



**RECOMMENDED BUDGET
HEARINGS
FISCAL YEAR 2015-16**

Presented by Bradley J. Hudson, County Executive

June 15, 2015

Budget Overview

- Recommended Budget fully funds existing positions and programs.
- CEO recommends funding additional \$44M in Growth Requests, including approximately \$40M in General Fund Growth (approximately \$16M in Net County Cost).
- General Fund Growth includes approximately \$1M set aside in Non-Departmental Cost budget for Board to allocate based on Board priorities.
- Significant Growth in Discretionary and Semi-Discretionary Revenue.
- Significant new investments recommended in Mental Health, Child Protective Services, Public Safety, Undocumented Healthcare, African American Child Death Reduction, Homeless Services, Animal Care and Parks.

Fiscal Year 2015-16 Recommended Budget – All Funds

Fiscal Year 2014-15 Adopted Compared to Fiscal Year 2015-16 Revised Recommended

All County Funds

Fund	FY 2014-15 Adopted Requirements	FY 2015-16 Recommended Requirements	Difference
General Fund	2,201,593,739	2,309,321,873	107,728,134
Economic Development	51,260,148	51,369,586	109,438
Environmental Management	20,990,412	20,907,935	(82,477)
Golf Fund	7,724,040	7,777,463	53,423
Transient Occupancy Tax	823,559	(6,175)	(829,734)
Transportation	206,533,345	165,043,774	(41,489,571)
Water Resources	177,008,726	153,049,244	(23,959,482)
Airport System	241,268,061	241,402,824	134,763
Waste Management and Recycling	96,585,028	79,172,804	(17,412,224)
Capital Projects Funds	42,958,336	36,303,425	(6,654,911)
Debt Service Funds	42,184,311	36,083,862	(6,100,449)
Other Special Revenue Funds	51,260,912	48,832,062	(2,428,850)
Other Enterprise Funds	4,105,149	3,227,409	(877,740)
Other Internal Service Funds	363,663,799	367,889,541	4,225,742
Other Special Districts and Agencies	214,777,257	212,566,334	(2,210,923)
Total	3,722,736,822	3,732,941,961	10,205,139

General Fund

- Revised Recommended appropriations at \$2,296,987,966; represents a \$100.9M (5%) increase from Fiscal Year 2014-15; funded primarily by increase in Discretionary and Semi-Discretionary revenue.
- Discretionary component (Net County Cost) recommended at \$583.2M; represents a \$23.5 million (4%) increase from Fiscal Year 2014-15.
- Semi-Discretionary Revenue (Realignment and Proposition 172) totals \$627.3M; represents a \$65.1 million (12%) increase from Fiscal Year 2014-15 level.

General Fund

Fiscal Year 2014-15 Adopted Compared to Fiscal Year 2015-16 Revised Recommended

All County Funds

	DEPARTMENT	FY 2014-15 Adopted Appropriations	FY 2015-16 Recommended Appropriations	Year to Year Variance
ELECTED OFFICIALS	Assessor	16,270,324	16,880,150	609,826
	Board of Supervisors	3,352,512	3,325,760	(26,752)
	District Attorney	78,210,530	80,657,240	2,446,710
	Sheriff	419,144,666	429,241,188	10,096,522
	Correctional Health	42,352,282	44,086,126	1,733,844
	Subtotal	559,330,314	574,190,464	14,860,150
COUNTYWIDE SERVICES	DHA-Aid Payments	355,238,673	383,983,325	28,744,652
	DHA-Administration	289,835,043	294,195,136	4,360,093
	Health and Human Services	464,037,146	516,597,430	52,560,284
	Probation	130,076,748	141,411,757	11,335,009
	Courts	36,745,519	34,829,403	(1,916,116)
	Public Defender and Conflict Defenders	40,770,390	41,131,139	360,749
	Medical Treatment Payments	20,858,517	7,469,665	(13,388,852)
	In-Home Supportive Services	72,348,061	77,605,953	5,257,892

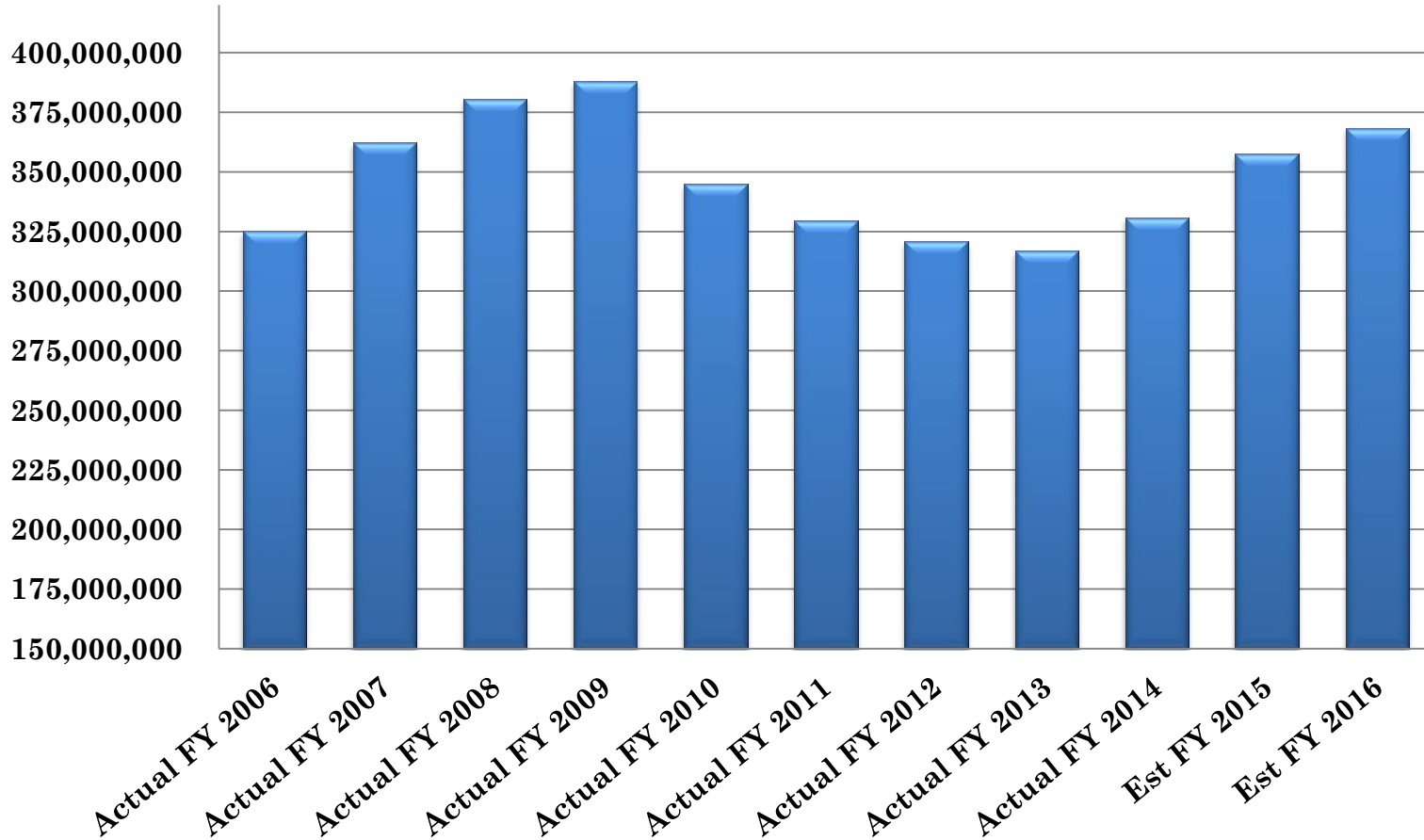
General Fund

All County Funds

	DEPARTMENT	FY 2014-15 Adopted Appropriations	FY 2015-16 Recommended Appropriations	Year to Year Variance
COUNTYWIDE SERVICES (cont.)	Voter Registration & Elections	9,386,109	9,753,497	367,388
	Other Countywide Services	54,557,866	56,285,998	1,728,132
	Subtotal	1,473,854,072	1,563,263,303	89,409,231
MUNICIPAL SERVICES	Animal Care & Regulation	6,743,916	9,754,294	3,010,378
	Community Development	40,600,224	41,097,101	496,877
	Regional Parks	9,832,004	11,315,483	1,483,479
	Subtotal	57,176,144	62,166,878	4,990,734
INTERNAL SERVICES	Finance Department	27,902,276	28,434,645	532,369
	Other Internal Services	33,024,526	34,186,416	1,161,890
	Subtotal	60,926,802	62,621,061	1,694,259
GENERAL GOVERNMENT		57,916,486	45,503,018	(12,413,468)
	TOTAL	2,209,203,818	2,307,744,724	98,540,906

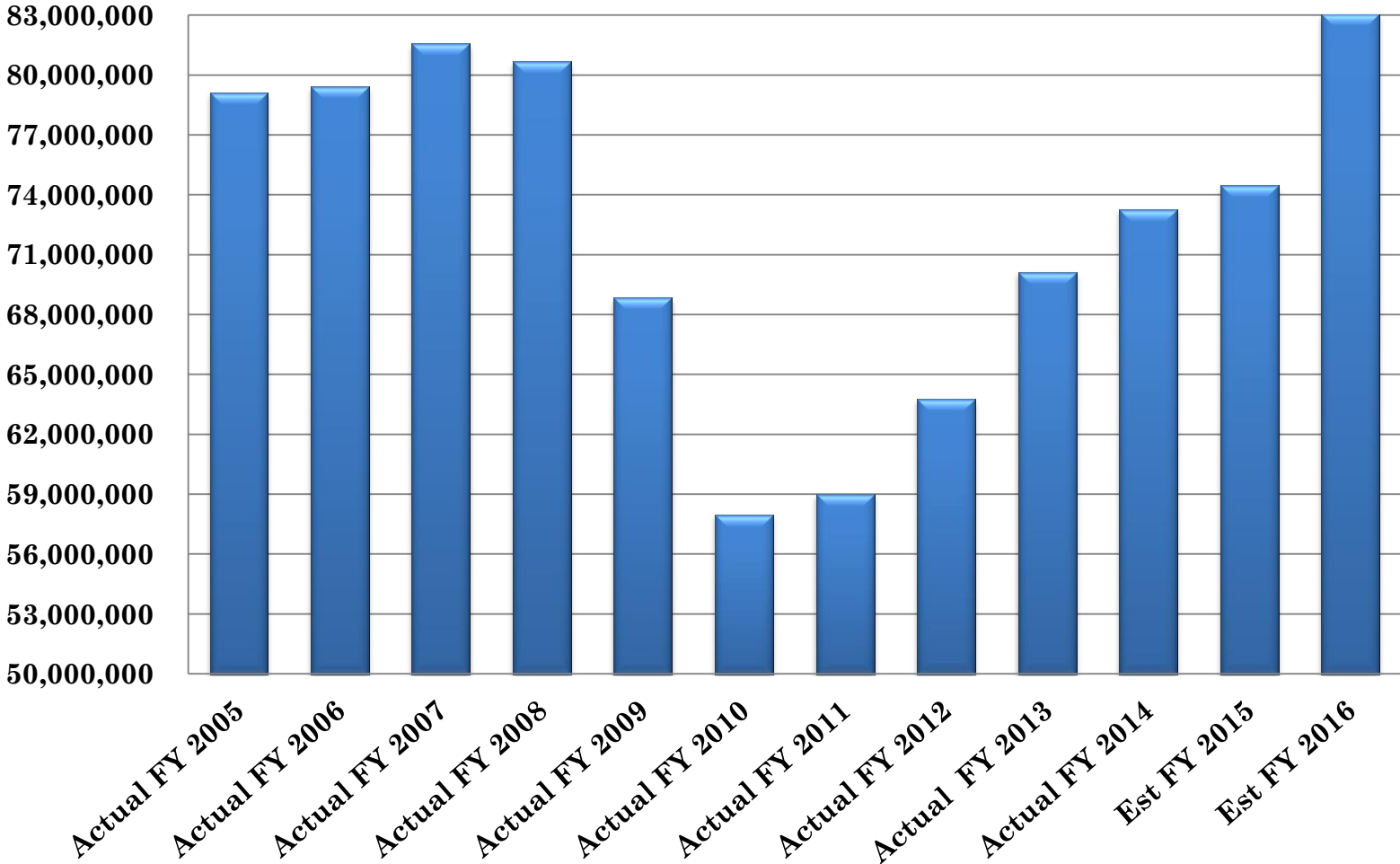
Discretionary Revenue

Property Tax



Discretionary Revenue

Sales Tax



Board of Supervisors' Initiatives

The Board held a number of workshops this spring relative to the following issues:

- Homelessness
- Mental Health
- Reducing African American Child Deaths
- Healthcare for the Uninsured
- Public Safety

Homeless Program Funding

- Homeless programs and services are budgeted at \$32.5M.
- New programs and enhancements for 2015-16 include:
 - Rapid re-housing (\$400K)
 - Social Workers for Outreach (\$276K)
 - Housing Support Program (\$329K)
 - Temporary Assistance Vouchers (\$50K)
 - Winter Sanctuary (\$100K)

Homeless Expenditures by DHHS and DHA (Recommended)

Program Area	Total Cost	Realignment/ General Fund	Other Revenues	FTEs
Behavioral Health Services	\$ 11,734,961	\$ -	\$ 11,734,961	5.0
Health Services	\$ 4,321,118	\$ 2,654,342	\$ 1,666,776	57.3
Senior Safe House	\$ 250,000	\$ 125,000	\$ 125,000	-
Return to Residence	\$ 97,538	\$ 97,538	\$ -	-
General Assistance Payments to Homeless Recipients	\$ 5,285,049	\$ 5,285,049	\$ -	-
Housing Assistance (Payments and Staff)	\$ 4,241,261	\$ 400,000	\$ 3,841,261	6.4
Outreach/Navigation - SSF & River District	\$ 100,000	\$ 100,000	\$ -	-
Winter Shelter/Sanctuary	\$ 250,000	\$ 100,000	\$ 150,000	-
Strategic Planning and Evaluation	\$ 45,000	\$ 45,000	\$ -	-
Support of Programs - Subsidized Leases	\$ 469,555	\$ 275,455	\$ 194,100	-
Emergency Shelters	\$ 2,342,787	\$ 475,000	\$ 1,867,787	-
Adult Transitional Housing	\$ 373,843	\$ 22,086	\$ 351,757	-
Shelter, Transitional Housing, and Services to Youth	\$ 2,458,962	\$ 2,202,843	\$ 256,119	3.2
Homeless Services Coordination (DHA)	\$ 556,378	\$ 547,336	\$ 9,042	4.3
TOTAL	\$ 32,526,452	\$ 12,329,649	\$ 20,196,803	76.2

Mental Health System Investments

- Rebalance Mental Health Crisis System (\$13.4M)
 - New crisis residential programs
 - Crisis Stabilization Unit (18 positions)
- In-Patient Beds (\$9.9M)
- Drug Treatment (\$8.4M)
- COLA for contract providers (\$2M)
- 2 positions to expand Care + Program (\$250K)
- Other Programs and Services (\$2.7M)
- Reserve Fund (\$9.2M)

Reducing African-American Child Deaths

County Investment (\$2.3M)

- Reducing Third-Party Homicides (\$716K):
 - 5 Probation positions
- Reducing Child Abuse and Neglect Homicides (\$726K):
 - 4 CPS positions (\$426K)
 - CPS Cultural Broker contracts (\$300K)
- Reducing deaths due to perinatal conditions (\$832K):
 - 2.8 Maternal, Adolescent, and Child Health positions (\$465K)

Reducing African-American Child Deaths

- Black Infant Health (\$107K)
- Nurse Family Partnership (\$260K)
- First 5 Sacramento (\$2.28M):
 - Family Resource Center Expansion (\$850K)
 - First 5 Perinatal Condition Education (\$230K)
 - First 5 Infant Safe Sleep Education (\$200K)
 - First 5 Cultural Broker Program (\$1M)
- County/City/Community Initiatives:
 - Capacity building/Technical Assistance/Communication (\$1.5M)
 - Budget includes \$750K for this effort.
 - City asked to participate but did not budget for the program.

Health Care For Undocumented Immigrants

Service	Cost	County Funding	In-Kind
ELIGIBILITY			
Eligibility & Assistance	\$270,000	\$270,000	
PRIMARY CARE			
Primary Care – TEACH expansion	\$1,000,000	\$1,000,000	
SPECIALTY			
Specialty Care provided by County through contracted services	\$2,500,000	\$2,500,000	
Specialty Care provided by hospital systems, Medical Society	\$1,500,000		\$1,500,000
PCC Specialty Clinic space, staff, pharmaceuticals	\$1,000,000	\$1,000,000	
Administration	\$400,000	\$400,000	
TOTAL	\$6,670,000	5,170,000	\$1,500,000

Sheriff's Department

- Funding recommended at \$429.3M compared to \$419M in Fiscal Year 2014-15.
- Net County Cost \$14.1M higher than Fiscal Year 2014-15.
- Budget includes full funding of the Base Budget plus \$1.7M - Growth (11 positions)
- Sheriff has requested \$9.8M and 47 positions of growth to implement the intelligence-led policing model recently presented to the Board.
- CEO recommends a multi-year approach to implementing the program.

District Attorney

- Funding recommended at \$80.5M compared to \$78M in Fiscal Year 2014-15.
- Net County Cost \$52.5M compared to \$50M in Fiscal Year 2014-15.
- Budget includes full funding of the Base Budget that includes 3 positions that were recently added.
- Growth includes \$310K for equipment replacement at the crime lab. District Attorney requests \$215K for additional equipment replacement.

Probation

- Funding recommended at \$141.4M compared to \$130M in Fiscal Year 2014-15.
- Net County Cost \$6.2M higher than in Fiscal Year 2014-15.
- Budget includes funding 12 positions and contracts to provide IV-E services to foster youth, and 5 positions and contracts for efforts to reduce African American child deaths.

Neighborhood Livability Initiative

- Code Enforcement – 8 new positions, 6 vehicles and \$31K for over-time weekend enforcement.
- Graffiti – \$94K to remove graffiti from private property.
- Probation – Deputy Probation Officer to work with South Sacramento and South Oak Park NLI Team to augment on-going efforts.

Inter-fund Transfer Repayment

- The Fiscal Year 2014-15 Adopted Budget included \$11.2M to repay money transferred to the General Fund in prior years to help balance the General Fund budget.
- The Recommended Budget includes \$2M for this purpose. The current outstanding balance owed by the General Fund to other funds is approximately \$49M.
- Adopted Budget should include additional funding for this purpose.

General Fund Contingency

- Recommended Budget contains no allocation for a General Fund contingency.
- \$2.9M in contingent debt service for Raley Field and Sacramento Regional Arts Facility can be used as contingency after debt service payments.
- Funding an additional \$2.6M during Adopted Budget hearings should be a priority.

Growth Priorities

Recommended Board priorities for additional funding

Sheriff	—	\$ 3M	RAACD	—	\$ 750K
District Attorney	—	215K	Animal Care	—	200K
WEAVE	—	150K	Public Defender	—	136K
Regional Parks	—	112K	Stanford Settlement	—	75K
History Museum	—	45K	Chaplaincy	—	40K
Wildlife Services	—	10K			
Total					\$ 4.733M

Funded By

Capital Construction Fund 50% Debt Service		\$ 2.8 M
Inter-fund Loan Repayment		1.0 M
Non-departmental Cost (Available per Attachment D)		<u>1.0</u> M
	Total	4.8 M

Conclusion

- Hear presentations and Public Comment
- Address Board's Budget Priorities
- Next steps:
 - Approve Recommended Budget
 - July/August: Evaluate Fund Balance and Potential IV-E Waiver Workshop
 - September: Budget Adoption Hearings