



County of Alameda FY 2022-23 Proposed Budget

June 14, 2022



FY 2022-23 Proposed Budget

(\$ in millions)

All Funds	\$3,755.3
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General Fund	\$3,446.9
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<i>Increase from FY 2021-22</i>	<i>\$131.9</i>
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Full-Time Equivalent Positions (FTEs)	10,337.33
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<i>Increase from FY 2021-22</i>	<i>259.02</i>
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COVID-19 Emergency Funding



COVID-19 Emergency Funding

Proposed Budget generally does **not** include:

- Direct COVID-19 related expenditures
- Coronavirus Aid, Relief and Economic Security Act (CARES) funding
- American Rescue Plan Act (ARPA) funding
- Federal Emergency Management Agency (FEMA) funding



COVID-19 Emergency Funding

CARES Act

- \$333.2 million in funding – fully expended
- \$647.8 in additional CARES-eligible expenses

American Rescue Plan Act

- \$324.6 million total over two tranches
- \$162 million allocated

Federal Emergency Management Agency

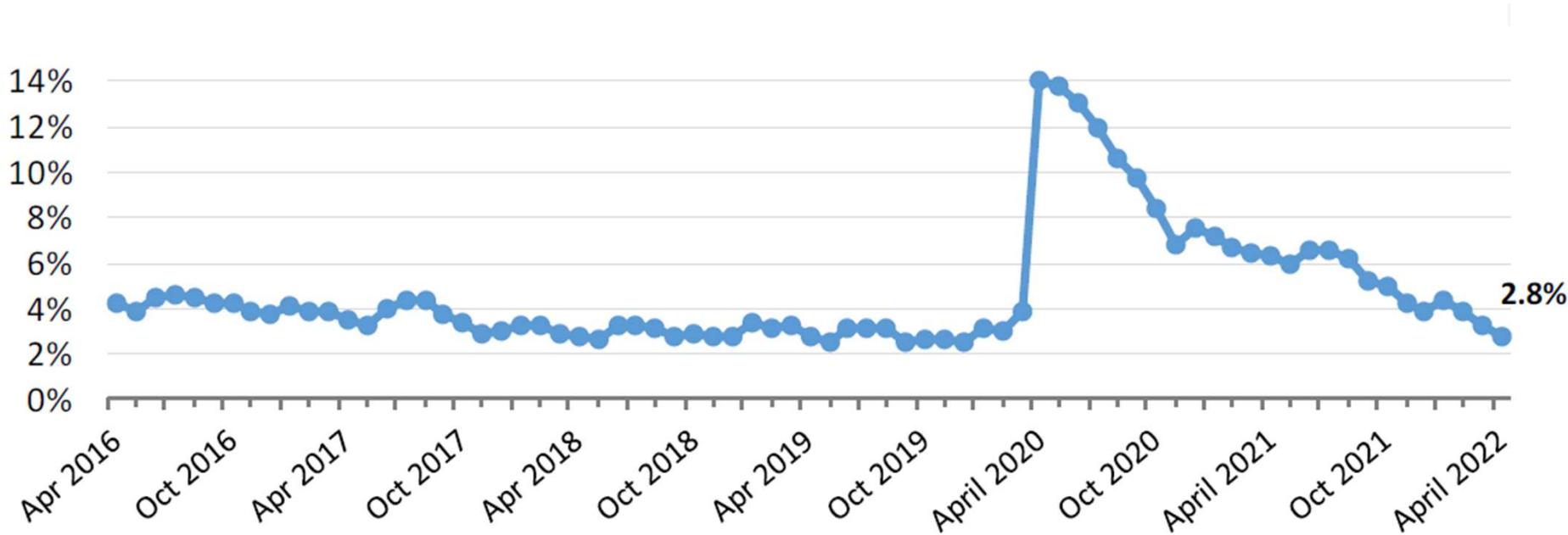
- \$60 million in expenses
- 80% for shelter/hotels & 20% vaccination related costs



Economic Outlook



Unemployment Rate (April 2022)



Source: U.S. Bureau of Labor Statistics



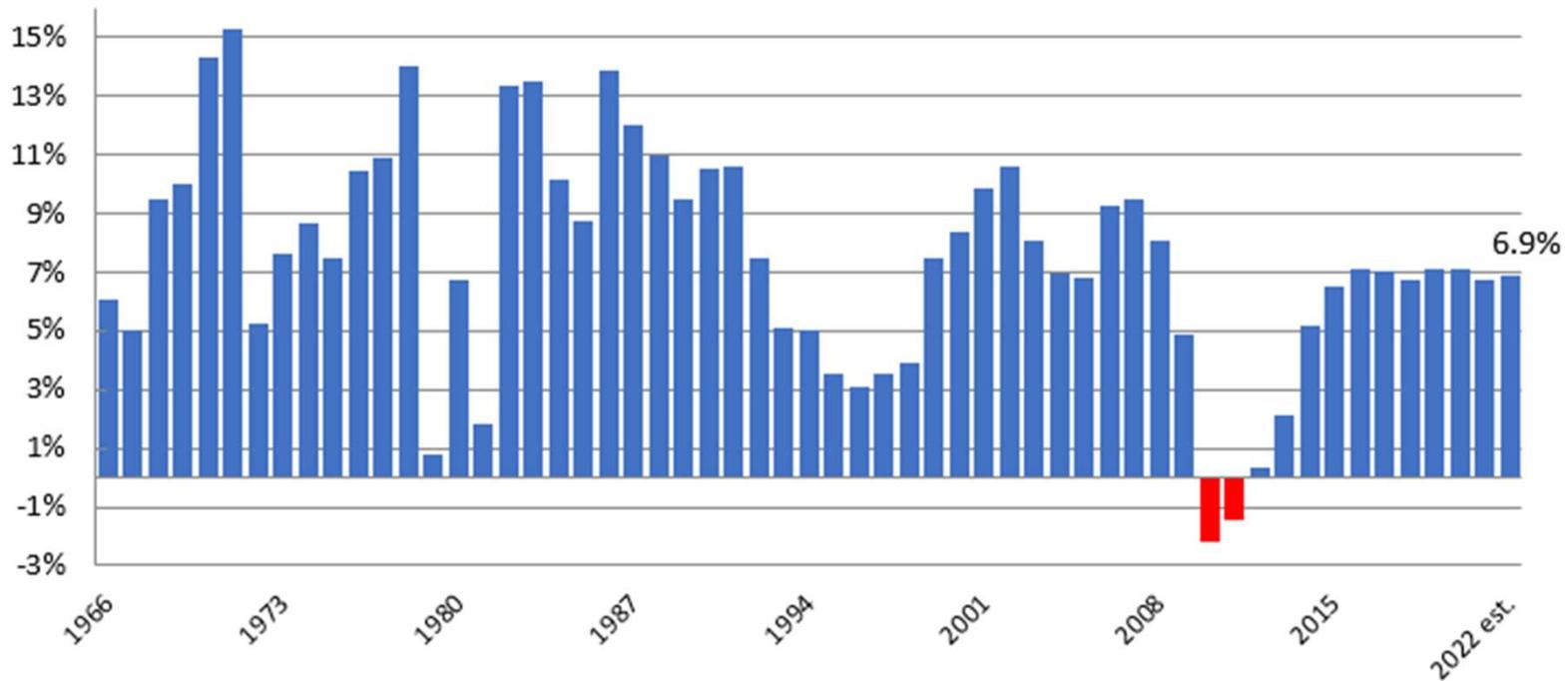
Median Home Values – April 2022



Alameda County Median home sales price \$1.16 million

An increase of 11.2 percent from the prior year

Proposed FY 2022-23 Assessment Roll Growth

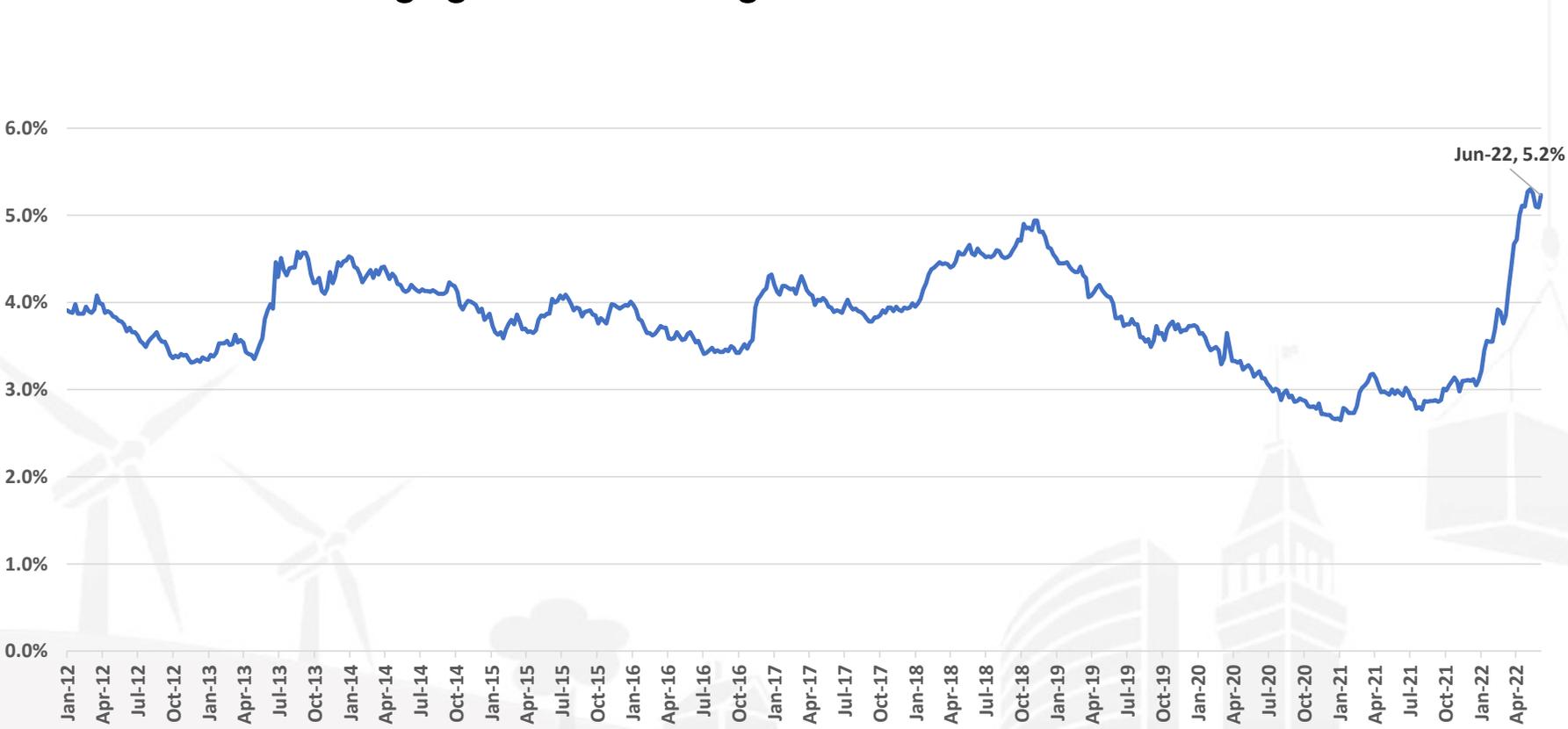


Source: Alameda County Assessor's Office



Federal Reserve Tightening Monetary Policy

30-Year Fixed Mortgage Rate Average in the United States



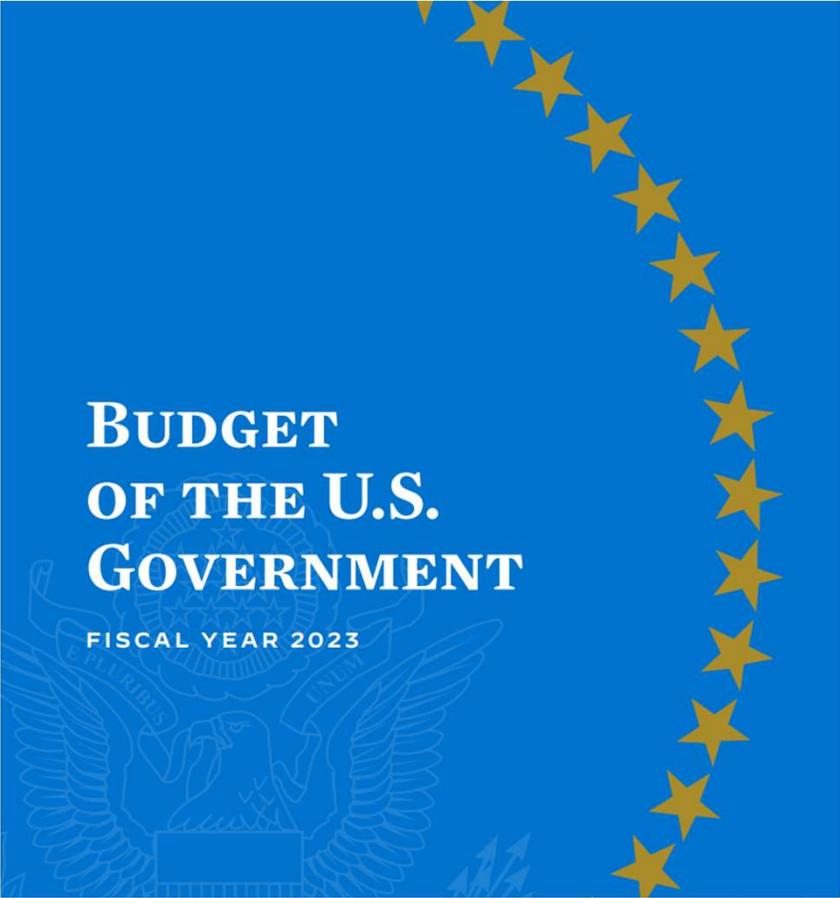
State Budget

On May 13, Governor Newsom released the May Revision to the Governor's January Budget Proposal:

- The May Revision is \$300.7 billion All Funds & \$227.4 billion General Fund spending plan – a ~5% increase from the January Budget Proposal
- The total surplus is now projected to be \$97.5 billion total
 - \$49.2 Billion of the projected surplus is discretionary
 - Approximately 94% of the projected discretionary surplus is dedicated to 1-time spending
- LAO recommending more to reserves due to potential fiscal cliff & recession risk
- Homelessness, housing, and public safety revenue opportunities for local governments
- CARE Court, CalAIM, and Pre-Trial funding all major priorities for the County



Federal Funding



FY 2022-23 Proposed Budget Overview



FY 2023-23 Budget Overview (\$ in millions)

All Funds	FY 2021-22 FINAL	FY 2022-23 MOE	FY 2022-23 PROPOSED	Change from 2021-22
Appropriation	\$3,607.9	\$3,775.8	\$3,755.3	\$147.4
Revenue	\$3,607.9	\$3,726.7	\$3,755.3	\$147.4
Funding Gap	\$0	\$49.1	\$0	\$0
FTE*	10,078.31	10,337.33	10,337.33	259.02

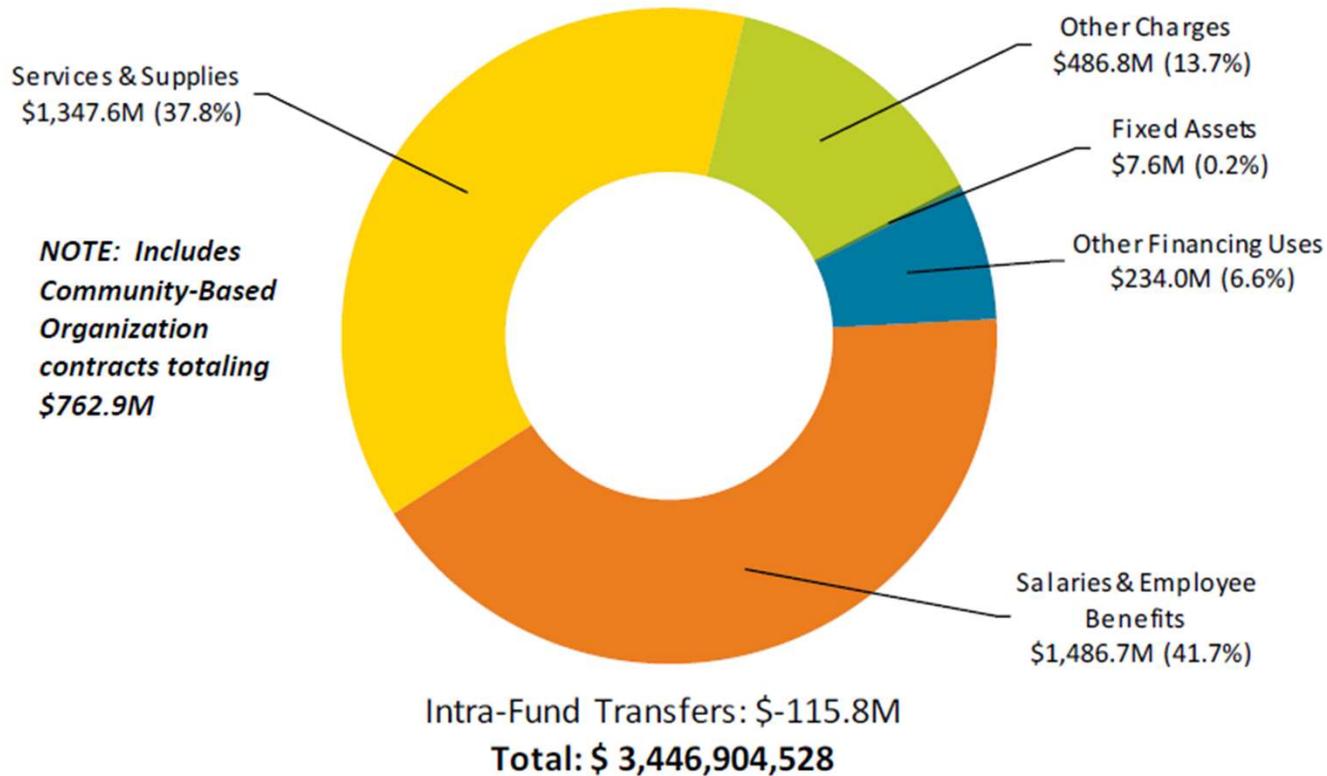
General Fund	FY 2021-22 FINAL	FY 2022-23 MOE	FY 2022-23 PROPOSED	Change from 2021-22
Appropriation	\$3,315.0	\$3,467.4	\$3,446.9	\$131.9
Revenue	\$3,315.0	\$3,418.3	\$3,446.9	\$131.9
Funding Gap	\$0	\$49.1	\$0	\$0
FTE*	8,210.64	8,454.49	8,454.49	243.85

*Full-time equivalent positions. General Fund FTE changes are all Board-approved and fully offset by revenue or other one-time funding.



FY 2022-23 Proposed Budget

Appropriation by Major Object - General Fund



Community-Based Organization (CBO) Contracts

FY 2022-23 Proposed Budget Funding (\$ in millions)

246 CBO Contractors Total

Program Area	FY 22-23 Contracts
General Government	\$43.6
Health Care Services*	\$469.2
Health Care – Alameda Health System	\$93.6
Public Assistance	\$110.9
Public Protection	\$45.6
CBO Contracts Total	\$762.9

* excludes Alameda Health System contracts



Measure AA – Essential Health Care Services

- Passed by 75% of voters on June 3, 2014
- **½ percent retail transactions and use tax** to provide additional financial support for essential health care services to indigent, low-income and uninsured adults, children and families, seniors and other residents
 - Board-approved allocations
 - Funds administered by the Health Care Services Agency
- Shared tax revenues
 - **25% County**
 - **75% Alameda Health System**



Measure A1 Affordable Housing

- ❑ **Measure A1: \$580 million Affordable Housing General Obligation Bond**
 - ❑ passed by 73% of voters in November 2016

- ❑ **Homeowner Programs - \$120 million**
 - ❑ Down Payment Assistance Loan Program (\$50 million)
 - ❑ Home Preservation Loan Program (\$45 million)
 - ❑ Homeowner Development Program (\$25 million)

- ❑ **Rental Housing Programs - \$460 million**
 - ❑ Rental Housing Development Fund (\$425 million)
 - Base City Allocations (\$225 million)
 - 4 Regional Pools (\$200 million)
 - ❑ Innovation and Opportunity Fund (\$35 million)
 - ❑ Acquisition and Opportunity Fund (\$25 million)
 - ❑ Innovation Fund (\$10 million)



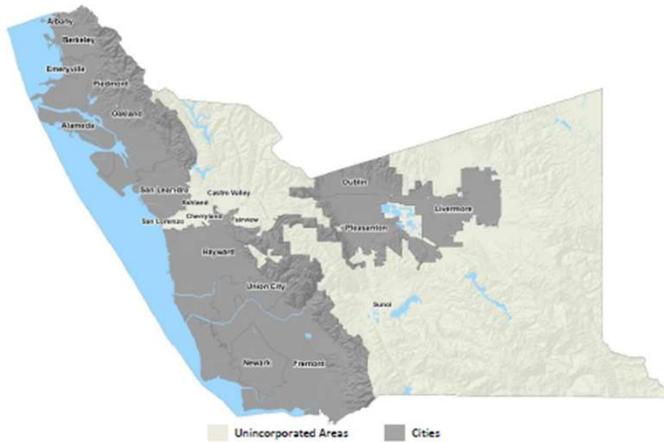
Special Budgets



Special Budgets

Alameda County Unincorporated Services Budget

Fiscal Year 2022-23



HiB Alameda County Human Impact Budget

Alameda County Human Impact Budget Report

Impacts of budget decisions on our most vulnerable residents



*Prepared by the
County Administrator's Office,
Social Services Agency, and
Health Care Services Agency*

Alameda County Children's Services Budget

Fiscal Year 2022-23



Board Initiatives



FY 2022-23 Board Initiatives

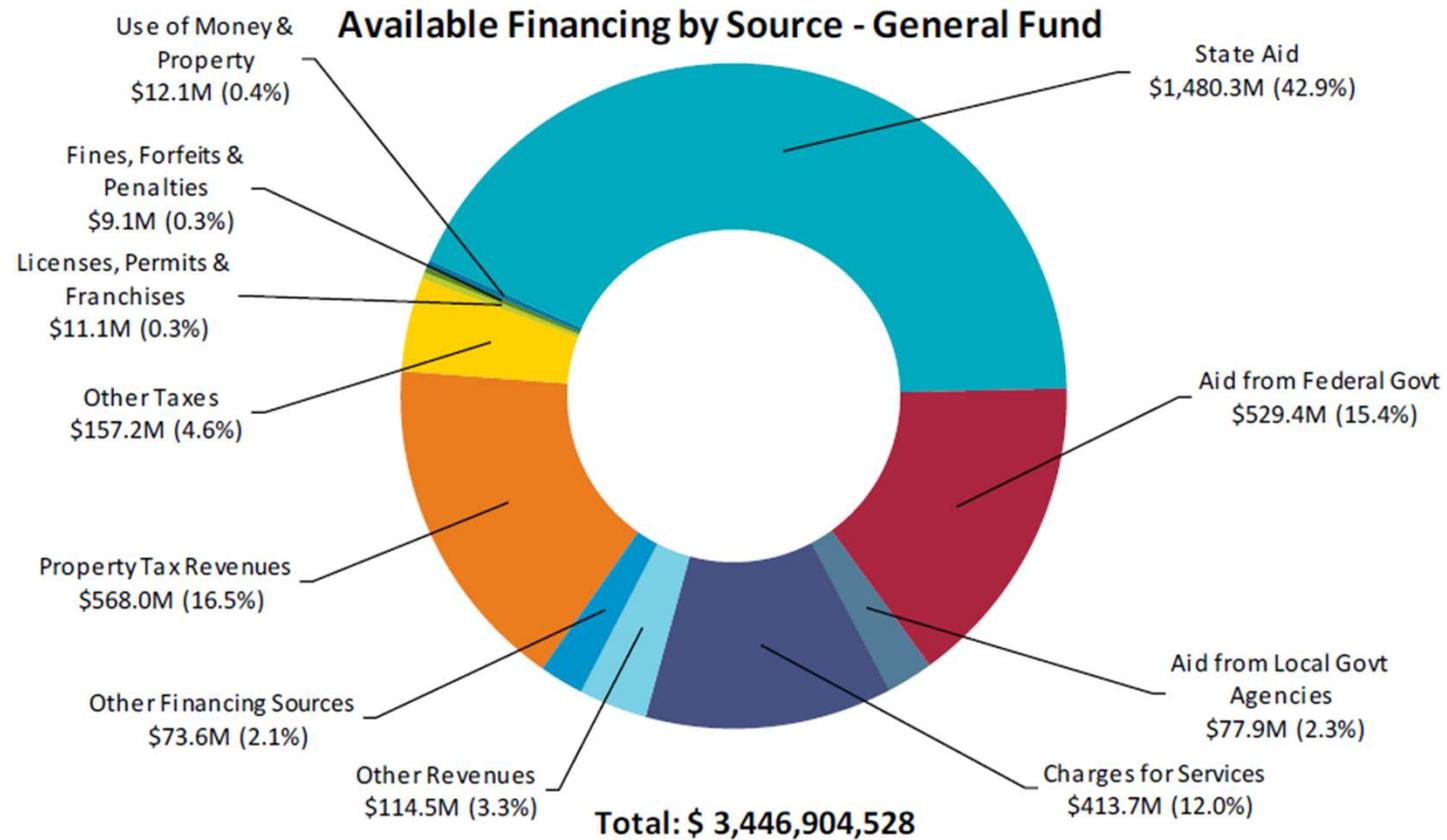
- ***Affordable Housing and Homelessness***
 - \$5 million for the Affordable Housing Trust
 - \$2.5 million to continue support of the Office of Homeless Care and Coordination
- ***Enhancing Vision 2026 Fund*** (for children, youth and families)
 - 4th year allocation (through FY 2024-25)
 - \$5 million each year (\$1 million for each supervisorial district)
- ***East County Economic Development – Infrastructure Improvement Fund***
 - \$5 million annual allocation (through FY 2026-2027)



Revenue Outlook



Proposed 2022-23 Budget



Closing the Gap

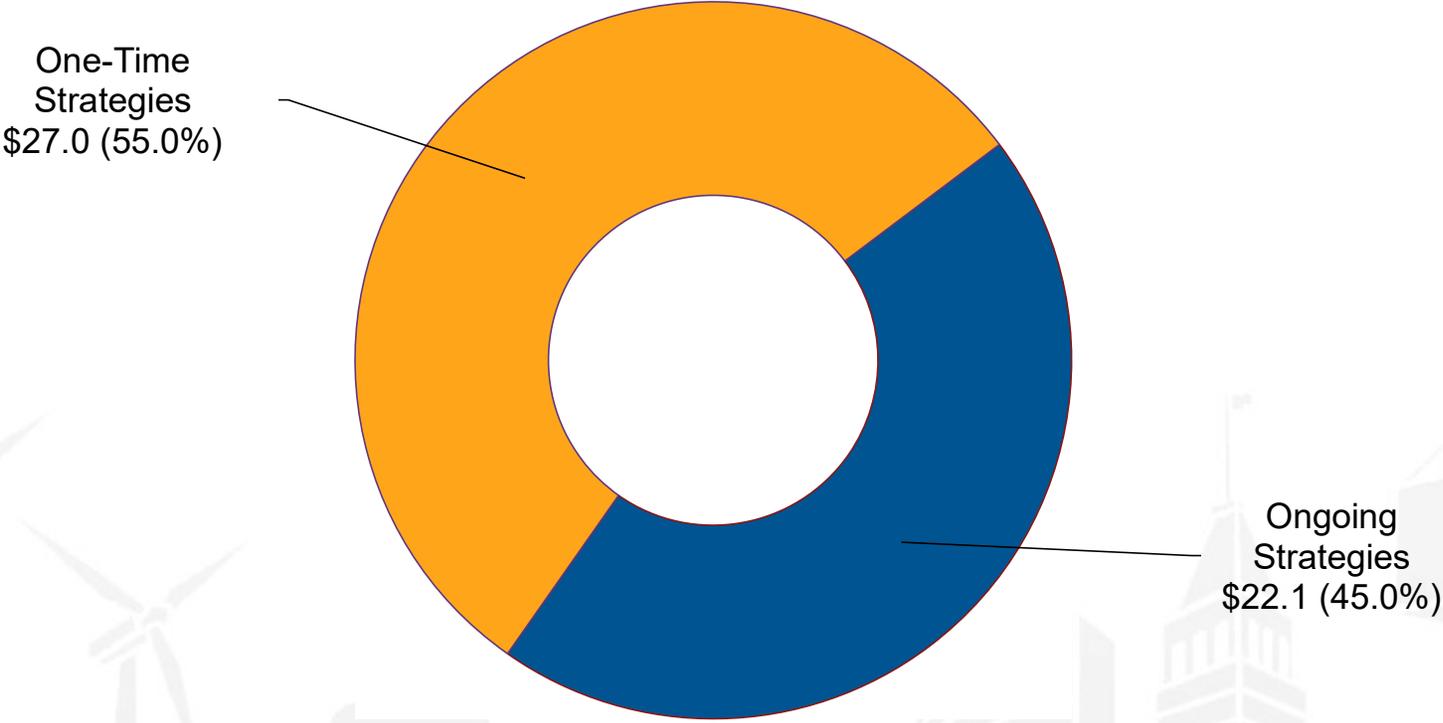


FY 2022-23 Proposed Budget Balancing

Program Areas	Ongoing Reductions	One-time Reductions	Total Net Reductions
General Government	\$0	\$8.0	\$8.0
Health Care Services	0	0	0
Public Assistance	3.5	0	3.5
Public Protection	1.5	4.0	5.5
PROGRAM TOTAL	\$5.0	\$12.0	\$17.0
Countywide Strategies			
Use of ITD Retained Earnings	0	15.0	15.0
Non-Program Revenue Adjustments	17.1	0	17.1
COUNTYWIDE TOTAL	\$17.1	\$15.0	\$32.1
GRAND TOTAL	\$22.1	\$27.0	\$49.1



FY 2022-23 Proposed Budget (\$ in millions)



Total Net County Cost Reductions: \$49.1 million



Funding Challenges



Funding Challenges

- Homelessness Crisis
- Health Care
 - CalAIM
 - AHS
 - CARE Court
- Public Safety
 - Rising costs with inadequate State & federal funding
 - Juvenile justice shifts to counties
- Infrastructure and Capital needs



Long-Term Obligations



Long-Term Obligations

- Maintain the “**triple-triple**” - the highest possible AAA ratings from the “Big 3” rating agencies—Standard & Poor’s Global Ratings, Fitch Ratings and Moody’s Investors Service (since 2018)
- Capital Improvement Plan - \$1.3 billion of unfunded capital costs over the next five years as identified in the Capital Improvement Plan
- County’s pension liability



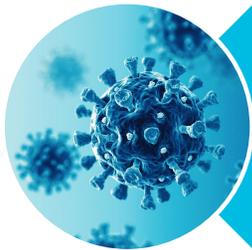
Pending Factors



Pending Factors



Economic downturn



FEMA funding risks



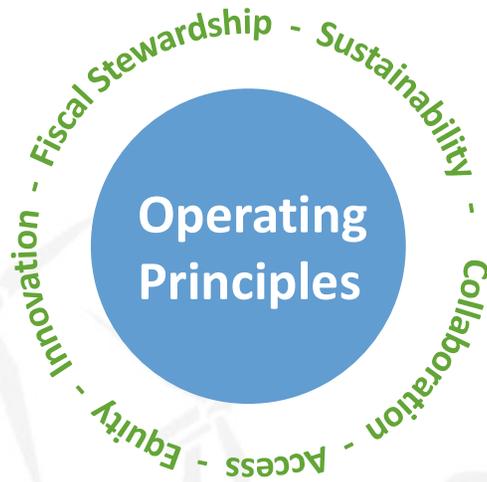
Litigation

Priorities for Budget Balancing Strategies



Our Shared Vision

- Safe and Livable Communities
- Thriving and Resilient Population
- Healthy Environment
- Prosperous and Vibrant Economy



County of Alameda
PROPOSED BUDGET 2022-2023



PRESENTED BY THE COUNTY ADMINISTRATOR



