

CITY & COUNTY OF SAN FRANCISCO  
HUMAN SERVICES AGENCY

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



*Economic Support & Self-Sufficiency  
Community Budget Forum FY 2008-09*

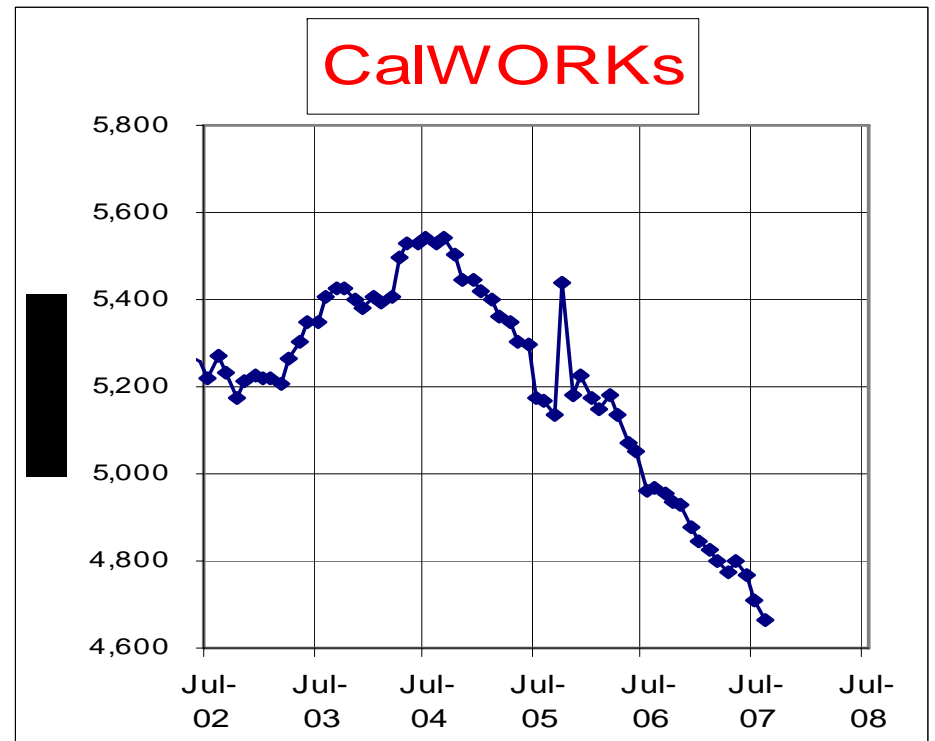
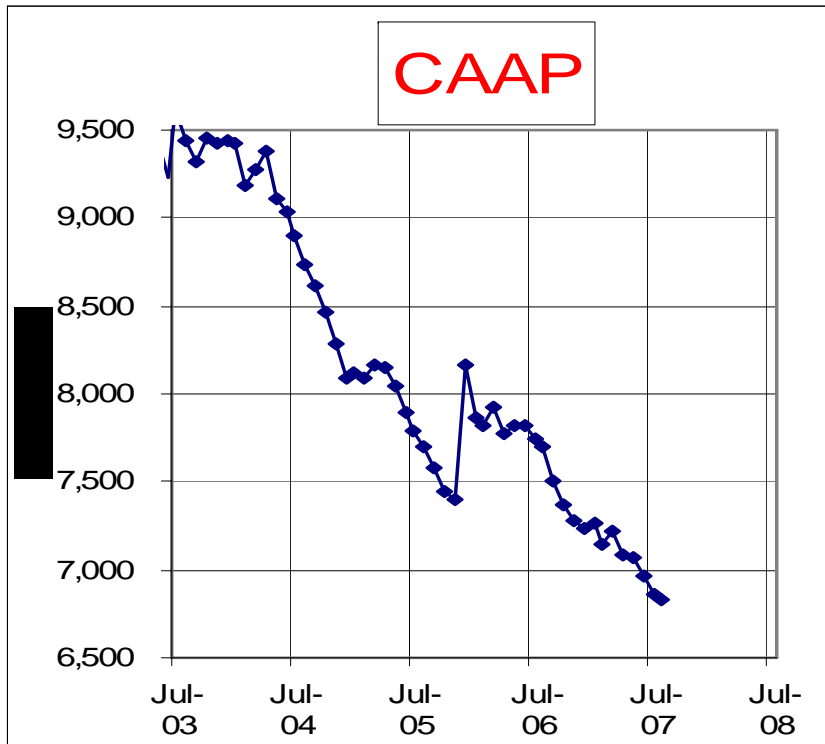
*January 3, 2008*

# Budget Forum Objectives

- Discuss current trends & initiatives in Economic Support & Self-Sufficiency Programs
- Discuss local and state budget forecasts
- Work with HSA stakeholders and partners to develop budget priorities and obtain feedback on strategies to reduce Agency costs

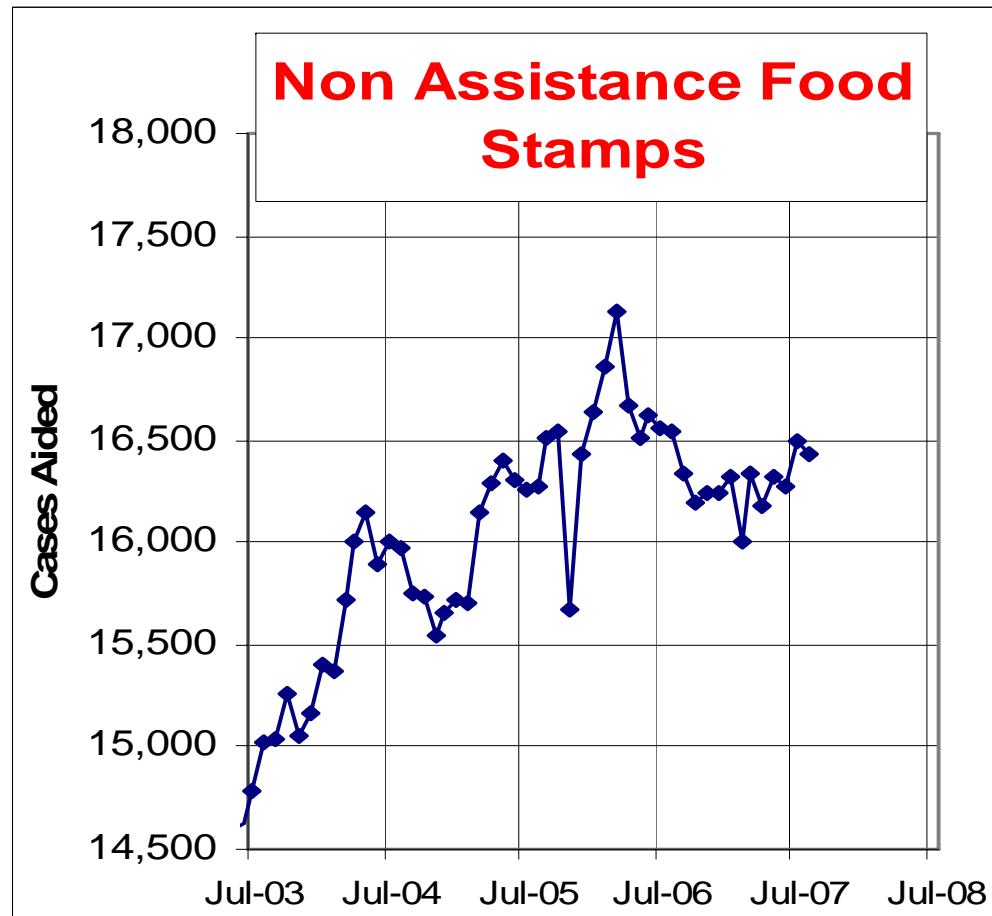
# Current Trends

Caseloads continue to decline in some programs



# Current Trends

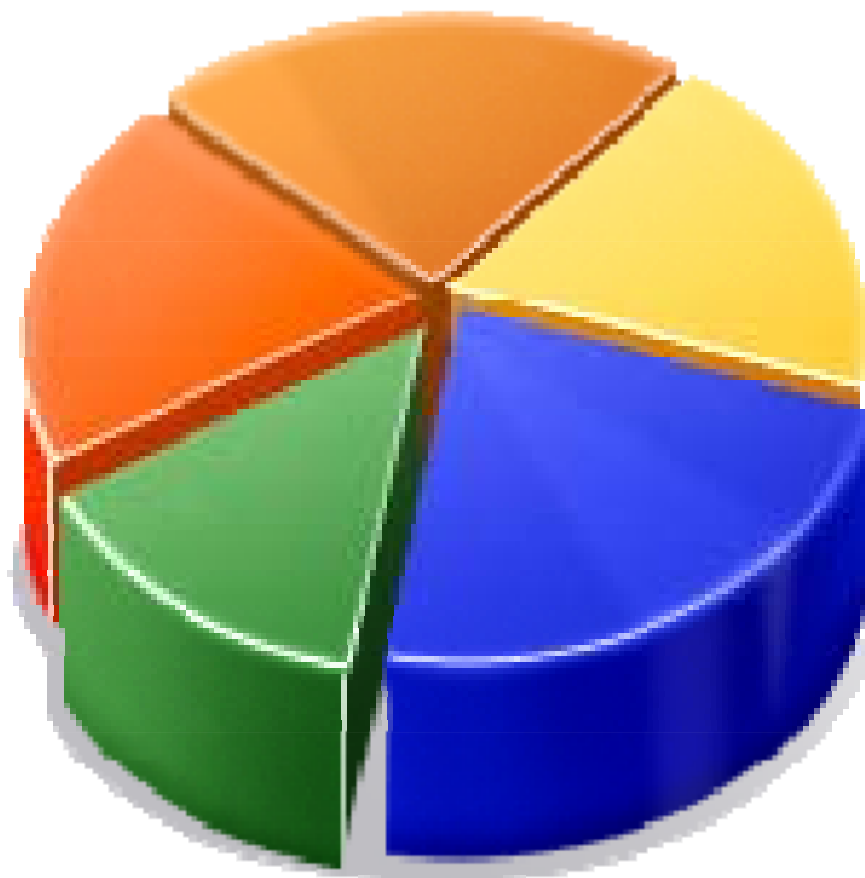
Some programs experienced increase in caseload



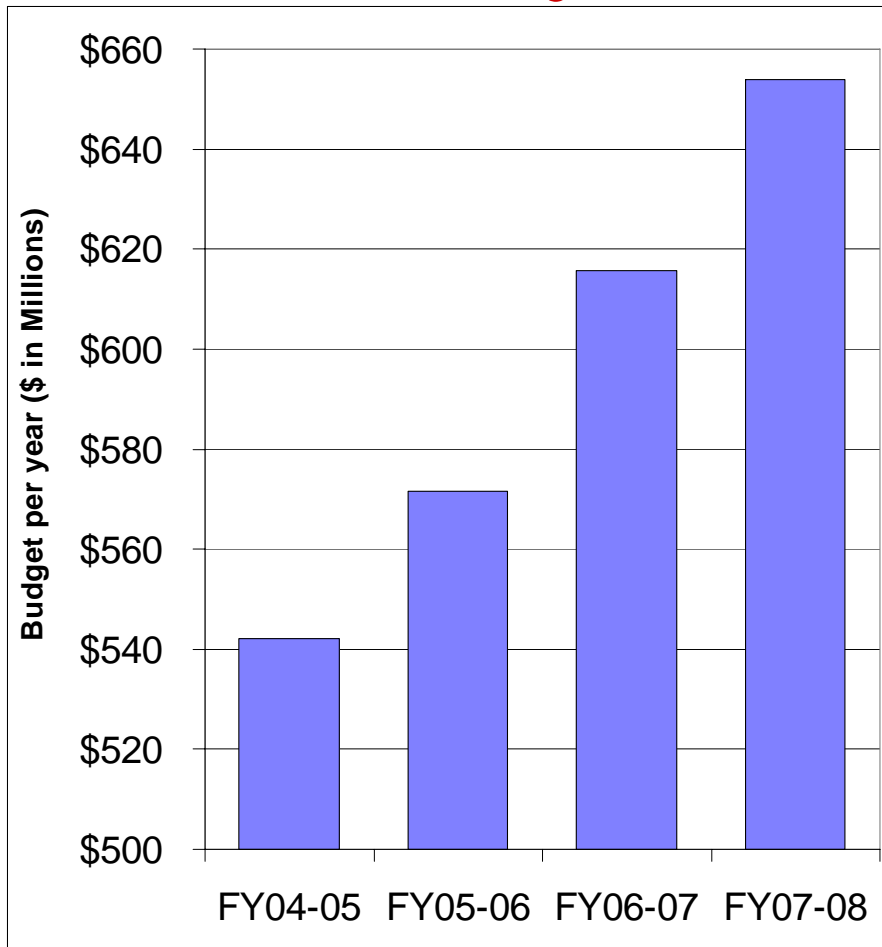
# Current Initiatives

- Workforce Development Legislation
- Monthly Grants & EBT Cards in CAAP
- Foodstamp Service Center
- Medi-Cal's partnership with DPH and Healthy San Francisco
- Workforce Development Center at the Boyd Hotel
- The Community Justice Center
- Food Bank Pantries

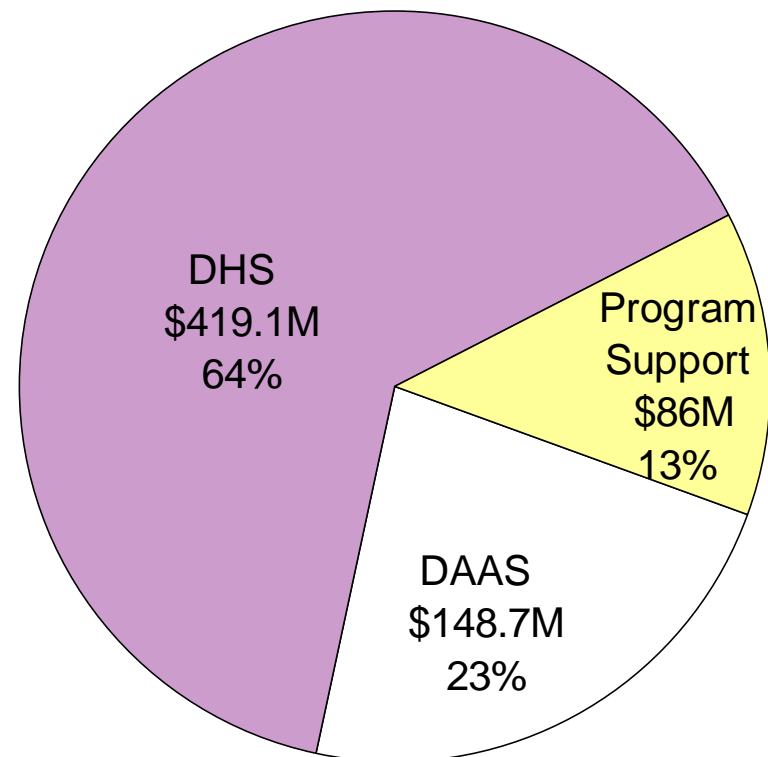
# HSA Budget Details



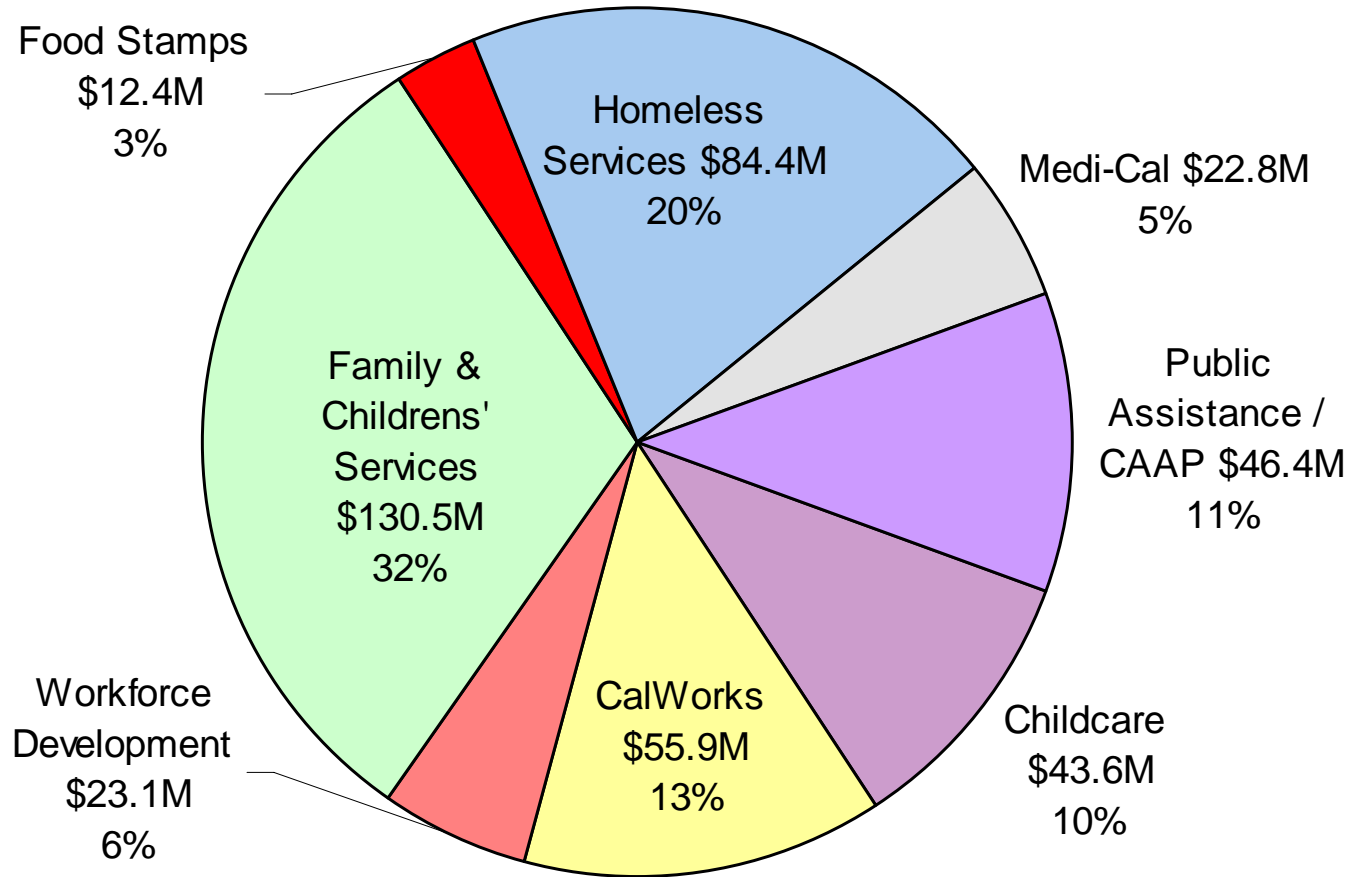
# HSA Budget History



# HSA FY2007-2008 Budget \$653.8M

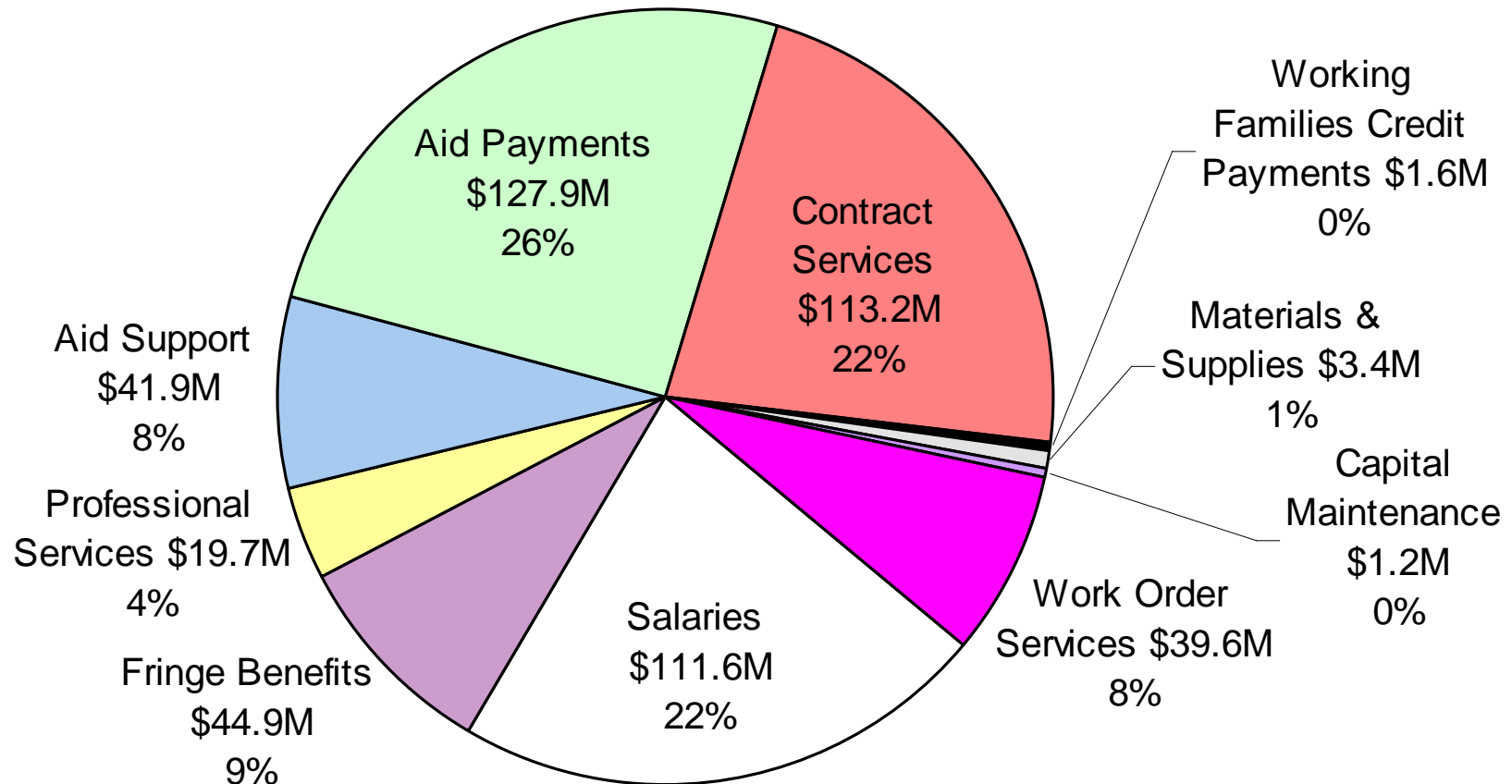


# DHS FY 2007-2008 Budget By Program (Excluding Program Support) \$419.1M



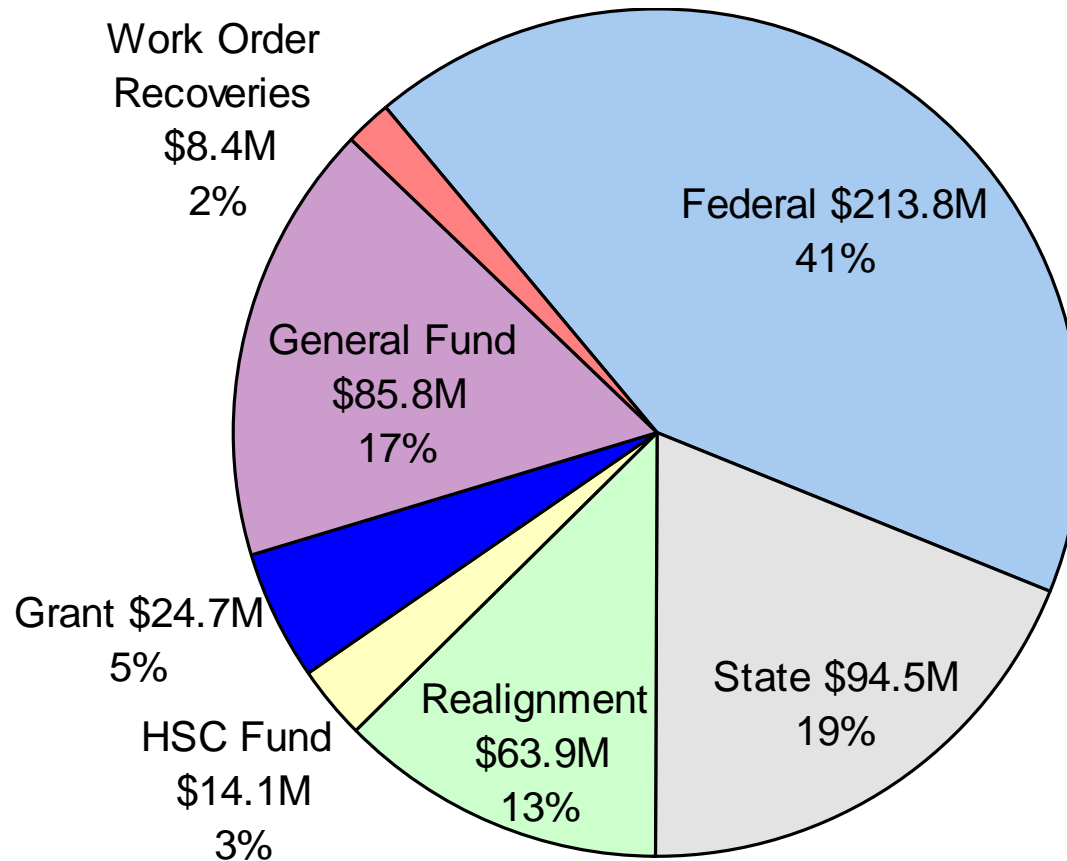


# DHS FY 07-08 Budget by Character (Including Program Support) \$505.1M

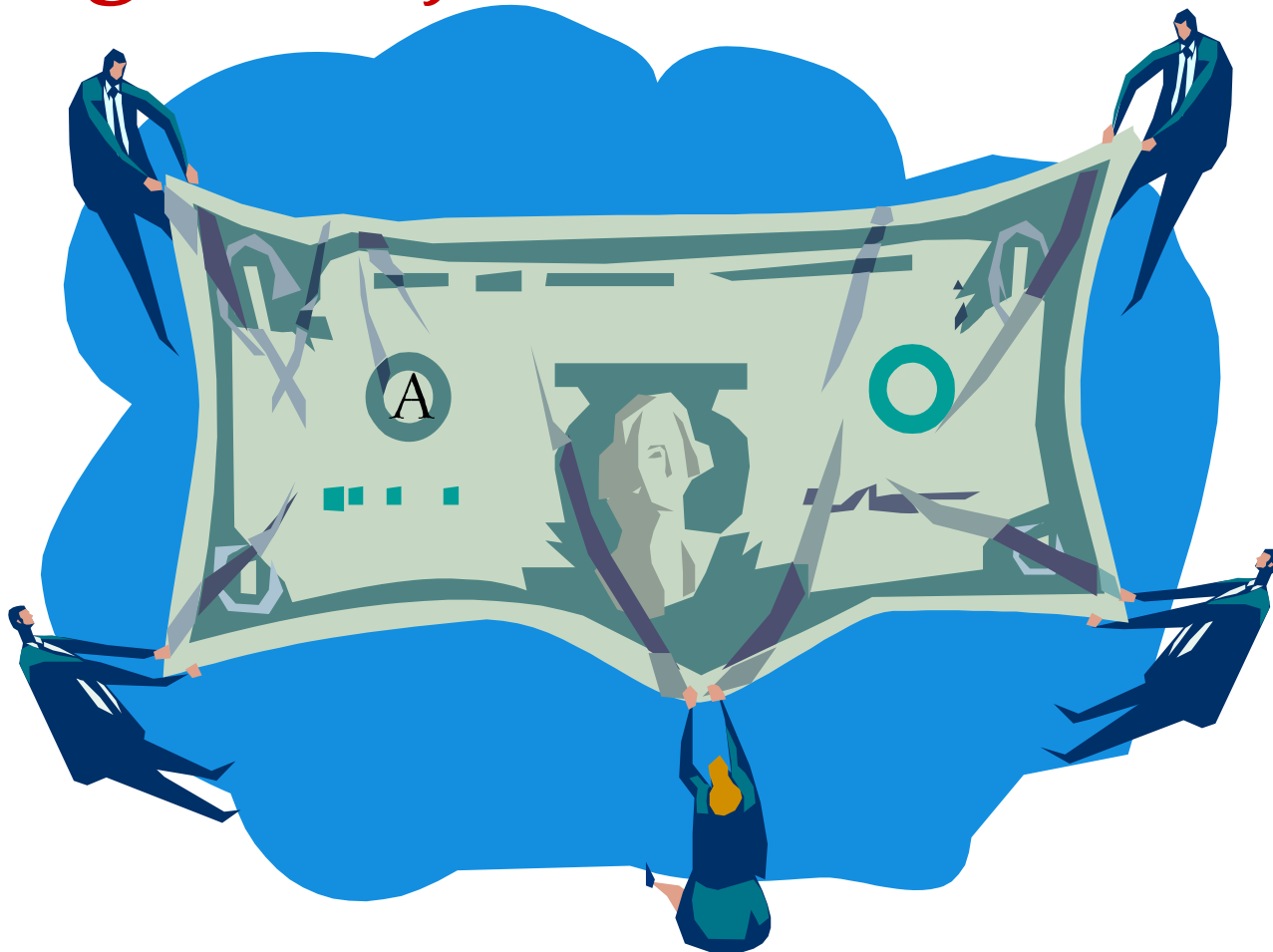


# DHS FY 2007-2008 Budget by Source

## \$505.1M



# State & Local Budget Projections



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# City Budget Forecast

## General Fund Sources and Uses (\$ in millions)

Sources	<u>FY 2008-09</u>	<u>FY 2009-10</u>
Net Loss of One-Time Sources	-\$110	-\$14
Revenue Growth	<u>\$119</u>	<u>\$85</u>
Sources Subtotal	\$9	\$71
<b>Uses</b>		
MOU Costs and Annualization of Positions	-\$111	-\$86
Health, Dental, Pension & Other Benefits	-\$22	-\$29
Mandated Spending Requirement	-\$44	-\$30
New Mandated MUNI Spending	-\$28	-\$1
Other Operating Costs	<u>-\$34</u>	<u>-\$45</u>
Uses Subtotal	-\$238	-\$191
<b>Shortfall Projection</b>	<b>-\$229</b>	<b>-\$119</b>

Note: Projection does not factor in changes in State and Federal funding.

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# State Budget Forecast

## State budget shortfall projected at \$14 billion

Services vulnerable to cuts:

<u>Service</u>	<u>FY 07-08 GF Spending</u>
•K-12 Education	\$39.5 billion
•Higher Education	\$11.9 billion
•Health	\$20.3 billion
•Social Services	\$ 9.4 billion
•Criminal Justice	\$12.9 billion
•Transportation	\$ 1.5 billion

The Governor's Office has asked all state departments to prepare spending reduction plans of 10%.

The Governor plans to declare a "fiscal emergency" in January to fast-track **mid-year** spending cuts and other budget solutions.

# Mayor's Budget Instructions

## In the Next Year

- Reduce General Fund Spending by 5% in ongoing reductions, and 3% in one-time reductions
- Consider Current-Year spending reductions to help balance the budget
- Submit additional “contingency” reductions of 5%
- Consider the cost of doing business for your non-profit contractors
- As in previous years, Look for one-time efficiency investments that result in future savings

## In the Current Year

- Freeze non-essential hiring and restrain overtime
- Eliminate 1,679 staff requisitions opened before July 1, 2007
- Work with Mayor's Budget Office on mid-year savings to help address next year's shortfall
- Look for operational efficiencies

# Mayor's Budget Instructions

The Mayor's instructions direct the Agency to cut \$9,513,940 or 13% in General Fund support from the Agency's \$75.5 million discretionary General Fund budget

5% GF Ongoing Reduction	\$3,775,373
3% GF One-Time Reduction	\$2,265,224
5% GF Contingency Reduction	<u>\$3,473,343</u>
<b>Total</b>	<b>\$9,513,940</b>

## Projected Revenue Shortfalls

Prior Year Revenues, Child Welfare Services Allocation, and Grants	\$10,000,000
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**Total Potential Budget Reduction Needed**      **\$19,513,940**

# Agency Strategy & Actions

- Staffing Reorganizations
- Contract Savings
- Project Savings
- Efficiencies
- Maximizing Staff Timestudy Opportunities
- Revenue Leveraging to Partially Offset Revenue Losses



# Budget Timeline of Events

Community Meeting: Family & Children's Services and Child Care	Dec. 19 <sup>th</sup> at 4:00 – 6:00
Community Meeting: DAAS	Dec. 20 <sup>th</sup> at 2:00 – 4:00
Community Meeting: Economic Support and Self Sufficiency	Jan. 3 <sup>rd</sup> at 4:00 – 6:00
Budget Presented to DHS Commission	Jan. 24 <sup>th</sup> & Feb. 13 <sup>th</sup> at 9:30
Budget Presented to DAAS Finance Committee	Jan. 22 <sup>nd</sup> at 9:30
Budget Presented to DAAS Commission	Feb. 6 <sup>th</sup> at 9:30
Final Proposed Budget Submitted to Controller's Office	Feb. 21 <sup>st</sup>

# Public Comment

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

Please provide additional comments, input, and feedback to  
Derek Chu at [derek.chu@sfgov.org](mailto:derek.chu@sfgov.org)