

CITY & COUNTY OF SAN FRANCISCO
HUMAN SERVICES AGENCY

*promotes well-being and self-sufficiency
among individuals, families and communities*

DAAS FY18-19 & FY19-20 Budgets



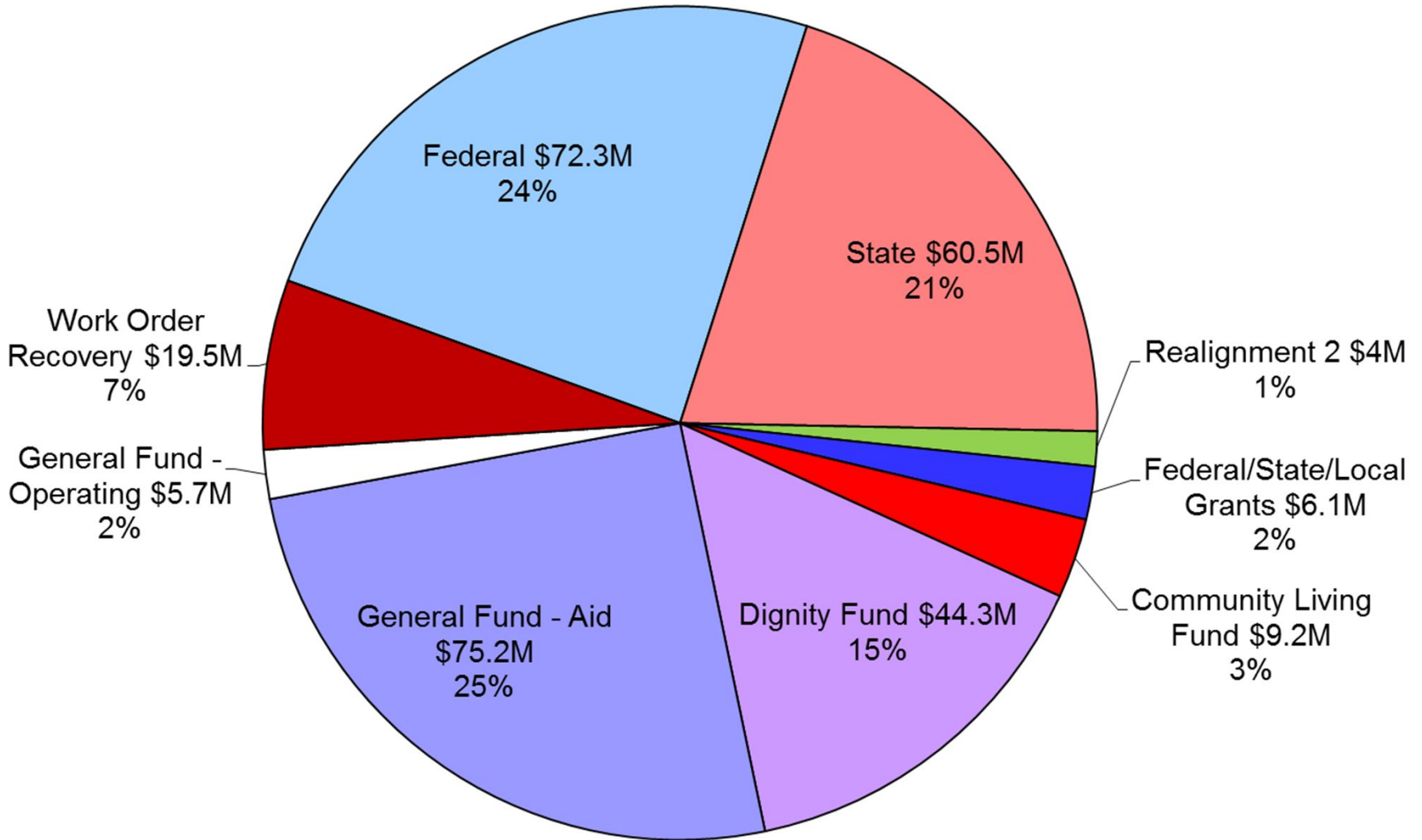
**DAAS Finance Committee Meeting
January 23, 2018**

CITY & COUNTY OF SAN FRANCISCO



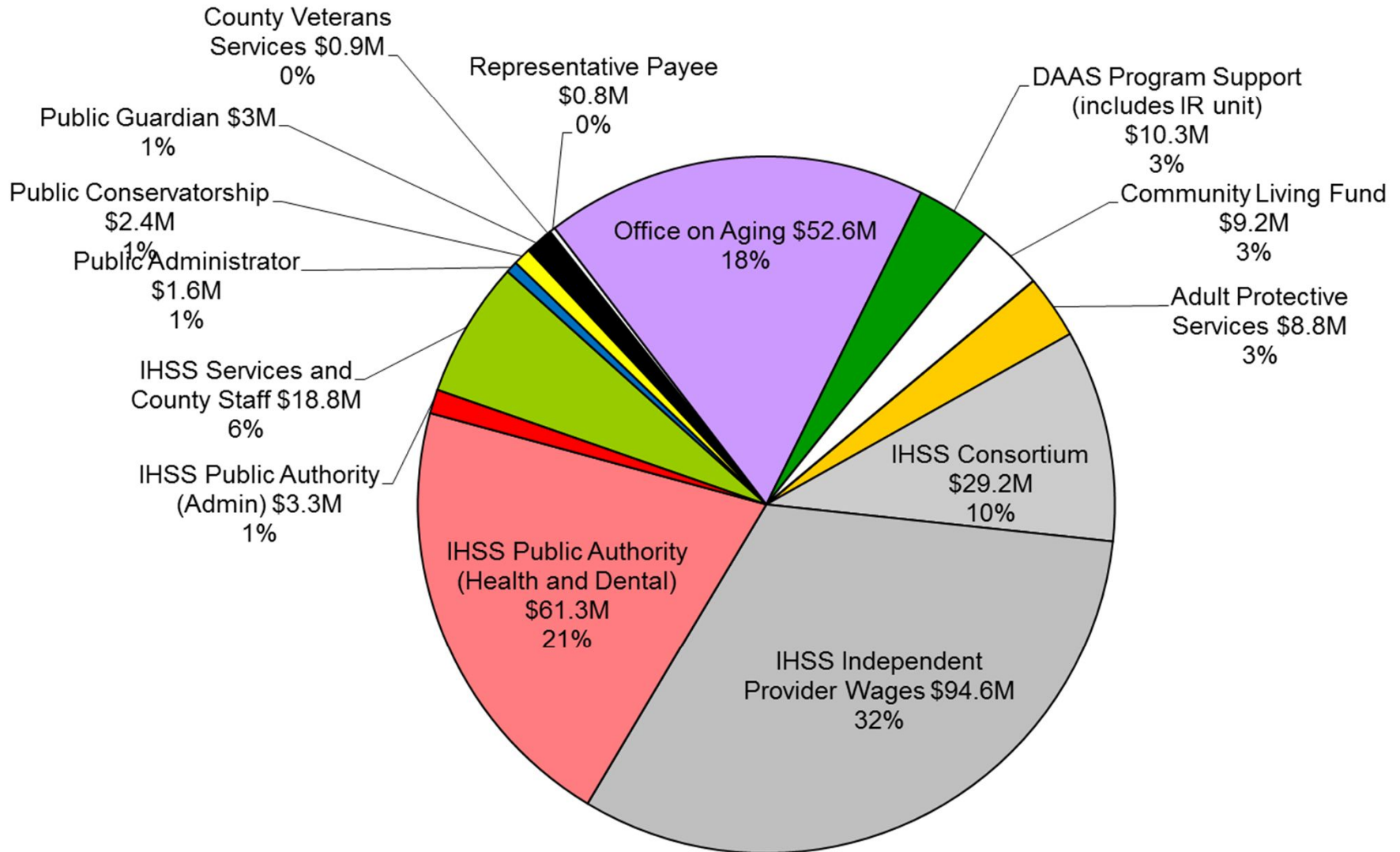
DAAS FY17-18 Original Budget By Sources

\$296.9M



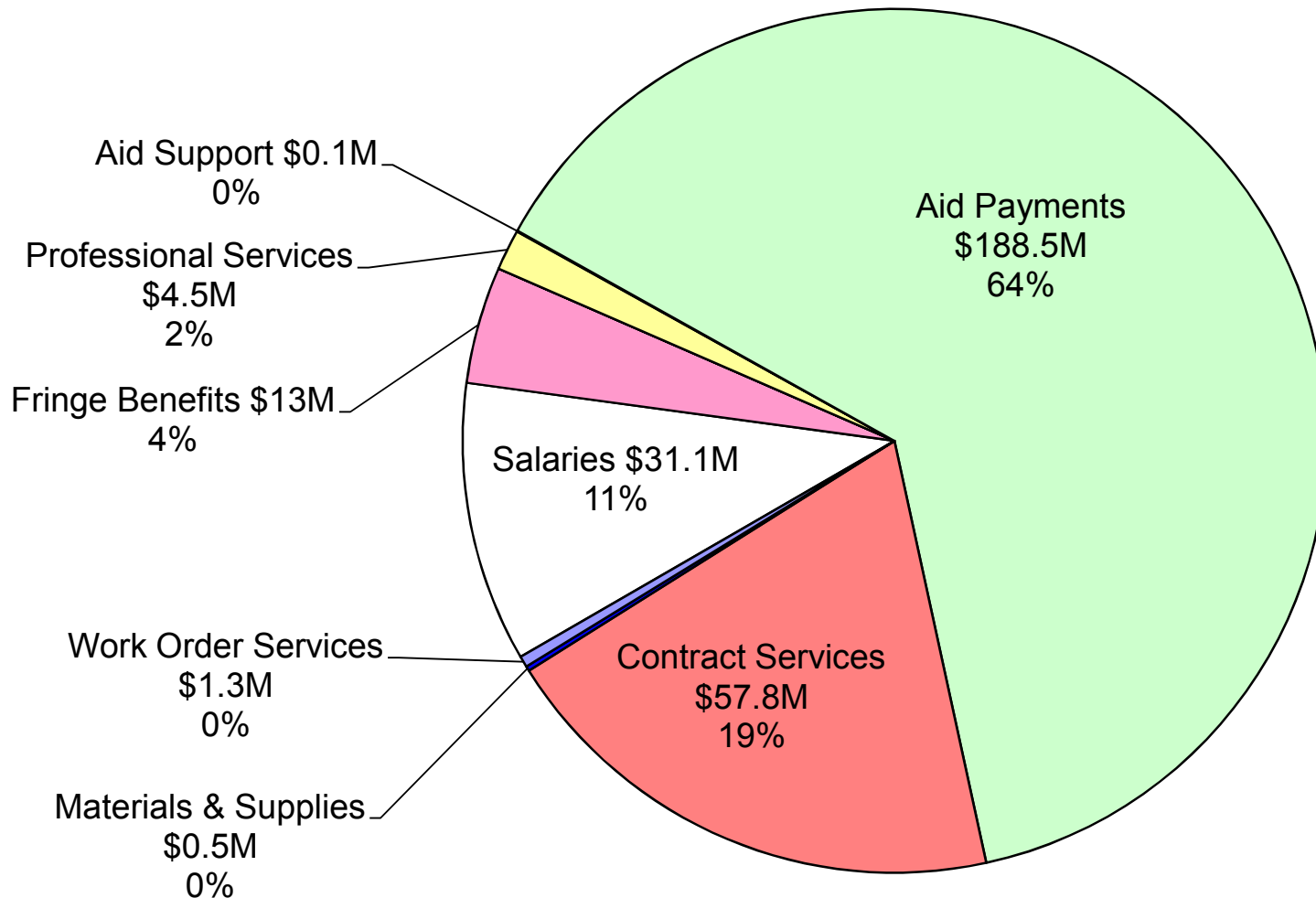
DAAS FY17-18 Original Budget by Program

\$296.9M



FY17-18 Original DAAS Budget by Character

\$296.9M



Mayor's FY18-19 & FY19-20 Budget Projections

Revenues are expected to increase, but expenses increase faster.

Citywide Projected Shortfall (in millions)	FY18-19	FY19-20
Total Revenue Increase	189.9	450.7
Total Expenditures (Salary & Benefits: (132.7)/(290.8), Baselines & Reserves (78.2)/(117.0); Departmental Costs (16.6)/(63.8); Citywide Uses*: (50.6)/(152.5))	(278.1)	(624.1.1)
Cumulative Shortfall	(88.2)	(173.4)

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

Mayor's Budget Drivers

- Revenues growing slower than expenses result in small deficits in budget year; larger in out years.
- Employee costs are largest driver of deficits wages, past growth of numbers of employees, pension costs, health benefits).
- Baselines and set asides account for a larger share of local revenues.
- Growing “departmental costs” are driven two-thirds by changes in IHSS funding rules at the state level.

Mayor's Budget Instructions

- Budget Reductions of 2.5% of General Fund in FY18-19 and 5% in FY19-20. For HSA: \$1.3 million in FY18-19 and \$2.6 million FY19-20.
- Agencies should not grow FTE count
- Maintain client services

Federal Budget Concerns

- Impacts of Federal Tax Reform on state/local government revenues over time.
- Repeal of ACA individual mandate resulting in growing costs and fewer residents with insurance.
- Potential methods of dealing with increased deficits, affecting:
 - TANF
 - SNAP
 - Medicaid
 - Medicare

State Budget Concerns

- 17/18 Caseload-based Reductions in CalWORKs and CalFresh Administrative Budgets
 - Lower initial allocations
 - Smaller redistributions from underspending counties
- SB 90/AB 130 Changes in IHSS Funding
 - Rebases IHSS MOE – Adds \$24 million cost in SF
 - Changes treatment of wage increases due to minimum wage ordinance and Contract Mode cost increases.

IHSS Supplemental Appropriation

- The Board of Supervisors recently passed a supplemental appropriation to support increases to the IHSS MOE in FY17-18 beyond the original budget

IHSS Liabilities in FY17-18	Projected Cost
FY 2017-18 Increase in Maintenance of Effort Cost Share	\$10,000,000
Local Share of Increase in Minimum Wage from \$13/hr to \$14/hr	3,700,000
Local Share of Increased Contract Mode Rate	2,500,000
Local Share of Administrative Cap Reductions	3,700,000
TOTAL Revised Increased Costs above FY 2017-18 base	19,900,000
FY 2017-18 Budgeted Increase	(11,100,000)

TOTAL Supplemental Need **\$ 8,800,000**

DAAS Caseloads

Program	FY 16/17
Adult Protective Services	5,200 clients 7,400 reports of abuse
County Veterans Service Office	2,800 clients
In-Home Supportive Services	25,300 clients 22,400 independent providers
Integrated Intake and Referral	27,600 calls 14,700 program intakes
Office on the Aging	34,600 clients 69,000 enrollments
<i>Community Service Centers</i>	16,900 clients
<i>Congregate Meals</i>	16,200 clients
<i>Home-Delivered Meals</i>	5,200 clients

DAAS Highlights

- **Adult Protective Services**
 - Launched the High Risk Self-Neglect and Eviction Prevention Unit
- **In-Home Supportive Services**
 - Homebridge roll-out of tiered wage structure (+\$2-3 / hr)
 - Screening for Food Insecurity and connecting consumers to the SF-Marín Food Bank
- **Office of the Public Conservator**
 - Collaborating across departments to support community-based conservatorship options
- **Office of the Public Guardian**
 - Revamping the intake/referral process for new clients
- + **Mobile Work** rollout to increase efficiency and achieve cost savings

DAAS Highlights

- **Dignity Fund**
 - Allocation of first \$6 Million (FY 17/18)
 - Upcoming allocation of \$3 Million (FY 18/19)
 - Conducting Comprehensive Needs Assessment
- **Office on the Aging**
 - Enhancing outcomes-focused performance objectives in contracting process
- **Long-Term Care Operations**
 - Launched the Support at Home pilot

DAAS Highlights

- **Additional community collaborations:**
 - Implementation of LGBT Aging Policy Task Force recommendations
 - Age- & Disability- Friendly Task Force transitioning to implementation workgroup in 2018
 - Long-Term Care Coordinating Council
 - Upcoming events: Reframing Aging and Reimagine

HSA FY18-19 & FY19-20 Budget Timeline

- Dec 6 Mayor's Budget Instructions Released
- Jan 8 HSA Budget Meeting with Community and CBO partners
- Jan 23 Aging & Adult Svcs Finance Committee – 1st budget mtg.
- Feb 13 Aging & Adult Svcs Commission – 2nd budget meeting
- Feb 21 Agency Proposed Budget due to Mayor
- June 1 Mayor submits budget to Board of Supervisors (BoS)
- June BoS Budget Committee Hearings
- July Budget Considered at BoS