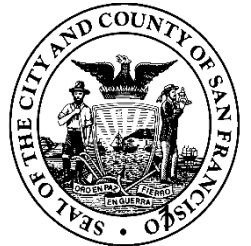


## Disability and Aging Services FY20-21 and FY21-22 Budget

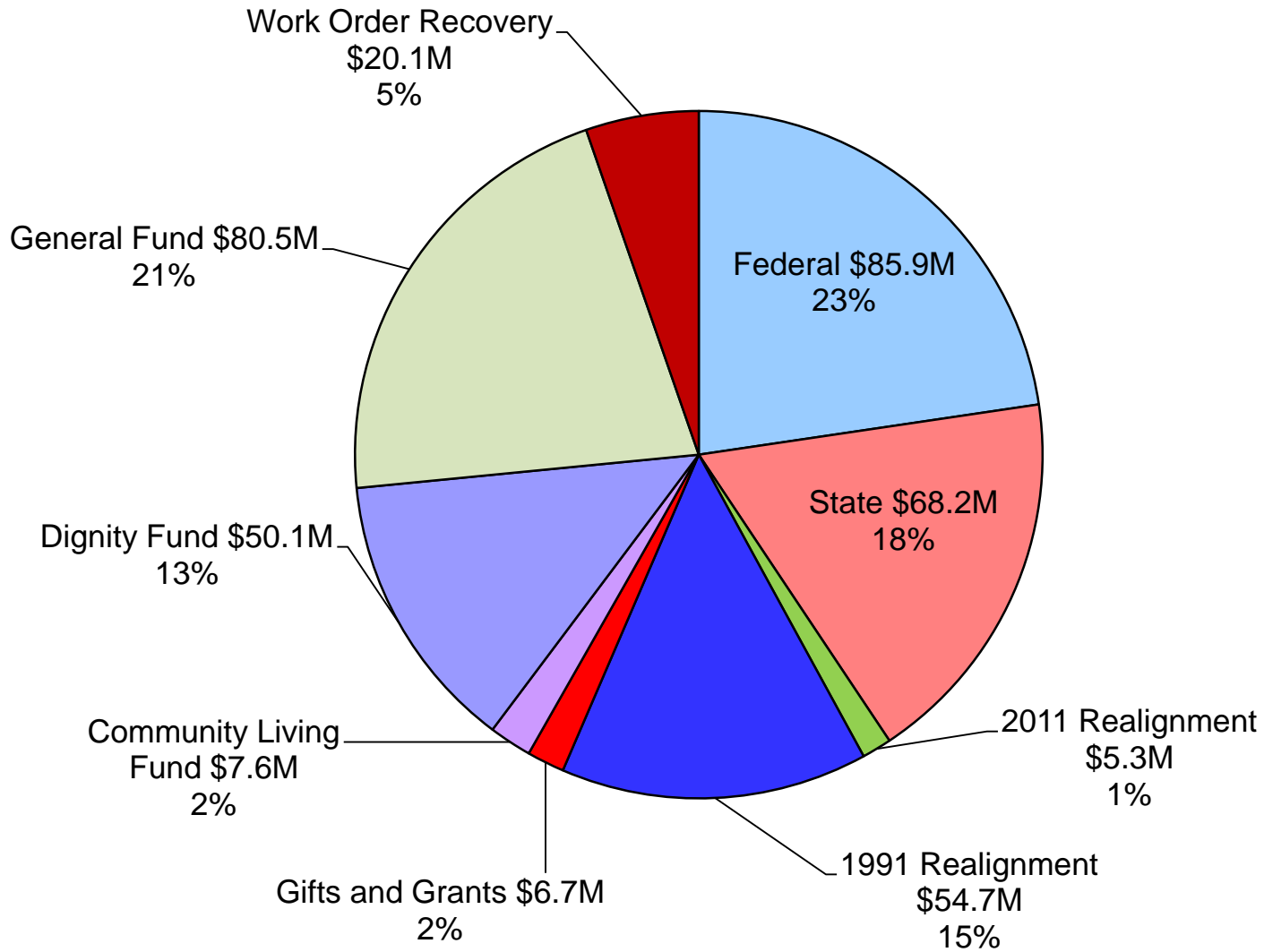


*Supporting the well-being, safety and independence  
of adults with disabilities, older people, and veterans*

**DAS Finance Committee  
January 15, 2020**

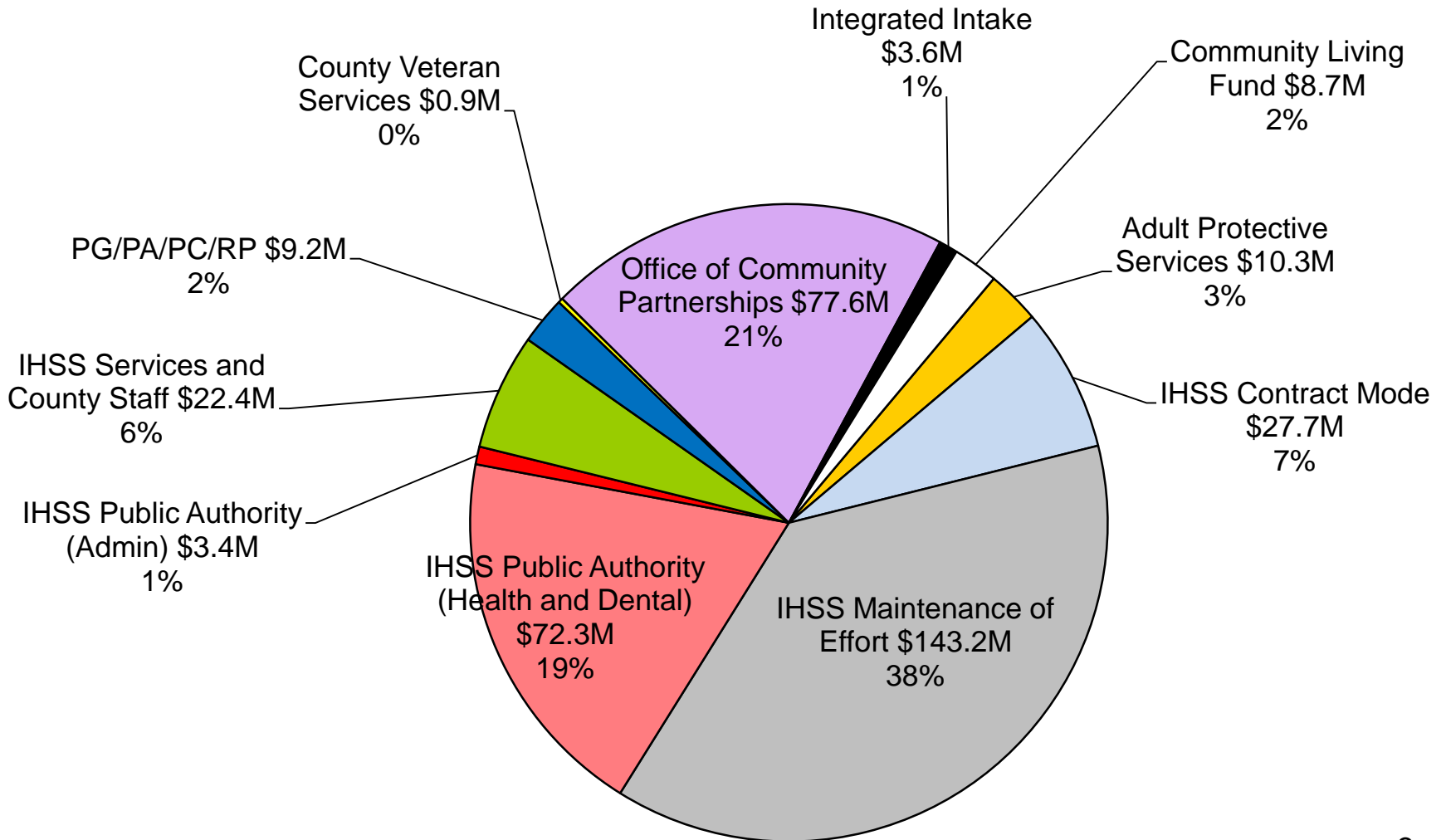


# DAS FY19-20 Original Budget by Sources \$379.3M



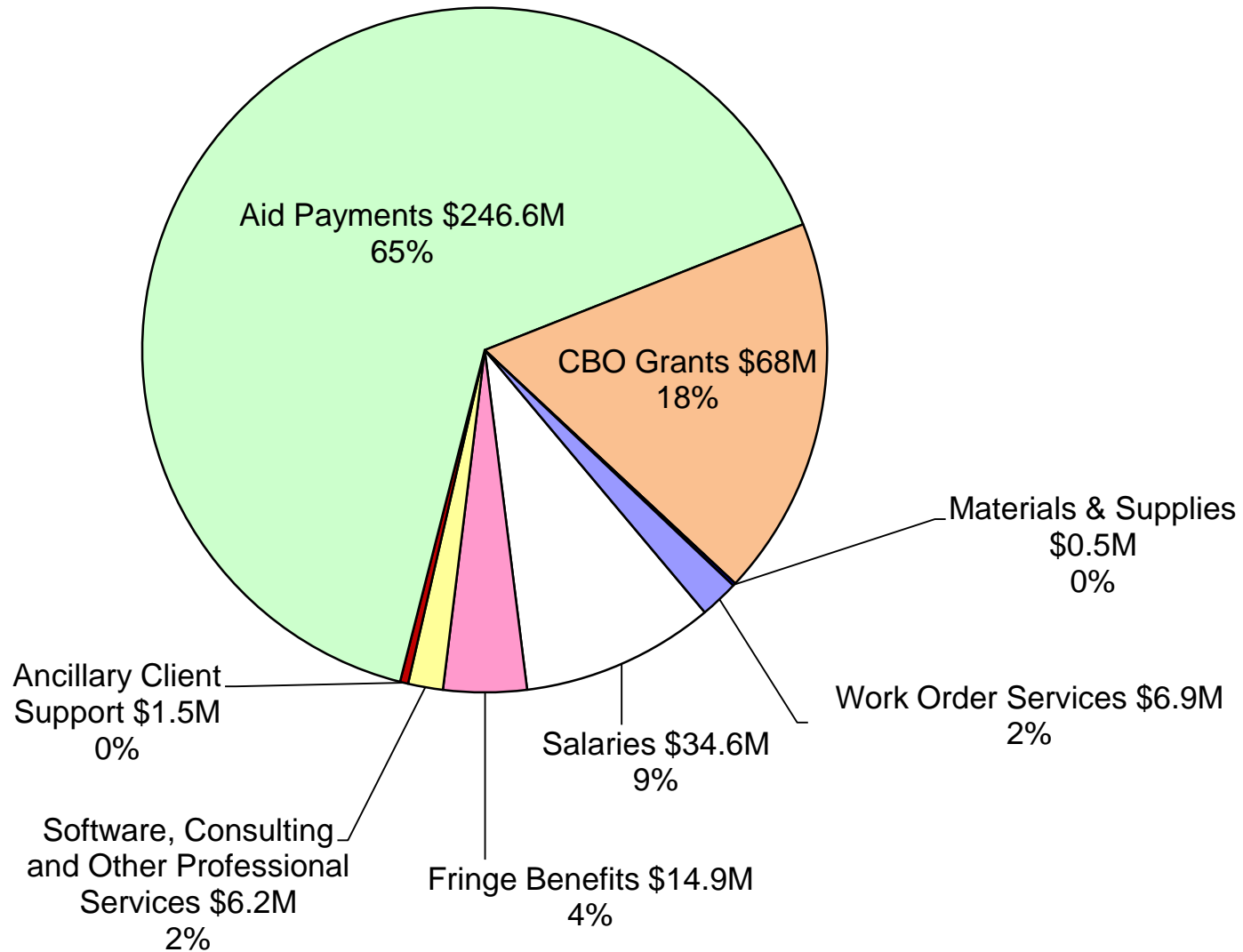
# DAS FY19-20 Original Budget by Program

## \$379.3M



# DAS FY19-20 Original Budget by Category

## \$379.3M



# Mayor's FY20-21 & FY21-22 Budget Projections

*Rising expenses outpace slowing revenue growth.*

<b>Citywide Projected Shortfall (in millions)</b>	<b>FY20-21</b>	<b>FY21-22</b>
Total Revenue Increase	<b>89.0</b>	<b>346.0</b>
Total Expenditures	<b>(284.3)</b>	<b>(570.1)</b>
Salary & Benefits:	(167.9)	(269.6)
Baselines & Reserves:	(45.5)	(54.0)
Departmental Costs:	(3.9)	(78.8)
Citywide Uses*:	(66.9)	(167.8)
<b>Cumulative Shortfall</b>	<b>(195.4)</b>	<b>(224.1)</b>

\*Citywide Uses include: general operating increases (e.g., minimum wage, utility rates, and debt service), and capital/equipment/IT investments.

# Mayor's Budget Drivers

- **Slowing growth rate for business tax and interest earnings**
- **Rising costs significantly outpacing revenue**
- **Growing employee costs: wages, pension and health**
- **Large ongoing cost commitments: IHSS, Free City College, Minimum Compensation Ordinance**
- **Reliance on one-time “fund balance” to balance annual budgets**
- **Large number of baselines and set-asides**

# Mayor's Budget Instructions

- **Departments must reduce ongoing General Fund budgets by 3.5% in FY20-21, as well as an additional 3.5% in FY21-22**
- **For HSA this translates into reductions of:**
  - **\$2,200,219 in FY20-21**
  - **\$4,400,439 in FY21-22**
- **Departments should not grow their FTE counts**
- **Prioritize core functions, minimize service impacts, and avoid layoffs**
- **Mayor will target expansions and new funding to core priorities: homelessness, mental health and clean streets**

# Federal and State Budget Context

- Overall, possible slowing economic growth; current period of US economic expansion is longest since 1945
- Continued volatility in financial markets due to trade policy uncertainty
- Election year uncertainty
- **IHSS Maintenance of Effort**
  - Changes made in FY19-20 State budget, including lower statewide base and slower inflation rate, result in a more sustainable MOE for counties, so no major changes anticipated this year
  - Significant savings to San Francisco relative to prior MOE structure, but still continued growth in costs



# IHSS

- The MCO increases provider wages (\$16.50 / hr. on 7/1/19, \$17.50 on 7/1/20, \$18.00 on 7/1/21) and local costs

<b>IHSS MOE (in millions)</b>	<b>FY19-20</b>	<b>FY20-21</b>	<b>FY21-22</b>
Total MOE Budgeted or projected at FY19-20 budget submission	<b>\$143.6</b>	<b>\$156.4</b>	<b>\$167.1</b>
Current MOE projection	<b>\$135.7</b>	<b>\$146.6</b>	<b>\$155.7</b>
Current projected year-over-year cost increases	<b>\$12.4</b>	<b>\$10.9</b>	<b>\$9.1</b>

# DAS Caseloads

Program	FY 18-19
<b>Adult Protective Services</b>	5,300 clients 7,000 reports of abuse
<b>County Veterans Service Office</b>	3,400 clients
<b>In-Home Supportive Services</b>	25,300 clients
<b>Integrated Intake and Referral (at Benefits and Resource Hub)</b>	29,700 calls 14,500 program intakes
<b>Office of Community Partnerships</b>	38,700 clients 81,700 enrollments
<i>Congregate Meals</i>	17,000 clients
<i>Community Service Centers</i>	15,500 clients
<i>Home-Delivered Meals</i>	5,500 clients

# DAS Highlights

- **Departmental Name Change**
- **In-Home Supportive Services**
  - Independent Provider Assistance Center (IPAC) moved to the Hub at 2 Gough
  - CalFresh expansion enrollments
  - Electronic Timesheets mandate and implementation
- **Adult Protective Services**
  - First year of Home Safe eviction prevention pilot
  - Pilot of decision-support system (ISO Matrix) completed
  - Financial exploitation mitigation pilot underway
- **Public Conservator**
  - Collaboration with DPH on Housing Conservatorship
- **Public Guardian**
  - PG Housing Fund

# DAS Highlights

- **Office of Community Partnerships**
  - Internal reorganization brings three units under one reporting structure
  - Support over 60 CBOs via 240+ contracts, serving more than 38,000 clients per year
- **Dignity Fund**
  - Services and Allocation Plan (SAP) completed
  - FY 19-20 new funding for Case Management and Community Connection & Engagement
- **Benefits and Resources Hub**
  - Reorganization expands scope of services available
- **Age- and Disability-Friendly San Francisco**
  - 20 of 24 initiatives begun and/or completed

# HSA FY20-21 & FY21-22 Budget Timeline

- Dec 16 Mayor's Budget Outlook & Instructions Released
- Jan 15 DAS Finance Committee – 1<sup>st</sup> budget meeting
- Feb 5 DAS Commission – 2<sup>nd</sup> budget meeting
- Feb 21 HSA's Proposed Budget due to Mayor
- June 1 Mayor submits budget to Board of Supervisors (BoS)
- June BoS Budget & Finance Committee Hearings
- July Budget Considered at BoS