FISCAL ESSENTIALS 101

• PRESENTERS:
  • MONICA L BENTLEY – RIVERSIDE COUNTY
  • ROBERT MANCHIA – SAN MATEO COUNTY
  • ARDEE APOSTOL – SAN DIEGO COUNTY
AGENDA

• Budgeting
• Funding Sources
  • Federal
  • State
  • Realignment
    • 1991
    • 2011
A DIRECTOR’S PERSPECTIVE
BUDGETS ARE MULTI-PURPOSE

- Policy Document
- Financial Plan
- Operations Guide
- Communication Tool
- Not Actual Expenditures
BIG TICKET ITEMS IMPACTING THE BUDGET

County Budget

Revenue:
- County General Fund,
- Sales Tax, and
- State General Fund

Expenditures:
- Salaries and Operating Costs,
- Vacancies,
- Time Studies

Policies:
- Federal, State and Local

Demand:
- Caseload Growth/
  Demographics
FUNDING SOURCES
# Chart of Fiscal Years

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<tr>
<th>JUL</th>
<th>AUG</th>
<th>SEP</th>
<th>OCT</th>
<th>NOV</th>
<th>DEC</th>
<th>JAN</th>
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Funding / Revenue Components

- Federal Participation
- State Participation
- Realignment
- County Participation
- Grants
- Other/ Miscellaneous
Federal fiscal year is October 1-Sept 30

The majority of our mandated program funding begins at the federal level.

Federal program regulations describe the funding parameters that are to be used for each federal funding source.
FEDERAL FUNDING

• The Federal budget delineates how much each state will receive.
• Federal funds require a match.
  • Match is usually required to be non-Fed.
• Federal funding is usually open ended.
State General Funding

- State fiscal year is July 1 - June 30
- The State budget delineates how much State General funds will be available
  - State General Fund is used to draw down Federal dollars.
  - There are also State only programs.
- Allocations letters inform counties on how much they will receive.
Each Allocation uses a prescribed methodology to develop county specific amounts.

Usually outlined in Allocation Letter.

Outlined in Annual Allocation Matrix developed by the CWDA FAAD’s workgroup.
REALIGNMENT
Realignment

Social Services is funded with two Realignment pools.

- 1991 Realignment
- 2011 Realignment

There are two dedicated revenue sources to fund the programs:

- State sales tax
- Vehicle license fees
1991 REALIGNMENT STRUCTURE - STATE
SALES TAX/VLF DISTRIBUTIONS

Sales Tax/VLF
Source: ½ cent Sales Tax; Source: 74.9% Vehicle License Fees

Sales Tax/VLF Base Account

Mental Health Subaccount a ($1.12 billion base funding from 2011 Realignment)

Social Services Subaccount

Health Subaccount

CMSP (Base Account)

Sales Tax/VLF Growth Account (Revenues in Excess of Base Payments)

CMSP Growth (2nd call on Growth; 4.027% plus 4.027% of caseload growth paid if over $20M)

General Growth (remaining Growth)

County Allocations

CMSP (County Shares)

Sales Tax Caseload Subaccount (1st call on Growth)

Mental Health (approx. 40%)

Health (approx. 52%)

Social Services (approx. 8%)

CalWORKs MOE b (capped at $1.12 billion)
## 1991 Realignment Program Ratios

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<td>CalWORKs Aid Payments</td>
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<td>5%</td>
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<tr>
<td>CalWORKs Eligibility</td>
<td>50%</td>
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<td>Foster Care</td>
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<td>Child Welfare Services</td>
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<td>Adoptions Assistance</td>
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<td>25%</td>
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<tr>
<td>CalWORKs Employment Services</td>
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<td>In-Home Supportive Services</td>
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<td>County Services Block Grant</td>
<td>16%</td>
<td>30% total</td>
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<tr>
<td>California Children’s Services</td>
<td>25%</td>
<td>50% total</td>
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</table>
County Local Revenue Fund 2011

Support Services

Support Services Reserve Subaccount
(Local option – subject to direction of BOS)

Protective Services Subaccount
Adoptions
Adult Protective Services
Child Abuse Prevention, Intervention & Treatment (CAPIT)
Child Welfare Services
Foster Care

Behavioral Health Subaccount
Drug Court
Drug Medi-Cal
Nondrug Medi-Cal
Early and Periodic Screening, Diagnosis & Treatment (EPSDT)
MH Managed Care

County Women and Children’s
Residential Treatment Services
Special Account
## Sharing Ratios

### HUMAN SERVICES FUNDING
#### PROGRAM SHARING RATIOS
(as of Sep 1, 2016)

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<tr>
<th>SERVICES</th>
<th>FEDERAL</th>
<th>STATE</th>
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<th>COUNTY SHARE POST 1991</th>
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<td>50% HR, Title XIX</td>
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<td>70% NF Share</td>
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<td>70% NF Share</td>
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Sales Tax/VLF Base Account

Mental Health Subaccount
($1.12 billion base funding from 2011 Realignment)

Social Services Subaccount

Health Subaccount

CMSP (Base Account)

Child Poverty and Family Supplemental Support Subaccount
(Base is $0 in 2013-14)

Sales Tax/VLF Growth Account
(Revenues in Excess of Base Payments)

CMSP Growth
(2nd call on Growth; 4.027% plus 4.027% of caseload growth paid if over $20M)

General Growth
(remaining Growth)

Sales Tax - Family Support Subaccount
($300 M in 2013-14)

County Allocations

Sales Tax Caseload Subaccount
(1st call on Growth)

CMSP增长

Mental Health
(approx. 40%)

Health
(approx. 18.45%)

Child Poverty & Family Supplemental Support
(remaining growth)

If CalWORKs has reached cap, funds in excess go to Mental Health

CalWORKs MOE
(capped at $1.12 billion)
INTERSECTION OF REALIGNMENT PROGRAMS

1991 Realignment

- AB 8 County Health Services
- Local Health Services
- California Children’s Services
- Indigent Health
- CalWORKs
- Employment Services
- County Services Block Grant
- In-Home Supportive Services
- County Stabilization Subvention
- County Juvenile Justice Subvention (AB90)

Shared

- Foster Care
- CWS
- Adoptions
- Mental Health
- EPSDT
- Managed Care

2011 Realignment

- Adult Protective Services
- Child Abuse Prevention, Intervention & Treatment (CAPIT)
- Women and Children’s Residential Treatment
- Drug Medical
- Nondrug Medical
- Drug Court
- Law Enforcement
  - Trial Court Security
  - Juvenile Justice
  - District Attorney and Public Defender
  - Community Corrections
  - Local Public Safety Subventions
REALIGNMENT “ROLLING” BASE FUNDING

Base met, growth available

Year 1 Base + Year 1 Growth = Year 2 Base

Example

$100 + $10 = $110

Base not met, growth unavailable

Year 1 Base → Actual Sales Tax comes in lower than base → Year 2 Base

Example

$100 → $90 → $90
WHAT DOES THIS MEAN FOR YOU?

Budgets are planning documents

Know where you can be flexible

Discover funding opportunities

Know your Fiscal/Program Person
A DIRECTOR’S PERSPECTIVE
CONTACT INFORMATION

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