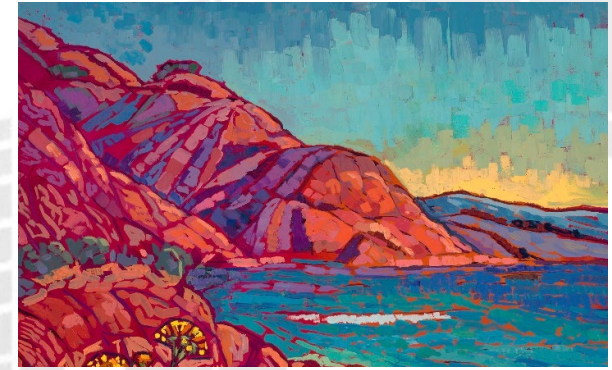




Alameda County FY 2025-2026 Proposed Budget

June 10, 2025



FY 2025-26 Proposed Budget

(\$ in millions)

All Funds	\$5,085.5
General Fund	\$4,266.7
<i>Increase from FY 2024-25</i>	<i>\$284.6</i>
Full-Time Equivalent Positions (FTEs)	10,481.1
<i>Increase from FY 2024-25</i>	<i>3.9</i>



Economic Outlook



Economic Outlook

- Highly unpredictable environment
- Slowing growth with tariffs dampening business and consumer sentiment
- CA unemployment rate remains the highest in the nation
- Housing affordability challenge persists
- Assessor estimating declining growth in the assessment roll

State & Federal Funding



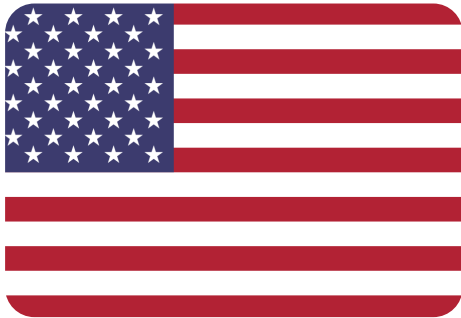
State & Federal Funding Update

Nearly two-thirds of the County's General Fund is from State & federal sources including Medicaid & Medicare Charges



State Update

- Governor forecasting \$12 billion budget shortfall
- Gap closing strategies include program reductions and across-the-board spending reductions
- Legislature has reached a preliminary budget deal



Federal Update

- Sweeping changes to trade policy, immigration policy and spending cuts
- Federal debt is projected to hit record levels not seen since the end of World War II, prompting Moody's to downgrade the U.S. credit rating

FY 2024-25 Proposed Budget Overview



FY 2025-26 Budget Overview (\$ in millions)

All Funds	FY 2024-25 FINAL	FY 2025-26 MOE	FY 2025-26 PROPOSED	Change from 2024-25
Appropriation	\$4,564.5	\$5,097.6	\$5,085.5	\$521.0
Revenue	\$4,564.5	\$4,991.9	\$5,085.5	\$521.0
Funding Gap	\$0	\$105.7	\$0	\$0
FTE*	10,477.2	10,508.4	10,481.1	3.9

General Fund	FY 2023-24 FINAL	FY 2024-25 MOE	FY 2024-25 PROPOSED	Change from 2024-25
Appropriation	\$3,982.1	\$4,278.8	\$4,266.7	\$284.6
Revenue	\$3,982.1	\$4,173.1	\$4,266.7	\$284.6
Funding Gap	\$0	\$105.7	\$0	\$0
FTE*	8,530.6	8,543.8	8,519.5	-11.1

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



Community-Based Organization (CBO) Contracts

FY 2025-26 Proposed Budget Funding (\$ in millions)

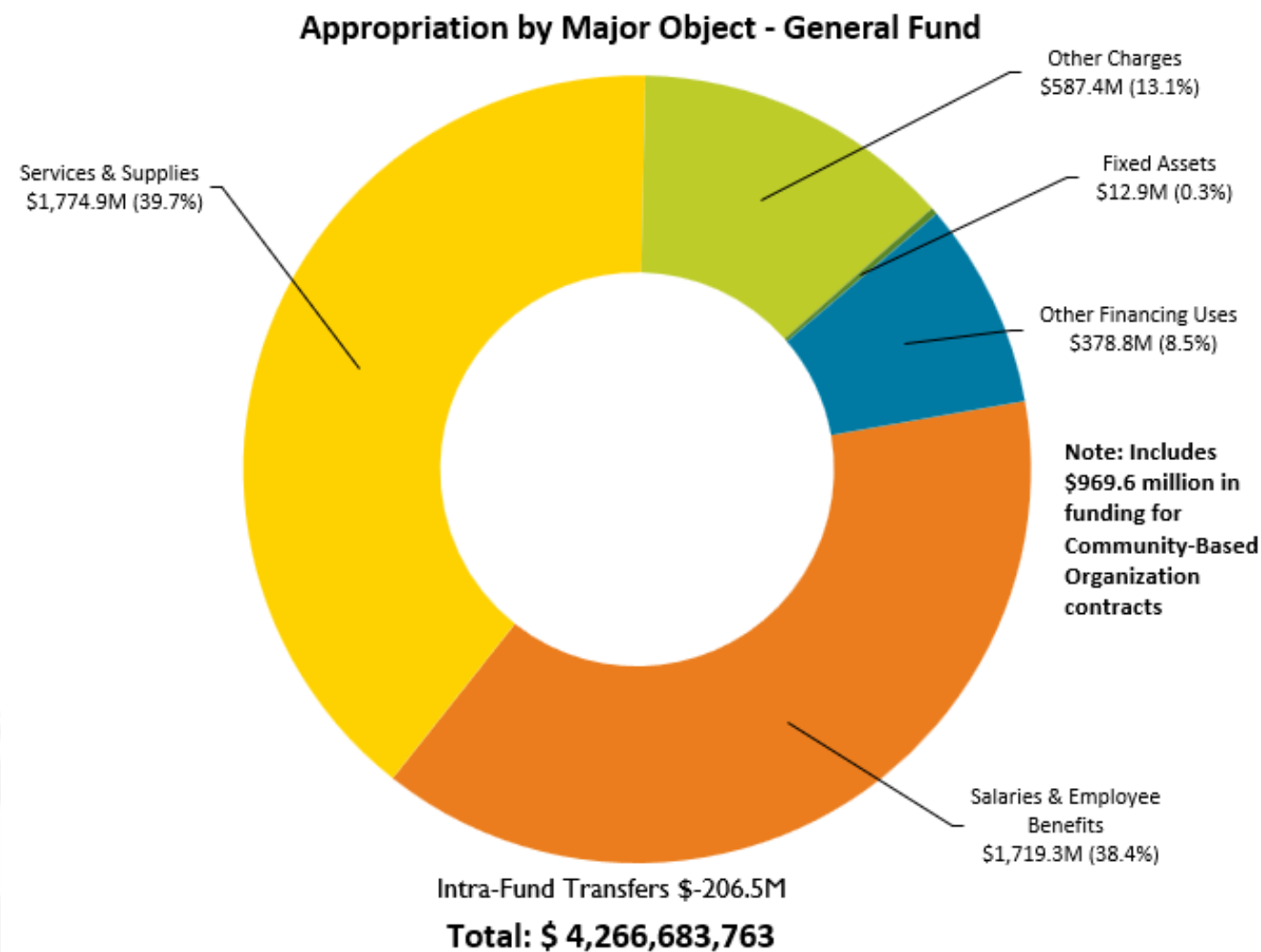
278 CBO Contractors Total

Program Area	FY 25-26 Contracts
General Government	\$11.6
Health Care Services*	\$624.6
Health Care – Alameda Health System	\$134.3
Public Assistance	\$135.5
Public Protection	\$63.6
CBO Contracts Total	\$969.6

* excludes Alameda Health System contracts



FY 2025-26 Proposed Budget

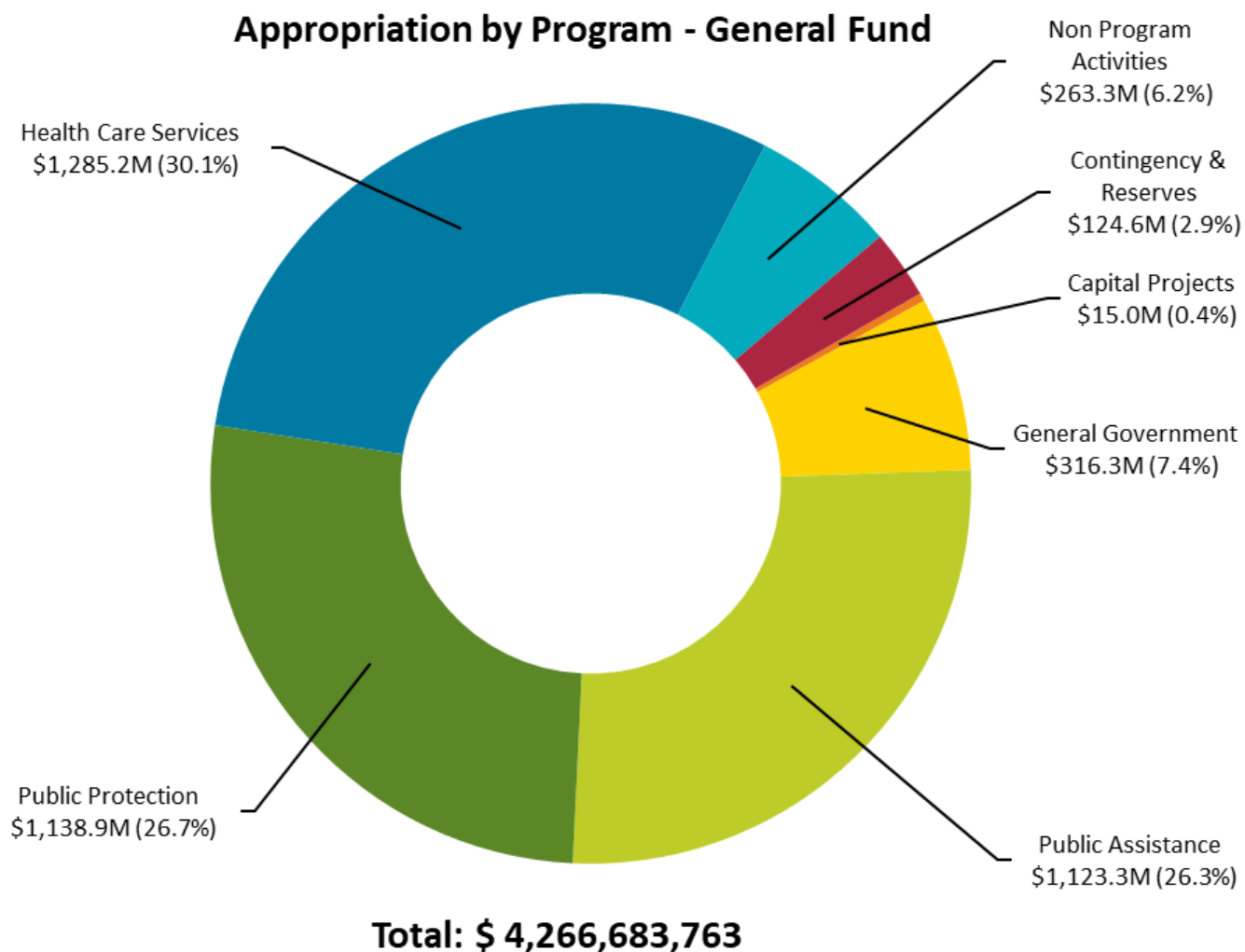


Investments in Key Services and Initiatives

- Mental Health appropriations of over \$800 million
- Over \$120 million for Housing and Homelessness Services
- Approximately \$77 million to support HealthPAC
- Over \$220 million to fund the In-Home Supportive Services program
- Over \$35 million in AB 109 community-based organization contracts



FY 2025-26 Proposed Budget



Board Initiatives



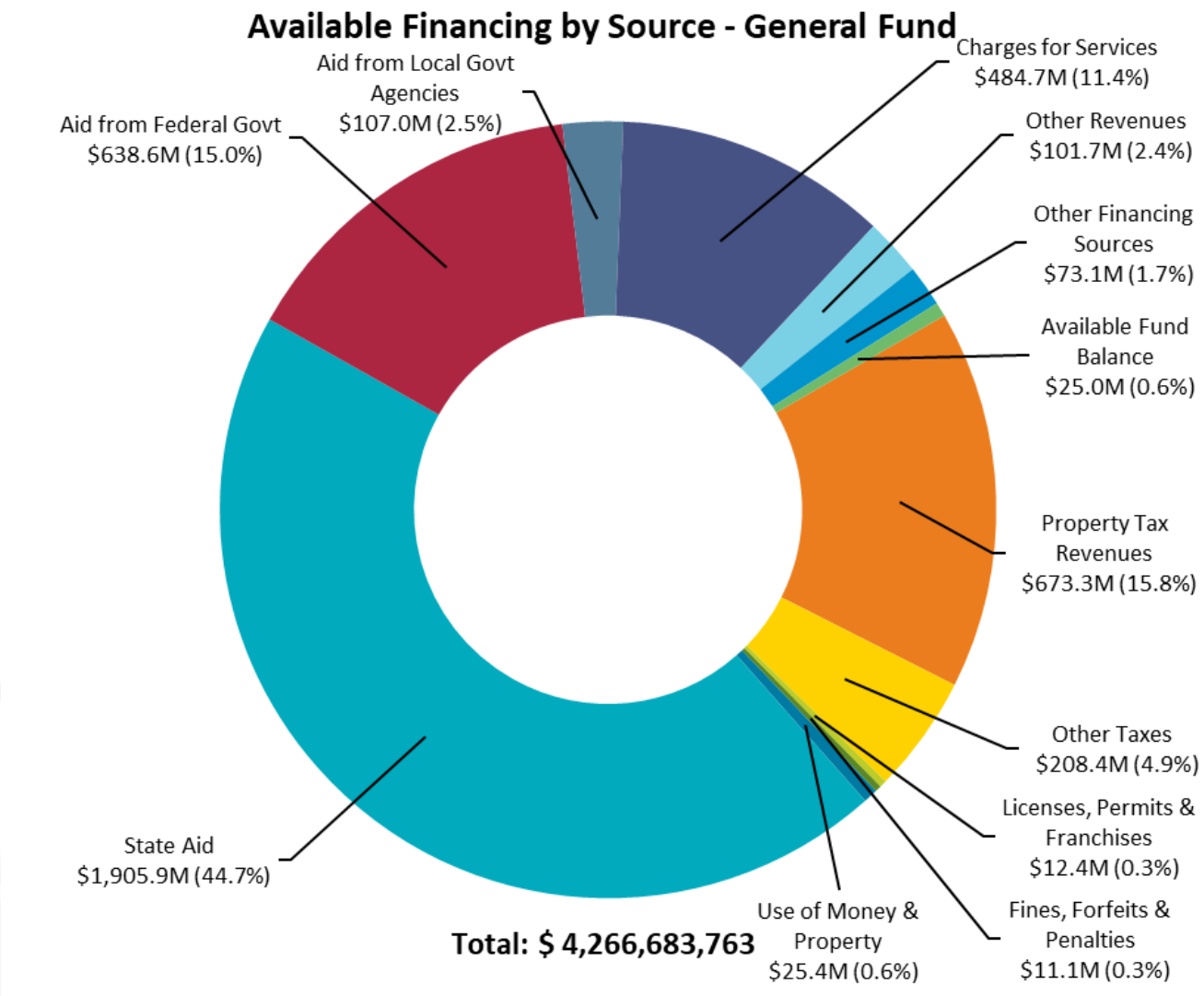
FY 2025-26 Board Initiatives

- ***Enhancing Vision 2036 Fund*** (for children, youth and families)
 - 7th year allocation (through FY 2027-28)
 - \$5 million each year (\$1 million for each supervisorial district)
 - Extension of the one-time \$5.0 million augmentation for EV 2036 in FY 2025-26
- ***East County Economic Development – Infrastructure Improvement Fund***
 - \$5 million annual allocation (through FY 2026-27)

Revenue Outlook



FY 2025-26 Proposed Budget



Closing the Gap

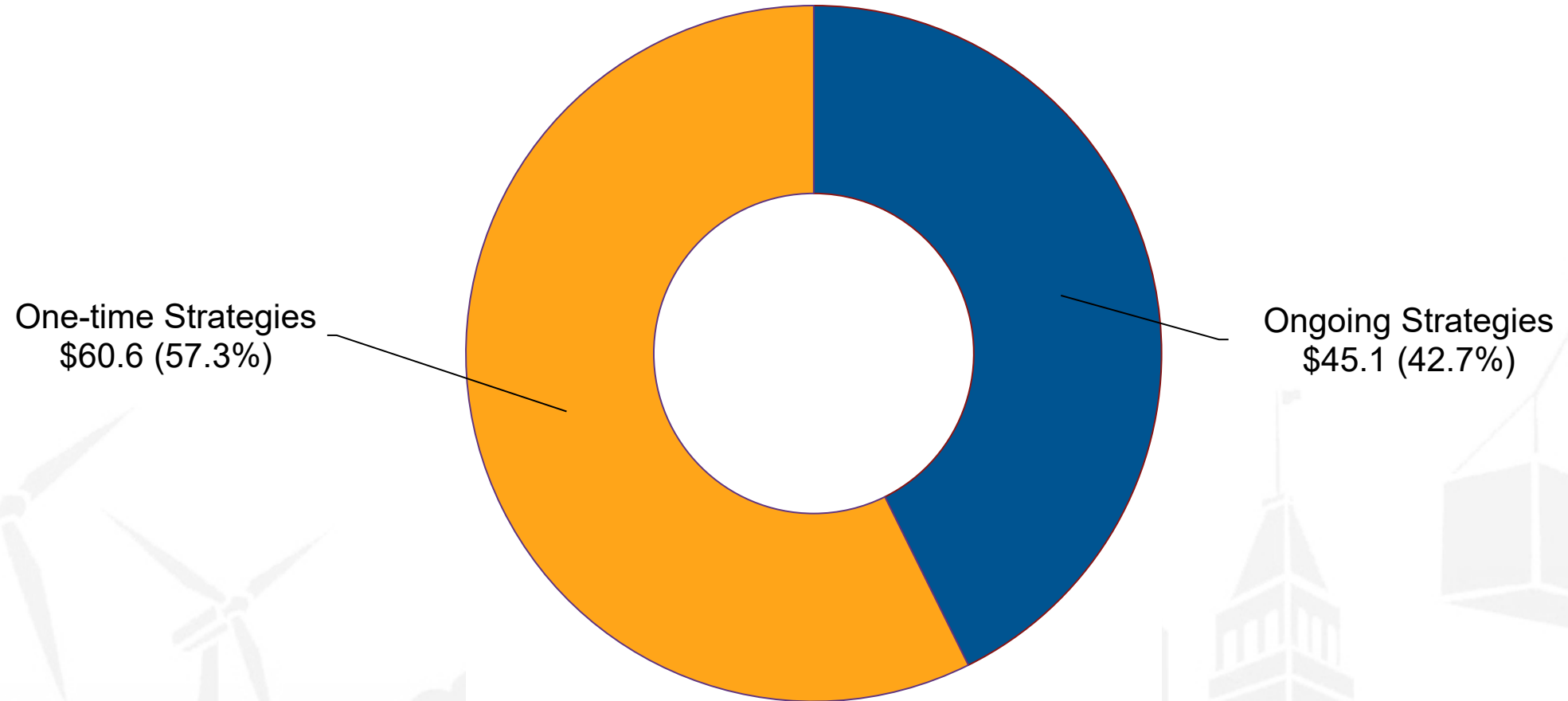


FY 2025-26 Proposed Budget Balancing

Program Areas	Ongoing Reductions	One-time Reductions	Total Net Reductions
General Government	\$0.8	\$9.4	\$10.2
Health Care Services	11.8	2.3	14.1
Public Assistance	0.6	2.3	2.9
Public Protection	12.8	17.6	30.4
PROGRAM TOTAL	\$26.0	\$31.6	\$57.6
Countywide Strategies			
Non-Program Revenue Adjustments	19.1	29.0	48.1
COUNTYWIDE TOTAL	\$19.1	\$29.0	\$48.1
GRAND TOTAL	\$45.1	\$60.6	\$105.7



FY 2025-26 Proposed Budget (\$ in millions)



Total Net County Cost Reductions: \$105.7 million

Funding Challenges



Funding Challenges

- Homelessness
- Health Care
 - Potential reductions in federal funding will undermine preventative health
 - Unfunded mandates without dedicated revenue sources – Senate Bill 43 and CARE Act
- Public Assistance
 - Potential benefit impacts to SNAP and Medicaid
 - In-Home Supportive Services program Maintenance of Effort financing
- Public Safety
 - Staffing and recruitment challenges
 - Potential suspension or termination of federal grants or programs due to immigration priorities
- Infrastructure and Capital needs

Long-Term Obligations



Long-Term Obligations

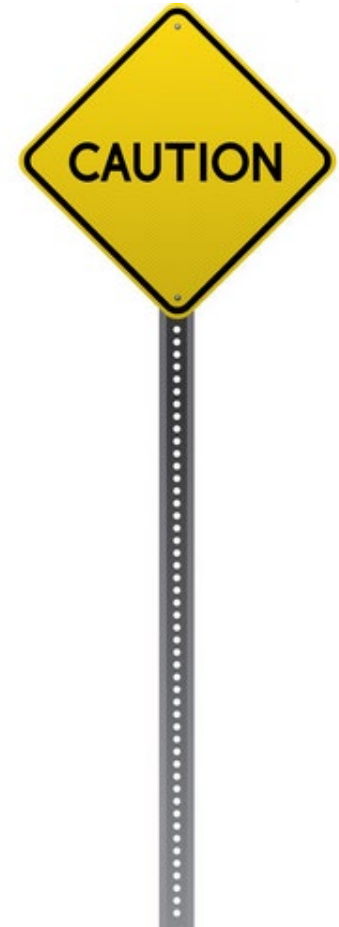
- Maintain the “**triple-triple**” - the highest possible AAA ratings from the “Big 3” rating agencies—Standard & Poor’s Global Ratings, Fitch Ratings, and Moody’s Investors Service (since 2018)
- Capital Improvement Plan – deferred major maintenance on County-owned properties and unfunded capital projects over the long-term horizon
- County’s pension liability

Pending Factors



Pending Factors

- State budget and federal budget
- Labor negotiations & workforce challenges
- Pending litigation and settlements
- Rising liability and insurance costs
- Pension and other employee benefit cost increases
- Potential federal and State audit disallowances
- Unfunded capital projects and deferred maintenance
- Ongoing homelessness crisis; Home Together Plan
- CARE Court and Proposition 1 implementation
- Reimagining Adult Justice initiatives
- Assessment appeals
- Global finances and climate change
- Economic downturn



Priorities for Budget Balancing Strategies – Vision 2036

