Annual Sufficiency of Allocation Report (SOAR)

Fiscal Year 2015-16
Entitlement and the Allocation

- California has entitlement

- Regional centers receive an allocation

- Regional centers do not submit a budget and are required to report on the sufficiency (deficiency) of the allocation
## Projected Deficiency (in millions)

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current allocation</td>
<td>$285.0</td>
</tr>
<tr>
<td>Less projected expenditures</td>
<td>($311.9)</td>
</tr>
<tr>
<td>Net projected deficiency*</td>
<td>($26.9)</td>
</tr>
</tbody>
</table>

* $18.3 if all SPA receivables are paid
Why does RCOC have a projected deficiency?

- **Growth in services / expenditures:**
  - Services to newly eligible consumers
  - New services to existing consumers
  - Rate increases, paying more for the same service
Caseload Growth

June 2012: 17,151
June 2013: 17,263
June 2014: 17,996
June 2015: 18,809
November 2015: 19,079
New Services to Existing Consumers
Growth in Adult Day Programs

- Education funding ends
  - Consumers graduate and receive regional center-funded adult day services for the first time in this fiscal year

- Higher cost of serving existing consumers:
  - Employment First
  - Closing the front door to work activity programs
Rate Increases

- Minimum wage increase from $9 to $10 per hour on January 1, 2016, will raise some vendors’ rates
- 5.82% rate increase for Personal Assistance, Supported Living and In-Home Agency Respite providers effective December 1, 2015 for overtime
- California requirement for paid sick leave will increase some vendors’ rates
Any Questions?

☐ About growth?
☐ About rate increases?