



California Department of State Hospitals
 2015-16 Governor's Budget Highlights
 January 9, 2015

The Department of State Hospital's (DSH) proposed budget for Fiscal Year (FY) 2015-16 totals \$1.68 billion, an increase of \$52.1 million (3.2%) over the FY 2014-15 Budget Act. The proposed position authority totals 11,398.1 positions, an increase of 164.1 positions (1.5%) from the prior year.

DSH was established in July 2012 to administer the state mental health hospital system, the Forensic Conditional Release Program, the Sex Offender Commitment Program, and the evaluation and treatment of judicially and civilly committed and voluntary patients. Statewide, DSH operates five state hospitals and three psychiatric programs located on the grounds of the California Department of Corrections and Rehabilitation (CDCR). DSH estimates the patient population to reach a total of 6,953 in FY 2015-16.

COMPARISON
FY 2014-15 Budget Act vs. FY 2015-16 Governor's Budget
(Dollars In Thousands)

FUNDING SOURCE	FY 2014-15 BUDGET ACT	FY 2015-16 GOVERNOR'S BUDGET	DIFFERENCE	% Change
Authorized Positions	11,234.0	11,398.1	164.1	1.5%
General Fund	\$1,501,844	\$1,551,830	\$49,486	3.3%
Headquarters	\$93,909	\$90,656	-\$3,253	-3.5%
Program Administration	\$37,336	\$33,470	-\$3,866	-10.4%
Evaluation & Forensic Services	\$21,654	\$22,029	\$375	1.7%
CONREP	\$28,585	\$28,666	\$81	0.3%
Legal Services	\$6,334	\$6,491	\$157	2.5%
State Hospitals				
In-Patient Services	\$1,407,935	\$1,461,174	\$53,239	3.8%
Lottery In-Patient Services	\$91	\$25	-\$66	-72.5%
Reimbursements	\$127,560	\$129,763	\$2,204	0.2%
Headquarters	\$1,154	\$1,154	\$0	0.0%
Program Administration	\$973	\$973	\$0	0.0%
Legal Services	\$181	\$181	\$0	0.0%
State Hospitals				
In-Patient Services	\$126,405	\$128,609	\$2,204	1.7%
TOTALS	\$1,629,495	\$1,681,619	\$52,124	3.2%
Capital Outlay	\$80,160¹	\$57,202²	-\$22,958	-28.7%

¹\$62.3m carried over from projects authorized in prior years.

²\$54.3M carried over from projects authorized in prior years.



Support Budget

The Governor's Budget reflects a net increase of \$52.1 million in General Fund over the FY 2014-15 Budget Act consisting of the following adjustments:

State Hospital Population Estimate

The population of DSH continues to increase, with this trend becoming most pronounced in two patient categories, Incompetent to Stand Trial (IST) and *Coleman* patients. As of December 22, 2014, DSH has 418 IST and 57 *Coleman* patients waiting for admission. The reason for the increase in referrals is unclear, but likely the result of many factors. Significant adjustments to address the increasing number of pending placements include:

- *IST Population (\$8.7 million and 74.6 positions):*
DSH will activate one unit (50 beds total) at DSH-Coalinga to receive patients from DSH-Atascadero allowing DSH-Atascadero to increase its IST capacity by the same number of beds. DSH will begin the unit activation process in January 2015 and will absorb \$2.9 million general fund in the current year. Ongoing resources of \$8.7 million and 74.6 positions are requested for the budget year.
- *IST Population (\$8.6 million and 75.1 positions):*
DSH will activate two units (55 beds total) at DSH-Atascadero in the budget year. DSH will begin necessary minor retrofitting at DSH-Atascadero during the current year and anticipates a July 1, 2015 activation date for the two units. DSH will absorb any one-time activation costs in the current year and requests ongoing resources of \$8.6 million and 75.1 positions in the budget year and ongoing.
- *Lanterman-Petris Short (LPS) Population – Reimbursement Authority (\$2.2 million):*
As of December 30, 2014 DSH is currently serving 573 LPS patients, 17 patients above the projected population at the 2014 Budget Act. Based on the increased bed usage year-to-date, DSH requests an additional \$2.2 million in reimbursement authority in budget year to fully fund the projected LPS patient population at the current bed rates.

Budget Change Proposals

- *Not Guilty By Reason of Insanity (Greenshields) Involuntary Medication Support (NGI) (\$3.2 million and 14.4 positions):*
The resources requested will allow DSH to support the implementation of an Involuntary Medication (IM) authorization process for the Not Guilty by Reason of Insanity population.

Other Baseline Adjustments

- A total of \$29.5 million in miscellaneous baseline and technical adjustments are reflected in the budget year, including employee compensation, retirement, lease revenue and one-time adjustments.



Capital Outlay

The 2015-16 Governors' Budget includes funding for the planning phase of three new projects and continued funding for projects authorized in prior years. In total, DSH's budget reflects \$57.2 million (\$24.4M General Fund (GF) and \$32.8M Public Buildings Construction Fund (PBCF)) to address facility infrastructure needs.

- DSH-Coalinga: Design and construct a secure treatment courtyard in addition to the current Main Courtyard area to include a walking/running track and open-air space to accommodate the full capacity of the facility (1,500 patients). The current courtyard does not meet the requirement for an area of refuge or safe evacuation unless the patients can physically get at least 50' from the building. The Main Courtyard, as currently configured, is undersized and does not provide the needed space for group exercise, social interactions, and other outdoor activities. (\$219,000 for preliminary plan phase)
- DSH-Metropolitan: The security fence will provide 505 additional secure beds for mental health treatment. Increasing the secured bed capacity will allow the hospital to increase the forensic population, relieve over bedding at the Continuing Treatment East building and provide DSH with the only secure Skilled Nursing Facility statewide. Of the total 505 beds, approximately 200 secure beds will be available for the general forensic population. (\$1,930,000 for preliminary plan phase)
- DSH-Patton: The existing fire alarm system does not currently meet National Fire Protection Association (NFPA) codes, Underwriters Laboratory (UL) standards for fire alarm control panels and field devices and is not compatible with fire alarm equipment built to the 2003 UL 864 9th Edition Standard. Fire alarm outages requires activation of "fire watch" 24/7. Fire watch is performed by existing staff and requires payment of overtime until the outage cause is determined and repaired. To achieve compliance with required federal, state and local codes, DSH-Patton must upgrade the existing Fire Alarm System. (\$731,000 for preliminary plan phase)

State Hospital	Project Description	Project Phase	Amount
New Projects (GF)			
DSH-Coalinga	Courtyard Expansion	Planning	\$219,000
DSH-Metropolitan	Increased Secured Bed Capacity and Security Fence	Planning	\$1,930,000
DSH-Patton	Fire Alarm System Upgrade	Planning	\$731,000
Continued Authorized Projects (GF)			
DSH-Atascadero	East West Corridor Seismic Upgrade	Working Drawings	\$442,000
DSH-Metropolitan	Fire Alarm System Upgrade	Construction	\$7,634,000
DSH-Napa	Courtyard Gates and Security Fencing	Construction	\$2,029,000
DSH-Statewide	Statewide Enhanced Treatment Units	Construction	\$11,467,000
Continued Authorized Projects (PBCF)			
DSH-Patton	New Main Kitchen	Construction	\$32,750,000



State Hospital Population

The DSH is responsible for the daily care and treatment to nearly 7,000 patients with projected caseload totaling 6,953 in the budget year. Over the last decade, the population demographic has shifted from primarily civil court commitments to a forensic population committed through the criminal court system. Approximately 90% of the patient population is forensic, including *Coleman* patients from CDCR. The remaining 10% are patients admitted in accordance with the Lanterman-Petris-Short (LPS) Act. DSH is primarily funded through the state General Fund and reimbursements collected from counties for the care of LPS patients. The table and chart below depicts patient caseload by hospital and actual average daily census by commitment type of the individuals served by DSH.

2015-16 November Estimate Projected Census by Hospital Location	
Location	Projected Census on June 30, 2016
Population by Commitment Type - Hospitals:	
IST--PC 1370	1,485
NGI--PC 1026	1,379
MDO	1,210
SVP	967
LPS/PC 2974	556
PC 2684 (Coleman)	258
WIC 1756 (DJJ)	8
Subtotal	5,863
Psychiatric Programs:	
Vacaville	366
Salinas Valley	244
Stockton	480
Subtotal	1,090
GRAND TOTAL	6,953



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2015-16 November Estimate
Population by Commitment Type
Average Daily Census
July 1, 2013 to June 30, 2014

