



**Agenda Item No. 2
February 3, 2010 Meeting**

DATE: January 26, 2010
TO: Children and Families Commission of Orange County
FROM: Michael M. Ruane, Executive Director *Michael M. Ruane*
SUBJECT: Budget Workshop: Pediatric Health Services Budget Assumptions

JAN 27 PM 2:21
OFFICE OF THE CLERK
ORANGE COUNTY
BOARD OF SUPERVISORS

SUMMARY:

The Commission designed the Pediatric Health Services Initiative to increase access to pediatric primary and specialty care services through collaborative programs jointly implemented by Children's Hospital of Orange County (CHOC) and University of California, Irvine Medical Center (UCIMC). Through this initiative the Commission has supported and invested in a broad range of programs to address preventative care and treatment needs identified by the community since the funding collaborative was formed in 2001.

The Pediatric Health Services (PHS) Committee was created by the Commission in 2003 and oversees the Commission's investments in this program. In September 2009, PHS reviewed current funding obligations and reduced encumbrances for contracts through June 30, 2011 by approximately 8%. The encumbrances have been reduced from \$7,611,211 to \$6,967,367 for fiscal year 2010/11. The specific contract reductions were reviewed and approved by PHS in September 2009.

While no contractual commitment has been made beyond FY2010/2011, staff has assumed funding at no more than \$6 million annually, reduction from \$7.5 million, for the three year contract period beginning July 1, 2011. PHS will be responsible for reviewing proposals under this joint collaborative and will make recommendations for the full Commission consideration. Should actual revenue be reduced at rates greater than currently planned, funding allocation to PHS will decrease proportionally.

STRATEGIC PLAN & FISCAL SUMMARY:

The recommended actions presented in this staff report have been reviewed in relation to the Commission's Strategic Plan and are consistent with applicable outcome goals.

RECOMMENDED ACTION:

Approve preliminary budget assumptions related to the Pediatric Health Services programs.

Contact: Christina Altmayer