

Short Report on 2018/19 Budget

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LTC³ – 07/12/18

Budget Recap

- State
 - Overall
 - Social Services
- Local
 - Mayor
 - Board
 - Reductions
 - Addbacks

State - Overall

- \$139B State General Fund Budget
 - Very long recovery/very substantial growth
 - \$16B in several “savings accounts”
 - One new reserve: set aside CalWORKs and MediCal savings in good years to help pay for increased costs in future down turns.

State – Social Services

- IHSS
- CalWORKs
- MediCal Administration
- CCR
- APS
- Homelessness
- SSI Cashout

State – Social Services - IHSS

- No significant changes to client benefits. For providers:
 - Paid sick leave beginning to be phased in
 - CDSS required to study the impacts
 - to determine whether some form of back-up provider system is needed.
 - Work will continue on implementation of Electronic Visit Verification (EVV).
- New MOE (SB 90, 2017) – based on 17/8 hours now estimated to be about \$15 million lower than previously estimated.
 - 17/8 and 18/9 MOE growth covered by
 - State GF Offsets
 - Statewide increases and shifts in realignment growth.
 - In 19/20, cost increases will outpace revenue increases and start pressuring county budgets.
- IHSS administration, which mainly pays for social work and public authority costs, received additional investment of \$40 million in the 18/19 budget, compared to 17/8. It should be noted that this is roughly the 16/7 level of funding.

State – Social Services – CalWORKs/MediCal

- CalWORKS

- Single allocation flat in 18/9

- better than the \$80 million caseload driven reduction in the January budget.

- Senator Holly Mitchell's bill to end deep childhood poverty (bring CW grants to 50% of FPL in three years)

- 10% increase in grant amounts in April '19, April '20 and April '21

- 10% equates to \$90 M in the budget year and \$360 million when annualized.

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- MediCal Administration

- Increase of \$55 million.

- Reflect California CPI increases

State – Social Services – CCR

- Continuum of Care Reform
 - Additional money in many small pots
- IV-E Waivers
 - In place in small number of large counties (including SF)
 - Represent over half the state's caseload
 - ending on September 30th, 2019
 - Replaced by Families First Prevention Services ACT (FFPSA)
 - not gotten much discussion in California yet.

State – Social Services – APS/Homelessness

APS

- Home Safe Pilot Program (homelessness prevention demonstration program for victims elder and dependent adult abuse)
 - One-time \$15 million appropriation
- Homelessness
 - \$700 million in homeless services funding in the budget
 - \$500M in one-time emergency homeless aid block grants to counties,
 - \$200M going to
 - CW HSP,
 - CW Homeless Assistance program,
 - APS Home Safe (above)
 - Homeless Mentally Ill Outreach Programming

State – Social Services - SSI Cashout

- CA cashes out CalFresh benefits for SSI recipients
 - Disadvantage most (though not all)
 - Cashout to end by 8/19.
 - Those who won't benefit will be held harmless.
 - The budget contains
 - \$200 million one-time to fund the hold harmless provisions of the law,
 - \$49 million in the budget year to pay for
 - county administrative costs
 - revisions to SAWS systems required by the law
 - County administration amounts will go up to \$60+ million in 19/20
- There are roughly 42,000 SSI recipients in SF.

Local - Mayor

- Proposed HSA (DHS/DAAS/OECE/Administration) budget of \$968 million
 - \$55 million increase over 17/8 (6%)
 - FTE 2,101, up one from the previous year
 - Standard increases in employee salary/fringe costs, rent, contract CODB
 - IHSS
 - MOE up \$23 million
 - IP Health Benefits up \$6 million
 - Dignity Fund up \$3 million
 - Early Care and Education up \$5 million (all of which explained by increased capital money funded by developer fees).

Local – Board – HSA Reductions

- Reduced Mayor's HSA proposal \$1.7 million
 - personnel (\$1.0 million)
 - social services contracts (\$0.15 million)
 - professional services (\$0.55 million)
- Reductions across all agencies, combined with Mayor's office technical adjustments were then added back into agency budgets reflecting City-wide and District-specific board priorities.

Local – Board – DAAS Addbacks

- Board reductions plus Mayor’s office technical adjustments were then added back into agency budgets reflecting City-wide and District-specific board priorities. The City-wide items included \$2.3 million in DAAS:
 - Senior employment \$0.6
 - In-home grocery delivery \$0.7
 - Congregate meals \$0.1
 - Home delivered meals \$0.4
 - Residential care \$0.3
 - Health Care/Activity Programming \$0.2
 - All of these were funded for in these amounts for both years of the biennium, except the last, which was funded in only the first year.
- There were an additional 16 district specific DAAS items totaling \$0.8 million, almost all of which were funded for the budget year only.