Annual Sufficiency of Allocation Report (SOAR)

Fiscal Year 2016-17

Presented by Marta Vasquez, Associate Finance Director
RCOC Board of Directors’ Meeting
January 5, 2017
Entitlement and the Allocation

- California has entitlement

- Regional centers:
  - receive an allocation
  - do not submit a budget
  - must report on the sufficiency or deficiency of the allocation
Projected Deficiency (in millions)

- Current allocation $323.9
- Less projected expenditures ($340.2)
- Net projected deficiency* ($16.3)

* $5.8 if all SPA receivables are paid
Why does RCOC have a projected deficiency?

- MCO rate increases, paying more for the same service

- Growth in services / expenditures:
  - Services to persons who are newly eligible
  - New services or additional services to persons served
Caseload Growth
June 2012 to November 2016

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<td>17,151</td>
<td>17,263</td>
<td>17,996</td>
<td>18,809</td>
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New Services to Persons Served and Growth in Adult Day Programs

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

- Higher cost of serving individuals:
  - Employment First
  - Closing the front door to work activity programs
Residential, $8,617,709 , 24%
Adult Day Training, $7,942,830 , 22%
Infant Development, $2,769,852 , 8%
Transportation, $1,009,430 , 3%
Respite, $3,999,572 , 11%
Supported Living, $3,921,184 , 11%
Behavior Services, $3,811,491 , 11%
Other, $3,737,414 , 10%

MCO Rate Increases in 2016-17 - $35.8 Million
Any Questions?

☐ About growth?
☐ About rate increases?