



Alameda County

FY 2010-11

Budget Workgroup Meeting

May 17, 2010

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State Budget Update



State Budget Update

- May Revise released Friday, May 14
 - \$17.9B gap through FY 2010-11 (+ \$1.2B reserve)
 - Solutions:
 - \$12.4B: Spending cuts
 - \$ 3.4B: Federal funding (was \$6.9B)
 - \$ 3.3B: Alternative funding, shifts, revenues
- \$19.1B



Governor's May Revise Proposed Expenditure Cuts (partial list)

- ❑ Eliminate CalWORKs
- ❑ Cut IHSS funding
- ❑ Cut Mental Health realignment by 60%
- ❑ Take County share of FMAP increases
- ❑ Take County share of CalWORKs, IHSS savings from program cuts
- ❑ House State prisoners in County jails, cut funding for AIDS drugs
- ❑ Transfer juvenile parolees from State to County probation
- ❑ Cut benefits for legal immigrants
- ❑ Cut cash grants for disabled
- ❑ Cut mental services to children w/ disabilities
- ❑ Cut Medi-Cal services and administrative revenue



Estimated Impact to Alameda County Health Care

- Loss of \$21M if 60% of mental health realignment cut—federal service mandates remain
- Loss of FMAP savings could equal \$7.6M
- Numerous reductions in Medi-Cal program coverage
 - Cap annual benefit for supplies, medical equipment
 - Limit prescriptions, cut OTC drug benefit
 - Limit doctor visits per year, cut Drug MediCal Program
 - Adult day health program cuts
 - Eliminate coverage to legal immigrants of less than five years
- Healthy Families reductions
- Other



Estimated Impact to Alameda County Social Services

- ❑ CalWORKs: 20,000 families lose all income, benefits. Up to \$200M/year impact on local economy. 400 County FTE.
- ❑ IHSS: 18,000 providers, 18,000 clients, 128 County FTE potentially affected
- ❑ Loss of FMAP savings could amount to \$14M
- ❑ CAPI: 1,000 recipients lose funding. Est. \$3M impact as recipients go on GA
- ❑ Estimated \$2M loss from Medi-Cal Admin revenue cut
- ❑ SSI/SSP grants reduced for 39,000 residents
- ❑ Other: cut subsidy for most child care, reduce K-12 funding, eliminate CFAP, cut Medi-Cal coverage, increase co-pays



Estimated Impact to Alameda County Public Protection

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- ❑ Housing State prisoners in County jails, without full funding to pay costs. Est impact: \$10M - \$15M
 - ❑ Shift supervision of juvenile parolees to County
 - ❑ AIDS Drug Assistance eliminated for County jail inmates \$525K
 - ❑ Total estimate of costs unknown



State Budget Update

- ☐ Suspension of local government mandates
- ☐ Deferred payments
- ☐ Redevelopment shift



Alameda County 2010-11 Maintenance of Effort Budget



FY 2010-11 Budget

- ❑ Federal and State budget deficits
- ❑ Greater demand for services
- ❑ Economic downturn is impacting revenues and expenses
- ❑ Retirement and health cost increases
- ❑ Use of one-time solutions in prior year
- ❑ No COLAs for Labor, CBOs, ACMC



FY 2010-11 MOE Budget - All Funds

(in millions)

	FY 2009-10 FINAL	FY 2010-11 MOE	Inc/ (Dec)	% Change
Appropriation	\$2,429.9	\$2,482.1	\$52.2	2.2%
Revenue	\$2,429.9	\$2,329.7	(\$100.2)	(4.1%)
Funding Gap	\$0	\$152.4	\$152.4	
F.T.E.				
Positions*	9,081.23	9,153.63	72.40	0.80%

*Full-time equivalent positions



Major Elements FY 2010-11 MOE

General Fund, Grants, Measure A
(in millions)

Program	2009-10 FINAL	2010-11 MOE	Change	% Change
Appropriations	\$2,092.4	\$2,139.2	\$46.8	2.2%
Program Revenue	\$1,505.4	\$1,493.5	(\$11.9)	
Non-program revenue	\$523.9	\$493.3	(\$30.6)	
One-time use of FMR, Designation, AFB	\$63.1	\$0	(\$63.1)	
Total Financing	\$2,092.4	\$1,986.8	(\$105.6)	(5.0%)
Funding Gap	\$0	\$152.4	\$152.4	



Closing the Gap - \$152.4 million

- ☐ Revenue Enhancements
- ☐ Program Reductions
- ☐ Countywide Strategies
- ☐ Efficiency improvements



FY 10-11 Reduction Targets

Program Area	Reduction Target
General Government	\$22M
Public Protection	\$60M
Public Assistance	\$30M
Health Care	\$40.4M
Total	\$152.4M