



California Department of State Hospitals
 2016-17 May Revision Budget Highlights
 May 13, 2016

As of the May Revision, the Department of State Hospital's (DSH) proposed budget for Fiscal Year (FY) 2016-17 totals \$1.8 billion, an increase of \$24.6 million (1.4%) over the FY 2016-17 Governor's Budget. The proposed position authority totals 12,760.7 positions, an increase of 180.5 positions (1.4%) from the Governor's Budget.

DSH was established in July 2012 and manages the nation's largest inpatient forensic mental health hospital system, along with the Forensic Conditional Release Program and the Sex Offender Commitment Program. 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 7,444 in FY 2016-17.

COMPARISON
FY 2016-17 Governor's Budget vs. FY 2016-17 May Revision
(Dollars In Thousands)

FUNDING SOURCE	FY 2016-17 GOVERNOR'S BUDGET	FY 2016-17 MAY REVISION	DIFFERENCE	% Change
General Fund	\$1,630,702	\$1,653,045	\$22,343	1.4%
Headquarters	\$97,148	\$98,734	\$1,586	1.6%
Program Administration	\$35,611	\$35,611	\$0	0.0%
Evaluation & Forensic Services	\$22,264	\$22,264	\$0	0.0%
CONREP	\$32,439	\$34,025	\$1,586	4.9%
Legal Services	\$6,834	\$6,834	\$0	0.0%
State Hospitals				
In-Patient Services	\$1,533,554	\$1,554,311	\$20,757	1.4%
Lottery In-Patient Services	\$24	\$24	\$0	0.0%
Reimbursements	\$138,022	\$140,284	\$2,262	1.6%
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	\$136,868	\$139,130	\$2,262	1.7%
TOTALS	\$1,768,748	\$1,793,353	\$24,605	1.4%
Capital Outlay	\$49,963	\$49,963	\$0	0.0%



Support Budget

The May Revision Budget reflects a net increase of \$20.8 million in General Fund (GF) and \$2.3 million in reimbursements consisting of the following adjustments:

State Hospital Population Estimate

DSH continues to seek solutions to address the upward growth in its population. As of May 2, 2016, DSH has a total of 658 patients awaiting admission, of which 481 are Incompetent to Stand Trial (IST), 59 are *Coleman*, and 51 are *Lanterman-Petris-Short* (LPS) patients. As the state hospitals have maximized the use of current available beds, DSH considers alternatives to address the waitlist pressures. Significant adjustments include:

- ***JBCT Program Expansion - IST Population (\$2.7 million GF and 1.0 position):***

In addition to the 10-bed Jail-Based Competency Treatment (JBCT) program identified in the Governor's Budget, DSH proposes to activate approximately 25 JBCT beds in fall 2016. To activate these new beds, \$2.6 million GF is requested in the budget year.

Additionally, DSH is requesting 1.0 Senior Psychologist (Supervisor) position and \$183,000 GF in the budget year and ongoing to serve as the Assistant Chief Psychologist to monitor and evaluate the JBCT programs to ensure continued success.

- ***Increase IST Admissions at DSH-Napa - IST/NGI Population (\$12.9 million GF and 113.8 positions):***

DSH is requesting approval to activate 60 forensic beds at DSH-Napa, with 50 dedicated to serve IST patients and the other 10 to serve the aging Not Guilty by Reason of Insanity (NGI) and Mentally Disordered Offender (MDO) patients in need of specialized services, but not yet in need of the care offered within a Skilled Nursing Facility setting. DSH anticipates a September 2016 activation and requests \$12.9 million GF and 113.8 positions for the budget year (\$15.1 million ongoing).

- ***Increase IST Admissions at DSH-Patton - IST/LPS Population (\$5.3 million GF; \$2.2 million reimbursements; and 61.7 positions):***

DSH is requesting resources to activate 36 beds at DSH-Metropolitan to house LPS patients. Of the 36 beds, 25 will be filled with LPS patients transferred from DSH-Patton, allowing DSH-Patton to increase its IST capacity by a commensurate number of beds. The remaining 11 beds will be backfilled with LPS patients pending placement in Los Angeles County, resulting in a net increase of 11 LPS beds and 25 IST beds. As of March 21, 2016, DSH-Patton has 112 LPS patients housed in its Secure Treatment Area and 25 patients meet the criteria for transfer to DSH-Metropolitan. DSH is requesting 61.7 positions and \$7.5 million (\$5.3 million GF; \$2.2 million reimbursements) in the budget year and ongoing.



- ***Coleman Monitoring Team - Coleman Population (\$876,000 GF and 4.0 positions):***
As DSH moves into its third year of monitoring by the *Coleman* Special Master, the Department has realized a dedicated team is needed to assist in the evaluation and implementation of the Special Master's recommendations, coordination of clinical efforts across the inpatient programs serving *Coleman* class patients for efficiency and consistency, and to ensure implementation of the statewide clinical efforts. To support this workload, DSH proposes to establish a *Coleman* Monitoring Team comprised of 4.0 positions (1.0 Senior Psychiatrist, 1.0 Senior Psychologist, 1.0 Supervising Registered Nurse, and 1.0 Attorney III) with a cost of \$876,000 in the budget year and \$872,000 ongoing.
- ***Napa Earthquake Repairs - General Fund Adjustment (-\$989,000 GF):***
In the Budget Act of 2015, DSH received a one-time GF appropriation of \$5.7 million to fund the State's required match of 25% of the estimated costs, with the remaining balance available at the end of each year carried over until all funds are fully expended. DSH has expended \$989,000 GF in the current year to fund design costs for the three buildings identified at DSH-Napa as historically significant. The expected balance available in the budget year is \$4.7 million.

Conditional Release Program (CONREP) Estimate (\$1.6 million GF)

- ***CONREP Capacity Increase - Transitional Housing (\$1.6 million GF):***
Statewide Transitional Residential Programs (STRP) provide a step-down from a state hospital setting to an independent living environment in the community. Currently, DSH has only one transitional care facility with 17 beds in Los Angeles County, which operates at maximum capacity. CONREP-ready patients who are in need of transitional assistance must wait for an available bed and be transported to Southern California. Based on the availability of STRP providers, DSH proposes to activate an additional 26 STRP beds in the budget year. To activate these additional beds, up to \$1.6 million GF is requested in the budget year and ongoing.
- ***CONREP Sexually Violent Predator (SVP) Program Cost Increase (\$0 GF):***
In the Governor's Budget, DSH requested \$2.97 million GF to fund the cost of the CONREP-SVP program's estimated caseload increase of 12 SVPs. As of the May Revision, DSH anticipates a total caseload increase of five SVPs in the budget year. Due to the lack of appropriate housing, DSH assumes all five SVPs will be released as transients (two of five SVPs have already been released in the current year as transients). DSH has quantified the increased level of service with transient releases as \$506,000 per transient SVP in addition to the base cost of \$310,000 which equates to an annual cost of \$816,000 per patient or \$4.1 million for all five SVP transient releases.

In the current year, DSH estimates it will absorb approximately \$800,000 in transient SVP costs. For the budget year, DSH anticipates a phased release of the three additional transient SVPs and is not requesting an adjustment to the amount (\$2.97 million) proposed in the Governor's Budget. Beginning in FY 2017-18, DSH will require \$4.1 million to support the annual ongoing cost of five SVP transient releases. DSH will continue to monitor caseload and associated costs.



Capital Outlay

The 2016-17 May Revision includes continued funding for projects authorized in prior years. In total, DSH's budget reflects \$49.96 million General Fund (GF) to address facility infrastructure needs.

State Hospital	Project Description	Project Phase	Amount
Continued Authorized Projects (GF)			
DSH-Atascadero	East West Corridor Seismic Upgrade	Construction	\$5,288,000
DSH-Coalinga	Courtyard Expansion	Working Drawings	\$603,000
DSH-Metropolitan	Increased Secured Bed Capacity and Security Fence	Construction	\$31,182,000
DSH-Patton	Fire Alarm System Upgrade	Working Drawings	\$554,000
DSH-Statewide	Statewide Enhanced Treatment Units	Working Drawings and Construction	\$12,336,000

State Hospital Population

DSH is responsible for the daily care and treatment to nearly 7,000 patients with an estimated caseload totaling 7,444 across the state hospitals, psychiatric programs, and contracted programs. 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 91% of the patient population is forensic, including *Coleman* patients from the CDCR. The remaining 9% 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 on the following page depicts patient caseload by commitment type and contract location.



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2016-17 May Revision Estimated Caseload	
Location	Estimated Census on June 30, 2017
Population by Commitment Type – State Hospitals & Psychiatric Programs:	
IST--PC 1370	1,552
NGI--PC 1026	1,421
MDO	1,322
SVP	920
LPS/PC 2974	625
PC 2684 (Coleman)	1,413
WIC 1756 (DJJ)	8
Subtotal	7,261
Contracted Programs:	
San Bernardino/Riverside ROC	40
San Bernardino JBCT	76
Sacramento JBCT	32
JBCT Expansion	35
Subtotal	183
GRAND TOTAL	7,444

