Alta California Regional Center
Board of Directors Meeting
4151 E Commerce Way, Sacramento 95834
Thursday, January 22, 2026 – ***5:00 P.M.***
Registration Link
AGENDA

Call to Order

Introductions – Reading of ACRC's Mission & Vision

Service Recognitions

Community Comments/Announcements

***Public comment/input:**

At each regional center board meeting time shall be allowed for public input on all properly noticed agenda items prior to board action on that item. Time shall be allowed for public input on any issue not included on the agenda [W&I Code 4660 (c)].

Please note: Each person is provided up to 3 minutes. The Board appreciates and accepts all input without discussion.

Email: acrcboard@altaregional.org

▶ **Consent Agenda** – *These matters are expected to be routine and non-controversial and are usually approved by a single majority vote without discussion. Items can be removed from the consent agenda to be discussed and considered separately.*

a. Excused Absences
b. Regular Session Minutes of 11/20/25 *[Tab 1]*
c. Committee Minutes
   1. BDC *[Tab 2]*
   2. CAC *[Tab 3]*
   3. Executive *[Tab 4]*
   4. Finance *[Tab 5]*
   5. PAC *[Tab 6]*

New Business

▶ a. Approve Revised Resource Development Policy *[Tab 7]*

- b. Finance Committee
    1. Independent Audit Report *[Tab 8]*
    2. Monthly Financial Report *[Tab 9]*
- c. Committee Updates
    1. CAC
    2. PAC
- d. President's Report – Dan Lake, President
- e. Executive Director's Report – Lori Banales, Executive Director
- f. ARCA-CAC Report – Amy Lampe, ARCA-CAC Rep.
- g. ARCA Report – Kelly Pennington, ARCA Rep.

- **Executive *(CLOSED)* Session**
  (per W&I Code, Sec. 4663(a)(1),(2),(3),(4),(5))

a. Legal Issues
b. Personnel Issues
c. Real Estate Issues

Announcement of Closed Meeting Discussion

Adjournment

- Action item

Next meeting is scheduled for Thursday, March 26, 2026 @ 5 p.m.

Alta California Regional Center
Board of Directors Meeting
Thursday, November 20, 2025
Minutes

Present: Jackie Armstrong, Garrett Broadbent, Johnny Deng, Tom Hopkins, Dan Lake, Amy Lampe, Kelly Pennington, Anwar Safvi, Steven Sanchez

Absent (* excused): Carmen Aguilar*, EunMi Cho, Akkia Pride-Polk*, Ceasar Seabron

Staff: Lori Banales, Iqbal Ahmad, Jennifer Bloom, Tracy Brown, John Decker, Jon Horbaly, Camelia Houston, Kenisha Hurd, Elijah Jenkins, Herman Kothe, Mechelle Johnson, Jaspreet Mann, Dana Muccular, Carly Moorman, Ryan Patchin, Lisa West

Facilitators: Amy Fulk, Naomi Smith

Visitors: Steve Andrews, Jaclyn Balanay, Taylor Berry, Alejandra Calderon, Rogel Domingo, Maureen Fitzgerald, Shaniece Hill, Xuezhuo Jiang, Lara Jolin, Nick Lee, Janelle Lewis, Jaynnie Mulle, Karen Mulvany, Heather Murphy, Michael Phillips, Jenie Posadas, Terri Scheufele, Preselah Seymore, Nadeja Steager, Joe Tighe, Pamela Wanderstadt, Kim Zehring

Interpreters: Danae Crozat (ASL), Marlene Gaines (ASL), Mario Perez (Spanish)

1. ***Call to Order – Reading of ACRC's Mission & Vision*** – The Board of Directors met at 5:00 p.m. on Thursday, November 20, 2025.

   **Noted change to the agenda – we will review the Performance Contract – 2024 End of Year Report prior to the National Core Indicators (NCI) Data.*

2. ***Performance Contract – 2024 End of Year Report***
   - Ms. Johnson noted that each year the Department of Developmental Services (DDS) looks at how well each regional center is doing in meeting their goals and fulfilling their contract with the department. The purpose for this presentation is to "look back" at the 2024-25 fiscal year (FY) and our progress with meeting the public policy measures. This information is posted on ACRC's website.
     - Please submit any feedback and/or comments/questions throughout the year to performancecontractfeedback@altaregional.org.
   - Ms. Johnson shared that ACRC provides resources to adults living in home settings, such as caregiver succession planning, information to access affordable housing, and offering opportunities for all different types of residential options including independent living and supportive living. Service Coordinators (SCs) are trained on how to address Advance Care

Planning and End of Life decisions with clients and family members.

- Ms. Bloom shared that ACRC staff continue to assess the needs of children and families during the child's Individual Program Plan (IPP) and provide family support services (e.g., respite, daycare, crisis management, educational support, behavior management, Durable Medical Equipment [DME], and parent education).
- ACRC continues to meet the required Compliance Measures.
- Ms. Houston noted that ACRC continues to improve on the Intake/ Assessment Timelines for those three years old and older – we are currently at 58.57% (previous year – 51%).
    - The number of applicants continues on an upward trend.
    - It's important to note that the Diagnostic and Statistical Manual of Mental Disorders, 5th Edition, Text Revision (DSM) was revised in 2022, which gave more clarity to the expanded diagnostic criteria from Autistic Disorder to Autism Spectrum Disorder (which includes Pervasive Developmental Disorder and Asperger's Disorder).
    - As the number of applicants who are made clients increases, ACRC must hire additional SCs to serve them.
    - To address the increase in referrals, ACRC created a fourth Intake Unit to complete the Social Assessments, and we restructured the Intake Department internally to help streamline the process. We have launched Atlas, which will help track data moving forward. We have also increased the number of psychologists that we work with.
- Ms. Bloom noted that DDS' year end data shows ACRC at 86.4% in Individual Family Service Plan (IFSP) completion. She clarified that IFSPs are for children under the age of three.
    - ACRC recently ran a report on IFSP completion and based on our data, we are at 95.83%.
    - We monitor IFSP timeliness monthly across units and offer staff training to make sure these percentages remain high.
- ACRC continues to work with service providers to support the development of paid internship programs (PIPs) and competitive integrated employment (CIE) based on outcomes of needs assessments. Mr. Decker noted that employment has been a priority for ACRC and the Board of Directors. Ms. Moorman expressed appreciation to the ACRC service providers who have added tailored day services to their program designs, so that clients can find CEI. For a long time, DDS pushed for internships, but ACRC is focusing on quality internships that are leading to more direct hires. We are starting to see that increase. Ms. Moorman has established strong relationships with the school districts in ACRC's catchment area to make sure students take advantage of vocational and workability programs. The school districts are eager to collaborate with ACRC.
- ACRC remains committed to improving equity in Purchase of Service expenditures by an individual's ethnicity and age. Although there has been

no significant increase or decrease in the data represented specifically with the American Indian/Alaska Native, or Native Hawaiian/Other Pacific Islander population, Ms. Muccular noted that ACRC has seen the most significant change in the "Other" Ethnicity or Race category with some data indicating an improvement in accessing services anywhere from 1 to 3%. We recognize the significance of purposefully engaging with Tribal Communities in a methodical manner, as well. The hope is that we are clearly continuing to build a pathway towards advancing our efforts in educating the community on how to access ACRC services. As of October 30th, ACRC has participated in 73 outreach events, and we are rededicating ourselves to getting community input by offering various Feedback and Listening Sessions.

- It is important to realize that Case Management Only services are important and it remains the client's choice.

3. ***National Core Indicators (NCI) Data – Public Meeting***
   - Ms. Bloom explained that the NCI surveys are used by DDS to assess the performance in services and supports provided to people with developmental disabilities. For this presentation, we are reviewing the Adult In-Person Survey, Child Family Survey and the Family Guardian Survey which were completed in the 2023-24 FY. The intent is to learn from this data and improve our efforts.
   - This information is posted on ACRC's website. The full NCI dashboard is posted on DDS' website.
     - Please submit any feedback and/or comments/questions to ncifeedback@altaregional.org by November 28th, so that it can be included in ACRC's report to DDS.
   - Each survey asks questions that are broken down into eight broad categories:
     - Demographics
     - Information and Planning
     - Access and Delivery of Supports
     - Choice, Decision-Making, and Control
     - Community Participation
     - Health and Safety
     - Satisfaction
     - California-Specific Questions
   - Adult Family Survey:
     - Data indicates that ACRC families believe they are prepared to handle the needs of their family members in the event of an emergency.
       - It is important to note that ACRC hosted our first Annual Emergency Preparedness Fair this year.
     - Although families answered that they could not always get respite services when needed, ACRC recently received a letter from DDS

asking why ACRC has experienced an increase in respite utilization, which we responded to.
    - It is also important to note that the service standard guidelines do not allow for caps on respite services.
- Child Family Survey:
    - Data indicates that ACRC families are able to contact their SC or Manager when they need to.
        - ACRC has utilized our social media platforms to promote this and have had staff update their email signature lines to include their Manager's information if a response is not received within two days.
    - The question, "What makes it hard to do things in the community?" allowed families to have more than one response.
        - ACRC has made strides in using technology to help assist clients/families in their day-to-day life.
- Family Guardian Survey:
    - It is important to note that some of ACRC initiatives help support client/family choice:
        - The Self-Determination Program (SDP) empowers clients/families to choose how funds are used.
        - The People Planning Together (PPT) initiative assists clients in creating their own person-centered plan.
    - Regarding the California specific question regarding preferred language, ACRC exceeded the statewide average.
        - We have 89 employees who speak 19 different languages (which equates to 21.6% of staff meeting the needs of 13% of clients). They receive a bilingual stipend, as well.

- Ms. Banales expressed appreciation to those staff that put together these two presentations. It takes all of us at ACRC to effect positive change. We are constantly looking forward to how we can do things better. We do important, meaningful work, and we are reliant on the community to share their input to support positive outcomes.

*Mr. Hopkins read aloud ACRC's Mission and Vision.

4. ***Meeting Our Mission***
    - Due to the two public presentations, we will not have a Meeting Our Mission segment today.

5. ***Community Comments/Announcements***
    - Ms. Hill, the SEIU labor representative for ACRC staff, shared concerns from Union membership.

6. ***Consent Agenda*** – **By consensus, the following consent agenda items were approved: a) excused absences of Akkia Pride-Polk; b) regular session Board meeting minutes of September 25, 2025; and c) Board Development Committee (BDC), Client Advisory Committee (CAC), Executive Committee, Finance Committee, and Provider Advisory Committee (PAC) minutes.**

7. ***New Business***
   - *Approve 2026 Board Training Plan*
     - The 2026 Board Training Plan is under Tab 7 of the Board packet. Mr. Lake noted that this plan must be submitted to the Department of Developmental Services (DDS) by December 15th.

M/S/C **(Armstrong) To approve the 2026 Board Training Plan as presented.**

   - *Finance Committee*

Issue 1: Monthly Financial Report

Discussion and Action: Mr. Ahmad noted that the minutes are under Tab 5 and the financial report is under Tab 8 of the Board packet. During last Monday's meeting, he shared that ACRC's Operations (OPS) is healthy this FY and we continue to have a strong hiring plan. The increase in Purchase of Services (POS) expenditures reflects the implementation of the service provider rate increases. Mr. Ahmad is hopeful that ACRC's independent auditor will be able to present at the January Board meeting.

M/S/C **(Hopkins) To accept the monthly financial report as submitted.**

Issue 2: Approve POS Contracts of $250,000 and above

Mr. Decker noted that of the 19 housing project requests for FY 2025-26, DDS is funding 12, of which three are ACRC's.

ACRC would like to partner with Mercy Housing California on the Pleasant Grove Apartments Phase II in Roseville. This multifamily housing (MFH) project has 98 units (between Phase I and II), with ten set aside units (four one-bedroom units, four two-bedroom units, and two three-bedroom units) for ACRC clients. Anticipated availability in the Summer of 2028.

M/S/C **(Armstrong) To approve the $1,000,000 contract for Mercy Housing California as presented.** (one abstention)

ACRC would like to partner with Brinshore Development & Operative Office on the Tupelo project in Woodland. This MFH project has 73 units, with 19 set aside units for ACRC clients. Units will be pre-wired for assistive technology. Anticipated availability in the Fall of 2028.

M/S/C **(Lampe) To approve the $2,375,000 contract for Brinshore Development & Operative Office as presented.** (one abstention)

ACRC would like to partner with Jamboree Housing Corporation on The Studios at Hotel Berry project in Sacramento. This MFH project has 104 units, with five set aside units (studio apartments) for ACRC clients. Anticipated availability in the Spring of 2027.

M/S/C **(Lampe) To approve the $400,000 contract for Jamboree Housing Corp. as presented.** (one abstention)

- *Committee Updates*
  - CAC
    - Mr. Hopkins shared that the CAC met on October 14th and November 4th.
      - At the October meeting, the group discussed the use of technology to support independence and the Roommate Matching App.
      - At the November meeting, Michael Mercado, ACRC's Deaf and Hard-of-Hearing Specialist, introduced himself and shared how he supports deaf and hard-of-hearing clients. Community Services Staff also provided an overview of GoGoGrandparent, the new rideshare service that ACRC has worked on developing.
  - PAC
    - Mr. Broadbent shared that the PAC met on October 9th.
      - The group discussed the DDS directed revisions to ACRC's "Social Recreation Activities, Camp and Non-Medical Therapies Policy," where members shared some of the same concerns that Board members had. With the necessity of approving it, it is important to note that concerns still exist.
      - ACRC staff presented their step-by-step process for handling California Public Records Act (CPRA) requests that involve vendor/provider materials.

        - Mr. Broadbent commended ACRC for looking ahead and informing providers of the workflow and statutory timelines.
    - A few months ago, the PAC added "Resource Sharing/ Vendor Collaboration" to their agenda. This section provides an opportunity to discuss specific topics of interest or concern. The group brought forward the desire to make sure that service providers were invited to IPP and Planning Team meetings. ACRC is committed to supporting this request.
        - Service providers appreciate the collaboration with ACRC on this subject.
    - One of the provider advocacy groups, the Capital Coalition, hosted their first Legislative Breakfast to share information with legislators and local municipalities.
    - One change that the PAC started discussing in October and addressed again this month was aligning the attendance requirements for PAC applicants to those of PAC members. Applicants must attend seven out of ten meetings, five of which need to be in-person.

- *President's Report*
    - Mr. Lake expressed appreciation for those in attendance today.

- *Executive Director's Report*
    - Yesterday, the Legislative Analyst's Office (LAO) released their budget forecast for California. They are projecting an almost $18 billion deficit for the 2026-27 FY. Ms. Banales noted that regional centers will review the proposed budget on January 10, 2026, and work through our Association to determine how best to advocate for our system. DDS is projecting an additional 38,000 clients in FY 2026-27, while we have already added 29,000 individuals statewide this FY. As the system expands, it is imperative that we make sure there is funding for all of the individuals that count on us every day.
    - This year's Santa Day will be held at the Scottish Rite Masonic Center, located at 6151 H Street, Sacramento, on Friday, December 19th, from 10 a.m. to 4 p.m. This annual event is beloved by our community – the flyer will be distributed widely.

- *ARCA-CAC Rep. Report*
    - Ms. Lampe shared that the next meeting is scheduled for tomorrow, November 21st, from 11 a.m. to noon via Zoom. Tony Anderson is now the group's Chairperson.

- *ARCA Delegate Report*
  - Ms. Pennington expressed appreciation to Mr. Lake and Mr. Broadbent for attending the ARCA Academy, which was held at ACRC's Sacramento office last Saturday, November 15th. She also thanked Ms. Banales, Ms. West and staff (Tyler, Brady and Forest) for assisting throughout the day. We had approximately 140 people in attendance.
  - ARCA meets again in January 2026.

8. ***Adjournment***
   The meeting adjourned at 6:32 p.m.

Lisa West
Executive Secretary

cc: Lori Banales

Alta California Regional Center
Board Development Committee Meeting
Monday, November 10, 2025
Minutes

Present:
Kelly Pennington, Chair
Carmen Aguilar
Jackie Armstrong
Garrett Broadbent
EunMi Cho
Dan Lake
Amy Lampe
Steven Sanchez

Board Members:
Johnny Deng
Tom Hopkins
Akkia Pride-Polk
Anwar Safvi

Facilitators:
Amy Fulk
Naomi Smith

Visitors:
Loretta Duncan-Fowler
Maureen Fitzgerald
Terri Scheufele

Staff:
Lori Banales, Executive Director
Iqbal Ahmad, Chief Operating Officer
Jennifer Bloom, Director of Client Services
Kenisha Hurd, Associate Client Services Director
Mechelle Johnson, Director of Client Services
Jeff Nguyen, IT Specialist
Faye Tait, Associate Client Services Director
Lisa West, Executive Secretary

The Board Development Committee (BDC) met on Monday, November 10, 2025, at 5:00 p.m. to discuss the 2026 Board Training Plan.

Without objection, Kelly Pennington made the motion to adopt the Board Development Committee meeting minutes of July 14, 2025, as submitted.

1. ***Approve 2026 Board Training Plan***
   - Ms. Pennington noted that the draft 2026 Board Training Plan includes the mandated Board training that the Department of Developmental Services (DDS) requires:
     - Review of Board Governance
     - Conflict of Interest
     - Whistleblower Policies
     - Board members' role in implementing Whistleblower Policies
     - Linguistic and Cultural Competency

Without objection, Garrett Broadbent made the motion to approve and recommend to the full Board the 2026 Board Training Plan.

The next Board Development Committee's meeting is scheduled for **Monday, January 12, 2026**. The meeting adjourned at 5:04 p.m.

Lisa West
Executive Secretary

cc: ACRC Board of Directors
Lori Banales

Alta California Regional Center
Client Advisory Committee Meeting
Tuesday, January 13, 2026
Minutes

Present:
Amy Lampe, Chair
Tom Hopkins, Design. Dir.
Lisa Cooley
Tiffany Johnson
Jacie Oakley
Amanda Parker
Steven Sanchez
Kimberly Terrell

Facilitators:
Amy Fulk
Naomi Smith

Visitors:
Marc Lever
Robert Levy
Ruben Medina
Ashley Robertson
Joseph Wilson

Absent: (* excused)
Patty Wallace*
Karen Young*

Staff:
Lori Banales, Executive Director
Jennifer Bloom, Director of Client Services
John Decker, Director of Community Services
Camelia Houston, Director of Intake & Clinical Services
Mechelle Johnson, Director of Client Services
Reyva Johnson, Client Advocate
David Lopez, Client Advocate
Jacob Miller, Client Advocate
Lisa West, Executive Secretary

The Client Advisory Committee (CAC) met on Tuesday, January 13, 2026, at 2:00 p.m. to discuss: 1) Message from Lori; 2) Strategic Thinking; 3) Updates; and 4) Public Comments/Announcements. All present provided self-introductions.

Without objection, Amy Lampe made the motion to adopt the CAC meeting minutes of November 4, 2025, as submitted.

1. ***Message from Lori***

- Lori is currently attending the Association of Regional Center Agencies (ARCA) Finance Committee Meeting and will be joining us shortly.
- John shared that the Governor released the state's proposed budget last week for the 2026-27 fiscal year (FY). Between now and the budget being signed into law in June, the state will hold hearings and rallies at the State Capitol.
    - The developmental services system has an increase of $2.4 billion for an increased caseload of 18% for a total budget of $21.1 billion, serving 526,848 individuals statewide.
    - The Department of Developmental Services (DDS) will continue with their investment in the Life Outcomes Improvement System (LOIS), the implementation of the federal Home and Community-Based

Services (HCBS) Access Rule, and their efforts to increase access to employment.

- Alta's January newsletter has been posted to our agency's website, and we continue to use our social media platforms to promote events throughout our catchment area.
- Last week, Lori and John attended the groundbreaking ceremony for the River Grove Apartments with Yolo County Housing. This development will have 18 set aside units for Alta clients.
- The "Fight for Our Health Coalition Rally, Press Conference and Lobby Day" is scheduled for tomorrow, January 14th, on the West Steps of the State Capitol. The rally begins at 9:30 a.m.
- The 30th California Statewide Self-Advocacy Conference is scheduled for May 8th & 9th, in Sacramento. Registration will be open soon. The conference sessions will provide an opportunity to network. The Supported Life Institute (SLI) is seeking presenters, as well.

2. ***Strategic Thinking***

- Alta is seeking input from this committee on Strategic Thinking because your perspective is valuable.
- Jacob reviewed what the CAC is and what being a CAC member means.
- Strategic thinking is the ability to look beyond day-to-day tasks and make decisions with the long-term mission, risks, and opportunities in mind. It focuses on *where you're going*, *why*, and *how today's choices shape future outcomes*.
- Alta continues to have four focus areas:
  - Client and Family Supports
  - Employment
  - Housing and Living Options
  - Community Inclusion and Engagement
- CAC members should communicate, work together, keep an open mind, make sure things are documented, listen to others and be inclusive.
- Suggestions include:
  - Go to local news stations to share information about the regional center.
  - Work to change the client to direct support professional (DSP) ratio for needed services.
  - Create a training session for regional center clients to be advocates for accessible housing.
- Lori expressed appreciation for Jacob's presentation. Over the past several years, this group has attached itself to several initiatives that are important to our community. She encourages everyone to think about how they want to spend their time and create a platform for this year's work. We want to create activities that drive good outcomes.

- Please make a commitment to bring to the February CAC meeting one idea for each focus area so we can start to generate a plan.

3. ***Updates***

- PAN
  - The next meeting is scheduled for Monday, January 26th, from 4:30 to 5 p.m.
- Alta Board
  - The group met on November 20th.
    - Alta held two public meetings – the 2024 Performance Contract End of Year Report and the National Core Indicators (NCI) Data.
    - The Board approved their 2026 Board Training Plan, the financial report and three housing contracts, each with set aside units for Alta clients.
- ARCA-CAC
  - The next meeting is scheduled for Friday, January 23rd, from 11 a.m. to 12 noon.

4. ***Public Comments/Announcement***

- Tom and Robert will be sharing their self-advocacy stories on February 12th in Placerville. Robert will also be presenting on January 29th and February 20th at the MIND Institute.

The next CAC meeting is scheduled for **Tuesday, February 10, 2026**. The meeting adjourned at 3:31 p.m.

Lisa West
Executive Secretary

cc: ACRC Board of Directors
Lori Banales

Alta California Regional Center
Client Advisory Committee Meeting
Tuesday, November 4, 2025
Minutes

Present:
Amy Lampe, Chair
Tom Hopkins, Design. Dir.
Lisa Cooley
Tiffany Johnson
Steven Sanchez
Kimberly Terrell

Absent: (* excused)
Jacie Oakley
Amanda Parker*
Patty Wallace*
Karen Young*

Facilitators:
Amy Fulk
Naomi Smith

Interpreter:
Mallory Cross

Visitors:
Robert Levy
Peter Mendoza

Staff:
Jennifer Bloom, Director of Client Services
Michelle Duchene, Community Services & Supports Manager
Maria Garcia, Student Intern
Camelia Houston, Director of Intake & Clinical Services
Mechelle Johnson, Director of Client Services
Damion Koger, Community Services Specialist
David Lopez, Client Advocate
Michael Mercado, Community Services Specialist
Jacob Miller, Client Advocate
Lisa West, Executive Secretary

The Client Advisory Committee (CAC) met on Tuesday, November 4, 2025, at 2:01 p.m. to discuss: 1) Message from Lori; 2) Deaf Services & GoGoGrandparent; 3) Updates; and 4) Public Comments/Announcements. All present provided self-introductions.

Without objection, Amy Lampe made the motion to adopt the CAC meeting minutes of October 14, 2025, as submitted.

1. ***Message from Lori***

- Jennifer shared that Alta is hosting two public meetings during the November 20th Board meeting, which is scheduled from 5 to 7 p.m. We invite you to attend.
  - The first presentation will be on the National Core Indicators (NCI) – Adult Family Survey, Child Family Survey, and Family Guardian Survey.
    - Alta staff will review the results of the three surveys and how Alta clients responded compared to statewide responses.
  - The second presentation is the 2024 Performance Contract Year End Report, which will compare Alta's data to statewide data.

- Mechelle shared that Alta has concluded our Supported Decision-Making (SDM) Training for 2025. These trainings were offered to clients and families to provide information on an option to conservatorship.
    - We are seeking input from the CAC on the path forward – do we want to continue to offer virtual quarterly meetings in 2026?
        - In 2024, we hosted training at Alta's Sacramento office.
        - In 2025, we offered training at our outlying offices.
            - Lisa W. will send an email to CAC members and ask for input by November 30th. If no response, Mechelle and Alta's Client Advocates will consult with Amy L. for next steps.

2. ***Deaf Services***

- Michael, Alta's Deaf and Hard-of-Hearing Specialist, introduced himself and shared how he supports deaf and hard-of-hearing clients.
    - If you think of Alta as a spider web – each of the strings are different units (e.g., Intake, Residential, Children Services, Adult Services, etc.). Michael is the spider in this scenario, by assisting any deaf and hard of hearing client, regardless of age. Just like a spider, if there is a weak point or gap in the web, he will move over to that part of the web and support it. Many deaf clients experience isolation and have a difficult time expressing themselves. Working at Alta has helped him express himself, and he understands that client's issues might be different from his own. His job is to support them in any way possible, whether it be visual aids at day programs, turning on closed captioning at home, etc. Michael is here to make sure deaf and hard-of-hearing clients have a strong support system.

GoGoGrandparent

- Michelle and Damion introduced themselves and provided an overview of the new rideshare service that Alta has worked on developing - GoGoGrandparent.
    - GoGoGrandparent acts as a concierge and utilizes both Lyft and Uber.
    - Clients schedule rides using registered phone numbers, with options for authorized callers to assist.
    - The service uses tiers with monthly ride limits and mileage caps to ensure cost-effectiveness (max 50 miles per one way trip).
        - Trip ties include:
            - **6** One-Way Trips (or 3 Round Trips)
            - **10** One-Way Trips (or 5 Round Trips)
            - **20** One-Way Trips (or 10 Round Trips)
    - Eligibility Criteria includes:
        - Community-based locations (social & recreational activities, employment sites, volunteer opportunities, internships, and

libraries & academic institutions), non-standard hours (in the evening or overnight, on weekends, and services provided on a sporadic basis with no set weekly or monthly schedule).

- Client eligibility – to qualify, clients must also meet the following conditions:
  - Be over the age of 18.
  - Live outside a regional center funded residential facility.
  - Be ambulatory.
  - Be able to access the community and community services safely and independently.
  - Have no behavioral concerns that could impact their own health, safety, or well-being, or that of others.
  - Independent with Activities of Daily Living (ADLs).
- It is the Planning Team's responsibility to look at all options. If they determine that the service is a good fit for the client, the Service Coordinator (SC) submits a Transportation Service Request (TSR) and Alta's Community Services & Supports Department processes the request.

3. ***Updates***

- PAN
  - The group met on Monday, October 27th.
  - The next meeting is scheduled for November 24th from 4 to 6 p.m.
- ARCA-CAC
  - The group met on October 31st.
    - Tony Anderson will be taking over for Sidney Jackson.
    - The group is discussing changing their meeting time.

4. ***Public Comments/Announcement***

- Yesterday, the CASA Sacramento group elected Robert Levy as their President, Ashley Robertson as their Vice President, and Amanda Parker as their Treasurer. Ashley and Amanda will serve as Co-Secretaries. Their Seargeant of Arms is Jemel Williams.

The next CAC meeting is scheduled for **Tuesday, January 13, 2026**. The meeting adjourned at 2:57 p.m.

Lisa West
Executive Secretary

cc: ACRC Board of Directors
Lori Banales

Alta California Regional Center
Executive Committee Meeting
Monday, January 12, 2026
Minutes

Present:
Dan Lake, President
Kelly Pennington, Vice President & ARCA Rep
Anwar Safvi, Finance Comm. Chair
Amy Lampe, ARCA-CAC Rep
Carmen Aguilar, Member-at-Large

Board Members:
Jackie Armstrong
Garrett Broadbent

Visitors:
Steve Andrews
Jay Chan
Dawn Dingman
Maureen Fitzgerald
Emily Philbin
Terri Scheufele
Benita Shaw

Absent: (* excused)
Steven Sanchez*, Secretary

Facilitators:
Amy Fulk

Staff:
Lori Banales, Executive Director
Iqbal Ahmad, Chief Operating Officer
Jennifer Bloom, Director of Client Services
Tracy Brown, Associate Client Services Director
John Decker, Director of Community Services
Jon Horbaly, IT Support Technician
Camelia Houston, Director of Intake & Clinical Services
Mechelle Johnson, Director of Client Services
Lisa West, Executive Secretary

The Executive Committee met on Monday, January 12, 2026, at 5:13 p.m. to discuss: 1) Review/Approve Revised Resource Development Policy; 2) President's Report; and 3) Executive Director's Report.

Without objection, Dan Lake made the motion to adopt the Executive Committee meeting minutes of November 10, 2025, as submitted.

1. ***Review/Approve Revised Resource Development Policy***
   - Mr. Decker shared that there are three areas that ACRC is addressing with this revision. He noted that this policy may need to be revised again with additional guidance from the Department of Developmental Services (DDS).
     - The biggest change is adding mutual indemnification language across all of our regional center contracts and vendor agreements.
     - On December 24, 2025, DDS released Guidance on the use of Generative Artificial Intelligence (GenIA). This revision includes requirements for service providers to comply with contractual safeguards regarding data sharing.
     - These revisions cover all service codes except for Service Code 895 – Transportation.

Without objection, Carmen Aguilar made the motion to recommend to the full Board the approval of the revised Resource Development Policy as presented.

2. ***President's Report***
   - Mr. Lake wished everyone a Happy New Year and expressed appreciation for those in attendance today. He was able to attend ACRC's Santa Day on December 19th. The event was held at a wonderful venue and was well organized.

3. ***Executive Director's Report***
   - Last week, the Governor's office released a $348.9 billion proposed balanced budget for the 2026-27 fiscal year (FY). Rather than extending new proposals, he is proposing fiscal restraint and long-term planning. The developmental services system has an increase of $2.4 billion for an increased caseload of 18% for a total budget of $21.1 billion, serving 526,848 individuals statewide. Ms. Banales noted that the proposed budget is simply a placeholder and there will be many hearings and advocacy opportunities prior to the signing of the budget bill. Previous fiscal commitments will continue into out years, affecting the revenue and increasing deficits. Although the Legislative Analyst's Office (LAO) has different projections, Ms. Banales feels confident that our service system will remain whole for this next FY. DDS has not proposed any new initiatives; they will continue with their investment in the Life Outcomes Improvement System (LOIS) and their efforts to increase access to employment. We will continue to have this conversation as we move forward. We must continue to promote a unified message with community partners as we move forward in advocacy.
   - The "Fight for Our Health Coalition Rally, Press Conference and Lobby Day" is scheduled for Wednesday, January 14th, on the West Steps of the State Capitol. The rally begins at 10 a.m.; gathering at 9:30 a.m.
   - Ms. Banales reviewed the "Dashboard Indicators for the Quarter Ending December 31, 2025" and noted the following:
     - We are processing our Early Start Intakes within the required timelines (averaging 41 days in the current quarter).
     - Intake
       - Lanterman Intakes continue to be a challenge. Over the last year, we have moved from 255 to 240 days; we continue to decrease the timeline and move in the right direction.
       - ACRC continues to experience a high number of applicants that have mental health conditions which require additional testing. We continue to increase our vendors to support this challenge. ACRC is also currently hiring more psychologists, as well. This resource issue continues to be a barrier.

- ACRC continues to implement the strategies that have been shared with the Board. Ms. Houston will be sharing more details regarding Intake timelines and process and how our new software program, Atlas, supports our work at the January 22nd Board meeting.

- Caseload Ratios
  - Ms. Bloom reminded everyone that these are agency-wide averages.
  - The "Medicaid Waiver" required ratio is 1:62; our ratio is holding steady at 71.
  - For Children "Age 5 and under", the required ratio is 1:40; our ratio has increased to 1:45.
    - Early Start is the federal program serving infants and toddlers, birth through age 2. In Early Start, families are benefitting from the 1:40 caseload ratio. Our current ratio for this category is 1:30.
    - Early Childhood Units serve children ages 3 through 5 years of age. These units help navigate everything that comes from leaving Early Start and accessing the school systems. These units have time to serve more than 1:40. We are currently at 1:54.
      - DDS has noted that each regional center must look at their own needs related to caseload ratios and Ms. Banales reports we are meeting required compliance metrics with caseloads above 1:40. In an effort to balance workload and to support lower caseloads for Children and Adult Units, resources are being allocated to hire Service Coordinators (SCs) in these units.
  - For "All Others", the required ratio is 1:66; our ratio has increased to 1:72.
- Human Resources
  - As of December 31st, ACRC has 880 employees, with 11 additional employees starting on January 5th.
  - ACRC currently has 45 vacancies; 22 backfill and 23 growth positions. In addition to those, we will be posting five additional growth positions shortly.
  - Over the past quarter, 24 employees have termed.
  - We continue to bring on interns to increase awareness of our system.
- Per our contract with DDS, ACRC's administrative costs (OPS) cannot exceed 15% of our budget; we currently remain at 11%.
- For Targeted Case Management (T19), our expectation for Services Coordinators (SCs) is 400 units per month. In December 2025, the agency averaged 393 T19 units per SC. Ms. Johnson noted that we

historically see a dip in these numbers during the holiday season. She is confident that they will rise in the first quarter of 2026.

- Medicaid Waiver
  - ACRC added 100 clients on to this waiver within the last quarter.
  - Melissa Basler retired and Nicholas Bagwell was promoted to Federal Programs Manager at the beginning of December.
- Regarding Special Incident Reports (SIRs), ACRC continues to maintain our goal at hitting 90% on this compliance measure.
- The "Client Demographics" breaks down the status of clients:
  - Status 0 = Diagnosis & Evaluation
  - Status 1 = At Risk Infants 36 months & under
  - Status 2 = Active Client
  - Status U – Provisionally Eligible
    - ACRC strives to move individuals to Status 2 in order to draw down federal dollars.
- At the end of December 2025, ACRC had 619 clients enrolled in the Self-Determination Program (SDP). As of today, that number has increased to 631. Ms. Johnson noted that this number increases every month. ACRC is currently the third highest regional center with the number of individuals on the SD Waiver.
- ACRC purchases services based on the individual needs of the clients. It is important to note that one of the categories of service continues to increase over time – Residential Facilities.

The next Executive Committee meeting is scheduled for **Monday, February 9, 2026**. The meeting adjourned at 5:54 p.m.

Lisa West
Executive Secretary

cc: ACRC Board of Directors
Lori Banales

Alta California Regional Center
Executive Committee Meeting
Monday, November 10, 2025
Minutes

Present:
Dan Lake, President
Kelly Pennington, Vice President & ARCA Rep
Steven Sanchez, Secretary
Anwar Safvi, Finance Comm. Chair
Amy Lampe, ARCA-CAC Rep
Carmen Aguilar, Member-at-Large

Board Members:
Jackie Armstrong
Garrett Broadbent
EunMi Cho
Johnny Deng
Tom Hopkins
Akkia Pride-Polk

Facilitators:
Amy Fulk
Naomi Smith

Visitors:
Loretta Duncan-Fowler
Maureen Fitzgerald
Terri Scheufele

Staff:
Lori Banales, Executive Director
Iqbal Ahmad, Chief Operating Officer
Jennifer Bloom, Director of Client Services
Kenisha Hurd, Associate Client Services Director
Mechelle Johnson, Director of Client Services
Jeff Nguyen, IT Specialist
Faye Tait, Associate Client Services Director
Lisa West, Executive Secretary

The Executive Committee met on Monday, November 10, 2025, at 5:21 p.m. to discuss: 1) President's Report; and 2) Executive Director's Report.

Without objection, Dan Lake made the motion to adopt the Executive Committee meeting minutes of September 8, 2025, as submitted.

1. ***President's Report***
   - Mr. Lake expressed appreciation for those in attendance today.
   - He also acknowledged the Board members that attended the October 18th Board Retreat and expressed appreciation to Ms. Banales, Ms. West and Ms. Pennington for their efforts in making it an informative day.
   - If Board members are interested in attending the Association of Regional Center Agencies (ARCA) Academy this Saturday, November 15th, there are still openings and ACRC is hosting.

2. ***Executive Director's Report***
   - Ms. Banales shared that there will be two public meetings at the November 20th Board meeting: National Core Indicators (NCI) and the Year End Performance Contract.
   - ACRC has hosted several Listening Sessions. Last month, we partnered with the State Council on Developmental Disabilities (SCDD) and focused on the

African American community. On October 23rd, we held a session focused on Cerebral Palsy (CP), which was a suggestion that came from the Purchase of Service (POS) Data meetings in March. Another Listening Session is scheduled for Tuesday, November 18th, from 5:30 to 6:30 p.m., for aging clients and their caregivers – registration is required.
    - Ms. Banales noted that Coordinated Future Planning was codified in statute and ACRC is currently focusing on clients ages 40 to 59. Ms. Johnson noted that Alzheimer's and Dementia can appear in that age range. We continue our efforts with those clients aged 60 and over, as well.
- Ms. Banales and Mr. Ahmad were invited to attend the California Black Chamber of Commerce Economic Business Summit 2025 on Friday evening, where they were presented with the President's Award. ACRC was recognized as a partner in the community.
- Ms. Banales reviewed the "Dashboard Indicators for the Quarter Ending September 30, 2025" and noted the following:
    - We are processing our Early Start Intakes within the required timelines (averaging 39 days in the current quarter).
    - Intake
        - We now have 40 Intake Specialists in the department.
        - A total of 1,551 applications were received in the last three months.
        - 623 eligibility determinations were completed this quarter.
        - ACRC has 42 vendored psychologists, including four new ones since July 2025.
        - We are mindful that people coming to our doors need assistance. Per the Department of Developmental Services (DDS) Directive from September 18, 2025, staff offer information about behavior services through Managed Care Plans, or Fee-for-Service Medi-Cal, along with a number of other generic resources that are available.
    - Caseload Ratios
        - For Medicaid Waiver caseloads, we are at 71 for the current quarter, down from 73 for the previous quarter. The required caseload ratio is 62:1.
        - For children age 5 and under, we are at 41 for the current quarter, down from 43 for the previous quarter. The required caseload ratio is 40:1.
        - For "All Others," we are at 68 for the current quarter, down from 70 for the previous quarter. The required caseload is 66:1.
    - Human Resources
        - The prior quarter, ACRC had 830 employees, with the current quarter at 854. As of today, we have 877 employees.
        - Ms. Banales is delighted with the outcomes from our Human Resources Department, working with Management to bring on new staff; 255 new employees over the last 12 months.

  - We continue participating in job fairs throughout our catchment area and have interns from various colleges.
  - ACRC currently has 17 vacancies; 15 backfills and two growth positions.
- Per the contract with DDS, ACRC's administrative costs (OPS) cannot exceed 15% of our budget; we currently are at 11%.
- For Targeted Case Management (T19), our expectation for Services Coordinators (SCs) is 400 units per month. In September 2025, the agency averaged 454 T19 units per SC.
  - Ms. Johnson clarified that a T19 unit is in 15 minute increments and SCs complete these to document their case management activity.
  - We are trending in the right direction, while working on several initiatives, including timely completion of Individual Program Plans (IPPs).
- Medicaid Waiver
  - Although ACRC is the fourth largest regional center, we rank second in the number of clients on the Medicaid Waiver.
  - Last week, ACRC sent our response to the recent DDS Medicaid Waiver audit.
    - Record reviews – 97%
    - T19 – 99% in compliance
    - Nursing Home Reform Review – 100%
    - Quarterly Face-to-Face Monitoring – 74%
    - Self Determination Program (SDP) – 67%
      - We need to improve and underscore the "Why" we need to do this.
    - IPP amendment and signature pages – 87%
- Ms. Banales noted that the DDS reportable Special Incident Reports (SIRs) are trending up – 682 (previous quarter) to 709 (current quarter).
  - We continue to have measures in place to make sure we remain compliant.
- ACRC currently has 656 provisionally eligible clients (Status U) – those children (up through the age of 5) who do not meet criteria for Early Start or Lanterman.
- ACRC's client count continues to grow at an exponential rate – 6% rate.
- We currently have 608 clients enrolled in SDP. Participant Directed Services (PDS) continues to grow, as well.
- The number of individuals diagnosed with autism spectrum disorder (ASD) continues to grow.
- Mr. Ahmad noted that the per capita expense for services purchased for clients is significantly higher due to the rate increases.
    - Ms. Banales welcomes suggested revisions to this document.

- Mr. Lake noted that the Executive Committee met in closed session prior to the open session Board committee meetings to discuss real estate and legal issues.

The next Executive Committee meeting is scheduled for **Monday, January 12, 2026**. The meeting adjourned at 6:02 p.m.

Lisa West
Executive Secretary

cc: ACRC Board of Directors
Lori Banales

Alta California Regional Center
Finance Committee Meeting
Monday, January 12, 2026
Minutes

Present:
Anwar Safvi, Chair
Dan Lake
Kelly Pennington

Board Members:
Carmen Aguilar
Jackie Armstrong
Garrett Broadbent
Amy Lampe

Visitors:
Steve Andrews
Jay Chan
Dawn Dingman
Maureen Fitzgerald
Emily Philbin
Terri Scheufele
Benita Shaw
Paul Stroub

Absent: (* excused)
Johnny Deng*
Tom Hopkins*

Facilitators:
Amy Fulk

Staff:
Lori Banales, Executive Director
Iqbal Ahmad, Chief Operating Officer
Jennifer Bloom, Director of Client Services
Tracy Brown, Associate Client Services Director
John Decker, Director of Community Services
Jon Horbaly, IT Support Technician
Camelia Houston, Director of Intake & Clinical Services
Mechelle Johnson, Director of Client Services
Lisa West, Executive Secretary

The Finance Committee met on Monday, January 12, 2026, at 5:00 p.m. to discuss: 1) Review/Approve Independent Audit Report; and 2) Monthly Financial Report.

Without objection, Anwar Safvi made the motion to adopt the Finance Committee meeting minutes of November 10, 2025, as submitted.

1. ***Review/Approve Independent Audit Report***

Issue: The committee needs to review the Annual Independent CPA Audit Report for June 30, 2025.

Discussion and Action: Mr. Ahmad introduced Paul Stroub, with Devant CPAs, and noted that regional center independent audits are conducted annually. Devant has conducted ACRC's audit for the last three years and has the opportunity to complete our audit for the next two years.

Mr. Stroub provided an overview of the "Financial Statements and Supplementary Information with Independent Auditors' Reports June 30, 2025", which was sent to everyone prior to this meeting and shared onscreen. ACRC continues to grow quite rapidly. He noted, as in years past, there were no material findings; it is a clean opinion. Most regional center audits look for discrepancies. ACRC's management

continues to have proper internal controls in place. Mr. Stroub shared that the Department of Developmental Services (DDS) audits Devant annually, as well.

The "Notes to the Financial Statements" provide more clarity and details regarding the audit. The "Summary of Auditors' Results" conclude that there are no deficiencies, which is characteristic of ACRC's audits. Mr. Stroub believes the Board should take pride in your regional center. DDS has also acknowledged ACRC's audits.

Mr. Ahmad noted that this will be reviewed again at the January 22nd Board meeting.

Without objection, Dan Lake made the motion to recommend the approval of the Independent Audit Report to the full Board at the January 22nd meeting.

2. ***Monthly Financial Report***

Issue: The monthly financial report is reviewed by the Finance Committee prior to presentation to the Board.

Discussion and Action: The November 30, 2025 financial report indicates that with 41.7% of the year elapsed, ACRC has expended 43.4% of Purchase of Services (POS) and 37.1% of Operations (OPS) for the current fiscal year (FY).

Mr. Ahmad noted that ACRC is focusing on maintaining our caseload ratios. So far, this is a healthy budget.

Without objection, Anwar Safvi made the motion to recommend to the full Board the acceptance of the monthly financial statement as submitted.

The next Finance Committee meeting is scheduled for **Monday, February 9, 2026**. The meeting adjourned at 5:13 p.m.

Lisa West
Executive Secretary

cc: ACRC Board of Directors
Lori Banales

Alta California Regional Center
Finance Committee Meeting
Monday, November 10, 2025
Minutes

Present:
Anwar Safvi, Chair
Johnny Deng
Tom Hopkins
Dan Lake
Kelly Pennington

Board Members:
Carmen Aguilar
Jackie Armstrong
Garrett Broadbent
EunMi Cho
Amy Lampe
Akkia Pride-Polk
Steven Sanchez

Facilitators:
Amy Fulk
Naomi Smith

Visitors:
Loretta Duncan-Fowler
Maureen Fitzgerald
Terri Scheufele

Staff:
Lori Banales, Executive Director
Iqbal Ahmad, Chief Operating Officer
Jennifer Bloom, Director of Client Services
Kenisha Hurd, Associate Client Services Director
Mechelle Johnson, Director of Client Services
Jeff Nguyen, IT Specialist
Faye Tait, Associate Client Services Director
Lisa West, Executive Secretary

The Finance Committee met on Monday, November 10, 2025, at 5:05 p.m. to discuss: 1) Monthly Financial Report; and 2) Approve Contracts of $250,000 and above.

Without objection, Anwar Safvi made the motion to adopt the Finance Committee meeting minutes of September 8, 2025, as submitted.

1. ***Monthly Financial Report***

Issue: The monthly financial report is reviewed by the Finance Committee prior to presentation to the Board.

Discussion and Action: The September 30, 2025 financial report indicates that with 25% of the year elapsed, ACRC has expended 25.1% of Purchase of Services (POS) and 22.6% of Operations (OPS) for the current fiscal year (FY).

Mr. Ahmad projects that ACRC will spend our entire POS allocation this FY, approximately $925 million. ACRC's Case Management, Accounting and Community Services Departments have worked in tandem to update the rate tables for service providers. The Department of Developmental Services (DDS) is requiring that all regional centers have the rates in place by December 31st.

Mr. Ahmad remains hopeful that our independent auditor will have ACRC's financial statements ready for review by our contracted deadline. OPS expenses continue to

be in line with notable expenditures spent on the new case management system as we continue to progress towards a production support engagement. Continued support will be required on an ongoing basis. Much of the expenses related to the main office move have now been completed.

Without objection, Kelly Pennington made the motion to recommend to the full Board the acceptance of the monthly financial statement as submitted.

2. ***Approve Contracts for $250,000 and above***

Issue: POS Multifamily Housing (MFH) Contracts that are approved by DDS through the Community Resource Development Plan (CRDP) funds.

Discussion and Action: Mr. Ahmad noted that we are seeking Board approval of three MFH contracts, all of which have a 55-year covenant.

ACRC would like to partner with Jamboree Housing Corporation on The Studios at Hotel Berry project in Sacramento. This MFH project has 104 units, with five set aside units (studio apartments) for ACRC clients.

Without objection, Kelly Pennington made the motion to recommend to the full Board the approval of the $400,000 contract for Jamboree Housing Corp. as presented.

ACRC would like to partner with Brinshore Development & Operative Office on the Tupelo project in Woodland. This MFH project has 73 units, with 19 set aside units for ACRC clients.

Without objection, Kelly Pennington made the motion to recommend to the full Board the approval of the $2,375,000 contract for Brinshore Development & Operative Office as presented.

ACRC would like to partner with Mercy Housing California on the Pleasant Grove Apartments Phase II in Roseville. This MFH project has 98 units (between Phase I and II), with ten set aside units (four one-bedroom units, four two-bedroom units, and two three-bedroom units) for ACRC clients.

Without objection, Kelly Pennington made the motion to recommend to the full Board the approval of the $1,000,000 contract for Mercy Housing California as presented.

The next Finance Committee meeting is scheduled for **Monday, January 12, 2026**. The meeting adjourned at 5:21 p.m.

Lisa West
Executive Secretary

cc: ACRC Board of Directors
Lori Banales

Alta California Regional Center
Provider Advisory Committee Meeting
Thursday, January 8, 2026
Minutes

Present:
Lindsey Dyba, Futures Explored, Inc., Chair
Garrett Broadbent, Creative Living Options, Co-Chair & Design. Dir.
James Astorga, F&A Astorga Care Home
Taylor Berry, 24 Hour Home Care
Janet Brandon, A.I.M. & Associates
Andrea Croom, InAlliance
Bonnie Douglas, Turning Point Kate Halecky, Southside Unlimited
Jay Kolvoord, STEP, Inc.
Christa McClure, Tri-County Respite Care Service
Michelle Ramirez, On My Own
Carole Watilo, Progressive Employment
Bill Duncan
Maureen Fitzgerald
Michael Hayes
Abigail Henderson
Erica Horn
Dawn Horwath
Jessica Knuth
Marc Lever
Susana Magana
Marie McConnell
Porche Middleton
Cody Newport
Branae Owens
Vicki Phillips
Jen Roney
Arneisha Smith
Melissa Sweet
Jasmine Vollenweider
Rafael Wagas
Michelle Wild
Caili Wilk
Max Woodford

Absent: (* excused)
Eric Ciampa*, UCP of Sacramento
Joe Jaquez, EGACT
Antonio Ranit*, Antelope Hills Manor
Laleh Sharpe*, Maxim Healthcare Services
Yvonne Soto, DDSO

Interpreters
Danae Crozat
Cory Watson

Visitors
Beza Admassu
Rosanna Aragon
Arica Arvin
Stephanie Berberich
Mirela Bere
Clifton Carley
Jeff Chenu
Marla Clayton
Emmalynn Chaubard
Meddie Cueva

Staff:
Lori Banales, Executive Director
Scott Barr, Quality Assurance and Compliance Manager
Jennifer Bloom, Director of Client Services
John Decker, Director of Community Services
Michelle Duchene, Community Services & Supports Manager
Jordan Eller, Specialized Services Manager
Camelia Houston, Director of Intake & Clinical Services
Mechelle Johnson, Director of Client Services
Carly Moorman, Client Employment Specialist
Helen Neri, Community Services & Supports Manager
Norma Vidaurreta, Lead Community Services Specialist
Lisa West, Executive Secretary

The Provider Advisory Committee (PAC) met on Thursday, January 8, 2026, at 9:30 a.m. to discuss: 1) Board Report; 2) Executive Director's Report; 3) Discussion – AB 815 (Ortega) Vehicle Insurance; 4) Resource Sharing/Vendor Collaboration; 5) ACRC Vendor Forum Representative Updates; 6) System Reform and Legislative Updates; 7) PAC Committee Reports; and 8) Announcements/Comments. All present provided self-introductions.

Without objection, Lindsey Dyba made the motion to approve the Provider Advisory Committee meeting minutes of November 13, 2025, as submitted.

1. ***Board Report***
   - Mr. Broadbent shared that ACRC's Board of Directors met on November 20th:
     - ACRC held two public meetings – the Performance Contract 2024 End of Year Report and the National Core Indicators (NCI) Data.
     - Annually, the Board must approve their Board Training Plan. They also approved the monthly financial report and three housing contracts:
       - $1 million contract for Mercy Housing California for ten set aside units for ACRC clients in Roseville.
       - $2,375,000 contract for Brinshore Development & Operative Office for 19 set aside units for ACRC clients in Woodland. These units will be pre-wired for assistive technology.
       - $400,000 contract for Jamboree for the Hotel Berry project in Sacramento. There will be five set aside units for ACRC clients.
     - The Board received updates from the PAC, the Client Advisory Committee (CAC), and the Association of Regional Center Agencies (ARCA) representatives.

2. ***Executive Director's Report***
   - Ms. Banales is pleased to start the New Year and remains hopeful, anticipating the Governor's State of the State in the California legislative chambers this morning. She encouraged everyone to follow Marty Omoto, who sends out updates regularly. There will be opportunities to advocate for our statewide service system. Ms. Banales looks forward to our partnership as we combine our efforts to present a common and unified front. She will share more with the Board at next Monday's committee meetings.
   - Mr. Decker noted that ACRC will continue to support service providers with the Department of Developmental Services' (DDS') Quality Incentive Program (QIP), because they have an impact on the rates that service providers receive. The department has identified a page with all of the requirements that are involved, along with a checklist. They also have posted links to their recorded Webinars. Service provider can check their "Provider Status" by vendor number, as well. DDS updates this page every Monday.

  - Due date is January 31, 2026 - Quality Incentive Program (QIP) : CA Department of Developmental Services
- Additionally, DDS is implementing a Standardized Vendorization process. ACRC's website has been updated with this information under: Vendorization Rollout in Provider Directory - Alta California Regional Center. By April 1st, ACRC's plan to have all of the templates available for service provider program designs. Our goal is to make this user friendly and make sure everyone knows the expectations because of the strict timelines. Ms. Duchene noted that all communication during the vendorization process must be done through DDS' Provider Directory.
- At the beginning of February, service providers will see their new rates when they input their e-billing.
- Mr. Decker noted that DDS recently released a Directive for Home and Community-Based Services (HCBS) compliance monitoring and reporting, and Guidance on the use of Generative Artificial Intelligence (GenIA).
- Ms. Banales and Mr. Decker will be leaving this morning to attend a groundbreaking ceremony in Yolo County. This housing project has 18 set aside units for ACRC clients located in West Sacramento.
- ACRC's Santa Day was held at the Scottish Rite Masonic Center on H Street in Sacramento on December 19th. It was a wonderful opportunity to connect with our community.

3. ***Discussion – AB 815 (Ortega) Vehicle Insurance***
   - Ms. Chaubard, with California Disabilities Services Association (CDSA), shared the background of this bill – due to a loophole in the system, Direct Support Professionals (DSPs) began having issues a few years ago when they were involved in an accident while using their personal vehicles while on the job. They started to look into the law and realized that they would have to draft a bill to try to "fix" the situation. AB 815 is the starting point and went into effect on January 1st. There is still a lot of work to do moving forward and there has already been some pushback.
     - The California Behavioral Health Association (CBHA) was CDSA's partner in drafting this bill.
   - Jeff Chenu, with Newfront Insurance, noted that we have an already existing "gap" in coverage during the course of business, as he had shared at last May's PAC meeting. The insurance companies may decline coverage to a DSP, who is working at the time. The cost then falls to the service provider.
     - Mr. Chenu read aloud the text of the bill. As soon as service providers start reimbursing for mileage, it is not considered a personal use vehicle. Adding an endorsement on a personal use policy would cover this gap, but there is an additional fee. This bill is a step in the right direction, but there are still questions and concerns that will hopefully get answered this year, such as:
       - Does a DSP need to disclose to their insurance carrier that they use their vehicle for their work?

    - Will insurance companies charge the State of California more because of this bill?
    - Is this for newly written policies or does it cover existing policies?
    - Is California's Department of Insurance going to provide insurance companies with any guidance on how to implement this bill and how it is going to be enforced?
- Mr. Chenu believes a "test" case that will get challenged might help get the bill enforced. The legislative staff that helped get this bill passed will be instrumental in assisting as we move forward.

4. ***Resource Sharing/Vendor Collaboration***
    - Today's topic, the "PAC's Role in the I/DD System", will be rescheduled.
    - Ms. Dyba explained that the idea behind this agenda item is to share things you, as a service provider, or your business has experienced. Also, to inquire how others have handled certain situations.
    - Suggested upcoming topics include:
        - Resources on marketing, referrals and expanding a service provider's client base.
            - Mr. Decker noted that Community Services Specialists attend ACRC's Adult Services Committee meetings to inform Service Coordinators (SCs) what service options are available.
        - Connecting with other Vendor Advisory Committees across the state to see how they conduct their meetings.
    - If you are interested in suggesting upcoming topics for discussion, please email Ms. Dyba and/or Mr. Broadbent.

5. ***ACRC Vendor Forum Representative Updates***
    - No vendor forums were held since the last PAC meeting.

6. ***System Reform and Legislative Updates (Capital Coalition, CCLN, CDSA, CRA, PAVE, CaAPSE & Master Plan Workgroup)***
    - Capital Coalition
        - The group is working on their policy priorities and collaborating with the Lanterman Coalition to discuss advocacy priorities for this year.
        - They are waiting for the Governor to release the state's proposed budget, while staying in contact with legislators.
    - CCLN
        - The California Community Living Network (CCLN) is focused on the QIP's 10%.
        - The "Fight for Our Health Coalition Rally, Press Conference and Lobby Day" is scheduled for Wednesday, January 14th, on the West Steps of the State Capitol. The rally begins at 9:30 a.m. Attendees will be broken into groups with a group lead to meet with legislators. Everyone will be provided with talking points.

- The group continues to work with DDS on the language regarding overtime for Personal Assistants (PAs) and DSPs.

- CDSA
  - CDSA sponsored AB 2423 (Mathis) Developmental services: rates. This bill requires the state to update the rate models, which are used to determine payments to regional center service providers, every other year, and to fund those new rates subject to appropriation by the Legislature.
    - On January 1, 2026, the state posted the rates and discovered that some are underfunded by 10%; some are 20% underfunded.
    - DDS will be doing a more thorough analysis on the rate study.
    - To keep our statewide service system sustainable, it needs to be funded at this level.
  - The group is working to professionalize the workforce and would like DSPs included in future discussions with the department.
  - We have seen incredible value in remote services. The March 6, 2025 DDS Directive states that the department is extending this option until the end of 2026. One of CDSA's priorities is to work to have remote services written into law and remain a choice for clients.
  - With the new rate models, the department created an exemption process. As service providers move forward, and may receive a denial of their exemption request, we want to make sure that our service system does not lose innovation. CDSA is seeking input from clients, families and service providers on what options they would like to see made available.
- CRA (The California Respite Association)
  - DDS planned to have the Standardized Respite Assessment released by January 1st but realized that more work needed to be done. They are working to include additional resources so that the tool will be what is needed.
- PAVE
  - Person-centered Advocacy Vision Education (PAVE) is holding a follow-up training for ACRC's Lead SCs on January 13th.
- CaAPSE
  - The California branch of the National Association of People Supporting Employment First (CaAPSE) is meeting monthly with DDS to discuss the ongoing renovations to employment services in the State of California. As the state continues to face a deficit, we will see if things will turn into "actionable" items moving forward.
  - As mentioned at last month's meeting, CaAPSE is partnering with Cal-TASH on an employment presentation for their 43rd Annual Conference "Building Bridges Breaking Barriers" on February 27-28, 2026. They are putting together a panel of clients who have been successful in securing employment.

7. ***PAC Committee Reports***
   - Vendor Relations
     - The next meeting is scheduled for Monday, January 26th at 1 p.m.

8. ***Announcements/Comments***
   - Mr. Broadbent shared that IntellectAbility and StationMD have been approved by Medi-Cal and are finalizing their vendorizations with regional centers, including ACRC. He will reach out to see if they are available to present at an upcoming PAC meeting.

The next PAC meeting is scheduled for **Thursday, February 12, 2026**. The meeting adjourned at 10:49 a.m.

Lisa West
Executive Secretary

cc: ACRC Board of Directors
Lori Banales

Alta California Regional Center
Provider Advisory Committee Meeting
Thursday, November 13, 2025
Minutes

Present:
Lindsey Dyba, Futures Explored, Inc., Chair
Garrett Broadbent, Creative Living Options, Co-Chair & Design. Dir.
James Astorga, F&A Astorga Care Home
Taylor Berry, 24 Hour Home Care
Janet Brandon, A.I.M. & Associates
Eric Ciampa, UCP of Sacramento
Andrea Croom, InAlliance
Bonnie Douglas, Turning Point
Kate Halecky, Southside Unlimited
Joe Jaquez, EGACT
Jay Kolvoord, STEP, Inc.
Michelle Ramirez, On My Own
Antonio Ranit, Antelope Hills Manor
Carole Watilo, Progressive Employment

Absent: (* excused)
Christa McClure*, Tri-County Respite Care Service
Laleh Sharpe*, Maxim Healthcare Services
Yvonne Soto*, DDSO

Interpreters
Jessica Poitevin
Renee Souleret

Visitors
Beza Admassu
Stephanie Berberich
Maureen Fitzgerald
Melanie Gonzales
Michael Hayes
Braydon Holtzinger
Erica Horn
Stephanie Maki
Carmine Manicone
Marie McConnell
Branae Owens
Jen Roney
Caili Wilk
Max Woodford

Staff:
Lori Banales, Executive Director
Jennifer Bloom, Director of Client Services
Michelle Duchene, Community Services & Supports Manager
Jordan Eller, Specialized Services Manager
Camelia Houston, Director of Intake & Clinical Services
Mechelle Johnson, Director of Client Services
Carly Moorman, Client Employment Specialist
Helen Neri, Community Services & Supports Manager
Ryan Patchin, Training Manager
Jason Scantlebury, LEAD Community Services Specialist
Lisa West, Executive Secretary

The Provider Advisory Committee (PAC) met on Thursday, November 13, 2025, at 9:30 a.m. to discuss: 1) Executive Director's Report; 2) Resource Sharing/ Vendor Collaboration; 3) ACRC Vendor Forum Representative Updates; 4) System Reform and Legislative Updates; 5) PAC Committee Reports; and 6) Announcements/Comments. All present provided self-introductions.

Without objection, Lindsey Dyba made the motion to approve the Provider Advisory Committee meeting minutes of October 9, 2025, as submitted.

1. ***Executive Director's Report***
   - Ms. Banales shared that the Department of Developmental Services (DDS) will be releasing details about their annual tree lighting, which is scheduled for Wednesday, December 10th.
     - The request is for ornaments created by clients. Once received, Ms. Banales will have Ms. West send the information out to this group.
     - Typically, the department has 21 smaller trees for each regional center to decorate on their own.
       - For ACRC's tree, Ms. Banales would like client made ornaments delivered to ACRC's Sacramento office by the first week of December.
     - Important to note – if any ornament has a photo of a client, it will also need to include a photo release.
   - Yesterday, Ms. Banales attended a meeting with DDS where they discussed the DSP University. The launching of the DSP University is contingent on the completion of the Learning Management System by California State University, Sacramento (CSUS), which holds the State contract for curriculum development. The soonest this program may be available would be end of December 2025.
   - Ms. Banales is pleased to announce that Jason Scantlebury has been promoted to Adult Services Manager. He starts in his new managerial position on December 1st.
   - ACRC is hosting our next Microenterprise Fair on Thursday, December 11th, from 10 a.m. to 2 p.m. Due to limited space, we will be selecting attendees from the applications submitted by 5 p.m. on November 19th.
     - Ms. Moorman will be notifying applicants by November 21st.
   - Ms. Duchene shared information about DDS' Quality Incentive Program (QIP) for the fiscal year (FY) 2026-27.
     - In order to earn the full (10%) quality incentive rate for FY 26-27, service providers must complete the following surveys:
       - Provider Capacity Survey – this survey will require providers to answer questions about zip codes of areas served, languages offered, vacancies, staff wages, length of time with agency, number of staff who left agency, and number of part-time and full-time employees.
       - Prevention and Wellness Survey – this survey is for Service Codes 096, 113, 900, 901, 904, 905, 910, 915 & 920. The desired outcome of this measure is to gather information regarding the completion of preventative health screening for adults and children living in eligible residential facilities/homes.
       - Employment Survey – this survey is for Service Codes 950 & 952. This measure will gather information regarding staff who

directly support clients, and staff who have ACRE Training and CESP Training. It will also gather data on clients in Paid Internship Programs (PIP), Group Supported Employment, and Competitive Integrated Employment (CIE), along with the total number of jobs held.
  - DDS sent these surveys out on November 3rd. If you have not received yours, please email DDS at ProviderDirectory@dds.ca.gov.
  - For those service providers that require Electronic Visit Verification (EVV), Home and Community-Based Services (HCBS), and independent audits, DDS will verify that they are compliant as of February 27, 2026.

- At the last PAC meeting, Ms. Eller shared information on ACRC's approved Community Resource Development Plan (CRDP) start up projects for the current FY. On November 6th, ACRC held a Request for Proposal (RFP) Orientation for the Enhanced Behavioral Supports Home (EBSH) for children ages 7-17.
  - Those interested must submit their proposal by 3 p.m. on Wednesday, December 3rd.
  - Proposals will be reviewed by December 12th, and applicant interviews will be held from December 15th through 19th.
  - ACRC's final selection will be made by January 6th.

2. ***Resource Sharing/Vendor Collaboration***
   - Today's topic is "Therapy & Counseling Resources" led by Ms. Halecky.
     - Service providers discussed how they assist clients in accessing therapy and counseling resources, remembering that generic resources are available.
     - Ms. Bloom and Ms. Houston meet quarterly with ACRC's Managed Care Plans.
       - CalAIM might be beneficial for clients since Medi-Cal is looked at first.
       - Managed Care Plans are more robust than in the past and are accessible.
       - Sacramento County Behavioral Health Services has expanded their services, as well.
       - The Managed Care Plan's liaison's role is to assist ACRC Service Coordinators (SCs) to connect the client with the appropriate service.
     - ACRC is in the process of vendorizing two service providers that will have group therapy sessions available to clients within the year.
       - Passports to Learning plans to hold anger management sessions.
       - The Center for Holistic Psychology will be holding anger management and mind management sessions, too.

  - Ms. Douglas noted that Turning Point also has therapies available for clients.
- If you are interested in suggesting upcoming topics for discussion, please email Ms. Dyba and/or Ms. Ramirez.

3. ***ACRC Vendor Forum Representative Updates***
   - The Independent Living Services (ILS) vendor forum was held on October 21st.
     - The group discussed the updated DDS Directive regarding the 80-hour max.
     - ACRC's Quality Assurance (QA) Department provided an update and shared resources.
   - The Employment Services vendor forum was held on October 28th.
     - The group discussed the new job development service code and its requirements. They also had a presentation on the Paid Internship Program (PIP).

4. ***System Reform and Legislative Updates (Capital Coalition, CCLN, CDSA, CRA, PAVE, CaAPSE & Master Plan Workgroup)***
   - Capital Coalition
     - They hosted their first Annual Legislative Breakfast on October 22nd, which was well attended – representatives from seven offices and one candidate attended, along with Ms. Banales and Teresa Anderson, the Executive Director of the California Policy Center for Intellectual and Developmental Disabilities (CPCIDD).
       - The objective was to build a knowledge base for those that are not familiar with our service system. They also raised some core issues about access to services.
   - CCLN
     - The California Community Living Network (CCLN) is currently working on a California version of the Fair Labor Standards Act (FLSA) so that they can support overtime benefits for DSPs.
     - They are also looking at new locations to hold their Annual Conference – possibly Newport Beach instead of San Diego.
   - CDSA
     - The California Disabilities Services Association's (CDSA's) Public Policy Committee is meeting next week to review legislative proposals.
     - Yesterday, they held an AI Training, which can possibly be shared with this committee.
     - AB 815 (Ortega) Vehicle insurance: vehicle classification – this bill was approved by the Governor and takes effect January 1, 2026.
       - Ms. Dyba and Mr. Broadbent are working to secure a presenter to discuss this bill at the January PAC meeting.

- A workgroup is meeting today to review the feedback that they received regarding alternatives to the Board Certified Behavior Analyst (BCBA) requirements.

- PAVE
  - Last week, Ms. Duchene met with Dr. Beadle-Brown and discussed feedback on the Person-centered Advocacy Vision Education (PAVE) pilot program.
- CaAPSE
  - The California branch of the National Association of People Supporting Employment First (CaAPSE) has met with DDS to discuss employment opportunities for clients across the state.
  - CaAPSE is currently working with Cal-TASH on an employment presentation for their 43rd Annual Conference "Building Bridges Breaking Barriers" on February 27-28, 2026. They are putting together a panel of clients who have been successful in securing employment.

5. ***PAC Committee Reports***
   - Communication & Outreach Committee
     - At last month's meeting, the group discussed aligning the attendance requirements for PAC membership to PAC applicants.
       - Of the ten PAC meetings in a fiscal year (FY), individuals must attend seven meetings (five of which will be in-person).
     - Members noted that participation is more robust when attending in person.
     - Because the PAC is underrepresented in rural areas, the committee will create a "Hardship Exemption Process" which will allow for leniency for those service providers that have a lengthy traveling distance. We strive to be inclusive.

Without objection, Andrea Croom made the motion to approve aligning the attendance requirements of PAC applicants to PAC membership (attending seven of the ten FY meetings, with five in-person), along with creating a Hardship Exemption Process, as presented.

- The "why" of the PAC?
  - The PAC provides recommendations, technical assistance, and shares opinions from service providers' perspectives with ACRC's Board of Directors. We are more than just a committee that discusses current topics.
  - As the PAC's Representative to ACRC's Board of Directors, Mr. Broadbent expressed concerns/reservations regarding the revisions to ACRC's "Social Recreation Activities, Camp and Non-Medical Therapies Policy."

    - Ms. Banales noted that it is common practice to present to the Board committees any policy revisions prior to the full Board's vote to approve. As noted, this was a DDS Directive – we had no choice. She shared the concerns of the Board, as well as the PAC, with DDS directly.
  - The PAC representative to the Board is often unseen by service providers but it is an important position. The PAC's natural state is to review and discuss issues. We need to be proactive – this does not happen naturally, it needs to be intentional.
  - PAC members should contact the PAC Chair, Ms. Dyba, to add topics to the agenda.
- Vendor Relations
  - The group met and Mr. Broadbent asked for a volunteer to Chair this committee moving forward. They will discuss further in January 2026.

6. ***Announcements/Comments***
   - Futures Explored is hosting a dance on December 6th, in partnership with Christian Brothers. Once she receives it, Ms. Dyba will share the flyer.
   - Southside Unlimited's Work of Art at College Greens is holding "A Yuletide Open House" on Thursday, December 4th, from 5 to 8 p.m.
   - ACRC is hosting a virtual Listening Session for aging clients and their caregivers on Tuesday, November 18th, from 5:30 to 6:30 p.m. – registration is required.
   - STEP is hosting a Town Hall Meeting for "Vance Taylor for State Assembly" on Tuesday, November 18th. A "Meet & Greet" will run from 2 to 4 p.m., with the Town Hall from 4 to 6 p.m.
   - ACRC's Annual Santa Day is schedule for December 19th, from 10 a.m. to 4 p.m., at the Scottish Rite Center on H Street.
   - Integrated Resource Institute & Progressive Employment Concepts (PEC) offer trainings which are provided for free through HCBS funding from regional centers, including ACRC.
     - On December 16th, PEC is holding a free webinar entitled "Social Security Benefits Training and Technical Assistance" from 9 to 11 a.m. Registration is required.
       - More information can be found at: www.iri-pec.org

The next PAC meeting is scheduled for **Thursday, January 8, 2026**. The meeting adjourned at 10:49 a.m.

Lisa West
Executive Secretary

cc: ACRC Board of Directors
Lori Banales

Alta California Regional Center
RESOURCE DEVELOPMENT POLICY

Board Approved: November 18, 2010
Effective Date: January 1, 2011
Revised/Board Approved: March 28, 2013
Effective Date: April 1, 2013
Revised/Board Approved: November 18, 2021
Effective Date: November 18, 2021
Revised/Board Approved: November 21, 2024
Effective Date: January 1, 2025

Alta California Regional Center (ACRC) desires to develop resources to serve its clients. All funds utilized for the development or start-up of services and supports must be necessary for the establishment of new resources for the direct benefit of ACRC clients.

Insurance Requirements

ACRC seeks to reach industry standards and best practices related to insurance coverage policies to protect the vendors' interests; as well as the interests of ACRC and the individuals ACRC serves. In order to transact business with ACRC, vendors must satisfy the insurance requirements noted in ACRC's Vendor Insurance Requirement Listing and provide verification of coverage. Each vendor shall, at its own expense, carry and maintain the required minimum insurance to fully protect both the vendor and ACRC from all liability, losses, claims, demands, damages, judgements, legal expenses, and/or costs of any nature for arising out of the performance of vendor's ongoing operations.

Mutual Indemnification

ACRC requires mutual indemnification language be added to all new and existing service provider contracts and agreements. This allows ACRC to manage risk, protect public funds, comply with statutory obligations, and ensure service providers are legally and financially accountable for their actions, including emerging risks associated with technology and data use. See attached proposed contract language.

Use of Generative Artificial Intelligence

Service providers that use Generative Artificial Intelligence (GenAI) in connection with regional center activities must protect the privacy and security of individuals and families served. Service providers present heightened risks of exposing protected health information or personally identifiable information, because GenAI systems may use input data for model training or improvement. Accordingly, service providers are required to comply with contractual safeguards that specify what data may be used, for what purposes, and prohibit unauthorized use or disclosure of confidential information. See attached proposed contract language.

Request for Proposal

It is the policy of ACRC to require a Request for Proposal (RFP) for all development of resources* with an estimated annual expenditure in excess of $250,000 as well as for any project where StartUp Funds will be provided by ACRC. ACRC may also require an RFP for resource development where the estimated annual expenditure is less than $250,000 if, in the discretion of the Executive Director or designee, determine that the use of an RFP will result in the creation of better resources for clients.

ACRC may use POS funds as Start-Up for developing new community resources to protect the clients' health and safety or because of other extraordinary circumstances, and the Department of Developmental Services (DDS) has granted prior written authorization.

All start-up funds shall be supported by a contract that shall include, but is not limited to the following:

- sufficient detail and measurable performance expectations and results
- disbursement requirements
- maintenance of accounting records
- language on a fair and equitable recovery of start-up funds should the provider cease to provide services to clients within a specified period of time

ACRC will issue Requests for Proposal (RFP) based upon the need for services and supports as assessed by the Regional Center. The RFPs will:

- be posted on the website
- provide instructions for the process, including timelines, submissions, evaluation, and selection
- specifications for the disbursement of start-up monies
- instructions to the provider to maintain accounting and other records to document the use of these monies

* Community Resource Development Plan (CRDP) – Multi-Family Housing development proposals

- No RFP will be required when start-up funding for multi-family housing development is available through the CRDP.
    - o Pursuant to California Welfare and Institutions Code Sections 4418.25 and 4679, regional center requests to DDS for CRDP multi-family housing funding must result from a need identified by the CRDP stakeholder process. Awards for multi-family housing development proposals may only be for those entities identified in ACRC's CRDP request to DDS and approved by DDS.
- Prior to submission to DDS, the proposed multi-family housing development will be presented to the board of directors for their review.

Exceptions to the policy:

Exceptions must be approved by the Executive Director and will only be granted in extraordinary circumstances and must be in accordance with all applicable laws and regulations.

Enclosure: ACRC's Vendor Insurance Requirement Listing , Contract Indemnification Language, Use of Generative Artificial Intelligence (GenAI)

Alta California's Regional Center's Vendor Insurance Requirement Listing

Coverage	Requirement	Details/Values
General Liability	Each Occurrence General Aggregate Limit *Should not have any limitations to abuse/molestation/harassment/malpractice	$1,000,000 $3,000,000
Auto Liability	Combined single limit	$1,000,000
Professional Liability	Each Occurrence General Aggregate Limit *Should not have any limitations to abuse/molestation/harassment/malpractice	$1,000,000 $3,000,000
Workers Compensation & Employers Liability	Each Occurrence Each Employee Limit	$1,000,000 $1,000,000

Other Certificate of Insurance (COI) Requirements:	
Additional Insured Entities noted on policy:	Alta California Regional Center
Please send Insurance Certificates to:	Mailing Address: Alta California Regional Center ATTN: Community Services Department 4151 E Commerce Way Suite 100 Sacramento, CA 95834 Email: vendorization@altaregional.org

Covering Service Codes:

All service codes excluding service code 895

Alta California's Regional Center's Vendor Insurance Requirement Listing - 895

Coverage	Requirement	Details/Values
General Liability	Each Occurrence General Aggregate Limit *Should not have any limitations to abuse/molestation/harassment/malpractice	$3,000,000 $5,000,000
Auto Liability	Combined single limit	$5,000,000
Professional Liability	Each Occurrence General Aggregate Limit *Should not have any limitations to abuse/molestation/harassment/malpractice	$3,000,000 $5,000,000
Workers Compensation & Employers Liability	Each Occurrence Each Employee Limit	$1,000,000 $1,000,000

Other Certificate of Insurance (COI) Requirements:	
Additional Insured Entities noted on policy:	Alta California Regional Center
Please send Insurance Certificates to:	Mailing Address: Alta California Regional Center ATTN: Community Services Department 4151 E Commerce Way Suite 100 Sacramento, CA 95834 Email: vendorization@altaregional.org

Alta California Regional Center Additional Contractual Requirements

Indemnification

1.01 Contractor's Indemnity.

A. Contractor agrees to indemnify, defend, and hold harmless Regional Center, DDS the State of California and their respective officers, agent, and employees (collectively, the "**Regional Center Indemnitees**") from every claim or demand made by reason of:

(a) Any personal injury or property damage sustained by any person, or entity, caused by or resulting from any act, neglect, default, or omissions of Contractor or of any person, or entity performing any services in connection with this Agreement on behalf of Contractor; and

(b) Claims under workers' compensation laws or other employee benefit laws by Contractor's agents or employees; and

(c) Contractor's failure to fulfill its obligations under this Agreement in strict accordance with its terms, including Contractor's breach of any representations or covenants given in this Agreement; and

(d) A violation of any local, state, or federal law, regulation or code by Contractor or by any of Contractor's employees, agents, consultants, or subcontractors in connection with the conduct of their activities performed in connection with this Agreement.

B. Contractor at his own expense and risk, shall defend any action, legal proceeding, arbitration, or other mediation proceeding, that may be brought against the Regional Center Indemnitees or any of them on any such claim or demand as set forth above. Contractor shall defend such matter by counsel reasonably satisfactory to Regional Center. The Regional Center Indemnitees need not have first paid any such claim in order to be so indemnified. Contractor shall also pay and satisfy any settlement, or any judgment which may be rendered against the Regional Center Indemnitees or any of them arising from any injuries described in this Section 1.01 including, but not limited to, those claims and demands resulting from the negligence of the Regional Center Indemnitees or any of them; provided, however, Contractor shall have no duty to indemnify any particular Regional Center Indemnitee for those injuries caused to Contractor or a third party by the gross negligence of such Regional Center Indemnitee.

1.02 Regional Center's Indemnity.

A. Regional Center agrees to indemnify, defend, and hold harmless Contractor and its respective officers and employees (collectively, the "**Contractor Indemnitees**") from every claim or demand made by reason of:

(a) Any personal injury or property damage sustained by any person, or entity, caused by or resulting from any gross negligence of Regional Center or of any person, or entity performing any services in connection with this Agreement on behalf of Regional Center; and

(b) Regional Center's failure to fulfill its obligations under this Agreement in strict accordance with its terms, including Regional Center's breach of any representations or covenants given in this Agreement; and

(c) A violation of any local, state, or federal law, regulation or code by Regional Center or by any of Regional Center's employees, agents, consultants, or subcontractors in connection with the conduct of their activities performed in connection with this Agreement.

B. Regional Center at his own expense and risk, shall defend any action, legal proceeding, arbitration, or other mediation proceeding, that may be brought against Contractor Indemnitees or any of them on any such claim or demand as set forth above. Regional Center shall defend such matter by counsel reasonably satisfactory to Contractor. Contractor Indemnitees need not have first paid any such claim in order to be so indemnified. Regional Center shall also pay and satisfy any settlement, or any judgment which may be rendered against Contractor Indemnitees or any of them arising from any injuries described in this Section 1.02; provided, however, Regional Center shall only have a duty to indemnify any particular Contractor Indemnitee for those injuries caused to Contractor or a third party by the gross negligence of Regional Center or its officers, agents, or employees.

1.03 Survival. The indemnities set forth in this Section 1 shall apply during the term of this Agreement and shall also survive the expiration, rescission, or termination of this Agreement, until such time as action against the Regional Center Indemnitees and Contractor Indemnitees on account of any matter covered by each such indemnity is barred by the applicable statute of limitations.

Use of Generative Artificial Intelligence

1.01 Use of Generative Artificial Intelligence (GenAI): If Contractor uses Generative Artificial Intelligence (GenAI) in performing services under this Agreement, Contractor shall comply with all applicable privacy, security, and confidentiality laws and uphold the same data protection standards required of the Regional Center. Contractor shall not input Protected Health Information (PHI), Personally Identifiable Information (PII), or other confidential information into any unapproved GenAI system, nor permit such data to be used for model training or unauthorized purposes, and shall maintain safeguards to prevent data breaches or misuse. These requirements are subject to review and update as GenAI technology and applicable guidance from the Department of Developmental Services continue to evolve.

Alternate Contract Language: Vendors may propose alternate contract language for ACRC's consideration. ACRC may accept such language if it is deemed acceptable and consistent with applicable legal, regulatory, and risk management requirements.

Alta California Regional Center, Inc.

Sacramento, California

FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION
WITH INDEPENDENT AUDITORS' REPORTS

June 30, 2025

Alta California Regional Center, Inc.

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June 30, 2025

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Dèvant CPAs

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Alta California Regional Center, Inc.
Sacramento, California

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Alta California Regional Center, Inc., a California nonprofit corporation (the Organization), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards issued by the Comptroller General of the United States*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United State of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for one year after the date that the financial statements are issued.

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 12, 2026, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

Devant CPAs

Devant CPAs
Roseville, California
January 12, 2026

FINANCIAL SECTION

Alta California Regional Center, Inc.

STATEMENT OF FINANCIAL POSITION

June 30, 2025

ASSETS	
Cash and cash equivalents	$ 64,237,540
Receivable - State Regional Center contracts	273,039,554
Receivable - Intermediate Care Facility	2,198,666
Due from State - unfunded accrued pension liability	29,225,415
Due from State - accrued vacation leave benefits	4,401,885
Due from State - deferred rent	1,670,188
Prepaid expenses and other assets	1,200,436
Operating lease right of use assets	29,357,394
TOTAL ASSETS	$ 405,331,078
LIABILITIES AND NET ASSETS	
Liabilities	
Accounts payable	$ 104,086,475
Advance - State Regional Center contracts	235,218,509
Accrued and other liabilities	504,703
Unfunded accrued pension liability	29,225,415
Accrued vacation leave benefits	4,401,885
Deferred rent	770,586
Due to State - Intermediate Care Facility	455,967
Operating lease liability -short term portion	3,563,149
Operating lease liability -long term portion	26,693,847
Total Liabilities	404,920,536
Net Assets	
Without donor restriction	248,714
With donor restriction	161,828
Total Net Assets	410,542
TOTAL LIABILITIES AND NET ASSETS	$ 405,331,078

The accompanying notes are an integral part of these financial statements.

Alta California Regional Center, Inc.
STATEMENT OF ACTIVITIES

Year Ended June 30, 2025	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE			
State Regional Center contracts	$ 960,116,212	$ -	$ 960,116,212
Intermediate Care Facility supplemental services income	4,702,257	-	4,702,257
Intermediate Care Facility administrative fee	73,984		73,984
Interest and other income	883,896	-	883,896
TOTAL REVENUE	965,776,349	-	965,776,349
EXPENSES			
Program Services			
Client services	954,773,145	-	954,773,145
Supporting Services			
Management and general	11,037,744	-	11,037,744
TOTAL EXPENSES	965,810,888	-	965,810,888
Changes in Net Assets	(34,539)	-	(34,539)
Net Assets - Beginning of Year	283,253	161,828	445,081
Net Assets - End of Year	$ 248,714	$ 161,828	$ 410,542

The accompanying notes are an integral part of these financial statements.

Alta California Regional Center, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended June 30, 2025	Program Services Client Services	Supporting Services Management and General	Total Expenses
Salaries	53,776,919	$ 4,986,376	$ 58,763,295
Employee health and retirement benefits	19,123,040	$ 1,983,279	21,106,319
Payroll taxes	610,324	68,929	679,253
Total Salaries and Related Expenses	73,510,283	7,038,584	80,548,866
Purchase of services:			
Other purchased services	509,801,064	-	509,801,064
Living out-of-home	243,787,408	-	243,787,408
Day program	116,920,077	-	116,920,077
Facility rent	3,884,624	403,164	4,287,788
Contract/consulting services	610,769	744,766	1,355,535
Office expenses	604,424	77,060	681,484
Data processing	1,578,122	1,517,978	3,096,100
Insurance	612,851	70,663	683,514
Legal fees	65,933	(88,037)	(22,104)
General expenses	568,940	139,570	708,510
Equipment maintenance and purchases	119,117	733,832	852,949
Facility maintenance	817,216	32,306	849,522
Equipment rental	186,892	119,839	306,731
Travel	729,537	9,275	738,812
Communications	956,292	7,839	964,131
ARCA dues	-	138,107	138,107
Accounting fees	-	77,039	77,039
Board of Directors' expenses	-	13,270	13,270
Printing	19,596	2,489	22,085
Total	$ 954,773,145	$ 11,037,744	$ 965,810,888

The accompanying notes are an integral part of these financial statements.

Alta California Regional Center, Inc.
STATEMENT OF CASH FLOWS

Year Ended June 30, 2025

CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$	(34,539)
Adjustments to reconcile change in net assets		
to net cash provided (used) by operating activities:		
(Increase) decrease in:		
Receivable - State Regional Center contracts		(47,222,090)
Receivable - Intermediate Care Facility		(199,299)
Prepaid expenses and other assets		190,734
Increase (decrease) in:		
Accounts payable		26,482,735
Advance - State Regional Center contracts		16,005,802
Accrued and other liabilities		(1,490,722)
Due to State - Intermediate Care Facility		-
Net Cash Provided (Used) By Operating Activities		(6,267,379)
Net Increase (Decrease) in Cash		(6,267,379)
Cash and Cash Equivalents - Beginning of Year		70,504,919
Cash and Cash Equivalents - End of Year	$	64,237,540
SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION		
Cash Paid for Interest	$	-
SCHEDULE OF NONCASH		
Decrease in due from State - unfunded accrued pension liability	$	3,666,961
Increase in due from State - accrued vacation leave benefits		(402,194)
Increase in due from State - Right of use		(745,056)
Increase in operating lease right of use assets		(24,517,129)
Decrease in unfunded accrued pension liability		(3,666,961)
Increase in accrued vacation leave benefits		402,194
Increase in operating lease liability		25,262,185
Total	$	-

The accompanying notes are an integral part of these financial statements.

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities: Alta California Regional Center, Inc. (the Organization), was incorporated as a California not-for-profit corporation in May 1970. The Organization was organized in accordance with the provisions of the Lanterman Developmental Disabilities Services Act (the Act) of the *Welfare and Institutions Code* of the State of California (the State). In accordance with the Act, the Organization provides diagnostic evaluations, client service coordination, and lifelong planning services for persons with developmental disabilities and their families.

The Organization is governed by their board of directors. To comply with the Act, the Organization's board of directors includes persons with developmental disabilities, or their parents or legal guardians who receive services from the Organization and a client service provider who provides services to the Organization's clients.

The Organization primarily contracts with the Department of Developmental Services, State of California (DDS) to fund the operations of the Regional Center and provide services to clients with disabilities residing within the counties of Alpine, Colusa, El Dorado, Nevada, Placer, Sacramento, Sierra, Sutter, Yolo, and Yuba. The annual level of funding is dependent on the State of California budget.

Basis of Accounting: The accompanying financial statements have been prepared on the accrual basis of accounting. The Organization is reimbursed by the State for expenses incurred in operating the Organization.

Basis of Presentation: The Organization's financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 958, *Not-for-Profit Entities*. Under FASB ASC Topic 958, the Organization is required to report information regarding its financial position and activities according to two classes of net assets based upon the existence or absence of donor-imposed restrictions, as follows:

Net Assets Without Donor Restrictions: Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions: Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The Organization reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Net assets with donor restrictions at June 30, 2025 consisted of donations received to be used for housing the Organization's clients in El Dorado County. The balance at June 30, 2025 was $161,828.

Fund Accounting: The accounts of the Organization are maintained in accordance with the principles of fund accounting. Under fund accounting, resources are classified for accounting and reporting considerations into funds established according to their nature and purpose.

Cash and Cash Equivalents: For purposes of the statement of cash flows, the Organization considers all highly liquid cash debt instruments with original maturities of three months or less to be cash equivalents. As required by the contract with DDS, funds received from the State are deposited into interest-bearing accounts in a bank legally authorized to do business in California, and which accounts are established solely for the operation of the Organization. The accounts are in the name of both the Organization and DDS, as required by DDS.

Significant Concentrations of Credit Risk: Due to the unique requirements of the State and the large fluctuations in account balances the Organization can have during the year, it is not feasible for the Organization to diversify its cash balances among various financial institutions. Therefore, the Organization maintains substantially all of its cash and temporary cash investments at one financial institution. Accounts at the institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. At June 30, 2025, cash exceeded federally insured limits by $63,945,535. While the amount in the banks typically exceeded FDIC coverage during the year, historically the Organization has not experienced any losses on such accounts. For these reasons, management believes it is not exposed to any significant credit risk on such accounts.

Prepaid Expenses: Payments made to vendors for services that will benefit the Organization for periods beyond the current fiscal year are recorded as prepaid expenses.

State Regional Center Contract Receivable and Advance: Contracts receivable represent amounts due from the State for reimbursement of expenditures made by the Organization under the annual regional center contracts. Advances represent cash advances received by the Organization under the annual regional center contracts. Amounts receivable from the State are offset against advances payable when the State notifies the Organization that a right of offset exists.

The Organization considers all amounts receivable under grant contracts to be collectible; accordingly, no allowance for doubtful accounts exists.

Receivable – Intermediate Care Facility and Due to State - Intermediate Care Facility: The Centers for Medicare and Medicaid Services (CMS) approved federal financial participation in the funding of day and transportation services for clients who reside in intermediate care facilities (ICFs). As federal rules require services provided to residents of ICFs to be coordinated by those facilities, the State of California has devised a system wherein the Organization pays for the day program and transportation services, and then submits a statement of those costs to DDS and the ICF providers. DDS pays the ICF providers for these day and transportation services and the ICF providers reimburse the Organization for what it has spent. The Organization receives a 1.5% administrative fee based on the funds received to cover the additional workload.

The receivable from Intermediate Care Facilities reduces contract receivable from DDS. DDS has instituted protocols should the ICFs not remit the net amounts due to the Organization. The receivable from Intermediate Care Facilities in the amount of $2,198,666 at June 30, 2025, represents the amount DDS paid or will pay to the ICFs net of ICF administrative fees. Revenue from Intermediate Care Facilities was $4,776,241 as of June 30, 2025.

Management considers all receivables to be fully collectible; accordingly, no allowance for doubtful accounts exists.

Concentration of Labor: Approximately 80% of the employees of the Organization are represented by a union for collective bargaining purposes. Periodically the collective bargaining agreement is subject to renegotiation.

Equipment Purchase: In accordance with the State Regional Center contracts, all equipment purchased with contract funds is the property of the State. The Organization is required to maintain memorandum records of equipment purchases and dispositions. Equipment purchases are recorded as supporting or program service expenses when they are incurred. The cost basis of the property utilized by the Organization and owned by the State at June 30, 2025 was $504,342. This balance includes only the equipment that is sensitive or exceeds $5,000 as required by State Administrative Manual (SAM) guidelines.

Revenue Concentration: State Regional Center contract revenue is revenue received from the State of California in accordance with the Lanterman Act. Approximately 99% of revenue is derived from this source.

Revenue and Revenue Recognition: The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional contributions or promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

A significant portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as Advance – State Regional Center contracts on the statement of financial position. The Organization received cost-reimbursable grants of $235,218,509 that have not been recognized in revenue at June 30, 2025, because qualifying expenditures have not yet been incurred; therefore, the advance payment of $235,218,509 is reported on the statement of financial position as Advance – State Regional Center contracts.

Vacation Leave Benefits: Accumulated unpaid employee vacation benefits are recognized as accrued expenses and included in liabilities. Unused benefits are payable to an employee should employment cease. However, while a corresponding receivable for these benefits has been recorded from the State, such benefits are reimbursed under State contracts only when benefits have actually been paid.

Sick leave benefits are accumulated for each employee. Employees hired prior to June 30, 2006 gain a vested right to 50% of their accumulated sick leave and all other employees do not gain a vested right to their accumulated sick leave. Therefore, accumulated employee sick leave benefits for employees hired before June 30, 2006, are recognized as liabilities of the Organization and the remaining sick leave benefits for all other employees are recorded as expenses in the period sick leave is taken. However, while a corresponding receivable for these benefits has been recorded from the State, such benefits are reimbursed under State contracts only when benefits have actually been paid.

Defined Benefit Pension Plan: The Organization records the unfunded liability of its defined benefit pension plan with California Public Employees' Retirement System (CalPERS) on the statement of financial position. CalPERS has characteristics of a multiemployer plan. The Organization uses the actuarial report provided by CalPERS coinciding with the Organizations fiscal year end; however, the actuarial report is one year in arrears. The delay is due to the fact that there is a two-year lag between the Valuation Date and the Contribution Fiscal Year. The lag is necessary due to the amount of time needed to extract and test the membership and financial data, and due to the need to provide public agencies with their employer contribution rates well in advance of the start of the fiscal year. Accordingly, the actual unfunded liability may differ from the recorded amount. As of June 30, 2025, the difference cannot be reasonably determined; however, according to CalPERS, the respective actuarial report provides the most accurate representation of the unfunded accrued liability and plan assets as detailed in Note 6.

Income Taxes: The Organization has received tax-exempt status under Section 501(c)(3) of the *Internal Revenue Code*, and Section 23701(d) of the *California Revenue and Taxation Code*, and has been classified as an organization that is not a private foundation under Section 509(a) of the *Internal Revenue Code*. Accordingly, no provision for income taxes is included in the financial statements.

The Organization accounts for income taxes in accordance with FASB ASC 740, *Income Taxes*, which clarifies the accounting for uncertainty in income taxes and how an uncertain tax position is recognized in financial statements. The Organization analyzes tax positions taken in previously filed returns and tax positions expected to be taken in future returns. Based on this analysis, a liability is recorded if uncertain tax benefits have been received. The Organization's practice is to recognize interest and penalties, if any, related to uncertain tax positions in the tax expense. There were no uncertain tax positions identified or related interest and penalties recorded as of June 30, 2025, and the Organization does not expect this to change significantly over the next 12 months.

Allocation of Expenses: The statement of functional expenses allocates expenses to the program and supporting service categories based on a direct method for purchase of services, salaries, and related expenses. Operating expenses are allocated to the program and supporting services based on the relative benefits received.

Advertising: Costs for advertising and related communication costs are expensed as they are incurred.

Use of Estimates and Assumptions: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

Leases: At the inception of a contract, the Organization determines if the arrangement is, or contains, a lease. Operating lease right-of-use ("ROU") assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent its obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of the future minimum lease payments over the lease term calculated using the risk-free rate commensurate with the term of the ROU asset.

ROU assets also include any lease payments made at or before lease commencement and exclude any lease incentives received. The lease terms may include options to extend the lease when it is reasonably certain that the Agency will exercise that option. Leases with a term of 12 months or less are not recognized in the statement of financial position. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The Agency accounts for lease and non-lease components as a single lease component for all its leases.

Subsequent Events: Management has evaluated subsequent events through January 13, 2025, the date on which the financial statements were available to be issued.

2. LIQUIDITY AND AVAILABILITY

Liquidity: Financial assets available for purchase of client service and operation expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

June 30, 2025	
Cash and cash equivalents	$ 64,237,540
Less: Cash subject to donor restrictions	(161,828)
Receivable - State Regional Center Contracts	273,039,554
Less: Advance State Regional Center Contracts	(235,218,509)
Receivable - Intermediate Care Facility	2,198,666
Due to State - Intermediate Care Facility	(25,433,298)
Total	$ 78,662,125

The Organization maintains a line of credit (see Note 7) to manage cash flow requirements during the months of May through October as needed to cover any delays in cash advances and reimbursements over the beginning of the fiscal year.

3. FUNDING LIMITS

The Organization's contract is funded by the State's General Fund and federal reimbursements. Allocated amounts are based primarily on projected client caseloads, and are subject to amendment based upon actual services provided.

Contracts are open for the current and two prior fiscal years as follows:

Fiscal Years Ended	Contract Amount	Cumulative Expenses	Unexpended Balance
June 30, 2025	$ 940,497,740	$ 954,373,977	$ (13,876,237)
June 30, 2024	$ 829,105,600	$ 788,582,989	$ 40,522,611
June 30, 2023	$ 805,582,040	$ 693,959,210	$ 111,622,830

Management monitors the unexpended balance annually to avoid overspending the contract limits. A majority of the unexpended balance is related to purchase of service client services and this amount could change due to delinquent billings. Management believes that total expenditures for each open year will not exceed the final approved State contract amount.

4. BUDGET

According to the Organization's contract with DDS, the State and the regional centers collaborate to build the budget for the regional center system using the best quality data and information available. This budget provides data to assist in building the Governor's January Budget and the May Revise.

Additionally, each regional center submits a monthly purchase of service expenditure projection to DDS, beginning in December of each fiscal year. By February 1st of each year, DDS allocates, to all regional centers, approximately ninety-nine percent (99%) of the enacted budget for operations and purchase of service. To do this, it may be necessary to amend the Organization's contract in order to allocate funds made available from budget augmentations to allocate funds among regional centers. In the event that DDS determines that a regional center has insufficient funds to meet its contractual obligations, DDS shall utilize proper legislative measures to secure additional funds and provide the regional center with regulatory and statutory relief.

5. OTHER PURCHASED SERVICES

Other purchased services consisted of the following:

Year Ended June 30, 2025	
Other authorized services	$ 223,254,983
Transportation	77,301,712
Nonmedical services	84,979,404
Respite	88,043,459
Medical care	30,718,199
Medical equipment	3,623,974
Prevention services	1,475,321
Camps	404,012
Total Other Purchased Services	$ 509,801,064

6. LEASES AND COMMITMENTS

Nature of Leases

The Organization has obligations as a lessee for office space with initial non-cancellable terms in excess of one year. The leases are right of use assets. The office space leases have initial terms that range from 5 to 10 years with options to extend the lease terms for an additional 5 years. Because the Organization is reasonably certain to exercise these options to extend, the optional periods are included in determining the lease term, and associated payments under these renewal options are included in lease payments used to determine the lease liability balances. The Organization classifies these leases as operating leases. Payments due under lease contracts include fixed payments and variable payments. Existing leases require the Organization to pay for property tax, insurance and its share of the facilities' direct expenses, including maintenance, janitorial, and gardening expenses. These variable lease payments are not included in lease payments used to determine lease liabilities and are recognized as variable lease costs when incurred. The carrying amount is the present value of the lease payments net of accumulated amortization.

Beginning in 2022, the Center has elected not to separate nonlease components from lease components for all office space leases

Significant Judgments and Assumptions

The Company uses its incremental borrowing rate to determine the present value of lease payments. The rate is determined based on the information available at the lease commencement date.

Lease Costs

The components of lease expense for the year ended June 30, 2025 are as follows:

Remaining lease terms (years)

	Equipment	Office Space
Fixed operating lease costs	$ 338,323	$ 41,007,657
Remaining lease terms (years)	4.3	10.2
Weighted-average discount rate	5%	5%

Maturity Analysis of Lease Liabilities

The carrying amount of lease liabilities are right of use liabilities. The right of use liability is the present value of the lease payments. The following summarizes the maturity of lease liabilities as of June 30, 2025:

Years Ending June 30	
2026	$ 3,635,032
2027	4,125,716
2028	4,212,642
2029	3,758,835
2030	3,623,223
Thereafter	20,275,084
Total undiscounted cash flows	39,630,531
Less: present value discount	(9,373,535)
Total Operating Lease Liability	$ 30,256,996

The terms of the leases provide for payment of minimum annual rent, insurance, and property taxes.

Commitments

The Organization contracts with various providers of services for the developmentally disabled. Significant unpaid commitments under these contracts as they are paid in arrears.

7. PENSION PLAN

The Organization participates in the California Public Employee's Retirement System (CalPERS), an agent multiple-employer public employee defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public employers within the State of California. Benefit provisions and other requirements are established by state statutes within the Public Employees' Retirement Law. Copies of CalPERS' annual financial report may be obtained from the CalPERS Executive Office at 400 P Street, Sacramento, California 95814.

Funding Policy

Active plan members are required to contribute 7% of their annual covered salaries for employees hired before January 1, 2013 and 6.25% of covered salaries for employees hired after January 1, 2013. The Organization contributes the full required contributions for plan members up to the actuarially determined contribution necessary to fund the benefits for its members. The actuarial methods and assumptions used are those adopted by the CalPERS Board of Administration. The required employer contribution rate for the year ended June 30, 2025, was 14.24%. The contribution requirements of the plan members are established by state statute and the employer contribution rate is established and may be amended by CalPERS.

The unfunded liability measured at June 30, 2024, which was the most current actuarial valuation available due to a one year lag in measurement reporting, was as follows:

Present value of projected benefits	$ 241,109,776
Less present value of future:	
Future employer normal costs	(37,127,550)
Future employee contributions	(35,435,471)
Entry Age Normal Accrued Liability	168,546,755
Market value of assets	(139,321,340)
Unfunded Defined Benefit Plan Liability	$ 29,225,415

The Organization actively monitors the unfunded liability with the board of directors and seeks methods to help reduce its liability, such as, making periodic payments towards the liability throughout the fiscal year.

The reconciliation of the market value of assets over the prior year was as follows:

June 30, 2025	
Beginning of Year	$ 123,364,542
Contributions:	
Employer	6,772,022
Employee	3,368,797
Net investment return - net of investment expenses	11,977,525
Benefit payments to retirees and beneficiaries	(5,855,429)
Refunds	(220,307)
Other transfers and miscellaneous adjustments	(85,810)
End of Year	$ 139,321,340

Annual Pension Cost

For the year ended June 30, 2025, the Organization's annual pension cost was $5,557,379. The expected payment on the unfunded liability for the year ended June 30, 2025 is $4,721,899. The following is a summary of principal assumptions and methods used to determine the required annual contribution:

Valuation date	June 30, 2024
Actuarial cost method	Entry Age Actuarial Cost Method
Asset valuation method	Market Value
Actuarial assumptions:	
Discount rate	6.8% (Net of administrative expenses)
Price Inflation	2.300%
Wage Inflation	2.800%

Under this method, projected benefits are determined for all members and the associate liabilities are spread in a manner that produces level annual cost as a percent of pay in each year from the age of hire to the assumed retirement age. The cost allocated to the current fiscal year is called the normal cost.

Sensitivity of the Unfunded Accrued Pension Liability to the Changes in the Discount Rate

The following presents the unfunded accrued pension liability of the Plan, calculated using the discount rate of 6.80%, as well as what the unfunded accrued pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.80%) or one percentage point higher (7.80%) than the current rate:

	1% Decrease (5.80%)	Current Discount Rate (6.80%)	1% Increase (7.80%)
Unfunded accrued pension liability	$ 54,687,048	$ 29,225,415	$ 8,494,297

The actuarial accrued liability for active members is calculated as the portion of the total cost of the plan allocated to prior years. The actuarial accrued liability for members currently receiving benefits, for active members beyond the assumed retirement age, and for members entitled to deferred benefits, is equal to the present value of the benefits expected to be paid. No normal costs are applicable for these participants.

The excess of the total actuarial accrued liability over the actuarial value of plan assets is called the unfunded actuarial accrued liability. Funding requirements are determined by adding the normal cost and an amortization of the unfunded liability as a level percentage of assumed future payrolls. Commencing with the June 30, 2013 valuation all new gains or losses are tracked and amortized over a fixed 30-year period with a 5-year ramp up at the beginning and a 5-year ramp-down at the end of the amortization period. All changes in liability due to plan amendments (other than golden handshakes), changes in actuarial assumptions, or changes actuarial methodology are amortized separately over a 20-year period with a 5-year ramp up at the beginning and 5-year ramp down at the end of the amortization period. Changes in unfunded accrued liability due to a Golden Handshake will be amortized over a period of 5-years. If the plan's accrued liability exceeds the market value of assets, the annual contribution with respect to the total unfunded liability may not be less than the amount produced by a 30-year amortization of the unfunded liability. An exception has been made for the change in asset value from actuarial to market value in this valuation. The CalPERS Board approved a 30-year amortization with a 5-year ramp-up/ramp-down for only this change in method.

The following schedule shows the recent history of the actuarial value of assets, actuarial accrued liability, their relationship, and the relationship of the unfunded actuarial accrued liability to payroll (beginning with June 30, 2014, valuation Actuarial Value of Assets equals Market Value of Assets per CalPERS Direct Rate Smoothing Policy):

Valuation Date	Entry Age Normal Accrued Liability	Market Value of Assets	Unfunded Liability	Funded Ratio	Annual Covered Payroll	Unfunded Actuarial Liability as Percent of Payroll
6/30/2015	$ 76,233,119	$ 60,924,000	$ 15,309,119	79.9%	$ 20,608,339	74.3%
6/30/2016	$ 83,630,855	$ 62,554,043	$ 21,076,812	74.8%	$ 21,566,286	97.7%
6/30/2017	$ 96,354,111	$ 71,358,369	$ 24,995,742	74.1%	$ 26,511,934	94.3%
6/30/2018	$ 106,756,294	$ 78,839,204	$ 27,917,090	73.8%	$ 27,052,302	103.2%
6/30/2019	$ 113,692,003	$ 85,672,559	$ 28,019,444	75.4%	$ 29,101,984	96.3%
6/30/2020	$ 122,643,464	$ 91,753,247	$ 30,890,217	74.8%	$ 30,657,127	100.8%
6/30/2021	$ 133,700,862	$ 117,386,162	$ 16,314,700	87.8%	$ 30,358,011	53.7%
6/30/2022	$ 144,157,153	$ 110,989,190	$ 33,167,963	77.0%	$ 34,282,770	96.7%
6/30/2023	$ 156,256,918	$ 123,364,542	$ 32,892,376	78.9%	$ 39,683,115	82.9%
6/30/2024	$ 168,546,755	$ 139,321,340	$ 29,225,415	82.7%	$ 47,331,603	61.7%

Asset Allocation

The asset allocation shown below reflects the CalPERS fund in total as of June 30, 2023. The assets of the Organization's plan are part of the CalPERS fund and are invested accordingly:

	Current Allocation	Policy Target Allocation
Asset Class		
Public equity	41.8%	37.0%
Domestic fixed income	24.3%	23.0%
Global fixed income	5.3%	5.0%
Private equity	15.5%	17.0%
Real assets	13.2%	15.0%
Private Debt	2.8%	8.0%
Trust level financing	-3.0%	-5.0%
Total	100%	100%

Other Plans

The Organization contributed to a defined contribution retirement account for eligible employees who elected not to participate in the CalPERS retirement plan. The Organization deposited a non-elective employer contribution set at 8% of the employees' annual salary which amounted to $50,697 for the year ended June 30, 2025.

8. LINE OF CREDIT

The Organization has a revolving note with U.S. Bank, NA whereby it can borrow up to $25,000,000 until September 5, 2025. Interest payments are due monthly at a variable rate of interest, calculated at an annual rate equal to 2.0% plus the one month LIBOR rate. On June 30, 2025, the interest rate was 3.44%. No amount was outstanding on the revolving note as of June 30, 2025.

9. LITIGATION CLAIMS AND CONTINGENCIES

In accordance with the terms of the State of California contract, an audit may be performed by an authorized state representative. Should such audit disclose any unallowable costs, the Organization may be liable to the State for reimbursement of such costs. In the opinion of the Organization's management, the effect of any disallowed costs, if any, would be immaterial to the financial statements as of June 30, 2025.

The Organization is dependent on continued funding provided by the DDS of the State of California to operate and provide services for its clients.

The Organization is involved in various claims and lawsuits arising in the normal conduct of its business. The Organization believes it has adequate defenses and insurance coverage for these actions and, thus, has made no provision in the financial statements for any material costs relating to the settlement of such claims.

10. RELATED-PARTY TRANSACTIONS

California Welfare and Institutions Code, Section 4622, requires that a minimum of 50% of the Organization's governing board be comprised of persons with developmental disabilities or their parents or legal guardians in addition of having one client service provider. Program service payments were made in the normal course of business on behalf of persons with developmental disabilities that were governing board members or were related to governing board members.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Contract Year(s)	Pass-Through Grant Number	Disbursements/ Expenditures
U.S. DEPARTMENT OF EDUCATION				
Passed Through State of California Department of Developmental Services -				
Special Education - Grants for Infants and Families with Disabilities (Part C)	84.181A	24/25	H181A210037	$ 1,607,838
Total U.S. Department of Education				1,607,838
Total Expenditures of Federal Awards				$ 1,607,838

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal award activity of the Organization under programs of the federal government for the year ended June 30, 2025. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because this schedule presents only a selected portion of the operations of the Organization, it is not intended to, and does not, present the financial position, changes in net assets, or cash flows of the Organization.

Summary of Significant Accounting Policies

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Part C expenditures are based on state contract budget allocations.

Indirect Cost Rate

The Organization did not elect to use the 10% de minimis method for indirect cost rate allowed under the Uniform Guidance.

Noncash Assistance

Alta California Regional Center has not received any non-cash assistance, such as commodities, food stamps, or surplus property, or insurance provided by a federal or state agency.

OTHER REPORTS SECTION

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Alta California Regional Center, Inc.
Sacramento, California

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM

We have audited Alta California Regional Center, Inc.'s, a California nonprofit corporation (the Organization), compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the Organization's major federal program for the year ended June 30, 2025. The Organization's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*4 issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Alta California Regional Center, Inc and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Example Entity's compliance with the compliance requirements referred to above

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Alta California Regional Center, Inc.'s federal programs.

Our responsibility is to express an opinion on compliance on the Organization's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit

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REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
(Continued)

of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the Organization's compliance.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Example Entity's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Alta California Regional Center, Inc.'s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

• exercise professional judgment and maintain professional skepticism throughout the audit.

• identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Example Entity's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

• obtain an understanding of Alta Ca Regional Center, Inc.'s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Alta California Regional Center, Inc.'s internal control over compliance. Accordingly, no such opinion is expressed.

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
(Continued)

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

REPORT ON INTERNAL CONTROL OVER COMPLIANCE

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Devant CPAs

Devant CPAs
Roseville, California
January 12, 2026

FINDINGS AND QUESTIONED COSTS SECTION

Alta California Regional Center, Inc.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

June 30, 2025

SECTION I
SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Are any material weaknesses identified?	No
Are any significant deficiencies identified?	None reported
Is any noncompliance material to financial statements noted?	No

FEDERAL AWARDS

Internal control over major programs:	
Are any material weaknesses identified?	No
Are any significant deficiencies identified?	None reported
Type of auditors' report issued on compliance for major program:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	No
Identification of major programs:	
Assistance Listing Number 84.181A	Special Education - Grants for Infants and Families With Disabilities (Part C)
Threshold for distinguishing types A and B programs:	$750,000
Auditee qualified as low-risk auditee?	Yes

FINANCIAL STATEMENTS AUDIT

None reported

SECTION III FINDINGS
FEDERAL AWARDS AUDIT

None reported.

Alta California Regional Center
Financial Report 2025-26 Fiscal Year
November 30, 2025

PURPOSE: Review of monthly financial report by service category and contract allocation to ensure expenditures are inline with expectations and proje

REQUESTED ACTION: Motion to Accept by Finance Comm/Full BODs (Motion/Second/Commit to Accept) - The Board formally accepts the monthly financial report as sub

Percent of Year Elapsed:	**41.7%**
Percent of POS Expended	**43.4%**
Percent of OPS Expended	**37.1%**

Purchase of Services (POS)	Current Month	Year-to-Date	Projected Expenditures Dec-Jun	Actual YTD + Projected	Surplus (Unallocated)
Out of Home	*$23,521,690*	*$111,463,609*			
Day Programs	*$9,489,479*	*$51,920,777*			
Transportation	*$7,634,767*	*$36,746,435*			
Respite	*$8,182,438*	*$42,253,081*			
Behavior Intervention	*$196,883*	*$654,781*			
Community Integration Training	*$6,294,181*	*$24,044,702*			
Supported Living Services	*$13,858,456*	*$69,998,421*			
Other Services	*$11,216,840*	*$64,490,137*			
Total POS	**$80,394,735**	**$401,571,943**	*$493,428,057*	$895,000,000	**$30,120,503**
Comm. Placement Plan (CPP)	*$256,949*	*$286,138*	*$797,660*	$1,083,798	**$797,660**
Total POS & CPP	**$80,651,684**	**$401,858,081**	**$494,225,717**	**$896,083,798**	**$30,918,163**

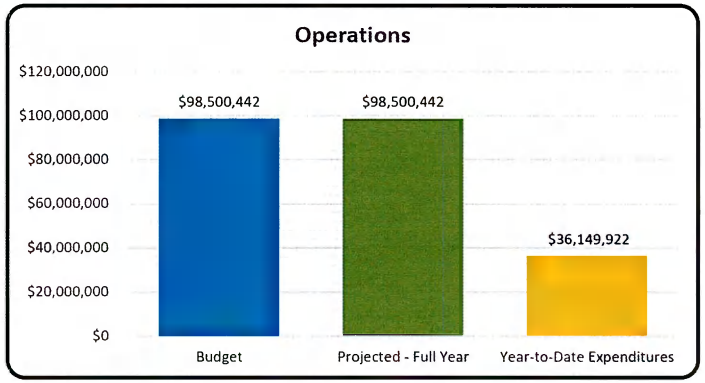
Operations (OPS)	Current Month	Year-to-Date	Projected Dec-Jun	Actual YTD + Projected
Salary & Benefits	*$6,200,799*	*$30,683,115*		
Equipment	*$5,257*	*$46,550*		
Facility Rent and Maintenance	*$351,204*	*$2,143,651*		
Communication	*$42,651*	*$532,386*		
Insurance	*$0*	*$1,052,212*		
Information Technology	*$106,763*	*$772,590*		
Legal Fees	*$10,435*	*$46,987*		
Board Expenses	*$1,637*	*$4,398*		
Accounting Fees	*$0*	*$33*		
Professional Services	*$140,403*	*$287,604*		
Staff Mileage	*$70,293*	*$352,334*		
ARCA Dues	*$0*	*$144,099*		
General Expenses	*$21,261*	*$198,869*		
Other Income	*($4,179)*	*($44,033)*		
Interest Income	*$0*	*($70,872)*		
Total OPS	**$ 6,946,524**	**$ 36,149,922**	**$62,350,520**	**$98,500,442**
Grand Total	**$ 87,598,207**	**$ 438,008,004**		

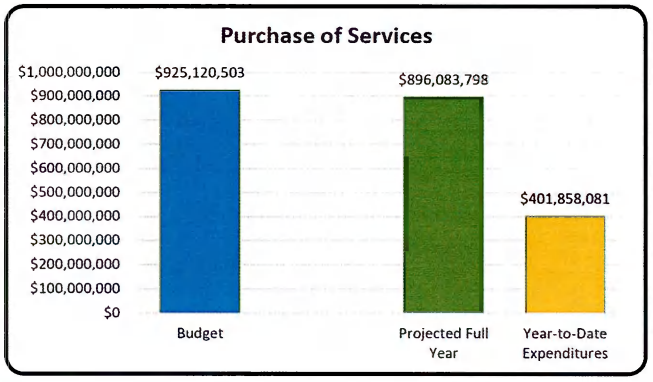
Alta California Regional Center
Financial Report 2025-26 Fiscal Year
November 30, 2025

Budget/Allocation Detail:	OPS	POS	CPP	Total
Preliminary Allocation	$91,103,206	*$833,769,770*		*$924,872,976*
1st amendment	*$6,313,438*	*$91,350,733*	*$1,083,798*	*$98,747,969*
2nd amendment				*$0*
3rd amendment				*$0*
4rth amendment				*$0*
Total Allocation	**$97,416,644**	**$925,120,503**	**$1,083,798**	**$1,023,620,945**

Notes:

This report represents payments made through November 30, 2025, or 5 months of the 2025-26 fiscal year. Purchase of Service (POS) expenditures were approx $81 million and Operations (OPS) expenditures were approx $6.9 million for the month. The allocation is reflected through the B-2 Allocation and represents 97%-99% of the fiscal year funding, the remaining anticipated amounts in further allocations will be mainly in restricted programs or rent allocations. Through the B-2 allocation, our budget reflects our partial approved rent allocation, caseload growth, specialized caseload funding, CCP/CRDP funding, funding to support the rate reform implementation, special policy positions, SDP outreach, and Cultural competency focus among other continuing items from previous year. We have set a strong hiring plan for new positions along with targeted funding of our unfunded liabilities, based on an expectation of what our allocation will be. Now as the year comes to a close ACRC has almost reached the 900 employee mark. Inflation has started to taper from a growth perspective, we continue to monitor operation costs. Some key ongoing and support costs will be related to: new case management system and related technological transitions and rising salaries as more than half staff have growth in their salary scales; however, this helps coverage and rising caseloads. We also have consciousness on the current LAO budget projections and anticipation of a budget deficit and are taking measures to ensure we are ready for any adjustments on our end. The current presentation is mainly to show projected expenses and our total allocation through the B2. Much of the new funding is for reduced caseloads in ages 0 to 5 years old. In POS, we project a total budget of approx $925 million dollars. The main component of POS funding are the provider rate increases that were implemented on April 1, 2022 and we had the last phase implemented this current month of January 2025, this will be the last 25% to the rate model inclusive of the 10% incentive. The OPS budget does have expenses that are set to incur later after fiscal year, such as the key costs mentioned along with our audit fees. Overall the CY budget appears to be inline with the allocation provided. ACRC will work with DDS to ensure our future projections are within expectations.





Indicates Budget Amount

Indicates Projected Expenditures are less than or equal to budget

Indicates Year-to-Date Expenditures

Indicates Projected Expenditures are greater than the budget