



Department of Human Assistance

Fiscal Year 2011-12 Recommended Budget

Board of Supervisors Hearing June 6, 2011

Paul Lake
Director

Budget Principles

Meet our mandates first – Benefits & Welfare-to-Work

- Manageable CalWORKs eligibility caseloads
- No cuts to General Assistance staffing

Minimize County cost, risk, and liability

- No layoffs of Fraud Investigators

Invest in evidence-based and best practices

- Keep CalWORKs eligibility caseloads down
- Subsidized employment

Cut overhead and management

- 7.1% cut positions are management

Preserve critical discretionary safety net programs

- Minimize CW cuts to shelters, mental health, substance abuse

Operations Budget – CalWORKs (\$14.7 Million Gap)

- \$2.3 million increase in CalWORKs salaries and benefits
- Estimated \$12.4 million State CalWORKs allocation cut

CalWORKs Contract Reductions

- CalLearn (Sutter) - \$1,500,000
- Child Care (Child Action) - \$3,300,000
- Cottage Housing - \$150,000
- Emergency Family Shelters - \$50,000
- DHHS - \$1,500,000
- Child Care Payments - \$1,500,000

CaIWORKs Staff Cuts

Playcare	4.0 FTE	\$ 300,000
Program Integrity	5.0 FTE	\$ 500,000
Human Svc Assts	8.0 FTE	\$ 460,000
WTW Social Workers (Includes 17.0 FTEs Special Skills)	47.4 FTE	\$ 4,120,000
Domestic Violence	5.8 FTE	\$ 720,000
Supervisors	5.0 FTE	\$ 480,000
Childcare (ASO3)	1.0 FTE	\$ 140,000
Sr. Office Assistant	1.0 FTE	\$ 60,000
Total Staff	77.2 FTE	\$ 6,780,000

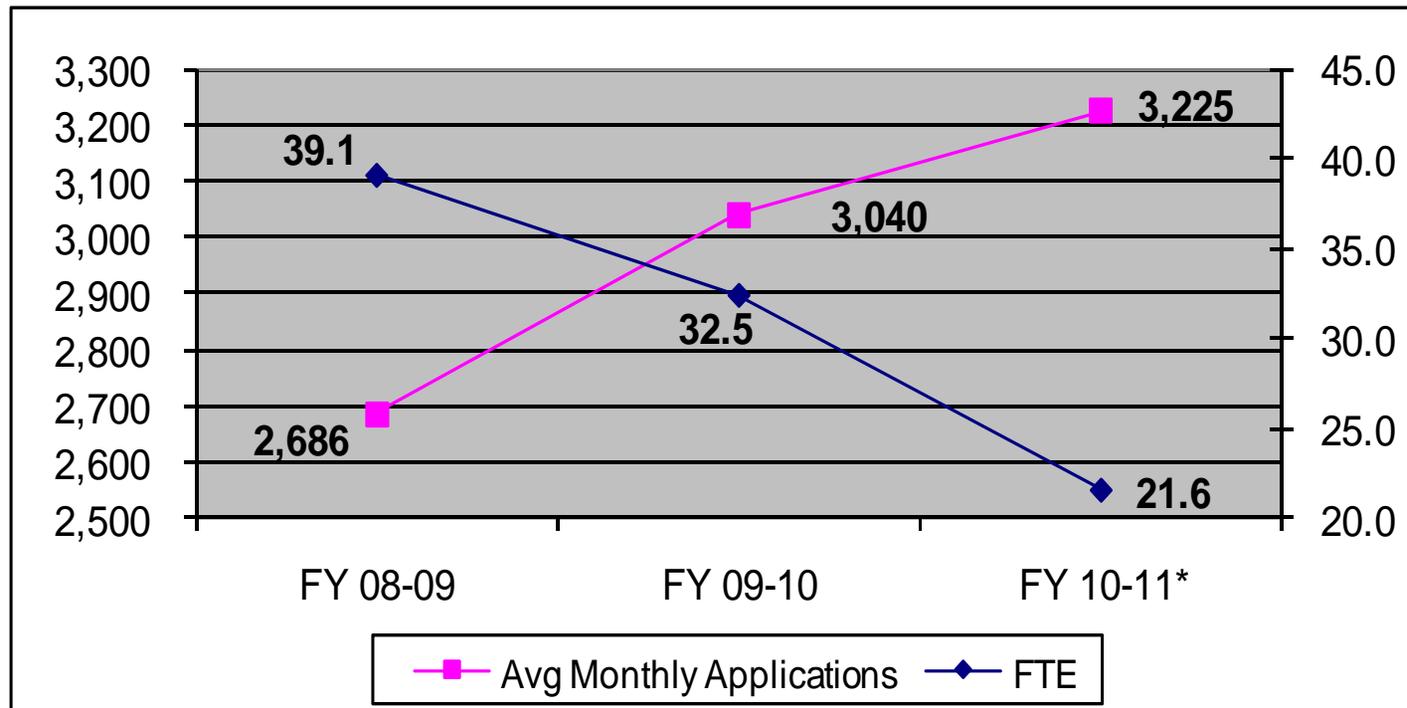
(16.3 Vacant; 30.0 with Status; 30.9 Possible layoffs)

Total Proposed Staff Reductions

- 77.2 FTE CalWORKs
- 0.5 FTE Medi-Cal Support
- 2.0 FTE Hearings
- 5.5 FTE Homeless Services
- 2.0 FTE Veterans' Claims Representatives
- 7.0 FTE Administrative and Support Staff
- 94.2 FTE Total Position Reductions
- (10.0 FTE) New HSS Positions
- 84.2 FTE Net Position Reductions (Proposed)
- (3.6 FTE) Restore Social Workers
- 80.6 FTE Revised Recommended Reductions

General Assistance Eligibility Staffing

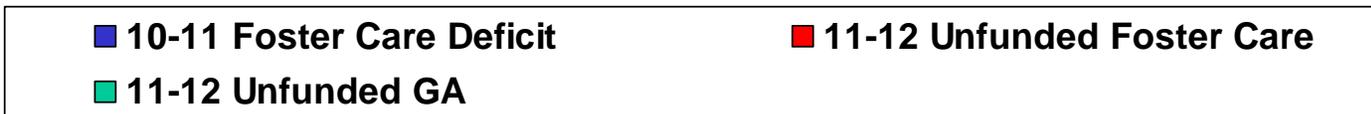
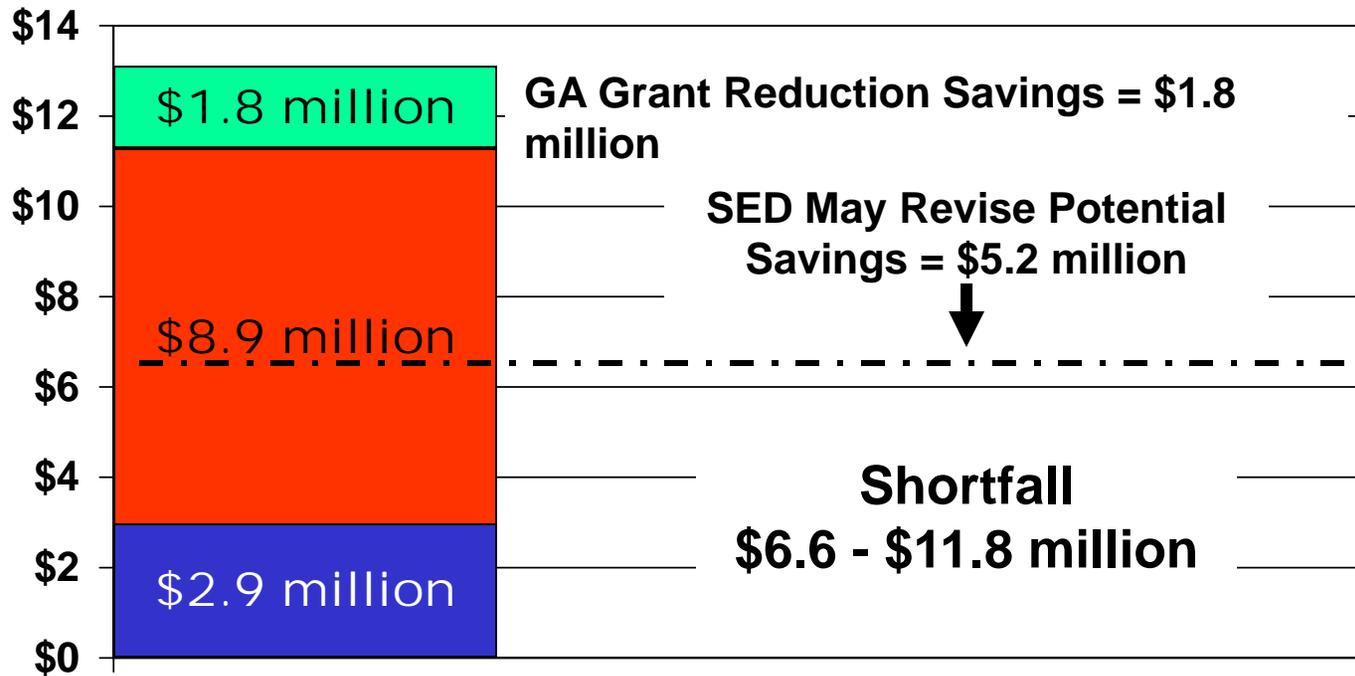
Eligibility staffing for General Assistance has decreased by 45 percent from Fiscal Year 2008-09 to Fiscal Year 2010-11, while average monthly applications have increased by 20 percent during the same period.



Aid Payments General Assistance Grant Cuts

Recommendation	Estimated Annual GF Savings
Standard Grant - implement 8 percent reduction, consistent with State's reduction to CalWORKs grants	\$ 1,600,842
Board and Care - eliminate Out-of-Home Care grant and special need personal allowance in exchange for the standard grant	\$ 51,787
Transitional Living Community Support (TLCS) - eliminate TLCS housing fee grant and personal needs allowance in exchange for the standard grant	\$ 153,592
Total	\$ 1,806,221

Aid Payments – General Fund Shortfall (Amounts in Millions)



Outstanding Homeless Funding Issues

- North A Complex (\$620,999 annual General Fund cost)
 - Refinance and cover with carryover (one-time source)
 - Negotiate sale of property by June 2012
- St. John's facility lease (\$330,500 annual General Fund cost)
 - Cover with carryover 6 months (one-time source)
 - Work on different lease arrangement
- Cottage Housing contract (\$250,000 - TLS and CalWORKs)
 - \$250,000 for permanent supportive housing services
 - Can't claim CalWORKs costs (\$150,000)
 - Potential loss of HUD grant and program
- Homeless Administration Funding
 - Negotiating agreements with Sacramento Steps Forward
 - Will return to BOS for allocation of Multifamily Housing Assessment Funds from SHRA to SSF

Summary of Recommendations

- Approve all proposed reductions in DHA's Fiscal Year 2011-12 Recommended Budget
- Restore 3.6 FTE Human Service Social Workers
- Approve the recommendations for GA standard grants, Board and Care, and TLCS