

**MEMORANDUM
PLACER COUNTY HEALTH AND HUMAN SERVICES
Administrative Services**

TO: Honorable Board of Supervisors
FROM: Richard J. Burton, M.D., M.P.H.
Placer County Health Officer and Director of Health & Human Services
Bob Dunstan, Director of Administration for HHS
DATE: June 10, 2008
SUBJECT: 2007-08 Budget Revisions for Housing Assistance, Children's System of Care, and Community Clinics

ACTION REQUESTED:

Approve and authorize the Chairman of the Board to sign 2007-08 Health & Human Services budget revisions necessary to maintain the provision of essential services such as the Section 8 Housing Program, primary medical care for adults and children, and children's mental health and protective services. The Budget Revisions include: Children's System of Care (\$550,000), Housing Assistance (\$228,472), and Community Clinics (\$209,700).

BACKGROUND:

Due primarily to a shortfall in state revenues to support human and social services revenues, even after numerous adjustments, by the end of the first quarter of 2007-08, HHS projected a department-wide budget shortfall of approximately \$2.7 million. Due to continued adjustments and strong fiscal and program management, this shortfall is now projected to be eliminated by the fiscal year's end. However, to accomplish this, the attached Budget Revisions are requested to accomplish the following:

Children's System of Care (CSOC) – Within a continuing environment of reduced state revenue for many of its services, the CSOC provides a full spectrum of child welfare, mental healthcare, support and treatment to improve the lives of more than 3500 Placer County children and their families. Notwithstanding a nearly 50% reduction in extra help and overtime usage, increased use of community partnerships, and an aggressive hiring freeze, CSOC will exceed its expenditure authority before year-end. Federal Child Welfare Services revenue has been identified to partially offset this increase. It is projected that this Division will end the fiscal year with a negative net county cost; however, savings elsewhere within the Department will be transferred to offset.

Housing Assistance – This program provides housing subsidies to low-income individuals through the federally funded Section 8 Housing Choice Voucher Program. The key intended outcome is to provide and maintain housing to residents that are most in need. Placer County has an authorized cap of 276 vouchers, with 262 currently being utilized. The increase requested is primarily due to HHS' effort to maximize the number of households receiving federally authorized and funded housing, which had previously been as low as 232.

Community Clinics – Our Community Clinics provide primary care for medically indigent adults, Medi-Cal and Medicare beneficiaries during 38,000 Clinic appointments. After adoption of the 2007-08 Final Budget, HHS received approval from the County Executive Office to utilize an existing vacant position allocation in order to add a physician to the Auburn Clinic medical staff, with the understanding that the full cost of the position would be covered by increased Medi-Cal, Medicare, and insurance revenues. The physician salary and benefits now require that the Clinic budget be revised to accommodate these increased expenditures, along with fully offsetting revenue. The additional physician, coupled with improved clinic efficiencies, has led to more than a 10% increase in patient visits this year.

FISCAL IMPACT:

These adjustments will allow these HHS' budgets to close in balance within the original amount of General Funds provided to the department.

Children's System of Care – This budget revision increases expenditures by \$550,000, and includes \$192,000 in offsetting federal funding and \$358,000 in expenditure adjustments from other HHS appropriations. There is no impact to the General Fund.

Housing Assistance – This appropriation is located in a separate fund within the General Fund. This budget revision contains additional federal funding of \$228,472 that will fully offset the increase in expenditures. There is no impact to the General Fund.

Community Clinic – This budget revision increases expenditures by \$209,700, and is fully offset with revenues in the same amount. There is no impact to the General Fund.

BUDGET REVISION

POST DATE:

DEPT NO.	DOC TYPE	Total \$ Amount	TOTAL LINES
14	BR	\$ 456,944	2

- Cash Transfer Required
- Reserve Cancellation Required
- Establish Reserve Required

- Auditor-Controller
- County Executive
- Board of Supervisors

ESTIMATED REVENUE ADJUSTMENT										APPROPRIATION ADJUSTMENT											
DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ.	PROJ. DTL	AMOUNT	DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ.	PROJ. DTL	AMOUNT
14	006				530123	53010	7265			\$ 228,472	14	014				530123	53010	3079			\$ 228,472
TOTAL										TOTAL											
\$ 228,472										\$ 228,472											

REASON FOR REVISION: SEE BUDGET MEMO

Prepared by Brian Rupprecht Ext 7693
 Department Head [Signature]
 Board of Supervisors _____

Date: 5/22/08
 Page: _____

Budget Revision # _____ FOR INDIVIDUAL DEPT USE

BUDGET REVISION

PAS DOCUMENT NO. _____

POST DATE:

DEPT NO.	DOC TYPE	Total \$ Amount	TOTAL LINES
14	BR	419,400.00	7

- Cash Transfer Required
- Reserve Cancellation Required
- Establish Reserve Required

- Auditor-Controller
- County Executive
- Board of Supervisors

ESTIMATED REVENUE ADJUSTMENT										APPROPRIATION ADJUSTMENT											
DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ3	PROJ.	PROJ. DTL	AMOUNT	DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ3	PROJ.	PROJ. DTL	AMOUNT
14	006				429511	95001	7179			\$ 118,200.00	14	014				429511	95001	1002			\$153,000.00
14	006				429511	95001	7180			13,100	14	014				429511	95001	1300			\$32,400.00
14	006				429511	95001	8199			78,400	14	014				429511	95001	1301			\$ 11,700.00
											14	014				429511	95001	1303			12,600
TOTAL										209,700	TOTAL										209,700

REASON FOR REVISION: To increase Community Clinic FY07-08 revenues and appropriations based on the addition of a Physician II to the Clinic's Medical Staff

Prepared by Stan Hapak Ext: 1841
 Department Head [Signature]
 Board of Supervisors _____

Date: 5/22/08
 Page: _____

Budget Revision # _____ FOR INDIVIDUAL DEPT USE

78

PLACER COUNTY
BUDGET REVISION

PAS DOCUMENT NO.

POST DATE:

- Cash Transfer Required
 Reserve Cancellation Required
 Establish Reserve Required

[Signature]
Auditor-Controller
 County Executive
 Board of Supervisors

DEPT NO.	DOC TYPE	Total \$ Amount	TOTAL LINES
14	BR	1,100,000.00	9

ESTIMATED REVENUE ADJUSTMENT										APPROPRIATION ADJUSTMENT											
DEPT NO.	I/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ	PROJ DTL	AMOUNT	DEPT NO.	I/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ	PROJ DTL	AMOUNT
14	006				994297	94297	7187			192,000.00	14	014				994297	94297	1002			350,000
											14	014				994297	94297	1300			76,000
											14	014				994297	94297	1301			27,000
											14	014				994297	94297	1303			37,000
											14	014				994297	94297	1310			60,000
											14	015				994276	94276	1002			79,000
											14	015				994293	94293	2555			200,000
											14	015				995307	95307	1002			79,000
TOTAL										192,000	TOTAL										908,000

REASON FOR REVISION: Increase salary & benefits for Children's System of Care (Appri 42970). Appri is expected to exceed current appropriation due to filled but unfunded positions. The additional expenditures will increase federal Title IV-E Child Welfare revenue by \$192,000 which is reflected above.
The Department will reduce salary expense in Appri 42760 and 53070 by \$79,000 for each Appri and Prof Svcs in Appri 42930 to offset the unreimbursed exp.

Prepared by Jim Nissen Ext 2813
 Department Head [Signature]
 Board of Supervisors _____

Date: 5/22/08
 Page: _____

Budget Revision # _____ FOR INDIVIDUAL DEPT USE

85

