

## Governor's Proposed Budget Department of Developmental Services Fiscal Year 2011-12

The Governor has proposed a reduction of \$ 750,000,000 to Community Services for people with developmental disabilities. This is a 20% reduction. The chart below shows how he plans to achieve the \$750 million cut. He has defined some reductions, captured some increased Federal Funding and he is proposing to cut \$ 533,501,000 by using “purchase of service” standards to limit, reduce or eliminate current choices.

The following table shows the proposed reductions:

<b>Proposed Reductions/Increases in Federal Funds</b>	<b>Amount</b>
<b>Governor's Targeted Savings from DDS Services</b>	<b>\$ 750,000,000</b>
Continue 4.25 % payment reduction to Regional Centers and Service Providers	(\$ 91,500,000)
Increase funds received due to 1915(i) Federal Funds and Money follows the person	(\$ 65,000,000)
Continuation of Prop. 10 funding	(\$ 50,000,000)
New Certification at Porterville Development Center allowing additional Federal Funds	(\$ 10,000,000)
Balance to be achieved by reducing: - Additional Development Center or Administrative Savings - Increased Transparency and/or Accountability - Implementation of Purchase of Service Standards	<b>\$ 533,501,000</b>

*Note: Data used in this information bulletin is taken from the Governor's budget document and from documents on the Department of Developmental Services web site. Compiled for the California Disabilities Services Association, January 2011.*

## What will it take to save \$ 533,501,000?

### Example #1

Community Services Area	Total Proposed 2011 Budget	Percentage cut needed to achieve \$ 533M savings
Employment Services (Work Activity and Supported Employment)	\$ 143,396,000	100% (not enough)
Transportation Services	\$ 228,921,000	100% (not enough)
In-Home Respite Services	\$ 256,773,000	100% (not enough)
Group Homes	\$ 852,691,000	63% of all group homes
Day Programs	\$ 786,182,000	68% of all day services
Regional Center Operations	\$ 523,827,000	100% of all Regional Center Operations (not enough)
Supported Living Services	Approx. \$ 250,000,000	100% (not enough)

### Example #2

**People would lose their services if reductions were distributed proportionately across service types:**

Community Service Area	Potential Budget Reduction	Individuals who would lose their services
Group Homes	(\$ 106,980,000)	4,100
Day Programs	( \$ 98,625,000)	11,800
Transportation Services	( \$ 28,715,000)	14,800
In-Home Respite Services	( \$ 32,210,000)	8,750
Support Services	( \$ 94,935,000)	7,900
Miscellaneous Services	( \$ 61,067,000)	27,500
Employment Services (Work Activity and Supported Employment)	(\$ 17,988,000)	3,500

### Example #3

**Simply eliminate 33,600 people from the system who are currently receiving services.**

### Example #4

**All service providers in the developmental disabilities system are currently struggling to survive under a 4.25% rate reduction. To save \$ 533M, that rate reduction would have to be increased to 29%.**

These examples are for illustration purposes only—to convey the enormity of the proposed \$ 533M cut. In reality cuts of this magnitude would do much greater harm by destabilizing programs and forcing them to close, impacting far greater numbers of individuals.