

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**



**ITEM: 3.12
(ID # 19415)**

MEETING DATE:
Tuesday, June 28, 2022

FROM : EXECUTIVE OFFICE:

SUBJECT: EXECUTIVE OFFICE: Health and Mental Health Realignment Fund Budget Adjustment for FY 2021/22, All Districts. [\$7,800,000- 100% State Health Realignment Funds] (4/5 vote required)

RECOMMENDED MOTION: That the Board of Supervisors:

1. Approve and direct the Auditor-Controller to make the budget adjustments, as shown on the attached Schedule A.

ACTION:4/5 Vote Required


Rania Odenbaugh, Director of Constituent Services 6/22/2022

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Spiegel, seconded by Supervisor Perez and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Jeffries, Spiegel, Washington, Perez and Hewitt
Nays: None
Absent: None
Date: June 28, 2022
xc: EO

Kecia R. Harper
Clerk of the Board

By: 
Deputy

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FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	\$ 7,800,000	\$ 0	\$ 7,800,000	\$ 0
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$ 0
SOURCE OF FUNDS: State Health Realignment Funds			Budget Adjustment:	Yes
			For Fiscal Year:	21/22

C.E.O. RECOMMENDATION: Approve

BACKGROUND:

Summary

The Health and Mental Health Realignment budget established in 1992 is a pass-thru fund administered by the Executive Office and disbursed to various social services programs by the Auditor-Controller. Revenue is received on a monthly basis and has been trending higher than anticipated this fiscal year, therefore a budget adjustment is needed to increase revenue and expenditures. Once funds are received, the Auditor-Controller disburses these funds to various county departments. These funds are used to offset the cost within health and human services as a result of AB 8, approved in 1991 which transferred state responsibility for community-based mental health programs, state hospital services for county patients, institutions for mental diseases, and the AB 8 county health services to the counties as part of a "realignment" of state and local programs. There were also changes to the county cost-sharing ratio for the California Children's Services and various Social Services programs.

The realignment measures increased county expenditure requirements in California by a total of \$2.2 billion the first year. The legislation included a component to increase the state sales tax and Vehicle License Fees (VLF), which are earmarked for supporting these financial obligations of the counties.

On June 27, 2013, AB 85 went into effect, which provided a mechanism for the state to redirect 1991 State Health Realignment funding to fund social service programs. This legislation however did not change the half cent increase in sales tax or the 74.9 percent of VLF to be distributed to these programs. It did change the allocation of revenue in the growth account by decreasing the amount that is disbursed to health services from 52 percent to 18.45 percent and redirecting the remaining growth to social services programs.

Due to increased VLF and sales tax, a budget adjustment is needed to receive the revenue and increase appropriations for distribution to the various departments.

ATTACHMENTS:

SCHEDULE A. BUDGET ADJUSTMENT

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Increase estimated revenue:		
10000-1101400000-750250	CA-Realignment from VLF	\$7,800,000

Increase appropriations:		
10000-1101400000-536100	Realignments	7,800,000



Heydee Koury, Sr Accountant - Auditor 6/20/2022