

**COUNTY OF SACRAMENTO
CALIFORNIA**

8

For the Agenda of:
June 17, 2009

To: Board of Supervisors

From: Department of Human Assistance
Department of Health and Human Services

Subject: Report Back On The Impacts Of Reduced State Human Services Funding

District: All

Contact: Bruce Wagstaff, Director, Human Assistance, 875-3611
Ann Edwards-Buckley, Acting Director, Health and Human Services, 875-2002

BACKGROUND

During the May 14, 2009 Budget Workshop, the Department of Health and Human Services (DHHS) and the Department of Human Assistance (DHA) were requested to report back on the impacts of reduced State human services funding for all programs which presently receive such funding.

DISCUSSION

Since Fiscal Year 2001-02, the State has not funded County social service programs at the actual cost of running State mandated social service programs. Counties have been required to absorb the “cost-of-doing business” (CODB) by either reducing program staff and services or finding alternate means to cover their increasing operating costs.

Both DHHS and DHA have been adversely impacted by this State funding shortfall. DHHS programs impacted include: Adoptions, Child Protective Services (CPS), In-Home Supportive Services (IHSS), and Adult Protective Services (APS). DHA-impacted programs are CalWORKs, Food Stamps, Foster Care, and Medi-Cal. The combined impact to DHHS and DHA in Fiscal Year 2009-10 is estimated at \$70.5 million in State and Federal revenue. Column G of the following schedule shows the estimated loss in funding for each of the DHHS and DHA programs.

Report Back On The Impacts Of Reduced State Human Services Funding

Program	Human Services Funding Deficit (millions)		Program Cuts (millions)		Total Annual Program Cuts, Fiscal Year 2000-01 to 2008-09 May Revise (millions)		DHA / DHHS Loss in State / Federal funding (millions)
	A	B	C	D	E = A + C	F = B + D	G
	Federal / State	State General Fund	Federal / State	State General Fund	Federal / State	State General Fund	Sac County Share (est.)
CalWORKs	250.60	250.60	50.1 (02/03) 131.4 (04/05) <u>-72.0 (06/07)</u> 109.50	50.1 (02/03) 131.4 (04/05) <u>-72.0 (06/07)</u> 109.50	360.10	360.10	22.90
Food Stamps	83.90	33.90	16.5 (02/03) 58.7 (04/05) -9.6 (06/07) <u>34.9 (08/09)</u> 100.50	6.8 (02/03) 24.1 (04/05) -3.4 (06-07) <u>14.4 (08/09)</u> 41.90	184.40	75.80	11.16
Child Welfare Services	616.00	290.60	129.6 (08/09)	83.7 (08/09)	745.60	374.30	20.10
Foster Care	12.50	8.20	2.3 (04/05)	1.0 (04/05)	14.80	9.20	0.96
Adoptions	22.10	16.80	18.0 (02/03)	10.4 (02/03)	40.10	27.20	1.95
In-Home Supportive Services	78.20	32.60	18.6 (08/09)	10.8 (08/09)	96.80	43.40	4.90
Adult Protective Services	20.90	16.50	11.1 (01/02) 5.6 (02/03) <u>11.4 (08/09)</u> 28.10	5.9 (01/02) 3.0 (02/03) <u>6.1 (08/09)</u> 15.00	49.00	31.50	3.39
Medi-Cal	64.60	32.30	87.90	43.90	152.50	76.20	5.19
TOTALS (millions)	\$1,148.80	\$681.50	\$494.50	\$316.20	\$1,643.30	\$997.70	\$70.55

Respectfully submitted,

APPROVED:
TERRY SCHUTTEN
County Executive

BRUCE WAGSTAFF, Director
Department of Human Assistance

ANN EDWARDS-BUCKLEY, Acting Director
Department of Health and Human Services

By: _____
JAMES W. HUNT, Acting Administrator
Countywide Services Agency