

First 5 Commission of San Diego County
 May 7, 2012
Fiscal Year 2012–13 Budget and Funding Approval

Request

The request before the Commission is to approve the Budget for FY 2012–13, the Financial Spending Plan for FY 2012-13 through FY 2014-15 and authorize contract amendments included in the revised budget and Financial Spending Plan. This proposed budget continues to support the safety net of services for young children and their families during times of diminishing resources.

Background

The draft FY 2012–13 Budget was presented to the Commission on April 2, 2012 for a first review. This revised version of the budget (Item 1-2) has not materially changed.

In previous budget cycles, the budget was approved as one action item and approval of the specific funding for each continuing contract was approved as separate agenda items. In an effort to streamline the approval process, the additional funding for contracts that will continue is included as a separate staff recommendation.

First 5 Programs – Contracts that have increased funding

For the following programs/services, funding for Fiscal Years 2012-13, 2013-14, and 2014-15 has been increased due to having funds available in the Commission's account since AB99 was won.

Healthy Development Services: Increase of \$1.6M from \$13M to \$14.6M for FY's 12-13 through 14-15.

- Waitlists for clinical level speech and behavioral treatment services are at 8-12 weeks in some regions. The increase in waitlists is due in part to budget cuts affecting the Regional Center and local schools.
- The additional funding will be used for clinical treatment services to an additional 240 children. The funding will be distributed in concurrence with the current regional allocation of funding.
- The contractors are: Family Health Centers San Diego, Central and East regions; Pomerado Hospital, North Inland region; Rady Children's Hospital San Diego, North Central and North Coastal regions; and South Bay Community Services, South region
- These contractors are meeting requirements and are in good standing.

Oral Health Initiative: Increase of \$300K from \$2.6M to \$2.9M for FY's 12-13 through 14-15.

- Due to economic conditions, there continues to be an increased high demand for oral health treatment funds. Approximately half of the providers depleted mid-year treatment funds 1-2 months early and 15% of providers have already expended their entire annual allocation. This means that children with urgent oral health needs are going without treatment.
- The additional funding will be used to serve children in need of regular and specialty oral health treatment services.
- The primary contractor is the Council of Community clinics, which oversees 15 subcontractors who provide services throughout the county.
- The contractor is meeting requirements and is in good standing.

Quality Preschool Initiative: Increase of \$1.3M from \$15.7M to \$17M for FY 2012-13, increase of \$2.8M to \$18.5M for FY 2013-14, and increase of \$3.8M to \$19.5M for FY 2014-15

- Funding reductions to this project were made as a result of AB99, which reduced targeted funding for the First 5 San Diego Quality Preschool Initiative from \$50.5 million to \$47.1.
- Restoring and increasing the original funding levels will allow the services to increase capacity in both the currently participating, and new communities.

- The Commission approved the contract to San Diego County Office of Education on March 5, 2012 (Item 2).
- The contractor is meeting requirements of its current contract and is in good standing.

Cal-SAFE: Added back full funding of \$666,723 per year for Fiscal Years 2012-13 and 2013-14

- On February 7, 2011 (Item 3), the Commission approved up to \$2,000,169 for Cal-SAFE services in six school districts (Carlsbad, Escondido, Grossmont Union, Oceanside, San Marcos, and Vista) from Emerging Critical Needs funding.
 - Statewide, the Cal-SAFE Program sustained a 20% cut to funding due to the State economic crisis therefore reducing the number of high school teen parents and their children to be served in this highly successful program.
- First 5 San Diego funding reductions to the six Cal-SAFE projects were made as a result of AB99, (on May 9, 2011, Item 1) which reduced the total funding period from three years (FY 2011-12 through FY 2013-14) to one year (FY 2011-12).
- Restoring the full three years of funding for Cal-SAFE will support the Commission's original intent to reduce the funding gap and augment the number of parenting teens and their young children to be served for a three-year period.
- The contractor is meeting requirements and is in good standing.

Harder+ Company Community Research: Increase of \$200,020 from \$1,036,230 to \$1,236,250 for Fiscal Years 2012-13 through 2014-15.

- Funding reductions were made in evaluation services as a result of AB99.
- The increase in funding is needed to provide evaluation support to new projects: the Quality Preschool Initiative, Race to the Top, Child Signature Program, Home Visiting Initiative, and any Emerging Critical Needs projects. This support includes evaluation development, reporting and analysis, additional CMEDS programming and technical assistance to new CMEDS users.
- The increase in funding will also restore technical assistance and evaluation support for single contracts, outcomes evaluation for the Healthcare Access Initiative, and resume work on measuring long-term impact of First 5 through the development of a longitudinal study and continuation of the triennial report of community-level indicators for children 0-5.
- The contractor is meeting requirements and is in good standing.

Persimmony International: Increase of \$15,000 from \$267,770 to \$282,770 for FY 2012-13 and 2013-14.

- Funding reductions were made in evaluation services as a result of AB99.
- The increase in funding is needed due to an increase in users to the CMEDS system for new and any continuing projects such as the Home Visiting Initiative, Quality Preschool Initiative, single contracts and Emerging Critical Needs projects.
- The increase in funding is also needed for programming that will be required to enable CMEDS to upload to the new First 5 California database as part of the annual reporting process.
- The contractor is meeting requirements and is in good standing.

Information and Referral Services: Approve contracting authority to add a second option year for FY 2012-13.

- On August 9, 2010, the Commission approved a contract amendment that added four option years (2011-15) to 2-1-1 San Diego's contract as a sole source agreement for information and referral services.
- On June 13, 2011, the Commission approved funding of \$600,000 for FY 2012-13, and required staff to report annually on contract performance prior to extending the contract for another year.
- FY 2011-12 is the first year that the contract was based solely on pay for performance.

- The following are key accomplishments of 2-1-1 San Diego as of March 31, 2012:
 - Handled 31,417 cases related to children 0-5
 - Answered 3,792 calls to the Warm Line
 - Provided 1,709 referrals to First 5 San Diego programs
- The contractor is meeting requirements and is in good standing.

Link to the Strategic Plan

The FY 2012-13 Budget supports the Strategic Plan 2010 – 2015 and will allow programs that will further the support and improvement of early childhood development within the County and provide a public benefit.

Link to Live Well, San Diego!

The Budget for FY 2012 – 13 supports *Live Well, San Diego!* by providing a variety of opportunities to promote healthy behaviors for children and families in First 5 funded programs and by providing early identification of health related issues. Additionally, funded programs support efforts to promote healthy nutrition, physical exercise and safe environments for preschool children and their families.

Staff Recommendations

- 1) Approve the FY 2012 – 13 Operating Budget, and Financial Spending Plan.
- 2) Find that the proposed First 5 San Diego funding allocations are consistent with the Commission’s Strategic Plan, further the support and improvement of early childhood development within the County and provide a public benefit.
- 3) Approve funding for the following contracts for the amounts and fiscal years shown.

Contract #	Contractor	Initiative	Fiscal Year 2012-13	Fiscal Year 2013-14	Fiscal Year 2014-15
A) Healthy Development Services					
534755	Family Health Centers of San Diego – Central Region	HDS	\$2,887,136	\$2,887,136	\$2,887,136
534757	Family Health Centers of San Diego – East Region	HDS	\$1,988,727	\$1,988,727	\$1,988,727
534778	Palomar Pomerado North County Health Dev. Inc.	HDS	\$2,057,251	\$2,057,251	\$2,057,251
534759	Rady Children’s Hospital of San Diego, North Central Region	HDS	\$1,926,292	\$1,926,292	\$1,926,292
534775	Rady Children’s Hospital of San Diego, North Coastal Region	HDS	\$2,173,499	\$2,173,499	\$2,173,499
534753	South Bay Community Services, South Region	HDS	\$2,452,095	\$2,452,095	\$2,452,095
B) Oral Health Initiative					
534747	Community Clinics Health Network	Oral Health	\$2,900,000	\$2,900,000	\$2,900,000
C) Quality Preschool Initiative					
TBD	San Diego County Office of Education	QPI	\$17,000,000	\$18,500,000	\$19,500,000

D) CalSAFE					
538479	Carlsbad Unified School District	CalSAFE	\$30,000	\$30,000	N/A
538481	Escondido Union School District	CalSAFE	\$140,000	\$140,000	N/A
538475	Grossmont Union High School District	CalSAFE	\$116,723	\$116,723	N/A
538477	Oceanside Unified School District	CalSAFE	\$125,000	\$125,000	N/A
538469	San Marcos Unified School District	CalSAFE	\$150,000	\$150,000	N/A
538472	Vista Unified School District	CalSAFE	\$105,000	\$105,000	N/A
E) Evaluation and Data System					
518205	Harder+Company Community Research	Evaluation Services	\$1,236,250	\$1,236,250	\$1,236,250
524597	Persimmony International	Database System	\$282,770	\$282,770	N/A
F) Information & Referral (I & R) Services					
505786	Info Line of San Diego County dba 2-1-1 San Diego	Information & Referral (I & R) Services	\$600,000	N/A	N/A
Total			\$36,170,743	\$37,070,743	\$37,121,250

- 4) Authorize the Executive Director or her designee to negotiate a project length budget and execute a contract with each contractor approved in recommendation number 3 above.

Fiscal Impact

Up to \$63,983,012 will be approved for operations and programs for the 2012-13 fiscal year in addition to approval of the Financial Spending Plan for funding through FY 2018-19.