



FY 2013-14

Funding Gap and Balancing

Options

Presented to the Alameda County Budget Workgroup
April 23, 2013

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FY 2013-14 MOE Budget – General Fund

(\$ in millions)

	FY 2012-13 FINAL	FY 2013-14 MOE	Inc/ (Dec)	% Change
Appropriation	\$2,161.7	\$2,254.5	\$92.8	4.3%
Revenue	\$2,161.7	\$2,174.3	\$12.6	0.6%
Funding Gap	\$0	\$80.2	\$80.2	
FTE Positions*	7,234	7,350	116	1.6%

*Full-time equivalent positions



FY 2013-14 MOE

General Fund by Program

(\$ in millions)

Program	Appropriation	Revenue	Net Cost	FTE
General Government	\$210.5	\$127.3	\$83.2	918.9
Public Protection	\$571.6	\$308.4	\$263.2	2,604.1
Public Assistance	\$696.0	\$613.6	\$82.4	2,460.1
Health Care Services	\$652.9	\$531.4	\$121.5	1,367.0
Subtotal Programs	\$2,131.0	\$1,580.7	\$550.3	7,350.1
Capital Projects	\$12.2	\$2.3	\$9.9	0.0
Contingency/Reserve/ Debt service	\$111.4	\$56.4	\$55.0	0.0
Non-Program Financing	\$0	\$534.9	(\$534.9)	0.0
Subtotal Other	\$123.6	\$593.6	(\$470.0)	0.0
Total	\$2,254.5	\$2,174.3	\$80.2	7,350.1



FY 2013-14 MOE

Net Cost Change by Program

Program	2012-13 FINAL Net Cost	2013-14 MOE Net Cost	Inc/ (Dec)	% Change
General Government	\$65.1	\$83.2	\$18.1	27.8%
Public Protection	\$247.9	\$263.2	\$15.3	6.2%
Public Assistance	\$73.9	\$82.4	\$8.5	11.5%
Health Care	\$100.1	\$121.5	\$21.4	21.4%
Subtotal - Programs	\$487.0	\$550.3	\$63.3	13.0%



FY 2013-14 MOE Net Cost Change Non-Program

Program	2012-13 FINAL Net Cost	2013-14 MOE Net Cost	Change	% Change
Capital	\$4.9	\$9.9	\$5.0	102.0%
Contingency/Reserves/Debt Service, Designations	\$76.5	*\$55.0	(\$21.5)	(28.1%)
One-time use of FMR	(\$53.7)	\$0	\$53.7	100%
Non-Program Financing	(\$514.7)	(\$534.9)	(\$20.2)	(3.9%)
Subtotal - Other	(\$487.0)	(\$470.0)	\$17.0	3.5%
TOTAL	\$0	\$80.2	\$80.2	

* Includes \$14.2 million in designated property tax revenues for CDA Tier 1 projects



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

□ Prior year use of FMR*	\$53.7
□ Loss of revenue – all programs	\$15.1
□ Salary COLAs	\$14.1
□ Retirement and health insurance cost increases	\$9.5
□ Hospital Contracts (AHS John George & Napa)	\$6.8
□ 1% designation for capital	\$5.0
□ Internal Service Fund costs	\$5.0
□ CBO (\$2.6M) & AHS (\$1.5M) COLAs	\$4.1
□ General Assistance costs	\$3.0
□ Property tax administration fees	\$1.3

* Includes \$5.3M in Social Services Title IV-E waiver revenue



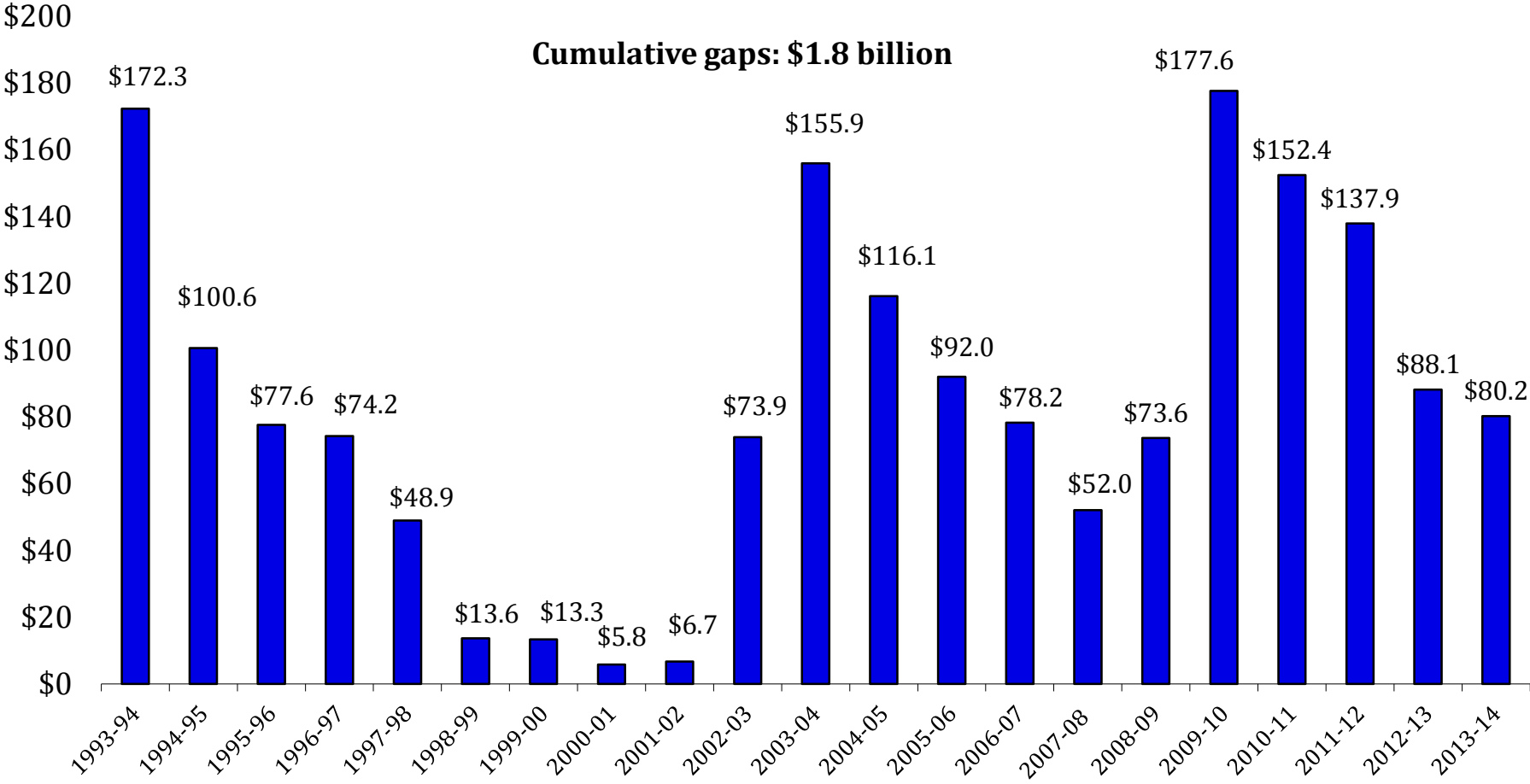
Major Components of Net County Cost Increase (partial list in \$ millions)

□ Discretionary revenue increase	(\$20.2)
□ Increased Proposition 172 revenue	(\$7.0)
□ Reduced Contingency	(\$6.9)
□ Reduced debt service	(\$0.5)
□ Other	(\$2.7)
□ Total	\$80.2



Funding Gaps Since ERAF Intercept

(in millions)





NCC increases by Program

(\$ in millions)

Program	NCC Change excl. FMR		Prior year FMR		Net County Cost Increase
General Government	*\$3.9	+	\$17.8	=	\$21.6
Public Protection	\$15.3	+	\$10.0	=	\$25.3
Public Assistance	\$8.5	+	\$12.1	=	\$20.5
Health Care	\$21.4	+	\$13.9	=	\$35.3
Program Total	\$49.1	+	\$53.7	=	\$102.7

Total gap: \$80.2 million

**General Gov't NCC adjusted to credit \$14.2M in designated property tax revenue for CDA Tier 1 projects,
FMR = Fiscal Management Reward Program*



NCC Changes Outside of Program Areas (\$ in millions)

	NCC Increase/ (Decrease)
Contingency/reserves, debt service, designations	*(\$7.3)
1% of discretionary revenue for Capital Projects	\$5.0
Non-program revenues	(\$20.2)
Non-program total	(\$22.5)

Total gap: \$80.2 million

*Adjusted for \$14.2M in designated property tax revenue credited to General Gov't



Reduction Target Options

(\$ in millions)

								Option A	Option B	Option C
	2013-14 MOE NCC w/o FMR	Prior Year FMR Use	NCC w/ FMR	% Share of NCC w/ FMR	NCC Inc	% NCC Inc w/o FMR	NCC Inc w/ FMR	Equal Share Among Prog	Based on % Share of NCC	NCC Increase w/ FMR and Share of \$22.5M Credit Based on % NCC Increase
General Gov't*	\$69.0	\$17.8	\$86.7	14.7%	\$3.9	7.9%	\$21.6	\$20.1	\$11.8	\$19.9
Public Prot	\$263.2	\$10.0	\$273.1	46.3%	\$15.3	31.2%	\$25.3	\$20.1	\$37.2	\$18.2
Public Assist	\$82.4	\$12.1	\$94.5	16.0%	\$8.5	17.3%	\$20.5	\$20.1	\$12.9	\$16.7
Health Care	\$121.5	\$13.9	\$135.3	23.0%	\$21.4	43.7%	\$35.5	\$20.1	\$18.4	\$25.5
Program Total	\$536.0	\$53.7	\$589.7	100.0%	\$49.1	100.0%	\$102.7	\$80.2	\$80.2	\$80.2
Remaining gap							(\$22.5)			
Total Gap							\$80.2	\$80.2	\$80.2	\$80.2

*General Gov't NCC adjusted to credit \$14.2M in designated property tax revenue for CDA Tier 1 projects.
Numbers and percentages are rounded for display purposes, but calculations are based on exact numbers.



Reduction Target Options

(\$ in millions)

	Option A
	Equal Share Among Programs
General Government*	\$20.1
Public Protection	\$20.1
Public Assistance	\$20.1
Health Care	\$20.1
Total	\$80.2

**General Gov't NCC adjusted to credit \$14.2M in designated property tax revenue for CDA Tier 1 projects. Numbers and percentages are rounded for display purposes, but calculations are based on exact numbers.*



Reduction Target Options

(\$ in millions)

					Option B
	2013-14 MOE NCC w/o FMR	Prior Year FMR Use	NCC w/ FMR	% Share of NCC w/ FMR	Based on % Share of NCC
General Government*	\$69.0	\$17.8	\$86.7	14.7%	\$11.8
Public Protection	\$263.2	\$10.0	\$273.1	46.3%	\$37.2
Public Assistance	\$82.4	\$12.1	\$94.5	16.0%	\$12.9
Health Care	\$121.5	\$13.9	\$135.3	23.0%	\$18.4
Total	\$536.0	\$53.7	\$589.7	100.0%	\$80.2

*General Gov't NCC adjusted to credit \$14.2M in designated property tax revenue for CDA Tier 1 projects. Numbers and percentages are rounded for display purposes, but calculations are based on exact numbers.



Reduction Target Option C

(\$ in millions)

	2013-14 MOE NCC Increase	Prior Year FMR Use	NCC Increase w/ FMR	% NCC Increase w/o FMR	Share of \$22.5M Credit Based on % NCC Inc	Option C NCC Inc w/ FMR and Share of \$22.5M Credit
General Gov't*	\$3.9	\$17.8	\$21.6	7.9%	(\$1.8)	\$19.9
Public Prot	\$15.3	\$10.0	\$25.3	31.2%	(\$7.0)	\$18.2
Public Assist	\$8.5	\$12.1	\$20.5	17.3%	(\$3.9)	\$16.7
Health Care	\$21.4	\$13.9	\$35.3	43.7%	(\$9.8)	\$25.5
Prog Total	\$49.1	\$53.7	\$102.7	100.0%	(\$22.5)	\$80.2
Remaining gap			(\$22.5)			
Total Gap			\$80.2			\$80.2

*General Gov't NCC adjusted to credit \$14.2M in designated property tax revenue for CDA Tier 1 projects. Numbers and percentages are rounded for display purposes, but calculations are based on exact numbers.



2013-14 Reduction Target Options

(\$ in millions)

	Option A	Option B	Option C
	Equal Share Among Programs	Based on % Share of NCC	NCC Increase w/ FMR and Share of \$22.5M Credit Based on % NCC Increase
General Government*	\$20.1	\$11.8	\$19.9
Public Protection	\$20.1	\$37.2	\$18.2
Public Assistance	\$20.1	\$12.9	\$16.7
Health Care	\$20.1	\$18.4	\$25.5
Total Gap	\$80.2	\$80.2	\$80.2

**General Gov't NCC adjusted to credit \$14.2M in designated property tax revenues for CDA Tier 1 projects.*

Numbers and percentages are rounded for display purposes, but calculations are based on exact numbers.



2013-14 Proposed Budget Calendar

- Budget Workgroup Meeting -
Balancing Options & Reduction Targets April 23
- Reduction Plans submitted to CAO May 8
- Budget Workgroup Meeting May 13
- Proposed Budget to Board June 11
- Budget Hearings June 24-27
- Final Budget Adoption June 28



Alameda County Budget Information on the Web

www.acgov.org/budget.htm



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