

County of Alameda
PROPOSED BUDGET 2011-2012



100 Families Alameda County Art & Social Change brings together diverse, intergenerational families to create art together while strengthening the health of families and communities. Images show family members and neighbors, their completed artwork, and sections of the Highland Hospital community mural.

Presented by the County Administrator



FY 2011-12 Proposed Budget Overview

Susan S. Muranishi, County Administrator

Kai Mander, Principal Analyst

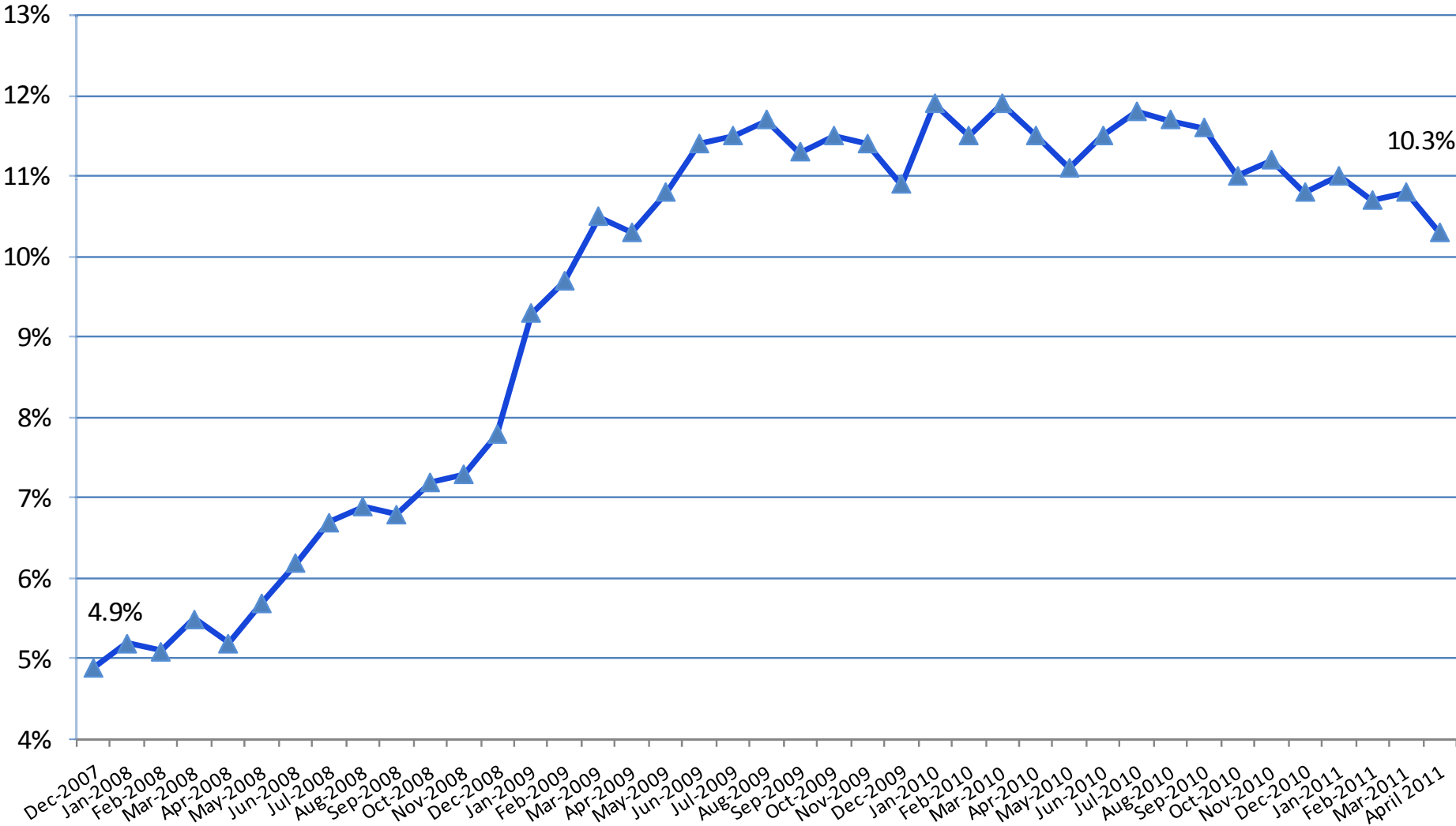


FY 2011-12 Proposed Budget Overview

- ❑ Economic Update
- ❑ FY 2011-12 Proposed Budget
- ❑ Funding Gap & Balancing Strategies
- ❑ Federal Budget Update
- ❑ State Budget Update
- ❑ Pending Factors & Schedule

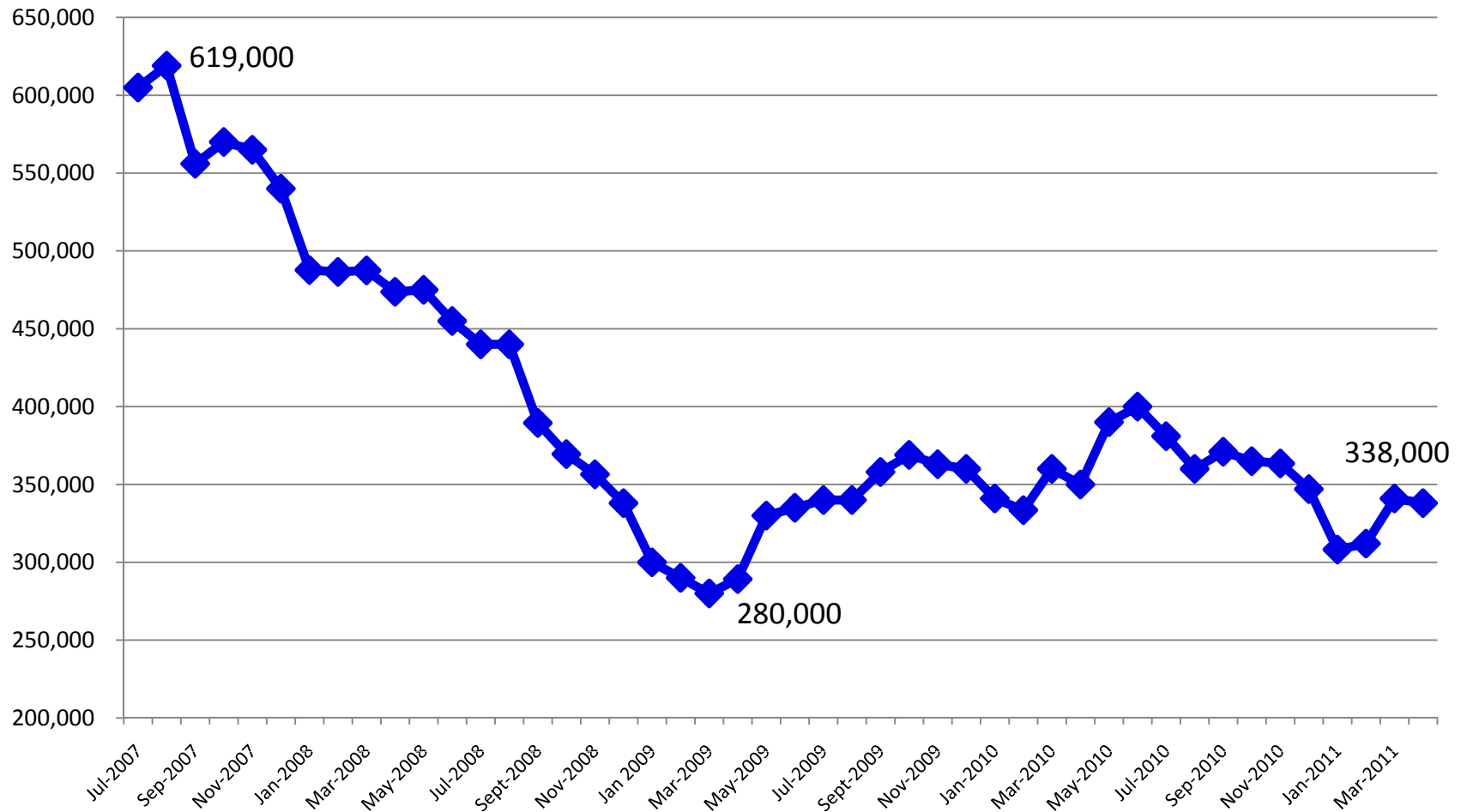


Alameda County Unemployment Rate Since Recession Began (not seasonally adjusted)



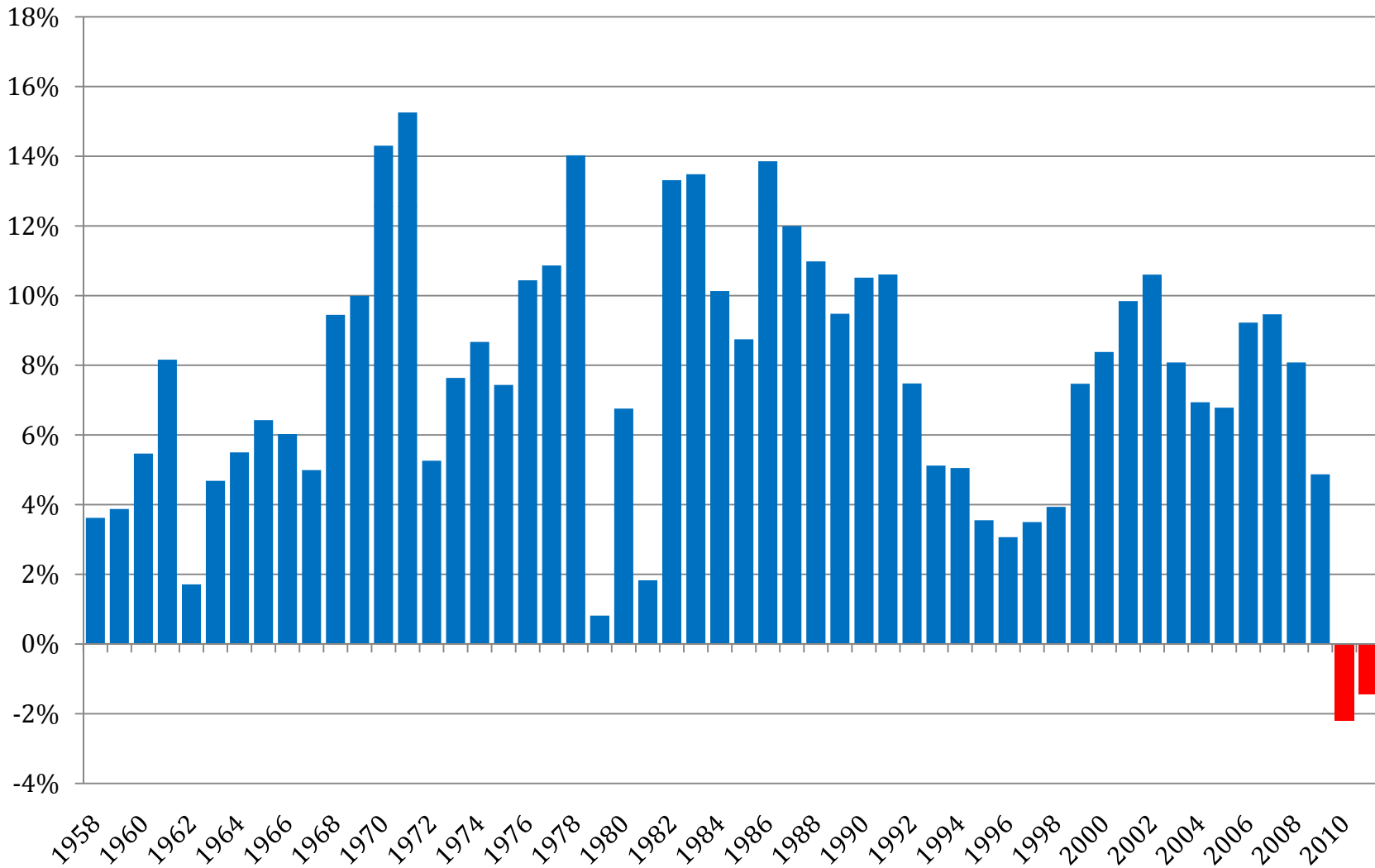


Alameda County Median Home Values July 2007 – April 2011



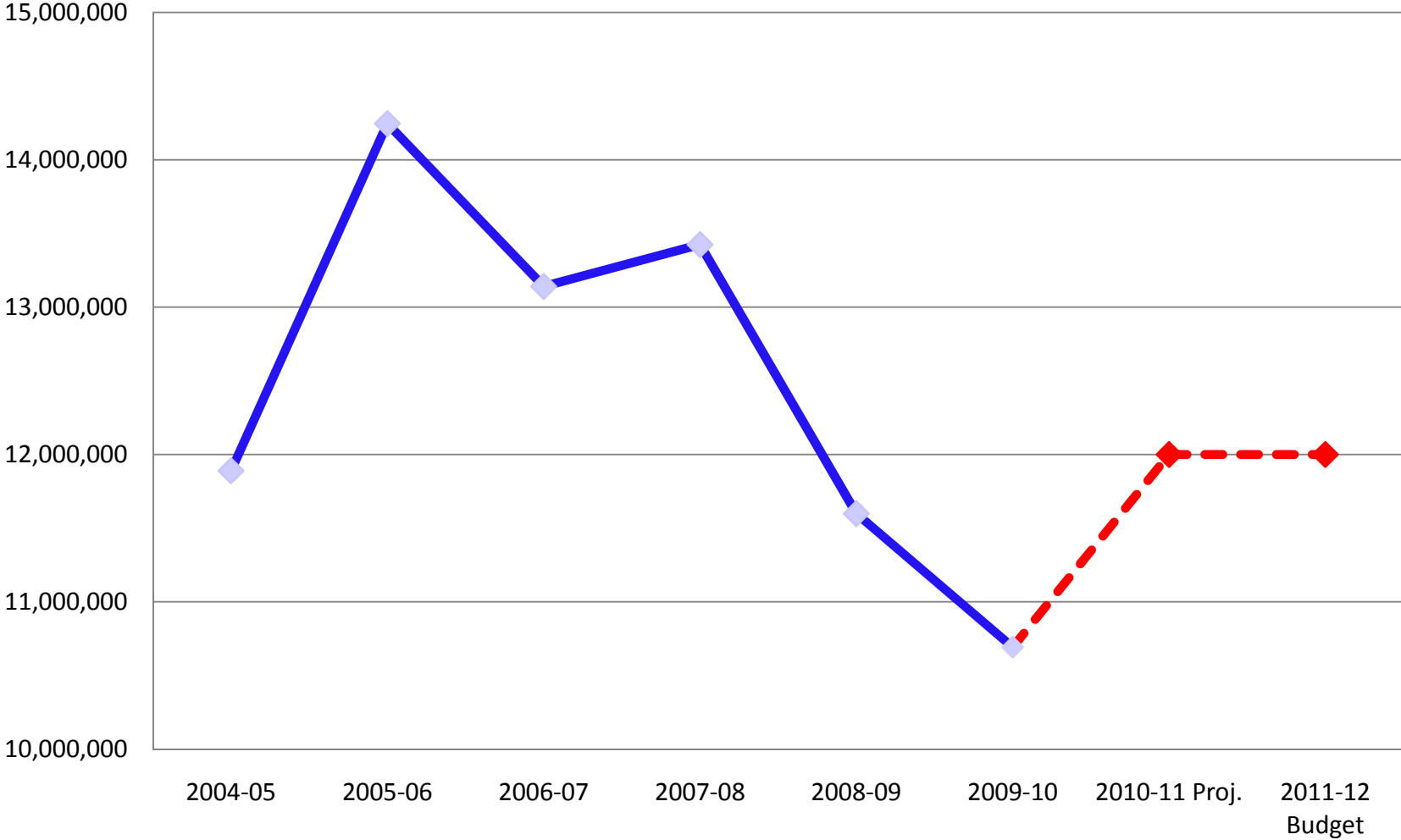


Assessment Roll—Percent Change Alameda County



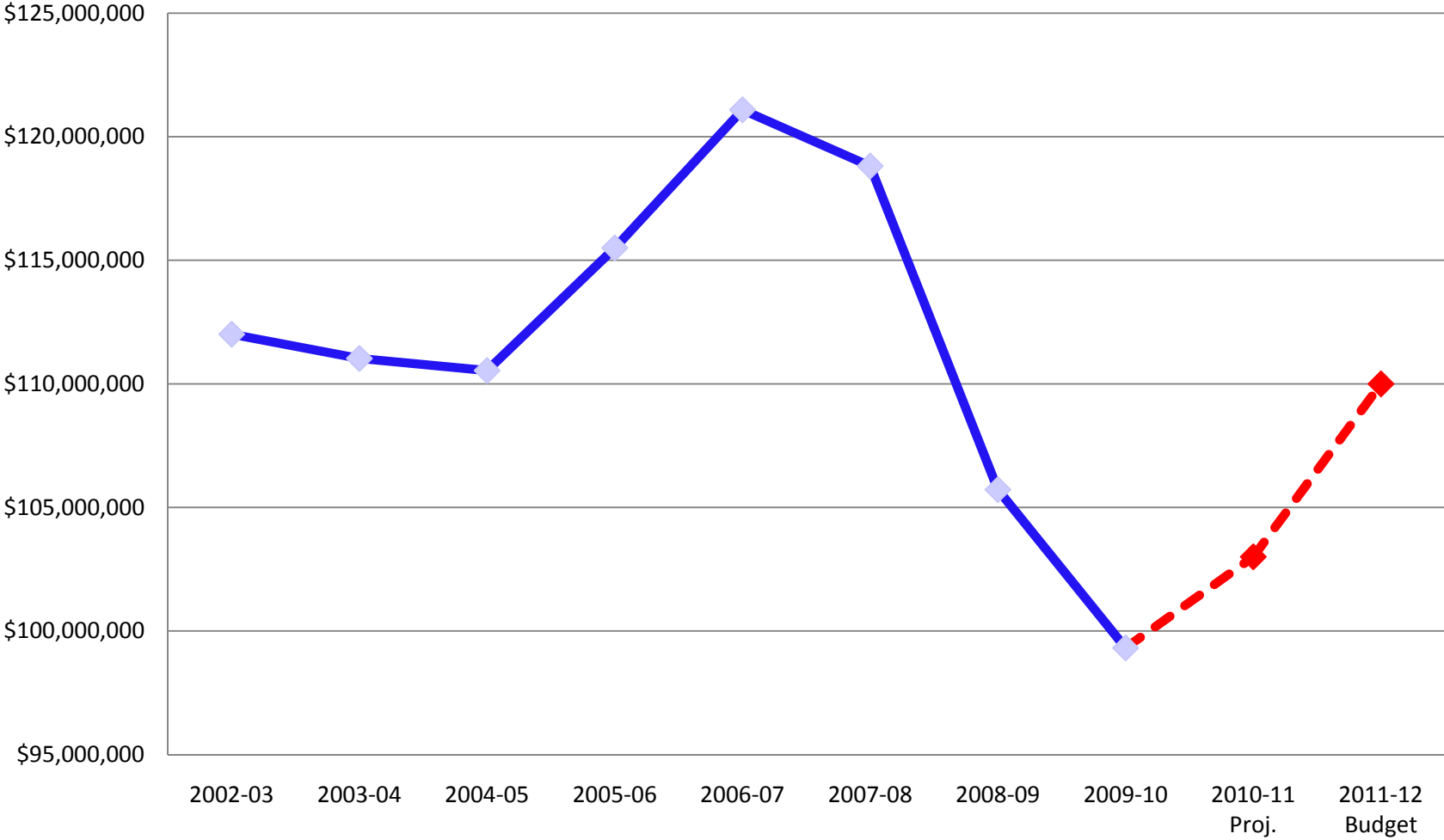


Sales Tax Revenues



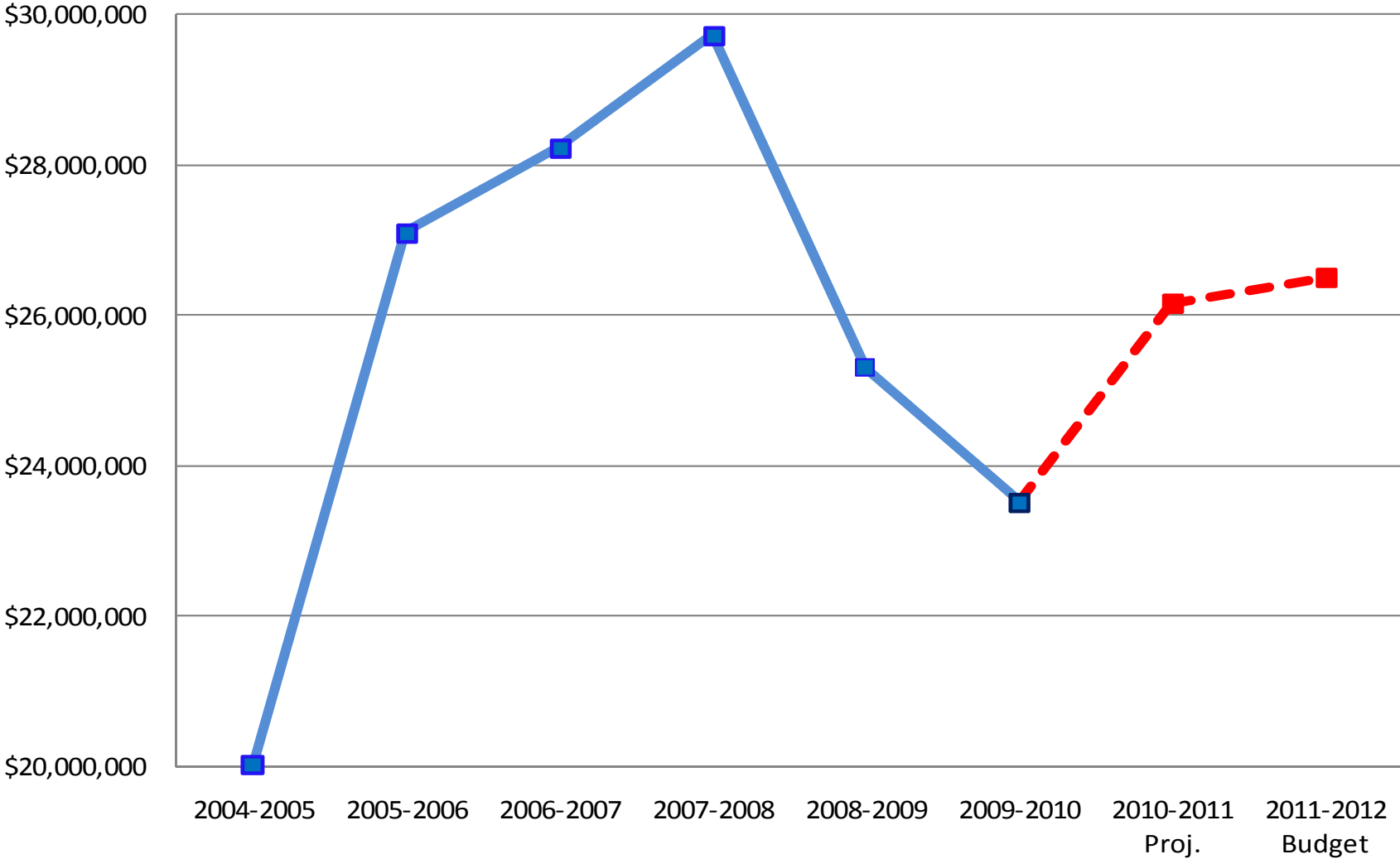


Prop. 172 Sales Tax Revenues



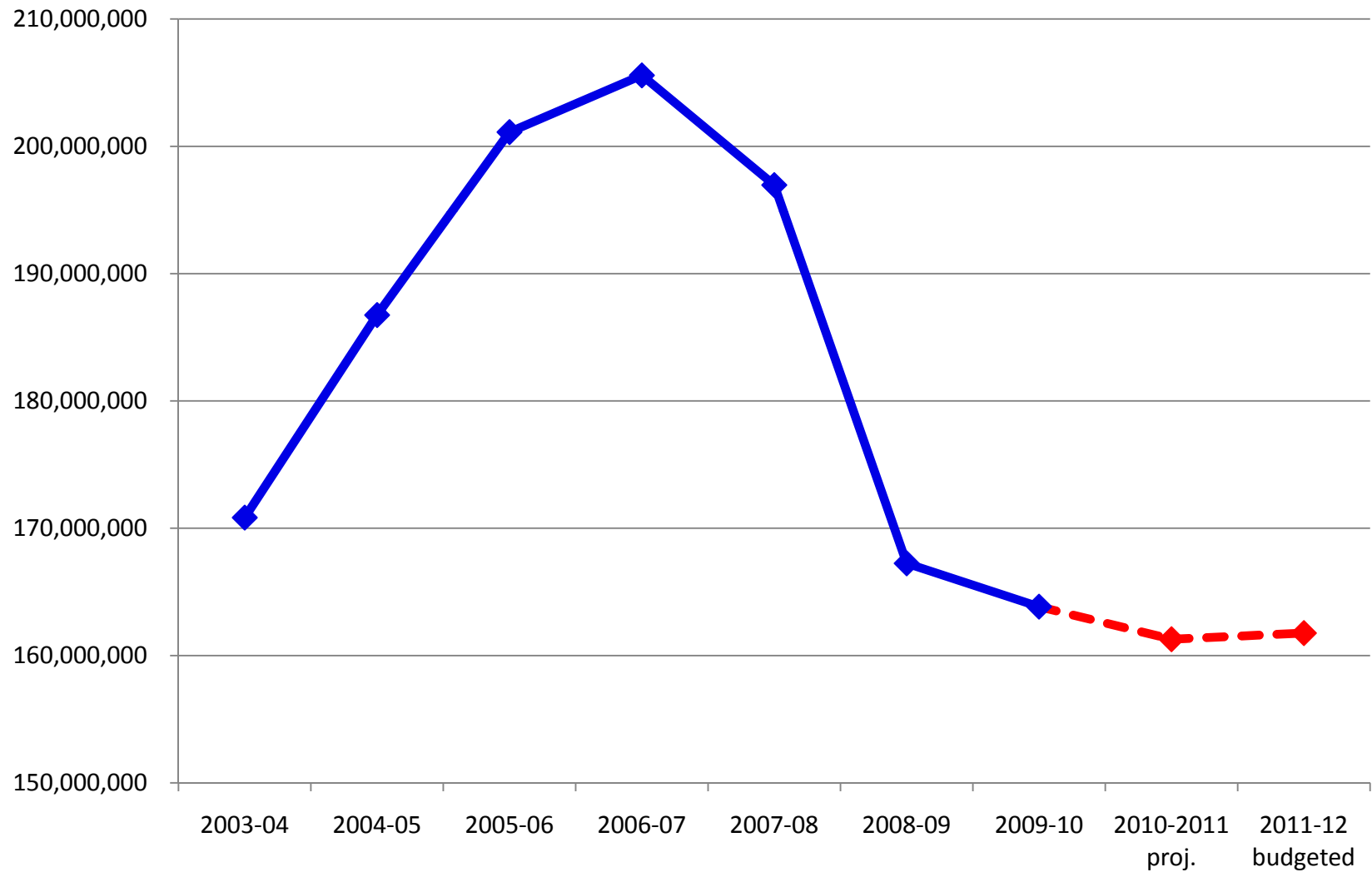


Measure A Revenues—County Share



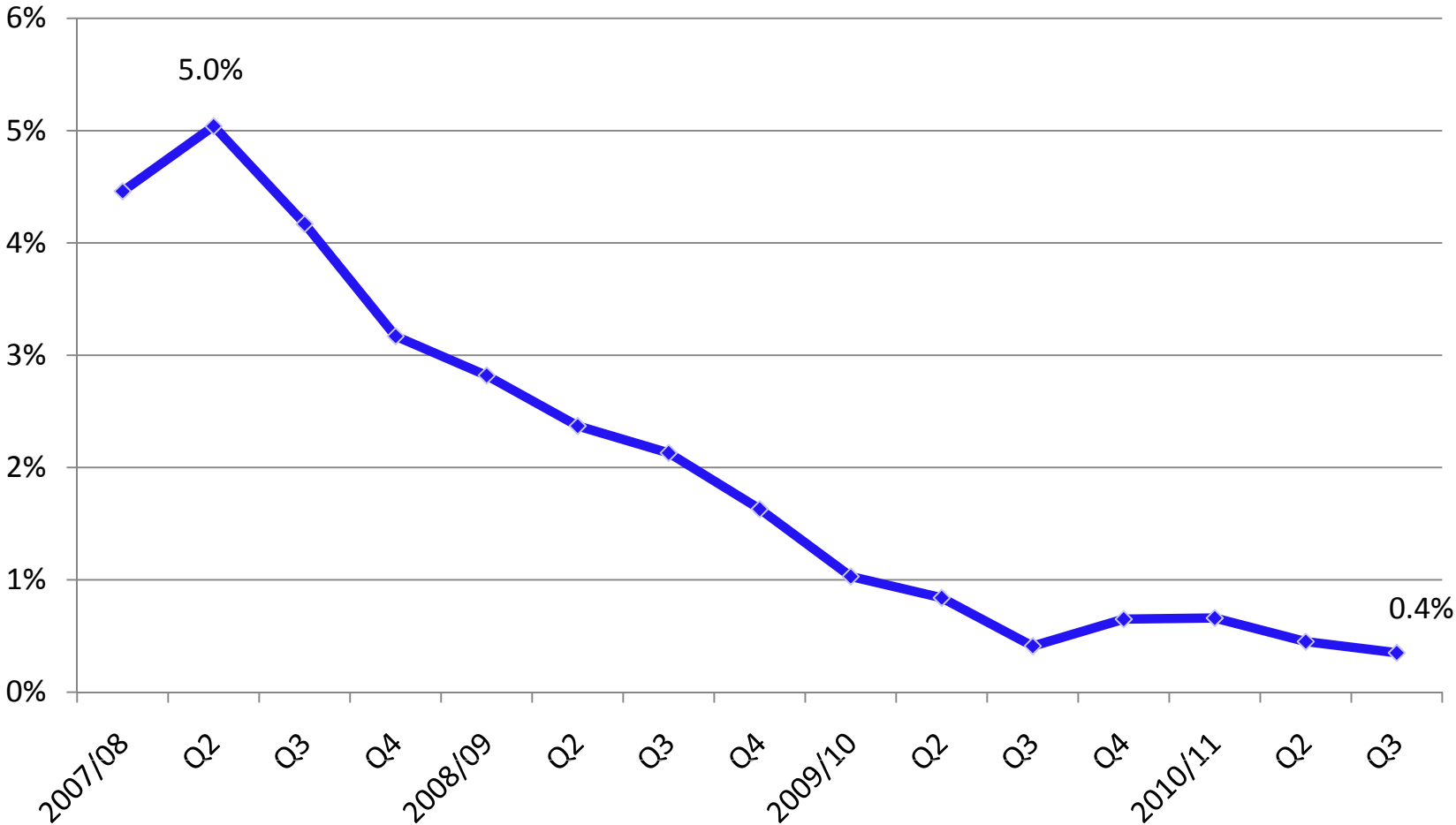


Realignment Revenues





Quarterly Interest Rate for Investment Pool





Increased Demand for Services

-
- Dramatic increase in caseloads for assistance programs, including:
 - CalWORKs
 - Food Stamps
 - Medi-Cal
 - IHSS



Economic Outlook

- ❑ We have reached bottom, but slow recovery
- ❑ Unemployment to stay high for some time
- ❑ Home prices have stabilized; sales still low
- ❑ Taxable sales increasing
- ❑ East Bay will see strong economic growth again...but when?

Source: Beacon Economics



FY 2011-2012 Proposed Budget



FY 2011-12 Proposed Budget - All Funds (\$ in millions)

	2010-11 Final	2011-12 Proposed	Increase/ (Decrease)	% Change
Appropriation /Revenue	\$2,443.4	\$2,468.5	\$25.1	1.0%
F.T.E. Positions*	9,103.19	9,049.17	(54.02)	(0.6%)

*Full-time equivalent positions



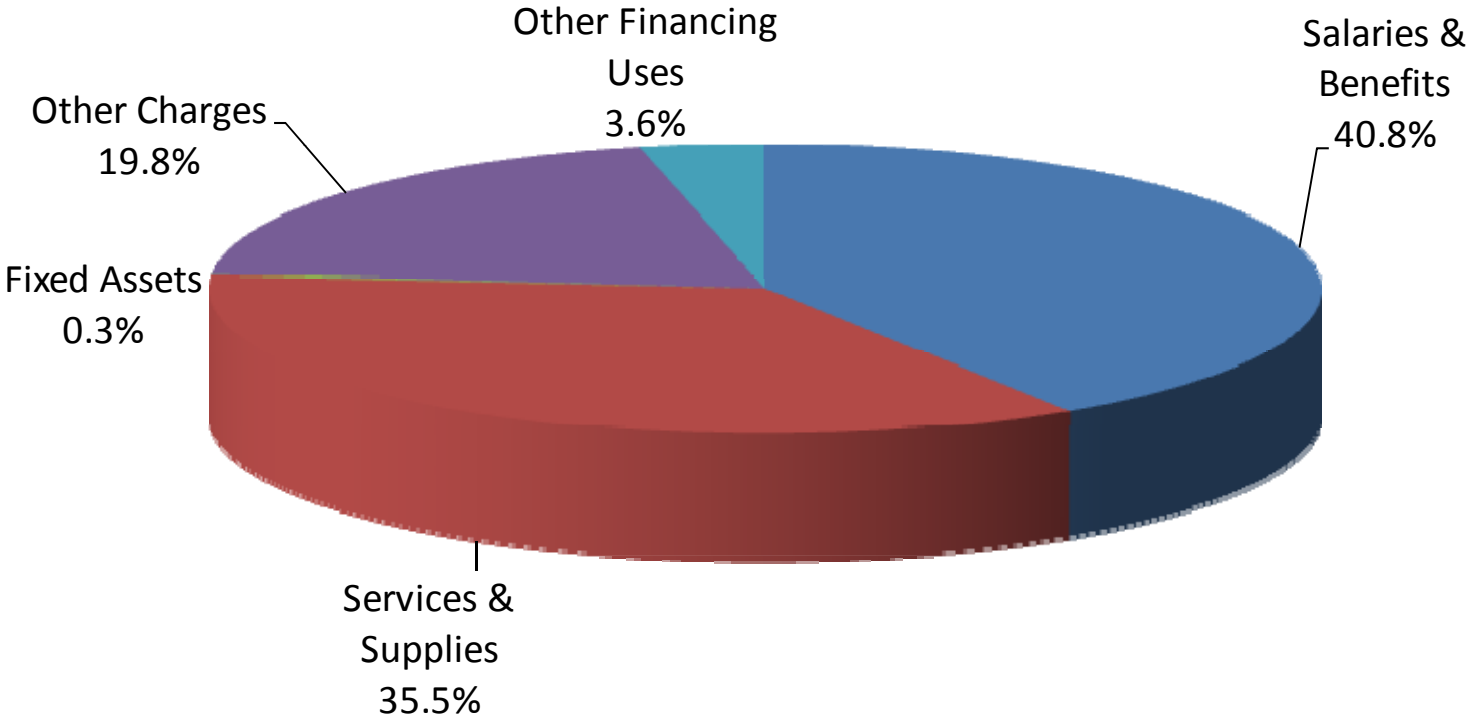
FY 2011-12 Proposed Budget – General/Grant/Measure A Funds (\$ in millions)

	2010-11 Final	2011-12 Proposed	Increase/ (Decrease)	% Change
Appropriation /Revenue	\$2,101.6	\$2,056.7	(\$44.9)	(2.1%)
F.T.E. Positions*	7,287.47	7,232.03	(55.44)	(0.8%)

*Full-time equivalent positions



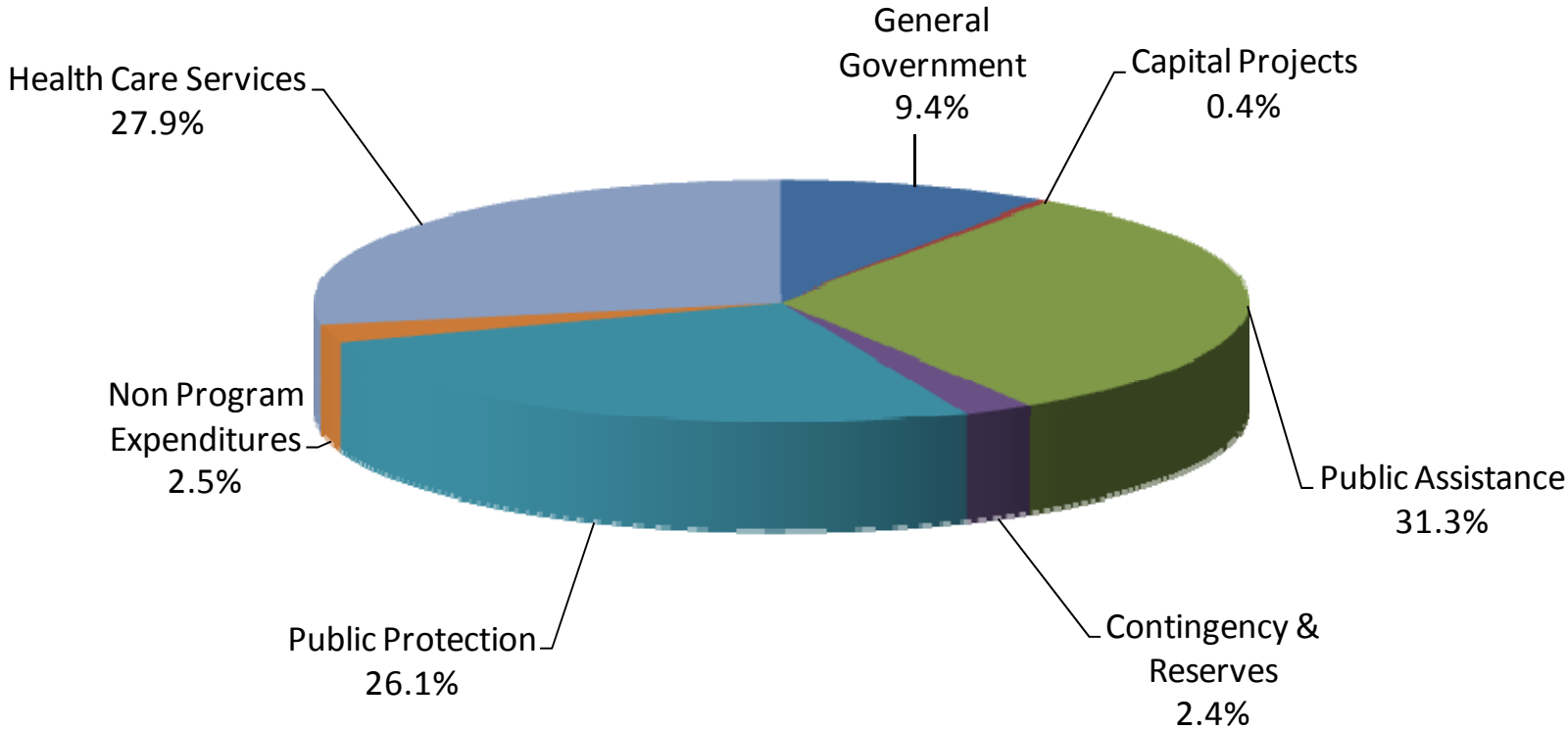
FY 2011-12 Proposed Budget Appropriation by Major Object – General/Grants/Measure A Funds



Total Appropriation: \$2,056.7 million



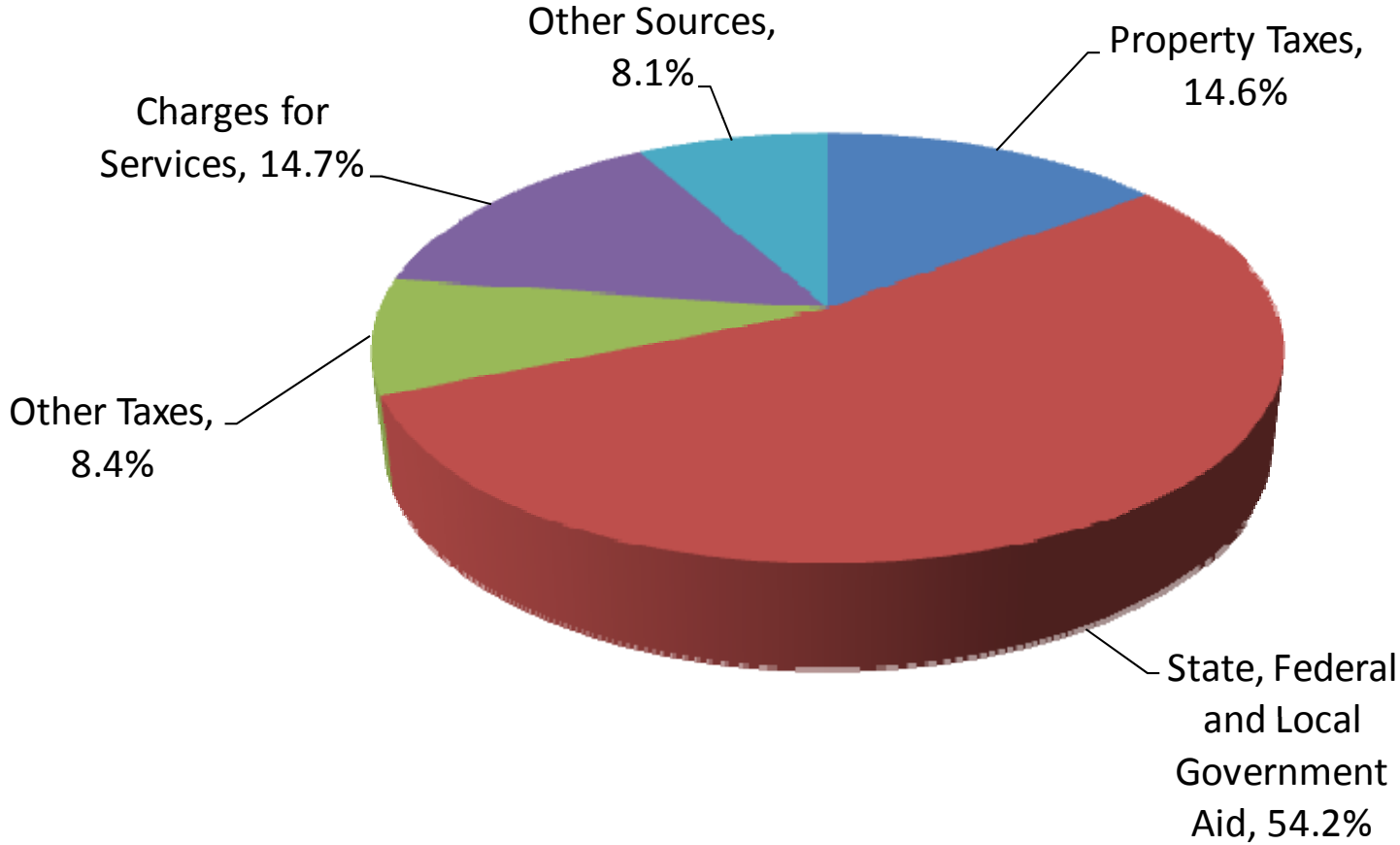
FY 2011-12 Proposed Budget Appropriation by Program General/Grants/Measure A Funds



Total Appropriation: \$2,056.7 million



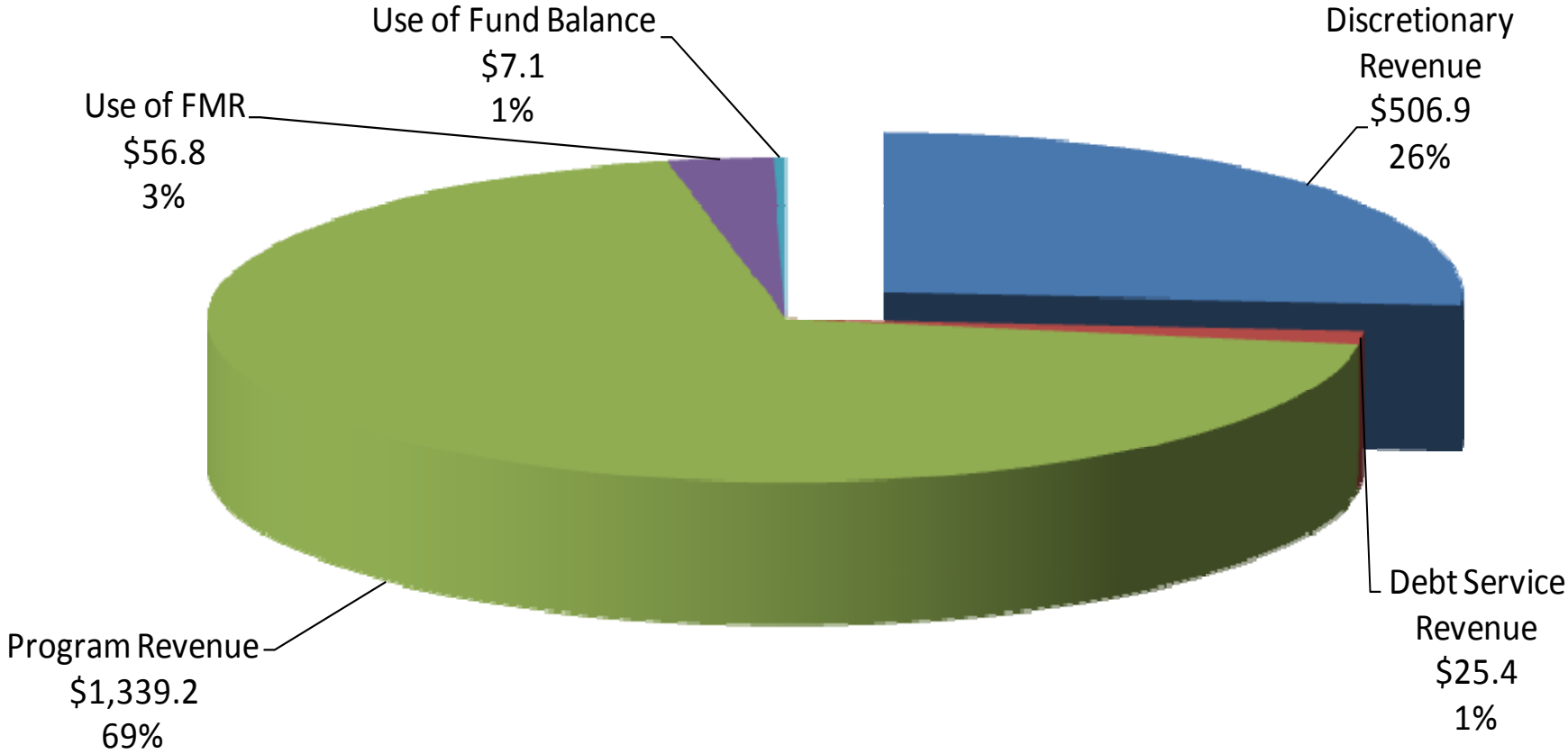
FY 2011-12 Proposed Budget Funding by Source— General/Grants/Measure A Funds



Total Appropriation: \$2,056.7 million



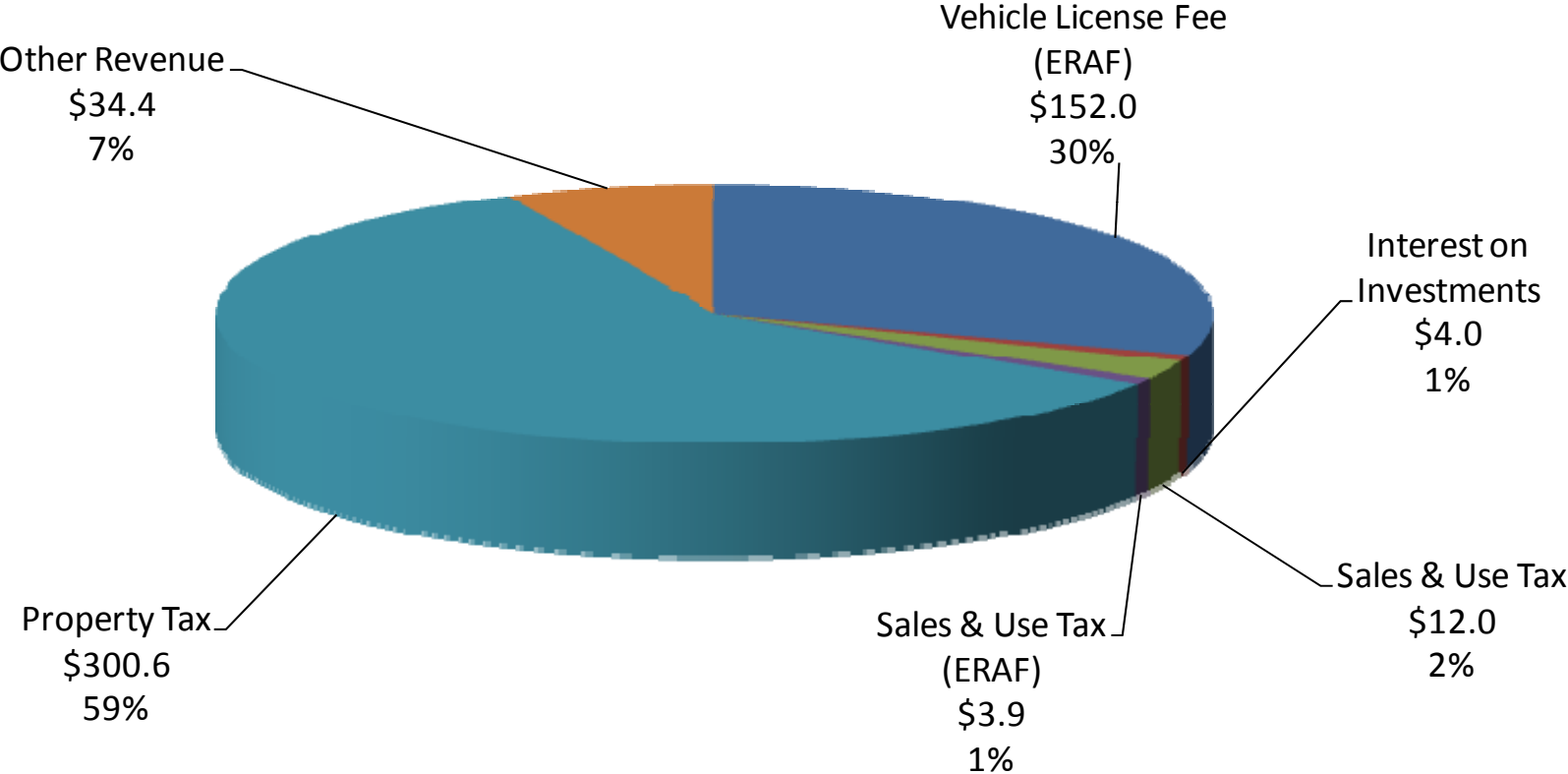
FY 2011-12 Discretionary Revenue Share of Total General Fund



Total General Fund: \$1,935.4 million



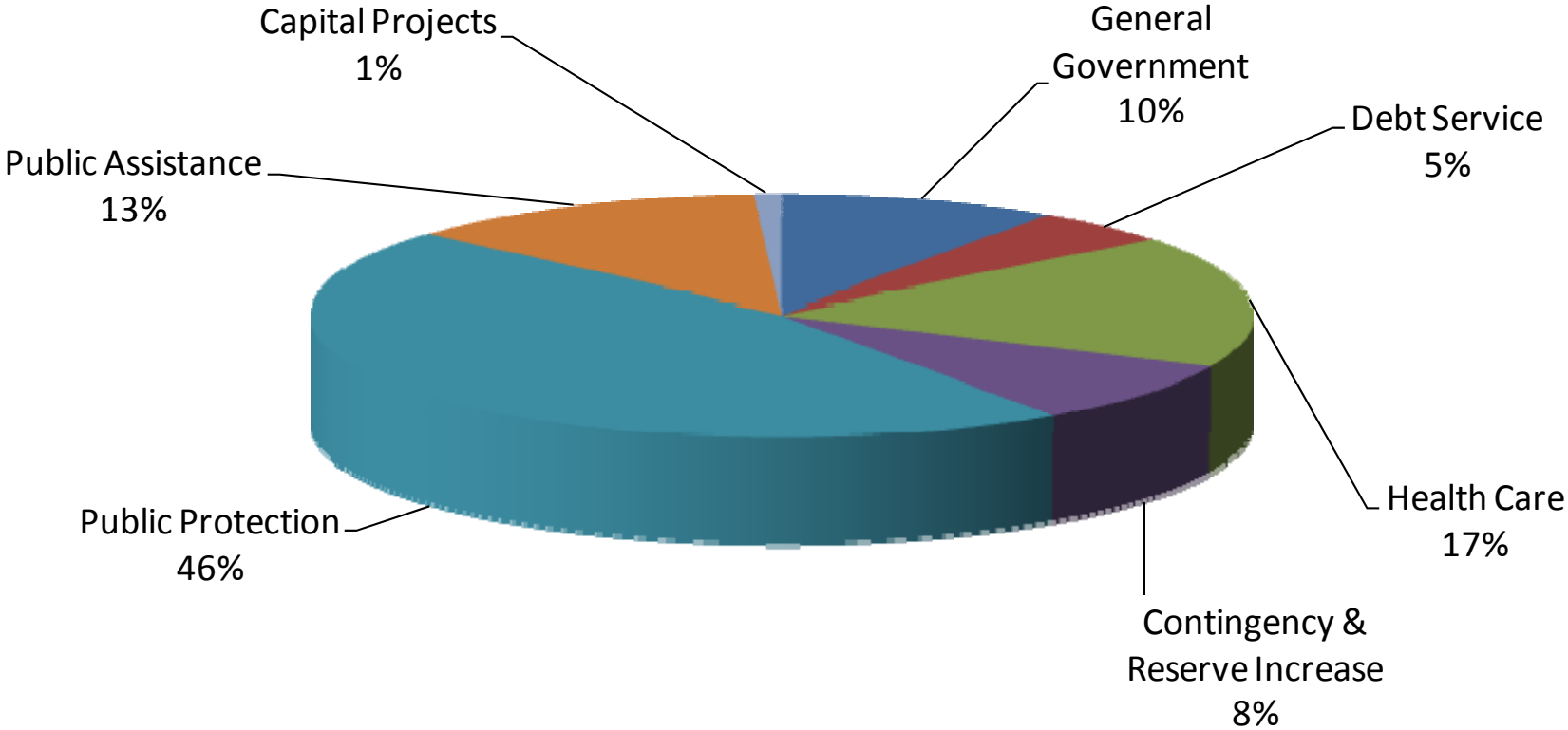
FY 2011-12 Proposed Budget Discretionary Revenue by Source



Discretionary Revenue: \$506.9 million



FY 2011-12 Proposed Budget Use of Discretionary Revenue by Program



Discretionary Revenue: \$506.9 million



Community-Based Organizations FY 2011-12 Funding (in millions)

Program	2011-12 Contracts
General Government	\$46.4
Health Care	\$255.1
HCSA – Alameda County Medical Center	\$114.4
Public Assistance	\$69.9
Public Protection	\$4.0
Total – CBO Contracts	\$489.8

242 Contractors



Funding Gap and Balancing Strategies



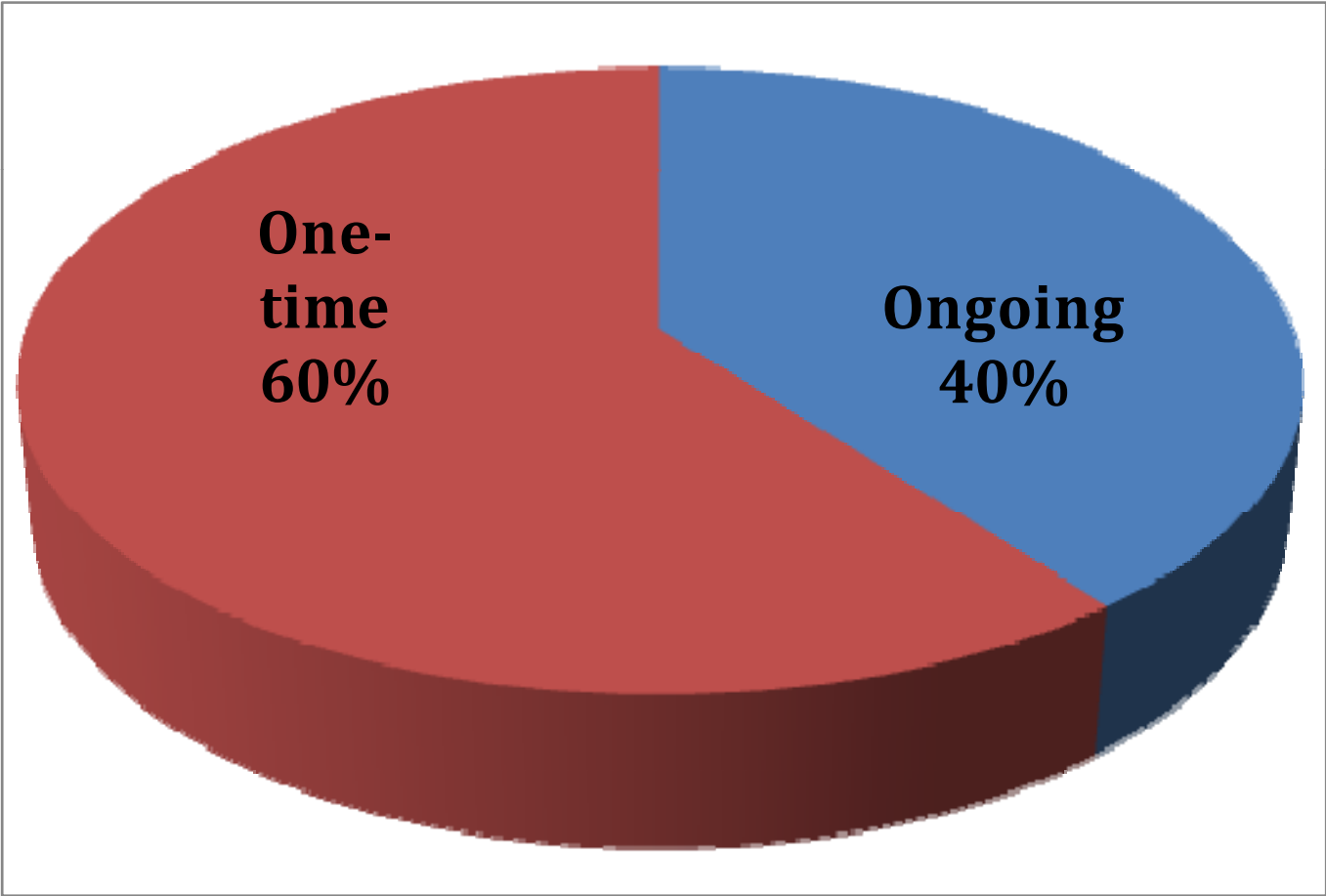
Closing the Gap General/Grant/Measure A Funds

	Net Reductions (in millions)	FTE Reductions
General Government	\$22.6	6.6
Health Care Services	\$34.1	11.9
Public Assistance	\$33.2	60.3
Public Protection	\$35.9	32.0
<i>Subtotal Programs</i>	\$125.8	110.8
<i>Countywide Strategies</i>	\$12.1	0.0
Total	\$137.9	110.8

FTE = Full-Time Equivalent Positions



FY 2011-2012 - Closing the Gap Ongoing vs. One-Time Strategies



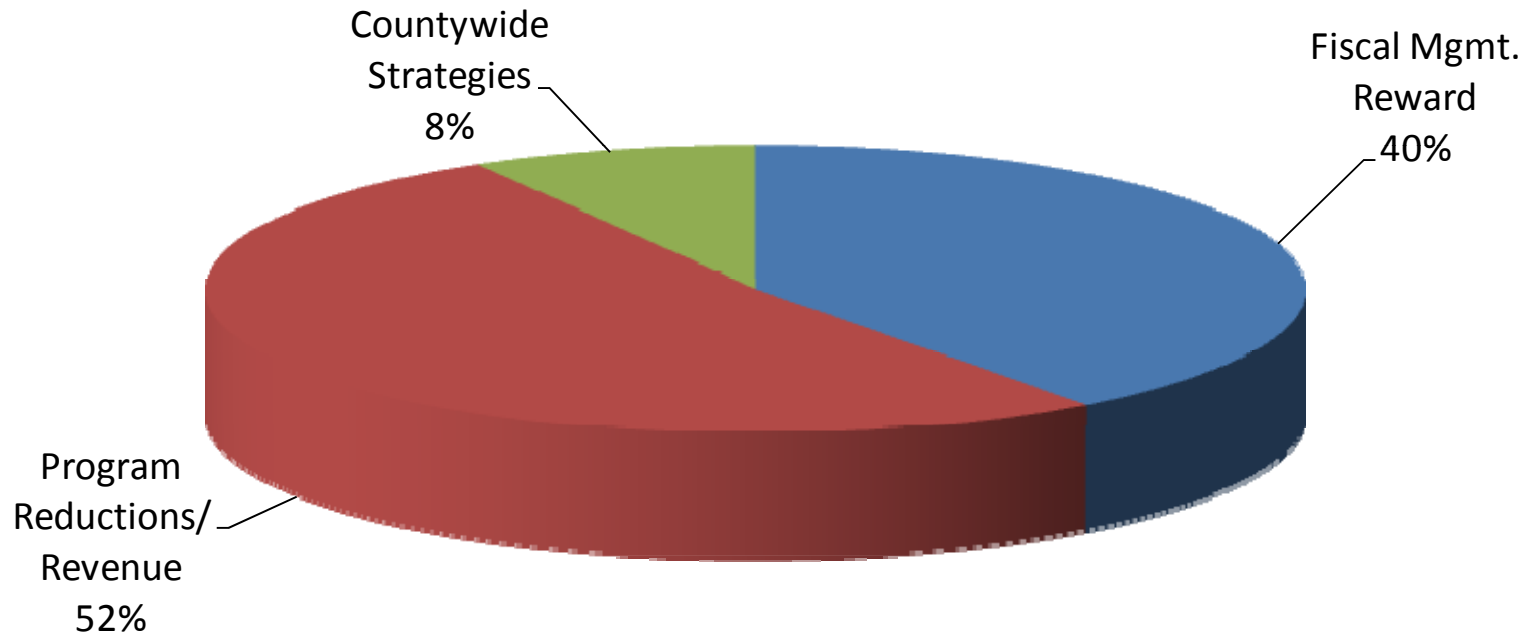


Closing the Funding Gap

Budget Balancing Strategies	Net Reductions (\$ millions)
Ongoing Strategies	
Program reductions	\$61.1
Program revenue increases	\$22.4
CalWORKs revenue losses	(\$29.0)
Subtotal Ongoing Strategies	\$54.5M
One-Time Strategies	
Fiscal Management Reward Savings	\$56.8
One-time revenues	\$9.4
Use of Available Fund Balance	\$7.1
1% allocation for capital projects	\$5.0
Use of Prop. 172 Designation	\$3.0
One-time appropriation reductions	\$2.1
Subtotal One-Time Strategies	\$83.4M
Total Balancing Strategies	\$ 137.9M



FY 2011-12 Balancing Strategies (in millions)



Funding Gap: \$137.9 million



Countywide Strategies (in millions)

Use of Available Fund Balance	\$ 7.1
<u>Use of 1% of Disc. Revenue for Capital</u>	<u>\$ 5.0</u>
TOTAL	\$12.1



Fiscal Management Reward Program
Savings
(in millions)

General Government	\$17.8
Health Care	\$15.5
Public Assistance	\$15.0
Public Protection	<u>\$ 8.5</u>
Total:	\$56.8 million



FY 2011-12 Closing the Gap Potential Impacts

- ❑ Reduction of 111 FTEs
- ❑ Adult inmate services, youth services including supervision and investigations, Public Defender and District Attorney services
- ❑ State-imposed cuts to CalWORKs and IHSS will impact services to public assistance recipients
- ❑ Mental health services, Medi-Cal claiming, alcohol and drug services, clinician training
- ❑ Deferred maintenance



Federal Budget Update



Federal Budget Update

- FY 2011 Budget
- FY 2012 Budget
- Deficit and Debt limit

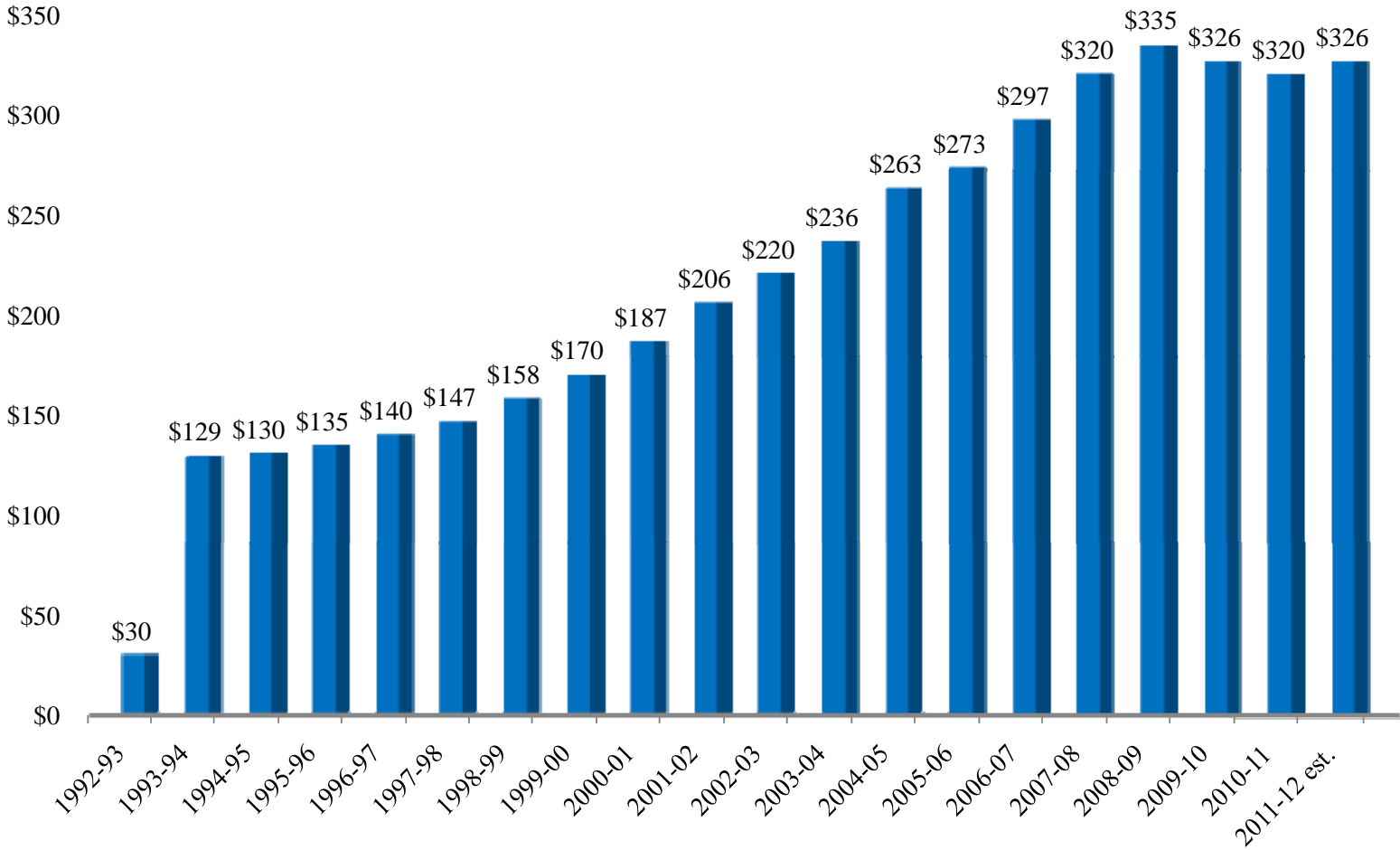


State Budget Update



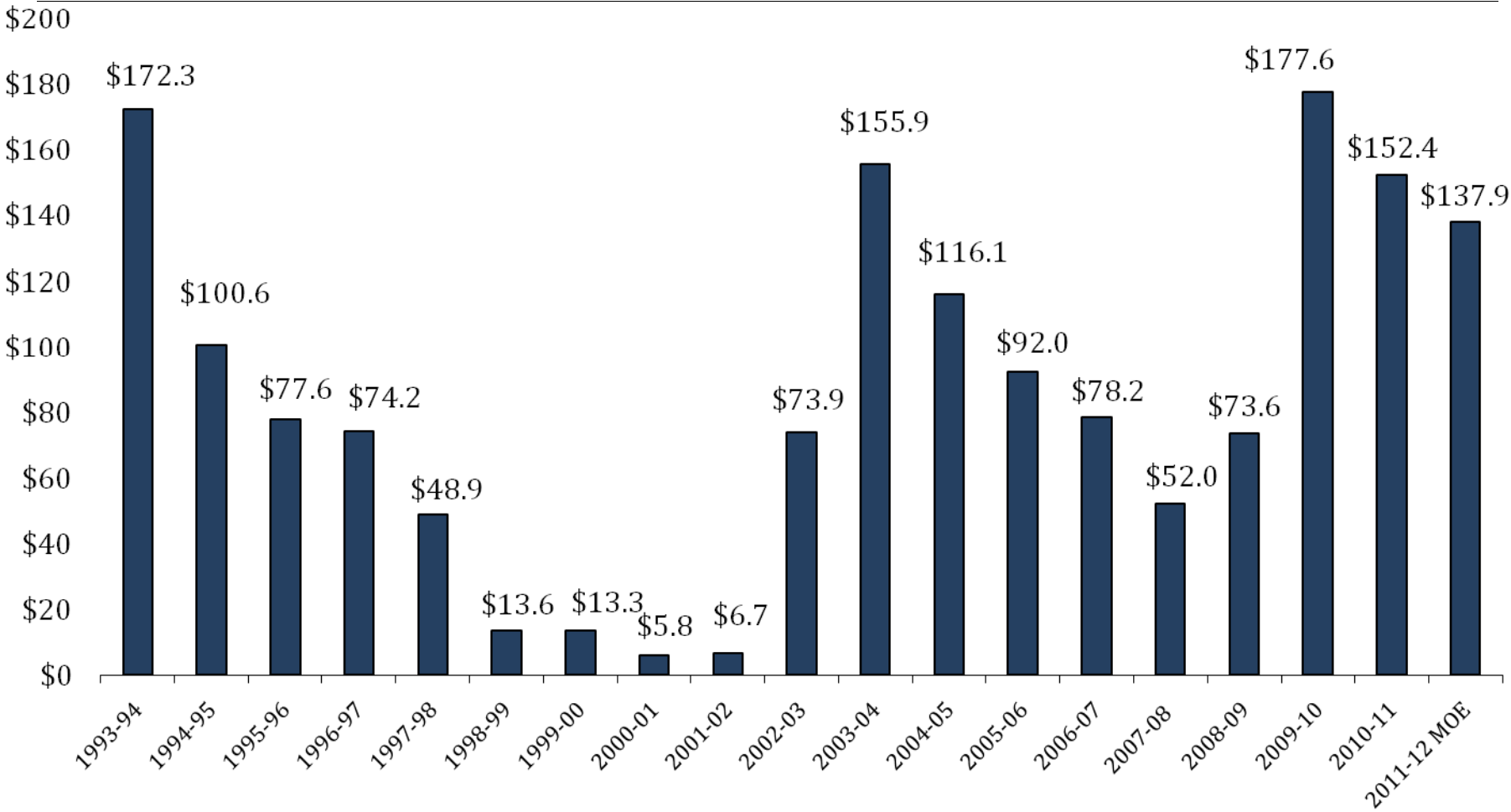
ERAF Losses by Year (in millions)

Cumulative loss: \$4.3 Billion





Funding Gaps Since ERAF Intercept (in millions)





ALAMEDA COUNTY PROPERTY TAX DISTRIBUTION

Schools (41 cents)

Cities (18 cents)

Redevelopment (13 cents)

Special Districts (13 cents)

County (15 cents)





State Budget for FY 2011-12

\$26.6 billion original funding gap

-\$13.4 billion in cuts, transfers already adopted

-\$3.6 billion (higher revenues, higher costs)

\$9.6 billion remaining gap



State Budget for FY 2011-12 Impact from Cuts Already Adopted (partial list)

- CalWORKs
- IHSS
- SSI/SSP
- Medi-Cal
- Adult Day Health Program
- Healthy Families Program



FY 2011-12 State Budget

- ❑ \$9.6 Billion Gap Remains
- ❑ Governor Veto of Legislature Approved Plan
- ❑ Implementation and Funding of Realignment?
- ❑ Phase-out of Redevelopment Agencies?
- ❑ Pension reform, spending cap in exchange for tax extensions?
- ❑ Possibility of all cuts budget



Pending Factors

- ❑ Federal and State budgets
- ❑ Greater demand for services
- ❑ Economic downturn impacting revenues and expenses
- ❑ Retirement and health cost increases



Budget Hearing Schedule

- Budget Hearings June 20, 12:30 p.m.
 - Opening Comments
 - Health Care
 - Public Assistance

 - Public Protection June 21, 1:30 p.m.
 - General Government
 - Other Issues/Final Adjustments

- Budget Deliberations June 22, 11:00 a.m.

- Budget Adoption June 24, 11:00 a.m.

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