



HEALTH SERVICES ADVISORY BOARD FISCAL UPDATE

Health and Human Services Agency

Public Health Services





- FEDERAL AND STATE ISSUES
- COST DRIVERS AND BUDGET “SNEAK PEEK”
- BUDGET TIMELINE AND KEY DATES





County supervisor warns of \$100 million budget cut



Excerpt from Dianne Jacob's 2017 State of the County speech

San Diego County Supervisor Dianne Jacob gives the State of the County address at the County Operations Center on Wednesday, February 1st, 2017.

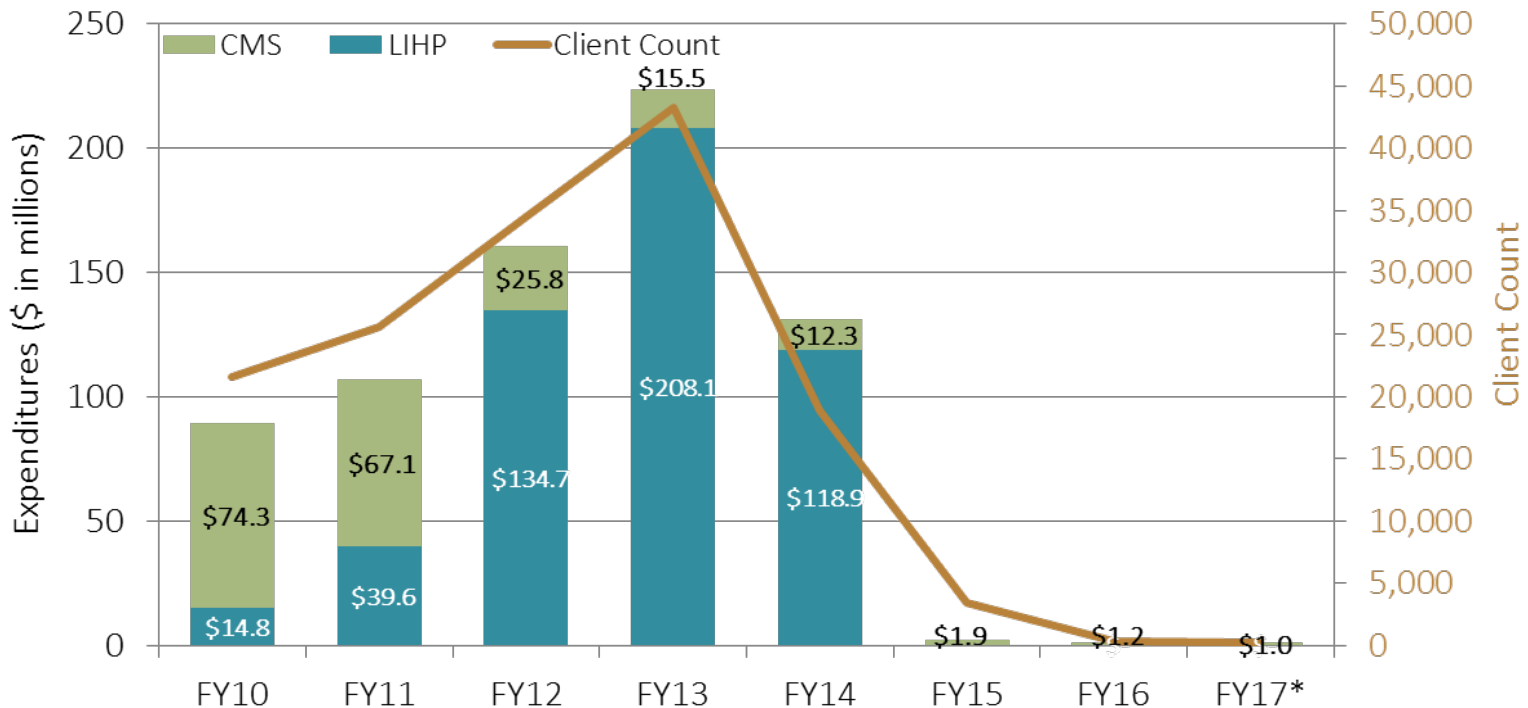


- Repeal of ACA
- Elimination of Coordinated Care Initiative (CCI) and IHSS Maintenance of Effort (MOE)

ACA AND RELATIONSHIP TO CMS



- Expenditures include payments to providers for care and treatment of eligible LIHP and CMS patients
- Providers include Hospitals, Clinics, Specialty Providers and Pharmacy
- Fiscal Year 2016-17 is a projection*





IN-HOME SUPPORTIVE SERVICES (IHSS)

IMPACT OF ELIMINATION OF MAINTENANCE OF EFFORT (MOE)

FY 2011-2012

Before MOE

\$276 Million
Total Cost

17.5%
Share of Cost

\$45 Million
County Cost

24,500 Recipients

20,200 Providers

FY 2016-2017

MOE

\$390 Million
Total Cost

Maintenance of
Effort

\$52 Million
County Cost

28,000 Recipients

23,500 Providers

FY 2017-2018

estimated

Loss of MOE

\$430 - \$445 Million
Total Cost

17.5%
Share of Cost

\$75 - \$78 Million
County Cost

29,500 – 30,500
Recipients

24,500 Providers

New Mandates

- MINIMUM WAGE INCREASES (SB-3)
- RESTORE HOURS TO PROGRAM
- OVERTIME REQUIREMENTS
- SICK LEAVE
- SB 75

Wages	\$9.85
Benefits	<u>.35</u>
	\$10.20

Wages	\$10.50
Benefits	<u>.35</u>
	\$10.85

Wages	\$11.00
Benefits	<u>.35</u>
	*\$11.35

*Effective January 1, 2018

COST DRIVERS & BUDGET “SNEAK PEEK”



- Staffing levels
- Labor negotiations
- Caseload adjustments
- Retirement
- Program requests

FINANCIAL PLANNING CYCLE NEXT STEPS



KEY DATES



- May 02, 2017 – BOS Accepts CAO Recommended Operational Plan
- May 2017 – Advisory Board Presentations
- June 12-21, 2017 – Public Hearings
- June 21, 2017 – Last Day for Citizen Advisory Committees to Submit Budget Statements
- June 27-28, 2016 – BOS Deliberations
- August 1, 2017 – BOS adopts Operational Plan



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