helping people
who are disadvantaged or in crisis
to obtain the resources they need

Economic Support & Self-Sufficiency
Community Meeting on the 2007-08 Budget   December 18, 2006
Human Services Agency Mission

The San Francisco Human Services Agency serves San Franciscans who are disadvantaged, in crisis or unable to participate fully in the social and economic life of the community.

We assist individuals and families with income assistance, direct benefits, and other supportive services; with employment preparation and placement services to facilitate economic self-sufficiency; with protective services to shield against abuse; with family and community building services to help individuals and families to reach their fullest potential within the context of family, community and society.
HSA Program Goals

• Provide safety-net services to low-income persons unable to support themselves.

• Promote self-sufficiency among public assistance recipients, the working poor, seniors and the disabled.

• Preserve and protect the well-being of families and children.
Budget Forum Objectives

• Provide overview of Economic Support & Self-Sufficiency programs.
• Discuss local and state budget forecasts.
• Work with HSA stakeholders and partners to develop budget priorities.
Overview of Programs
Food Stamps Caseload Growth
CAAP Caseload Decline

<table>
<thead>
<tr>
<th>Year</th>
<th>Number of Cases</th>
</tr>
</thead>
<tbody>
<tr>
<td>Jul-01</td>
<td>7,287</td>
</tr>
<tr>
<td>Jan-02</td>
<td>7,700</td>
</tr>
<tr>
<td>Jul-02</td>
<td>8,200</td>
</tr>
<tr>
<td>Jan-03</td>
<td>8,700</td>
</tr>
<tr>
<td>Jul-03</td>
<td>9,200</td>
</tr>
<tr>
<td>Jan-04</td>
<td>9,700</td>
</tr>
<tr>
<td>Jul-04</td>
<td>10,200</td>
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<tr>
<td>Jan-05</td>
<td>9,700</td>
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<td>Jul-05</td>
<td>9,200</td>
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<td>Jan-06</td>
<td>8,700</td>
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<td>Jul-06</td>
<td>8,200</td>
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<tr>
<td>Jul-07</td>
<td>7,700</td>
</tr>
<tr>
<td>Jan-08</td>
<td>7,287</td>
</tr>
</tbody>
</table>
Homeless CAAP Caseload (Jan 2003–Oct 2006)

CAAP Homeless Caseload

Care Not Cash Begins 5/3/04

Jan '03  Apr '03  Jul '03  Oct '03  Jan '04  Apr '04  Jul '04  Oct '04  Jan '05  Apr '05  Jul '05  Oct '05  Jan '06  Apr '06  Jul '06  Oct '06

2,423  2,397  2,286  2,361  2,497  2,314  2,286  2,154  2,286  2,361  1,638  976  529  444  418  415  387  354

Jan 03  Apr 03  Jul 03  Oct 03  Jan 04  Apr 04  Jul 04  Oct 04  Jan 05  Apr 05  Jul 05  Oct 05  Jan 06  Apr 06  Jul 06  Oct 06

500  1,000  1,500  2,000  2,500  3,000
Total # Of Homeless CAAP Clients Moved to Housing (July 2004-Nov 2006)

Care Not Cash implemented in May 2004.
Homeless Prevention Expenditures

# of Individuals and Families Provided With Rental Assistance and Eviction Prevention Services 2005-2006

- Eviction Defense Collaborative: 489
- Catholic Charities Eviction Prevention: 430
- Season of Sharing: 995
- Total Number of Individuals & Families Assisted: 1,914
Homeless Family Services Redesign

• The Homeless Family Services Redesign plans to serve 300 families over the next three years.

• Services will include:
  – Move-in assistance;
  – Graduated rental subsidies;
  – Expanded eviction prevention (including assistance with credit checks, etc.);
  – Intensive case management.
Medi-Cal: New Requirements

- New federal requirements around citizenship verification.
- Starting in January 2007, regulations will require all citizens to provide documentation of citizenship.
- Requirements also create increased technology demands (MEDS system).
CalWORKs: New TANF Regulations

• New regulations require HSA to have 50% of clients working (32 hours/week).
• Current rates are around 33%.
• HSA must also include sanctioned and timed-out clients in denominator.
• An estimated additional 1,050 clients must be engaged in work activities.
Working Families Credit

• Provides local match for families who qualify for Earned Income Tax Credit.

• Served 11,104 families in tax year 2004 and 12,596 families in tax year 2005.

• Target neighborhoods include:
  – Mission
  – Bayview/Hunter’s Point
  – Visitacion Valley
  – OMI

• Plan to enroll clients in Food Stamps and health services if not already covered.
Budget Details
The FY06-07 Budget is allocated to the following organizations:

- $130.6M in the Department of Aging & Adult Services (21%)
- $404.6M in the Department of Human Services (66%)
- $80.4M in HSA Program Support Services (13%)
Human Services Agency
FY06-07 ESSS Programs Budget
$245.4M

- Housing & Homeless $70.9M (29%)
- CAAP $65.9M (27%)
- CalWORKs $59.7M (24%)
- Medi-Cal $22.3M (9%)
- Workforce Development $14.9M (6%)
- Food Stamps $11.7M (5%)
Budget Outlook FY 07-08

State and Local Forecasts
FY 07-08 Projected Shortfall

- 03-04: $347M
- 04-05: $299M
- 05-06: $102M
- 06-07: $13M
- 07-08: $64M

Joint Report Projection Year

Budget Instructions
## FY 07-08 Calculations

### FY 2007-2008 GENERAL FUND SOURCES AND USES

($ in millions)

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Loss of One-Time Sources</td>
<td>-$2,000,000</td>
</tr>
<tr>
<td>Loss of prior year starting balance</td>
<td>$ -99,000,000</td>
</tr>
<tr>
<td>Carryforward of FY 05-06 year end balance</td>
<td>$ 46,000,000</td>
</tr>
<tr>
<td>Carryforward of current year GF reserve</td>
<td>$ 21,000,000</td>
</tr>
<tr>
<td>Carryforward of other available reserve balances</td>
<td>$ 11,000,000</td>
</tr>
<tr>
<td>Projected FY 06-07 ending balance</td>
<td>$ 19,000,000</td>
</tr>
<tr>
<td>Revenue Growth</td>
<td>$100,000,000</td>
</tr>
<tr>
<td><strong>Sources Subtotal</strong></td>
<td><strong>$98,000,000</strong></td>
</tr>
<tr>
<td>Known and Projected MOU Costs</td>
<td>-$39,000,000</td>
</tr>
<tr>
<td>Health, Dental, Pension and Other Benefits</td>
<td>-$26,000,000</td>
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<tr>
<td>Mandated Spending Requirements</td>
<td>-$37,000,000</td>
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<tr>
<td>Other Operating Costs</td>
<td>-$60,000,000</td>
</tr>
<tr>
<td><strong>Uses Subtotal</strong></td>
<td><strong>-$162,000,000</strong></td>
</tr>
<tr>
<td><strong>Shortfall Projection</strong></td>
<td><strong>-$64,000,000</strong></td>
</tr>
</tbody>
</table>
Projection Assumptions

• Assumes no more than 1.3% adjustment agreed upon for open labor contracts (Fire, Police, Nurses).
• Assumes no change in state or federal funding.
• Assumes no additional General Fund supplemental requests in the current year.
FY 07-08 Budget Instructions to HSA

• Human Services Agency is to submit a 3% budget reduction ($2.3 million) based on our General Fund subsidy.

• Agency is advised that additional reductions may be required.
FY 07-08 Budget Instructions

• General Fund departments or clusters of departments may request one-time efficiency grants.
• Departments must justify all new position requests.
• Departments should consider cost pressures affecting nonprofit contractors.
### FY 07-08 Budget Schedule

<table>
<thead>
<tr>
<th>Date</th>
<th>Event Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>January 10</td>
<td>Governor Submits Proposed State Budget</td>
</tr>
<tr>
<td>March 1</td>
<td>DHS Commission Approves Budget and Submits Budget to Mayor</td>
</tr>
<tr>
<td>May</td>
<td>Governor Submits May “Revise” Budget</td>
</tr>
<tr>
<td>June 1</td>
<td>Mayor Submits City Budget to the Board of Supervisors (BoS)</td>
</tr>
<tr>
<td></td>
<td>BoS Budget Committee Holds Hearings</td>
</tr>
<tr>
<td>July</td>
<td>Board of Supervisors Approves City Budget</td>
</tr>
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</table>
Public Comment

Today’s Presentation can be found at http://www.sfgov.org/site/dhs

Please provide additional comments, input, and feedback to Derek Chu at derek.chu@sfgov.org