



A Healthy Community

Area Agency on Aging/Veterans' Services
Behavioral Health and Recovery Services
Child Support Services
Children and Families Commission
Community Services Agency
Health Services Agency

A Healthy Community

A healthy community is vital to the quality of life for our residents. The primary focus on protecting and promoting the physical safety of our residents includes preventing disease, disability and death. Protecting emotional safety focuses on the social problems that include homelessness, incarceration, and fragmented families with financial and emotional needs. An emphasis on prevention helps to improve the quality of life for those served.



Resources dedicated to prevention allow a broader population to be served than the resources required for direct service. Audits and external oversight of State and Federal mandated programs demonstrates that County agencies are effectively administering these services.

The Area Agency on Aging plans and coordinates senior services to promote independence and self-sufficiency. Veterans' Services provides assistance and advocacy to the men and women who served in the Armed Forces of America, their dependents and survivors. Behavioral Health and Recovery Services provides outpatient and residential behavioral health services to promote emotional health and recovery. The Department of Child Support Services enforces child support orders and establishes and enforces paternity orders. The Children and Families Commission funds education, health and child care programs that promote early childhood development, from prenatal through age five. The Community Services Agency operates social welfare programs including protective services for children and adults, temporary financial assistance to those in need, emergency food assistance, foster care and adoptions. The Health Services Agency is responsible for health care services to those eligible through a clinic system providing primary care, specialty care and ancillary services such as radiology, pharmacy and rehabilitation. The Public Health Division of the Health Services Agency is responsible for assessing, measuring, reporting and monitoring the health status of the community.

FISCAL YEAR 2011-2012 ISSUES

For Fiscal Year 2011-2012, as part of the Budget Strategy, only those budgets with fixed costs associated with contracts or budgets with mandated match or maintenance of effort funding requirements are recommended to receive a General Fund revenue allocation in the Healthy Community priority area. Consistent with Fiscal Year 2010-2011, the net General Fund revenue allocation for Behavioral Health and Recovery Services' programs including- Alcohol and Drug, Mental Health, and Public Guardian is recommended to receive \$1,458,942; for the Community Services Agency programs including General Assistance, In-Home Supportive Services Provider wages, Public Authority benefits, Public Economic Assistance, and Services and Support, the net General Fund revenue allocation is recommended to be \$8,578,143; for the Health Services Agency programs including Clinics and Ancillary Services, Indigent Health Care, and Public Health, the net General revenue allocation is recommended to be \$6,369,959.

For Fiscal Year 2011-2012, as part of the Budget Strategy, for those budgets with non-mandated match or maintenance of effort funding requirements, the General Fund revenue allocation is recommended to be eliminated. In a Healthy Community priority area, this will eliminate a General Fund revenue allocation for three programs in Behavioral Health and Recovery Services including, Employee Assistance, Managed Care, and Stanislaus Recovery Center totaling \$485,163 in Fiscal Year 2011-2012.

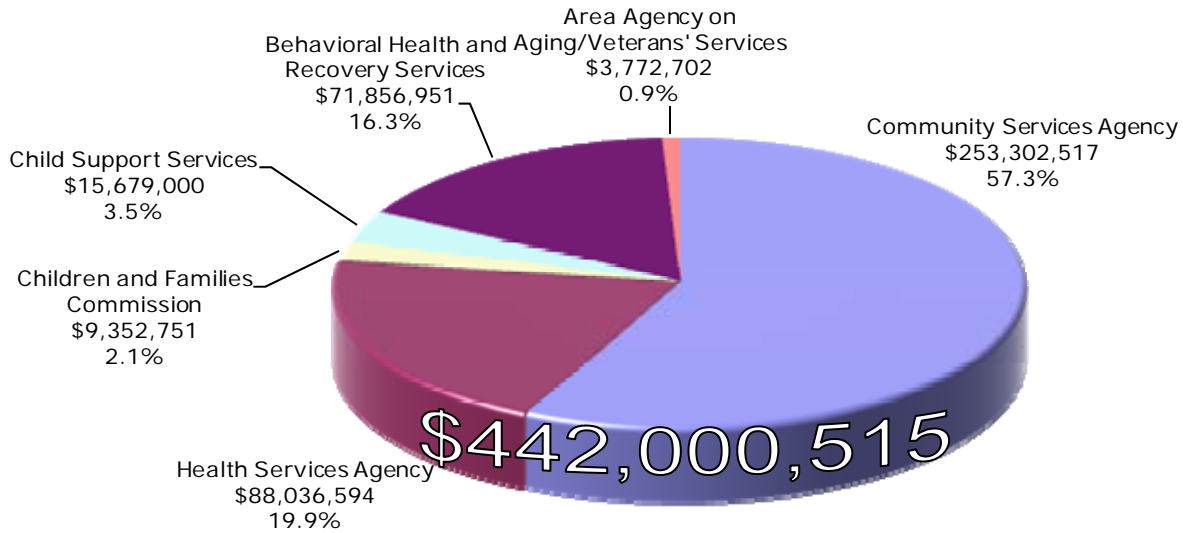
Assisting the departments in absorbing the reduction in General Fund contribution is the second year of the 5% salary deduction approved by the Board of Supervisors for all County employees and the \$12 million mitigation of Fiscal Year 2011-2012 retirement costs.

For Fiscal Year 2011-2012, projected significant unmet needs remain in A Healthy Community priority programs including: an additional \$2.1 million exposure in the Community Services Agency In-Home Supportive Services wages and benefits due to loss of enhanced Federal Medical Assistance Percentages (FMAP) funding; an additional \$1.9 million projected exposure in CSA Public Economic Assistance for cash aid and welfare caseload increases; approximately \$160,000 in CSA General Assistance, and \$2.9 million in the Health Services Agency Medically Indigent Adult Program due to increased enrollment and changes to patient share of cost at time of service. All of these exposures remain unfunded in this proposed budget.

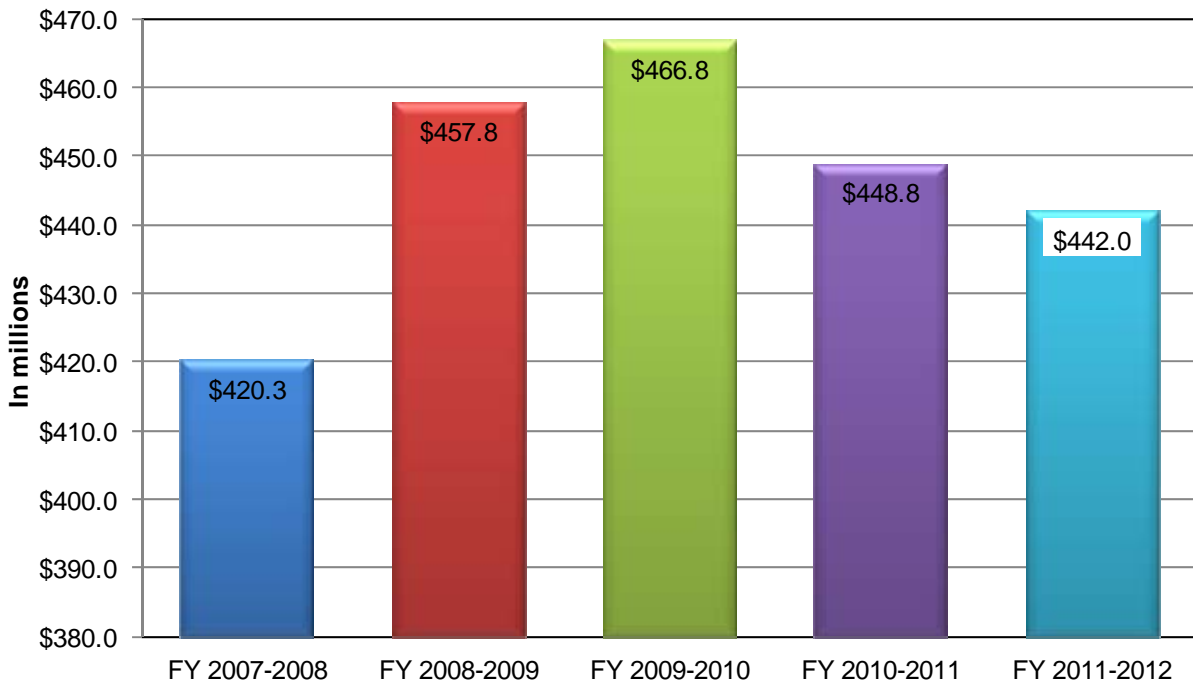


A Healthy Community

Adopted Expenditures Fiscal Year 2011-2012



Five Year Comparison of Appropriations





A Healthy Community

PAGE				ADOPTED 2011-2012
AREA AGENCY ON AGING				\$3,772,702
	Fund	Org		
195	1051	0031000	Area Agency on Aging	\$3,440,397
199	0100	0032000	Veterans' Services	\$332,305
BEHAVIORAL HEALTH AND RECOVERY SERVICES				\$71,856,951
	Fund	Org		
202	1501	6000000	Behavioral Health and Recovery Services	\$40,419,344
208	1502	6500001	Alcohol and Drug Program	\$3,099,566
212	1504	6400001	Managed Care	\$5,242,474
214	1507	6800000	Mental Health Services Act (MHSA) Prop 63	\$20,347,895
219	1503	6030000	Public Guardian	\$1,013,755
222	1505	6700001	Stanislaus Recovery Center	\$1,733,917
225	1506	6550110	Substance Abuse and Crime Prevention Act	\$0
CHILD SUPPORT SERVICES				\$15,679,000
	Fund	Org		
227	1071	0240000	Child Support Services	\$15,679,000
CHILDREN AND FAMILIES COMMISSION				\$9,352,751
	Fund	Org		
231	1755	0016141	Children and Families Commission	\$9,352,751
COMMUNITY SERVICES AGENCY				\$253,302,517
	Fund	Org		
234	1631	0045050	Services and Support	\$111,320,254
246	1637	0045961	County Children's Fund	\$293,628
248	1635	0045710	Foster Care Incentive	\$0
250	1633	0045901	General Assistance	\$1,119,592
256	1640	0045981	IHSS Public Authority--Administration	\$413,889
259	1641	0045991	IHSS Public Authority--Benefits	\$2,360,119
253	1642	0045992	IHSS Provider Wages	\$39,424,536
262	1636	0045951	Integrated Children's Services	\$144,540
264	1632	0045801	Public Economic Assistance	\$98,225,959
269	1634	0045851	Seriously Emotionally Disturbed Children	\$0



A Healthy Community

PAGE				ADOPTED
				2011-2012
HEALTH SERVICES AGENCY				\$88,036,594
	Fund	Org		
272	1401	1301000	Administration	\$7,289,500
276	4051	1010001	Clinics and Ancillary Services	\$46,022,583
280	1429	1210001	Emergency Medical Services Discretionary Fund	\$205,000
282	1403	1400001	Health Coverage and Quality Services	\$0
284	1404	1500000	Indigent Health Care Program	\$12,485,385
288	1423	1500002	IHCP-California Healthcare for Indigents-CHIP	\$0
290	1434	1500010	IHCP-Emergency Medical Services Hospital	\$380,000
292	1435	1500020	IHCP-Emergency Medical Services Physicians	\$830,000
294	1402	1200001	Public Health	\$20,817,126
298	1433	1200001	Public Health - Local Preparedness	\$0
300	1428	1250001	Public Health - Vital and Health Statistics	\$7,000
TOTAL				\$442,000,515



AREA AGENCY ON AGING

MISSION STATEMENT

The Mission of the Department of Aging and Veterans Services is to help seniors and veterans obtain the services and benefits they need to live secure, healthy and independent lives.

OPERATIONAL PRIORITIES

The Operational Priorities for Area Agency on Aging and Veterans Services for the 2011-2012 Fiscal Year include:

- ◆ Promote better health and well-being for the senior citizens of Stanislaus County through attention to life transitions, physical and emotional needs;
- ◆ Make available to seniors, caregivers, and veterans, information regarding services and agencies that will assist them to achieve or maintain a beneficial lifestyle;
- ◆ In partnership with other community-based organizations, develop community-based systems of care that provide services to seniors which support independence and enhance their quality of life;
- ◆ Participate in informational fairs/events and make presentations to groups throughout the County to increase public awareness of the services available to all veterans and seniors; and
- ◆ Continue to work closely with the Vet Center and refer veterans who are showing symptoms of Post-Traumatic Stress Disorder.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012
HUMAN SERVICES
Other Assistance



AREA AGENCY ON AGING

Budget Unit 1051 0031000
Special Revenue Fund

SERVICES PROVIDED

The Area Agency on Aging (AAA) in accordance with the Older Americans Act (OAA) serves as a visible and effective leader and advocate and provides local leadership in accomplishing state and Federal program goals. The AAA also plans and coordinates senior services in Stanislaus County, providing those services either directly or through contracts to approximately 12,000 seniors with priority to those who are low income, frail, minority, and/or at risk of losing their independence. The Senior Information and Assistance, Outreach, Family Caregiver Support Program, the Health Insurance Counseling and Advocacy Program (HICAP), and the newly formed Friendly Visitor Program are provided as direct services. All other OAA programs and services are contracted to local service providers, including: Congregate and Home-Delivered Meals, Legal Assistance, Ombudsman, Elder Abuse Prevention, Homemaker, Respite Care, Employment, Disease Prevention and Health Promotion (Young at Heart Exercise Program), and Transportation.

The AAA also offers staff support to its advisory board, the Commission on Aging; to the Services to Stanislaus Older Adults Advisory Council (STO AAC); and to the Stanislaus Senior Fall Prevention Coalition.

In Fiscal Year 2011-2012, the AAA will draw down approximately \$2.7 million in Federal and State funding for senior services and programs. It will also continue to be involved in numerous partnerships and collaborations with community organizations and other County departments. In partnership with the Healthy Aging Association, the AAA will continue to sponsor the Annual Healthy Aging and Fall Prevention Summit in October 2011, and will continue to be an active member of the Stanislaus Senior Foundation, the Stanislaus Senior Fall Prevention Coalition, and the Stanislaus Elder Abuse Prevention Alliance (SEAPA).

Additionally, the AAA will continue providing integrated mental health services to seniors who are facing difficult situations, loneliness, and/or mild depression. These programs will be funded through a grant from Behavioral Health and Recovery Services' (BHRS) Prevention and Early Intervention (PEI). Also, the AAA will assume full responsibility to manage the Multipurpose Senior Services Program (MSSP). MSSP is a social/health services case management program designed to prevent or delay institutional placement of frail elderly, and is fully funded by the California Department of Aging (CDA). This program was partially transferred from the Community Services Agency (CSA) during Fiscal Year 2010-11. The AAA was administering the program through an MOU with CSA to utilize their staff. For Fiscal Year 2011-2012, the AAA is proposing to assume full responsibility of the program and transfer existing staff, which includes a Program Manager II, a Social Worker III, and an Account Clerk III to the AAA's budget.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of approximately \$60,000 as of July 1, 2011, compared to \$34,743 on July 1, 2010. The increase is the result of the timing of State and Federal grant funding.

The actual cash balance as of July 1, 2011, is \$150,865, a significant increase to the projected July 1, 2011 balance. This is due to the timing of the receipt of State and Federal funding contingent upon the California Department of Aging final year-end close-out, and of this amount, \$64,000 will be appropriated into existing programs.

Area Agency on Aging					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$1,642	\$432	\$0	\$0	\$0
Intergovernmental Revenue	\$2,403,713	\$3,046,237	\$2,833,475	\$0	\$2,833,475
Charges for Service	\$0	\$254,318	\$312,000	\$0	\$312,000
Miscellaneous Revenue	\$470	\$20,522	\$2,000	\$0	\$2,000
Other Financing Sources	\$15,219	\$0	\$0	\$0	\$0
Total Revenue	\$2,421,044	\$3,321,509	\$3,147,475	\$0	\$3,147,475
Salaries and Benefits	\$825,190	\$821,693	\$1,343,139	\$0	\$1,343,139
Services and Supplies	\$198,283	\$386,834	\$644,734	\$0	\$644,734
Other Charges	\$1,528,887	\$2,254,113	\$1,452,524	\$0	\$1,452,524
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$30,417	\$23,346	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$2,582,777	\$3,485,986	\$3,440,397	\$0	\$3,440,397
Fund Balance	(\$135,998)	(\$128,445)	\$0	\$0	\$0
Net County Cost	\$297,731	\$292,922	\$292,922	\$0	\$292,922

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain all current services and programs including all contracts with existing service providers. The AAA is expecting to receive flat funding from Federal and State sources; consequently the same service levels will be maintained contingent upon the State adopting its final budget.

The AAA obtained approval from the Board of Supervisors for the current fiscal year to administer the MSSP program through a contract with CDA. The AAA continues to successfully operate this program; however, three of the five employees allocated to the program are still employed by CSA. In order to transfer the program completely, three positions need to be transferred from CSA to AAA. Contingent upon State funding, the AAA will request in the Final Budget that the following three positions be allocated to this budget unit: one Manager II, one Social Worker III, and one Account Clerk III.

ADOPTED STAFFING RECOMMENDATIONS

Proposed Budget

Total current authorized positions— 10

There are no recommended changes to the current level of staffing.

Total recommended authorized positions— 10

Final Budget

The Department has requested to transfer in three positions from the Community Services Agency: one Manager II, one Social Worker IV, and one Account Clerk III. For Fiscal Year 2011-2012, Area Agency on Aging (AAA) will assume full responsibility to manage the Multipurpose Senior Services Program (MSSP) which is fully funded by the California Department of Aging (CDA). This program was partially transferred from Community Services Agency (CSA) during Fiscal Year 2010-2011. Three existing staff allocated to this program are still employed at CSA. In order to transfer the program completely, the three remaining positions will transfer to AAA.

Total current authorized positions—10

It is recommended to transfer in three positions from the Community Services Agency: one Manager II, one Social Worker IV, and one Account Clerk III.

Total recommended authorized positions—13

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$3,440,397 be approved for the Area Agency on Aging. The net county cost contribution for this budget was not reduced from the Fiscal Year 2010-2011 Adopted Final Budget level. This budget is funded from \$3,147,475 in estimated department revenue and a \$292,922 contribution from the General Fund.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012
HUMAN SERVICES
Veterans' Service



AAA—VETERANS' SERVICES

Budget Unit 0100 0032000
General Fund

SERVICES PROVIDED

The Veterans' Services Division assists veterans and their qualified dependents in obtaining Federal, State, and local benefits and provides counseling on Federal, State and local veterans' benefits, claim preparation and submission, claim follow-up, and initiation and development of appeals (when appropriate). Information and referral services to link veterans to other County and community services are also provided. The goal of these services is to maximize Federal/State benefits and reimbursements. Another crucial service provided to veterans is the College Fee Waiver Program. These services are provided to qualifying veterans whose dependents are attending colleges/universities in the California State University system. State subvention funds and discretionary General Fund revenue fund this program.

The compensation that veterans obtain from the Veterans Administration (VA) is 100% federally funded. In addition, the activities of the Veterans' Services Division bring in the following additional revenue to this County:

1. Approximately \$30 million per year in compensation, pensions medical services, and vocational rehabilitation;
2. \$85,000 in State subvention funding; and
3. Approximately \$1,200,000 in savings to the County's General Fund by participating in the State Mandated Welfare Referral Program. This program requires the Veterans Services Office (VSO) to verify and make benefit entitlement determinations on all public assistance referrals (i.e. GA/FR, CalWORKS, Food Stamps and Medi-Cal) received from the Community Services Agency.

The Veterans' Services Office brings maximum return to the County for the funds expended in providing services to the veteran population. In addition to this revenue being spent in local businesses, the California Department of Finance estimates that approximately 16 cents of every award dollar represents new local tax revenue.

AAA - Veterans Services					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$0	\$0	\$0	\$0	\$0
Intergovernmental Revenue	\$82,074	\$85,253	\$85,000	\$0	\$85,000
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$100	\$0	\$500	\$0	\$500
Other Financing Sources	\$8,195	\$0	\$0	\$0	\$0
Total Revenue	\$90,369	\$85,253	\$85,500	\$0	\$85,500
Salaries and Benefits	\$347,998	\$301,882	\$281,306	\$3,750	\$285,056
Services and Supplies	\$16,440	\$10,862	\$21,089	\$0	\$21,089
Other Charges	\$14,732	\$15,029	\$20,820	\$0	\$20,820
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$10,087	\$8,989	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$13,510	\$12,411	\$5,340	\$0	\$5,340
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$402,767	\$349,173	\$328,555	\$3,750	\$332,305
Fund Balance	\$0	\$0	\$0	\$0	\$0
Net County Cost	\$312,398	\$263,920	\$243,055	\$3,750	\$246,805

PROGRAM DISCUSSION

At the proposed level of funding, the Department will strive to maintain the same level of service in terms of the number of veterans it serves, however, veterans may have to wait longer than three weeks to get an appointment. The Department will continue to evaluate options to address the reduced level of funding and may return to the Board at the Final Budget with cost-saving recommendations or, if necessary, staffing reductions.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 4

There are no recommended changes to the current level of staffing.

Total recommended authorized positions— 4

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$328,555 be approved for the AAA-Veterans Services. The net county cost contribution for this budget was reduced approximately 9.1% or \$24,352 from the Fiscal Year 2010-2011 Adopted Final Budget. At this level of funding, the Department will achieve its net county cost reduction by evaluating possible cost-saving measures and, if necessary, return to the Board at the Final Budget with recommendations. This budget is funded from \$85,500 in estimated department revenue and a \$243,055 contribution from the General Fund.

Final Budget

Departments that achieved savings in appropriations were able to carry forward 100% of their unused net county cost savings from Fiscal Year 2009-2010 and 75% of their 2010-2011 net county cost savings as part of the year-end close for Fiscal Year 2010-2011. Departments that achieved net county cost savings in revenue will request an increase in appropriations at the Final Budget. The Area Agency on Aging – Veterans' Services total year-end savings was \$11,574. Of this amount \$7,824 was carried forward at year-end. The Department is now requesting an increase in appropriations of \$3,750 of remaining net county cost savings from increased departmental revenue. This increase is recommended to be funded from General Fund unassigned fund balance.



BEHAVIORAL HEALTH AND RECOVERY SERVICES

MISSION STATEMENT

In partnership with our community, our mission is to provide and manage effective prevention and behavioral health services that promote the community's capacity to achieve wellness, resilience, and recovery outcomes.

OPERATIONAL PRIORITIES

The Operational Priorities for Behavioral Health and Recovery Services (BHRS) for 2011-2012 Fiscal Year include:

- ◆ **Fiscal Sustainability:** BHRS will continue to have a balanced, revenue-based budget in place during Fiscal Year 2011-2012 and beyond;
- ◆ **Community Capacity Building:** BHRS, through its Mental Health Services Act Prevention and Early Intervention (PEI) Plan, will build capacity in the community to promote emotional health and wellness;
- ◆ **Results-Based Accountability:** Results-Based Accountability will be in place as the monitoring and evaluation system for all Mental Health Services Act Prevention and Early Intervention (PEI) contractors by the end of Fiscal Year 2011-2012; and
- ◆ **Leadership Development:** BHRS staff and community leaders will develop the skills needed to promote and ensure a "Leaderful" department and community.



BEHAVIORAL HEALTH AND RECOVERY SERVICES

Budget Unit 1501 6000000
Special Revenue Fund

SERVICES PROVIDED

Behavioral Health and Recovery Services provides outpatient mental health services to seriously mentally ill adults and older adults, and seriously emotionally disturbed children and youth. BHRS also provides assessment and referral for inpatient mental health services, as appropriate. Services are highly integrated with other County Departments (Probation, Community Services Agency, Sheriff's Office, Health Services Agency and others). These services include individual, group and family counseling, rehabilitation services, case coordination and medication.

Additional services provided by BHRS include:

1. Crisis emergency services to all residents of Stanislaus County;
2. Housing and employment services to persons with serious mental illness;
3. Assessment and treatment services to handicapped and disabled students with serious emotional disturbance;
4. Mental Health and Alcohol and Drug assessment and treatment service to Temporary Assistance to Needy Families (TANF) recipients with welfare to work plans;
5. Fiscal and administrative support for the entire BHRS Department, including quality improvement, risk management, performance measurement and employee training;
6. Clinical and support services to families that have had incidents of child abuse, neglect or domestic violence and are seen by the collaborative Child Abuse Investigations Referrals and Examinations (CAIRE) Center;
7. Assessment and referral under the Specialty Mental Health Plan; and
8. Employee Assistance Program services through Workplace Wellness.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of \$25,110,777 as of July 1, 2011, compared to the July 1, 2010, positive cash balance of \$22,226,618. The anticipated increase in cash was due to a reduction in the Accounts Receivable balance, resulting in an increase to the cash balance.

The actual cash balance as of July 1, 2011, is \$27,113,769, a significant increase to the projected July 1, 2011, balance. The reason for this is primarily a result of Medi-Cal revenues exceeding the budgeted amount and Fiscal Year 2010-2011 expenditure savings.

Behavioral Health and Recovery Services					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$284,878	\$355,450	\$284,388	\$78	\$284,466
Intergovernmental Revenue	\$15,653,860	\$14,971,440	\$16,092,827	\$2,101,088	\$18,193,915
Charges for Service	\$16,017,267	\$17,216,908	\$15,504,470	\$541,497	\$16,045,967
Miscellaneous Revenue	\$67,168	\$420,574	\$312,902	\$0	\$312,902
Other Financing Sources	\$3,960,418	\$3,997,729	\$3,539,963	\$0	\$3,539,963
Total Revenue	\$35,983,591	\$36,962,101	\$35,734,550	\$2,642,663	\$38,377,213
Salaries and Benefits	\$18,084,456	\$17,688,901	\$20,041,461	\$1,526,245	\$21,567,706
Services and Supplies	\$14,736,099	\$16,114,046	\$16,821,844	\$1,477,121	\$18,298,965
Other Charges	\$2,390,485	\$2,133,363	\$1,979,409	\$659,701	\$2,639,110
Fixed Assets					
Buildings & Improvements	\$0	\$8,894	\$0	\$23,000	\$23,000
Equipment	\$58,729	\$19,351	\$0	\$220,000	\$220,000
Other Financing Uses	\$513,062	\$485,596	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	(\$2,422,667)	(\$2,449,770)	(\$2,329,437)	\$0	(\$2,329,437)
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$33,360,164	\$34,000,381	\$36,513,277	\$3,906,067	\$40,419,344
Fund Balance	(\$3,946,988)	(\$3,773,653)	(\$46,632)	\$1,263,404	\$1,216,772
Net County Cost	\$1,323,561	\$811,933	\$825,359	\$0	\$825,359

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain most programs at the Fiscal Year 2010-2011 service levels. In Fiscal Year 2009-2010, Behavioral Health and Recovery Services (BHRS) began setting aside contingency funding for unanticipated program cost increases, unexpected operating expenses and potential audit liabilities. This budgeting strategy will continue into Fiscal Year 2011-2012 and will enable BHRS to maintain a sustainable budget in a difficult fiscal climate.

The Department does anticipate funding changes as a result of the final State Budget. Some reductions have been made as a result of known funding decreases. However, in most cases, no service reductions were made as a result of the Department's budget strategy, which includes fund balance set asides, keeping positions vacant, increased staff productivity and an overall focus on savings by all programs. Specific adjustments and concerns for Fiscal Year 2011-2012 include:

- ◆ As part of the American Recovery and Reinvestment Act (ARRA) of 2009, Congress provided States with an enhancement to their Federal Medical Assistance Percentage (FMAP). FMAP represents the amount of Federal funds received for Medi-Cal services. Through December 31, 2010, the County received \$0.6159 for every \$1 of Medi-Cal revenue generated. In January 2011, Congress extended the FMAP increase through June 30, 2011 at successively decreasing amounts. On July 1, 2011 the Federal sharing amount will return to 50%. This decrease represents approximately \$1,714,399 in this budget.
- ◆ Through June 30, 2011, BHRS was the provider of the County's Employee Assistance benefit through Workplace Wellness. Effective July 2011, the County General Funds that were allocated for services to General Fund department employees will no longer be available. As a result, funding from non-General Fund departments became optional. Employee Assistance services will continue to be available as part of the County's Health Insurance agreements. Workplace Wellness has been significantly downsized and will continue to be available to interested County Departments through interagency agreements.

- ◆ During Calendar Year 2009, BHRS began the process of purchasing and implementing a new Electronic Health Record and Billing System. The Department anticipates a “Go Live” date in January 2012. Counties who have previously implemented this system have indicated that there will be some loss of productivity as a result of learning the new system. The BHRS Budget Team has decided to leave revenue projections consistent with current year receipts anticipating a possible loss of revenue for the last six months of Fiscal Year 2011-2012. The Department will closely watch its subsequent revenue receipts and will make any necessary adjustments at a future budget update.
- ◆ The Department contracts with private insurance carriers to provide mental health assessments and services to Severely Emotionally Disabled children in the Healthy Families program. As part of the contract agreement, the County is responsible for the cost of medication and laboratory services. Prior to Fiscal Year 2010-2011, this requirement was not strictly enforced by the individual carriers. Starting July 2010, the insurance carriers began referring children needing psychotropic medications and laboratory services to BHRS. The Department has seen these costs rise in recent months and has added appropriations to reflect continuing increases.

Department Wide State/Federal Budget Concerns:

- ◆ For Fiscal Year 2011-2012, the State plans, on a one-time basis, to redirect \$861 million from Mental Health Services Act funds to fund the State General Fund costs of the Mental Health Managed Care program, Early Periodic Screening Diagnosis and Treatment, and the Mental Health Services for Special Education Pupils, commonly known as AB 3632. As of submission of this Proposed Budget, no allocation methodology has been approved for these funds. As a result the BHRS Fiscal Year 2011-2012 Proposed Budget for these programs reflects Fiscal Year 2010-2011 allocations. Any subsequent adjustments to these amounts will be made during the Fiscal Year 2011-2012 Final Budget process.
- ◆ AB 3632 was enacted in 1984. This legislation, which created an entitlement program, was California’s response to the Federal Individuals with Disabilities Education Act (IDEA) and mandates that students with certain emotional disorders be provided mental health services, as a supplement to their education and at no cost to the family. Counties currently receive IDEA funding through a Memorandum of Understanding with the local Department of Education. Additionally, AB 3632 services may be billed to Medi-Cal as appropriate. Through Fiscal Year 2009-2010, costs over and above IDEA and/or Medi-Cal could be billed annually to the California State Mandates Commission under SB90. In Fiscal Year 2010-2011, then-Governor Schwarzenegger vetoed all funding for the program and declared the mandate suspended. By suspending the mandate, financial responsibility for ensuring the requirements of AB 3632 and IDEA reverted back to the Department of Education. The legality of the former Governor’s action was the subject of several Court actions including *County of Sacramento v. State of California*. Stanislaus County joined this suit in November 2010. In March 2011, the Court upheld the mandate suspension. BHRS has subsequently negotiated a payment agreement with the Stanislaus County Office of Education through June 30, 2011. Funding is proposed to be restored in the State’s Fiscal Year 2011-2012 budget as part of the redirection of Mental Health Services Act funding and the program will be known as Educationally Related Mental Health Services. Since the allocation methodology is yet unknown, BHRS has only budgeted the Federal IDEA contract amount of \$1,588,635.
- ◆ Governor Brown’s Fiscal Year 2011-2012 budget, issued in January, proposed that the Fiscal Year 2010-2011 sales tax and vehicle license fee increases be extended for five years starting in July 2011. Revenues from this extension would be the revenue source for the programs funded in Fiscal Year 2011-2012 by the Mental Health Services Act redirection, beginning in State Budget Year 2012-2013. However, extending the tax increases requires voter approval. The first attempt by the Legislature to get a Proposition in place for a Special Election in June 2011 failed. The current tax increases sunset June 30, 2011. Mental Health programs will continue to receive funding in Fiscal Year 2011-2012 through the MHSA redirection.
- ◆ The Department receives approximately \$14,700,000 in Federal Financial Participation (FFP) funding from Medi-Cal. FFP covers 50% of the cost of providing Medi-Cal services, with the remaining 50% match covered by the State’s current Realignment allocation. The FFP share of

funding is allocated to the State, who passes it through to Counties. Currently, no FFP has been provided to Counties since November.

- ◆ The Department receives funding through the Federal Substance Abuse and Mental Health Services Administration (SAMHSA) for services to children, older adults, dual diagnosis services, integrated services, treatment of substance use disorders and substance abuse prevention services. Currently, these are separate categorical allocations. There is discussion at the Federal level of combining all of these, with the exception of prevention, into one block grant to be administered at County discretion. Unfortunately, there is discussion about reducing the amount of the block grant as well. The Department currently receives approximately \$5,300,000 for all SAMHSA funded services. Any subsequent decreases could have a devastating effect on programs, specifically children's services and treatment of substance use disorders.

ADOPTED STAFFING RECOMMENDATIONS

Proposed Budget

Total current authorized positions— 200

There are no recommended changes to the current level of staffing.

Total recommended authorized positions— 200

Final Budget

The Department has requested to transfer in seven Psychiatric Nurse II positions, four Mental Health Clinician II positions, and one Administrative Clerk III position from the Mental Health Services Act budget to appropriately reflect the department-wide aspect and costs of the Community Emergency Response Team. The transfer to the Behavioral Health and Recovery Services budget will enable the Department to more accurately capture costs for reporting to the various funding sources.

Total current authorized positions—200

It is recommended to transfer in seven Psychiatric Nurse II positions, four Mental Health Clinician II positions, and one Administrative Clerk III position from the Mental Health Services Act budget.

Total recommended authorized positions—212

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$36,513,277 be approved for the Behavioral Health and Recovery Services budget. This budget can not be reduced as it includes mandated match programs. This budget is funded from \$35,734,550 in estimated department revenue, a \$825,359 contribution from the General Fund, resulting in a contribution of \$46,632 to departmental restricted and assigned fund balance.

Final Budget

Behavioral Health and Recovery Services (BHRS) is requesting to add \$3,906,067 in appropriations and \$2,642,663 in estimated revenue funded by State and Federal funds, resulting in the use of \$1,263,404 of departmental fund balance, for the following:

The Department is requesting an increase of \$1,016,300 in appropriations and estimated revenue for the Educationally Related/Special Education Pupils program. Funding for this program is part of a one-time redirection of State Mental Health Services Act (MHSA) funds. When the Fiscal Year 2011-2012 Proposed Budget was submitted, an allocation methodology had not been established and, due to the uncertainty of the State Budget, estimating an allocation amount was difficult. The Fiscal Year 2011-2012 funding consists of one-time funds to bridge the transition of the former AB3632 – Seriously

Emotionally Disturbed services from Mental Health to Education. Prior to Fiscal Year 2011-2012, education was mandated to provide services to eligible students through a contract with the County Mental Health Department. Effective Fiscal Year 2011-2012, the County is no longer required to provide these services.

As part of the 2011-2012 Adopted Proposed Budget, the BHRS budget included appropriations and estimated revenue to contract for three beds at State Hospitals, which are used as a last resort for treatment for individuals with severe mental illness. At this time, BHRS has six consumers placed at State Hospitals and expects this trend to continue. The Department is requesting an addition of \$652,003 in appropriations to purchase three additional beds at California State Hospitals, to be funded from a one-time use of departmental fund balance.

The Department is requesting an additional \$243,000 in appropriations for fixed assets and capital improvements. These include: a van for the Juvenile Justice program to replace one totaled in an auto accident, estimated at \$20,000; carpeting for public areas at 800 Scenic that have become worn and unsafe, estimated at \$23,000; and a replacement heating, ventilation and air conditioning (HVAC) system for Building 4 at 800 Scenic, estimated at \$200,000. This building is part of the former Stanislaus Medical Center, however, it is not tied to the central plant. When renovated for office space, the air conditioning system was not replaced. The current system is old and inefficient and, as a result, there are frequent break-downs and parts are no longer available. These replacements/upgrades will be a funded from a one-time use of departmental fund balance.

The Department is also requesting a net transfer-in of \$1,994,764 in appropriations and \$1,626,363 estimated revenues from the BHRS - Mental Health Services Act (MHSA) budget to appropriately reflect the department-wide aspect and costs of the Community Emergency Response Team. The remaining costs will be funded by departmental fund balance. Revenue for this mandated program is provided through various funding sources. In 2007, the Board of Supervisors authorized the program to be moved to the MHSA budget to emphasize the transformation of the program from a clinic based emergency services team to a more community based emergency response team that includes mobile collaboration with local law enforcement. As only a small portion of the funding is provided by the MHSA, the transfer of this program to the primary BHRS budget will enable the Department to more accurately capture costs for reporting to the various funding sources.



**BEHAVIORAL HEALTH AND RECOVERY SERVICES—
ALCOHOL AND DRUG PROGRAM**

Budget Unit 1502 6500001
Special Revenue Fund

SERVICES PROVIDED

The Alcohol and Drug Program provides specialized alcohol and drug treatment and prevention services to Stanislaus County residents including:

1. Narcotic replacement (Methadone) detoxification and maintenance therapy;
2. Alcohol and drug treatment to persons incarcerated in jail facilities;
3. Adult Drug Court alcohol and drug treatment;
4. Treatment services for persons with co-occurring substance use and mental health issues; and
5. Alcohol and drug prevention services for youths.

This budget is funded by State and Federal alcohol and drug allocations. This Department also uses its resources to purchase alcohol and drug treatment services from the Stanislaus Recovery Center.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of \$299,000 as of July 1, 2011, compared to \$328,322 on July 1, 2010. The anticipated decrease in cash was attributed to a reduction in the Accounts Payable balance that results in a decrease to the cash balance.

The actual cash balance as of July 1, 2011, is \$556,424, a significant increase to the projected July 1, 2011, balance. The reason for the increase is primarily due to the timing of receipts from the State for Grant payments and Drug Medi-Cal payments.

BHRS - Alcohol and Drug					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$11,529	\$13,266	\$9,882	\$0	\$9,882
Revenue from use of Assets	\$285	\$6,859	\$4,418	\$0	\$4,418
Intergovernmental Revenue	\$2,530,848	\$2,341,303	\$2,466,297	\$0	\$2,466,297
Charges for Service	\$765,055	\$499,965	\$535,027	\$0	\$535,027
Miscellaneous Revenue	\$0	\$183	\$297	\$0	\$297
Other Financing Sources	\$0	\$236	\$404	\$0	\$404
Total Revenue	\$3,307,717	\$2,861,812	\$3,016,325	\$0	\$3,016,325
Salaries and Benefits	\$1,629,645	\$1,086,745	\$1,190,445	\$0	\$1,190,445
Services and Supplies	\$748,924	\$915,189	\$1,239,217	\$0	\$1,239,217
Other Charges	\$188,356	\$146,009	\$86,458	\$0	\$86,458
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$46,357	\$26,443	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$924,399	\$798,632	\$583,446	\$0	\$583,446
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$3,537,681	\$2,973,018	\$3,099,566	\$0	\$3,099,566
Fund Balance	\$140,472	\$54,200	\$26,235	\$0	\$26,235
Net County Cost	\$89,492	\$57,006	\$57,006	\$0	\$57,006

PROGRAM DISCUSSION

At the proposed level of funding, the Department can only maintain categorically funded programs at current levels. During the Fall 2010, BHRS identified a number of funding issues that would have a significant impact on Fiscal Year 2011-2012 alcohol and drug program services, most notably a reduction of \$885,471 in discretionary funding at Stanislaus Recovery Center. This amount represented 1/3 of the Department's total discretionary funding for Substance Use Disorder treatment. Funding no longer available includes:

- ◆ A County General Fund contribution to Stanislaus Recovery Center \$394,603
- ◆ The end of the California Emergency Management Justice Assistance Grant 200,790
- ◆ A one-time fund balance contribution 251,015
- ◆ Redirection of StanWORKs funding used for residential services 39,063

Realizing that this impact would have community-wide consequences, the Department initiated a Community Stakeholder Process to solicit input regarding how alcohol and other drug services should look in Stanislaus County. The group consisted of representatives of the recovery community, family members, community and faith-based organizations, non-profit and private sector providers, other County partners, union members, members of the Department's Advisory Board on Substance Abuse Programs (ABSAP) and the Mental Health Board, as well as BHRS staff. Their goal was not to determine how to cut \$885,471, but rather to build programming in the remaining amount of \$1,621,379.

After eight meetings concluding on March 2, 2011, the Stakeholder Group presented BHRS with a proposal for allocating funds in Fiscal Year 2011-2012. The proposal represents some major shifts in service delivery, most notably at Stanislaus Recovery Center. As such, a team has been assembled to develop an implementation plan to move forward. This budget represents the proposed allocations in total by fund as suggested by the Stakeholder Group. A further delineation of funding and staffing needs will be presented during the Fiscal Year 2011-2012 Final Budget process when a plan has been completed. The recommendations of the Stakeholder Group are:

PROGRAM/SERVICE	Alcohol & Drug Services (fund 1502)	Stanislaus Recovery Services (fund 1505)
Hire a Community Liaison to improve integration and coordination across the entire system of care, including BHRS-funded services, non-profit and private sector services, community-based supports, faith-based supports, and other dimensions of the system of care.	\$120,000	
Increase support of Sober Living homes to assist those in recovery to maintain sobriety in a safe and secure environment.	\$119,621	
Shift substance use disorder residential services from Stanislaus Recovery Center to a community-based setting.	\$140,000	
Provide outpatient and intensive outpatient services in community-based settings	\$344,617	
Post-Detention Services	\$209,000	
Develop a non-medical Detoxification program at Stanislaus Recovery Center		\$433,231
Day Treatment Services		\$254,910
Total Allocation	\$933,238	\$688,141

The Department is requesting to restore vacant unfunded Behavioral Health Specialist II and reclassify upward to a Staff Services Coordinator. During the Alcohol and Drug Programs Stakeholder process the Stakeholder Group identified an essential need to add a BHRS Community Liaison position to improve integration and coordination of services across the entire system of care, including BHRS-funded services, non-profit and private sector services, community-based supports, faith-based supports, and other dimensions of the system of care. The group recommended that the position be hired at a Coordinator level to provide a sufficient level of authority and decision-making ability.

The Department does anticipate additional funding changes as a result of the final State Budget. The BHRS Fiscal Year 2011-2012 Proposed Budget is based upon known impacts from County operations and "best guess" estimates of State and Federal funding. The budget includes the use of \$26,235 in Departmental Fund Balance until a more detailed budget is available.

Some reductions have been made as a result of known funding decreases. However, in most cases, no service reductions other than those already noted were made as a result of the Department's budget strategy, which includes fund balance set asides made for contingencies, keeping positions vacant, increased staff productivity and an overall focus on savings by all programs.

As part of the American Recovery and Reinvestment Act (ARRA) of 2009, Congress provided States with an enhancement to their Federal Medical Assistance Percentage (FMAP) through December 31, 2010. In January 2011, Congress extended the FMAP increase through June 30, 2011 at successively decreasing amounts. On July 1, 2011 the Federal sharing amount will return to 50%. This decrease represents approximately \$29,533 in this budget unit.

The Department receives funding through the Federal Substance Abuse and Mental Health Services Administration (SAMHSA). There is discussion about reducing the amount of the SAMHSA's Substance Abuse Prevention and Treatment Block Grant, which is the primary source of funding for substance use disorders and is what the Stakeholder recommendations were based upon. Any subsequent decreases could have a devastating effect on the Department's ability to continue to provide treatment of substance use disorders. There has been discussion at the Federal level of pulling the prevention services funding out of this block grant and into a separate allocation to emphasize the importance of prevention services. It is the Department's current understanding that these funds would not be reduced.

ADOPTED STAFFING RECOMMENDATIONS

The Department has requested to restore one unfunded Behavioral Health Specialist II position and reclassify upward to a Staff Services Coordinator to act as a Community Liaison.

Total current authorized positions— 13

It is recommended to restore one unfunded Behavioral Health Specialist II position and reclassify upward to a Staff Services Coordinator.

Total recommended authorized positions— 14

A separate action was taken to the Board of Supervisors with an effective date of July 2, 2011 to restore three (3) unfunded vacant positions in the Stanislaus Recovery Center budget. These three positions were then transferred to the Alcohol and Drug Program to provide critical drug and alcohol assessments and services to families involved with the child welfare system.

Total adjusted authorized positions—17

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$3,099,566 be approved for the Behavioral Health and Recovery Services – Alcohol and Drug Program budget. The net county cost contribution for this budget will remain at the same level as the Fiscal Year 2010-2011 Adopted Final Budget. This budget is funded from \$3,016,325 in estimated department revenue, a \$57,006 contribution from the General Fund, and \$26,235 of departmental restricted and assigned fund balance.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012



HUMAN SERVICES
Health

BEHAVIORAL HEALTH AND RECOVERY SERVICES—MANAGED CARE

Budget Unit 1504 6400001
 Special Revenue Fund

SERVICES PROVIDED

This budget provides oversight of Specialty Mental Health Managed Care functions for Behavioral Health and Recovery Services (BHRS) including service authorization, utilization management and Medi-Cal contract compliance; access to services; and Federal and State regulatory compliance monitoring. Managed Care funding also pays claims for services to providers for Medi-Cal beneficiaries needing specialty mental health services, including acute psychiatric hospitalization.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a negative cash balance of \$2,285,000 as of July 1, 2011, compared to the July 1, 2010, negative balance of \$2,318,605. The difference is attributed to the timing of receipt of payments.

The actual cash balance as of July 1, 2011, is negative \$2,346,375 which is in line with the Proposed Budget projection.

BHRS - Managed Care					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	(\$23,250)	(\$22,480)	(\$23,826)	\$0	(\$23,826)
Intergovernmental Revenue	\$2,472,745	\$2,186,196	\$2,583,404	\$0	\$2,583,404
Charges for Service	\$817,238	\$658,928	\$537,559	\$0	\$537,559
Miscellaneous Revenue	\$339,859	\$600,000	\$746,264	\$0	\$746,264
Other Financing Sources	\$1,163,608	\$1,163,608	\$1,600,565	\$0	\$1,600,565
Total Revenue	\$4,770,200	\$4,586,252	\$5,443,966	\$0	\$5,443,966
Salaries and Benefits	\$872,345	\$858,574	\$1,036,366	\$0	\$1,036,366
Services and Supplies	\$2,201,818	\$2,527,570	\$2,778,544	\$0	\$2,778,544
Other Charges	\$825,207	\$1,207,374	\$1,250,888	\$0	\$1,250,888
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$25,935	\$23,221	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$189,921	\$208,910	\$176,676	\$0	\$176,676
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$4,115,226	\$4,825,649	\$5,242,474	\$0	\$5,242,474
Fund Balance	(\$679,838)	\$216,771	(\$201,492)	\$0	(\$201,492)
Net County Cost	\$24,864	\$22,626	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain services at the Fiscal Year 2010-2011 service levels. In Fiscal Year 2009-2010, Behavioral Health and Recovery Services (BHRS) began setting aside contingency funding for unanticipated program cost increases, unexpected operating expenses and potential audit liabilities. This budgeting strategy will continue into Fiscal Year 2011-2012 and will enable BHRS to maintain a sustainable budget in a difficult fiscal climate.

The Department does anticipate funding changes as a result of the final State Budget. Some reductions were made as a result of known funding decreases. However, in most cases, no service reductions were made as a result of the Department's budget strategy. The budget currently reflects revenues in excess of expenditures in the amount of \$201,492 due to an anticipated increase in the Managed Care allocation. This amount will be adjusted once final allocations are issued.

As part of the American Recovery and Reinvestment Act (ARRA) of 2009, Congress provided States with an enhancement to their Federal Medical Assistance Percentage (FMAP) through December 31, 2010. In January 2011, Congress extended the FMAP increase through June 30, 2011 at successively decreasing amounts. On July 1, 2011 the Federal sharing amount will return to 50%. This decrease represents approximately \$43,342 in this budget.

State budget concerns for the Mental Health Services budget unit include:

For Fiscal Year 2011-2012, the State plans, on a one-time basis, to redirect \$861 million from Mental Health Services Act funds to cover the State General Fund costs of several mental health programs, including the Mental Health Managed Care program. As of submission of this Proposed Budget, no allocation methodology has been approved for these funds. As a result, the BHRS Fiscal Year 2011-2012 Proposed Budget for these programs reflects Fiscal Year 2010-2011 allocations. Any subsequent adjustments to these amounts will be made during the Fiscal Year 2011-2012 Final Budget process.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 8

There are no recommended changes to the current level of staffing.

Total recommended authorized positions— 8

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$5,242,474 be approved for the Behavioral Health and Recovery Services – Managed Care budget. The net county cost contribution for this budget was eliminated in Fiscal Year 2011-2012. This budget is funded from \$5,443,966 in estimated department revenue resulting in a contribution of \$201,492 to departmental restricted and assigned fund balance.

Final Budget

There are no recommended changes in funding to this budget.



BEHAVIORAL HEALTH AND RECOVERY SERVICES—
MENTAL HEALTH SERVICES ACT (MHSA)

Budget Unit 1507 6800000
Special Revenue Fund

SERVICES PROVIDED

This fund supports programs funded through MHSA. Services to individuals with serious mental illnesses include:

1. Community Services and Supports, which consists of:
 - a. Outreach services to homeless individuals in the Westside and South Modesto, including individuals who are discharged from inpatient services and have no medical coverage or link to primary care;
 - b. Crisis response services and on-site intensive mental health services to children, youth, and transition age youth on probation, and their families;
 - c. Geropsychiatric assessment and comprehensive services to older adults;
 - d. Intensive, integrated services to individuals who have both a serious mental illness and significant co-occurring health conditions;
 - e. Court-accountable case management, crisis response, peer support, housing and employment services to law enforcement involved individuals who have both a serious mental illness and substance abuse disorders;
 - f. Peer support, information and referral, housing and educational assistance for transitional young adults ages 15-25;
 - g. Crisis intervention services through the use of mental health professionals and consumer and family volunteer support;
 - h. Advocacy, case management, family and individual respite and wrap-around services for youth and their families;
 - i. Employment and empowerment services to adults, older adults and transitional age youth;
 - j. Contracted community-based outreach and engagement services with a focus on eliminating racial and ethnic disparities in the access to services; and
 - k. Crisis housing and intermediate stay services for individuals who are homeless or at risk of homelessness.
2. Workforce Education and Training directed at recruiting difficult to fill behavioral health professional positions;
3. Prevention and Early Intervention services designed to support residents through community-based efforts before they enter the mental health system;
4. Innovation services which support new mental health practices or approaches to: increase access to underserved groups; increase quality of services; provide better outcomes; and promote interagency collaboration; and
5. Capital Facilities and Technological Needs services which provides funding for a new Electronic Health Record and Billing System, along with community technology supports for consumers and family members.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of \$13,142,596 as of July 1, 2011, compared to the July 1, 2010, positive cash balance of \$11,959,729. The anticipated increase in cash includes the receipt of multi-year funding for the Innovations and Technological Needs programs, and unspent Community Services and Supports (CSS) Operating Reserve funds that will roll forward to Fiscal Year 2011-2012 and be used to mitigate the decrease in Fiscal Year 2011-2012 CSS allocation funding. Operating Reserve funds are set aside from annual program allocations, may be used to avoid service reductions and are authorized by the State Mental Health Services Act guidelines.

The actual cash balance as of July 1, 2011, is \$19,240,390, a significant increase to the projected July 1, 2011, balance. The reason for the cash increase is the result of major efforts made by the department to draw down all MHPA funds allocated to Stanislaus County to protect them from further risk of State Budget balancing strategies; an increase in Fiscal Year 2010-2011 Medi-Cal revenue; and Fiscal Year 2010-2011 expenditure savings due to implementation delays in two MHPA components.

BHRS - Mental Health Services Act					2011-2012
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$264,860	\$293,931	\$195,525	(\$78)	\$195,447
Intergovernmental Revenue	\$12,750,287	\$15,380,487	\$17,526,336	\$628,366	\$18,154,702
Charges for Service	\$2,672,285	\$2,745,534	\$2,233,886	(\$541,497)	\$1,692,389
Miscellaneous Revenue	\$73,429	(\$32,393)	\$192,668	\$56,008	\$248,676
Other Financing Sources	\$84,228	\$269,230	\$0	\$0	\$0
Total Revenue	\$15,845,089	\$18,656,789	\$20,148,415	\$142,799	\$20,291,214
Salaries and Benefits	\$7,145,558	\$7,438,145	\$8,600,963	(\$1,263,068)	\$7,337,895
Services and Supplies	\$6,463,454	\$7,711,726	\$9,030,946	\$506,914	\$9,537,860
Other Charges	\$480,891	\$1,028,062	\$1,070,398	\$242,302	\$1,312,700
Fixed Assets					
Equipment	\$102,384	\$554,620	\$213,600	\$288,250	\$501,850
Other Financing Uses	\$195,568	\$344,835	\$164,000	\$0	\$164,000
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$1,380,354	\$1,497,473	\$1,493,590	\$0	\$1,493,590
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$15,768,209	\$18,574,861	\$20,573,497	(\$225,602)	\$20,347,895
Fund Balance	(\$76,880)	(\$81,928)	\$425,082	(\$368,401)	\$56,681
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain most program components at the Fiscal Year 2010-2011 service levels. The Mental Health Services Act (MHPA) is the result of the passage of Proposition 63 in the November 2004 election. MHPA funding is derived from a 1% tax on incomes over \$1 million and can only be used to provide mental health services. MHPA funding is allocated in 5 components: Community Services and Supports (CSS), Workforce Education and Training (WET), Prevention and Early Intervention (PEI), Capital Facilities and Technological Needs (CF/TN), and Innovations.

Mental Health Services Act (MHPA) guidelines allow Counties to set aside 10% of its program allocation as an Operating Reserve for unanticipated cost of living increases, unexpected operating expenses and potential audit liabilities. The Department budgets an Operating Reserve for the CSS

and PEI components. Unspent operating reserves from previous years have been budgeted for use in Fiscal Year 2011-2012 to avoid service reductions.

For Fiscal Year 2011-2012, the State plans to redirect \$861 million from Mental Health Services Act funds to cover the State General Fund costs of the Mental Health Managed Care program, Early Periodic Screening Diagnosis and Treatment, and the Mental Health Services for Special Education Pupils, commonly known as AB 3632. Mental Health programs will continue to receive funding in Fiscal Year 2011-2012 through the MHSA redirection. In addition, Counties were notified that Fiscal Year 2009-2010 estimates and subsequent disbursements to Counties were overstated by \$64.5 million. The State plans to recoup the \$64.5 from Fiscal Year 2011-2012 appropriations, thus compounding the shortfall created by the MHSA Redirection.

As part of the American Recovery and Reinvestment Act (ARRA) of 2009, Congress provided States with an enhancement to their Federal Medical Assistance Percentage (FMAP) through December 31, 2010. In January 2011, Congress extended the FMAP increase through June 30, 2011 at successively decreasing amounts. On July 1, 2011 the Federal sharing amount will return to 50%. This decrease represents an impact of approximately \$240,320 to this budget.

Although these reductions impact the entire MHSA allocation, the CSS component is impacted the most. The Stanislaus County allocation for these services is estimated to be \$1,000,000 lower than originally expected. Anticipating potential shortfalls, the Department, in collaboration with the MHSA Representative Stakeholder Steering Committee, developed a Sustainability Plan to maintain operations during lean years. Based on advice from the California Mental Health Directors Association, the Department determined that the Fiscal Year 2008-2009 planning estimate was representative of a sustainable allocation. The Department and Stakeholders then worked to develop a strategy of setting funds aside annually in an Operating Reserve to fund subsequent years without service level decreases. The Fiscal Year 2011-2012 Proposed Budget for Community Services and Supports includes the use of \$1,518,853 in Operating Reserves. Additionally, Department leadership made the following adjustments to consolidate programs and reduce expenditures without impacting services to consumers:

- ◆ Consolidated two programs serving similar populations, the Health/Mental Health Team and the Senior Access and Resource Team into one program now known as the High Risk Health and Senior Access Program. The new co-located program provides various levels of service intensity, enabling the team to increase the level of services available.
- ◆ Moved two Outreach and Engagement contracts to the Prevention and Early Intervention component to better align the nature of the services provided with the appropriate funding component.

The Prevention and Early Intervention component is implementing services based on a Fiscal Year 2009-2010 Request for Proposal process that will strengthen the community's capacity to provide services and support to ensure emotional well being. The Fiscal Year 2011-2012 Proposed Budget for this component reflects the maximum State funding available to avoid the three year funding reversion process as legislated by the Act.

The Workforce Employment and Training (WET) component is in the sixth year of a 10-year spending authority. At the proposed level of funding, the Department is projecting to fully expend the WET component by mid-year in Budget Year 2013-2014, consistent with the Department's initial WET State Plan. The Department is currently evaluating the best use of the remaining WET funding and considering funding options.

During Fiscal Year 2010-2011, the Department began the process of implementing a new Electronic Health Record and Billing System. It is anticipated that the system will be ready to "Go Live" during January 2012. The Fiscal Year 2011-2012 Proposed Budget for technological needs includes the balance of funding available for the first three years of the implementation and training phase. The Fiscal Year 2011-2012 Annual Plan includes a request for funding for Years 4 and 5. This request will enable the Department to fund on-going system maintenance and will secure the funds at the local level to help reduce the risk of the State redirecting them in the future to fill other budget gaps.

The Department anticipates implementing the last MHSA component, Innovations, during Fiscal Year 2011-2012. The Fiscal Year 2011-2012 Proposed Budget includes \$276,406 for continuation of a project already started. The Department is also in the process of completing a Request for Proposal process to solicit projects from the community that are “novel, creative and/or ingenious mental health practices/approaches that are expected to contribute to learning, which are developed within communities through a process that is inclusive and representative, especially of unserved and underserved individuals and which are aligned with the General Standards identified in the MHSA and set forth in Title 9 of the California Code of Regulations, Section 3320. Proposals have been submitted. Once a final recommendation is made, the Department will submit a plan for funding to the California Department of Mental Health. Funding for these projects will be considered when that plan is approved.

Mental Health Services Act funding is based upon the development, submission and acceptance of an annual plan update. To help ensure future approval by the State of the annual plans, the Department has developed a Results-Based Accountability implementation and oversight process. This process will enable the Department to develop and operate an evaluation system that compares program outcomes with planned or expected outcomes as expressed in contracts, grants, funding requirements and the Department’s Strategic Plan. To lead these activities, the Department has requested to restore a vacant unfunded Mental Health Clinician III position and reclassify to a Manager II. This position will direct and oversee the Department’s transformative Results-Based Accountability efforts.

ADOPTED STAFFING RECOMMENDATIONS

Proposed Budget

The Department has requested to restore one unfunded Mental Health Clinician III position and reclassify upward to a Manager II.

Total current authorized positions—83

It is recommended to restore one unfunded Mental Health Clinician III position and reclassify downward to a Staff Services Coordinator. A study of the position’s duties will be completed and any changes to the classification will be recommended in Final Budget.

Total recommended authorized positions— 84

Final Budget

The Department has requested to transfer out seven Psychiatric Nurse II positions, four Mental Health Clinician II positions, and one Administrative Clerk III position to the Behavioral Health Services budget. As mentioned previously, this is to appropriately reflect the department-wide aspect and costs of the Community Emergency Response Team and enable the Department to more accurately capture costs for reporting to the various funding sources. In addition, in the 2011-2012 Proposed Budget the Chief Executive Office received a request to complete a classification study of a Staff Services Coordinator position to oversee the Department’s transformative Results-Based Accountability efforts.

Total current authorized positions—84

It is recommended to transfer out seven Psychiatric Nurse II positions, four Mental Health Clinician II positions, and one Administrative Clerk III position to the Behavioral Health Services budget. It is further recommended to reclassify one Staff Services Coordinator position upward to Manager II.

Total recommended authorized positions—72

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$20,573,497 be approved for the Behavioral Health and Recovery Services – Mental Health Services Act budget. This budget is funded from \$20,148,415 in estimated department revenue and \$425,082 of departmental restricted fund balance.

Final Budget

The Behavioral Health and Recovery Services (BHRS) – Mental Health Services Act (MHSA) budget provides a variety of services and programs to individuals with serious mental illness funded through a voter-approved tax increase of 1% on incomes over \$1 million.

The Department is requesting an increase of \$1,745,912 in appropriations and estimated revenue for MHSA Innovations contracts and administration and Capital Facilities/Technological Needs projects. These projects support new mental health practices or approaches to increase access to underserved groups, increase quality of services, and promote interagency collaboration. In past years, the Department submitted MHSA program budget changes upon plan approval by the State. In the Fiscal Year 2011-2012 State Budget, changes were made to how Mental Health Services Act funding is provided to counties. The State is no longer providing approval letters for county plans and instead will allocate all MHSA funds on a quarterly or monthly basis.

An increase of \$23,250 in appropriations and estimated revenue is being requested for a new air conditioner for the Information Technology server room to accommodate the additional equipment needed for the Department's new Electronic Health Record and Billing System.

At this time, the Department is requesting a net transfer-out of \$1,994,764 in appropriations and \$1,626,363 in estimated revenue from the BHRS – MHSA budget to the primary BHRS budget to more appropriately reflect the department-wide aspect and costs of the Community Emergency Response Team. The remaining will be funded by departmental fund balance. As revenue for this mandated program is provided through various funding sources, the transfer to the primary BHRS budget will enable the Department to more accurately capture costs for reporting to the various funding sources.



BEHAVIORAL HEALTH AND RECOVERY SERVICES—PUBLIC GUARDIAN

Budget Unit 1503 6030000
Special Revenue Fund

SERVICES PROVIDED

As the court appointed substitute decision-maker, the Public Guardian provides assistance to individuals who are gravely disabled as a result of mental disorder and are unable to properly provide for themselves or individuals who are substantially unable to manage their own financial resources. Other services provided include:

1. Conservatorship investigation for individuals who are believed to be unable to provide for their own food, clothing and shelter;
2. Case management for individuals placed on conservatorship by the courts;
3. Management of conservatees assets; and
4. Coordination of investigation and casework services with elder and dependent adult protection agencies.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a negative cash balance of \$835,000 as of July 1, 2011, compared to the July 1, 2010, negative balance of \$687,913. The difference was attributed to a significant reduction in estate fees collected in comparison to the previous year. Sufficient cash balance is available in the primary Behavioral Health and Recovery Services budget to cover the negative projection and is consistent with the strategy used in prior years.

The actual cash balance as of July 1, 2011, is negative \$802,961 which is in line with the Proposed Budget projection.

BHRS - Public Guardian					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$8,442	\$1,394	\$800	\$0	\$800
Intergovernmental Revenue	\$0	\$0	\$0	\$0	\$0
Charges for Service	\$377,926	\$306,477	\$205,022	\$0	\$205,022
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$386,368	\$307,871	\$205,822	\$0	\$205,822
Salaries and Benefits	\$644,495	\$652,664	\$684,100	\$0	\$684,100
Services and Supplies	\$55,719	\$53,235	\$47,947	\$0	\$47,947
Other Charges	\$174,679	\$162,213	\$161,220	\$0	\$161,220
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$18,106	\$18,281	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$107,568	\$129,076	\$120,488	\$0	\$120,488
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$1,000,567	\$1,015,469	\$1,013,755	\$0	\$1,013,755
Fund Balance	(\$19,402)	\$131,021	\$231,356	\$0	\$231,356
Net County Cost	\$633,601	\$576,577	\$576,577	\$0	\$576,577

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain services at Fiscal Year 2010-2011 levels. The Office of Public Guardian is a mandated County function that receives no direct funding other than from the County General Fund and a small amount of fee revenue earned from court accountings.

The Office of Public Guardian provides services to individuals under both Probate Conservatorship and Lanterman Petris Short (LPS) Conservatorship. LPS conservatees are by definition unable to consent voluntarily to needed mental health treatment services and often live in a custodial setting such as a State Hospital or other locked psychiatric treatment facilities. BHRS works in a highly collaborative way with the Office of Public Guardian to ensure that LPS conservatees are placed in the least restrictive setting for as short a time as possible, in order to term conservatorships when the individual no longer meets legal criteria for this highly restrictive legal status. This results not only in the individual being able to return to community-based living situations and resume voluntary mental health services, but also often results in significant BHRS cost savings, since all LPS locked placement costs are borne by the Department and are not reimbursable by Medi-Cal.

In Fiscal Year 2009-2010, BHRS began setting aside contingency funding for unanticipated cost of living increases, unexpected operating expenses and potential audit liabilities. This budgeting strategy will continue into Fiscal Year 2011-2012, but doesn't fully fund the program. The Department has chosen to support the reductions in Public Guardian funding through departmental fund balance reserves, knowing it is not a sustainable funding source. Once the State has passed a budget for Fiscal Year 2011-2012, the Department will further review its Fund Balance contribution to the Public Guardian and recommend any necessary adjustments in the Fiscal Year 2011-2012 Final Budget.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 9

There are no recommended changes to the current level of staffing.

Total recommended authorized positions— 9

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$1,013,755 be approved for the Behavioral Health and Recovery Services – Public Guardian budget. This budget is funded from \$205,822 in estimated department revenue, a \$576,577 mandated County match contribution from the General Fund, and \$231,356 of departmental restricted and assigned fund balance.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012



HUMAN SERVICES
Health

BEHAVIORAL HEALTH AND RECOVERY SERVICES—
STANISLAUS RECOVERY CENTER

Budget Unit 1505 6700100
 Special Revenue Fund

SERVICES PROVIDED

The Stanislaus Recovery Center (SRC) provides residential, outpatient and day alcohol and drug treatment. SRC also provides residential and day treatment Co-Occurring Treatment services for individuals with dual substance use disorders and mental health issues.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of \$395,000 as of July 1, 2011, compared to \$728,113 on July 1, 2010. The anticipated difference was due to the use of one-time fund balance and less Medi-Cal revenue than anticipated.

The actual cash balance as of July 1, 2011, is \$764,624, a significant increase to the projected July 1, 2011, balance. The reason for this is primarily from three sources: a reduction in cost applied charges, supplemental revenue from the Community Services Agency and salary savings.

BHRS - Stanislaus Recovery Center					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$72,873	\$130,313	\$81,365	\$0	\$81,365
Revenue from use of Assets	\$34,230	\$39,837	\$41,742	\$0	\$41,742
Intergovernmental Revenue	\$1,572,278	\$1,593,579	\$955,024	\$0	\$955,024
Charges for Service	\$661,201	\$622,800	\$479,021	\$0	\$479,021
Miscellaneous Revenue	\$563	\$153	\$176,765	\$0	\$176,765
Other Financing Sources	\$24,367	\$250	\$0	\$0	\$0
Total Revenue	\$2,365,512	\$2,386,932	\$1,733,917	\$0	\$1,733,917
Salaries and Benefits	\$2,315,067	\$2,090,562	\$490,669	\$0	\$490,669
Services and Supplies	\$634,282	\$607,144	\$1,054,730	\$0	\$1,054,730
Other Charges	\$253,948	\$251,067	\$233,280	\$0	\$233,280
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$55,892	\$44,672	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	(\$179,575)	(\$184,321)	(\$44,762)	\$0	(\$44,762)
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$3,079,614	\$2,809,124	\$1,733,917	\$0	\$1,733,917
Fund Balance	\$280,472	\$27,839	\$0	\$0	\$0
Net County Cost	\$433,630	\$394,353	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department can only maintain minimal alcohol and drug programs at significantly reduced levels, and the Co-Occurring Treatment Program at current levels.

During the Fall 2010, BHRS identified a number of funding issues that would have a significant impact on Fiscal Year 2011-2012 alcohol and drug program services, most notably a reduction of \$885,471 in discretionary funding at Stanislaus Recovery Center. This amount represented one-third of the Department's total discretionary funding for Substance Use Disorder treatment. Funding no longer available includes:

- ◆ A County General Fund contribution to Stanislaus Recovery Center \$394,603
- ◆ The end of the California Emergency Management Justice Assistance Grant 200,790
- ◆ A one-time fund balance contribution 251,015
- ◆ Redirection of StanWORKs funding used for residential services 39,063

Realizing that this impact would have community-wide consequences, the Department initiated a Community Stakeholder Process to solicit input regarding how alcohol and other drug services should look in Stanislaus County. The group consisted of representatives of the recovery community, family members, community and faith-based organizations, non-profit and private sector providers, other County partners, union members, members of the Department's Advisory Board on Substance Abuse Programs (ABSAP) and the Mental Health Board, as well as BHRS staff. Their goal was not to determine how to cut \$885,471, but rather to build programming in the remaining amount of \$1,621,379.

After eight meetings concluding on March 2, 2011, the Stakeholder Group presented BHRS with a proposal for allocating funds in Fiscal Year 2011-2012. The proposal represents some major shifts in service delivery, most notably from the Stanislaus Recovery Center campus to community-based locations. As such, a team has been assembled to develop an implementation plan for moving forward. This budget represents the proposed allocations in total by fund as suggested by the Stakeholder Group. A further delineation of funding and staffing needs will be presented during the Fiscal Year 2011-2012 Final Budget process when a plan has been completed. The recommendations of the Stakeholder Group are:

PROGRAM/SERVICE	Alcohol & Drug Services (fund 1502)	Stanislaus Recovery Services (fund 1505)
Hire a Community Liaison to improve integration and coordination across the entire system of care, including BHRS-funded services, non-profit and private sector services, community-based supports, faith-based supports, and other dimensions of the system of care.	\$120,000	
Increase support of Sober Living homes to assist those in recovery to maintain sobriety in a safe and secure environment.	\$119,621	
Shift substance use disorder residential services from Stanislaus Recovery Center to a community-based setting.	\$140,000	
Provide outpatient and intensive outpatient services in community-based settings	\$344,617	
Post-Detention Services	\$209,000	
Develop a non-medical Detoxification program at Stanislaus Recovery Center		\$433,231
Day Treatment Services		\$254,910
Total Allocation	\$933,238	\$688,141

The remaining budget of \$1,045,776 will support the Co-Occurring Treatment Program, Site Administration and contract monitoring at current levels.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 23

There are no recommended changes to the current level of staffing at this time.

Total recommended authorized positions— 23

As previously mentioned, a separate action was taken to the Board of Supervisors with an effective date of July 2, 2011 to restore three (3) unfunded vacant positions in the Stanislaus Recovery Center budget. These three positions were then transferred to the Alcohol and Drug Program to provide critical drug and alcohol assessments and services to families involved with the child welfare system.

Total adjusted authorized positions— 23

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$1,733,917 be approved for the Behavioral Health and Recovery Services – Stanislaus Recovery Center budget. The net county cost contribution for this budget was eliminated in Fiscal Year 2011-2012. This budget is funded from \$1,733,917 in estimated department revenue.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012



HUMAN SERVICES
Health

BEHAVIORAL HEALTH AND RECOVERY SERVICES—
SUBSTANCE ABUSE AND CRIME PREVENTION ACT

Budget Unit 1506 6550110
 Special Revenue Fund

SERVICES PROVIDED

Through June 30, 2009, this fund supported all treatment services provided for persons referred by the Courts or State parole who were eligible under the Substance Abuse and Crime Prevention Act of 2000 (SACPA), more commonly known as Proposition 36. The SACPA program was eliminated in the Governor's Final Budget effective June 30, 2009. The Board of Supervisors approved closure of the County's SACPA program on August 4, 2009. This fund is now closed.

BHRS - Substance Abuse & Crime Prevention Act					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	(\$213)	(\$14)	\$0	\$0	\$0
Intergovernmental Revenue	\$0	\$0	\$0	\$0	\$0
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	(\$213)	(\$14)	\$0	\$0	\$0
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$0	\$0	\$0	\$0	\$0
Other Charges	\$0	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$0	\$235	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$0	\$235	\$0	\$0	\$0
Fund Balance	\$213	\$249	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

This is an unused budget and no appropriations are recommended in Fiscal Year 2011-2012.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

There are no appropriations recommended for the Behavioral Health and Recovery Services – Substance Abuse and Crime Prevention Act budget. This budget is being included as part of the Recommended Proposed budget due to budget requirements imposed by the State Controller.

Final Budget

There are no recommended changes in funding to this budget.



CRIMINAL JUSTICE/PUBLIC PROTECTION
Judicial

CHILD SUPPORT SERVICES

Budget Unit 1071 0240000
Special Revenue Fund

MISSION STATEMENT

To establish and enforce paternity and support orders, in compliance with Federal and State law, while providing the excellent level of service our customers expect and require.

OPERATIONAL PRIORITIES

Each parent has an obligation to provide financial support for their children. To this end, the Department of Child Support Services continues to focus the operational priorities on core services to ensure such support is obtained. By providing these services, the department is able to assist families as they move toward or continue to maintain self-sufficiency, thereby reducing the number of families relying upon other county public assistance programs or similar services.

The Operational priorities for the Department of Child Support Services for the 2011-2012 Fiscal Year include:

- ◆ Maintain collection and distribution of \$47,500,000 of child support to approximately 34,000 families;
- ◆ Collect 58% of the current court-ordered child support;
- ◆ Receive collections on 61.7% of cases with an arrearage;
- ◆ Obtain a child support order on 92.8% of the cases and exceed prior year's paternity establishment measures on cases with children needing paternity established; and
- ◆ Increase public awareness of free services available to the community through outreach activities and by partnering with other county agencies whose services are provided to similar participants. Such activities will benefit the residents of Stanislaus County with their child support related concerns.

SERVICES PROVIDED

The major services provided by the Department of Child Support Services (DCSS) are the collection and distribution of child support, location of non-custodial parents and employers, establishment of paternity and child support orders, enforcement of child support orders; legal representation of the County in child support matters, establishment and enforcement of medical support; and child support services for cases when a parent resides out of State.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a cash balance of \$2,117,595 as of July 1, 2011, compared to the July 1, 2010, cash balance of \$1,655,076. The actual cash balance as of July 1, 2011 is \$2,117,595 which is in line with the Proposed Budget projection.

Child Support Services					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$26,229	\$25,605	\$30,000	\$0	\$30,000
Intergovernmental Revenue	\$15,570,068	\$11,191,502	\$15,649,000	\$0	\$15,649,000
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$392	\$0	\$0	\$0	\$0
Total Revenue	\$15,596,689	\$11,217,107	\$15,679,000	\$0	\$15,679,000
Salaries and Benefits	\$13,128,682	\$12,294,293	\$12,968,150	\$0	\$12,968,150
Services and Supplies	\$764,072	\$951,178	\$737,350	\$0	\$737,350
Other Charges	\$1,199,052	\$1,378,365	\$1,073,500	\$0	\$1,073,500
Fixed Assets					
Buildings & Improvements	\$0	\$54,976	\$0	\$0	\$0
Equipment	\$49,771	\$92,331	\$0	\$0	\$0
Other Financing Uses	\$376,368	\$343,488	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$900,000	\$0	\$900,000
Gross Costs	\$15,517,945	\$15,114,631	\$15,679,000	\$0	\$15,679,000
Fund Balance	(\$78,744)	\$3,897,524	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain its current levels of mandated services. The Department of Child Support Services is expected to receive a level of funding similar to last year through State and Federal sources for Fiscal Year 2011-2012.

The Department still is facing increasing business costs in light of flat revenue sources and continues to use cost-saving techniques such as employee attrition, enforcing the hiring freeze and deleting vacant positions. The Department has downsized staff 34% from 250 employee positions in Fiscal Year 2006-2007, down to an allocation request of 165 employee positions for Fiscal Year 2011-2012.

The Governor's Proposed Budget for 2011-2012 calls for a vast realignment of government services in California, with an emphasis on reverting programmatic and fiscal responsibility to the local levels of government. The Child Support Program is currently slated for realignment during Phase Two of the Governor's plan.

The Governor's Budget also proposes to suspend the county share of child support collections in Fiscal Year 2011-2012. While this does not directly financially impact the department, it would impact the Community Services Agency (CSA). Historically, the CSA has received the county share of recoupment collections. CSA received approximately \$481,000 in recoupment in Fiscal Year 2009-2010.

In February 2011, the State DCSS entered into a contract for consulting services with MGT of America to analyze local child support agency staffing levels for the purpose of establishing caseload to staff ratios. The study would allow the State Director to make recommendations for the appropriate placement of child support work functions, and subsequently identify best practices in California to lower costs and improve performance. The final report is expected to be released in July 2011. The results of this survey may impact local practices and allocations for future staffing requirements. The Department will address at midyear any mitigation that may be needed as an outcome of compliance with the statute.

The Department continues to evaluate and allocate resources to maintain minimal levels of mandated services, with its primary focus being on the collection and distribution of child support. Units within the Department have implemented projects to increase collections and the efforts have resulted in many success stories. Over the counter payments have increased by \$1.1 million in Fiscal Year 2010-2011, a 21.5% improvement in comparison to the same period in the previous year. The responsibility for collecting levy payments was transferred from the State back to the local agencies. Since the transfer, levy payments have increased by 138%. Payments collected by attorneys in court have also seen a 55% increase during the current fiscal year.

The Department has also focused on improving collections through a 500 case, internally operated Early Intervention Program (EIP) pilot program. During the 4th Quarter of Fiscal Year 2009-2010, the EIP caseload received \$106,000 of the \$240,000 owed, in comparison to the parallel control caseload which received \$25,500 of the \$104,000 owed, reflecting a 17 percent difference between the two caseloads. Further, in March 2010, the EIP caseload had more than seven times the amount of cases paying on arrears compared to the control caseload, indicating the augmented interaction with non custodial parents results in a higher number of paying cases. The internal pilot project is now closed to new cases; however, the cases will continue to be managed and tracked for performance.

The Department has expanded its partnerships with County agencies and other counties. Early Intervention services are now being provided on all brand new cases through an agreement with Contra Costa County. Cases new to the child support system are referred for close monitoring, and these new non custodial parents receive interaction and communication on a regular basis until payment is received.

The Department has recently partnered with the Stanislaus County Probation Department to jointly work on 1200 shared participant cases. This partnership provides an opportunity to obtain locate information and collect child support from individuals who are also under the jurisdiction of Probation.

DCSS will continue to partner with the District Attorney's Office to fund a Plan of Cooperation for one Criminal Investigator. As in past years, the position is used to primarily serve warrants and support the department in holding non custodial parents accountable for failing to pay support. The cost of this plan of cooperation includes costs for one investigator and a percentage of supervision costs. The District Attorney's office will fund one-third of the total cost, with DCSS obtaining Federal Financial Participation for the remaining two-thirds.

The Department is also exploring methods of automating the process of obtaining health insurance coverage from non custodial parents for children as ordered by court. It is possible that the Department may partner with an agency to augment the provision of this service.

The Department continues to have a critical need related to the Heating, Ventilation and Air Conditioning (HVAC) system within the Community Services facility shared with Community Services Agency, Alliance, and the WIC Program. The HVAC system at the Community Services Facility (CSF) is reaching the end of its life expectancy and will need replacement. Based on a study of the system, repair of the system is not considered to be a cost effective option. Staff from the Chief Executive Office, Capital Projects, and tenants of the facility are analyzing replacement options given available funding and the ability for all tenants of the CSF to service the debt through the life of the borrowing. It is anticipated that separate recommendations will be presented to the Board of Supervisors for consideration in the coming month. The Department's budget request for Fiscal Year 2011-2012 includes setting aside appropriations in the amount of \$900,000 in a departmental contingency account for HVAC purposes, with a complete funding strategy to be finalized and adopted during the upcoming Budget Year.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 165

There are no recommended changes to the current level of staffing.

Total recommended authorized positions— 165

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$15,679,000 be approved for the Department of Child Support Services. This budget is funded from a \$15,679,000 in estimated department revenue.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012

FISCAL GENERAL SERVICES
Other General



CHILDREN AND FAMILIES COMMISSION—PROPOSITION 10

Budget Unit 1755 0016141
Special Revenue Fund

NOTE

This budget is included in the proposed budget for information purposes as well as to meet the Governmental Accounting Standard Board requirements. The Stanislaus County Children and Families Commission has independent jurisdiction over planning and funding decisions separate from the Stanislaus County Board of Supervisors.

SERVICES PROVIDED

The Stanislaus County Children and Families Commission promotes the development of countywide integrated and comprehensive services that enhance the intellectual, social, emotional, and physical development of children 0 through age 5. Integrated services include health care, quality childcare, parental education and effective prevention services. Services are provided on a community-by-community basis and directed to families and their children (prenatal through five years of age). The Commission ensures that services are organized to maximize the community's resources and are designed to produce measurable results.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of \$14,167,370 AS OF July 1, 2011 compared to the July 1, 2010 positive balance of \$16,617,987. The decrease of \$2.3 million is consistent with the Commission's plan to spend down its fund balance reserves until one year's worth of operating expenses remain. The vast majority of Commission revenues are generated from a \$.50 per pack tax on tobacco products that are collected by the State of California and distributed to California's 58 counties based on live births in each county. In the future, it is expected that revenue will further decline due to an increase of federal taxes on tobacco products.

The actual cash balance as of July 1, 2011, is \$14,830,363, which is in line with the Proposed Budget projection.

Children and Families First Commission					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$190,727	\$171,260	\$142,711	\$0	\$142,711
Intergovernmental Revenue	\$6,826,294	\$5,852,366	\$5,844,441	\$0	\$5,844,441
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$1,149	(\$61,849)	(\$8,500,000)	\$0	(\$8,500,000)
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$7,018,170	\$5,961,777	(\$2,512,848)	\$0	(\$2,512,848)
Salaries and Benefits	\$650,090	\$656,335	\$722,131	\$0	\$722,131
Services and Supplies	\$5,665,475	\$12,539,016	\$5,137,405	\$0	\$5,137,405
Other Charges	\$3,339,748	\$3,094,808	\$3,493,215	\$0	\$3,493,215
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$19,376	\$19,612	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$9,674,689	\$16,309,771	\$9,352,751	\$0	\$9,352,751
Fund Balance	\$2,656,519	\$10,347,994	\$11,865,599	\$0	\$11,865,599
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain its current services for Fiscal Year 2011-2012. The Commission will reduce funded programs beginning July 1, 2012. As anticipated, Proposition 10's revenue source, tobacco taxes, continues to decrease each year by an average of 4%. However, in Fiscal Year 2009-2010, revenues declined by 10% due to the economy's decline, reduced tobacco sales, and the impacts of the Federal Children's Health Insurance Program tobacco tax. The Governor has signed Assembly Bill AB 99 as part of the Fiscal Year 2011-2012 State Budget authorizing the diversion of \$1 billion of Proposition 10 tobacco tax funds (\$950 million local funds and \$50 million of State commission funds) to the State General Fund. The redirected funds will be used to support Medi-Cal services for children under the age of 5. Approximately \$8.5 million of Stanislaus County Children and Families Commission reserves will be payable to the State by June 30, 2012.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 7

There are no recommended changes to the current level of staffing.

Total recommended authorized positions— 7

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$9,352,751 be approved for the Children and Families Commission. This budget is funded from \$11,865,599 in departmental fund balance. This offsets the total estimated revenue deficit of \$2,512,848 which is the result of the \$8.5 million diversion of Stanislaus County Children and Families Commission reserves to the State General Fund.

Final Budget

There are no recommended changes in funding to this budget.



COMMUNITY SERVICES AGENCY

MISSION STATEMENT

To build a stronger community, CSA works with the people of Stanislaus County to help with a safe place to live, access to food, health care, and opportunities to work.

OPERATIONAL PRIORITIES

This fiscal year, CSA will continue to focus on protecting at-risk populations, providing access for basic needs, promoting personal responsibility and self-sufficiency and providing excellent customer service. Our focus in service delivery will be on the key themes of People - Community - Practice as identified in the following Operational Priorities and goals for Fiscal Year 2011-2012:

- ◆ Respond to abuse and neglect referrals by assessing safety and risk, providing intervention, case management and connecting to community resources to keep at-risk children and adults safe;
- ◆ Sustain timely issuance of services and benefits as well as increase points of access within the community through partnerships, location, and technology;
- ◆ Increase the number of customers participating in work related activities that improve employability skills such as subsidized employment leading to the desired outcomes of self-reliance and self-sufficiency;
- ◆ Conduct and respond to internal and external review processes, including fraud investigations, quality assurance reviews and audit results, to monitor and continuously improve upon efficiency and accountability in all programs; and
- ◆ Sustain good accounting practices and develop innovative fiscal strategies and leveraging models to maximize services by engaging in developing new ways of collaboration and communicating with internal and external partners.



COMMUNITY SERVICES AGENCY—SERVICES AND SUPPORT

Budget Unit 1631 0045050
Special Revenue Fund

SERVICES PROVIDED

The Community Services Agency (CSA) operates approximately 66 social welfare programs providing assistance, direct client services and support for the benefit of the community:

1. Social Services (Child Welfare/Child Protective Services, Adult Protective Services/In-Home Supportive Services);
2. CalWORKs (Temporary Assistance to Needy Families, Employment Services, Welfare Fraud Prevention and Investigation);
3. Other Public Welfare Assistance (Food Stamps, Medi-Cal, Foster Care, Adoptions and General Assistance);
4. Child Care (Subsidized Child Care Stages 1,2,3).

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of \$7,158,568 as of July 1, 2011 compared to \$6,568,732 on July 1, 2010. Fund operations consist of the administration of Federal and State mandated social welfare programs expected to total over \$110 million during Fiscal Year 2010-2011.

The actual cash balance as of July 1, 2011 reflects a negative cash balance of \$79,049, a significant decrease to the projected July 1, 2011 balance. The reason for this decrease of \$7,237,617 is attributable to scheduled cash advances, and cash reimbursements based on invoiced costs that are received from the State for operating costs. Timing differences among adjusted cash advances, cash reimbursements, and actual incurred costs create either a positive or negative cash position depending on the net cash effect of deferred revenue, accounts receivable, and accounts payable at fiscal year-end.

CSA - Services and Support					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$73,571	\$77,242	\$78,653	\$0	\$78,653
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$901	\$116	\$0	\$0	\$0
Intergovernmental Revenue	\$99,377,839	\$95,786,625	\$106,243,664	\$0	\$106,243,664
Charges for Service	\$584,492	\$884,020	\$552,223	\$0	\$552,223
Miscellaneous Revenue	\$60,306	\$224,456	\$459,075	\$0	\$459,075
Other Financing Sources	\$426,401	\$447,040	\$582,350	\$0	\$582,350
Total Revenue	\$100,523,510	\$97,419,499	\$107,915,965	\$0	\$107,915,965
Salaries and Benefits	\$60,861,090	\$61,877,319	\$69,873,092	\$0	\$69,873,092
Services and Supplies	\$15,537,576	\$14,754,373	\$19,992,910	\$0	\$19,992,910
Other Charges	\$25,018,076	\$22,012,198	\$21,369,064	\$0	\$21,369,064
Fixed Assets					
Equipment	\$144,905	\$153,893	\$0	\$0	\$0
Other Financing Uses	\$2,748,863	\$1,969,156	\$85,188	\$0	\$85,188
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$104,310,510	\$100,766,939	\$111,320,254	\$0	\$111,320,254
Fund Balance	\$365,145	\$210,830	\$0	\$0	\$0
Net County Cost	\$3,421,855	\$3,136,610	\$3,404,289	\$0	\$3,404,289

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain only the minimum level of mandated social services programs for the projected number of cases and customers. Total proposed budget appropriations of \$111,320,254 are offset by estimated Federal/State revenues of \$105,625,249 and a net county cost share of \$5,695,005. Financing sources, net of General Fund County Match, total \$2,290,716 and consist of Realignment sales tax and Vehicle Licensing Fee revenue of \$1,779,130, designated program revenue and accounting adjustments of \$167,046, other financing sources of \$344,540. The resulting net General Fund minimum required match of \$3,404,289, the exact amount of the General Fund base contribution.

The programs funded in this budget are either mandated programs with legislated Federal, State and County sharing ratios, legislated Maintenance of Effort (MOE) contributions or 100% funded programs. CSA operates mandated Social Services programs and defines core services as activities in direct support of legal mandates, regulations and Board authorized commitments. Over 90% of the funding for these programs is linked to annual allocations, however, the Department has not yet received allocations for these programs, which are typically provided late in the month of August. Mandated program allocations are based on the Governor's Proposed Budget 2011-2012 released in January 2011, reflect legislative policy changes approved in the Social Services Budget Bill, Senate Bill (SB) 72, and do not recognize the total cost of service provision.

The overall County General Fund support for CSA Services and Support is approximately 3% of the total program cost. At the proposed level of funding, the Department is unable to access total Federal and State funds available in various program allocations. This amounts to \$1.5 million of lost allocations from the In-Home Supportive Services and State Family Preservation programs for Fiscal Year 2011-2012.

In May of 2011, the Board of Supervisors approved the acceptance of an anonymous donation and future pledges to leverage unused child welfare allocations for the remainder of Fiscal Year 2010-2011 and Fiscal Year 2011-2012 for clean and sober living programs. Also approved was a contract with a new non-profit organization, Valley Recovery Resources to continue the operation of the Redwood

Center, a clean and sober living facility for over 25 parents and their children in recovery. Funds for this donation and contract are included in the Recommended Proposed Budget. This Sober Living Partnership Project, estimated at approximately \$803,000 with a \$144,540 local match, if fully implemented by July 1, 2011, will allow CSA to meet the Child Welfare Services (CWS) Basic allocation. A description of this new project is detailed in the Child and Family Services Program section below. The Board of Supervisors also authorized the Chief Executive Office, Community Services Agency and Behavioral Health and Recovery Services Department to prepare a plan to restore other program services leveraging the child welfare funds now available to the County as a result of the donation and contract with Valley Recovery Resources. In the absence of this type of partnership for local match, the Community Services Agency will be unable to access \$1.9 million in State funds. If the augmentation funding is achieved and dedicated to Federally allowable CWS activities, additional leveraged funds up to 3.3 million could be accessed to support critical services for at-risk children.

As the economic recession continues to impact residents throughout the County, the Department has reduced spending and decreased staffing through internal cost cutting and within non-mandated contract services. In addition, the Department has unfunded positions as they became vacant as well as implemented a reduction in force (RIF) due to lack of local matching funds to match State and Federal allocations in Fiscal Year 2010-2011. As customer demand has doubled in three years in assistance programs, Department staffing levels have been reduced by 32, or 3.4%, since Fiscal Year 2008-2009. This reduction is in addition to the 67 positions that remain unfunded in the Recommended Proposed Budget 2011-2012. The Department has moved staff to cover needed workloads but after 3 years of not filling positions, it is difficult for the Agency to meet the new challenges of the mandated services. Therefore, the Department implemented a reorganization process in the spring of 2011 that will be ongoing over the next fiscal year.

In April 2011, Reorganization Phase I, the Department consolidated the social work functions for both adults and children into one division under one Assistant Director – now renamed the Adult, Child and Family Services Division (ACFSD). This brings together the Adult Protective Services Program and the In-Home Supportive Services Program with the Child Protective Services Program. Some of the other changes effective in Fiscal Year 2010-2011 were the reassignment of the 50% Disaster Coordinator functions to the Manager IV assigned to the IHSS Public Authority, the unfunding of one Manager II in the Finance and Operations Division with those duties being spread among the remaining fiscal managers, and moving the Program Integrity Section containing Fraud Investigations, Hearings and Quality Control programs to report to the Director. This continues and supports the Department's focus on direct service delivery by reducing the total number of managers in CSA while preserving direct line positions wherever possible, and highlighting program integrity throughout the department.

In Fiscal Year 2011-2012, the Department is requesting to reclassify a Manager II position upward to a Manager IV position in StanWORKs, in order to reorganize the largest division which supports CalWORKs Employment and Assistance, CalFresh (Food Stamps), MediCAL and General Assistance into two main sections. The StanWORKs programs have seen incredible growth with referrals and caseloads more than doubling. All the while, the Division has been shrinking in terms of staff. Providing this lead manager position will allow the StanWORKs division to support the new service delivery model of task based case management. In addition, a Benefits Contact Center approach which focuses on managing cases as a team will support staff in meeting the increased caseload demand as well as through continued service delivery in locations throughout the County. As the Department moves forward in Fiscal Year 2011-2012 ongoing analysis will be done for further changes needed for Reorganization Phase II. This could affect position classifications and/or departmental organization due to State program changes that might come from the current Realignment Proposal for Public Safety at the State level which would affect Child and Adult Protective Services. As County service delivery changes in the next few years, the Department is reorganizing to maximize human resources as well as collaboration with the community partners on service delivery in general. The Department remains committed to the community and best practice while the Agency evolves to meet the changing demands of program service needs.

Major Programs/Level of Service Funded:

Adult Services Programs – The division supports an array of programs to provide a safety net for elders in the community, including the Adult Protective Services (APS) Program and In-Home

Supportive Services (IHSS) Program. Adult Services programs total approximately \$6.5 million in Fiscal Year 2011-2012.

The Adult Protective Services Program protects elderly and dependent adults where there are issues of physical violence, sexual abuse, financial exploitation, abandonment and neglect. At the proposed level of funding, the following program impacts are anticipated:

- ◆ Continued reductions in the provisions of timely service and the ability to meet the needs of an increasing segment of the community; and
- ◆ Limited face to face investigation of all reports of abuse and referrals to clients who have links to other service programs.

The In-Home Supportive Services Program provides services to the elderly and disabled who need assistance to remain safely in their homes. The IHSS Program provides in-home services to approximately 5,852 frail and/or elderly individuals per month. These services allow customers to remain safely in their own home rather than alternative and costly long-term care facilities. The IHSS case management allocation is projected at \$5.7 million in Fiscal Year 2011-2012.

Consistent with the prior year, in Fiscal Year 2011-2012 the Department is unable to access the total Federal and State allocations dedicated to operating the Stanislaus County IHSS Program and will continue with a reduced ability to meet the mandates required in this entitlement program. The impacts to three services areas are described below:

- ◆ Quality Assurance (QA) reviews may experience significant delays;
- ◆ Casework deadlines may be missed; and
- ◆ Customer service response time may increase due to current reduced staffing levels.

Child and Family Services Programs – This division provides an array of services essential to the protection of our community’s most vulnerable children, victims of abuse and neglect. The Recommended Proposed Budget includes \$18.9 million to fund multiple program components:

- ◆ Child Welfare Services (CWS) Emergency Response: Emergency Response is responsible for receiving abuse reports and investigations, often with law enforcement. The CAIRE Center (Child Abuse Investigations Referrals and Examinations) is an Emergency Response function and is co-located within the new Stanislaus County Family Justice Center.
- ◆ CWS Family Maintenance: Caseworkers in Family Maintenance provide pre-placement preventative services for children at risk of entering the foster care system due to abuse or neglect.
- ◆ CWS Court Staff: This unit is responsible for managing a child’s case from the point of detention to the trial disposition. Social workers represent the interests of the child and agency, while attorneys represent the child and the parents.
- ◆ CWS Family Reunification: This staff is responsible for all aspects of a case after the court declares a child a dependant of the court following the trial against the parent. These social workers are responsible to all aspects of a case following the dispositional hearing until the return of custody and dismissal of dependency, termination of parental rights, or an order of permanent placement.
- ◆ CWS Permanent Placement: This staff is responsible for monitoring the safety of children who are in foster care long term.
- ◆ Adoption: The Department has its own licensed adoption agency and is responsible for adoptive home studies through adoption finalization. Staff serves children who have not been able to reunify with their biological parents. Adoption Services augment the CWS core program and are 100% funded.

- ◆ **Emancipated Youth:** This program serves young adults who have aged out of the foster care system. Services are 100% funded and augmented with grant resources targeted to assist this at-risk population.

Within the Child Welfare Services case management series, the Recommended Proposed Budget includes 74.0 full-time equivalents (FTE) which is a significant reduction from the State approved justified workload staffing level for Fiscal Year 2010-2011 of 100.8. Funding is available and it is requested to restore one Social Worker position which is included in the 74.0 FTEs planned for Fiscal Year 2011-2012.

In April 2011, the division began using the State mandated Structured Decision Making (SDM) Safety and Risk Assessment Tool. SDM is a series of tools designed to aid child welfare workers in making critical child safety decisions. Key components of SDM are used in determining (1) when to investigate abuse/maltreatment allegations, (2) the degree of child safety at the time of investigation, (3) the risk of future child maltreatment, (4) the targeted services to be provided to families at the highest risk of re-abuse, and (5) whether to remove a child to foster care. Moving to this tool is projected to increase the number of cases that are determined to be High Risk or Very High Risk which may impact the number of children being referred to foster care, therefore increasing foster care caseloads.

In past years, the State Child Welfare Funds have gone unused because the County has been able to fund only the minimum mandated match requirements, not the total State allocations available for these and other Social Services programs. The partnership with Valley Recovery Resources and anonymous donations received in the current fiscal year will enable the County to access additional CWS Augmentation funding estimated to range from an additional \$1.9 million to \$3.3 million through June 30, 2012, to expand other child welfare programs which have been dramatically reduced through the recent budget declines.

StanWORKS Programs – CalWORKs, CalFresh and Medi-Cal programs are administered within the StanWORKs Division whose primary role is defined as “helping families with food, a safe place to live, health care and jobs.” StanWORKs Programs total approximately \$80.4 million in the 2011-2012 Recommended Proposed Budget.

The economic downturn has created a staggering demand for public assistance programs. Over the past four years, the unemployment rate in Stanislaus County has increased from 7.7% in September 2007 to 18.2% in February 2011. Stanislaus County’s current unemployment rate continues to exceed the State rate of 12.2% and the unemployment rate in some of the cities/regions within the County has, in some cases, exceeded 20%.

During the past year, the number of families seeking assistance has continued to rise. One out of every three County residents receives some type of public assistance.

- ◆ **CalWORKs** – This Program has had a three year growth rate of 25%. As of February 2011, a total of 31,102 individuals received CalWORKs benefits, an increase of 6% over February 2010.
- ◆ **CalFresh** (formerly known as Food Stamps) – The growth witnessed in this program over the past three years is staggering and exceeds 66%. The number of families and individuals in receipt of CalFresh has increased by over 18% just in the past year, from 66,628 to 79,066. CalFresh benefits have increased from \$5,203,254 monthly in February 2008 to \$11,362,340 monthly in February 2011.
- ◆ **Medi-Cal** – Over the past three years, the number of individuals eligible for Medi-Cal has increased by over 12%. As of February 2011, the Medi-Cal programs have served over 130,708 individuals, almost 33% of the County population.
- ◆ **General Assistance** – Over the past three years, the number of individuals eligible for General Assistance has continued to increase, primarily due to the high unemployment rate in this County. As of February 2011 a total of 392 individuals received General Assistance benefits, an increase of 16% over February 2010.

The inability to fully staff casework operations impacts application processing, program accuracy, and quality control. Relevant program operation impacts include:

- ◆ Medi-Cal Intake applications have steadily increased. Applications in Fiscal Year 2010-2011 averaged 2,919 per monthly. In the past six months, the Department's timely performance has averaged 86.5% which is below the State's required standard of 90%. Currently, approximately 200 or 7% of all Medi-Cal applications are processed beyond the 45 day State mandate.
- ◆ In 2010, CalWORKs and CalFresh applications were processed on average in 27 days. Current application processing time may extend to periods as long as 45 days from the initial date of the interview, far exceeding the State mandated 30-day time frame. The delays in processing applications can present significant hardship for families already in dire need and who may be faced with a lack of food, may be on the verge of losing their housing due to late payments, and may be in need of routine medical care as well as prescribed medication due to the loss of health care benefits.

On March 24, 2011, the Governor signed Senate Bill (SB) 72 which changed eligibility requirements for the CalWORKs Program and suspends the Cal-Learn Program for at least one year effective July 1, 2011. All funding for Cal-Learn Administration, transportation, and case management services will be eliminated. As a result, reductions to the CalWORKs single allocation of \$911,685 for the administration of the CalWORKs Welfare to Work Program, and \$692,281 for the Cal-Learn Program are recommended for Fiscal Year 2011-2012. A summary of the changes is as follows:

- ◆ Eight percent grant reduction on the maximum aid payment level (grant) for all CalWORKs households; 48 month time limit for CalWORKs time limits for adults; a reduction of 12 months for eligible adults; Incremental Grant Reductions (IGR) for CalWORKs Child Only cases. CalWORKs Child Only cases will be subjected to grant reductions of five, ten and fifteen percent at months 61, 73, and 85 respectively; Reduction to the Earned Income Disregard applied to CalWORKs households with disability based income and/or earned income;
- ◆ Suspension of the Cal-Learn Program requirements and funding for a one-year period. Suspension of this program will result in the termination of CSA's contract with Health Services Agency effective June 30, 2011. Although all funding for the administration of the Cal-Learn Program is being suspended in Fiscal Year 2011-2012, counties are required to transition all teens currently participating in the Cal-Learn Program to the Welfare to Work (WTW) Program, adding a significant burden to fund these activities through the CalWORKs Single Allocation.
- ◆ Extension of CalWORKs Short-Term Exemptions through June 30, 2012. Families with one child under the age of three or two children under the age of six, at county option, may be exempt from participation in the Welfare to Work Program.

As a result of increased caseloads, reduced staffing, and increased demand for services, the StanWORKs Division is requesting to modify the current hours of operation, reducing the hours staff is available to serve the public from 45 hours to 40 hours per week by reducing the office hours on Wednesdays at each of the StanWORKs stations throughout the County. A recommendation regarding the requested change in hours will be made in the Final Budget.

In addition, the Department is requesting to restore funding for three (3) previously unfunded Family Services Specialist II positions. These requested positions are a critical response to the workload challenges identified and are funded by the CalWORKs Single allocation.

Welfare to Work – Subsidized Employment – This program helps economically disadvantaged families find work. More families are seeking assistance due to reduced hours of employment, job loss, and the exhaustion of eligibility to Unemployment Benefits. Although new exemptions were introduced in July 2009 and are now effective through June 2012, the number of adults enrolled in the Welfare to Work (WTW) Program continues to increase. In February 2011, over 4,930 adults were enrolled in the WTW Program, representing a 6% increase over the past three years.

- ◆ With the passage of Senate Bill (SB) 72 effective in Fiscal Year 2011-2012, a reduction to the CalWORKs Single Allocation of \$911,685 for the administration of the Welfare to Work Program has been factored into the budget. However, the Department has identified alternate funding through Assembly Bill (AB) 98, which will allow the Department to access additional funding to continue a subsidized employment program for up to 250 WTW customers in Fiscal Year 2011-2012.

Child Care – Total Child Care expenditures for Fiscal Year 2011-2012 are estimated at \$10.1 million, a decrease of \$4.3 million from the Fiscal Year 2010-2011 Adopted Final Budget spending level of \$14,386,379. Child Care components include Stage 1, part of the CalWORKs Program, and Stages 2 and 3 which are financed by the California Department of Education. As a result of these changes, approximately 20% of children currently served in all three programs may no longer be eligible for child care services. There is no General Fund cost associated with the Child Care programs.

Administration, Finance and Operations, Program Integrity – This support division is responsible for Department business operations, and all costs for business operations and overhead are allocated to Social Services programs previously described within the appropriate program division. Approximately \$5.8 million in Administration, Finance and Operations and Program Integrity functions are included within the Recommended Proposed Budget for Fiscal Year 2011-2012.

- ◆ **IHSS Fraud Investigations and Program Integrity** – Effective November 24, 2009 the Board of Supervisors approved the CSA plan for Fraud Investigations and Program Integrity efforts for the In-Home Supportive Services (IHSS) Program and authorized the Department to participate in a pilot program for the period of January to June of 2010. On August 24, 2010 the Board approved the CSA plan for Fraud Investigations and Program Integrity efforts for the IHSS Program and authorized the Department to participate in the Enhanced IHSS Anti-Fraud Program in Fiscal Year 2010-2011. The full County share of cost for the pilot, \$64,466, was provided through CSA fund balance at inception and has been covered through authorized fund balance roll-forward of program savings through Fiscal Year 2010-2011.

For the six month period of July 2010 through December 2010, 225 new cases of IHSS Fraud investigations were opened over and above 295 ongoing cases carried in from the prior year. Of these, 227 investigations were completed and 155 were determined a fraud finding which represents 2.8% of the 5,606, open and paid IHSS cases for the same time period. Of the cases in which fraud was found, 28% were terminated from the program and 27% received a reduced service level. The total cost avoidance calculated over twelve months, as per the State approved standard is \$607,763, of which the County share would be \$82,352. In addition, \$57,668 in overpayments have been identified and referred to Collections. The Special Investigations Unit (SIU) and IHSS Social Work staff has worked closely together in analyzing the successes and challenges of program integrity in this complex program. New procedures, as well as clarified roles and responsibilities, have strengthened the program design and improved communications throughout the Department. All staff remains committed to ensure that the IHSS Program support is dedicated to those eligible customers who are truly in need of the services and support.

The Department anticipates continued Federal/State funding for IHSS Fraud Investigations and Program Integrity and plans to continue the IHSS Fraud Program through Fiscal Year 2011-2012. Total allocation funding for the IHSS Fraud Program is projected at approximately \$421,000 with a County Match requirement estimated at \$62,839. The Department has been able to identify local match to support IHSS Fraud at this base allocation level. It is important to note that IHSS Fraud is not mandated, although a benchmark practice, and the Department priority for County General Fund match dollars must necessarily be to first fund mandates and then to support Board priorities, such as this program integrity initiative.

The proposed level of funding will support a staffing level of 3.2 positions: 2 Special Investigator I/II, 1 Fraud Technician and .2 of a Special Investigator Supervisor. This is a reduction from the current staffing level of approximately 1 casework position, necessary to remain within the basic IHSS Fraud allocation and to mitigate impacts to the County General Fund for increasing local match requirements. The staff currently assigned to this program is classified through a personal service contract or extra-help due to the initial pilot status of this program. Fiscal Year 2011-2012

will be the third consecutive year of Federal/State funding support for this program and the Department has requested to restore funding to three previously unfunded positions to accommodate the conversion of these extra help and contract staff to permanent positions: two Special Investigator I/II and one Accountant II. This request reflects 1 existing Fraud Technician having already been redirected to support IHSS Fraud. As permanent county authorized staff, the three casework positions will be supported directly from IHSS Fraud funding, while the addition of the Accountant position will be supported by multiple funding streams in accordance with the mandated cost plan requirements for Social Services programs. A recommendation regarding these positions will be made in the Final Budget.

Facilities & Maintenance – The Community Services Facility (CSF) was built in 1994. It houses over 1,000 staff from CSA, Alliance Worknet, Department of Child Support Services, and Woman Infant and Children (WIC). Approximately 1,000 customers visit the CSF daily. The Heating, Ventilation, and Air Conditioning (HVAC) system and controls have experienced numerous failures. To keep the units functioning, tenants of the facility have increased funding for maintenance. Utilities costs are expected to increase 9% in Fiscal Year 2011-2012. Based on a previous evaluation of the HVAC system and controls completed by a professional mechanical design firm, repair of the system is not considered to be a cost effective option. The total project cost for a full replacement of all of the HVAC units at CSF was originally estimated not to exceed \$6,300,000. Currently, financing options for the new HVAC system and controls are being analyzed and considered given available funding and the ability for all tenants of the CSF to service the debt through the life of the borrowing. In Fiscal Year 2011-2012, the Department has identified funding of \$200,000 for the replacement of two HVAC units using a phased approach.

- ◆ **Emergency/Disaster Response** – CSA is the County's designated agent for Shelter Services in any emergency or disaster situation as determined by the Office of Emergency Services (OES). CSA partners with the American Red Cross and other community-based organizations to meet the requirements established in State and Federal regulations for emergency functions. Fiscal Year 2011-2012 represents the first full year in which CSA participated in funding through the Homeland Security Grant (HSG) administered by the Office of Emergency Services (OES), with funding of \$67,000 to support 30% of a Manager IV position to meet the following grant outcomes: develop a local Care and Shelter Operations Plan; conduct outreach in the community to increase support for Care and Shelter plans; and ensure Care and Shelter plans address Functional Needs populations.
- ◆ **Office Operations** – The Department has requested to restore funding for an Administrative Clerk II position to be reclassified downward to a Stock Delivery Clerk II. The position is requested to support outstations in the East County and West Side Service Centers to provide mail delivery, facility support and office supply distribution.

Oversight of multiple State-initiated automation projects remains integral to Department operations in Fiscal Year 2011-2012.

Automation Projects – CSA works in conjunction with the California Department of Social Services (CDSS) and the Office of Systems Integration in support of a variety of statewide automation projects, both new and ongoing. Key projects either in the development or maintenance and operations phase include the following:

- ◆ **Consortium IV (C-IV)** – The Statewide Automated Welfare System (SAWS) C-IV Counties of Merced, Stanislaus, San Bernardino, and Riverside jointly developed a fully automated system for case management of public assistance and employment services programs. Effective November 2011, 35 counties will join the 4 original counties in the consortium and total C-IV Project costs will be shared by all 39 counties. The Department's share of the C-IV Project Maintenance and Operations (M&O) Budget is approximately \$5 million for Fiscal Year 2011-2012 and will be funded through a special allocation from the California Department of Social Services. C-IV funding covers the cost of three staff assigned full-time to the project. The C-IV Project county share of cost is estimated at \$302,699 for M&O costs, which will be absorbed within the CalWORKs and CalFresh maintenance of effort (MOE) funds and Foster Care County cost as supported in this budget.

- ◆ Case Management, Information and Payrolling System II (CMIPS II) – The CMIPS II Project consists of an enhancement to the current CMIPS Program used for the IHSS Program. For Fiscal Year 2011-2012, CMIPS II funding is estimated at \$285,600.

Realignment Revenue – The State sales tax includes a half cent portion that funds local health and welfare programs; these funds represent a key financing source for Social Service programs local match costs not reimbursed by Federal and State allocations. Sales tax revenue fluctuates greatly from month to month and has been on a steady decline over the past 4 fiscal years with a slight improvement realized in August of 2010. The Department has projected a slight increase in total Realignment revenue of \$194,290, an increase in sales tax of \$261,564 offset by a decrease in Vehicle License Fees (VLF) of \$67,274 for Fiscal Year 2011-2012 to equal the Fiscal Year 2010-2011 State Controllers Office published base. This agency receives approximately 87% of these funds, or about \$12.3 million, of which \$1.8 million is used to support local match requirements for this budget unit, Program Services and Support. The Department will continue to closely monitor realignment sales tax revenue since this revenue stream provides almost half, or 47.3% of the mandated County share in the overall CSA budget, and approximately 31.6% of the County share requirement in Program Services and Support.

Federal/State Budget Impacts:

The Governor's January Budget includes several significant proposals that could affect agency programs in Fiscal Year 2011-2012 which are not factored into the current budget projections due to the uncertainty of pending legislative action. Some notable proposed policy changes include:

- ◆ The Governor's Budget proposes a significant realignment of programs between the State and counties beginning in Fiscal Year 2011-2012 which will allow counties to have primary program responsibility with additional funding and new revenues. Phase one includes realignment of the Child Welfare Services, Independent Living Program, Adoptions, Foster Care, Kin-GAP, and CAPIT programs. The proposal premise relies on adoption of a proposed June ballot initiative to extend existing sales tax and Vehicle License Fees, legislated to expire on June 30, 2011. The proposal will require State Constitutional language which is still under negotiation and trailer bill language to implement the realignment. If the Legislature enacts this realignment proposal, budget adjustments will be required in Fiscal Year 2011-2012.
- ◆ As a result of recent budget actions approved by the Legislature, there will be additional cuts at the State level to the CalWORKs Single Allocation. As currently defined, the Single Allocation will be cut by an additional \$117.5 million statewide due to a reduction from the current 60 month time limit to a 48-month time limit and as a result of revised Earned Income Disregard proposals recently enacted with Senate Bill 72. For Stanislaus County, this potential reduction could equate to an additional \$2.1 million affecting the CalWORKs Welfare to Work Program. The Department will develop a reduction plan that could include Welfare to Work services and/or program staffing levels.
- ◆ Senate Bill (SB) 82 authorizes State General Fund (SGF) payments to be deferred in the months of July, October, and March, for up to 90 days. Payments to local County social services and Mental Health Services Act (Prop 63) programs will be impacted by the deferral of State payments. This will require that the County continuously monitor its cash position through Fiscal Year 2011-2012 to ensure it can meet its financial obligations across all county programs.

ADOPTED STAFFING RECOMMENDATIONS

Proposed Budget

The Department has requested to unfund one vacant Manager II position and one vacant Social Worker Supervisor II position. The Department further requested to restore the following unfunded positions: two Special Investigator II, one Accountant II, three Family Services Specialist II, and one Social Worker IV. The Department has also requested to restore one unfunded Administrative Clerk II position and reclassify downward to a Stock/Delivery Clerk II, and reclassify one vacant Manager II position upward to a Manager IV.

At Mid Year Fiscal Year 2010-2011, the Department unfunded 10 positions and subsequently implemented a reorganization to improve efficiencies in operations.

Total current authorized positions— 853

It is recommended to unfund one vacant Manager II position and one vacant Social Worker Supervisor II position. It is further recommended to restore the following unfunded positions: three Family Services Specialist II, and one Social Worker IV. It is also recommended to restore one unfunded Administrative Clerk II position and reclassify downward to a Stock/Delivery Clerk II, and reclassify one vacant Manager II position upward to a Manager IV. The request to restore funding for positions on the IHSS Fraud Unit will be considered as part of the Final Budget.

Total recommended authorized positions— 856

Separate actions were taken to the Board of Supervisors with effective dates of July 2, 2011 and August 27, 2011. These actions restored a total of 28 unfunded vacant positions in response to the increase in demand for service in Child Welfare and StanWORKs programs.

Total adjusted authorized positions— 884

Final Budget

The Department has requested to unfund one vacant Manager II position to be consistent with the Agency's operational structure. The Department further requested to restore one unfunded Confidential Assistant III position and reclassify downward to a Fraud Technician and to restore two unfunded Special Investigator II positions to support continued program integrity in the CalFresh and CalWORKs program. These positions are 100% funded through Federal and State CalWORKs administration and CalFresh allocation with no additional County share of cost.

The Department has also requested to transfer out three positions to Area Agency on Aging (AAA): one Manager II, one Social Worker IV, and one Account Clerk III. For Fiscal Year 2011-2012, AAA will assume full responsibility to administer the Multipurpose Senior Services Program (MSSP) which is fully funded by the California Department of Aging (CDA). This program was partially transferred from Community Services Agency (CSA) during Fiscal Year 2010-2011; however three existing staff allocated to this program are still employed at CSA. In order to transfer the program completely, the three remaining positions are recommended to be transferred to AAA.

Total current authorized positions— 884

It is recommended to unfund one vacant Manager II position. It is further recommended to restore one unfunded Confidential Assistant III position and reclassify downward to a Fraud Technician and to restore two unfunded Special Investigator II positions. It is also recommended to transfer out one Manager II position, one Social Worker IV position and one Account Clerk III position to Area Agency on Aging.

Total recommended authorized positions— 883

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$111,320,254 be approved for the Community Services Agency - Services and Support. This budget is funded from \$107,915,965 in estimated department revenue, and \$3,404,289 in mandated County match contribution from the General Fund.

Final Budget

The Department has completed a review of the Community Services Agency (CSA) Services and Support budget in preparation of submitting its Recommended Final Budget for Fiscal Year 2011-2012. At this time, there are no budget adjustments requiring Board of Supervisors' approval. The

Department has not received its final allocations from the California Department of Social Services; therefore, additional adjustments may be required at first quarter.

The Department is requesting approval of several key operational changes that will create cost savings in future fiscal years as summarized below.

The Department is requesting additional legal services support from County Counsel as a result of increased caseload volume and complexity in Child Welfare Services (CWS) juvenile court cases. The Department has met with County Counsel and they have agreed to provide additional legal representation and support services. The additional services of one County Counsel are needed to respond to growth in contested hearings, to address legal issues that come before the Court, and to avoid continuances and provide timely resolution of cases to benefit the children served in CWS. The total estimated cost to support the position is \$137,072 for the Fiscal Year 2011-2012 and CSA has sufficient appropriations to support these charges within current budget authority.

The Agency requests Board of Supervisors' approval to implement a change in the General Assistance (GA) benefits issuance process to issue aid once per month effective November 2011 after notices of action (NOA) have been issued to inform customers during the month of October.

Currently, GA monthly benefits are issued bi-monthly, on the 1st and 15th. The change to one time monthly grant issuance for GA aligns this program with all other CSA Public Assistance program procedures. The GA customers will benefit from the ability to manage their personal budget monthly, while homeless customers will be saved one trip each month to pick up their checks. The Agency will benefit from workload efficiencies and administrative savings associated with check stock, printing, and postage which are estimated to reduce GA administration costs by approximately \$2,520 per year.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012



HUMAN SERVICES
Administration

COMMUNITY SERVICES AGENCY—COUNTY CHILDREN’S FUND

Budget Unit 1637 0045961
 Special Revenue Fund

SERVICES PROVIDED

Funds in this budget are used to provide education and support services for the prevention, intervention and treatment of child abuse and neglect. Current services include emergency shelter services for runaway youth and the local match for clean and sober living as well as other Children's program core contract services. All services are provided by local nonprofit agencies.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash of \$479,530 as of July 1, 2011 compared to \$496,524 on July 1, 2010. The decrease of \$16,994 is attributable to increased appropriations of \$25,000 at Fiscal Year 2010-2011 Mid Year to provide local match for clean and sober living services offset by the Fiscal Year 2009-2010 fund balance roll forward of \$8,006.

The actual cash balance as of July 1, 2011, is \$503,959 which is in line with the Proposed Budget projection.

CSA - County Children's Fund					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$0	\$0	\$0	\$0	\$0
Intergovernmental Revenue	\$21,410	\$21,621	\$0	\$0	\$0
Charges for Service	\$166,677	\$154,117	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$166,075	\$0	\$166,075
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$188,087	\$175,738	\$166,075	\$0	\$166,075
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$0	\$118,450	\$93,628	\$0	\$93,628
Other Charges	\$0	\$33,320	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$0	\$16,533	\$200,000	\$0	\$200,000
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$0	\$168,303	\$293,628	\$0	\$293,628
Fund Balance	(\$188,087)	(\$7,435)	\$127,553	\$0	\$127,553
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department anticipates that it can maintain core County Children's Fund (CCF) services which benefit children and families in the community. This budget is supported entirely by a combination of revenues from birth certificate sales, local donations and Department of Motor Vehicle children's license plate fees.

The Child Abuse Prevention Council (CAPC) provides recommendations for the use of these funds. The current CAPC recommendation represents the second phase in a five year spending plan that will leverage children's programs in the CSA Services and Support budget. The recommendation for Fiscal Year 2011-2012 is to fund the Center for Human Services Hutton House in the amount of \$93,628 and to dedicate \$200,000 of CSA County Children's Fund resources to provide local match for children's program core services in the CSA Services and Support budget.

The Center For Human Services Hutton House \$93,628 provides temporary shelter care, differential response case management, crisis intervention, support group services, and individual, family and group counseling to youths and families.

The \$200,000 of funding in Differential Response provides County match for program core services which will allow the Agency to reinstate Differential Response (DR) services. DR services provide an alternative to child welfare agency response to reports of child abuse and neglect based on the assessed safety and risk reported to support children ages 0-17 through the redirection of more flexible funding streams such as, but not limited to, Promoting Safe and Stable Families (PSSF) and Child Abuse Prevention, Intervention and Treatment (CAPIT), Federal and State funds that do not require match. The Agency will also be able to reinstate some clean and sober living services.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$293,628 be approved for the Community Services Agency – County's Children Fund budget. This budget is funded from \$166,075 in estimated department revenue, resulting in \$127,553 use of department fund balance.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA

Fiscal Year 2011-2012

HUMAN SERVICES

Aid Programs



**COMMUNITY SERVICES AGENCY—FOSTER CARE INCENTIVE/
OUT OF HOME PLACEMENT INCENTIVE**

Budget Unit 1635 0045710

Special Revenue Fund

SERVICES PROVIDED

Foster Care (FC) Incentive Funds are used to provide for miscellaneous expenses for children transitioning from Foster Care and approaching emancipation; for Foster "After Care" services for youth up to the age of 21; to support the scholarship program established in Fiscal Year 2000-2001 for foster youth; to facilitate team building activities between foster parents and the participating placement agencies; and costs related to support the emotional and social growth of youth, including but not limited to sports and social activities through their school or community, special activities such as camp, school expenses and incentives related to encouraging progress on employment or education goals.

Out of Home Placement (OHP) Incentive Funds are used to provide flexible wrap-around services for children in or at-risk of OHP as defined by any of the OHP Team of County Agencies (Community Services Agency, Behavioral Health and Recovery Services, Probation, and Health Services Agency). Funds are to be accessed as a "last resort" by the case manager and not intended to replace other community resources or funds set aside for services to this client population with the overall goal to maintain children safely at home.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash of \$0 as of July 1, 2011 consistent with the \$0 cash balance position on July 1, 2010. The Department eliminated this budget as of June 30, 2010.

The actual cash balance as of July 1, 2011, is \$0 which is in line with the Proposed Budget projection.

CSA - Foster Care Incentive/Out of Home Placement					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$0	\$0	\$0	\$0	\$0
Intergovernmental Revenue	\$0	\$0	\$0	\$0	\$0
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$0	\$0	\$0	\$0	\$0
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$10,000	\$0	\$0	\$0	\$0
Other Charges	\$0	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$0	\$0	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$10,000	\$0	\$0	\$0	\$0
Fund Balance	\$10,000	\$0	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

There are no appropriations recommended for the Community Services Agency – Foster Care Incentive/Out of Home Placement budget. All fund balance reserves have been depleted in prior fiscal years and the Department will no longer use this budget.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that no appropriations be budgeted for Community Services Agency – Foster Care Incentive/Out of Home Placement. This budget is being included as part of the Recommended Proposed Budget due to the requirement imposed by the State Controller.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012



HUMAN SERVICES
Aid Programs

COMMUNITY SERVICES AGENCY—GENERAL ASSISTANCE

Budget Unit 1633 0045901
 Special Revenue Fund

SERVICES PROVIDED

The General Assistance (GA) Program is mandated by Welfare and Institutions Code 17000 and provides cash aid payments to the indigent. In addition, this budget also includes funding for GA Foster Care and Special Needs, as appropriate. The General Assistance Program serves individuals not eligible for other aid programs.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to a cash balance of \$0 as of July 1, 2011 compared to \$51,233 on July 1, 2010. This projected decrease is attributed to the Fiscal Year 2010-2011 year-end recognition of \$51,233 of deferred revenue that supports budgeted operations in the current year.

The actual cash balance as of July 1, 2011, is \$0 which is in line with the Proposed Budget projection.

CSA - General Assistance					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$0	\$0	\$0	\$0	\$0
Intergovernmental Revenue	\$0	\$0	\$0	\$0	\$0
Charges for Service	\$439,856	\$407,812	\$366,700	\$0	\$366,700
Miscellaneous Revenue	\$540	\$54,678	\$1,688	\$0	\$1,688
Other Financing Sources	\$0	\$243,248	\$0	\$0	\$0
Total Revenue	\$440,396	\$705,738	\$368,388	\$0	\$368,388
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$0	\$0	\$0	\$0	\$0
Other Charges	\$1,133,611	\$1,190,759	\$1,119,592	\$0	\$1,119,592
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$0	\$0	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$1,133,611	\$1,190,759	\$1,119,592	\$0	\$1,119,592
Fund Balance	\$125,118	\$0	\$0	\$0	\$0
Net County Cost	\$568,097	\$485,021	\$751,204	\$0	\$751,204

PROGRAM DISCUSSION

At the proposed level of funding, the Department has projected that it can support only 87.5% of the General Assistance mandate based on current caseloads and program demand. This budget includes

revenues of \$368,388 and appropriations of \$1,119,592, offset by a mandated County match contribution of \$751,204. Based on current projections, this will leave an estimated unmet need of \$160,126 through fiscal year-end at projected case load levels.

The Fiscal Year 2011-2012 projections reflect current caseload trends. The caseload and grant were individually evaluated using Third Quarter Fiscal Year 2010-2011 as a base from which to assess the impacts of several local growth factors, including growth trends associated with each GA program.

- ◆ GA Basic – The GA Basic Program operations must provide services to an average of 504 cases per month, which is a 27.6% increase over the 2010-2011 Adopted Final Budget level of 395. The caseload growth is attributed to the continuing economic downturn and greater participation within the GA Employables Program. This component of GA provides work assignments to participants in a number of hours, that when multiplied by minimum wage, equals the amount of assistance they are provided. Work assignments may be in public or non-profit organizations. Individuals cannot remain on the GA Employables Program for more than three (3) months in a 12 month period.

The average grant is projected at \$207.46 which represents a 10.2% decrease from the 2010-2011 Adopted Final Budget of \$231.06. The reduced average grant amount reflects the regulation changes previously approved by the Board of Supervisors in Fiscal Year 2009-2010.

A 2.4% reduction in the GA average grant reflects the on-going Employables assistance benefit tied to their work participation, on average 26.5% less than the Interim Assistance grant of \$232.48.

The State legislated through Senate Bill 72, an 8% decrease to the Temporary Assistance for Needy Families (TANF) grant effective July 1, 2011. CSA has factored a consistent GA grant adjustment modeled after the TANF grant into the projections for the Recommended Proposed Budget for Fiscal Year 2011-2012. Board of Supervisors' approval is required to implement the 8% reduction to the GA grant effective July 1, 2011. CSA has factored the savings associated with the grant reduction in this Recommended Proposed Budget; the savings from this grant reduction is approximately \$109,106. Should the Board not approve this grant reduction, the Department will need to request an equal appropriation increase to support the GA Program through the fiscal year.

- ◆ GA Foster Care (FC) – The remaining requested appropriations of \$25,000 support General Assistance Foster Care, which is unchanged from the 2010-2011 Adopted Final Budget. Although funding for undocumented FC children was eliminated through the Permanently Residing in the United States Under Color of Law (PRUCOL) process, these youth are eligible for funding through the State's Qualified Alien (QA) designation. The QA designation is expected to alleviate the need for a higher level of GA FC expenditure in Fiscal Year 2011-2012. GA FC is used as a last resort for court ordered Foster Care costs that are not eligible to Federal or State reimbursement.
- ◆ Fiscal year estimated revenues of \$368,388 from estimated Interim Assistance Reimbursement (IAR), general relief repayments, and lien collections help offset the estimated total program cost of \$1,279,718. The proposed mandated County match for this budget is \$751,204 and is not sufficient to meet the total estimated County match obligation of \$911,330.

Federal/State Budget Impacts:

- ◆ GA regulations require grant adjustments in recognition of changes in costs of living indices. The Board of Supervisors has traditionally followed the Temporary Assistance for Needy Families (TANF) Program Cost of Living Adjustment (COLA), one year in arrears. Other options exist in calculating grant adjustments besides the TANF model, such as using an annual survey of what it costs to live in Stanislaus County. Since there was no TANF COLA included in the Governor's Budget for Fiscal Year 2010-2011, there will be no COLA requested for GA in Fiscal Year 2011-2012.
- ◆ The last COLA of 2.75% for GA was approved by the Board and implemented on July 1, 2005. The COLA for GA grants are requested from the Board according to Welfare and Institutions Code, Section 17001.5, which authorizes counties to set GA grant levels based on the 1991 poverty level, adjusted annually to reflect changes in the AFDC Program, now identified as TANF. This method has been used in Stanislaus County since 1993 and has proven to be fair and effective.

The Governor suspended the CalWORKs/TANF COLA's in Fiscal Years 2006-2007, 2007-2008, 2008-2009, 2009-2010, and 2010-2011. In Fiscal Year 2011-2012, the Governor proposes no grant increases to CalWORKs recipients. In alignment with TANF grant adjustments, CSA would not recommend a COLA for GA in Fiscal Year 2011-2012.

- ◆ GA FC has been impacted over the past year by recent court orders which have required CSA to retain dependency of certain foster youth past the age of 18. Federal/State regulations do not currently allow for FC funding in these situations requiring that the cost of placement becomes a 100% County cost.

Other Impacts:

The Department is continuing its complete review of all aspects of the GA Program regulations, mandates, other county benchmarks, including opportunities for revenue enhancements. The Department previously reorganized and assigned the GA Program within the StanWORKs Division, where it is hoped that additional efficiencies will be realized by aligning eligibility processes with TANF and CalFresh. The Department will report back to the Board within the Final Budget process if needed, with updates on State budget changes.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$1,119,592 be approved for the Community Services Agency – General Assistance budget. This budget is funded from \$368,388 in estimated department revenue and \$751,204 mandated County match contribution from the General Fund. It is recommended to review the projected critical need of \$160,126 as part of the 2011-2012 Mid-Year financial review process.

Final Budget

There are no recommended changes in funding to this budget.



COMMUNITY SERVICES AGENCY—IHSS PROVIDER WAGES

Budget Unit 1642 0045992
Special Revenue Fund

SERVICES PROVIDED

The CSA In Home Support Services (IHSS) Provider Wages budget was established in the Fiscal Year 2009-2010 Mid-Year Financial Report in order to provide transparency in the budgeting and accounting for the IHSS Program. IHSS provider wages were formerly budgeted in CSA Program Services and Support, as reflected in the Adopted Final Budget 2009-2010.

The IHSS Program is a mandated entitlement program which provides in-home supportive services to frail and/or elderly individuals, allowing the approximately 5,852 customers to remain safely in their own home.

Under the current approved labor agreement with United Domestic Workers of America (UDWA), IHSS Provider wages are budgeted at \$9.38 per hour. This agreement was approved by the Board of Supervisors on July 24, 2007 for a 48 month period retro-active to October 1, 2006 and formally expired on September 30, 2010. In March of 2011, the previous labor agreement was extended tentatively, pending Board of Supervisors' approval, until September 30, 2011. In addition to the hourly wage rate, Provider benefits are included as part of the agreement; these benefits are budgeted in CSA IHSS Public Authority Benefits Administration.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a negative cash balance of \$1,226,374 as of July 1, 2011 compared to a negative cash balance of \$857,960 on July 1, 2010.

The actual cash balance as of July 1, 2011, is \$31,689, a significant increase to the projected July 1, 2011, balance. The reason for this is due to less accounts receivable than had been previously projected, a more timely reimbursement of Federal revenues, and a post closing budget adjustment in the amount of \$727,777 to balance cash to zero in the Public Authority Funds.

CSA - IHSS Provider Wages					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$133	\$346	\$0	\$0	\$0
Intergovernmental Revenue	\$52,113,427	\$49,778,159	\$37,093,817	\$0	\$37,093,817
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$998,065	\$606,518	\$376,457	\$0	\$376,457
Total Revenue	\$53,111,625	\$50,385,023	\$37,470,274	\$0	\$37,470,274
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$0	\$0	\$0	\$0	\$0
Other Charges	\$54,937,627	\$52,628,333	\$39,424,536	\$0	\$39,424,536
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$0	\$0	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$54,937,627	\$52,628,333	\$39,424,536	\$0	\$39,424,536
Fund Balance	(\$368,415)	\$289,048	\$0	\$0	\$0
Net County Cost	\$2,194,417	\$1,954,262	\$1,954,262	\$0	\$1,954,262

PROGRAM DISCUSSION

At the proposed level of funding, the Department has projected that it can provide sufficient funding for IHSS individual provider wages through March 2012, based on current caseloads. This budget includes revenues of \$37,470,274 and appropriations of \$39,424,536, offset by a mandated County match contribution of \$1,954,262. Based on current projections, the Department has identified a critical unfunded need of \$1,936,006 through fiscal year-end. The budget projections have factored in flat growth rate assumptions for Fiscal Year 2011-2012.

The County does not have the discretion to discontinue the program, nor can the County reduce services to eligible customers. The Department will continue to monitor program costs through the mid-year and will identify multiple mitigation strategies to include: updated case growth analysis to reflect most current trends, further UDWA negotiations, results of the State Budget process, challenging State program regulations, and potential Federal funding support.

Federal/State Budget Impacts:

On March 15th, 2011, the California legislature approved budget trailer bill language from Senate Bill (SB) 72. Local savings related to the approved SB 72 items affecting IHSS Provider wages are uncertain at this time. As a result, none of the following proposals have been factored into this Proposed Budget request for IHSS Provider wages and the local impact remains unknown.

- ◆ The Fiscal Year 2011-2012 California State Budget includes a proposal to include a savings to the State General Fund in anticipation of expected federal approval of a Community First Choice Option. The Community First Choice Option increases federal financial participation by 6%. The details pertaining to the implementation of this benefit are still unknown. If the benefit of increased federal financial participation is implemented in the same way that ARRA FMAP was implemented, counties would receive a 2.1% benefit in the form of reduced county financial participation. If implemented July 1, 2011, the decreased County cost would equate to a savings of approximately \$1,053,785 to IHSS wages and would reduce the unmet net County cost from \$1,936,006 to \$882,221.

- ◆ A requirement for IHSS recipients is to have a certification from a health care professional. The certification must state that personal care services are necessary to prevent out-of-home care.
- ◆ The Home and Community Based Medication Dispensing Machine Pilot Project for utilization of an automated medication dispensing machine with associated monitoring and telephonic reporting services to assist Medi-Cal recipients with taking prescribed medications. Participation in the pilot project is voluntary, but Medi-Cal recipients who participate shall be selected based on criteria demonstrating their susceptibility to not taking their medications without monitoring or assistance. Approximately \$140 million dollar State General Fund (GF) savings is anticipated in medical payments as a result of this change. No effect or savings to the local IHSS wage budget is anticipated.
- ◆ An unspecified across-the-board reduction to IHSS services could take effect October 1, 2012 if the Department of Finance determines after July 1, 2012 that some or all of \$140 million in General Fund savings associated with the Medication Dispensing Machine Pilot Project proposal has not been achieved. The across-the-board reduction would be the percentage needed to attain the portion of the \$140 million General Fund savings.

The following are outstanding Governor state budget proposals likely to affect the IHSS Program but not yet approved by the California Legislature:

- ◆ A realignment proposal that would potentially shift responsibility over realigned programs from the local level to the state level and vice versa. The proposal is not specific about the individual effects to various realigned programs that would be affected.

The Agency will continue to monitor Federal/State Budget proposals and make future recommendations to the Board of Supervisors with any specific changes to program services and funding.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$39,424,536 be approved for the Community Services Agency – In-Home Supportive Services (IHSS) Provider Wages budget. This budget is funded from \$37,470,274 in estimated department revenue and a \$1,954,262 contribution from the General Fund. It is recommended to review the projected critical need of \$1,936,006 as part of the 2011-2012 mid-year financial review process.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012
HUMAN SERVICES
Administration



**COMMUNITY SERVICES AGENCY—IHSS PUBLIC AUTHORITY-
ADMINISTRATION**

Budget Unit 1640 0045981
Special Revenue Fund

SERVICES PROVIDED

This budget was established by the Board of Supervisors on December 7, 2004, in order to support the creation of an In-Home Supportive Services (IHSS) Public Authority (PA) in Stanislaus County. The PA is a public entity separate from the County, pursuant to Welfare and Institutions Code Section 12301.6 and Stanislaus County Ordinance Number (C.S. 905). The PA is a corporate public body exercising public and essential governmental functions and has all powers necessary and convenient to carry out the provider components of IHSS. The In-Home Supportive Services Public Authority:

- ◆ Acts as the “employer of record” for individual providers (IP) serving In-Home Supportive Services (IHSS) recipients for collective bargaining purposes;
- ◆ Manages an IHSS provider registry and referral system to assist recipients in finding IHSS service providers;
- ◆ Investigates qualifications and background of potential IHSS providers;
- ◆ Provides training for IHSS recipients and providers; and
- ◆ Manages an IP Medical Benefits Plan.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a negative cash balance of \$212,775 as of July 1, 2011 compared to the positive cash balance of \$580,519 on July 1, 2010.

The actual cash balance as of July 1, 2011, is negative \$132,585, a minor increase to the projected July 1, 2011, balance. The reason for this is due to less accounts receivable than had been previously projected. Consistent with prior fiscal years, it is anticipated that in the absence of changes to State payment schedules, cash reimbursements will be received to offset all but the fourth quarter expenditures, creating a negative cash balance on June 30, 2011 in the same amount. The negative cash balance represents the lag time associated with the State’s reimbursement of claims filed for actual expenditures. Reimbursement is typically received from the State within three to five months. Agency pooled cash is expected to cover this budget’s anticipated negative cash balance.

CSA - IHSS Public Authority - Administration					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$0	\$0	\$0	\$0	\$0
Intergovernmental Revenue	\$474,935	\$302,698	\$328,701	\$0	\$328,701
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$102,819	\$68,396	\$85,188	\$0	\$85,188
Total Revenue	\$577,754	\$371,094	\$413,889	\$0	\$413,889
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$55,703	\$57,663	\$20,140	\$0	\$20,140
Other Charges	\$522,051	\$313,446	\$393,749	\$0	\$393,749
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$0	\$0	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$577,754	\$371,109	\$413,889	\$0	\$413,889
Fund Balance	\$0	\$15	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department projects it can meet the minimum mandates for service for Fiscal Year 2011-2012. The PA Administration Proposed Budget for 2011-2012 is projected at \$413,889, a reduction of approximately 10.4%, or \$47,838 from the Fiscal Year 2010-2011 Final Budget level of \$461,727. The County Match requirement of 20.6% or \$85,188 is accounted for within the CSA Program Services and Support budget. An operating transfer out equal to this County Match from Services and Support to PA Administration allows all appropriations and estimated revenues of the Public Authority to be accounted for within the PA budget units. Revenues in the budget estimated at \$328,701 combined with the transfer of County Match of \$85,188 will fund all of the expenditures for PA Administration.

The Public Authority (PA) is responsible for negotiating the wages and benefits of the IHSS providers, and is subject to the same State-wide factors that impact the IHSS Program. The threat of reduction of State support for IHSS Provider wages and reductions in administrative funding has posed serious problems for the PA. The current year savings in PA Administration is achieved through reductions made in clerical support as well as operational cost savings that have reduced the indirect cost rate charge to the PA. In an effort to save vital local dollars, the PA budget reductions will allow for a balanced budget submission. Service impacts to PA customers will include:

- ◆ Increased waiting time to access staff or receive return phone calls;
- ◆ Reduction in quality of Registry trainings due to funding constraints; and
- ◆ Continued elimination of funding support for the In-Home Supportive Services Advisory Committee which provides enhancements to Public Authority services.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$413,889 be approved for the Community Services Agency – In-Home Supportive Services Public Authority (PA) Administration budget, and is funded from \$413,889 in estimated department revenue.

Final Budget

There are no recommended changes in funding to this budget.



COMMUNITY SERVICES AGENCY—IHSS PUBLIC AUTHORITY-BENEFITS

Budget Unit 1641 0045991
Special Revenue Fund

SERVICES PROVIDED

This budget includes the direct costs of the Individual Provider (IP) Medical Benefits Plan only. There are no administrative costs associated with In-Home Supportive Services (IHSS) IP medical benefits accounted for within this budget.

Under the approved labor agreement with United Domestic Workers of America (UDWA), the County will contribute up to \$0.60 per IP paid hour for health benefits. Health benefits are available to individual providers who work 75 hours or more per month for three consecutive months. The number of providers that can receive health, vision and dental benefits are dependent on the total annual individual provider paid hours and the determined monthly health premium. The IHSS IP health benefits plan is still under discussion with UDWA and while a tentative agreement has been reached by the bargaining team, final health plan selection and recommendations for Board approval are pending. In the meantime, the Department will support the equivalent of the existing plan at the increased benefits premium rates effective April 2011.

IHSS IP wages are accounted for within the CSA IHSS Provider Wages budget as a program cost whereas provider benefits are accounted for as a Public Authority (PA) function, in the CSA IHSS – Public Authority Benefits Administration budget.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected have a positive cash balance of \$256,462, as of July 1, 2011, essentially the same as the balance on July 1, 2010 of \$277,695.

The actual cash balance as of July 1, 2011, is \$100,896, a decrease to the projected July 1, 2011, balance. The reason for this is attributed to the use of deferred provider premiums at fiscal year-end to cover actual insurance premium expenditures over what can be claimed based on actual provider paid hours. There is a lag time associated with the State's reimbursement of claims filed for actual expenditures. Reimbursement is typically received from the State within three to five months. However, provider premium payments and health revenues held in trust, pending vendor billing, provide cash to offset this delay in claim reimbursement. The department projects a positive cash balance at fiscal year-end.

CSA - IHSS Public Authority - Benefits					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$8	\$20	\$0	\$0	\$0
Intergovernmental Revenue	\$3,075,329	\$2,906,392	\$2,047,983	\$0	\$2,047,983
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$135,973	\$178,414	\$200,000	\$0	\$200,000
Other Financing Sources	\$84,906	\$59,439	\$21,899	\$0	\$21,899
Total Revenue	\$3,296,216	\$3,144,265	\$2,269,882	\$0	\$2,269,882
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$3,380,809	\$3,251,177	\$2,360,119	\$0	\$2,360,119
Other Charges	\$0	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$0	\$0	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$3,380,809	\$3,251,177	\$2,360,119	\$0	\$2,360,119
Fund Balance	(\$21,233)	\$16,675	\$0	\$0	\$0
Net County Cost	\$105,826	\$90,237	\$90,237	\$0	\$90,237

PROGRAM DISCUSSION

At the proposed level of funding, the Department has projected funding for Provider health benefits through February 2012, based on current caseloads. This budget includes revenues of \$2,269,882 and appropriations of \$2,360,119, offset by a mandated County match contribution of \$90,237. Based on current projections, the Department has identified a critical need of \$133,642.

Under the approved labor agreement with United Domestic Workers of America (UDWA), the County is committed to contribute up to \$.60 per Individual Provider (IP) paid hour for Provider health benefits. In the 2011-2012 Recommended Proposed Budget, the IHSS PA Benefit projections is \$3,119,572, with a County share requirement of \$513,553. Realignment funding of \$289,674 supports 56% of the total required County share projection for this budget. The estimated paid hours of 4,865,952 were based on an assumption of flat caseload growth for Fiscal Year 2011-2012. The primary budget for provider benefits is \$2,919,572, which is augmented by \$200,000 to provide additional Providers with medical benefits utilizing Provider premium deductions.

The County share estimate is \$513,553 using the County composite rate of 17.6%, which reflects program growth not recognized after Fiscal Year 2009-2010, and the loss of approximately \$68,000 in funding from the elimination of the enhanced American Recovery and Reinvestment Act (ARRA) Federal Medicaid Assistance Percentage (FMAP). The ARRA temporarily increased the FMAP for all states retroactively to October 1, 2008, continuing through June 30, 2011 and shifted cost responsibility from states and counties to the federal level which helped to reduce the County share in Fiscal Year 2009-2010 and Fiscal Year 2010-2011.

Federal/State Budget Impacts:

On March 15th, 2011, the California legislature approved budget trailer bill language from Senate Bill (SB) 72. Local savings related to the approved SB 72 items affecting IHSS PA Benefits are uncertain at this time and have not been factored in any IHSS PA Benefits scenario. These are the following:

- ◆ The Fiscal Year 2011-2012 California State budget includes state legislature approval to include a savings to the State General Fund in anticipation of expected federal approval of a Community First Choice Option. The Community First Choice Option increases federal financial participation by 6%. The details of how the benefit of this 6% financial participation shift would be implemented are still unknown. If the benefit of increased federal financial participation is implemented in the same way that ARRA FMAP was implemented, counties could receive a 2.1% benefit in the form of reduced county financial participation. For Stanislaus County, this decreased County cost would equate to a savings of approximately \$61,078 to IHSS PA Benefits and would reduce the unmet net County cost from \$133,642 to \$72,564.
- ◆ A requirement for IHSS recipients to have certification from a health care professional. The certification must state that personal care services are necessary to prevent out-of-home care. Local savings related to this legislative action are unknown at this time and not factored in any IHSS PA Benefits scenario.
- ◆ A realignment proposal that would potentially shift responsibility over realigned programs from counties to the state and vice versa. The proposal is not specific about the individual effects to various realigned programs that would be affected by the proposal. The proposal calls for a vast realignment of government services. The full scope of the impacts of this proposal is not yet known and has not been factored in any IHSS scenario.

The Agency will continue to monitor Federal/State Budget proposals and report back to the Board with any specific changes to program services and/or funding.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$2,360,119 be approved for the Community Services Agency – In-Home Supportive Services Public Authority Benefits budget. This budget is funded from \$2,269,882 in estimated department revenue and a \$90,237 mandated County match contribution from the General Fund. It is recommended to review the projected critical need of \$133,642 as part of the 2011-2012 mid-year financial review process.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012



HUMAN SERVICES
Administration

COMMUNITY SERVICES AGENCY—INTEGRATED CHILDREN'S SERVICES

Budget Unit 1636 0045951
 Special Revenue Fund

SERVICES PROVIDED

The Integrated Children's Services Fund (ICS) provides the County share of cost to support ICS core programs funded by Non-Federal Child Welfare Services (CWS) allocations that require a local match. Sources of funds are donations or contributions from local community partners.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of \$22,584 as of July 1, 2011 compared to \$0 on July 1, 2010. This fund was inactive during the prior fiscal year and therefore had no cash balance until reinstated by the Board of Supervisors on May 10, 2011

The actual cash balance as of July 1, 2011, is \$30,639 which is in line with the Proposed Budget projection.

CSA - Integrated Children's Services					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$0	\$307	\$0	\$0	\$0
Intergovernmental Revenue	\$0	\$0	\$0	\$0	\$0
Charges for Service	\$50,000	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$45,135	\$144,540	\$0	\$144,540
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$50,000	\$45,442	\$144,540	\$0	\$144,540
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$0	\$0	\$0	\$0	\$0
Other Charges	\$0	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$50,000	\$14,510	\$144,540	\$0	\$144,540
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$50,000	\$14,510	\$144,540	\$0	\$144,540
Fund Balance	\$0	(\$30,932)	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain the current service goals to provide the County share of cost to support ICS core programs. This budget is supported by donations pledged to provide the local match for sober living services operated by Valley Recovery Resources as approved

by the Board of Supervisors on May 10, 2011. All program services are accounted for within the CSA Services and Support budget.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$144,540 be approved for the Community Services Agency – Integrated Children's Services budget. This budget is funded from \$144,540 in estimated department revenue.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012

HUMAN SERVICES
Aid Programs



COMMUNITY SERVICES AGENCY—PUBLIC ECONOMIC ASSISTANCE

Budget Unit 1632 0045801
Special Revenue Fund

SERVICES PROVIDED

This budget provides cash aid to Stanislaus County families eligible for temporary economic assistance and to children requiring out-of-home placement on a temporary or permanent basis. All assistance payments to customers/clients are included in this budget. Welfare payments are referred to as Temporary Assistance to Needy Families (TANF) and/or California Work Opportunity and Responsibility to Kids (CalWORKs). Mandated by Federal and State laws, these caseload driven programs include CalWORKs All Other Families and Two Parent Families, Aid to Families with Dependent Children-Foster Care (AFDC/FC), Adoption Assistance Program (AAP), Kinship Guardianship Assistance Payment Program (Kin-GAP), Refugee Cash Assistance Program (RCA), Transitional Housing Program Plus (THP-Plus), and Cash Assistance Program for Immigrants (CAPI).

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of \$1,227,524 as of July 1, 2011 compared to \$1,609,167 on July 1, 2010. The anticipated decrease in cash is due to the planned use of \$381,644 in fund balance as part of the Fiscal Year 2010-2011 budget.

The actual cash balance as of July 1, 2011, is \$4,719,550, a significant increase to the projected July 1, 2011, balance. The reason for this increase of \$3,492,026 is attributable to scheduled cash advances, and cash reimbursements based on invoiced costs that are received from the State for operating costs. Timing differences among adjusted cash advances, cash reimbursements, and actual incurred costs create either a positive or negative cash position depending on the net cash effect of deferred revenue, accounts receivable, and accounts payable at fiscal year-end.

CSA - Public Economic Assistance					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$457	\$373	\$0	\$0	\$0
Intergovernmental Revenue	\$89,696,491	\$95,994,924	\$95,575,165	\$0	\$95,575,165
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$467,680	\$486,165	\$0	\$0	\$0
Other Financing Sources	\$634,153	\$272,643	\$272,643	\$0	\$272,643
Total Revenue	\$90,798,781	\$96,754,105	\$95,847,808	\$0	\$95,847,808
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$0	\$0	\$0	\$0	\$0
Other Charges	\$91,863,550	\$99,089,689	\$98,225,959	\$0	\$98,225,959
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$0	\$326,318	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$91,863,550	\$99,416,007	\$98,225,959	\$0	\$98,225,959
Fund Balance	(\$141,181)	\$288,986	\$0	\$0	\$0
Net County Cost	\$1,205,950	\$2,372,916	\$2,378,151	\$0	\$2,378,151

PROGRAM DISCUSSION

At the proposed level of funding, the Department projects funding for 95.6% of the Public Economic Assistance mandate, based on current caseloads. This budget includes estimated revenue of \$95,847,808 and appropriations of \$98,225,959, offset by a mandated County match contribution of \$2,378,151. Based on current projections, this will leave an estimated unfunded and unmet need of \$1,941,334 through fiscal year-end.

The programs in this budget are entitlement programs. As a result, Federal and State sharing ratios are legislated for each program and funding is open-ended with a required county share of cost. Federal/State revenues, estimated at \$90,575,868 are projected in accordance with expenditures estimates. The budget includes a reduction of Federal American Recovery and Reinvestment Act (ARRA) Federal Medicaid Assistance Percentage (FMAP) benefit to Foster Care (FC) and Adoptions Assistance Program (AAP) that will expire on June 30, 2011. This represents a \$329,624 decrease in federal revenue from the 2010-2011 Final Adopted Budget.

The Governor's suspension and redirection of the local County share of child support collections in Fiscal Year 2011-2012 to the State budget was adopted in Senate Bill 72. As a result, the Department has eliminated child support collections revenue from the Recommended Proposed Budget for Fiscal Year 2011-2012. This reduction represents a loss of \$405,984 in estimated revenue.

Service levels in Public Economic Assistance are significantly impacted due to the \$1,941,334 unmet need. The Department would not be able to provide services to 31.6% of Foster Care youths, denying services to an average of 180 youths per month. The additional County Match of \$1,941,334 would support a draw down of Federal and State funding of \$2,626,510 to fully fund this mandated program through June 30, 2012.

Major Programs/Level of Service Requested:

The Public Economic Assistance programs are entitlement programs that provide a prescribed level of aid payments to recipients once an eligibility determination is made. The Fiscal Year 2011-2012 projections reflect the most current local trends.

- ◆ CalWORKs – All Other Families and Two Parent Families – Appropriations are requested at \$59.4 million for All Other Families and \$14.2 million for Two Parent Families.

CalWORKs All Other Families caseload is expected to average 10,737 cases per month, a 3.7% increase from the Adopted Final Budget 2010-2011 level of 10,353. The CalWORKs Two Parent Families caseload is expected to average 2,035 cases per month, a 20.2% increase from the Adopted Final Budget 2010-2011 level of 1,693 cases per month. The increasing caseloads are reflective of recent trends in the State and local economy which lead to the increased number of low income families needing temporary support for their children. The Department also expects an impact from the April 2010 Federal discontinuance of extended unemployment benefits.

The CalWORKs All Other Families average grant is expected to decrease by 8.3% from the Adopted Final Budget 2010-2011 level of \$502.69 to \$461.14. The Two Parent Families average grant is projected to decrease 7.6% from the Adopted Final Budget 2010-2011 level of \$628.91 to \$581.15. The grant reductions are due primarily to the State legislated 8% decrease to Temporary Assistance for Needy Families (TANF) grant effective July 1, 2011 along with the fluctuation in the demographics of the assisted population and the actual fluctuation of earned income.

- ◆ Refugee Cash Assistance – The Refugee Cash Assistance projection of \$470,447 is projected based on an average caseload of 137 per month, an 8.7% increase from the 2010-2011 Adopted Final Budget forecast of 126 cases. The average grant of \$286.16 is a 4.4% decrease from the 2010-2011 Adopted Final Budget estimate of \$299.26. The Refugee Program is 100% federally funded and recognition of changes to the existing program will have no impact on the County General Fund.
- ◆ Cash Assistance Program for Immigrants (CAPI) – The CAPI projection of \$1.5 million is projected based on an average caseload of 189 per month, a 45.4% increase from the 2010-2011 Adopted Final Budget of 130. The average grant of \$674.19 per month is a 10% decrease from Adopted 2010-2011 Final Budget of \$748.83. The CAPI Program is 100% state funded and has no impact on the County General Fund.
- ◆ Foster Care (FC) – The Foster Care projected need totals \$14.4 million. This is from a combination of projected average monthly cases at 570, which reflects flat caseload growth from the 2010-2011 Adopted Final Budget level of 570, and an average grant of \$2,109.52, which represents a 23.4% increase from the Adopted Final Budget of \$1,709.17. The increase in the average grant reflects the most current eight (8) months experience plus the Federal Court Ordered increase to the Foster Family Home (FFH) rates. The FFH rate increase of \$170 is projected to increase the County share by \$283,387. It is important to note that growth trends and forecasts for the FC Program is contingent on maintaining current case management efforts within the Child and Family Services programs. The Department will monitor child safety issues closely and report back to the Board of Supervisors by mid-year if additional foster care funding will be required.
- ◆ Adoptions Assistance Program (AAP) – The Adoptions Assistance projected need is forecast at \$12.1 million. The projected Fiscal Year 2011-2012 caseload of 1,091 is a .9% increase from the 2010-2011 Adopted Final Budget of 1,081, and an average grant of \$922.50, which represents an 18.1% increase from the Adopted Final Budget of \$781.33. The increase in the average grant reflects the most current eight months experience plus the Court Ordered increase to the Foster Family Home (FFH) rates estimated at \$170 per case per month. The FFH rate increase of \$170 is projected to increase the County share by \$284,882.
- ◆ Kinship Guardianship Assistance Payment Program (Kin-GAP) – The Kin-GAP projection of \$345,862 consists of an average monthly caseload of 35, an 18.6% decrease from the 2010-2011 Adopted Final Budget level of 43, and an average grant of \$823.48, a 32.4% increase over the Adopted Final Budget of \$622.15. The increase in the average grant reflects the most current eight months experience plus the Federal Court Ordered increase to the Foster Family Home (FFH) rates estimated at \$170 per case per month. The FFH rate increase of \$170 is projected to increase the County share by \$15,065.
- ◆ Transitional Housing Program Plus (THP-Plus) – The THP-Plus projection of \$335,139 is based on 17 cases per month. The average grant of \$1,642.84 represents a decrease of \$20.41 from the

Adopted Final Budget of \$1,663.25. The current program, as approved by the California Department of Social Services (CDSS) funds 17 youth to participate and receive assistance which includes the My-Home Model Housing/Scatter Sites housing, employment services and emancipation savings account support. This program is 100% State funded and there is no impact to the County General Fund.

Federal/State Budget Impacts:

- ◆ With the passage of Senate Bill (SB) 72, there are potential cost savings that are not factored into the Recommended Proposed Budget estimates. The Department is analyzing the CalWORKs Program changes, and the local caseload and average grant impacts of SB 72, which may require budget adjustments at mid-year:

SB 72 reduced CalWORKs time limits for adults from the current federal time limit of 60-months to 48-months for adults. As of February 2011, over 6,761 cases will need to be evaluated to determine the adult's new CalWORKs time limit.

SB 72 implemented Incremental Grant Reductions (IGR) for certain CalWORKs Child Only cases: 5%, 10%, and 15% at months 61, 73, and 85 respectively. The Department estimates 6,066 cases will require analysis to determine SB 72 levels of eligibility.

SB 72 changed the calculations for Net Nonexempt Income (NNI). The new structure retains the \$225 disregard for Disability-Based Unearned Income (DBI), but limits the earned income. These changes will be used to calculate eligibility and grant amounts beginning with income reported in July 2011.

SB 72 requires an 8% grant reduction for Refugee Cash Assistance effective July 1, 2011. This grant reduction will require a budget adjustment with no impact to County share as RCA is 100% federally funded.

- ◆ The Governor's budget proposes a significant realignment of programs between the State and counties beginning in Fiscal Year 2011-2012 which will transfer program responsibility with the potential for additional funding and new revenues. Phase one includes realignment of the FC, AAP, Kin-GAP, THP-Plus, and SED programs. The proposal premise relies on adoption of a proposed June ballot initiative to extend existing sales tax and Vehicle License Fees, legislated to expire on June 30, 2011. The impact of this realignment proposal is not factored into the Proposed Budget. If the Legislature enacts this proposal, budget adjustments would be required.
- ◆ The United States District Court for the Northern District of California ordered the California Department of Social Services (CDSS) to amend the FC Group Home (GH) rate schedule annually to reflect changes in the California Necessities Index (CNI), no later than the first day of the State's fiscal year July 1. The Fiscal Year 2010-2011 CNI was 1.57%, increasing GH rates from a low of \$33 to a high of \$139 per case per month. Pending instructions from CDSS, this increase is not factored into The Proposed Budget; the Department will evaluate the impacts and include adjustments as needed at mid-year.

Other Impacts:

The Foster Care Program is the largest user, in total dollars, to the County share of cost in this budget: \$6.1 million of the \$9.6 million total, prior to offset by realignment. As a result, the Department continues to work closely with Behavioral Health & Recovery Services (BHRS) and the Probation Department, as the two other County agencies with case management oversight responsibility for children in out-of-home placement.

CSA and Probation recognize that the actual caseload and placement trends in Foster Care (FC) continue to escalate. As FC serves a vulnerable and statutorily mandated population in which child safety issues are paramount, CSA and Probation continue to evaluate the needs of the FC population and develop strategies to assure the most reasonable placement for FC youth. The agencies consistently research data to compare rates and levels of care for respective dependents/wards along with actual county share of costs and equity between the agencies.

Options for evaluating FC include placement systems for appropriate care at enhanced levels of Federal/State funding, as well as alternate strategies for revenue sharing between the agencies. The Departments will continue to strive for program and fiscal integrity that maximizes resources and reduces expenditures. Should any opportunities for improved Federal/State leveraging materialize through this review, the agencies will report back to the Board of Supervisors at a later date.

CSA has implemented a new program beginning January 1, 2011 called "Wraparound Services" which is a program alternative to high cost FC and AAP placements. Initial grant amounts are adjusted to reflect the current State approved Wraparound-reimbursement rate. The goal is to return children to live with their families/guardians or move to lower levels of care and be supported through intensive case management services. Over time, placement costs may be maintained through this program effort, and/or successful family outcomes could result in savings that would be reinvested in additional program services. Much analysis and return on investment research remains to be completed. However, Wraparound Services have produced positive child and fiscal outcomes in several other counties. The Department plans to develop a recommendation for Wraparound Services for the AAP in partnership with BHRS and Probation for implementation in Fiscal Year 2011-2012.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$98,225,959 be approved for the Community Services Agency—Public Economic Assistance budget. This budget is funded from \$95,847,808 in estimated department revenue and a \$2,378,151 mandated County match contribution from the General Fund. It is recommended to review the projected unfunded critical need of \$1,941,334 as part of the 2011-2012 Mid-Year fiscal review process.

Final Budget

There are no recommended changes in funding to this budget.



COMMUNITY SERVICES AGENCY—SERIOUSLY EMOTIONALLY DISTURBED CHILDREN

Budget Unit 1634 0045851
Special Revenue Fund

SERVICES PROVIDED

Assembly Bill (AB) 3632 (Chapter 1747, Statutes of 1984) and AB 882 (Chapter 1274, Statutes of 1985) mandate the Seriously Emotionally Disturbed (SED) Children's Program and authorize the SED Program as a separate out-of-home care component. Its purpose is to ensure that students with special education needs, identified as being the result of an emotional condition, receive mental health services at no cost to the child or family. Behavioral Health and Recovery Services (BHRS) and the Stanislaus County Office of Education must provide residential placement, which includes counseling, case management and psychiatric services. If problems are less severe, day treatment services shall be provided. The primary focus is to work with children and families to treat mental health conditions that keep these children from taking full advantage of their education.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a cash balance of \$0 as of July 1, 2011 compared to \$57,060 on July 1, 2010. Due to the Governor's suspension of the SED mandate, effective July 1, 2010, Fund 1634 Seriously Emotional Disturbed Children was closed out at Mid-Year 2010-2011. The Department will eliminate this budget as of June 30, 2011.

The actual cash balance as of July 1, 2011, is \$0 which is in line with the Proposed Budget projection.

CSA - Seriously Emotionally Disturbed Children					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$0	\$0	\$0	\$0	\$0
Intergovernmental Revenue	\$245,189	(\$7,140)	\$0	\$0	\$0
Charges for Service	\$211,076	\$40,164	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$53,552	\$0	\$0	\$0
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$456,265	\$86,576	\$0	\$0	\$0
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$0	\$0	\$0	\$0	\$0
Other Charges	\$478,598	\$40,164	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$78,555	\$0	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$557,153	\$40,164	\$0	\$0	\$0
Fund Balance	\$1	(\$20,082)	\$0	\$0	\$0
Net County Cost	\$100,887	(\$26,330)	\$0	\$0	\$0

PROGRAM DISCUSSION

On October 8, 2010 the Governor vetoed funding for SED and declared the mandate suspended effective July 1, 2010. In alignment with that action, the Department in the 2010-2011 Mid-Year Financial Report recommended the elimination of this Fund as of June 30, 2011. As a result, no appropriations are recommended in Fiscal Year 2011-2012. The County Match contribution of \$238,238 will be returned to the County General Fund. In Fiscal Year 2010-2011, as the Governor suspended the mandate, the financial responsibility for ensuring the requirements of AB 3632 and Federal Individuals with Disabilities Education Act (IDEA) reverted back to the Department of Education. The legality of the former Governor's action was the subject of several Court actions including County of Sacramento v. State of California. Stanislaus County was authorized by the Board of Supervisors to join this suit in November 2010. In March 2011, the Court upheld the mandate suspension. BHRS has subsequently negotiated a payment agreement with the Stanislaus County Office of Education for reimbursement of all non-reimbursed County cost through June 30, 2011. Any reimbursement from SCOE for prior CSA SED placement costs would be returned to the General Fund.

Federal/State Budget Impacts:

The California Department of Social Services (CDSS) and the California Department of Mental Health Services budgets include proposals to reinstate the AB 3632 mandate and funding in Fiscal Year 2011-2012. If the Legislature enacts either or both of these proposals, the Department will work with BHRS to analyze program and budget adjustments that may be required. If the original CDSS mandate is restored, the Department will continue to pay and claim BHRS authorized SED placement costs.

The Governor's CDSS budget proposes a significant realignment of programs between the State and counties beginning in Fiscal Year 2011-2012 which will allow counties to have primary program responsibility with additional funding and new revenues. Phase one includes realignment of the FC, AAP, Kin-GAP, and THP-Plus, and SED programs. The proposal premise relies on adoption of a proposed June ballot initiative to extend existing sales and Vehicle License Fees, legislated to expire on June 30, 2011. The proposal will require State Constitutional language which is still under negotiation and trailer bill language to implement the realignment, including implementation issues, allocations, and funding levels to be determined through future Legislative deliberations. The impact of this realignment proposal is not factored into the Proposed Budget.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

There are no appropriations recommended for the Community Services Agency—Seriously Emotionally Disturbed budget. All fund balance reserves have been depleted in prior fiscal years and the Department will no longer use this budget. This budget is being included as part of the Recommended Proposed Budget due to the budget requirement imposed by the State Controller.

Final Budget

There are no recommended changes in funding to this budget.



HEALTH SERVICES AGENCY

MISSION STATEMENT

The Health Services Agency mission is to:

- ◆ **Promote** wellness and healthy lifestyles;
- ◆ **Prevent** illness and injury;
- ◆ **Provide** quality care and treatment; and
- ◆ **Preserve** access to healthcare for the underserved.

Through leadership, continuous improvement, and teamwork.

OPERATIONAL PRIORITIES

The Operational Priorities for Health Services Agency for the 2011-2012 Fiscal Year include:

- ◆ Prepare the Public Health division for accreditation focusing on national standards. Efforts to include efficiency improvements, staff development efforts as well as improvements in internal and external communications;
- ◆ Manage effectively the Medically Indigent Adult program in order to provide quality and medically necessary care while containing costs and meeting the State mandate;
- ◆ Prepare for federal health reform including the work with stakeholder groups and consultants to determine feasibility of a Stanislaus County Low Income Health Program;
- ◆ Working within the Board of Supervisors and Community Health Centers Board direction, continue to identify cost saving and revenue enhancing strategies to achieve fiscal targets in the clinic system while serving the medical needs of the underserved community; and,
- ◆ Continue implementation of an Electronic Medical Records and Practice Management system in the Agency while maintaining volume of patient visits.



HEALTH SERVICES AGENCY—ADMINISTRATION

Budget Unit 1401 1301000
Special Revenue Fund

SERVICES PROVIDED

The Health Services Agency (HSA) – Administration budget provides oversight and support for the Agency’s Ambulatory Clinics and Ancillary Services, Public Health Division Services, the Indigent Health Care Program (IHCP), and the Health Coverage and Quality Services Division. Specific overhead functions included in this budget are Administration, Payroll/Human Resources, Patient Accounting, Information Services, Materials Management, HSA Volunteers, Plant Operations, Security, Training, Safety & Ergonomics, General Accounting, Accounts Payable and Environmental Services & Communications. Costs for this budget are allocated out to the other HSA divisions, much like the County Cost Allocation Plan (CAP) costs are allocated to departments, through a variety of allocation methodologies.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of approximately \$80,000 as of July 1, 2011, compared to a positive balance of \$88,918 on July 1, 2010. The decrease of approximately \$9,000 is the result of changes in the Department’s allocation process for costs of various HSA functions that occurred as a result of position vacancies and efficiency initiatives throughout the Department.

The actual cash balance as of July 1, 2011, is \$299,965, a significant increase to the projected July 1, 2011, balance. This is the result of accrual accounting and the difference in the timing of cash receipts and payments.

Health Services Agency - Administration					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$10,200	\$9,137	\$8,400	\$0	\$8,400
Intergovernmental Revenue	(\$277,492)	\$116,581	\$52,870	\$0	\$52,870
Charges for Service	\$6,145,010	\$5,606,407	\$7,128,230	\$0	\$7,128,230
Miscellaneous Revenue	\$135	\$53,910	\$100,000	\$0	\$100,000
Other Financing Sources	\$109,400	\$0	\$0	\$0	\$0
Total Revenue	\$5,987,253	\$5,786,035	\$7,289,500	\$0	\$7,289,500
Salaries and Benefits	\$5,974,722	\$6,150,304	\$6,527,898	\$0	\$6,527,898
Services and Supplies	\$1,171,558	\$1,136,124	\$2,129,330	\$0	\$2,129,330
Other Charges	\$1,736,312	\$1,217,461	\$1,563,300	\$0	\$1,563,300
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$158,836	\$168,784	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	(\$3,054,175)	(\$2,886,631)	(\$2,931,028)	\$0	(\$2,931,028)
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$5,987,253	\$5,786,042	\$7,289,500	\$0	\$7,289,500
Fund Balance	\$0	\$7	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain its current level of operations by providing oversight and support for the Agency's Ambulatory Clinics and Ancillary Services, Public Health Division Services, and the Indigent Health Care Program (IHCP). Costs for this budget are allocated to other Health Services Agency divisions, much like the County Cost Allocation Plan (CAP) costs are allocated to departments, through a variety of allocation methodologies.

The Department continues to review previously implemented initiatives aimed at fiscal stability and identifying new initiatives which could possibly reduce the Agency's overall costs.

New cost savings initiatives that have been identified include using a Sr. Custodian, (currently assigned to the day shift) to act as lead on both the day and evening shifts thereby enabling the Agency to move one Sr. Custodian position to the vacant unfunded list, as approved by the Board of Supervisors on May 17, 2011.

Additionally, the Agency is currently planning an upgrade from its old increasingly unreliable ATT Centrex dial tone telephone system to a new VoIP (Voice over Internet Protocol) system. Transitioning to this new technology will significantly reduce the Agency's annual telephone expenses and will result in a full return on investment within four years. The net external cost of this project is estimated to be approximately \$860,000 and would be funded by \$318,000 of Public Facilities Fees (PFF) funds and Clinics and Ancillary revenue.

During Fiscal Year 2011-2012, the Health Services Agency will work with CEO-Capital Projects and GSA Facilities Maintenance staff to complete an evaluation of moving Department functions off of the Central Plant located at County Center II, to include spacing options using existing County and additional leased space to house all Department functions currently on the County Center II Central Plant. Additionally, an evaluation and cost estimates to reengineer Public Health to remain on County Center II will be completed.

ADOPTED STAFFING RECOMMENDATIONS

Proposed Budget

The Board of Supervisors approved a reduction-in-force action on May 17, 2011, deleting seven filled positions and unfunding two vacant positions effective July 15, 2011. One of the nine positions impacted is from this budget.

Total current authorized positions after approval of this action— 83

There are no recommended changes to the current level of staffing in the Proposed Budget.

Total recommended authorized positions— 83

Final Budget

The Department has requested to delete one vacant Account Clerk III position and one vacant Stock/Delivery Clerk II position to support the Department's changing business needs. The Department has further requested to transfer in one Accountant II from the Indigent Health Care Program (IHCP) budget and one Software Developer II from the Clinics and Ancillary budget to the Administration budget in an effort to align the duties to the appropriate budget units.

Total current authorized positions—83

It is recommended to delete one vacant Account Clerk III position and one vacant Stock/Delivery Clerk II position. It is further recommended to transfer in one Accountant II position from the IHCP budget and one Software Developer II position from the Clinics and Ancillary budget.

Total recommended authorized positions—83

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$7,289,500 be approved for the Health Services Agency (HSA) – Administration budget. This budget is funded from \$7,289,500 in estimated department revenue.

Final Budget

There are no recommended changes in funding to this budget.



HUMAN SERVICES
Health

HEALTH SERVICES AGENCY—CLINICS AND ANCILLARY SERVICES

Budget Unit 4051 1010001
Enterprise Fund

SERVICES PROVIDED

The Health Services Agency (HSA) – Clinics and Ancillary Services budget provides primary care, specialty care, and the ancillary services that support this care (pharmacy and rehabilitation services) to approximately 48,000 unique patients annually, primarily representing the uninsured, Medi-Cal and County indigent population. Clinic services are currently provided at six medical office locations throughout the County and include: family medicine; pediatrics; integrated behavioral health services; prenatal care; obstetrical care; women's health care and family planning; immunizations; treatment of sexually transmitted diseases (STD's); well child check-ups; urgent care; and adult and pediatric specialty care including orthopedics, otolaryngology (ENT), neurology, ophthalmology, general surgery (lump and bump), gastroenterology, HEP C, oncology, urology, podiatry and neurosurgery. Full service rehabilitation services including physical therapy, occupational therapy, audiology, and wound care services are also provided.

The non-profit Valley Consortium for Medical Education was formed in May 2009 and became the sponsor of a new family medicine residency program as of July 1, 2010. The founding members of the consortium are Stanislaus County, Doctors Medical Center and Memorial Medical Center. The new family medicine residency program, The Valley Family Medicine Residency Program of Modesto, is receiving graduate medical education funding from the Center for Medicare and Medicaid Services (CMS). The new program has received Accreditation Council for Graduate Medical Education (ACGME) accreditation. Through this three-year residency program, approximately 30 family practice residents will be in training annually and are an integral part of the County's primary care clinic system. Outpatient training is performed in the Agency's medical offices and inpatient training will occur at member organizations.

The academic medical training for the residency program is supported through Scenic Faculty Medical Group, a "core" medical staff representing primarily Family Practice, Pediatrics and Obstetrics/Gynecology. In addition, approximately 80 community physicians provide teaching and specialty services to HSA clients in the Agency's specialty clinics. Professional staffing of the Urgent Care operations is provided under contract by California Healthcare Medical Billing.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a negative cash balance of \$6.3 million as of July 1, 2011, compared to \$28,294.34 on July 1, 2010. In accordance with generally accepted accounting standards and the preparation of the County's Annual Financial Report, any negative cash balances in the various funds are reclassified from a negative asset to a liability for financial statement presentation. Subsequent to year-end (in July), all reclassification entries are then reversed.

While the July 1, 2010, cash balance in the County's financial accounting system for the Clinics and Ancillary Fund shows a positive cash balance of \$28,294.34, the actual negative cash balance (before reclassification) was \$3,706,035.

The decrease is attributed to the following: lower than anticipated Medi-Cal Prospective Payment System (PPS) reconciliation payments for Fiscal Years ending June 30, 2009 and June 30, 2010, lower than anticipated interim Medi-Cal PPS rate payments on a prospective basis, as well as a transfer of approximately \$2.3 million to Health Services Agency – Indigent Health Care Program (IHCP) to cover

its Fiscal Year 2010-2011 operating deficit resulting from increased caseload growth and changes to patient liability and share of cost, as approved by the Board of Supervisors on April 5, 2011 following a public hearing. It is anticipated that, following the Federal audit and final approval of the Medi-Cal PPS rate, to occur by Budget Year 2012-2013, the cash balance for Clinics and Ancillary Services will substantially improve.

Although the cash balance as of July 1, 2011, is \$84,382.78, the Department recognizes the actual deficit of \$9.3 million. The amount is greater than the projected negative cash balance of \$6.3 million due to not receiving the Medi-Cal Prospective Payment System (PPS) Reconciliation Interim payment as well as an additional payment from Medi-Cal in the amount of \$550,000.

As explained above, in accordance with generally accepted accounting standards and the preparation of the County's Annual Financial Report, any negative cash balances in the various funds are reclassified from a negative asset to a liability for financial statement presentation and subsequent to year-end (in July), all reclassification entries are then reversed.

Health Services Agency - Clinic and Ancillary Svcs					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	(\$101,385)	(\$104,872)	\$0	\$0	\$0
Intergovernmental Revenue	\$423,193	\$341,517	\$156,503	\$0	\$156,503
Charges for Service	\$42,307,271	\$37,888,566	\$39,262,061	\$0	\$39,262,061
Miscellaneous Revenue	\$1,367,591	\$554,227	\$373,774	\$0	\$373,774
Other Financing Sources	\$2,821,795	\$3,788,606	\$2,517,862	\$0	\$2,517,862
Total Revenue	\$46,818,465	\$42,468,044	\$42,310,200	\$0	\$42,310,200
Salaries and Benefits	\$19,743,030	\$17,355,628	\$18,997,400	\$0	\$18,997,400
Services and Supplies	\$17,742,216	\$15,272,462	\$16,331,638	\$0	\$16,331,638
Other Charges	\$8,704,610	\$8,561,814	\$10,485,209	\$0	\$10,485,209
Fixed Assets					
Buildings & Improvements	\$0	\$7,616	\$0	\$0	\$0
Equipment	\$0	(\$7,690)	\$208,336	\$0	\$208,336
Other Financing Uses	\$390,637	\$2,713,763	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$46,580,493	\$43,903,593	\$46,022,583	\$0	\$46,022,583
Retained Earnings	(\$3,118,628)	(\$1,306,428)	(\$1,014)	\$0	(\$1,014)
Net County Cost	\$2,880,656	\$2,741,977	\$3,713,397	\$0	\$3,713,397

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain the current level of service: primary care clinics, specialty care, rehabilitation care, integrated behavioral health services in its primary care clinics as well as pharmacy services for County patients. Annually, the Clinics and Ancillary Services conducts over 218,000 patient visits.

This budget is primarily funded as follows: charges for services to clients and/or third party payers, such as, but not limited to, the Stanislaus County Indigent Health Care Program, Medi-Cal, Medi-Cal Anthem/Blue Cross Managed Care, Medi-Cal Health Net Managed Care, and Medicare, as well as a planned County General Fund contribution of \$3,713,397. The General Fund contribution has decreased from Fiscal Year 2008-2009 to now by \$903,807.

As a continuous improvement initiative, Department management continues to review previously implemented initiatives aimed at fiscal stability (to ensure projections are/were on target) and is also

continuing to identify new initiatives which could possibly reduce the Health Services Agency's ongoing need for County Match. As additional initiatives are identified and the savings quantified, the Agency will return to the Board of Supervisors for approval as needed.

While the Health Services Agency - Clinics and Ancillary Services budget has faced significant financial challenges in the past, the Board of Supervisors approved an initiative to prepare and seek the designation of Federally Qualified Health Center Look-Alike (FQHC-LA) for the primary care clinics. The FQHC-LA was a crucial element in the Agency's three-year strategic plan adopted by the Board on September 13, 2005 and failure to receive this Federal designation would have jeopardized the County's ability to continue to provide access to health care to approximately 10% of the County's population. On September 24, 2007, the Health Services Agency was informed that its application for the FQHC-LA designation was approved, which has resulted in enhanced revenues estimated at over \$8.0 million annually. As of December 31, 2009, the Agency submitted its Final Medi-Cal PPS rate-setting reports for the Agency's base year i.e. Fiscal Year 2008-2009. However, while the State has acknowledged receipt of these reports and this April began paying the FQHC-LA Clinics prospectively based on these "as submitted" rates, the State does have three years in which to audit the submittals and approve the Final Medi-Cal PPS Rates.

Within the Clinics and Ancillary Services division, the Community Health Center Board is composed of eleven community members, six of whom are clinic users, and is charged with oversight and guidance of the clinic operations, including approval of the budget within available appropriations. On May 4, 2011 the Community Health Center Board approved the portion of the Recommended Proposed Budget over which it has authority, subject to revision as new information becomes available.

The Department has seen an increase in its Information Technology (IT) workload as a result of the continued implementation and support of the Electronic Medical Records system, specifically in the area of automation of data uploads. The Agency is requesting to reclassify downward a vacant Staff Nurse III position to a Software Developer II. This position will be responsible for ad hoc managerial reports, process automation, forms development, website development and maintenance, liaison with other County Departments and other development and automation tasks, through the development and maintenance of customized computer code.

ADOPTED STAFFING RECOMMENDATIONS

Proposed Budget

The Department has requested to reclassify one vacant Staff Nurse III position downward to a Software Developer II. The Department has further requested to reclassify the Nursing Assistant job classification and positions to better reflect the current needs in the clinics. It is recommended that a classification study be conducted.

Total current authorized positions— 197

It is recommended to reclassify one vacant Staff Nurse III position to a Software Developer II.

Total recommended authorized positions— 197

Final Budget

The Department has requested to unfund one vacant Administrative Clerk III position. The Department has further requested to restore one unfunded Administrative Clerk I position and reclassify upward to a block-budgeted Administrative Clerk II. This will allow the assignment of duties to the proper classification. In the 2011-2012 Proposed Budget, the Department received approval to reclassify one vacant Staff Nurse III position downward to a Software Developer II in the Clinics and Ancillary budget. The Department has requested to transfer out one Software Developer II position from Clinics and Ancillary to the Administration budget to properly align the information technology job duties within the Information Technology Division.

Total current authorized positions—197

It is recommended to unfund one vacant Administrative Clerk III position. It is further recommended to restore one unfunded Administrative Clerk I position and reclassify upward to a block-budgeted Administrative Clerk II. It is also recommended to transfer out one Software Developer II position to the Administration budget.

Total recommended authorized positions—196

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$46,022,583 be approved for the Health Services Agency – Clinics and Ancillary Services budget. This budget is funded from \$42,310,200 in estimated department revenue and a \$3,713,397 County match contribution from the General Fund, resulting in a positive contribution of \$1,014 to departmental retained earnings.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012



HUMAN SERVICES
Health

HEALTH SERVICES AGENCY—EMERGENCY MEDICAL SERVICES
DISCRETIONARY FUND

Budget Unit 1429 1210001
 Special Revenue Fund

SERVICES PROVIDED

The Health and Safety Code requires the County to establish and coordinate the system that provides emergency medical care in the region. To provide these services, the County has historically contracted with Mountain Valley Emergency Medical Services Agency, a regional Emergency Medical Services (EMS) agency of five participating counties.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of \$139,130 on July 1, 2011, compared to \$161,329 on July 1, 2010. The revenues come from SB 12/612 Maddy funds, which include fines and fees collected by the courts.

The actual cash balance as of July 1, 2011, is \$158,658, which is in line with the Proposed Budget projection.

Health Services Agency - EMS Discretionary Fund					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$132,603	\$193,154	\$200,000	\$0	\$200,000
Revenue from use of Assets	\$1,555	\$1,612	\$5,000	\$0	\$5,000
Intergovernmental Revenue	\$0	\$0	\$0	\$0	\$0
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$134,158	\$194,766	\$205,000	\$0	\$205,000
Salaries and Benefits	\$74,221	\$84,859	\$89,785	\$0	\$89,785
Services and Supplies	\$109,189	\$103,762	\$115,215	\$0	\$115,215
Other Charges	\$0	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$2,517	\$2,916	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$185,927	\$191,537	\$205,000	\$0	\$205,000
Fund Balance	\$51,769	(\$3,229)	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Health Services Agency will maintain the contract with the Mountain Valley Emergency Medical Services Agency to administer local emergency services for Fiscal Year 2011-2012. The revenues used to pay for these services come from SB 12/612 Maddy Funds, which include fines and fees collected by the courts. In addition, the program will continue to fund the staffing costs of the Medical/Health Operational Area Coordinator (MHOAC) who facilitates the coordination of mutual aid and other emergency operation within the Operational Area (County) to respond to any medical disaster by mobilizing and coordinating emergency medical services mutual aid resources to mitigate health problems. In cooperation with various agencies, the MHOAC is responsible for ensuring the development of a medical and health disaster plan for the Operational Area.

On December 22, 2009, the Board of Supervisors authorized the Health Services Agency to enter into the annual operating agreement with Mountain Valley Emergency Medical Services Agency (MVEMS) for the Fiscal Year 2010-2011. Based upon a level of dissatisfaction with the relationship with MVEMS, on December 22, 2009 the Board of Supervisors authorized the exercising of the Joint Powers Agreement termination provisions and authorized a consulting project for a needs assessment and development of a recommended alternative arrangement and implementation plan. Following that action, the consulting project was launched and a courtesy notice of intent to terminate was sent to the members of the JPA Board of Directors, followed by a copy of the consultant's report. The MVEMS JPA board made a decision to change leadership of the MVEMS operation. A follow up recommendation was made to the Board of Supervisors on March 1, 2011. The County's decision is to remain in the JPA and to monitor necessary improvements.

The Department faces fiscal uncertainty due to pending legislation. State budget negotiations continue regarding the possible diversion of Maddy Funds to the State Medi-Cal program. There is no information at this time on how this would be implemented or exact amount to be diverted if the legislation passed.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$205,000 be approved for the Health Services Agency - Emergency Medical Services Discretionary Fund. This budget is funded from \$205,000 in estimated department revenue.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012



HUMAN SERVICES
Health Care

HEALTH SERVICES AGENCY—HEALTH COVERAGE AND QUALITY SERVICES

Budget Unit 1403 1400001
 Special Revenue Fund

SERVICES PROVIDED

The Health Services Agency – Health Coverage and Quality Services (HCQS) budget provided for a continued level of service and was funded by negotiated fees paid by Blue Cross of California. This funding ultimately reimbursed various Health Services Agency divisions and was used in the following major areas: Managed Care Contracting and Administration; Credentialing of providers for all payers and programs; Internal Training and Support; Risk Management and Quality Improvement programs; Medi-Cal and Healthy Families outreach.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a \$0 cash balance as of July 1, 2011, compared to the July 1, 2010, positive balance of \$477,853. The decrease is attributed to the planned use of all fund balance reserves to support program operations in Fiscal Year 2010-2011 in the Agency's Public Health and Indigent Health Care Programs. This fund is closed out and has been incorporated with the Health Services Agency Clinics and Ancillary Services budget.

The actual cash balance as of July 1, 2011, is \$3,676 which is in line with the Proposed Budget projection.

Health Services Agency - Health Coverage & Quality Svcs					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$8,101	(\$3,886)	\$0	\$0	\$0
Intergovernmental Revenue	\$0	\$0	\$0	\$0	\$0
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$8,101	(\$3,886)	\$0	\$0	\$0
Salaries and Benefits	\$0	(\$13,699)	\$0	\$0	\$0
Services and Supplies	\$0	\$0	\$0	\$0	\$0
Other Charges	\$0	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$643,009	\$480,786	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$643,009	\$467,087	\$0	\$0	\$0
Fund Balance	\$634,908	\$470,973	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

During Fiscal Year 2008-2009, the Health Services Agency identified a cost savings initiative aimed at aligning all duties in the appropriate budget unit. One of these alignments was the consolidation of Health Coverage and Quality Services (HCQS) budget into the appropriate budgets based on applicable duties. The Department determined that all duties associated with managed care contracting and administration, provider credentialing, chart auditing/quality improvement programs as well as Medi-Cal and Healthy Families outreach should be transferred to the Clinics and Ancillary Budget and all risk management and overall contract administration duties should be transferred to the Health Services Agency-Administration budget. The appropriate transfers and consolidations have been completed for HCQS and the Agency will no longer maintain a separate budget for this fund.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that no appropriations be budgeted for the Health Services Agency – Health Coverage and Quality Services budget. As reported in the 2009-2010 Final Budget, the Department stopped using this budget effective June 30, 2010. This budget is being included as part of the Recommended Proposed Budget due to State Controller budget requirements.

Final Budget

There are no recommended changes in funding to this budget.



HEALTH SERVICES AGENCY—INDIGENT HEALTH CARE PROGRAM

Budget Unit 1404 1501000
Special Revenue Fund

SERVICES PROVIDED

Welfare and Institutions (W&I) Code, Section 17000 requires that, “Every county shall relieve and support all incompetent, poor indigent persons, and those incapacitated by age, disease, or accident, lawfully resident therein, when such persons are not supported or relieved by their relatives or friends, by their own means, or by State or private institutions.” Accordingly, except for administrative costs, Indigent Health Care Program (IHCP) funding will be directed for the provision of medical and dental services for qualified Medically Indigent Adults (MIA).

The Indigent Health Care Program uses realignment revenue and mandated county match to reimburse health care providers for care delivered to Medically Indigent Adults.

IHCP beneficiaries may receive primary and specialty care, dental, emergency room, inpatient and outpatient services. All patients must first apply to the program and meet residency, income, and asset criteria established by the Board of Supervisors. All services to be delivered by providers outside of the Health Services Agency require prior authorization. The IHCP utilization management nurses, supported by physician medical reviewers, are responsible for the review function related to such authorization requests and perform concurrent review on site at Doctor’s Medical Center.

IHCP staff adjudicates claims, by applying a staff-maintained fee schedule, contractual obligations, and medical billing standards. Claims are adjudicated through medical claims software that receives many claims electronically. IHCP is also responsible for coordinating fair hearings for program applicants relating to denials of applications and other program services. Analytical support to Agency administration for various initiatives is also provided. Other financial and operational functions include State and management reporting, and the evaluation, interpretation and implementation of new legislation.

The Stanislaus County Children and Families Commission has contracted with the Health Services Agency (HSA) for the Healthy Cubs (HCUBS) Program since January of 2003. The program consists of two primary components: 1) to provide health care access and health services to pregnant women and children aged 0-5 in families with an income less than 300% of the Federal Poverty Level; and 2) to refer and qualify applicants for other health programs funded by other levels of government, non-profits, foundations, or the private sector (Medi-Cal, Healthy Families, or Kaiser Kids, for example). For five years, HCUBS has served as the provider of last resort when eligible applicants do not qualify for any other health access programs. Services offered to children and pregnant woman enrolled through HCUBS will include only: 1) those services available at the Stanislaus County Health Services Agency medical offices and pharmacy to include primary medical care, ambulatory specialty care, pharmaceuticals and rehabilitation services such as physical therapy, 2) those primary and obstetrical care and pharmacy services offered at a Golden Valley Health Center location within the County of Stanislaus, 3) those primary and obstetrical services offered at the Oakdale Community Health Center and Riverbank Community Health Center, 4) dental care offered at various contracted locations throughout Stanislaus County, and 5) laboratory and radiology services will be performed with contracted providers within Stanislaus County. Services not defined above, including but not limited to inpatient care, are not included in this Agreement.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a \$0 cash balance as of July 1, 2011, compared to the July 1, 2010, negative cash balance of \$121,245. The Department is anticipating a transfer in from Clinics and Ancillary Fund 4051 of up to \$2.3 million to cover the Medically Indigent Adult program operating loss on June 30, 2011, as approved by the Board of Supervisors on May 3, 2011.

The actual cash balance as of July 1, 2011, is \$184,807, an increase to the projected July 1, 2011, balance. The reason for this increase is the timing of payments. A \$2.3 million transfer from the Clinics and Ancillary Fund 4051 was made prior to year-end to absorb any loss. Expenses are accrued at year-end, however, some are not paid until July, 2011.

Health Services Agency - Indigent Health Care					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$271	\$155	\$500	\$0	\$500
Intergovernmental Revenue	\$2,451,814	\$2,593,496	\$2,687,965	\$0	\$2,687,965
Charges for Service	\$985,767	\$991,703	\$861,680	\$0	\$861,680
Miscellaneous Revenue	\$473	\$441	\$500	\$0	\$500
Other Financing Sources	\$7,806,850	\$9,464,861	\$7,082,653	\$0	\$7,082,653
Total Revenue	\$11,245,175	\$13,050,656	\$10,633,298	\$0	\$10,633,298
Salaries and Benefits	\$2,308,348	\$2,281,803	\$2,619,367	\$0	\$2,619,367
Services and Supplies	\$194,978	\$354,471	\$295,405	\$0	\$295,405
Other Charges	\$11,428,658	\$12,613,205	\$9,569,113	\$0	\$9,569,113
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$63,719	\$63,784	\$1,500	\$0	\$1,500
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$13,995,703	\$15,313,263	\$12,485,385	\$0	\$12,485,385
Fund Balance	\$715,268	\$410,520	\$0	\$0	\$0
Net County Cost	\$2,035,260	\$1,852,087	\$1,852,087	\$0	\$1,852,087

PROGRAM DISCUSSION

At the proposed level of funding, the HSA – Indigent Health Care Program (IHCP) anticipates an unfunded unmet need of over \$2.9 million. IHCP continues to face significant potential fiscal and program exposures due to new challenges and ongoing issues resulting from MIA program policy changes implemented since Fiscal Year 2009–2010. Some of the issues affecting the operations of IHCP in Fiscal Year 2011-2012 include the following:

- ◆ The impact of the slow economy: decreased or flat program revenues, increase in applications and enrollment.
- ◆ The IHCP policy of collecting the patient share of cost or co-pay at the time of service changed. Effective February 1, 2010, treatment and services provided to the IHCP population may not be denied or delayed based on the patient's inability to pay all or any part of their financial obligations at the time of service.
- ◆ On March 30, 2010, the Stanislaus County Board of Supervisors (BOS) approved the rescinding of the reduction to the Income Limits at which patient cost sharing applies and the increase in patient cost sharing, specifically for major restorative dental services in the Medically Indigent Adult

Program. This reinstated the respective policy that existed prior to the Board of Supervisors action on September 1, 2009. These changes went into effect April 1, 2010.

- ◆ In Fiscal Year 2009-2010, IHCP experienced an increase of 12% in the number of IHCP enrollees compared to the prior year. By June 30, 2011, IHCP anticipates an additional 6% increase in enrollees and is budgeting an additional increase of 5% for Fiscal Year 2011-2012. At an average cost per patient of \$1,718, IHCP has increased the medical services allocation in anticipation of the increase in enrollment.
- ◆ The revision of existing County policy to eliminate co-payment and share of cost eligibility categories in the MIA Program and establish a Hardship Eligibility category which provides eligibility with patient share of cost requirements for applicants with income between 117% - 223% of the Federal Poverty Level effective May 1, 2011. Litigation continues on patient liability/share of cost issues.

It is estimated that the most recent policy changes will result in an increase in the MIA program expenditures of approximately \$130,000 to \$205,000 annually; however, actual costs would be based on the actual applicants, enrollment and utilization of covered services under the MIA program. The overall annual fiscal exposure for 2011-2012 is estimated at approximately \$2.9 million based on increased enrollment and utilization, as well as all policy changes related to patient liability and cost sharing. At the end of Fiscal Year 2010-2011, the Department is anticipating a transfer of up to \$2.3 million from the Clinics & Ancillary Services to cover IHCP's operating loss. However, there is no new external revenue anticipated to offset these costs in Fiscal Year 2011-2012. MIA services are mandated regardless of funding levels and the County is required to provide or arrange for the provision of medical services for the indigent residents of the County. The Proposed Budget is balanced for budget balancing purposes; however, the program is anticipating an operating loss of over \$2.9 million in 2011-2012. The unfunded exposure will be addressed during the coming year.

In a continued effort to operate as efficiently as possible, the following initiatives are under review:

- ◆ Reviewing the possibility of participation in the Low Income Health Program (LIHP). This program provides 50% federal matching funds for medical care provided to LIHP participants. The County has submitted a non-binding application for this program in order to receive technical assistance. Made possible by a planning grant from the Blue Shield of California Foundation, the Health Services Agency has contracted with Health Management Associates, a private consulting firm, to assist HSA staff in conducting a feasibility analysis considering the available Federal reimbursement and the associated health utilization cost risk.
- ◆ Developing a planning model to identify areas of need and to track improvements to increase the overall efficiency of the Prescription Medication Formulary.
- ◆ Analyzing Specialized Consultative Care use, especially University of California San Francisco (UCSF) referrals to identify services that possibly could be arranged locally.
- ◆ Increasing/improving care management through medical home practices.
- ◆ Exploring possible reductions or restrictions related to Scope of Benefits.
- ◆ Comparing MIA Scope of Benefits to other County Program Scope of Benefits.
- ◆ Looking at Medi-Cal Criteria to potentially mirror in Scope of Benefits or utilization management practices.

In addition, IHCP will continue to seek cost-saving ideas and further reductions to total expenditures while continuing to meet the medical needs of the program beneficiaries.

ADOPTED STAFFING RECOMMENDATIONS

Proposed Budget

Total current authorized positions— 35

There are no recommended changes to the current level of staffing.

Total recommended authorized positions— 35

Final Budget

The Department has requested to transfer out one Accountant II position to the Administration budget in an effort to align the accounting duties within the Finance Division.

Total current authorized positions—35

It is recommended to transfer out one Accountant II position to the Administration budget.

Total recommended authorized positions—34

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$12,485,385 be approved for the Health Services Agency – Indigent Health Care budget. This budget is funded from \$10,633,298 in estimated department revenue and a \$1,852,087 Mandated County Match contribution from the General Fund.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012



HUMAN SERVICES
Health

HEALTH SERVICES AGENCY—INDIGENT HEALTH CARE PROGRAM (IHCP)
CALIFORNIA HEALTHCARE FOR INDIGENTS PROGRAM (CHIP)

Budget Unit 1423 1500002
 Special Revenue Fund

SERVICES PROVIDED

Due to the redirection of the Tobacco Tax and Health Protection Act (Prop 99) funding, the Emergency Medical Services Appropriation (EMSA) did not receive funding for Fiscal Year 2009-2010, resulting in the elimination of this budget.

The Emergency Medical Services Appropriation (EMSA) provided reimbursement for uncompensated emergency medical services provided by physicians to the indigent population within Stanislaus County. Funds were appropriated through the California Healthcare for Indigents Program (CHIP) and disbursed through the Hospital Services Account and Physicians Services Account/Unallocated Emergency Medical Services Appropriation Funds. These funds were separate from the CHIP program and were referred to as the "Emergency Medical Services Appropriation."

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a cash balance of \$0 as of July 1, 2011, which is unchanged from the July 1, 2010 balance. The Department has eliminated this budget.

H.S.A. - I.H.C.P. (CHIP)					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	(\$1,934)	\$138	\$0	\$0	\$0
Intergovernmental Revenue	\$0	\$0	\$0	\$0	\$0
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$3,704	\$0	\$0	\$0	\$0
Total Revenue	\$1,770	\$138	\$0	\$0	\$0
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	(\$3,914)	(\$330)	\$0	\$0	\$0
Other Charges	\$0	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$3,704	\$0	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	(\$210)	(\$330)	\$0	\$0	\$0
Fund Balance	(\$1,980)	(\$468)	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

Due to the State's 2009-2010 Final Budget action to redirect Tobacco Tax and Health Protection Act (Proposition 99) funding, the State no longer provides Emergency Medical Services Appropriations (EMSA) funds for this program.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that no appropriations be budgeted for the Health Services Agency – Indigent Health Care Program (IHCP) California Healthcare for Indigents Program (CHIP) budget. This budget is being included as part of the Recommended Proposed Budget due to State Controller budget requirements.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA
Fiscal Year 2011-2012



HUMAN SERVICES
Health

HEALTH SERVICES AGENCY—INDIGENT HEALTH CARE PROGRAM (IHCP)
EMERGENCY MEDICAL SERVICES HOSPITAL

Budget Unit 1434 1500010
 Special Revenue Fund

SERVICES PROVIDED

The Health and Safety Code requires the County to establish an Emergency Medical Services Fund, upon adoption of a resolution by the Board of Supervisors. Twenty-five percent of the balance of the fund shall be distributed only to hospitals providing disproportionate trauma and emergency medical care services.

To provide these services, the County contracts with hospitals within the County. These services are paid from a dedicated State funding source known as Senate Bill (SB) 12/612 Maddy Funds.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of \$430,754 as of July 1, 2011, compared to the July 1, 2010, positive balance of \$301,445. The increase is attributed to revenues from SB12/612 Maddy Funds.

The actual cash balance as of July 1, 2011, is \$419,352 which is in line with the Proposed Budget projection.

Health Services Agency - IHCP EMS Hospital					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$265,221	\$368,941	\$375,000	\$0	\$375,000
Revenue from use of Assets	\$3,707	\$5,394	\$5,000	\$0	\$5,000
Intergovernmental Revenue	\$0	\$0	\$0	\$0	\$0
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$268,928	\$374,335	\$380,000	\$0	\$380,000
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$243,126	\$454,857	\$380,000	\$0	\$380,000
Other Charges	\$0	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$0	\$0	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$243,126	\$454,857	\$380,000	\$0	\$380,000
Fund Balance	(\$25,802)	\$80,522	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department will continue to provide reimbursement to hospitals for uncompensated emergency medical services and pediatric trauma services. The revenues used to pay for these services come from SB 12/612 Maddy Funds, which include fines and fees collected by the Courts.

The Department faces fiscal uncertainty due to pending legislation. State budget negotiations continue regarding the possible diversion of Maddy Funds to the State Medi-Cal program. There is no information at this time on how this would be implemented or exact amount to be diverted if the legislation passes.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$380,000 be approved for the Health Services Agency – Indigent Health Care Program/Emergency Medical Services Hospital budget. This budget is funded from \$380,000 in estimated department revenue.

Final Budget

There are no recommended changes in funding to this budget.



HEALTH SERVICES AGENCY—INDIGENT HEALTH CARE PROGRAM (IHCP)
EMERGENCY MEDICAL SERVICES PHYSICIANS

Budget Unit 1435 1500020
Special Revenue Fund

SERVICES PROVIDED

The Health and Safety Code requires the County to establish an emergency medical services fund, upon adoption of a resolution by the Board of Supervisors. Fifty-eight percent of the balance of the fund shall be used to reimburse physicians and surgeons for patients who do not make payment for emergency medical services.

To provide these services, the County contracts with Stanislaus Medical Foundation for Medical Care to administer the monies allocated to physicians for an administrative fee of 8.25%. These services are paid from a dedicated State funding source known as SB 12/612 Maddy Funds.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a cash balance of \$0 as of July 1, 2011, compared to the July 1, 2010, positive balance of \$406,134. The decrease is attributed to the planned use of fund balance in Fiscal Year 2010-2011 and the disbursement of all current year funds to Stanislaus Medical Foundation for emergency medical services.

The actual cash balance as of July 1, 2011, is \$192,018, an increase to the projected July 1, 2011, balance. The reason for this is the timing of disbursement to Stanislaus Medical Foundation for fourth quarter invoices.

Health Services Agency - IHCP EMS Physicians					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$593,920	\$805,330	\$825,000	\$0	\$825,000
Revenue from use of Assets	\$4,581	\$541	\$5,000	\$0	\$5,000
Intergovernmental Revenue	\$0	\$0	\$0	\$0	\$0
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$598,501	\$805,871	\$830,000	\$0	\$830,000
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$572,530	\$935,958	\$830,000	\$0	\$830,000
Other Charges	\$0	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$0	\$0	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$572,530	\$935,958	\$830,000	\$0	\$830,000
Fund Balance	(\$25,971)	\$130,087	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department will continue to provide reimbursement for physician emergency related services. The revenues used to pay for these services come from SB 12/612 Maddy Funds, which include fines and fees collected by the courts.

The Department faces fiscal uncertainty due to pending legislation. State budget negotiations continue regarding the possible diversion of Maddy Funds to the State Medi-Cal program. There is no information at this time on how this would be implemented or exact amount to be diverted if the legislation passes.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$830,000 be approved for the Health Services Agency – Indigent Health Care Program/Emergency Medical Services Physicians budget. This budget is funded from \$830,000 in estimated department revenue.

Final Budget

There are no recommended changes in funding to this budget.



HEALTH SERVICES AGENCY—PUBLIC HEALTH

Budget Unit 1402 1200001
Special Revenue Fund

SERVICES PROVIDED

The Public Health Division has the responsibility of assessing, measuring, reporting and monitoring the health status of the Community. The outcome of community assessments, determines how the Division targets its focus for health improvement. Current Public Health services include:

1. Community Health Services consisting of traditional public health nursing and case management;
2. Maternal Child and Adolescent Health (MCAH) and Healthy Birth Outcomes including coordination of services, outreach and education;
3. Children's Medical Services, which include Child Health and Disability Prevention, Immunizations, California Children's Services including Medical Therapy services;
4. Nutrition services, including the Women, Infants and Children (WIC) program;
5. Communicable Diseases including Refugee Health, Tuberculosis, and Sexually Transmitted disease (STD/HIV/AIDS);
6. Health Promotion Services, which consists of a variety of community education and wellness promotion programs, to include the Healthy Eating Active Living Initiative; and
7. Emergency Preparedness.

The majority of these Public Health (PH) services are categorical programs funded by State and Federal dollars. However, all employees are trained in emergency preparedness and are the first line of defense against health, natural disaster, terrorism and/or manmade events. They fill dual roles—categorical programs and disaster response. A portion of Maternal Child and Adolescent Health, and the California Children Services programs require realignment dollars. This is included in the base budget. All categorically funded PH programs require county funds to offset internal and external overhead costs. Specific grants, programs or contracts allow for reimbursement of 10-17.5% of these costs.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a negative cash balance of approximately \$2.3 million as of July 1, 2011, compared to the July 1, 2010 negative balance of \$2,182,947. The decrease in the cash balance is the result of the timing of receipt of payments from various grants and Federal and State funding sources.

The actual cash balance as of July 1, 2011, is \$296,147, a significant increase to the projected July 1, 2011, balance. This is due to more timely payments from the State and Federal government than anticipated.

Health Services Agency - Public Health					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$8,717	\$8,522	\$7,000	\$0	\$7,000
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$15,421	\$1,901	\$610	\$0	\$610
Intergovernmental Revenue	\$13,025,187	\$12,495,442	\$13,583,976	\$0	\$13,583,976
Charges for Service	\$5,340,944	\$4,305,850	\$3,424,110	\$0	\$3,424,110
Miscellaneous Revenue	\$417,058	\$223,924	\$78,303	\$0	\$78,303
Other Financing Sources	\$5,894,773	\$4,624,835	\$3,113,285	\$0	\$3,113,285
Total Revenue	\$24,702,100	\$21,660,474	\$20,207,284	\$0	\$20,207,284
Salaries and Benefits	\$15,906,315	\$13,957,265	\$13,561,542	\$0	\$13,561,542
Services and Supplies	\$3,836,176	\$3,344,212	\$3,796,047	\$0	\$3,796,047
Other Charges	\$756,570	\$624,843	\$528,509	\$0	\$528,509
Fixed Assets					
Buildings & Improvements	\$575	\$0	\$0	\$0	\$0
Equipment	\$18,957	\$19,184	\$0	\$0	\$0
Other Financing Uses	\$2,457,532	\$1,393,135	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$3,054,175	\$2,886,631	\$2,931,028	\$0	\$2,931,028
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$26,030,300	\$22,225,269	\$20,817,126	\$0	\$20,817,126
Fund Balance	\$444,161	(\$195,620)	(\$194,633)	\$0	(\$194,633)
Net County Cost	\$884,039	\$760,415	\$804,475	\$0	\$804,475

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain the continuation of most services except for the following: the Cal Learn program, comprehensive in-school sex education, parent/teen education on sexual health, immunization coordination, and intensive medical reserve corps (MRC) training.

The Community Services Agency (CSA) contracts with the department to provide Cal-Learn services that are funded by the State. Cal-Learn funding was placed on suspension by the State in late March 2011. The decrease in services in the Cal-Learn program results in reduced support for the following, services: outreach, education, provider referral, and health enrollment services for teens, children, and families in Stanislaus County.

The ability to maintain services, with the exception of the Cal-Learn contracted program, is primarily due to the formation of a strategic planning team charged with identification of potential cost savings and/or revenue enhancements. The goals of this group are to enable the Public Health division to provide services within its available resources or through integration with Clinic and Ancillary Services.

This team has identified an area of revenue generation through expanded clinic services. This is slated to begin in May 2011. Public health nurses (PHNs) will be contracted to HSA clinic sites to provide the in-home Comprehensive Perinatal Services Program (CPSP). This service focuses on infant nutrition and ensuring appropriate follow up health care. Positioning PHNs in this way supports the full cost of the nursing visit. CPSP allows billing for nursing care provided to the mother while Targeted Case Management (TCM) services may be billed for the child.

The Community Challenge Grant (CCG) is offered through the State Office of Family Planning and provides \$200,000 per year. Currently this grant is suspended. While there are many efforts underway to reinstate these funds, the assumption underlying Departmental planning is for a loss of the total \$200,000. Also, Healthy Eating Active Living and the Community Health Initiative funding, known as Heal-CHI, were reduced by \$220,000. For the 2011-2012 Fiscal Year, Heal-CHI will contribute only \$50,000. Additionally, the Tobacco Education Program annually supplies \$150,000 in revenue. Due to

the interdependent nature of the services, this program is also affected by the CCG and Heal-CHI cutbacks.

As a result of these two funding reductions (CCG and Heal-CHI), PH will no longer provide comprehensive sex education in the schools and parent/teen sexual health information and tobacco education in the community will be reduced.

The Immunization Registry funding (RIDE) was completely eliminated by the State in the first quarter of Fiscal Year 2010-2011. Cost savings have been identified in order to continue to provide services to the working poor; these savings include, but are not limited to, the reassignment and/or elimination of positions.

The Centers for Disease Control (CDC) Public Health Emergency Preparedness (PHEP) cooperative agreement brought \$449,466 to the budget in Fiscal Year 2010-2011. It will undergo an estimated reduction of \$45,000 in Fiscal Year 2011-2012. This will result in a reduction in the Medical Reserve Corp training, and a redistribution of the existing workload to remaining staff.

As a result of the reduction in funding to these programs, on May 17, 2011 the Board considered the reduction-in-force of seven filled positions and the unfunding of two vacant positions. The Department anticipates further proposed funding reductions as a result of the State's May Revise 2011-2012 State Budget, and as such continues to look for cost savings initiatives and, as necessary, will recommend other corresponding reductions in the future.

The Women, Infant and Children program (WIC) is located at the Community Services Facility (CSF). This facility was built in 1994 and houses over 1,000 staff and 1,000 customers visit daily. The Heating, Ventilation, and Air Conditioning (HVAC) unit condensing sections have experienced numerous compressor failures and others may fail given the units have outlived their useful service life. Based on a study of the system, repair of the system is not considered to be a cost effective option. Staff from the Chief Executive Office, Capital Projects, and tenants of the facility are analyzing replacement options given available funding and the ability for all tenants of the CSF to service the debt through the life of the borrowing. It is anticipated that a separate action will be presented to the Board of Supervisors for consideration.

ADOPTED STAFFING RECOMMENDATIONS

The Board of Supervisors approved a reduction-in-force action on May 17, 2011, deleting seven filled positions and unfunding two vacant positions effective July 15, 2011. Eight of the nine positions impacted were from this budget unit.

Total current authorized positions after approval of this action— 157

There are no recommended changes to the current level of staffing in the Proposed Budget.

Total recommended authorized positions— 157

A separate action was taken to the Board of Supervisors with an effective date of July 15, 2011 to retain one (1) filled full-time Community Health Worker III position previously approved for a reduction-in-force.

Total adjusted authorized positions— 158

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$20,817,126 be approved for Health Services Agency – Public Health. This budget is funded from \$20,207,284 in estimated department revenue, an \$804,475 Mandated County Match contribution from the General Fund and results in a positive contribution of \$194,633 to departmental restricted fund balance.

Final Budget

There are no recommended changes in funding to this budget.



HEALTH SERVICES AGENCY—PUBLIC HEALTH-LOCAL PREPAREDNESS FUND

Budget Unit 1433 1200001
Special Revenue Fund

SERVICES PROVIDED

The Public Health – Local Preparedness Trust Fund was established and approved by the Board of Supervisors in December 2002. It was created to comply with current accounting standards and regulations for the State’s Emergency Preparedness Grant. The State required the County to establish a trust fund to assure that these funds would only be used for emergency preparedness expenditures. Currently, expenses associated with emergency preparedness are being incurred in the Public Health budget. A cost report is then prepared, and once approved by the State; the revenue is transferred into the Public Health fund to cover those expenses.

During Fiscal Year 2009-2010, all Centers for Disease Control and Prevention Program (CDC) and Hospital Preparedness Program (HPP) transactions began being processed through the establishment of new funds as required by the State for receipt of these grant funds. As a result, the use of this budget was discontinued effective July 1, 2010.

The Centers for Disease Control and Prevention (CDC) provides funding for continuation of the cooperative agreements to upgrade State and local public health jurisdictions’ preparedness for the response to bioterrorism, other outbreaks of infectious disease, and other public health threats and emergencies. This funding has allowed Public Health to address critical infrastructure in the development and implementation of disaster planning and response.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a \$0 cash balance as of July 1, 2011, compared to \$125,159 on July 1, 2010, as the Fund is closed out and the cash has been transferred to the Health Services Agency – Public Health budget to cover the Emergency Preparedness expenses incurred in previous years.

The actual cash balance as of July 1, 2011, is \$963 which is in line with the Proposed Budget projection. The Auditor’s office will make a technical adjustment to move the remaining funds into the Health Services Agency - Public Health budget.

Health Services Agency - Local PH Preparedness Fund					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$6,207	(\$2,820)	\$0	\$0	\$0
Intergovernmental Revenue	\$144,632	\$0	\$0	\$0	\$0
Charges for Service	\$0	\$0	\$0	\$0	\$0
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$150,839	(\$2,820)	\$0	\$0	\$0
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$0	\$0	\$0	\$0	\$0
Other Charges	\$0	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$685,900	\$125,927	\$0	\$0	\$0
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$685,900	\$125,927	\$0	\$0	\$0
Fund Balance	\$535,061	\$128,747	\$0	\$0	\$0
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

This Fund has been closed out and no appropriations are requested in Fiscal Year 2011-2012.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that no appropriations be budgeted for the Health Services Agency – Public Health Local Preparedness budget, as it was closed out July 1, 2010. This budget is being included as part of the Recommended Proposed Budget due to the budget requirements imposed by the State controller.

Final Budget

There are no recommended changes in funding to this budget.

STANISLAUS COUNTY, CALIFORNIA

Fiscal Year 2011-2012

HUMAN SERVICES

Health



HEALTH SERVICES AGENCY—PUBLIC HEALTH-VITAL AND HEALTH STATISTICS

Budget Unit 1428 1250001

Special Revenue Fund

SERVICES PROVIDED

The Office of Vital Records reviews and registers all births, deaths, and fetal deaths that occur in Stanislaus County in accordance with state guidelines. All original certificates are transmitted weekly to the State Office of Vital Records (OVR). Certified copies are issued when a request is received in the Vital Records office along with the properly completed forms and the current fee. The information that is collected from these records provides valuable health and research data. This data allows health authorities a means of studying and evaluating health programs; provides information to government agencies for research; and provides information for population estimates and maternal and child health activities.

CASH BALANCE

As stated in the Adopted Proposed Budget, this fund was projected to have a positive cash balance of \$440,000 as of July 1, 2011, compared to \$470,144 on July 1, 2010. The funds are used to provide funding for the improvement and modernization of vital records operations including automation and technical support of the vital records systems.

The actual cash balance as of July 1, 2011, is \$506,361, a significant increase to the projected July 1, 2011, balance. This is due to an unanticipated increase in the amount of revenue collected as a portion of vital record fees.

Health Services Agency - PH Vital and Health Statistics					
Classification	2009-2010 Actual	2010-2011 Actual	2011-2012 Adopted Proposed	2011-2012 Adopted Adjustments	2011-2012 Adopted Final Budget
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses, Permits, Franchises	\$0	\$0	\$0	\$0	\$0
Fines, Forfeitures, Penalties	\$0	\$0	\$0	\$0	\$0
Revenue from use of Assets	\$0	\$0	\$0	\$0	\$0
Intergovernmental Revenue	\$0	\$0	\$0	\$0	\$0
Charges for Service	\$43,649	\$42,304	\$40,000	\$0	\$40,000
Miscellaneous Revenue	\$0	\$0	\$0	\$0	\$0
Other Financing Sources	\$0	\$0	\$0	\$0	\$0
Total Revenue	\$43,649	\$42,304	\$40,000	\$0	\$40,000
Salaries and Benefits	\$0	\$0	\$0	\$0	\$0
Services and Supplies	\$0	\$0	\$0	\$0	\$0
Other Charges	\$0	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0	\$0
Other Financing Uses	\$10,967	\$6,088	\$7,000	\$0	\$7,000
Equity	\$0	\$0	\$0	\$0	\$0
Intrafund	\$0	\$0	\$0	\$0	\$0
Contingencies	\$0	\$0	\$0	\$0	\$0
Gross Costs	\$10,967	\$6,088	\$7,000	\$0	\$7,000
Fund Balance	(\$32,682)	(\$36,216)	(\$33,000)	\$0	(\$33,000)
Net County Cost	\$0	\$0	\$0	\$0	\$0

PROGRAM DISCUSSION

At the proposed level of funding, the Department can maintain services consistent with the 2010-2011 Adopted Final Budget. The Stanislaus County Public Health Vital Records department has established a Vital and Health Statistics Special Revenue Fund pursuant to Health and Safety Code Section 103625(f). Section 103625(g) provides that 45% of each \$3.00 collected is to be forwarded to the State Registrar and the local official charged with collection of the fee may retain the remaining portion. The Vital and Health Statistics Fund is not designed to provide funding for services or positions. Appropriate uses for revenues include the improvement and modernization of vital record operations, the automation and technical support of vital record systems and the collection and analysis of health related birth and death certificate information.

ADOPTED STAFFING RECOMMENDATIONS

Total current authorized positions— 0

ADOPTED BUDGET RECOMMENDATIONS

Proposed Budget

It is recommended that a budget of \$7,000 be approved for the Health Services Agency - Public Health Vital and Health Statistics budget. This budget is funded from \$40,000 in estimated department revenue resulting in a positive contribution of \$ 33,000 to the departmental restricted fund balance.

Final Budget

There are no recommended changes in funding to this budget.