



FY 2010-11

Maintenance of Effort Budget

Presented to the Alameda County Budget
Workgroup

April 19, 2010

By Susan S. Muranishi, County Administrator



FY 2010-11 MOE

- ❑ 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	



Major Components of Net County Cost Increase (\$ millions)

□ Prior year use of FMR	\$45.8
□ Loss of program revenue	\$36.0
□ Loss of discretionary revenue	\$30.6
□ Salaries and employee benefits	\$29.9
□ Prior year use of designation, fund balance	\$16.0
□ 1% designation each—capital and reserves	\$9.8
□ Internal service fund charges	\$7.5
□ Partial restoration of services/staff	\$5.0
□ Sheriff inmate medical costs	\$4.2
□ Loss of one-time cost settlement revenue	\$3.0
□ In-Home Support Services	\$2.7
□ General Assistance	(\$6.2)
□ Reduced contingency for retirement costs	(\$30.0)



FY 2010-11 MOE - Appropriations

<u>2009-10</u>	<u>2010-11</u>	<u>Increase</u>	<u>%</u>
\$2,092.4M	\$2,139.2M	\$ 46.8M	2.2%



FY 2010-11 MOE - Appropriations

Employee Benefit Costs

- 3.9M Salaries and Wages
- 13.8M Retirement
- 7.2M Workers' Compensation
- 5.0M Health



FY 2010-11 MOE - Appropriations

Caseload/workload changes

- 12.0M CalWORKS
- 9.5M Food Stamps
- 4.2M Inmate medical cost increase
- 2.7M In Home Support Services
- 2.5M Pharmacy costs due to loss of state reimbursement
- (\$6.2M) General Assistance savings



FY 2010-11 MOE - Appropriations

Other

- 9.8M 1% disc revenue for Capital projects and Reserves
- 7.5M Internal Service Fund Charges
- 3.6M Debt service cost increases
- (4.8M) Probation grant reductions
- (6.1M) Prop. 36 reductions
- (9.0M) Elimination of Federal funding for indigent care contract
- (\$30.0M) Reduced contingency for future retirement costs



FY 2010-11 MOE - Revenues

<u>2009-10</u>	<u>2010-11</u>	<u>Decrease</u>	<u>%</u>
\$2,092.4M	\$1,986.8M	(\$105.6M)	(5.0%)



FY 2010-11 Revenues

Major Components of Change

- Program Revenue (\$11.9M)
- Non-Program Revenue: (\$30.6M)
- One-time Revenue: (\$63.1M)

Net Revenue Decrease (\$105.6M)



FY 2010-11 Revenues

Program revenue declines (partial list)

<input type="checkbox"/> Realignment	(\$13.7M)
<input type="checkbox"/> Prop. 172	(\$11.0M)
<input type="checkbox"/> Elimination of federal waiver for health care	(\$9.0M)
<input type="checkbox"/> Measure A	(\$7.4M)
<input type="checkbox"/> Elimination of Prop. 36	(\$5.3M)
<input type="checkbox"/> State funding of Probation	(\$4.8M)
<input type="checkbox"/> Loss of FMAP	(\$4.5M)
<input type="checkbox"/> Managed care State revenue	(\$3.0M)
<input type="checkbox"/> Sheriff revenue for contract prisoners	(\$1.6M)



FY 2010-11 Revenues

Program revenue increases (partial list)

- ❑ CalWORKS caseload increases \$11.5M
- ❑ Stimulus Emergency Contingency Fund \$8.5M
- ❑ Mid-year Board approved adjustments \$8.5M
- ❑ Food Stamps \$8.0M
- ❑ Stimulus funding for low-income housing \$4.7M
- ❑ Capital Projects \$4.2M
- ❑ State reimbursement for elections \$3.9M
- ❑ Medi-Cal administrative allocation \$2.0M
- ❑ Health contracts \$2.0M

TOTAL Program Revenues (\$11.9M)



FY 2010-11 Revenues

Non-Program Revenue **(\$30.6M)**

- Interest revenue (\$12.5M)
- Property Taxes (\$9.9M)
- ERAF—Motor Vehicle/Sales Tax (\$3.4M)
- Other (\$4.8M)



FY 2010-11 Revenues

One-time Revenue **(\$63.1M)**

- One-time use of FMR (\$45.8M)
- One-time use of Capital Designation (\$10.0M)
- One-time use of fund balance (\$6.0M)
- One-time use of other designation (\$1.3M)



FY 2010-11 MOE

General/Grant/Measure A Funds

(in millions)

Program	Appropriation	Revenue	Net Cost	F.T.E.
General Government	\$204.7	\$133.6	\$71.1	929.6
Public Protection	\$547.9	\$277.0	\$270.9	2,707.8
Public Assistance	\$700.6	\$605.4	\$95.2	2,461.7
Health Care Services	\$562.2	\$437.1	\$125.1	1,276.6
Subtotal Programs	\$2,015.4	\$1,453.1	\$562.3	7,375.7
Capital Projects	\$14.4	\$4.6	\$9.8	0.00
Contingency/Reserve/ Debt service	\$109.4	\$35.8	\$73.6	0.00
Non-Program Financing	\$0	\$493.3	(\$493.3)	0.00
Total	\$2,139.2	\$1,986.8	\$152.4	7,375.7



FY 2010-11 MOE Net Cost Change by Program

Program	2009-10 FINAL Net Cost	2010-11 MOE Net Cost	Change	% Change
General Government	\$69.2	\$71.1	\$1.9	3%
Health Care	\$103.1	\$125.1	\$22.0	21%
Public Assistance	\$78.1	\$95.2	\$17.1	22%
Public Protection	\$228.9	\$270.9	\$42.0	18%
Subtotal - Programs	\$479.3	\$562.3	\$83.0	17%



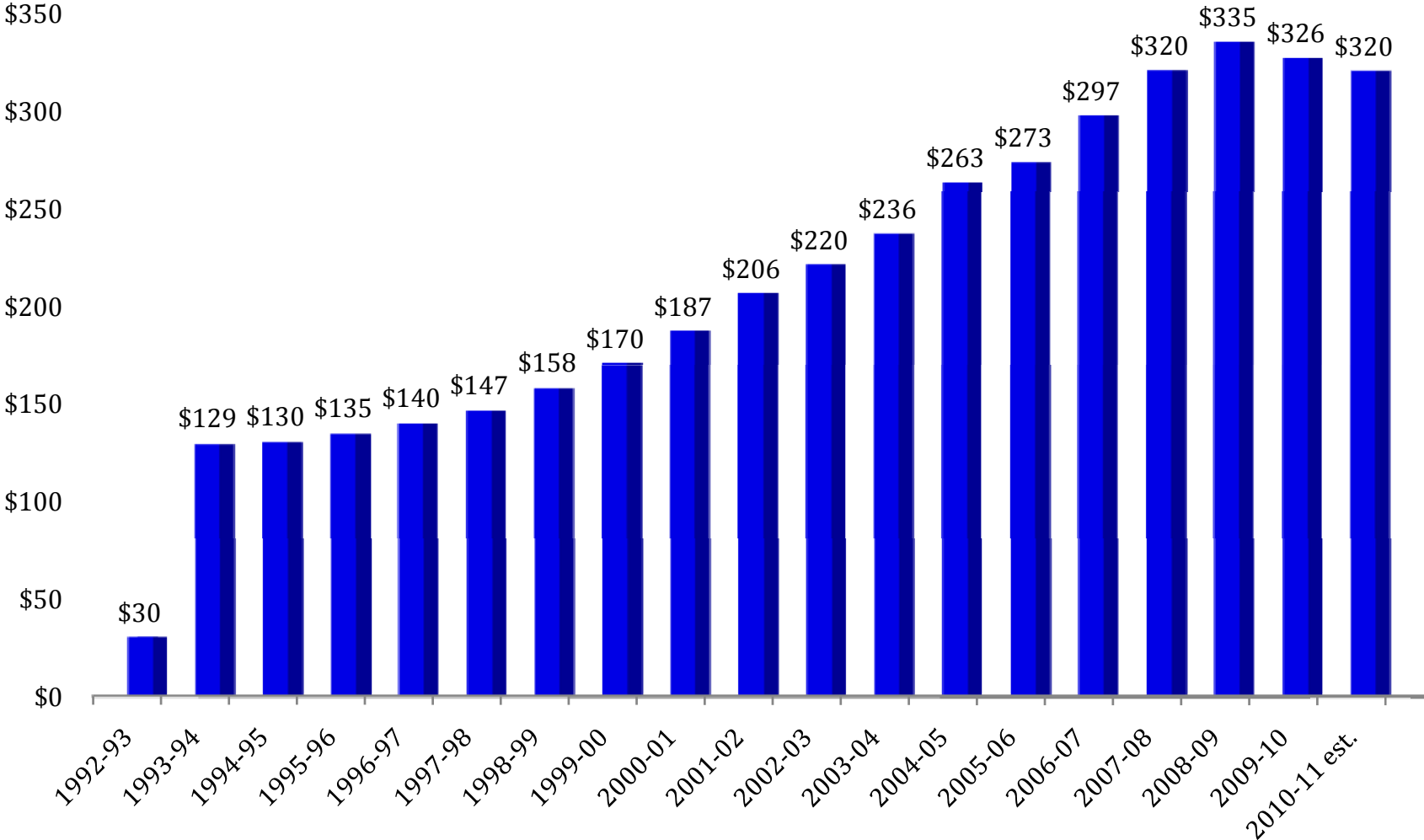
FY 2010-11 MOE - Net Cost Change Non-Program

	2009-10 FINAL Net Cost	2010-11 MOE Net Cost	Change
Capital	\$4.9	\$9.8	\$4.9
Contingency	\$75.0	\$45.0	(\$30.0)
Reserves	\$6.4	\$4.9	(\$1.5)
Debt Service	\$20.1	\$23.7	\$3.6
Use of Capital Designation/AFB	(\$16.0)	\$0	\$16.0
FMR	(\$45.8)	\$0	\$45.8
Non-Program Financing	(\$523.9)	(\$493.3)	\$30.6
Subtotal - Other	(\$479.3)	(\$409.9)	\$69.4
FUNDING GAP	\$0	\$152.4	\$152.4



ERAF Losses by Year (in millions)

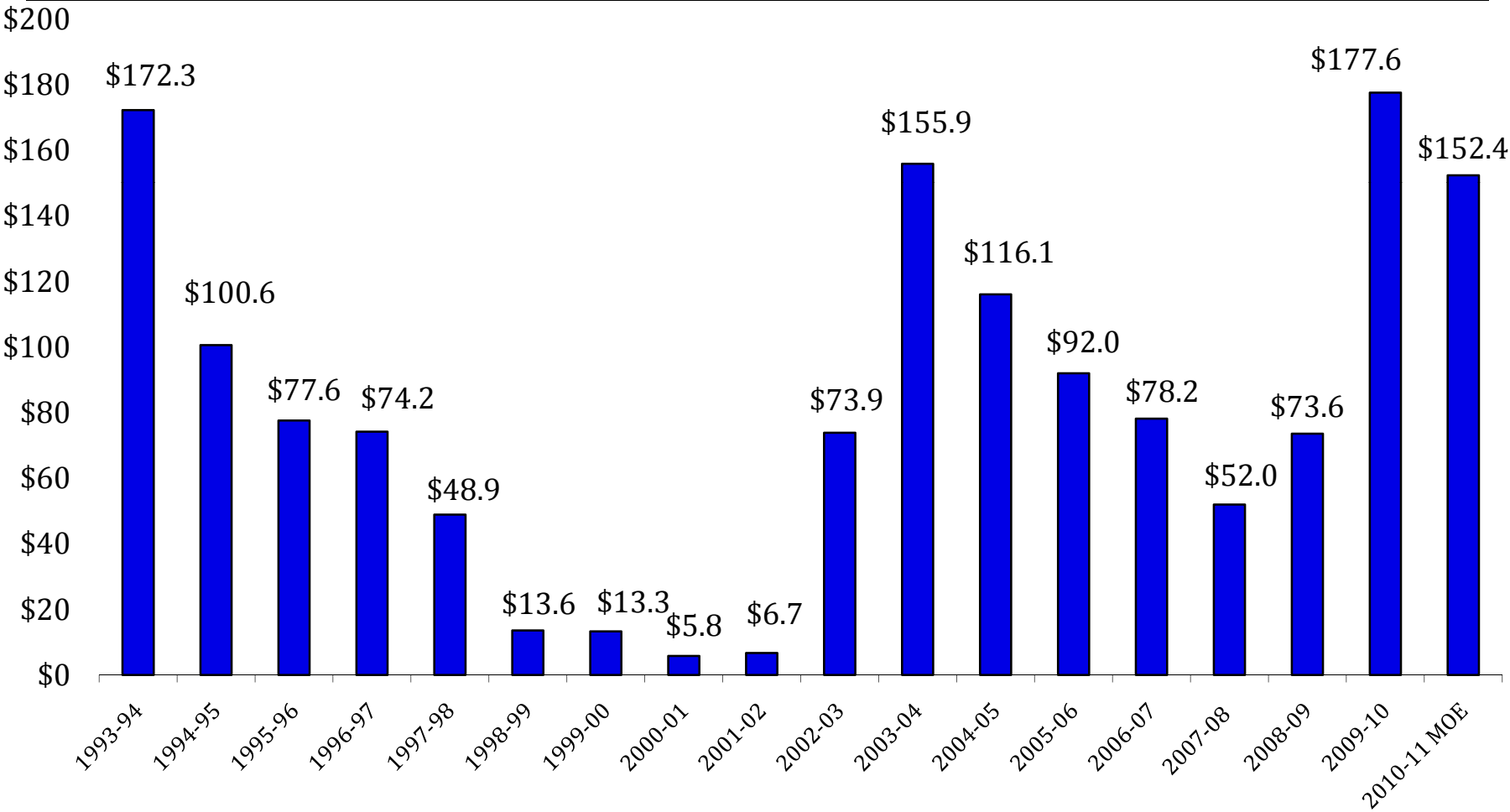
Cumulative loss: \$4 Billion





Funding Gaps Since ERAF Intercept

(in millions)





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