

CITY & COUNTY OF SAN FRANCISCO  
HUMAN SERVICES AGENCY

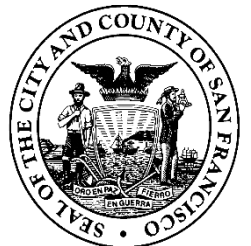
*promotes well-being and self-sufficiency  
among individuals, families and communities*

## **DAAS FY19-20 & FY20-21 Budgets**



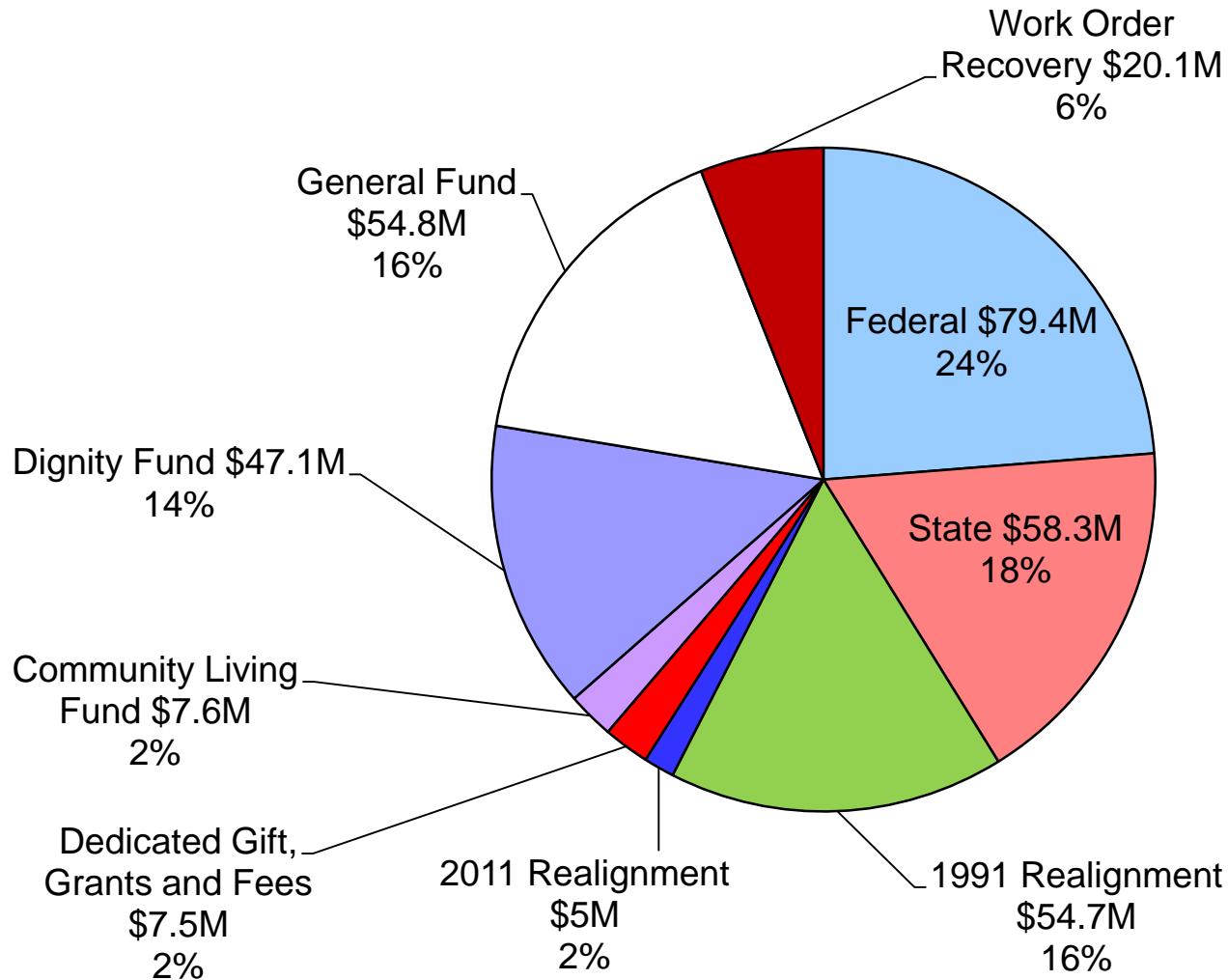
**DAAS Finance Committee Meeting  
January 30, 2019**

CITY & COUNTY OF SAN FRANCISCO



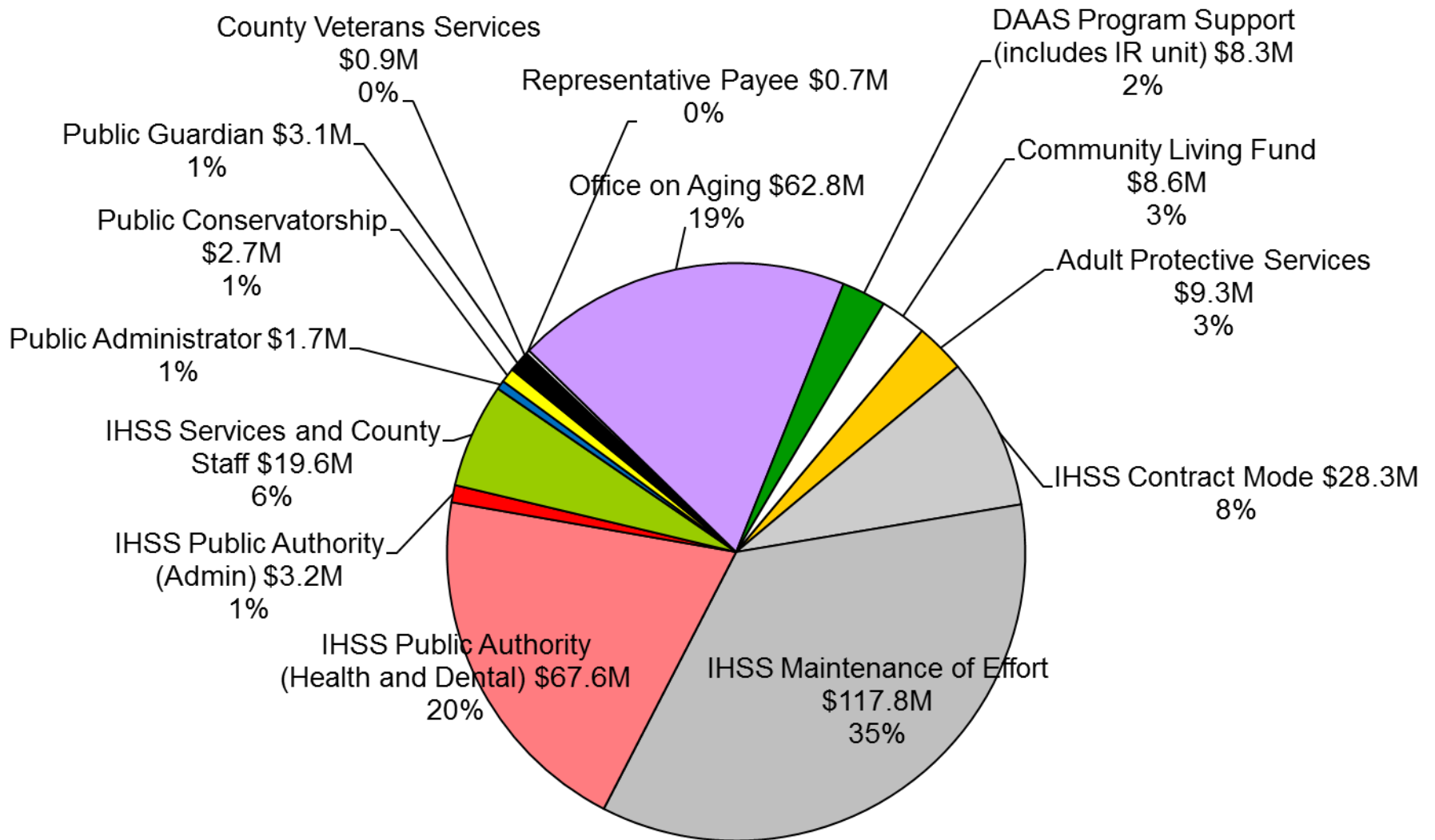
# DAAS FY18-19 Original Budget By Sources

## \$334.7M



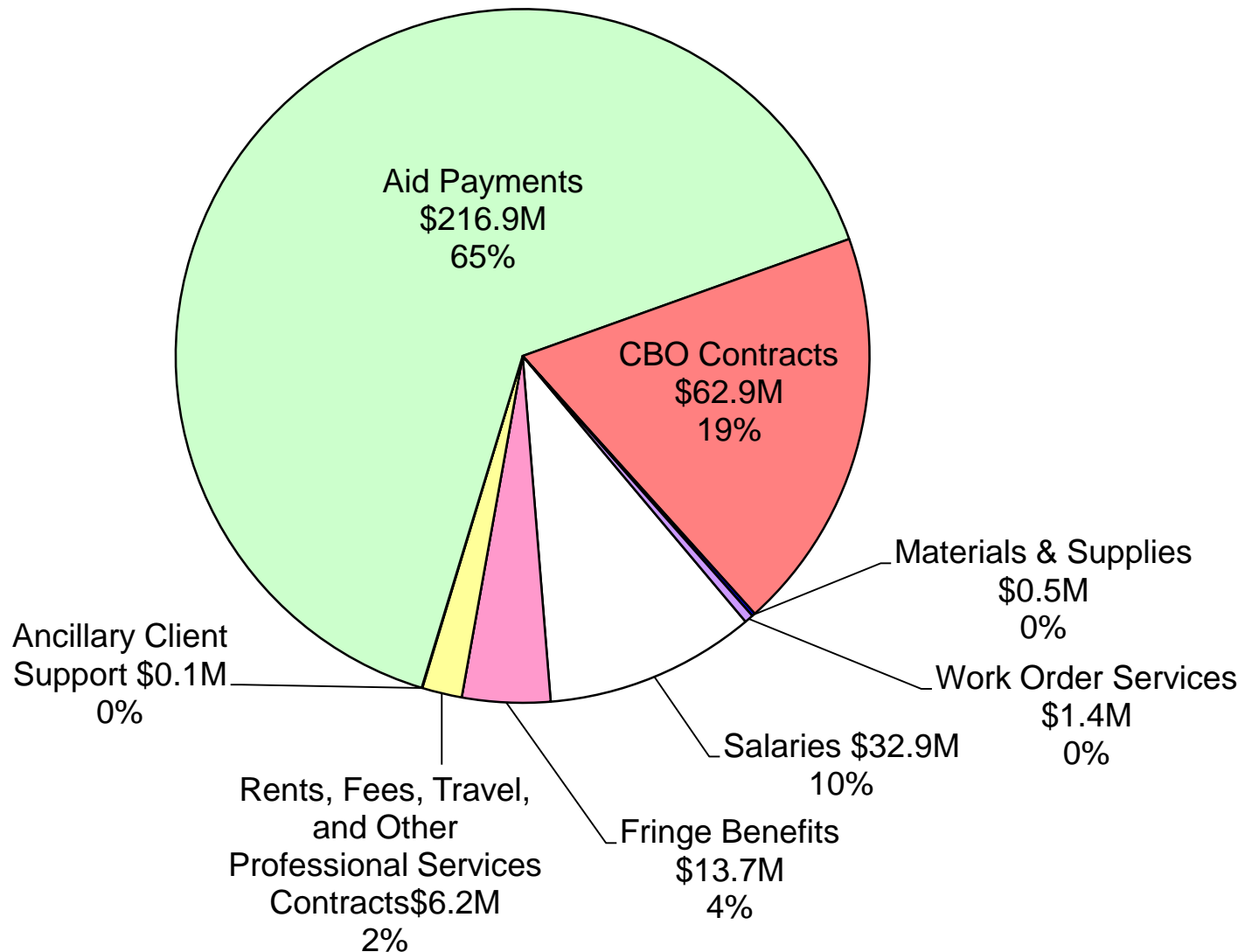
# DAAS FY18-19 Original Budget by Program

## \$334.7M



# FY18-19 Original DAAS Budget by Category

## \$334.7M



# Mayor's FY19-20 & FY20-21 Budget Projections

Revenues are expected to increase, but expenses increase faster.

<b>Citywide Projected Shortfall (in millions)</b>	<b>FY19-20</b>	<b>FY20-21</b>
Total Revenue Increase	182.0	466.0
Total Expenditures	(289.4)	(629.4)
Salary & Benefits: (180.7)/(317.9)		
Baselines & Reserves: (55.3)/(99.1)		
Departmental Costs: 1.8/(29.9)		
Citywide Uses*: (55.1)/(182.5)		
<b>Cumulative Shortfall</b>	<b>(107.4)</b>	<b>(163.4)</b>

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

# Mayor's Budget Drivers

- Revenues growing slower than expenses result in small deficits in budget year; larger in out years
- Rising employee costs are largest driver of deficits, with pension expenses being the biggest component therein
- Increases in voter-mandated commitments through baselines and set-asides also augment deficits
- Growing “departmental costs” are driven (57%) by changes in IHSS funding rules at the state level

# Mayor's Budget Instructions

- Departments must reduce ongoing General Fund budgets by 2.0% in FY19-20, as well as an additional 2.0% in FY20-21
- For HSA this translates into reductions of:
  - \$753,376 in FY19-20
  - \$1,530,752 in FY20-21
- Departments should not grow their FTE counts
- Departments must propose contingency savings equal to 1.0% of General Fund support in FY19-20, as well as an additional 1.0% in FY20-21

# Federal Budget Concerns

- Possible Slowing Growth
  - Slowing national GDP growth
  - Stock market volatility from possible trade war
- Prolonged government shutdown
  - Jeopardizes issuance of CalFresh benefits if shutdown extends into March
  - TANF has not been reauthorized, delaying federal payment, but State law requires state to continue program
  - Other programs do not appear to be impacted because HHS budget for federal fiscal year 2018-19 was already passed
- End of the Title IV-E Waiver in Sept 2019



## State Budget Concerns

- Changes in IHSS Funding
  - Reduces MOE in FY19/20
  - Reduces annual inflation factor from 7% to 4% beginning in FY20/21
- Proposed increase in CalWORKs grant
  - Would raise grant levels to 50% of the projected 2019 federal poverty level, effective October 1, 2019
- Funds for SSI Cash-out administration, CalWORKs Home Visiting Initiative and Housing Disability Advocacy Program

# IHSS Minimum Compensation Ordinance

- The Board of Supervisors passed legislation raising the minimum wage for IHSS independent providers

IHSS MCO Hourly Wages	
February 1, 2019	\$16.00
July 1, 2019	\$16.50
July 1, 2020	\$17.50
July 1, 2021	\$18.00
July 1, 2022	\$18.75
July 1, 2023 and annually thereafter	Cost of living adjustment in line with CPI

- Estimated cost is \$6.2 million in FY18-19 and \$7.3 million in FY19-20

## DAAS Caseloads

Program	FY 17-18
<b>Adult Protective Services</b>	5,200 clients 6,800 reports of abuse
<b>County Veterans Service Office</b>	3,000 clients
<b>In-Home Supportive Services</b>	25,300 clients
<b>Integrated Intake and Referral</b>	28,500 calls 15,400 program intakes
<b>Office on the Aging</b>	34,600 clients 73,400 enrollments
<i>Community Service Centers</i>	16,300 clients
<i>Congregate Meals</i>	16,500 clients
<i>Home-Delivered Meals</i>	5,600 clients

# DAAS Highlights

- **Adult Protective Services**
  - Home Safe eviction prevention pilot program
  - CDSS to provide \$773,981 over three years
- **In-Home Supportive Services**
  - Homebridge launched STEPS (Skills, Training and Employment Pathway)
  - Tiered-wage initiative has early, promising results
- **Office of the Public Conservator**
  - Preparing SB1045 implementation
- **Office of the Public Guardian**
  - Conservatorship outreach and education seminars

# DAAS Highlights

- **Dignity Fund**
  - Community Needs Assessment completed with deeper dives
  - Service Allocation Plan (FY19-20)
- **Office on the Aging**
  - Increase employment opportunities for older adults and people with disabilities
  - Expansion of home-delivered meal and home-delivered grocery programs
- **Long-Term Care Operations**
  - Evaluation of program impacts for preventing institutionalization
  - First year program evaluation report available for Support at Home pilot

# DAAS Highlights

- **Additional community collaborations:**
  - San Francisco Age and Disability Friendly Workgroup
  - National Health Care Decisions Day
  - Dementia early diagnosis and intervention
  - Reframing campaign

## HSA FY19-20 & FY20-21 Budget Timeline

- **Dec 21** Mayor's Budget Instructions Released
- **Jan 30** Aging & Adult Svcs Finance Committee – 1st budget mtg
- **Feb 15** Aging & Adult Svcs Commission – 2nd budget meeting
- **Feb 21** HSA's Proposed Budget due to Mayor
- **June 1** Mayor submits budget to Board of Supervisors (BoS)
- **June** BoS Budget and Finance Committee Hearings
- **July** Budget Considered at BoS