

CONTRA COSTA COUNTY



COMMUNITY CORRECTIONS PARTNERSHIP

FY 2019/20
AB 109 BUDGET DEVELOPMENT



Formula Factors

Base – Workload

45%-	Caseload	Recognizing the quantifiable effects of 2011 Realignment on county public safety services.
45%-	Crime and Population	Recognizing both general county costs and the costs of diversionary programs not counted in caseload data.
10%+	Special Factors	Recognizing socioeconomic and other factors affecting counties' ability to implement realignment.

Caseload factors include 170h jail inmates, PRCS, and felony probation.
 Crime and population factors are the number of serious crimes and the adult population.
 Special factors include poverty, small county minimums, and presence of a state prison.

Growth – Performance

80%-	Probation	Rewarding success and improvement in probation outcomes.
20%+	Incarceration	Rewarding success and improvement in reducing prison incarcerations.

Probation factors include the number of non-failed probationers and improvement in the success rate.
 Incarceration factors include reducing the number of felons admitted to state prison, reducing felons admitted to prison as and strikers, and success measured by the per capita rate of prison admissions.



Growth Formula Impacts

Growth Formula Factors:

- **SB 678 success – 80% (-)**
 - o SB 678 success rate (60%) – *all counties*
 - o SB 678 year-over-year improvement (20%) – *only those counties showing improvement*
- **Incarceration rates – 20% (+)**
 - o County's reduction year-over-year in second strike admissions (fixed dollar amount per number reduced)
 - o County's reduction year-over-year in overall new prison admissions (10%)
 - o County's success measured by per-capita rate of prison admissions (10%)

FY 2018/19:

- Year 2 of final Growth formula approved by RAC/DOF
- Volatile and difficult to estimate – However, increase from prior year
- \$2,375,791 received; \$237,579 to Innovation Fund leaving \$2,138,212 in “net Growth”



Impact to Contra Costa

	<u>FY 2013-14</u> Adopted Budget	<u>FY 2014-15</u> Adopted Budget	<u>FY 2015-16¹</u> Adopted Budget	<u>FY 2016-17³</u> Adopted Budget	<u>FY 2017-18⁴</u> Adopted Budget	<u>FY 2018-19⁵</u> Adopted Budget
Base Allocation ²	22,854,832	20,669,679	20,831,204	21,848,491	23,342,798	24,980,233
CCP Ongoing Allocation	21,316,788	21,307,133	21,458,315	23,684,570	25,920,149	27,885,959
Under/(Over) Base Allocation	1,538,044	(637,454)	(627,111)	(1,836,079)	(2,577,351)	(2,905,726)

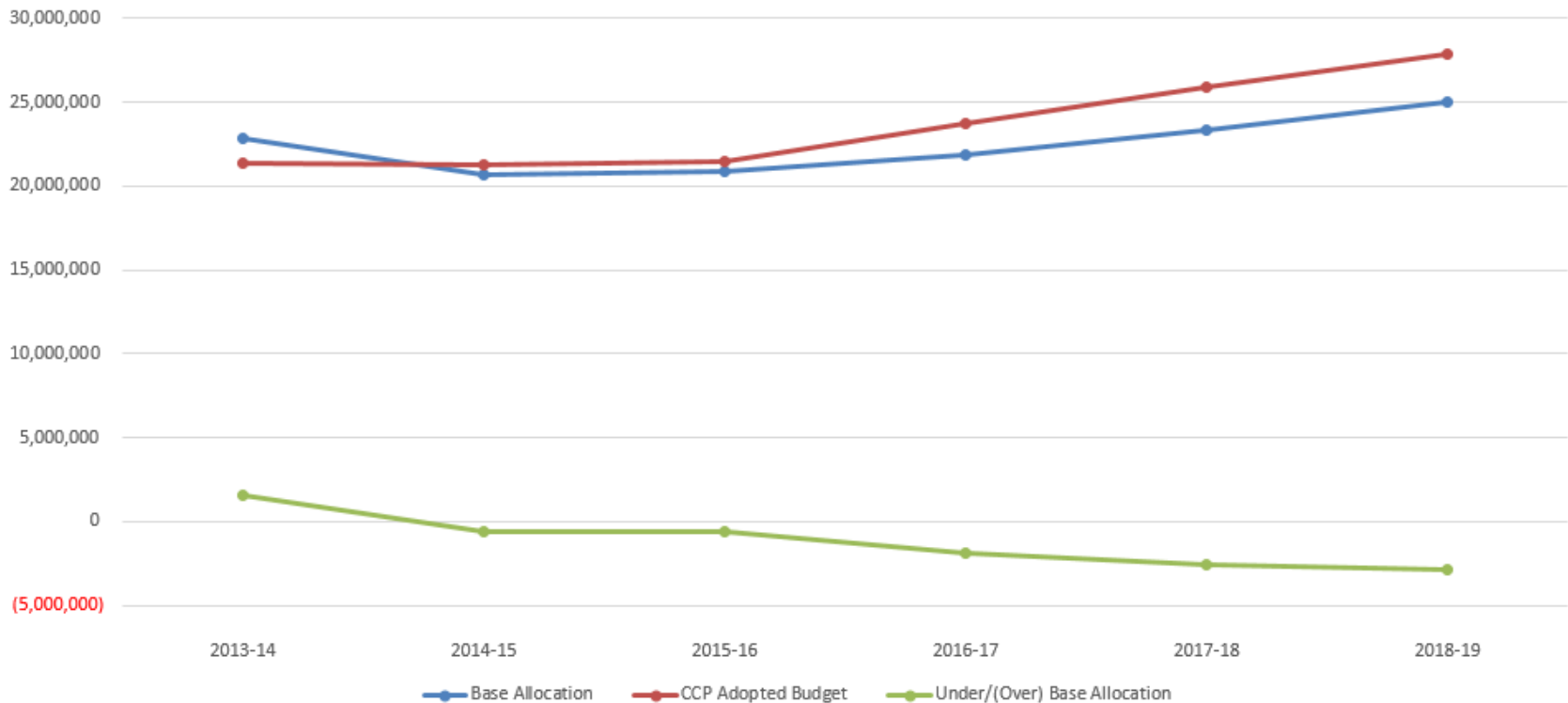
Notes:

1. FY 2015/16 Adopted Base Allocation was \$19,938,497. County notified of error in state calculation of the formula on November 19, 2015 and
2. Contra Costa share of Base Allocation remains fixed at 1.8809% of the statewide Base Allocation beginning in FY 2015/16
3. FY 2016/17 Base Allocation reduced from \$22,651,678 based on the 2016/17 Governor's Proposed Budget (January 2016) to \$21,848,491 in the 2016/17 State Enacted Budget.
4. The FY 2017/18 Adopted Budget includes \$500,000 in funding for the Stand Together CoCo program in the Public Defender's office, which was approved subsequent to the CCP budgeting process.
5. The FY 2018/19 Base Allocation calculated at 1.8809% of the 2018/19 State Enacted Budget.



Impact to Contra Costa

Contra Costa County
Adopted Budget vs. Base Allocation, FY 2013-19





FY 2019/20 CCP Budget Development Process

FY 2019/20 CCP Budget Schedule

Major Activity	Due Date	CCP Date	PPC Date	BOS Date	Completed?
Distribute 2019/20 CCP Budget Packet	9/28				✓
Departments Submit Preliminary Budget Proposals	10/19				✓
November 2018 CCP Agenda Packet Published	10/26				✓
November 2018 CCP Meeting - Budget Workshop		11/2			✓
December 2018 CCP Agenda Packet Published	11/30				✓
December 2018 CCP Meeting - Budget Deliberations		12/7			✓
Public Protection Comm. Agenda Packet Published (<i>tentative</i>)	1/31				
Public Protection Comm. - CCP Budget Discussion (<i>tentative</i>)			2/4		
County Budget Materials Due from Departments (<i>tentative</i>)	2/8				
County Recommended Budget available (<i>tentative</i>)	4/5				
Board of Supervisors Budget Hearings (<i>tentative</i>)				4/16	
County Budget Adoption (<i>tentative</i>)				5/7	

as of November 29, 2018



Fund Balance Status

FY 2017/18 Q4 FINANCIAL REPORT SUMMARY

**FUND 115300 COUNTY LOCAL REVENUE FUND
2982 LOCAL COMMUNITY CORRECTIONS**

SOURCES:

	<u>YTD</u>
BEGINNING FUND BALANCE FY 2017/18	\$ 27,402,385
REVENUES FY 2017/18:	
2017/18 Base Allocation	\$ 24,129,694
2016/17 Growth Allocation	\$ 1,195,045
10% Growth transfer to Local Innovation	\$ (119,505)
2017/18 TOTAL SOURCES	\$ 52,607,619

USES:

DISBURSEMENTS: Reimbursements To Depts.	\$ 23,787,435
PENDING CLAIMS: Submitted, Not Yet Processed	\$ -
ONE-TIME: West County Reentry Treatment & Housing Fac	\$ 2,500,000
2017/18 TOTAL USES	\$ 26,287,435
2017/18 FUND BALANCE AVAILABLE	\$ 26,320,184



FY 2018/19 Est. Fund Balance

	FY 2018/19		
	ONGOING	ONE-TIME	TOTAL
<u>FUNDING AVAILABLE</u>			
FY 2018/19 Beginning Fund Balance	0	26,320,184	26,320,184
Est. State Funding Allocation			
Base Allocation	24,980,233	0	24,980,233
Growth Allocation	2,375,791	0	2,375,791
10% Growth Xfer to Local Innovation Account	(237,579)	0	(237,579)
Subtotal	27,118,445	26,320,184	53,438,629
Less: Reserved Unspent Funds			
WCDF Visiting Center (14/15)	-	(18,154)	(18,154)
Pre-Trial Services Program (12/13)	-	(900,000)	(900,000)
Pre-Trial Services Program (13/14)	-	(675,000)	(675,000)
TOTAL SOURCES	27,118,445	24,727,030	51,845,475
<u>PROGRAM EXPENDITURES</u>			
Sheriff	8,643,656	-	8,643,656
Probation	3,736,116	-	3,736,116
Behavioral Health	2,474,855	-	2,474,855
Health Services--Detention Health Services	1,141,696	-	1,141,696
Public Defender	2,812,385	-	2,812,385
District Attorney	1,788,734	-	1,788,734
EHSD-- Workforce Development Board	216,320	-	216,320
County Administrator	805,688	-	805,688
CCC Police Chiefs Association	988,043	-	988,043
Community Programs	5,061,709	-	5,061,709
Superior Court	216,758	-	216,758
TOTAL USES	27,885,959	-	27,885,959
EST. FY 2018/19 ENDING FUND BALANCE	<u>(767,514)</u>	<u>24,727,030</u>	<u>23,959,516</u>



FY 2019/20

Summary Budget Requests

PROGRAM EXPENDITURES	2018/19 ONGOING	2019/20 BUDGET REQUEST		
		BASELINE	+ PROG. MOD.	= TOTAL REQUEST
Sheriff Total	8,643,656	8,996,884	-	8,996,884
Probation Total	3,736,116	3,872,096	-	3,872,096
Behavioral Health Total	2,474,855	2,515,092	(237,432)	2,277,660
Health, Housing & Homeless Total	-	-	253,432	253,432
Detention Health Services Total	1,141,696	1,221,260	266,863	1,488,123
Public Defender Total	2,812,385	2,956,719	446,299	3,403,018
District Attorney Total	1,788,734	1,711,119	728,412	2,439,531
EHSD Total	-	-	144,404	144,404
EHSD-WDB Total	216,320	208,000	-	208,000
CAO/ORJ Total ¹	805,688	887,441	(49,526)	837,915
CCC Police Chiefs' Total	988,043	1,027,565	-	1,027,565
Community Programs Total	5,061,709	5,061,890	419,476	5,481,366
Superior Court Total	216,758	225,745	-	225,745
TOTAL EXPENDITURES	27,885,959	28,683,811	1,971,928	30,655,739

TOTAL 19/20 INCREASES REQUESTED \$ 2,769,780
9.9%

Notes:

1. ORJ budget as listed includes costs associated with the Community Corrections subaccount only.



Cost Scenarios – 4%, 3%, 2% Cost Increases to 18/19 Budget

Base Revenue vs. Ongoing Expenditure Allocation Impacts

Continue Funding FY 2018/19 Ongoing Programs, with 4%, 3%, or 2% Annual Increases beg. in 2019/20

	FY 2018-19 ² Adopted Budget	FY 2019-20 (Estimate)	FY 2020-21 ³ (Estimate)	FY 2021-22 ³ (Estimate)	3-Yr Cumulative Deficit
Base Allocation ¹	24,980,233	27,118,445	28,193,985	29,269,526	
CCP Ongoing Allocation (+4%)	27,885,959	29,001,397	30,161,453	31,367,911	
Under/(Over) Base Allocation	(2,905,726)	(1,882,952)	(1,967,468)	(2,098,385)	(5,948,806)
Base Allocation ¹	24,980,233	27,118,445	28,193,985	29,269,526	
CCP Ongoing Allocation (+3%)	27,885,959	28,722,538	29,584,214	30,471,740	
Under/(Over) Base Allocation	(2,905,726)	(1,604,093)	(1,390,229)	(1,202,214)	(4,196,536)
Base Allocation ¹	24,980,233	27,118,445	28,193,985	29,269,526	
CCP Ongoing Allocation (+2%)	27,885,959	28,443,678	29,012,552	29,592,803	
Under/(Over) Base Allocation	(2,905,726)	(1,325,233)	(818,566)	(323,277)	(2,467,077)

Notes:

1. Contra Costa share of Base Allocation remains fixed at 1.8809% of the statewide Base Allocation beginning in FY 2015/16
2. The FY 2018/19 Base Allocation calculated at 1.8809% of the 2018/19 State Enacted Budget.
3. Base Allocation for FY 2020-21 and FY 2021-22 increased by FY 2016/17 Growth



Reasons for Optimism & Concern

- ▶ New funding formula has brought stability to Base allocation revenues.
- ▶ 18/19 2nd year Base revenue exceeds FY 13/14 levels (pre-formula change)
- ▶ 18/19 Base revenue will not keep up with Ongoing Program costs and 19/20 will not either
- ▶ 18/19 Growth allocation received resulted in moderate financial benefit to the County
- ▶ Little opportunity for increased Growth funding in future years based on formula categories



Discussion?