



# FY 2018 Mid-Year Rebalance & State/Federal Impacts

*Presentation to the  
Board of County Commissioners*

Multnomah County Budget Office  
August 29, 2017  
[www.multco.us/budget](http://www.multco.us/budget)

# Agenda

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## ■ Context for Rebalance

- ✓ Background, Overall Impacts, & Process
- ✓ Financial Context

## ■ Impacts & Requested Use of Ramp Down Funds

- ✓ Overall County
- ✓ Public Safety
- ✓ Joint Office of Homeless Services (JOHS)
- ✓ Department of County Human Services (DCHS)
- ✓ Health

## ■ Summary & Next Steps



# Rebalance Context

- **Significant State and Federal Uncertainty When County Prepared Its FY 2018 Budget**
- **Board Set Aside One-Time-Only Funds to Ramp Down**
  - ✓ State & Federal Ramp Down Funds - \$2,474,585
  - ✓ OPI Restoration Earmark - \$250,000
  - ✓ No ability to support ongoing backfill
- **Net FY 2018 Impacts**
  - ✓ Additional \$5.6 million and 43.78 FTE
  - ✓ Reductions remain in several programs (I/DD Regions and AMHI)
  - ✓ Still uncertainty in several areas (Grand Jury Recordation and Federal Grants)
- **Given Size of Changes, Would Not Normally Bring These Changes to Board as Part of Larger Process**
  - ✓ A number of the changes are minor and reflect the normal 'truing-up'
  - ✓ Significant financial & policy changes handled on one-off basis



# Financial Context

## ■ General Fund Outlook

### Impacts of Higher Labor Costs on the General Fund Revenue/Expenditure Balance

	FY 2019	FY 2020	FY 2021	FY 2022
<b>Revenue/Expenditure Gap based on Adopted FY 2018 Budget</b>	<b>5,675,566</b>	<b>(2,971,449)</b>	<b>(10,379,013)</b>	<b>(14,614,917)</b>
Impact of Insurance Premium Tax	(400,000)	(420,000)	(441,000)	(463,050)
Potential Higher CPI/COLA @ 3.5%	(3,627,000)	(3,735,810)	(3,847,884)	(3,963,321)
Local 88 Market Adjustment	(438,606)	(630,620)	(792,292)	(827,945)
Open Contracts - Local 88, Corrections Deputies, Prosecuting Attorneys, Parole and Probation Officers, ONA Market Adjustment, Appraiser Adjustment				
<b>Estimated Revenue/Expenditure Gap</b>	<b>1,209,960</b>	<b>(7,757,879)</b>	<b>(15,460,189)</b>	<b>(19,869,233)</b>

Approved contracts with greater than status quo wage increases: Operating Engineers Local 701, IBEW Local 48, Physicians

## ■ FY 2018 General Fund

- ✓ Departments already absorbing labor cost increases in FY 2018
- ✓ Regular General Fund Contingency - \$1,348,358
- ✓ Early in Fiscal Year and Federal impacts still on horizon



# Impacts and Requests

## ■ Summary List & Consolidated Detail List

- ✓ Slides reflect information from Summary List
- ✓ Grouped by Area or Department

## ■ Requests

- ✓ Modest requests for use of Ramp Down Funds
- ✓ \$1.9 million requested
  - \$578,000 is for new spending associated with Grand Jury Recordation
- ✓ Fell neatly into two groups
  1. “Wait and See”
  2. Fund Ramp Down
- ✓ Shown has “Proposed Actions”
- ✓ All Ramp Down is assumed to one-time-only



# Impacts – Overall County

Program Offer #   Program Name	State Change	Other/ Fed Change	FTE Change	Proposed Actions	
				"Wait and See"	Fund Ramp Down
n/a   Impact of Health Insurance Tax (FY 2019)	(800,000)		0.00		



# Impacts – Public Safety

Dept.	Program Offer #	Program Name	State Change	Other/ Fed Change	FTE Change	Proposed Actions	
						"Wait and See"	Fund Ramp Down
DA/MCSO		Grand Jury Recordation Legislation (SB505)				577,804	
MCSO/DCJ		SB 1145 Funding	357,434		0.00		
DA/MCSO/DCJ		HB 3194 Funding	(329,417)		0.00		
MCSO	60040A	Federal SCAAP Grant - MCDC Core Jail/4th Floor		(200,000)	0.00		
DA/MCSO/DCJ		Measure 57/START Court (Property Crimes) <sup>2</sup>	(205,805)		(0.36)		
DCJ	50014	Adult Drug Court Program - STOP Court - Treatment First	584,356		4.00		
		<b>Byrne/JAG Funding</b>					
DA	15203	Neighborhood DA <sup>3</sup>		(57,696)	(0.38)		
DA	15307	Sexual Assault Kit Project		(78,000)	(0.59)		78,000
DCJ	50021A	Assessment and Referral		(57,696)	(0.39)		
MCSO	Various	Unbudgeted/Unprogrammed Revenue		(40,000)	0.00		
DCJ	50027	Adult Family Supervision Unit	(36,460)		0.00		
DCJ	Various	OYA Funding (Various Juvenile Services)	239,145		1.70		
DCJ	50052	Family Court Mediation Services (use OYA from above)	(75,750)		0.00		

<sup>2</sup> The DA has requested \$41,264 and 0.36 FTE not included in proposed funding.

<sup>3</sup> The DA has requested \$57,696 and 0.38 FTE not included in proposed funding.



# Impacts - JOHS

Program Offer #	Program Name	State Change	Other/ Fed Change	FTE Change	Proposed Actions	
					"Wait and See"	Fund Ramp Down
10054B	Supportive Housing - MH/Medical Support (HIV/AIDS)		119,542	0.00		
Various	Safety off the Streets/Placement - Adults (HUD ESG)		(16,507)	0.00		
Various	Homeless Family Shelter/DV Shelter (SHAP)	41,927		0.00		
Various	Homeless Family Shelter/Placements (Youth/Vets) (EHA)	34,780		0.00		
10053E	Housing Placement & Ret. - DV (New Grant Requirement)		(116,000)	0.00		
Various	EHA/SHAP - Phase 2 TBD					





# Impacts - DCHS

Program Offer #	Program Name	State Change	Other/ Fed Change	FTE Change	Proposed Actions	
					"Wait and See"	Fund Ramp Down
25010	I/DD - Administration & Support	687,275		5.00		
25011	I/DD - Budget/Operations	1,384,941		11.00		
25012	I/DD - Services for Adults	1,189,069		10.00		
25013	I/DD - Services for Children	1,037,882		9.00		
25014	I/DD - Abuse Investigations & Monitoring	389,167		2.00		
25015A	I/DD - Crisis Diversion Services -Regions Program	(804,398)		(7.45)		320,000
25023	ADVSD - Long Term Svcs & Supports (Medicaid)	1,280,357		10.50		
25024	ADVSD - Adult Protective Services	86,333		0.00		
25025	ADVSD - Veterans Services	107,657		0.75		
25047	YFS - DV Enh. Resp. Team DVERT ( <i>New Grant Requirement</i> )				140,000	
25133A	YFS - House Stabilization Vulnerable Populations (EHA)	104,342		0.00		
Various	EHA/SHAP - Phase 2 TBD					
Various	Energy Assistance/Weatherization ( <i>Amount TBD</i> )					

# Impacts - Health

Program Offer #	Program Name	State Change	Other/ Fed Change	FTE Change	Proposed Actions	
					"Wait and See"	Fund Ramp Down
40006	Tobacco Prevention and Control	(101,250)		(0.50)		101,250
40011	STD/HIV/Hep C Community Prevention Program		137,500	0.00		
40012	Services for Person Living With HIV	1,500,000		0.00		
40025	Adolescent Sexual Health Equity Program (ASHEP)		90,000	0.00		
40038	Health Promotion and Community Capacity Bldg.		(90,933)	0.00		
40056	Healthy Families	(258,000)		0.00		
40058	Healthy Birth Initiative	(69,750)		0.00		
40060	Chronic Disease and Violence Prevention	(100,000)		(0.50)		100,000
40061A	Harm Reduction - Wound Care		38,773	0.00		
40074	Mental Health Residential Services ( <i>Older Adults</i> )	(135,268)		0.00		100,296
40075	Adult Mental Health Initiative	(656,000)		0.00	480,000	
40081	Multnomah Wraparound ( <i>Emergency Diversion Program</i> )	(417,308)		0.00		
40085A	Adult Addictions Treatment Continuum ( <i>Grant to Marijuana Tax</i> )					



# Summary & Next Steps

## ■ Proposed Use of State/Federal Ramp Down Funds

- ✓ “Wait and See” = \$1.2 million
- ✓ OTO Ramp Down Funding = \$700,000
- ✓ \$2.73 million ‘available’

## ■ Next Steps

- ✓ Follow-up Questions from today
- ✓ Identifying additions or subtractions to the Ramp Down funding list
- ✓ Budget modifications on October 5<sup>th</sup> Board Agenda for:
  1. State/Federal additions and reductions
  2. Contingency request for Ramp Down Funding
- ✓ Continue to monitor issues and financial needs for the “Wait and See” items, Federal Funding, and Labor Costs

