefit**—It is requested that Item 4260-101-0001 be decreased by \$600,000 and Item 4260-101-0890 be decreased by \$800,000 to eliminate the optometry optional benefit for the Medi-Cal program as part of statewide budget reduction efforts. Statutory language needed to make this adjustment is forthcoming. **(See row 114 of Attachment 1)**

**Eliminate Medi-Cal Speech Therapy Optional Benefit**—It is requested that Item 4260-101-0001 be decreased by \$200,000 and Item 4260-101-0890 be decreased by \$500,000 to eliminate the speech therapy optional benefit for the Medi-Cal program as part of statewide budget reduction efforts. Statutory language needed to make this adjustment is forthcoming. **(See row 115 of Attachment 1)**

**Do not Implement Screening, Brief Intervention, Referral to Treatments for Opioids and Other Drugs in Medi-Cal**—It is requested that Item 4260-101-0001 be decreased by \$466,000 and Item 4260-101-0890 be decreased by \$827,000 to not implement screenings for additional substances in primary care settings for Medi-Cal beneficiaries. Statutory changes necessary to implement this change are forthcoming. **(See row 116 of Attachment 1)**

**Do Not Implement Extended Medi-Cal for Post-Partum Mental Health**—It is requested that Item 4260-101-0001 be decreased by \$34,291,000 to not implement changes that would allow for Medi-Cal beneficiaries to remain eligible for Medi-Cal postpartum care

for up to 12 months after the last day of pregnancy. Statutory changes necessary to implement this change are forthcoming. **(See row 117 of Attachment 1)**

**Eliminate Podiatry Optional Benefit**—It is requested that Item 4260-101-0001 be decreased by \$2 million and Item 4260-101-0890 be decreased by \$3.9 million to eliminate the podiatry optional benefit for the Medi-Cal program as part of statewide budget reduction efforts. Statutory language needed to make this adjustment is forthcoming. **(See row 118 of Attachment 1)**

**Eliminate Medi-Cal Acupuncture Optional Benefit**—It is requested that Item 4260-101-0001 be decreased by \$2.1 million and Item 4260-101-0890 be decreased by \$3.5 million to eliminate the acupuncture optional benefit for the Medi-Cal program as part of statewide budget reduction efforts. Statutory language needed to make this adjustment is forthcoming. **(See row 119 of Attachment 1)**

**Eliminate Medi-Cal Nurse Anesthetists Optional Benefit**—It is requested that Item 4260-101-0001 be decreased by \$100,000 and Item 4260-101-0890 be decreased by \$200,000 to eliminate the nurse anesthetist services optional benefit for the Medi-Cal program as part of statewide budget reduction efforts. Statutory language needed to make this adjustment is forthcoming. **(See row 120 of Attachment 1)**

**Eliminate Medi-Cal Occupational Therapy Optional Benefit**—It is requested that Item 4260-101-0001 be decreased by \$400,000 and Item 4260-101-0890 be decreased by \$1 million to eliminate the occupational therapy optional benefit for the Medi-Cal program as part of statewide budget reduction efforts. Statutory language needed to make this adjustment is forthcoming. **(See row 121 of Attachment 1)**

**Eliminate Medi-Cal Physical Therapy Optional Benefit**—It is requested that Item 4260-101-0001 be decreased by \$5.6 million and Item 4260-101-0890 be decreased by \$14.2 million to eliminate the physical therapy optional benefit for the Medi-Cal program as part of statewide budget reduction efforts. Statutory language needed to make this adjustment is forthcoming. **(See row 122 of Attachment 1)**

**Eliminate Family Mosaic Project**—It is requested that 4260-101-0001 be decreased by \$1.1 million to eliminate the Family Mosaic Project, a state-funded San-Francisco-based project, as part of statewide budget reductions efforts. Statutory language needed to make this adjustment is forthcoming **(See row 123 of Attachment 1)**.

**Eliminate Medi-Cal Diabetes Prevention Program**—It is requested that Item 4260-101-0001 be decreased by \$700,000 and Item 4260-101-0890 be decreased by \$2 million to eliminate the Diabetes Prevention Program as part of statewide budget reductions efforts. Statutory language needed to make this adjustment is forthcoming. **(See row 124 of Attachment 1)**

**Managed Care Efficiencies**—It is requested that Item 4260-101-0001 be decreased by \$87,806,000 and Item 4260-101-0890 be decreased by \$184,079,000 to reflect the implementation of several efficiencies in the development of managed care capitation rates for calendar year 2021 rates to reduce General Fund costs. Statutory

changes necessary to implement this change are forthcoming. **(See row 125 of Attachment 1)**

**Reduce Proposition 56 ACEs Screening Supplemental Payments**—It is requested that Item 4260-101-3305 be decreased by \$7,579,000 to reduce Proposition 56 ACEs Screening Supplemental Payments as part of statewide budget reduction efforts. **(See row 126 of Attachment 1)**

**Eliminate Proposition 56 Staffing**—It is requested that Item 4260-001-3305 be eliminated due to reduced staffing needs caused by proposed reductions to Proposition 56 programs. **(See row 127 of Attachment 1)**

**Use Proposition 56 to fund Medi-Cal Growth**—It is requested that Item 4260-101-0001 be reduced by \$1,176,585,000 and Item 4260-101-3305 be increased by \$1,176,585,000 to use Proposition 56 funds to support Medi-Cal growth relative to the 2016 Budget Act. Revised provisional language is necessary to implement this change. **(See row 128 of Attachment 1 and Section 2 of Attachment 2)**

**Nursing Facility Financing Reform**—It is requested that Item 4260-101-0001 be increased by \$92,802,000 and Item 4260-101-0890 be increased by \$92,802,000 to reflect funding for a new financing methodology for nursing facilities that was previously reflected in a statewide item. Statutory changes necessary to implement this change are forthcoming. **(See row 129 of Attachment 1)**

**Eliminate PPS Carve-Outs for FQHCs**—It is requested that Item 4260-101-0001 be decreased by \$50 million and Item 4260-101-0890 be decreased by \$50 million to eliminate Prospective Payment System (PPS) rate carve-outs for Federally-Qualified Health Centers (FQHCs). Statutory changes necessary to implement this change are forthcoming. **(See row 130 of Attachment 1)**

**State-Only Claiming Adjustment (Behavioral Health Only)**—It is requested that Item 4260-101-0001 be increased by \$148,514,000 and Item 4260-101-0890 be decreased by a corresponding \$148,514,000 to reflect a reimbursement to the federal government for Specialty Mental Health and Drug Medi-Cal non-emergency services provided to Medi-Cal-eligible non-exempt, qualified immigrants that were not eligible for federal financial participation. **(See row 131 of Attachment 1)**

**Managed Care Organization (MCO) Tax – General Fund Savings**—It is requested that Item 4260-101-0001 be decreased by \$1,686,645,000 to reflect the General Fund savings associated with federal approval of a three-year MCO tax. **(See row 132 of Attachment 1)**

**State-Only Claiming Adjustment (Excludes Behavioral Health)**—It is requested that Item 4260-101-0001 be increased by \$1,289,159,000, Item 4260-101-0890 be decreased by \$1,586,892,000, Item 4260-113-0001 be increased by \$3,533,000, and Item 4260-113-0890 be decreased by \$3,533,000 to reflect an adjustment to the claiming of federal funds for state-only populations. **(See row 133 of Attachment 1)**



**Revert One-Time Funding for Behavioral Health Counselors at Emergency**

**Departments**—It is requested that Item 4260-495 be added to revert \$20 million in Item 4260-118-0001, Budget Act of 2019 to reflect no implementation of resources to support behavioral health counselors at emergency departments. **(See row 140 of Attachment 1 and Section 2 of Attachment 2)**

**Revert Medi-Cal Interpreters Pilot Project**—It is requested that Item 4260-101-0001 be decreased by \$5 million in 2019-20 and Item 4260-495 be added to revert Medi-Cal Interpreters Pilot Project funding as part of statewide budget reduction efforts.

**(See row 140 of Attachment 1 and Section 2 of Attachment 2)**

***Covered California***

**Statutory Changes-Actuarial Value of Non-Grandfathered Health Plans and**

**Insurance Policies**—It is requested that Health and Safety Code Section 1367.0085 and Insurance Code Section 10112.296 be amended to maintain some Bronze plans and health policies offered through the state Health Benefit Exchange compliant with state law following release of a new federal actuarial value calculation methodology.

**(See Section 2 of Attachment 2)**

If you have any questions or need additional information regarding this matter, please contact the appropriate Principal Program Budget Analyst for that subject matter area.

KEELY MARTIN BOSLER

Director

By:

/s/ Vivek Viswanathan

VIVEK VISWANATHAN

Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee  
Attention: Mark McKenzie, Staff Director  
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee  
Attention: Kirk Feely, Budget Fiscal Director  
Honorable Lorena Gonzalez, Chair, Assembly Appropriations Committee  
Attention: Jay Dickenson, Chief Consultant  
Honorable Jay Obernolte, Vice Chair, Assembly Budget Committee  
Attention: Cyndi Hillery, Budget Director  
Honorable Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1  
Honorable Richard Pan, Chair, Senate Budget and Fiscal Review Subcommittee No. 3  
Gabriel Petek, Legislative Analyst (4)  
Christopher W. Woods, Senate President pro Tempore's Office (2)  
Jason Sisney, Assembly Speaker's Office (2)  
Jayme Chick, Deputy Chief of Staff, Policy, Assembly Republican Leader's Office  
Alex Khan, Chief Consultant, Assembly Republican Leader's Office  
Christian Griffith, Chief Consultant, Assembly Budget Committee  
Alex Khan, Staff Director, Senate Budget and Fiscal Review Committee  
Michelle Baass, Undersecretary, California Health and Human Services Agency  
Marko Mijic, Deputy Secretary of Program and Fiscal Affairs, California Health and Human  
Services Agency  
Brendan McCarthy, Assistant Secretary, California Health and Human Services Agency  
Julie Souliere, Assistant Secretary, California Health and Human Services Agency  
Eric Reslock, Acting Chief Deputy Director, Office of Statewide Planning and Development  
Monica Erickson, Administrative Services Deputy Director, Office of Statewide Planning and  
Development  
Natalie Villanueva, Chief of Financial Services, Office of Statewide Planning and  
Development  
Jennifer Gan, Budget Officer, Office of Statewide Planning and Development  
Mary Watanabe, Acting Chief Deputy Director, Department of Managed Health Care  
Teresa Gonzales, Deputy Director, Office of Administrative Services, Department of  
Managed Health Care  
Gita Mehirdel, Chief Financial Officer, Department of Managed Health Care  
Rita Pearson, Fiscal Services Officer, Department of Managed Health Care  
Debra Waltman, Budget Officer, Department of Managed Health Care

**GB WITHDRAWN ISSUES**

Row	Entity	Department	BR Title	General Fund BY	Other Funds BY	Positions	BBL	TBL	Assembly Consultant	Senate Consultant	LAO Consultant
1	4120	Emergency Medical Services Authority	Adjustment to Reflect Available Resources in the Emergency Medical Personnel Services Fund	0	200,000	0.0	--	--	ALM	SO	MN
2	4265	Department of Public Health	Public Health Electronic Tissue and Biologics (ETAB) Project	0	-2,600,000	0.0	No	No	ALM	SO	MN
3	4265	Department of Public Health	California Cognitive Care Coordination Initiative	-3,551,000	0	0.0	No	No	ALM	SO	MN
4	4440	Department of State Hospitals	Cooperative Electronic Document Management	-5,643,000	0	-2.0	--	--	ALM	SO	MN
5	4440	Department of State Hospitals	Community Care Collaborative Pilot Program	-24,563,000	0	-3.0	--	--	ALM	SO	MN
6	4440	Department of State Hospitals	Increase Resources for Regulation Promulgation	-483,000	0	-3.0	--	--	ALM	SO	MN
7	4440	Department of State Hospitals	Quality Improvement and Internal Auditing, Monitoring and Risk Management and Hospital Support	-1,550,000	0	-11.0	--	--	ALM	SO	MN
8	4440	Department of State Hospitals	Patient-Driven Operating Expenses	-3,534,000	0	0.0	--	--	ALM	SO	MN
9	4260	State Department of Health Care	Data Transparency Workload	-774,000	-774,000	0.0	--	--	ALM	SO	MN
10	4260	State Department of Health Care Services	Program and Policy Lead Support for Eligibility and Enrollment Projects	-87,000	-86,000	0.0	--	--	ALM	SO	MN
11	4260	State Department of Health Care	Medi-Cal Dental Program Workload	-437,000	-679,000	0.0	--	--	ALM	SO	MN
12	4260	State Department of Health Care	Behavioral Health Quality Improvement Program	-45,091,000	-230,000	0.0	--	--	ALM	SO	MN
13	4260	State Department of Health Care Services	Aged, Blind, and Disabled Federal Poverty Level Program (AB 1088)	-209,000	-209,000	0.0	--	--	ALM	SO	MN
14	4260	State Department of Health Care	Withdraw Hearing Aids Grant Program	-5,000,000	--	0.0	--	--	ALM	SO	MN
15	4260	State Department of Health Care	Withdraw 340B Supplemental Payment Pool	-26,250,000	-26,250,000	0.0	--	--	ALM	SO	MN
16	4260	State Department of Health Care	Withdraw Drug Rebate Fund Reserve	-181,000,000	181,000,000	0.0	--	--	ALM	SO	MN
17	4260	State Department of Health Care	Withdraw Healthier California for All (CalAIM)	-347,500,000	-347,500,000	0.0	--	--	ALM	SO	MN
18	4260	State Department of Health Care Services	Withdraw Undocumented Older Adults Eligibility Expansion	-69,200,000	-6,700,000	0.0	--	--	ALM	SO	MN
<b>Totals, GB Withdrawn Issues</b>				<b>-714,872,000</b>	<b>-203,828,000</b>	<b>-19</b>					

**GB MODIFIED ISSUES**

Row	Entity	Department	BR Title	General Fund BY	Other Funds BY	Positions	BBL	TBL	Assembly Consultant	Senate Consultant	LAO Consultant
19	4120	Emergency Medical Services Authority	Regional Disaster Medical Health Response (RDMHS) Local Assistance	0	0	0.0	Yes	--	ALM	SO	MN
20	4265	Department of Public Health	Adjustment to Extend Suspended Programs	0	0	0.0	Yes	--	ALM	SO	MN
21	4265	Department of Public Health	ADAP Enrollment System Maintenance and Operations Support	0	0	0.0	--	--	ALM	SO	MN
22	4265	Department of Public Health	Cybersecurity Program Augmentation	0	0	0.0	--	--	ALM	SO	MN
23	4265	Department of Public Health	Center for Health Care Quality Operations Expansion	0	0	53.0	No	No	ALM	SO	MN
24	4265	Department of Public Health	Center for Health Care Quality Program Estimate	0	2,700,000	20.0	No	No	ALM	SO	MN
25	4265	Department of Public Health	Adjustment to Reflect Available Resources in the Breast Cancer Research Fund	0	-27,000	0.0	--	--	ALM	SO	MN
26	4265	Department of Public Health	Genetic Disease Screening Program Estimate	0	-1,231,000	0.0	No	No	ALM	SO	MN
27	4265	Department of Public Health	Women, Infant, and Children Program Estimate	0	-5,277,000	0.0	No	No	ALM	SO	MN
28	4265	Department of Public Health	AIDS Drug Assistance Program Estimate	0	-4,463,000	0.0	--	--	ALM	SO	MN
29	4265	Department of Public Health	Proposition 99 Expenditure Adjustments	0	-3,419,000	0.0	--	--	ALM	SO	MN

30	4440	Department of State Hospitals	Electronic Health Record within Clinical Assessments, Reports and Evaluation System-Phase 2	-7,181,000	0	-14.0	--	--	ALM	SO	MN
31	4440	Department of State Hospitals	Pharmacy Modernization - Phase 2	-4,450,000	0	0.0	--	--	ALM	SO	MN
32	4440	Department of State Hospitals	Statewide Roof Repairs and Replacements	-22,743,000	0	0.0	Yes	--	ALM	SO	MN
33	4440	Department of State Hospitals	Statewide Ligature Risk Special Repair Funding	-5,254,000	0	0.0	--	--	ALM	SO	MN
34	4440	Department of State Hospitals	Relocation to the Clifford L. Allenby Building-Phase 2	-3,250,000	0	0.0	Yes	--	ALM	SO	MN
35	4440	Department of State Hospitals	Enhanced Treatment Program	-1,379,000	0	-8.4	--	--	ALM	SO	MN
36	4440	Department of State Hospitals	Jail-Based Competency Treatment Program	321,000	0	0.0	--	--	ALM	SO	MN
37	4440	Department of State Hospitals	Jail-Based Competency Treatment Program	-2,723,000	0	0.0	--	--	ALM	SO	MN
38	4440	Department of State Hospitals	Lanterman-Petris-Short Population and Personal Services Adjustment	--	-1,033,000	0.0	--	--	ALM	SO	MN
39	4440	Department of State Hospitals	Mission-Based Review: Court Evaluations and Reports	-3,270,000	0	-17.7	--	--	ALM	SO	MN
40	4440	Department of State Hospitals	Mission-Based Review: Direct Care Nursing	-16,696,000	0	-162.1	--	--	ALM	SO	MN
41	4440	Department of State Hospitals	Mission-Based Review: Direct Care Nursing Delay	-4,273,000	0	0.0	--	--	ALM	SO	MN
42	4440	Department of State Hospitals	Metropolitan State Hospital Increased Secure Bed Capacity	-6,758,000	0	-43.7	--	--	ALM	SO	MN
43	4440	Department of State Hospitals	Incompetent to Stand Trial "Off-Ramp" Services	-1,000,000	0	0.0	--	--	ALM	SO	MN
44	4440	Department of State Hospitals	Statewide Integrated Health Care Provider Network	-3,156,000	0	0.0	--	--	ALM	SO	MN
45	4440	Department of State Hospitals	Mission-Based Review - Treatment Team	-22,620,000	0	-44.6	--	Yes	ALM	SO	MN
46	4800	California Health Benefit Exchange	State Advanced Premium Subsidy Program	-90,261,000	0	0.0	--	--	ALM	SO	MN
47	4260	State Department of Health Care	Conform Inmate Eligibility to Federal Law	-1,530,000	-270,000	0.0	--	Yes	ALM	SO	MN
48	4260	State Department of Health Care	Medi-Cal Dental Program Integrity	-300,000	-300,000	0.0	--	--	ALM	SO	MN
49	4260	State Department of Health Care	Drug Medi-Cal Organized Delivery System Resources	-150,000	-150,000	0.0	--	--	ALM	SO	MN
50	4260	State Department of Health Care	Miscellaneous Baseline Adjustment	--	18,500,000	0.0	--	--	ALM	SO	MN
51	4260	State Department of Health Care	Miscellaneous Baseline Adjustment	--	124,665,000	0.0	--	--	ALM	SO	MN
52	4260	State Department of Health Care	Medi-Cal Rx (Pharmacy Carve-Out)	1,375,000	2,742,000	0.0	--	Yes	ALM	SO	MN
<b>Totals, GB Modified Issues</b>				<b>-195,298,000</b>	<b>132,437,000</b>	<b>-217.5</b>					

**NEW MR BCP ISSUES**

Row	Entity	Department	BR Title	General Fund BY	Other Funds BY	Positions	BBL	TBL	Assembly Consultant	Senate Consultant	LAO Consultant
53	4265	Department of Public Health	Protecting Children from the Damaging Effects of Lead Exposure	0	10,300,000	0.0	No	No	ALM	SO	MN
54	4265	Department of Public Health	Reducing Lead Exposure in Housing and Public	0	415,000	0.0	No	No	ALM	SO	MN
55	4265	Department of Public Health	Center for Laboratory Sciences - Protecting California from Infectious Diseases	5,893,000	0	3.0	No	No	ALM	SO	MN
56	4265	Department of Public Health	Adjustment to Reflect Redistributed Resources	0	0	0.0	--	--	ALM	SO	MN
57	4265	Department of Public Health	Manufactured Cannabis Safety	0	20,802,000	0.0	No	No	ALM	SO	MN
58	4265	Department of Public Health	Enhanced Health Care Quality Services	0	424,000	2.0	No	No	ALM	SO	MN
59	4265	Department of Public Health	Safe Cosmetics Program Adjustment	-500,000	0	0.0	--	--	ALM	SO	MN
60	4265	Department of Public Health	Black Infant Health Program Adjustment	-4,500,000	0	0.0	No	No	ALM	SO	MN
61	4265	Department of Public Health	Facilitating Projects to Benefit Nursing Home	--	6,000,000	0.0	--	--	ALM	SO	MN
62	4265	Department of Public Health	Loan from AIDS Drug Assistance Program Rebate Fund (3080) to General Fund (0001) per Item 4265-011-3080, Budget Act of 2020	0	0	0.0	Yes	--	ALM	SO	MN

63	4265	Department of Public Health	Loan from Health Statistics Special Fund (0099) to General Fund (0001) per Item 4265-011-0099, Budget Act of 2020	0	0	0.0	Yes	--	ALM	SO	MN
64	4265	Department of Public Health	Loan from Genetic Disease Testing Fund (0203) to General Fund (0001) per Item 4265-011-0203, Budget Act of 2020	0	0	0.0	Yes	--	ALM	SO	MN
65	4265	Department of Public Health	Loan from Infant Botulism Treatment and Prevention Fund (0272) to General Fund (0001) per Item 4265-011-0272, Budget Act of 2020	0	0	0.0	Yes	--	ALM	SO	MN
66	4265	Department of Public Health	Reversion of Funds for Sickle Cell Disease Surveillance and Monitoring	0	0	0.0	Yes	--	ALM	SO	MN
67	4265	Department of Public Health	Reversion of Funds for Farmworker Health Study	0	0	0.0	Yes	--	ALM	SO	MN
68	4265	Department of Public Health	Reversion of Funds for Technical Assistance for Mental Health Disparities Reduction Grants	0	0	0.0	Yes	--	ALM	SO	MN
69	4265	Department of Public Health	Reversion of Funds for Mental Health Disparities Reduction Grants	0	0	0.0	Yes	--	ALM	SO	MN
70	4440	Department of State Hospitals	Vocational Services and Patient Wages Technical Adjustment	0	0	0.0	--	--	ALM	SO	MN
71	4440	Department of State Hospitals	Napa Earthquake Special Repair Loan Reappropriation	0	0	0.0	Yes	--	ALM	SO	MN
72	4440	Department of State Hospitals	Disaster Preparedness, Response, and Recovery	-535,000	0	-5.0	--	--	ALM	SO	MN
73	4140	Office of Statewide Health Planning and Development	Elimination of Song-Brown Healthcare Workforce Training Program	-33,333,000	0	0.0	--	--	ALM	SO	MN
74	4140	Office of Statewide Health Planning and Development	Reversion per Budget Act of 2020, Item 4140-495	0	0	0.0	Yes	--	ALM	SO	MN
75	4140	Office of Statewide Health Planning and Development	Partially Shift Funding for the Workforce, Education and Training 2020-2025 Plan from General Fund to the Mental Health Services Fund	0	20,000,000	0.0	Yes	--	ALM	SO	MN
76	4140	Office of Statewide Health Planning and Development	Mental Health Services Fund Reappropriation per Budget Act of 2020, Item 4140-494	0	0	0.0	Yes	--	ALM	SO	MN
77	4140	Office of Statewide Health Planning and Development	Mental Health Services Fund Reappropriation per Budget Act of 2020, Item 4140-490	0	0	0.0	Yes	--	ALM	SO	MN
78	4140	Office of Statewide Health Planning and Development	Loan from Hospital Building Fund to General Fund	0	0	0.0	Yes	--	ALM	SO	MN
79	4150	Department of Managed Health Care	Behavioral Health Focused Investigations	0	2,757,000	14.5	--	--	ALM	SO	MN
80	4150	Department of Managed Health Care	Loan from Managed Care Fund (0933) to General Fund (0001) per Item 4150-011-0933, Budget Act of 2020	0	0	0.0	Yes	--	ALM	SO	MN
81	4150	Department of Managed Health Care	Adjustment per Budget Act of 2019, Item 4150-001-0933, Provision 3	0	-472,000	0.0	--	--	ALM	SO	MN
82	4260	State Department of Health Care Services	Freeze on Medi-Cal County Administration Cost of Doing Business Increases	-11,000,000	-20,400,000	0.0	--	Yes	ALM	SO	MN
83	4260	State Department of Health Care Services	Medi-Cal Enterprise System Modernization: Federal Draw and Reporting Project	0	10,037,000	0.0	Yes	--	ALM	SO	MN
84	4260	State Department of Health Care	CA-MMIS Reappropriation	5,138,000	13,062,000	0.0	Yes	--	ALM	SO	MN
85	4260	State Department of Health Care	Electronic Visit Verification Phase II	228,000	3,046,000	0.0	--	--	ALM	SO	MN

86	4260	State Department of Health Care Services	Medi-Cal Eligibility Data System Modernization Reduction	-402,000	-4,160,000	0.0	--	--	ALM	SO	MN
87	4260	State Department of Health Care	F0009 Expenditure Adjustments	0	1,600,000	0.0	--	--	ALM	SO	MN
88	4260	State Department of Health Care	Richmond Laboratory Lease Payment	620,000	620,000	0.0	Yes	--	ALM	SO	MN
89	4260	State Department of Health Care	Revert Medi-Cal Enrollment Navigators	-15,000,000	-15,000,000	0.0	Yes	--	ALM	SO	MN
90	4260	State Department of Health Care	Do Not Implement Non-Medical Transportation	-8,750,000	-8,750,000	0.0	--	Yes	ALM	SO	MN
91	4260	State Department of Health Care Services	Eliminate EPSDT Case Management Allocation to Counties	-6,576,000	-12,100,000	0.0	--	Yes	ALM	SO	MN
92	4260	State Department of Health Care	Reimpose Medi-Cal Estate Recovery	-16,900,000	-16,900,000	0.0	--	Yes	ALM	SO	MN
93	4260	State Department of Health Care	Eliminate Community-Based Adult Services	-95,200,000	-96,100,000	0.0	--	Yes	ALM	SO	MN
94	4260	State Department of Health Care Services	Do not implement Aged Blind and Disabled Federal Poverty Level Increase	-67,734,000	-67,734,000	0.0	--	Yes	ALM	SO	MN
95	4260	State Department of Health Care Services	Do not implement Aged Blind and Disabled Medicare Part B disregard (AB 1088)	-478,000	0	0.0	--	Yes	ALM	SO	MN
96	4260	State Department of Health Care Services	Revert Proposition 56 Medi-Cal Loan Repayment Program (new cohorts)	0	0	0.0	--	--	ALM	SO	MN
97	4260	State Department of Health Care Services	Eliminate Proposition 56 Supplemental Payments (excluding Home Health, Pediatric Day Health, Free Standing Pediatric Subacute, AIDS Waiver, and ACEs Screenings)	0	-2,173,364,000	0.0	Yes	--	ALM	SO	MN
98	4260	State Department of Health Care	Eliminate Proposition 56 Value Based Payments	0	-459,481,000	0.0	--	Yes	ALM	SO	MN
99	4260	State Department of Health Care	Reduce Proposition 56 ACEs Trainings	0	-41,924,000	0.0	--	--	ALM	SO	MN
100	4260	State Department of Health Care	Eliminate Caregiver Resource Centers Augmentation	-10,000,000	0	0.0	--	Yes	ALM	SO	MN
101	4260	State Department of Health Care	Eliminate Medi-Cal Audiology Optional Benefit	-1,500,000	-2,700,000	0.0	--	Yes	ALM	SO	MN
102	4260	State Department of Health Care Services	Eliminate Medi-Cal Incontinence Creams and Washes Optional Benefit	-3,300,000	-6,100,000	0.0	--	Yes	ALM	SO	MN
103	4260	State Department of Health Care Services	Eliminate Medi-Cal Optician/Optical Lab Optional Benefit	-14,500,000	-29,700,000	0.0	--	Yes	ALM	SO	MN
104	4260	State Department of Health Care	Eliminate Pharmacist-Delivered Medi-Cal Services	-355,000	-600,000	0.0	--	Yes	ALM	SO	MN
105	4260	State Department of Health Care	Revert to Partial Adult Dental Benefits	-22,909,000	-44,847,000	0.0	--	Yes	ALM	SO	MN
106	4260	State Department of Health Care	Eliminate the Health Insurance Premium Program	-336,000	-336,000	0.0	--	Yes	ALM	SO	MN
107	4260	State Department of Health Care Services	Eliminate Martin Luther King Jr. Community Hospital Supplemental Payments	-8,158,000	-16,600,000	0.0	--	Yes	ALM	SO	MN
108	4260	State Department of Health Care Services	Adjust Managed Care Capitation Payments for July 2019 - December 2020	-181,978,000	-404,000,000	0.0	--	Yes	ALM	SO	MN
109	4260	State Department of Health Care Services	Eliminate the California Health Information Exchange Onboarding Program (Cal-HOP)	-2,131,000	-19,179,000	0.0	--	--	ALM	SO	MN
110	4260	State Department of Health Care Services	Eliminate Multipurpose Senior Services Programs (FF only, GF in CDA)	--	-13,700,000	0.0	--	Yes	ALM	SO	MN
111	4260	State Department of Health Care	Electronic Cigarette Products Tax	-9,600,000	9,600,000	0.0	--	--	ALM	SO	MN
112	4260	State Department of Health Care	Utilize Fund 3311 to Fund Medi-Cal	-36,552,000	36,552,000	0.0	--	--	ALM	SO	MN
113	4260	State Department of Health Care	Utilize Fund 3156 to Fund Medi-Cal	-100,000,000	100,000,000	0.0	--	--	ALM	SO	MN
114	4260	State Department of Health Care	Eliminate Medi-Cal Optometry Optional Benefit	-600,000	-800,000	0.0	--	Yes	ALM	SO	MN
115	4260	State Department of Health Care	Eliminate Medi-Cal Speech Therapy Optional Benefit	-200,000	-500,000	0.0	--	Yes	ALM	SO	MN
116	4260	State Department of Health Care Services	Do Not Implement Screening, Brief Intervention, Referral to Treatments for Opioids and Other Drugs in Medi-Cal	-466,000	-827,000	0.0	--	Yes	ALM	SO	MN
117	4260	State Department of Health Care Services	Do Not Implement Medi-Cal for Post-Partum Mental Health	-34,291,000	0	0.0	--	Yes	ALM	SO	MN
118	4260	State Department of Health Care	Eliminate Podiatry Optional Benefit	-2,000,000	-3,900,000	0.0	--	Yes	ALM	SO	MN
119	4260	State Department of Health Care	Eliminate Medi-Cal Acupuncture Optional Benefit	-2,100,000	-3,500,000	0.0	--	Yes	ALM	SO	MN
120	4260	State Department of Health Care	Eliminate Medi-Cal Nurse Anesthetists Optional	-100,000	-200,000	0.0	--	Yes	ALM	SO	MN
121	4260	State Department of Health Care	Eliminate Medi-Cal Occupational Therapy Optional	-400,000	-1,000,000	0.0	--	Yes	ALM	SO	MN

122	4260	State Department of Health Care	Eliminate Medi-Cal Physical Therapy Optional Benefit	-5,600,000	-14,200,000	0.0	--	Yes	ALM	SO	MN
123	4260	State Department of Health Care	Eliminate Family Mosaic Project	-1,100,000	0	0.0	--	Yes	ALM	SO	MN
124	4260	State Department of Health Care	Eliminate Medi-Cal Diabetes Prevention Program	-700,000	-2,000,000	0.0	--	Yes	ALM	SO	MN
125	4260	State Department of Health Care	Managed Care Efficiencies	-87,806,000	-184,079,000	0.0	--	Yes	ALM	SO	MN
126	4260	State Department of Health Care Services	Reduce Proposition 56 ACEs Screenings Supplemental Payments	0	-7,579,000	0.0	--	--	ALM	SO	MN
127	4260	State Department of Health Care	Eliminate Proposition 56 Staffing	0	-1,516,000	0.0	--	--	ALM	SO	MN
128	4260	State Department of Health Care	Use Proposition 56 to Fund Medi-Cal Growth	-1,176,585,000	1,176,585,000	0.0	Yes	--	ALM	SO	MN
129	4260	State Department of Health Care	Nursing Facility Financing Reform	92,802,000	92,802,000	0.0	--	Yes	ALM	SO	MN
130	4260	State Department of Health Care	Eliminate PPS Carve-Outs for FQHCs	-50,000,000	-50,000,000	0.0	--	Yes	ALM	SO	MN
131	4260	State Department of Health Care Services	State-Only Claiming Adjustment (Behavioral Health Only)	148,514,000	-148,514,000	0.0	--	--	ALM	SO	MN
132	4260	State Department of Health Care Services	Managed Care Organization (MCO) Tax - General Fund Savings	-1,686,645,000	0	0.0	--	--	ALM	SO	MN
133	4260	State Department of Health Care Services	State-Only Claiming Adjustment (Excludes Behavioral Health)	1,292,692,000	-1,590,425,000	0.0	--	--	ALM	SO	MN
134	4260	State Department of Health Care	COVID-19 Estimate Impacts	203,274,000	8,681,165,000	0.0	--	Yes	ALM	SO	MN
135	4260	State Department of Health Care	Medi-Cal Estimate	32,555,000	2,223,124,000	0.0	--	--	ALM	SO	MN
136	4260	State Department of Health Care	Medi-Cal Estimate	-214,794,000	4,704,711,000	0.0	--	--	ALM	SO	MN
137	4260	State Department of Health Care	Proposition 56 Investments	--	1,628,000	0.0	--	--	ALM	SO	MN
138	4260	State Department of Health Care	Undocumented Seniors Medi-Cal Eligibility Expansion	10,863,000	-9,510,000	0.0	--	--	ALM	SO	MN
139	4260	State Department of Health Care	Family Health Estimate	32,338,000	-2,423,000	0.0	--	--	ALM	SO	MN
140	4260	State Department of Health Care	Reversion per Budget Act of 2020, Item 4260-495	--	0	0.0	--	--	ALM	SO	MN
<b>Totals, New MR BCP Issues</b>				<b>-2,090,697,000</b>	<b>11,640,110,000</b>	<b>14.5</b>					

**GB SUSTAIN ISSUES**

Row	Entity	Department	BR Title	General Fund BY	Other Funds BY	Positions	BBL	TBL	Assembly Consultant	Senate Consultant	LAO Consultant
141	4120	Emergency Medical Services Authority	Emergency Medical Dispatch (SB 438)	356,000	0	1	No	No	ALM	SO	MN
142	4265	Department of Public Health	Ongoing Quality Improvement Projects	0	3,000,000	0.0	No	No	ALM	SO	MN
143	4265	Department of Public Health	Master Data Management Sustainability	0	1,500,000	10	No	No	ALM	SO	MN
144	4265	Department of Public Health	Immunization Medical Exemption Program (SB 276)	3,400,000	0	15	No	No	ALM	SO	MN
145	4265	Department of Public Health	Pregnancy-Related Deaths and Severe Maternal Morbidity Data (SB 464)	348,000	0	2	No	No	ALM	SO	MN
146	4265	Department of Public Health	Electronic Visit Verification Phase II Planning	16,000	133,000	0.0	No	No	ALM	SO	MN
147	4265	Department of Public Health	Protecting Health Through Weatherization and Energy Efficiency Programs (AB 1232)	140,000	0	1	No	No	ALM	SO	MN
148	4265	Department of Public Health	Adult Use of Marijuana Act: Cannabis Surveillance and Education	0	12,000,000	0.0	--	--	ALM	SO	MN
149	4440	Department of State Hospitals	Conditional Release Program for Non-Sexually Violent Predators Provider Contract Funding	2,200,000	0	0.0	--	--	ALM	SO	MN
150	4440	Department of State Hospitals	Post-Incident Debriefing and Support	831,000	0	5	--	--	ALM	SO	MN
151	4440	Department of State Hospitals	Mission-Based-Review - Protective Services	7,900,000	0	46.3	--	--	ALM	SO	MN
152	4560	Mental Health Services Oversight and Accountability Commission	Contract and Information Technology Workload	0	144,000	1	--	--	ALM	SO	MN
153	4560	Mental Health Services Oversight and Accountability Commission	Prevention and Early Intervention Statewide Prioritization and Oversight	0	272,000	2	--	--	ALM	SO	MN
154	4140	Office of Statewide Health Planning and Development	County Medical Services Program Loan Repayment Administration	0	2,240,000	0.0	--	--	ALM	SO	MN

155	4140	Office of Statewide Health Planning and Development	Healthcare Data Disclosure (SB 343)	0	119,000	1	--	--	ALM	SO	MN
156	4140	Office of Statewide Health Planning and Development	Hospital Community Benefits Plan Reporting (AB 204)	0	519,000	2	--	--	ALM	SO	MN
157	4140	Office of Statewide Health Planning and Development	Hospital Procurement Contracts Reporting (AB 962)	0	790,000	2	--	--	ALM	SO	MN
158	4150	Department of Managed Health Care	Information Security Resources	0	384,000	2	--	--	ALM	SO	MN
159	4150	Department of Managed Health Care	Large Group Rate Review (AB 731)	0	1,747,000	5	--	--	ALM	SO	MN
160	4150	Department of Managed Health Care	Health Care Coverage: Telehealth (AB 744)	0	331,000	1.5	--	--	ALM	SO	MN
161	4150	Department of Managed Health Care	Health Plans and Health Insurance: Third-Party Payments (AB 290)	0	1,163,000	0.0	--	--	ALM	SO	MN
162	4260	State Department of Health Care Services	Short-Term Residential Therapeutic Programs Mental Health Program Approval, Oversight and Monitoring	690,000	689,000	0.0	--	--	ALM	SO	MN
163	4260	State Department of Health Care	Behavioral Health Network Adequacy	605,000	605,000	0.0	--	--	ALM	SO	MN
164	4260	State Department of Health Care	County Eligibility Oversight and Monitoring	140,000	139,000	0.0	--	--	ALM	SO	MN
165	4260	State Department of Health Care	Family PACT Program Administration & Integrity	186,000	1,668,000	0.0	--	--	ALM	SO	MN
166	4260	State Department of Health Care	Conform Inmate Eligibility to Federal Law	2,774,000	2,774,000	0.0	--	Yes	ALM	SO	MN
167	4260	State Department of Health Care	Program of All-Inclusive Care for the Elderly (AB	0	1,009,000	0.0	--	--	ALM	SO	MN
168	4260	State Department of Health Care	Medi-Cal Home- and Community-Based Services (SB	70,000	70,000	0.0	--	--	ALM	SO	MN
169	4260	State Department of Health Care	Program of All-Inclusive Care for the Elderly (AB	0	1,009,000	0.0	--	--	ALM	SO	MN
<b>Totals, GB Sustain Issues</b>				<b>19,656,000</b>	<b>32,305,000</b>	<b>96.8</b>					



## Section 1

### **Provisional and statutory changes for withdrawn and modified Governor's Budget proposals:**

1. *Emergency Medical Services Authority: Regional Disaster Medical Health Response (RDMHS) Local Assistance* **(See row 19 of Attachment 1)**. Add the following provision to Item 4120-101-0001:
  1. Notwithstanding any other provision of law, to the extent the Emergency Medical Services Authority determines by May 15 that reimbursement from the Federal Emergency Management Agency for expenditures related to Regional Disaster Medical Health Specialists is not available or that actual reimbursement is less than estimated, the Department of Finance may augment Item 4120-101-0001 in Schedule (1) 3820-Emergency Medical Services Authority of this item by an amount that is up to the difference between the actual reimbursement received for the fiscal year 2020-21 and the amount that was estimated, and no greater than \$365,000. The Department of Finance shall notify the Joint Legislative Budget Committee within 15 days after the augmentation is made, as to the amount augmented.
  
2. *Department of Public Health: Adjustment to Extend Suspended Programs* **(See row 20 of Attachment 1)**. To effectuate the modification of this proposal, the following Budget Bill language changes are necessary:

Provision 4 of Item 4265-001-0001 is eliminated.

Provision 5 of Item 4265-001-0001 is eliminated.

Provision 6 of Item 4265-001-0001 is eliminated.

Provision 4 of Item 4265-111-0001 is eliminated.

Provision 5 of Item 4265-111-0001 is eliminated.

Provision 6 of Item 4265-111-0001 is eliminated.
  
3. *Department of State Hospitals: Statewide Roof Repairs and Replacement* **(See row 32 of Attachment 1)**. To effectuate the reduction of this proposal, the following Budget Bill language changes are necessary:

Provision 10 of Item 4440-011-0001 is amended to read:

"10. Of the amount appropriated in Schedule (1), ~~\$49,312,000~~ \$26,569,000 shall be expended to address deferred maintenance projects that represent critical roof repairs and replacements at Napa, Metropolitan, and Patton state hospitals.

The amount allocated shall be available for encumbrance or expenditure until June 30, 2024.”

4. *Department of State Hospitals: Statewide Ligature Risk Special Repair Funding (See row 33 of Attachment 1)*. To effectuate the reduction of this proposal, the following Budget Bill language changes are necessary:

Provision 11 of Item 4440-011-0001 is amended to read

“11. Of the amount appropriated in Schedule (2), ~~\$10,511,000~~ \$5,257,000 shall be expended for ligature risk special repair projects at Atascadero, Metropolitan, Napa, and Patton state hospitals.”

5. *Department of State Hospitals: Relocation to the Clifford L. Allenby Building-Phase 2 (See row 34 of Attachment 1)*. To effectuate this proposal, add the following provision to Item 4440-011-0001:

“13. Of the amount appropriated in Schedule (1) of this item, \$3,250,000 is available for encumbrance or expenditure until June 30, 2023, for costs associated with the relocation to the Clifford L. Allenby Building. This funding shall not be available until after the completion of the State’s evaluation of telework opportunities and restacking opportunities in state-owned buildings.”

6. *Department of Public Health: California Cognitive Care Coordination Initiative (See row 3 of Attachment 1)*. To effectuate the withdrawal of this proposal, the following Budget Bill language changes are necessary:

Provision 3 of Item 4265-111-0001 is eliminated.

## **Section 2**

### **Provisional and statutory changes for new May Revision Budget Change Proposals:**

1. *Department of Public Health: Reversion of 2019-20 funds appropriated for state operations associated with sickle cell disease surveillance and monitoring (See row 66 of Attachment), partial reversion of funds appropriated for a farmworker health study, (See row 67 of Attachment 1), reversion of funds appropriated for technical assistance for mental health disparities reduction grant activities, (See row 68 of Attachment 1), and reversion of funds appropriated for mental health disparities reduction grants (See row 69 of Attachment 1)*. Add the following item:

4265-496—Reversion, State Department of Public Health. As of June 30, 2020, the balances specified below, of the appropriations provided in the following citations shall revert to the balances in the funds from which the appropriations were made.

0001-General Fund

- (1) Item 4265-001-0001, Budget Act of 2019. \$60,000 appropriated for State Department of Public Health sickle cell disease grant activities in Program 4045-Public and Environmental Health.
- (2) Item 4265-001-0001, Budget Act of 2019. \$150,000 appropriated to support State Department of Public Health evaluation activities for the farmworkers health study in Program 4045-Public and Environmental Health.
- (3) Item 4265-001-0001, Budget Act of 2019. \$3,000,000 appropriated for State Department of Public Health technical assistance for mental health disparities reduction grant activities in Program 4045-Public and Environmental Health.
- (4) Item 4265-111-0001, Budget Act of 2019. \$5,000,000 appropriated for State Department of Public Health for mental health disparities reduction grant activities in Program 4045-Public and Environmental Health.

- 2. *Department of Public Health: Loan from AIDS Drug Assistance Rebate Program Fund to General Fund (See row 62 of Attachment 1).* Add the following item:

4265-011-3080—For transfer by the Controller, upon order of the Department of Finance, from the AIDS Drug Assistance Rebate Program Fund, to the General Fund as a loan.....(\$100,000,000)

Provisions:

- 1. The Department of Finance may transfer up to \$100,000,000 as a loan to the General Fund. The Department of Finance shall order the repayment of all or a portion of the loan if it determines that either of the following circumstances exists: (a) the fund or account from which the loan was made has a need for the moneys, or (b) there is no longer a need for the moneys in the fund or account that received the loan. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of transfer.

- 3. *Department of Public Health: Loan from the Health Statistics Special Fund to the General Fund (See row 63 of Attachment 1).* Add the following item:

4265-011-0099—For transfer by the Controller, upon order of the Department of Finance, from the Health Statistics Special Fund to the General Fund as a loan.....(\$3,000,000)

Provisions:

- 1. The Department of Finance may transfer up \$3,000,000 as a loan to the General Fund. The Department of Finance shall order the repayment of all or

a portion of the loan if it determines that either of the following circumstances exists: (a) the fund or account from which the loan was made has a need for the moneys, or (b) there is no longer a need for the moneys in the fund or account that received the loan. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of transfer.

4. *Department of Public Health*: Loan from the Genetic Disease Testing Fund to the General Fund **(See row 64 of Attachment 1)**. Add the following item:

4265-011-0203—For transfer by the Controller, upon order of the Department of Finance, from the Genetic Disease Testing Fund to the General Fund as a loan.....(\$3,000,000)

Provisions:

1. The Department of Finance may transfer up \$3,000,000 as a loan to the General Fund. The Department of Finance shall order the repayment of all or a portion of the loan if it determines that either of the following circumstances exists: (a) the fund or account from which the loan was made has a need for the moneys, or (b) there is no longer a need for the moneys in the fund or account that received the loan. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of transfer.

5. *Department of Public Health*: Loan from the Infant Botulism Treatment and Prevention Fund to the General Fund **(See row 65 of Attachment 1)**. Add the following item:

4265-011-0272—For transfer by the Controller, upon order of the Department of Finance, from the Infant Botulism Treatment and Prevention Fund to the General Fund as a loan.....(\$3,000,000)

Provisions:

1. The Department of Finance may transfer up \$3,000,000 as a loan to the General Fund. The Department of Finance shall order the repayment of all or a portion of the loan if it determines that either of the following circumstances exists: (a) the fund or account from which the loan was made has a need for the moneys, or (b) there is no longer a need for the moneys in the fund or account that received the loan. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of transfer.

6. *Department of State Hospitals: Napa State Hospital Earthquake Special Repair Loan Reappropriation (See row 71 of Attachment 1).* Add Item 4440-491:

4440-491—Reappropriation, State Department of State Hospitals. The balance of the appropriation provided in the following citation is reappropriated for the purposes provided for in that appropriation and shall be available for encumbrance or expenditure until June 30, 2022:

0001—General Fund

(1) The balance of the loan included in Provision 9 of Item 4440-011-0001, Budget Act of 2017, due to delays in collecting federal reimbursements associated with repairs caused by the 2014 South Napa Earthquake.

7. *Office of Statewide Health Planning and Development: Reversion of Projected 2017-18 Administrative Savings for the Song-Brown Healthcare Workforce Training Program (See row 74 of Attachment 1) and Partially Shift Funding for the Workforce, Education and Training 2020-25 Plan from General Fund to Mental Health Services Fund (See rows 74 and 75 of Attachment 1).* Add the following items:

4140-495—Reversion, Office of Statewide Health Planning and Development. As of June 30, 2020, the balances specified below, of the appropriations provided in the following citations shall revert to the balances in the funds from which the appropriations were made.

0001-General Fund

(1) Item 4140-001-0001, Budget Act of 2017. \$718,000 appropriated in Program 3835-Health Care Workforce.

(2) Item 4140-101-0001, Budget Act of 2019. \$20,000,000 appropriated in Program 3835-Health Care Workforce.

4140-101-3085—For local assistance, Office of Statewide Planning and Development, payable from the Mental Health Services Fund.....20,000,000

Schedule:

(1) 0890-Mental Health Services Fund.....20,000,000

Provisions:

1. (a) Of the funds appropriated in Schedule (1), \$20,000,000 is available to implement the 2020-2025 Workforce Education and Training (WET) Five-Year Plan to address workforce shortages in the state's public mental health system. In awarding the funds, priority shall be given to professions

and regions with identified shortages. Funds appropriated in this item shall be available for encumbrance or expenditure until June 30, 2026.

(b) The Office of Statewide Health Planning and Development may partner with Regional Partnerships to implement WET programs. Prior to expenditure of these funds, the office shall require the Regional Partnerships to provide a 33 percent match of local funds to support the WET programs identified in the 2020-2025 WET Five-Year Plan.

8. *Office of Statewide Health Planning and Development: Mental Health Services Fund Reappropriation. (See row 76 of Attachment 1).* Add the following item:

4140-490—Reappropriation, Office of Statewide Health Planning and Development. The amount specified in the following citations are reappropriated for the purposes provided in those appropriations and shall be available for encumbrance or expenditure until June 30, 2021:

3085—Mental Health Services Fund

(1) \$7,282,000 in Item 4140-101-3085, Budget Act of 2018

9. *Office of Statewide Health Planning and Development: Mental Health Services Fund Reappropriation. (See row 77 of Attachment 1).* Add the following item:

4140-494—Reappropriation, Office of Statewide Health Planning and Development. Notwithstanding any other provision of law, the period to liquidate encumbrances of the following citations is extended to June 30, 2021.

3085—Mental Health Services Fund

(1) Item 4140-001-3085, Budget Act of 2017

10. *Office of Statewide Health Planning and Development: Loan from Hospital Building Fund to General Fund (See row 78 of Attachment 1).* Add the following item:

4140-011-0121—For transfer, by the Controller, upon order of the Director of Finance, from the Hospital Building Fund to the General Fund as a loan.....(\$40,000,000)

Provisions:

1. The Department of Finance may transfer up \$40,000,000 as a loan to the General Fund. The Department of Finance shall order the repayment of all or a portion of the loan if it determines that either of the following circumstances exists: (a) the fund or account from which the loan was made has a need for

the moneys, or (b) there is no longer a need for the moneys in the fund or account that received the loan. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of transfer.

11. *Department of Managed Care*: Loan from Managed Care Fund to the General Fund (**See row 80 of Attachment 1**). Add the following item:

4140-011-0933—For transfer by the Controller, upon order of the Department of Finance, from the Managed Care Fund to the General Fund as a loan.....(\$2,000,000)

Provisions:

1. The Department of Finance may transfer up \$2,000,000 as a loan to the General Fund. The Department of Finance shall order the repayment of all or a portion of the loan if it determines that either of the following circumstances exists: (a) the fund or account from which the loan was made has a need for the moneys, or (b) there is no longer a need for the moneys in the fund or account that received the loan. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of transfer.

12. *Department of Health Care Services*: Reversion (**See rows 89, 96, and 140 of Attachment 1**). Add the following item:

4260-495—Reversion, State Department of Health Care Services. As of June 30, 2020, the balances specified below of the appropriations provided in the following citations shall revert to the fund balances of the funds from which the appropriations were made.

0001-General Fund

- (1) Item 4260-101-0001, Budget Act of 2019. \$5,000,000 appropriated in Program 3960022-Benefits (Medial Care and Services)
- (2) Item 4260-101-0001, Budget Act of 2019. \$14,291,000 appropriated in Program 3960022-Benefits (Medial Care and Services)
- (3) Item 4260-118-0001, Budget Act of 2019. \$20,000,000 appropriated in Program 3960050-Other Care Services

0890-Federal Trust Fund

- (1) Item 4260-101-0001, Budget Act of 2019. \$14,291,000 appropriated in Program 3960022-Benefits (Medial Care and Services).

3305-Healthcare Treatment Fund

- (1) Item 4260-102-3305, Budget Act of 2018. \$177,800,000 appropriated in Program 3960022-Benefits (Medial Care and Services)

- (2) Item 4260-102-3305, Budget Act of 2019. \$120,000,000 appropriated in Program 3960022-Benefits (Medial Care and Services)
- (3) The unencumbered balance of Item 4260-103-3305, Budget Act of 2019 appropriated in Program 3960022-Benefits (Medial Care and Services)

13. *Department of Health Care Services: Medi-Cal Enterprise Systems Modernization: Federal Draw and Reporting Project* **(See row 83 of Attachment 1)**. Add the following provision to Item 4260-001-0001:

- 5. The amount appropriated in Schedule (1) of this item may be augmented up to a maximum of \$1,115,000 for project activities related to Federal Draw and Reporting (FDR) upon approval by the Department of Finance, in consultation with the Department of Technology. The approval shall consider verified satisfactory progress of milestones associated with the FDR Product Roadmap, product adoption and the roadmap change management processes.

Amend Provision 4 in Item 4260-001-0001:

- "4. The State Department of Health Care Services, in coordination with other state entities involved in the ~~CA-MMIS~~ Medi-Cal Enterprise Systems modernization project efforts, shall provide the appropriate fiscal and policy committees of the Legislature, the Legislative Analyst's Office, the Department of Technology, and the California State Auditor with quarterly project status updates, including newly executed contracts, their purpose, and cost."

14. *Department of Health Care Services: CA-MMIS Reappropriation* **(See row 84 of Attachment 1)**. Add the following item:

4260-490—Reappropriation, Department of Health Care Services. The amount specified in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2021:

0001—General Fund

- (1) Up to \$5,138,000 in Item 4260-001-0001, Budget Act of 2018, as reappropriated by Item 4260-491, Budget Act of 2019 in Program 3960-Health Care Services for the takeover of the Medi-Cal fiscal intermediary legacy contract.

15. *Department of Health Care Services: Richmond Laboratory Lease Payment* **(See row 88 of Attachment 1)**. Add the following provision to Item 4260-001-0001:

- 6. Of the funds appropriated in this item, \$620,000 is to reimburse the State Department of Public Health for lease-revenue bond base rental payments



associated with the State Department of Health Care Services' occupancy in the State Department of Public Health's Richmond Laboratory.

- a. The Controller shall transfer funds appropriated in this item to the State Department of Public Health, in the amount shown in this provision, as and when provided for in the schedule submitted by the State Public Works Board.

16. *Department of Health Care Services: Richmond Laboratory Lease Payment*  
**(See Row 88 of Attachment 1).** Add the following provision to Item 4260-001-0890:

1. Of the funds appropriated in this item, \$620,000 is to reimburse the State Department of Public Health for lease-revenue bond base rental payments associated with the State Department of Health Care Services' occupancy in the State Department of Public Health's Richmond Laboratory.
  - a. The Controller shall transfer funds appropriated in this item to the State Department of Public Health, in the amount shown in this provision, as and when provided for in the schedule submitted by the State Public Works Board.

17. *Department of Health Care Services: Eliminate Proposition 56 Supplemental Payments (excluding Home Health, Pediatric Day Health, Free Standing Pediatric Subacute, AIDS Waiver, and ACEs Screenings) and Use Proposition 56 to fund Medi-Cal Growth. (See rows 97 and 128 of Attachment 1).* Amend Provisions 1, 3, and 8, and eliminate Provision 9 in Item 4260-101-3305:

Amend Provision 1 of Item 4260-101-3305:

"1. The funds appropriated in this item are available for expenditure pursuant to subdivision (a) of Section 30130.55 of the Revenue and Taxation Code. The Legislature finds and declares that the expenditures are made in accordance with the California Healthcare, Research and Prevention Tobacco Tax Act of 2016 (Proposition 56). The Legislature finds that the expenditures described in this item and those applied to new caseload growth in Medi-Cal in the 2020-21 fiscal year increase funding for the existing healthcare programs and services described in subdivision (a) of Section 30130.55 of the Revenue and Taxation Code, and that payments and support for the nonfederal share of payments for healthcare, services, and treatment are increased based on the criteria described in this item, which ensures timely access, limiting specific geographic shortages of services or ensuring quality care. Expenditures shall be used only for care provided by health care professionals, clinics, and health facilities that are licensed pursuant to Section 1250 of the Health and Safety Code, and to health plans contracting with the State Department of Health Care Services to provide health benefits pursuant to subdivision (a) of Section 30130.55 of the Revenue and Taxation Code."

Amend Provision 3 of Item 4260-101-3305:

"The State Department of Health Care Services shall develop the structure and parameters for the payments and rate increases to be made pursuant to this

item. Of the amount appropriated in this item, the funding may be available for extending supplemental payments for ~~physician services, dental services, Intermediate Care Facilities for the Developmentally Disabled, facilities providing continuous skilled nursing care to developmentally disabled individuals pursuant to the pilot project established by Section 14132.20 of the Welfare and Institutions Code, Women's Health and HIV/AIDS waiver providers and stand-alone pediatric subacute facilities~~; and, notwithstanding any other law, rate increases for home health providers of medically necessary in-home services for children and adults in the Medi-Cal fee-for-service system or through home and community-based service waivers, and for pediatric day health care facilities in the Medi-Cal fee-for-service system. The funding may also be available for ~~developmental screenings for children, trauma screenings for children and adults, and provider training for trauma screenings, and family planning services provided through Medi-Cal fee for service and managed care.~~ The funding may also be available to increase payments to Medi-Cal managed care plans associated with services rendered by Intermediate Care Facilities for the Developmentally Disabled, and Community-Based Adult Services providers, until December 31, 2020."

Amend Provision 8 of Item 4260-101-3305:

"The funding appropriated in this item may be available for payments associated with service periods on or before June 30, 2020 that were authorized by Item 4260-101-3305 of the 2019 Budget Act and Item 4260-101-3305 of the 2018 Budget Act. Supplemental payments shall be provided to stand-alone pediatric subacute facilities, Community-Based Adult Services, and nonemergency medical transportation."

Provision 9 of Item 4260-101-3305 is eliminated.

18. *Covered California*: Actuarial Value of Non-Grandfathered Health Plans and Insurance Policies. To effectuate the changes of this proposal, the following statutory changes are necessary:

Section 1367.0085 of the Health and Safety Code is amended to read:

"1367.0085 Notwithstanding paragraph (1) of subdivision (b) of Section 1367.0008 and paragraph (1) of subdivision (b) of Section 1367.009, the actuarial value for a nongrandfathered bronze level health plan that either covers and pays for at least one major service, other than preventative services, before the deductible or meets the requirements to be a high deductible health plan, as defined in Section 223(c)(2) of Title 26 of the United States Code, may range from plus 45 percent to minus 2 percent."

Section 10112.296 of the Insurance Code is amended to read:

"10112.296 Notwithstanding paragraph (1) of the subdivision (b) of Section 10112.295 and paragraph (1) of subdivision (b) of Section 10112.297, the actuarial value for nongrandfathered bronze level ~~high deductible~~ health insurance policy that ~~is a~~ either covers and pays for at least one major services, other than preventative services, before the deductible or meets the requirements to be a high deductible health plan, as defined in Section 223(c)(2) of Title 26 of the United States Code, may range from plus 45 percent to minus 2 percent."