

FY2024/25 SUPPLEMENTAL BUDGET ADJUSTMENTS – EXPLANATIONS AND JUSTIFICATIONS

Section 1 – Supplemental Adjustments to the Recommended Budget

The following supplemental adjustments represent new requests and increases to the FY2024/25 Recommended Budget.

General Fund – Fund 001

The FY2024/25 Recommended Budget for the General Fund is balanced. The increase in County General Fund appropriations included in the Supplemental Budget is \$6,462,839. This cost is funded by revenue of \$519,029 and a draw from Capital Renewal Reserve of \$4,843,252. The remaining net County General Fund cost of \$1,100,558 is recommended to be funded through available Fund Balance following the close of FY2023/24, and/or through a reduction in the transfer proposed to the Committed – Capital Renewal Reserve in FY2024/25.

General Revenue – Fund 001 / BU 1101: \$500,000 increase in appropriations; \$500,000 increase in revenue, resulting in no change in Net County Cost.

- \$500,000 increase in Current Secured Property Tax collections due to a change in how the new property tax system, County Assessment and Taxation System (CATS), processes refunds. Prior to FY2024/25, refunds of prior year taxes were deducted from revenue collections and not reflected as an expense. Refunds of prior year taxes will now be reflected as an expense in the County's financial system and not be deducted from Current Secured Property Tax collections.

Auditor - Controller – Fund 001 / BU 1200: \$21,252 increase in appropriations; \$19,029 increase in revenue, resulting in a \$2,223 increase in Net County Cost.

- \$21,252 increase in Salaries and Employee Benefits to fund recommended position changes as listed below.
- \$19,029 increase in auditing and accounting fee revenue to partially fund recommended position changes.

The following position changes are recommended:

- Delete 1.0 FTE Limited-Term Accountant-Auditor I and add 1.0 FTE Limited-Term Accountant-Auditor III in the Property Tax Division to allow management the ability to promote staff and assign work based on work requirements and staff performance consistent with department regular full-time positions.
- Delete 1.0 FTE vacant Accounting Supervisor and add 1.0 FTE Accountant to accommodate increasing and changing demands in the General Accounting Unit as well as the required understanding needed to ensure general ledger transactions are recorded in accordance with generally accepted accounting principles (GAAP). Over the past few years, the County has implemented new accounting standards on leases, subscription-based information technology arrangements, and capital assets which affect daily general ledger transactions. These transactions require additional oversight and review to ensure compliance with GAAP. This position is partially funded through the Countywide Cost Allocation Plan and other charges for services, resulting in a Net County Cost of \$2,223.

Registrar of Voters – Fund 001 / BU 1550: \$833,031 increase in appropriations; no increase in revenue, resulting in a \$833,031 increase in Net County Cost.

- \$750,000 increase in costs associated with the “Rezoning of 17,500 Acres of Agricultural Lands in East Solano County to allow the development of a New Community” initiative (California Forever’s East Solano Homes, Jobs, and Clean Energy Initiative) on the November 2024 General Election ballot.
- \$83,141 increase to purchase two additional ballot counting workstations (Verity Workstations) and associated software licenses.

General Expenditures – Fund 001 / BU 1903: \$5,108,556 increase in appropriations; \$4,843,252 increase in draw from General Fund – Capital Renewal Reserve, resulting in a \$265,304 increase in Net County Cost.

- \$4,843,252 increase in Operating Transfer-Out to the Accumulated Capital Outlay Fund to address increases in projected costs for capital projects. (See Accumulated Capital Outlay Fund 006 / BU 1700). This is funded by an increase in draw from the General Fund - Capital Renewal Reserve.
- \$304,248 increase in appropriations to address unallowable costs to reflect the amount of funding awarded to Catholic Charities of Yolo-Solano to administer the Rental Assistance Program that was not covered by Coronavirus Aid, Relief, and

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Economic Security (CARES) Act funds. This amount represents the General Fund's share of cost for this program based on an audit completed by the Auditor-Controller's Internal Audit Division.

- \$96,524 increase in Contribution – Non-County Agencies for the new staffing Memorandum of Understanding (MOU) with Community Action Partnership (CAP) Solano Joint Powers Authority (JPA). This cost is partially offset by existing funding of \$86,975 in Public Health (see below).
- \$86,975 decrease in Operating Transfer-Out to Public Health to partially fund the contribution to CAP Solano JPA to support the new staffing MOU. This contribution will now be reflected in General Expenditures and not in the Health and Social Services' (H&SS) Administration Division (BU 7501).
- \$29,159 decrease in Operating Transfer-Out to Probation due to a decrease in Salaries and Employee Benefit costs based on position changes recommended in the Supplemental Budget resulting in a decrease in County Contribution.
- \$19,334 decrease in Operating Transfer-Out to Area Agency on Aging (AAA) (Fund 216 / BU 2160) to reflect a decrease in Solano County's share in the administration of costs of AAA, resulting in a decrease in County Contribution.

Other Funds

Library – Fund 004 / BU 6300: \$1,659,781 increase in appropriations; no change in revenues, resulting in a \$1,659,781 decrease in Fund Balance - Contingency.

- \$900,000 increase in building improvement and construction costs for the following:
 - \$300,000 for microgrids to advance the County's Energy and Resiliency Project.
 - \$250,000 for increased costs for the Literacy space renovation project.
 - \$200,000 to remodel a restroom at the Fairfield Civic Center Library.
 - \$150,000 to install iron fencing surrounding the loading dock area at the Fairfield Civic Center Library.
- \$250,000 increase in fixed assets to upgrade and install a new phone system.
- \$238,000 increase for computer network and email system consulting services costs.
- \$180,000 increase in building improvement costs to replace gutters and a heating ventilation and air conditioning (HVAC) system, and for intermediate distribution frame cleaning and re-cabling at the Fairfield Cordelia Library. This amount represents the County's share of cost per the service agreement with the City of Fairfield.
- \$50,781 increase in software subscription costs to update various library management computer programs.
- \$41,000 increase for software programs offering online tutoring, job coaching, and for programs designed for the aging community.

The following fixed asset is recommended:

- \$250,000 to upgrade and install a new phone system.

Accumulated Capital Outlay (ACO) – Fund 006 / BU 1700: \$4,868,252 increase in appropriations; \$4,843,252 increase in revenues, resulting in a \$25,000 decrease in Fund Balance - Contingency.

- \$3,320,000 to fund emergency sanitary sewer repairs at the Justice Center Detention Facility, funded with General Fund – Capital Renewal Reserve.
- \$975,000 to fund the construction of accessible electric vehicle charging stations at several county locations, funded with General Fund – Capital Renewal Reserve.
- \$548,252 to fund a meeting room remodel for the Human Resources Department in the County Administration Center, funded with General Fund – Capital Renewal Reserve.
- \$25,000 to fund additional project management costs for the Agriculture Building B Conditioned Work Area project, offset with Fund Balance - Contingency.

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Fleet Management – Fund 034 / BU 3100: \$418,401 decrease in appropriations; no change in revenues, resulting in an increase of \$418,401 in Fund Balance - Reserve.

- \$418,401 decrease in fixed asset costs based on the number of anticipated vehicle replacements. The amount included in the FY2024/25 Recommended Budget reflected a higher number of replacements than what was ultimately needed. The combined impact of this adjustment and what was included in the FY2024/25 Recommended Budget is no net impact to Fund Balance.

Risk Management – Fund 060 / BU 1830: No change in appropriations and revenues.

The following position changes are recommended:

- Reclassify 2.0 FTE Risk Analyst to 2.0 FTE Human Resources Analyst (Senior) to create an additional level (Senior) within the Analyst series within the Risk Management Division where currently there are only two (Entry and Journey). There is no cost increase to this recommendation.
- Delete 2.0 FTE Risk Analyst and add 2.0 FTE Human Resources Analyst (Senior) to create an additional level (Senior) within the Analyst series within the Risk Management Division where currently there are only two (Entry and Journey). There is no cost increase to this recommendation.

Napa/Solano Area Agency on Aging – Fund 216 / BU 2160: \$50,774 decrease in both appropriations and revenues, resulting in no change in Fund Balance.

- \$91,762 net decrease in various Contracted Direct Services.
- \$40,988 increase in an Operating Transfer-Out to ODAS-AAA Administration (BU 7685) for the administration of the ADRC; offset by an increase in State ADRC funding.
- \$31,440 net decrease in revenue due to a decrease in California Department of Aging revenue and increase in Aging Disability Resource Center (ADRC) State revenue.
- \$19,334 decrease in Operating Transfers-In representing a decrease in the share of Solano County General Fund resulting from a change in the sharing ratio with Napa County.

District Attorney Special Revenue Fund – Fund 233 / BU 4100: \$7,086 increase in appropriations; no change in revenues, resulting in a \$7,086 decrease in Fund Balance.

- \$7,086 increase in Operating Transfer-Out to the District Attorney (BU 6500) to offset costs in the Consumer and Environmental Crimes Unit for the Axon Enterprises, Inc. contract which will implement Axon Justice Premier. Axon Justice Premier provides unlimited digital evidence storage. Currently, District Attorney has limited storage capacity for digital evidence. This contract is expected to be presented to the Board in June 2024.

CA Wildfire Mitigation Grants – Fund 256 / BU 2532: No change in appropriations and revenues.

- \$185,000 reallocation of funds previously appropriated for the fuels reduction programs to fund a one-year program for the Montezuma, Suisun, and Vacaville Fire Protection Districts for a seasonal wildfire prevention program to provide for extra help staffing to cover shifts during fire season.

County Disaster – Fund 282 / BU 5908: \$775,000 increase in appropriations; \$775,000 increase in revenues, resulting in no net change in Fund Balance.

- \$775,000 increase in anticipated paving, trenching, and plumbing repair costs at Lake Solano resulting from the LNU Lightning Complex fire funded by anticipated insurance proceeds.
- \$775,000 increase in insurance proceeds.

Mental Health Services Act (MHSA) – Fund 906 / BU 9600: \$646,907 increase in appropriations; no change in revenue, resulting in a decrease of \$646,907 in Restricted Fund Balance.

- \$646,907 increase in Operating Transfers-Out to Behavioral Health (BU 7780) to fund an increase in Contracted Direct Services for expansion of Full-Service Partnership (FSP) services for clients transitioning to the County from Kaiser; offset by an increase in draw against MHSA Restricted Fund Balance.

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Public Safety Fund – Fund 900

District Attorney – Fund 900 / BU 6500: \$70,077 increase in appropriations and revenues, resulting in no change in County Contribution.

- \$70,077 net decrease in office expenses, computer-related items, and professional services which reflects the anticipated net savings resulting from Axon Enterprises, Inc. contract which will implement Axon Justice Premier software. Axon Premier will eliminate the cost to duplicate evidence files on CDs, DVDs, Blu-Ray Discs, and flash drives. In addition, Axon Justice Premier uses artificial intelligence (AI) to create transcripts of all uploaded audio and video which will eliminate third-party transcription costs.
- \$59,448 increase in State grant and 2011 Realignment revenues to fund the Axon Enterprises, Inc, contract to implement Axon Justice Premier.
- \$7,086 increase in Operating Transfer-In from the DA Special Revenue Fund (BU 4100) to offset costs in the Consumer and Environmental Crimes Unit for the Axon Enterprises, Inc. to implement Axon Justice Premier.
- \$3,543 increase in Recording Fees to offset the costs in Real Estate Fraud Unit for Axon Enterprises, Inc. to implement Axon Justice Premier.

The following position changes are recommended:

- Extend 0.25 FTE Limited-Term Deputy District Attorney IV through September 30, 2025. This position is funded with the Office of Traffic Safety DUI Vertical Prosecution grant revenue through September 30, 2025.
- Extend 2.0 FTE Limited-Term Victim Witness Assistant through September 30, 2025. This position is funded with Crime Victim Witness Assistance Program grant revenue through September 30, 2025.
- Extend two 0.5 FTE Limited-Term Victim Witness Assistant through September 30, 2025. These positions are funded with Crime Victim Witness Assistance Program grant revenue through September 30, 2025.
- Extend 1.0 FTE Limited-Term (Project) Victim Witness Assistant through September 30, 2025. This position is funded with Crime Victim Witness Assistance Program grant revenue through September 30, 2025.
- Extend two 0.5 FTE Limited-Term Office Assistant II through September 30, 2025. These positions are funded with Crime Victim Witness Assistance Program grant revenue through September 30, 2025.

Sheriff – Fund 900 / BU 6550: \$35,000 increase in appropriations; \$35,000 increase in revenue, resulting in no change in County Contribution.

- \$35,000 increase in overtime costs to support marijuana eradication efforts funded with federal revenues.

Probation – Fund 900 / BU 6650: \$115,782 decrease in appropriations; \$115,782 decrease in revenues, resulting in a \$29,159 decrease in County Contribution.

- \$123,844 decrease in Salaries and Employee Benefits for position changes included in the Supplemental Budget (see below).
- \$21,962 increase in fixed assets to replace two security cameras at the Juvenile Detention Facility (JDF) offset by a decrease in building maintenance costs.
- \$13,900 decrease in building maintenance costs to fund the replacement of two security cameras at JDF.
- \$86,623 net decrease in Intergovernmental Revenues as follows:
 - \$113,908 decrease in State Other revenues which reflects a decrease in anticipated reimbursements for the department's operating costs under Senate Bill (SB) 678. These revenues are comprised of reimbursements for the department's costs for mandated training for peace officers, efforts to reduce prison overcrowding and enhance public safety under SB 678, Pretrial funding, Juvenile Reentry, and Division of Juvenile Justice (DJJ) realignment.
 - \$27,285 increase in 2011 Public Safety Realignment (AB 109) revenues to offset expenditure increases, primarily in Salaries and Employee Benefits, not covered by grant revenues.

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- \$29,159 decrease in Operating Transfer-In County Contribution to reflect the reductions resulting from Supplemental Budget Adjustments.

The following fixed asset is recommended:

- \$21,962 to replace two security cameras at JDF funded with savings from building maintenance costs.

The following position changes are recommended:

- Delete 1.0 FTE vacant Social Services Manager and add 1.0 FTE Probation Services Manager to provide oversight and optimize client services related to enhanced program development and changing legal requirements. This position is funded with 2011 Realignment revenues.
- Delete 1.0 FTE vacant Mental Health Clinician and add 1.0 FTE Social Services Supervisor to oversee the development and implementation of social services programs, ensuring that they meet the needs of clients and adhere to best practices and regulatory requirements. This position is funded with 2011 Realignment revenues.
- Delete 2.0 FTE vacant Juvenile Correctional Counselors and add 1.0 FTE Superintendent of JDF to provide oversight and specialized focus required to manage increased population, ensure compliance with new regulatory requirements, implement enhanced rehabilitation programs, and maintain strong community and stakeholder engagement. This position is funded with General Fund.
- Delete 1.0 FTE vacant Social Services Worker Limited-Term to partially fund position changes included in the Supplemental Budget.

Pending Issues:

The Probation Department budget includes funding from Post Release Community Supervision (PRCS). The May Revise proposes a Statewide reduction of \$4.4 million in one-time funding for county probation departments for FY2024/25. The proposed reduction presents significant challenges for the department. This one-time funding provided in previous years was intended to support county probation departments in managing the temporary increase in the number of offenders released from prison to Post Release Community Supervision (PRCS) pursuant to Proposition 57, the Public Safety and Rehabilitation Act of 2016. The proposed budget cut will require adjustments in the department's planning and resource allocation. The department will continue to monitor the situation closely and develop strategies to mitigate the effects on service delivery and supervision and will return to the Board in the fall, if necessary, after the FY2024/25 State Budget is formally adopted to include any needed budget adjustments.

Health and Social Services (H&SS) Fund – Fund 902

Health and Social Services – Fund 902: \$7,973,563 net increase in appropriations; \$7,383,488 net increase in revenue, resulting in an increase in use of Intergovernmental Transfer (IGT) funds of \$590,075. See details below.

Additionally, the Governor's FY2024/25 Proposed Budget and May Revise included various funding reductions and funding eliminations for many social services programs that the County administers on the State's behalf. There are also proposed funding reductions in health services and behavioral health programs. Both houses of the Legislature are working to propose a budget plan. The final impact of funding reductions/eliminations are unknown at this time. H&SS is closely monitoring these negotiations and will return to the Board in the fall, if necessary, after the FY2024/25 State Budget is formally adopted to include any needed budget adjustments.

Administration Division – BU 7501: \$86,975 decrease in appropriations; offset by a \$86,975 decrease in County General Fund.

- \$86,975 decrease in Contribution – Non County Agencies as the Community Action Partnership (CAP) Solano Joint Powers Authority (JPA) will be funded through General Expenditures (BU 1903); offset by a corresponding decrease in Operating Transfer In representing the transfer of funds in from the County General Fund.

Social Services Division – BU 7680: \$218,764 increase in both appropriations and revenues, resulting in no net change.

Child Welfare Services (CWS):

- \$212,341 increase in Contracted Direct Services and Software Maintenance and Support based on final negotiated contracts; offset by increases in State, 2011 Realignment, and other revenues.

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- \$51,988 decrease in Emergency Child Care Bridge (ECCB) funding resulting from revenue reductions included in the Governor's FY2024/25 May Revise; offset by a decrease in the contract with Solano Family and Children's Council.

Employment and Eligibility Services (EES):

- \$38,000 increase in Software Maintenance and Support for the tablets that provide mobile device management infrastructure for the CalSAWS kiosks; offset with 1991 Realignment.
- \$1,864,179 decrease in appropriations; offset by a decrease in federal and State revenues due to elimination of funding based on the Governor's May Revise:
 - \$983,369 decrease in Contracted Direct Services for mental health and substance abuse services for CalWORKs Welfare-to-Work (WTW) participants.
 - \$880,810 decrease in Subsidized Employment for CalWORKs clients. The Governor's FY2024/25 Proposed Budget includes a reduction of \$134.1 million for Expanded Subsidized Employment (ESE) in FY2024/25 and ongoing, thereby eliminating the program.
- \$216,234 decrease in Intrafund Services-Personnel with Public Health; offset by decrease in federal revenue. This is due to the reduction of \$47.1 million statewide funding for CalWORKs Home Visiting Program for FY2024/25.
- \$2,034,618 increase in Housing for Clients relative to the CalWORKs Housing Support Program (HSP); offset by increase in State revenues. The Governor's Proposed Budget includes extending the one-time augmented HSP funds provided in the Budget Act of 2022 to FY2024/25. The California Welfare Directors Association (CWDA) developed an allocation redistribution methodology that will change the county-by-county allocation and results in an increase in the allocation for Solano County by approximately \$3.1 million.

Older and Disabled Adult Services (ODAS):

- \$8,018 increase in Contracted Direct Services to support the Local Aging and Disability Action Planning (LADAP) grant; offset by an increase in State revenue.

ODAS – AAA Administration:

- \$40,988 increase in Special Departmental Expense for administration expenses related to the Local Aging and Disability Action Planning (LADAP) grant; offset by an increase in Operating Transfers In from Fund 216.

Welfare Administration (WA):

- \$17,200 increase in Lease Expense and Software Maintenance and Support services based on final negotiated contracts; offset by an increase in 1991 Realignment revenue.

Pending Issues:

Housing Programs:

The Governor's May Revise proposes to revert funding from the Budget Act of 2022 for the following housing and homelessness programs to address the State budget shortfall:

- Bringing Families Home (BFH) Program – \$80 million State General Fund. BFH provides housing-related supports to child welfare involved families and those at risk of homelessness.
- Home Safe Program – \$65 million State General Fund. This program helps prevent homelessness for victims of elder and dependent adult abuse and neglect served by APS.
- Housing and Disability Advocacy Program (HDAP) – \$50 million State General Fund. HDAP serves people who are homeless or at risk of homelessness and are likely eligible for disability benefits and housing supports.

The above funding cuts will result in a reduction in county-by-county allocations and unavailability of funding to cover the salaries and benefits of the staff in EES responsible for these housing programs. H&SS anticipates receipt of approximately \$3.1 million in CalWORKs Housing Support Program (HSP) funds from a proposed redistribution. This will sustain funding for staff in FY2024/25 despite the funding cuts for BFH program, Home Safe program and HDAP. If the HSP redistribution does not materialize, EES will need to reduce staffing costs by downsizing staff responsible for these programs. A total of 4.0 FTE would

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be reassigned to other programs within H&SS or in other departments with vacancies for the same classifications. This is recommended to avoid layoffs.

County Administration Funding:

The Governor's May Revise to the FY2024/25 State Budget proposes further budget cuts in County administration funding for CalWORKs, CalFresh, Medi-Cal and IHSS programs. The funding reductions are as follows when compared to the FY2023/24 statewide funding:

- \$355 million or 21.23% decrease in CalWORKs Single Allocation.
- \$65.8 million or 6.95% decrease in CalFresh Administration.
- \$74.5 million or 2.87% decrease in Medi-Cal Administration.
- \$4.5 million or 1.15% decrease in IHSS Administration.

Based on the Governor's May Revise, Solano County allocations for CalWORKs Single Allocation, CalFresh and Medi-Cal administration is estimated to be reduced by \$2.2 million when compared to staff's initial projections used in the development of the FY2024/25 Recommended Budget. If these reductions materialize, H&SS may need to reduce contracted direct services and freeze a total of 10.0 FTE in EES. Staff are closely monitoring and will return to the Board in the fall, if necessary, after the FY2024/25 State Budget is adopted.

Other Impacted Programs:

The Supplemental Budget for the Social Services Division also includes the removal of funding for the CalWORKs Family Stabilization and Expanded Subsidized Employment programs. Based on the May Revise, elimination of funding would begin in FY2024/25. Staff are closely monitoring and will return to the Board in the fall with an update if the funding is restored after the FY2024/25 State Budget is adopted.

Behavioral Health Division – BU 7780: \$6,680,337 increase in appropriations; offset by increases in federal and State revenues.

- \$3,521,144 increase in 2011 Realignment revenues; offset by increases in subacute intensive outpatient and outpatient subcontracted services for clients transitioning from Kaiser to the County, contracts for children's outpatient mental health and youth substance abuse services, additional electronic health record and data reporting costs, and increases in operating costs for mobile crisis services.
- \$1,396,575 increase in federal Medi-Cal revenues due to increased Medi-Cal billing associated with increasing children's services and adult and children's outpatient contracts for transitioning Kaiser clients; and a Medi-Cal revenue payback for two large State recoupments due to claiming errors by the State.
- \$778,071 increase in 1991 Realignment revenue; offset by an increase in Institutions for Mental Disease for subacute psychiatric residential treatment placements.
- \$337,640 increase in State Grant Revenues, which includes:
 - \$187,640 increase for Round 3 of the Homeless Housing and Assistance Prevention Program (HHAP) to fund Contracted Direct Services for transitional age youth and housing subsidies.
 - \$150,000 increase for the Providing Access and Transforming Health (PATH) Justice Involved grant to fund a Health Information Exchange (HIE).
- \$646,907 increase in Mental Health Services Act (MHSA) revenues; offset with an increase in contracted direct services for the expansion of Full-Service Partnership (FSP) services for clients transitioning to the County from Kaiser.
- \$50,000 increase in Medicare revenues due to an oversight in budgeting; offset by a corresponding decrease in 2011 Realignment.

Pending Issues:

The Governor's FY2024/25 Proposed State Budget and the May Revise include funding reductions, which include reductions to the Children and Youth Behavioral Health Initiative (CYBHI) and the Behavioral Health Bridge Housing (BHBH) program;

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however, details are limited. Behavioral Health staff are closely monitoring these reductions and will return to the Board in the fall, if necessary, with an update after the FY2024/25 State Budget is adopted.

Additionally, the May Revise proposes a reduction in FY2025/26 for county behavioral health administrative costs for planning and implementation of portions of the Behavioral Health Services Act (Proposition 1). Notably, there is no ongoing funding included for county administrative costs associated with implementation of Proposition 1.

Family Health Services Division – BU 7580: \$38,000 decrease in appropriations; offset by a decrease in 1991 Realignment revenue.

- \$38,000 decrease in Equipment as three x-ray sensors and two Dexis/x-ray sensors were purchased in FY2023/24; offset by a corresponding reduction in 1991 Public Health Realignment.
- \$12,752 decrease in 1991 Public Health Realignment; offset by an increase of \$12,752 in federal Health Resources and Services Administration (HRSA) Bureau of Primary Health Care (BHPC) American Rescue Plan – Health Center Construction and Capital Improvements grant funding for the purchase of a dental x-ray chair and three vital sign monitors.

Health Services Division – BU 7880: \$1,199,437 increase in appropriations; offset by a \$609,362 increase in federal and State revenues and an increase of \$590,075 in IGT revenue.

- \$499,059 increase in Salaries and Employee Benefits for three limited-term positions not included in the Recommended Budget and an extra-help public health nurse to support the California Children’s Services program; offset by Federal Aid, 1991 Realignment, and Intergovernmental Transfer revenues.
- \$15,000 increase in Telephone Services to update Public Health’s communication capacity during an emergency; offset with Future of Public Health (FoPH) revenue.
- \$233,391 increase in Contracted Services to provide program administration and administrative capacity building services for tuberculosis control, in partnership with other county and city health departments statewide; offset by a State grant from the California Tuberculosis Controllers Association.
- \$215,753 increase in Special Departmental Expense to provide outreach, hepatitis C screening and linkages to care; offset by a California Department of Public Health (CDPH) Hepatitis C Virus (HCV) allocation.
- \$20,000 increase in Equipment for the Public Health Lab; offset with Epidemiology and Laboratory Capacity for Prevention and Control of Emerging and Infectious Diseases (ELC) COVID-19 State Pass Through and 1991 Realignment revenues.
- \$216,234 decrease in Intrafund Services for the CalWORKs Home Visiting program funding; offset by an increase in 1991 Realignment.
- \$151,175 decrease in tuberculosis program Federal Aid and State Other revenues due to an overbudgeting error; offset by an increase in IGT revenue.
- \$59,823 increase in Federal Aid for the Women, Infants and Children (WIC) program; offset by a corresponding decrease in 1991 Realignment.

The following fixed asset for the Public Health Lab, funded with ELC COVID-19 Pass Through revenue and 1991 Realignment, is recommended:

- \$20,000 for a Bio-Rad microplate/washer.

Pending Issues:

The Health Services budget includes funding the CalWORKs Home Visiting Program (HSP) with 1991 Public Health Realignment. The May Revise includes a reduction in HSP funding for this program; however, at this time the impact is unknown. H&SS will return to the Board in the fall, if necessary, once the FY2024/25 State Budget is adopted.

The Health Services budget also includes Public Health Infrastructure funding, also called Future of Public Health funding. The Governor’s May Revise proposes to eliminate this ‘ongoing’ funding that was previously approved in the 2022 Budget Act for local health jurisdictions. This funding is critically needed to address vital public health priorities such as modernizing local public health infrastructure and bolstering public health staffing and currently funds 12.25 FTE in Public Health. The outcome for this funding is unknown at this time as the Legislature continues with negotiations regarding proposed cuts. If this funding is

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eliminated or reduced, Public Health will need to reassign staffing to other programs within H&SS or in other departments with vacancies for the same classifications. Staff will return to the Board in the fall, if necessary, once the FY2024/25 State Budget is adopted.

Section 2 – Re-budgeting of FY2023/24 Project/Program Costs to FY2024/25

The following adjustments represent re-budgeting of FY2023/24 appropriations or reductions in the FY2024/25 Recommended Budget due to the timing/status of FY2023/24 projects and programs. These projects and programs were previously approved by the Board.

Other Funds

Accumulated Capital Outlay (ACO) – Fund 006 / BU 1700: \$7,170,511 increase in appropriations; \$7,170,511 and revenue, resulting in no change in Fund Balance - Contingency.

- \$4,039,160 to re-budget construction costs and revenue for the Energy Conservation project funded by a grant from Pacific Gas & Electric's Self Generation Incentive Program (SGIP).
- \$3,131,351 to re-budget construction and equipment costs and revenue for the Justice Center HVAC Controls / Equipment Replacement project funded State revenue from the Judicial Council of California.

Nut Tree Airport Special Projects – Fund 047 / BU 9010: \$3,608,477 increase in appropriations; \$3,577,938 increase in revenue, resulting in a decrease of \$30,539 in Fund Balance.

- \$3,195,750 to re-budget construction costs for the Airport Taxiway Rehabilitation Project funded with federal and State grant funds.
- \$190,921 to re-budget professional services costs for the Airport Layout Plan Update partially funded with federal construction grant funds.
- \$138,860 to re-budget professional services costs for the Airport Taxiway Rehabilitation Project funded with federal construction grant funds.
- \$82,946 to re-budget professional services costs related to the Airport Pavement Management System partially funded with federal construction grant funds. The remaining \$30,539 is funded with Fund Balance.

American Rescue Plan Act – Fund 290 / BU 2960: \$1,276,497 increase in appropriations and revenues; resulting in no net change.

- \$1,276,497 increase in Operating Transfer-Out ARPA to re-budget a one-time transfer to H&SS committed by the Board for the new electronic health record system (OCHIN EPIC).

Public Facilities Fees – Fund 282 / BU 5908: \$120,000 increase in appropriations; no change in revenues, resulting in a decrease in Contingency.

- \$120,000 to re-budget consulting costs for a new 5-year Public Facilities Fee Study for FY2024/25.

Boating Safety Enforcement and Equipment (BSEE) Grant – Fund 325 / BU 3258: \$9,903 increase in both appropriations and revenues, resulting in no change in Fund Balance.

- \$9,903 to re-budget fixed asset costs for the installation and purchase of a thermal camera for a previously purchased vessel; offset by unspent rollover 2022 BSEE Grant program funds received from the U.S. Coast Guard via the California Department of Parks and Recreation that supports procurement of boating equipment used for public safety.

Surrendered Abandoned Vessel Exchange (SAVE) Grant – Fund 325 / BU 3259: \$54,405 increase in appropriations and revenues, resulting in no change in Fund Balance.

- \$54,405 to re-budget vessel removal contracts and dump fees costs; offset by unspent rollover 2022 SAVE Grant program funds received from the California Department of Parks and Recreation for the removal, storage, and disposal of abandoned, wrecked, or dismantled vessels.

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Health and Social Services (H&SS) Fund – Fund 902

Family Health Services Division – BU 7580: \$87,653 increase in both appropriations and revenues, resulting in no net change.

- \$1,276,497 increase in Operating Transfer-In ARPA to re-budget American Rescue Plan (ARPA) Coronavirus State and Local Recovery Funds (SLFRF) committed by the Board for the new electronic health record system (OCHIN EPIC); offset by a reduction of \$1,276,497 in 1991 Public Health Realignment.
- \$87,653 increase in Federal Direct – COVID-19 to re-budget unspent rollover Health Resources and Services Administration (HRSA) Bureau of Primary Health Care (BHPC) American Rescue Plan – Health Center Construction and Capital Improvements grant funding and HRSA Bridge Access Program funding; offset by placeholders for the unspent funds.

Behavioral Health Division – BU 7780: \$1,895,175 increase in both appropriations and revenues, resulting in no net change.

- \$1,817,665 increase in Contracted Direct Services to re-budget project awards for the Community Care Expansion (CCE) Preservation grant program; offset by a corresponding increase in State Grant Revenue.
- \$77,510 increase in Maintenance Buildings to re-budget two maintenance projects not completed in FY2023/24; offset by a corresponding increase in 2011 Realignment.