

PROPOSED BUDGET

FISCAL YEARS 2025 & 2026

HEALTH, HOUSING,
AND COMMUNITY
SERVICES



FY 23/24 HIGHLIGHTS

CaAIM Payment Reform

- Successful transition from cost based model to fee for service model.

Increased utilization of Senior Centers and Services for Older Adults

- 65% increase in average daily attendance from FY23 to FY24.
- Rides made possible by our taxi scrip/van voucher program increased 16% this past fiscal year

Kick-off of Specialized Care Unit

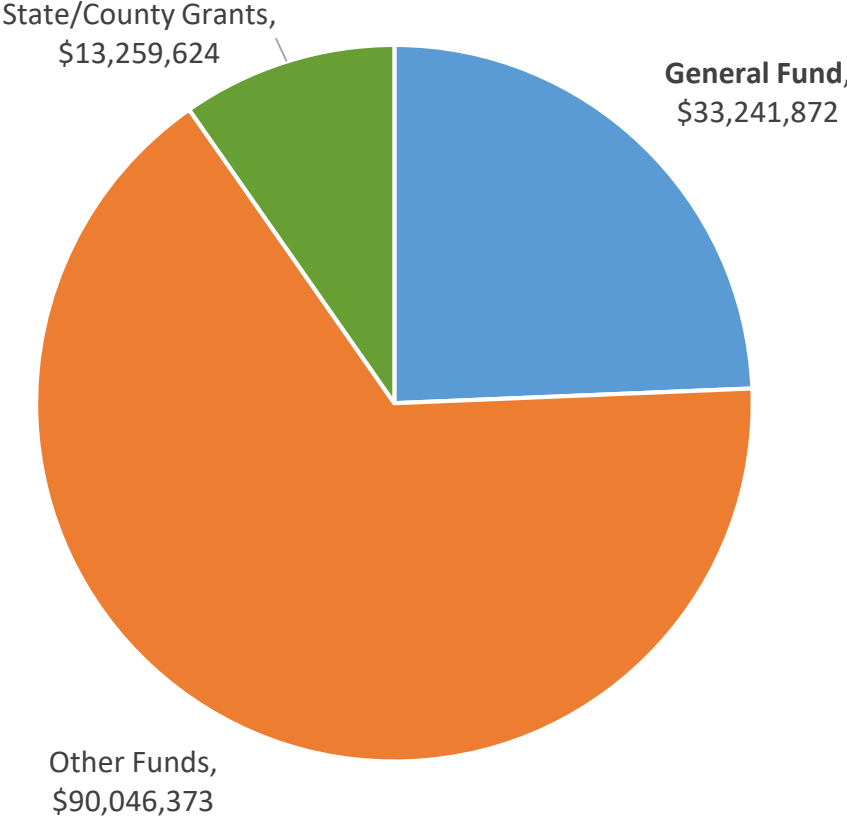
- The SCU began services in September 2023.
- Since September, the program has expanded to providing services Sunday through Wednesday, 6am to 9pm and Thursday through Saturday, 6am to 4pm.

Increased sheltering and permanent housing

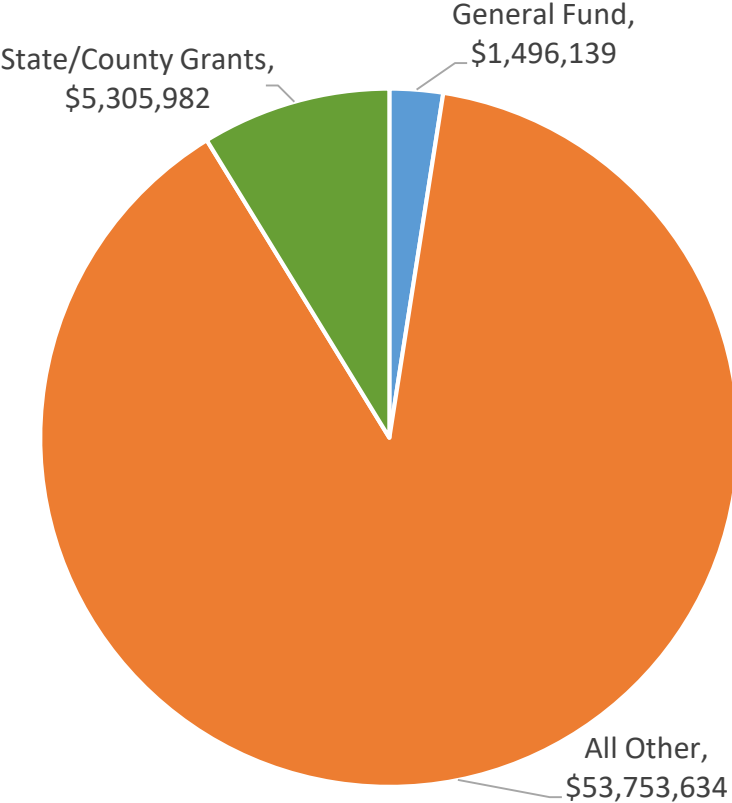
- 2 Homekey projects, 2 motel shelters, and shelter capacity returned to 100%

OPERATING BUDGET BY FUNDING SOURCE

FY 25 Operating Budget (\$137M)

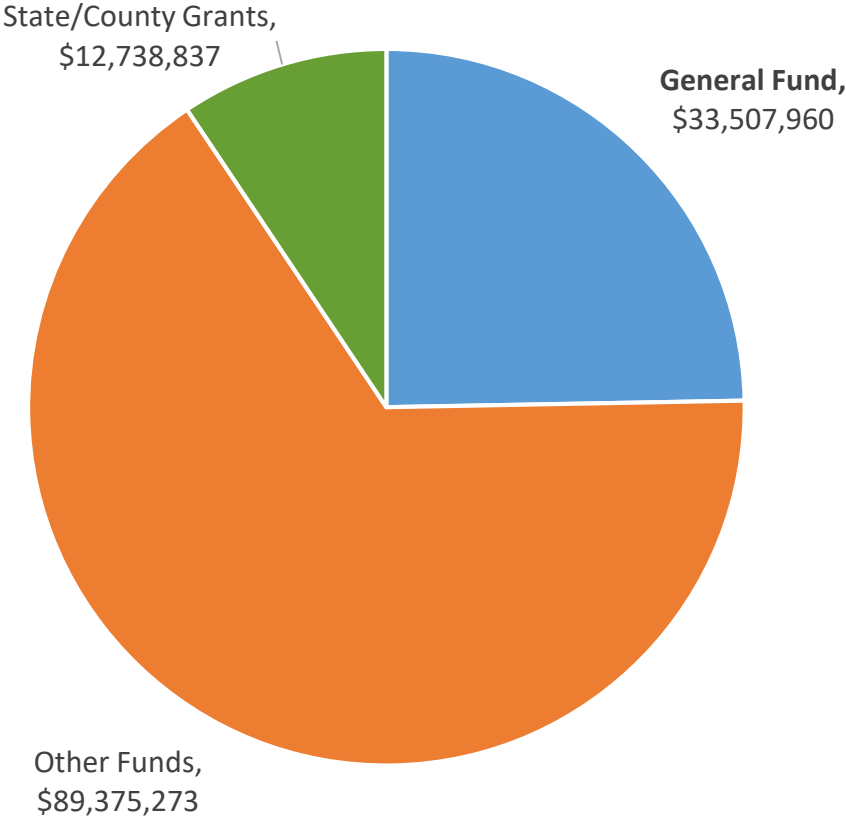


FY 25 Revenue Budget (\$61M)

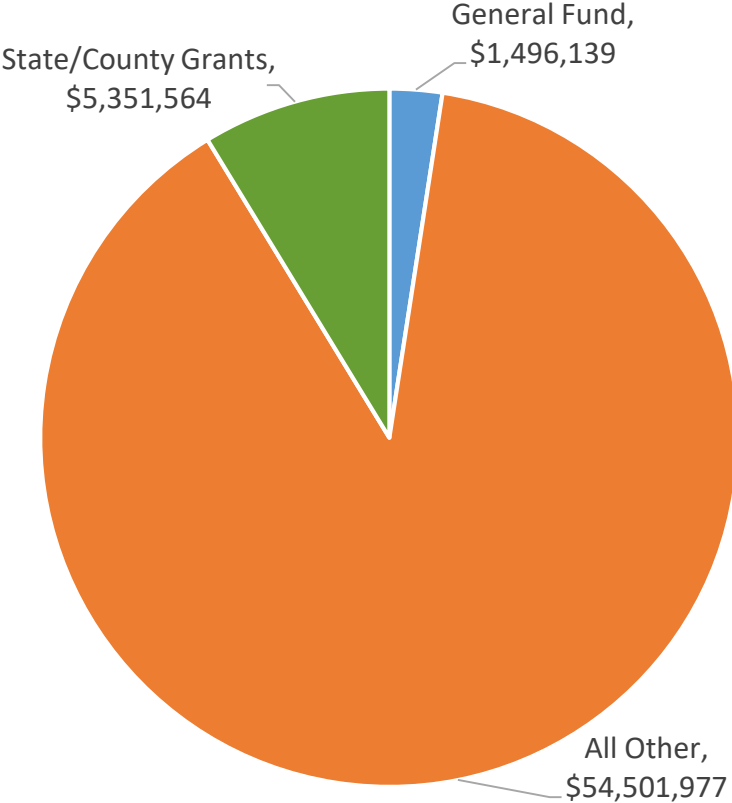


OPERATING BUDGET BY FUNDING SOURCE

FY 26 Operating Budget (\$136M)

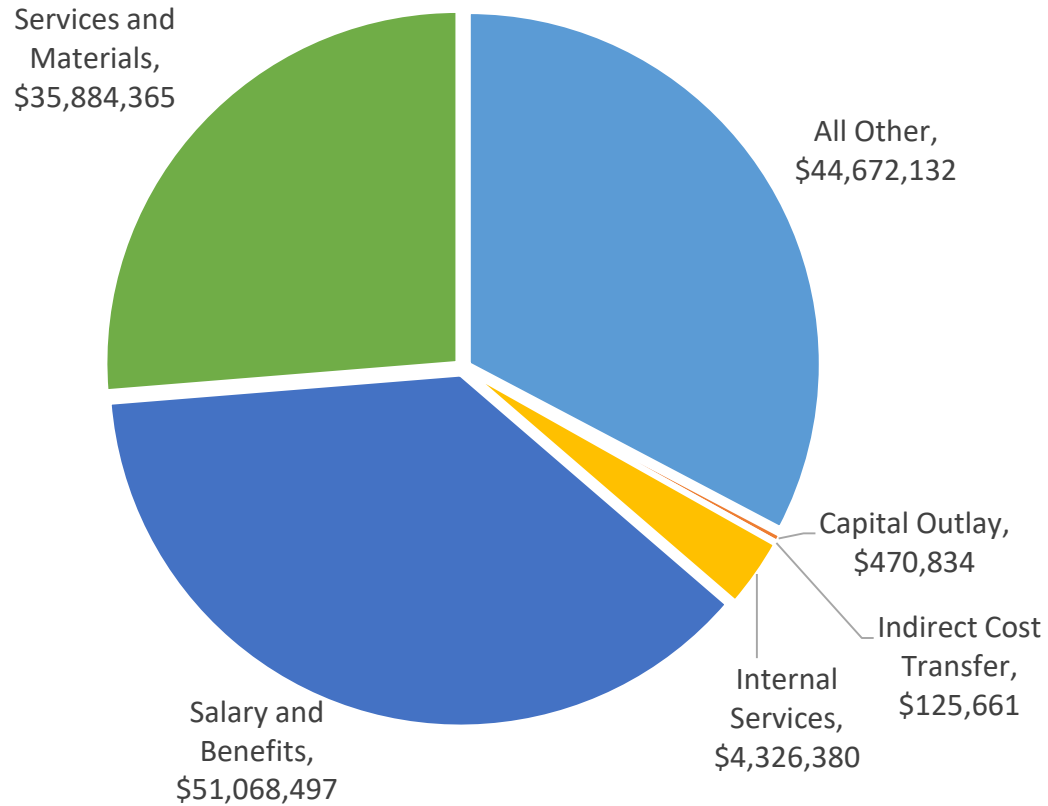


FY 26 Revenue Budget (\$61M)

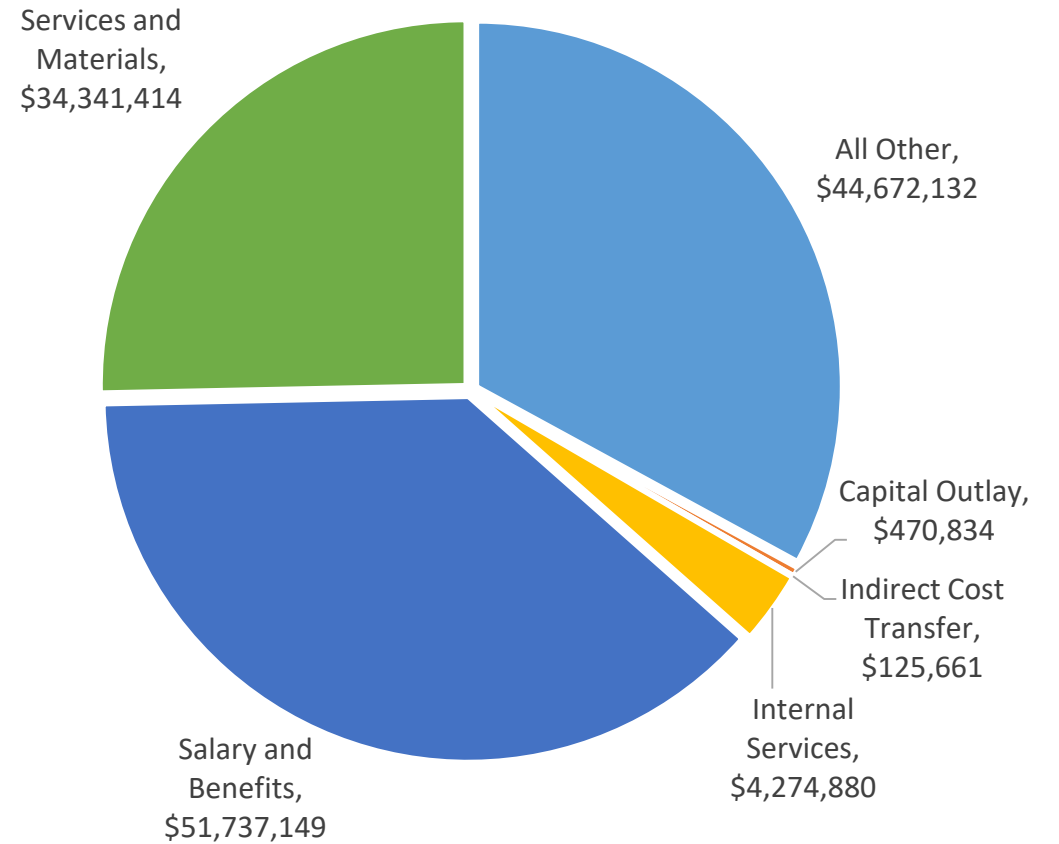


OPERATING BUDGET BY EXPENDITURE

FY 25 Operating Budget \$137M

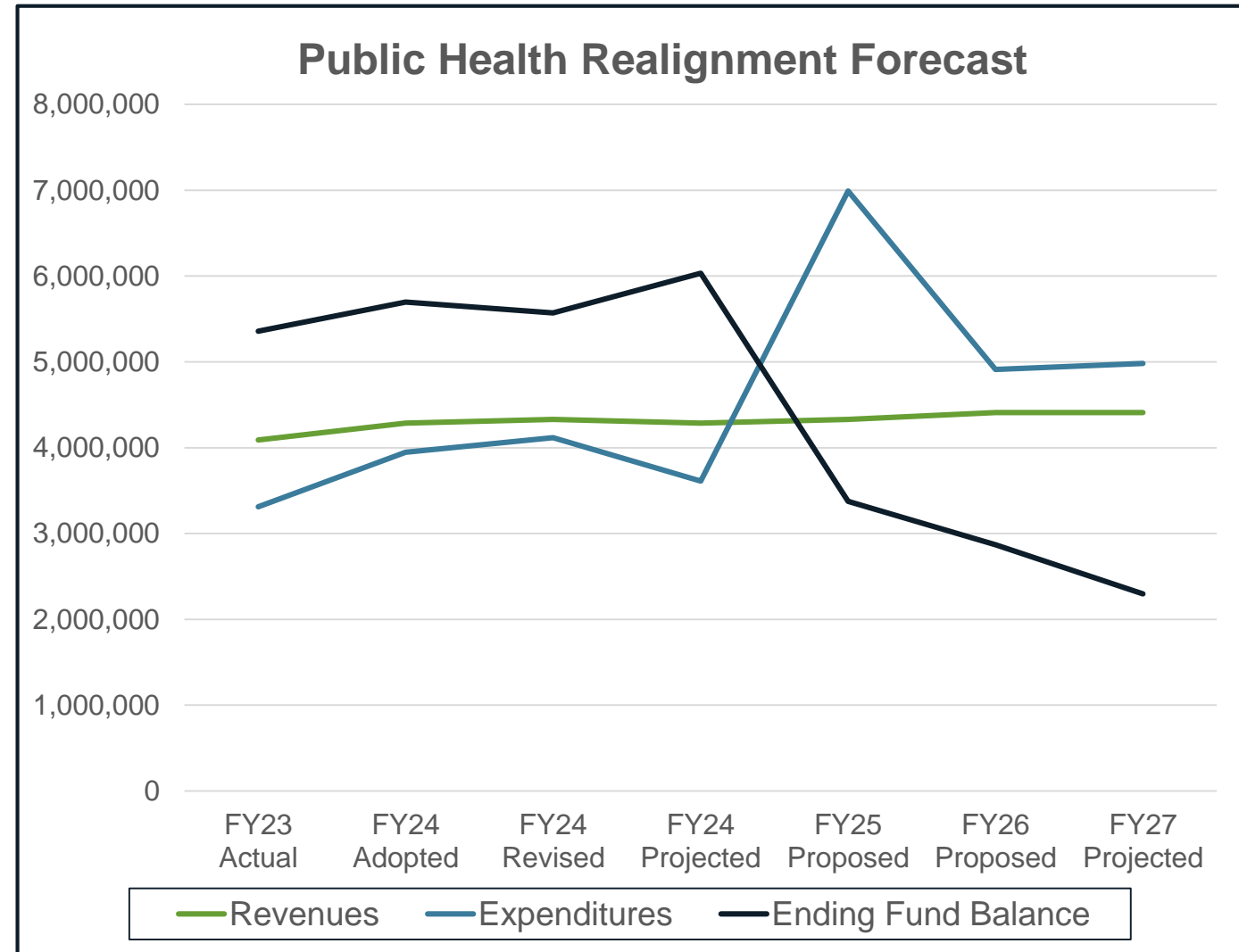


FY 26 Operating Budget \$136M



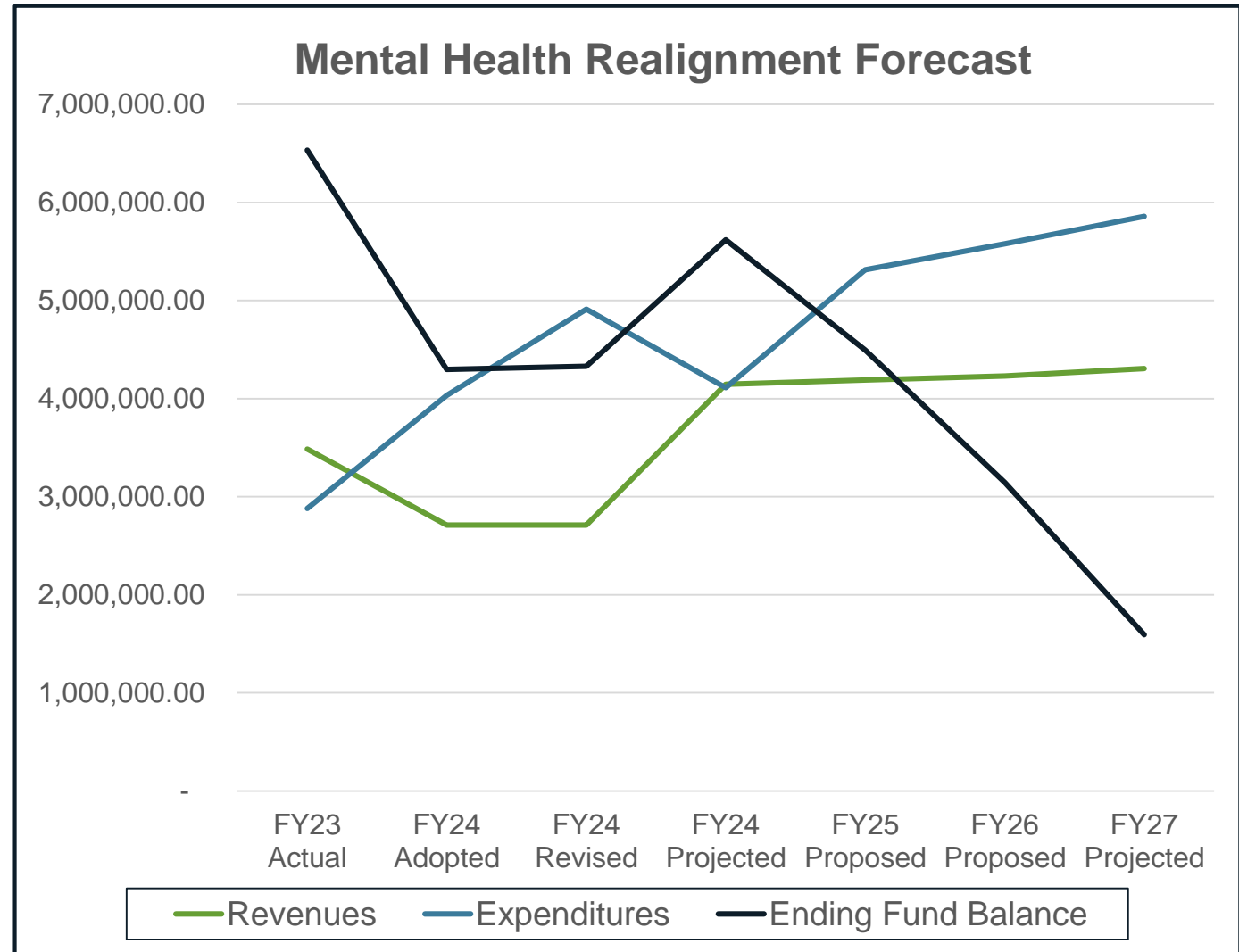
FUND 156 FORECAST

- Overall health of fund: Healthy
- Major revenue and expenditure assumptions
 - Anticipated EHR Replacement
 - Revenue projections provided by the State
 - Planned use of reserves for budget stabilization due to impacts of CalAIM
- Date fund reserves may be exhausted: No date yet identified



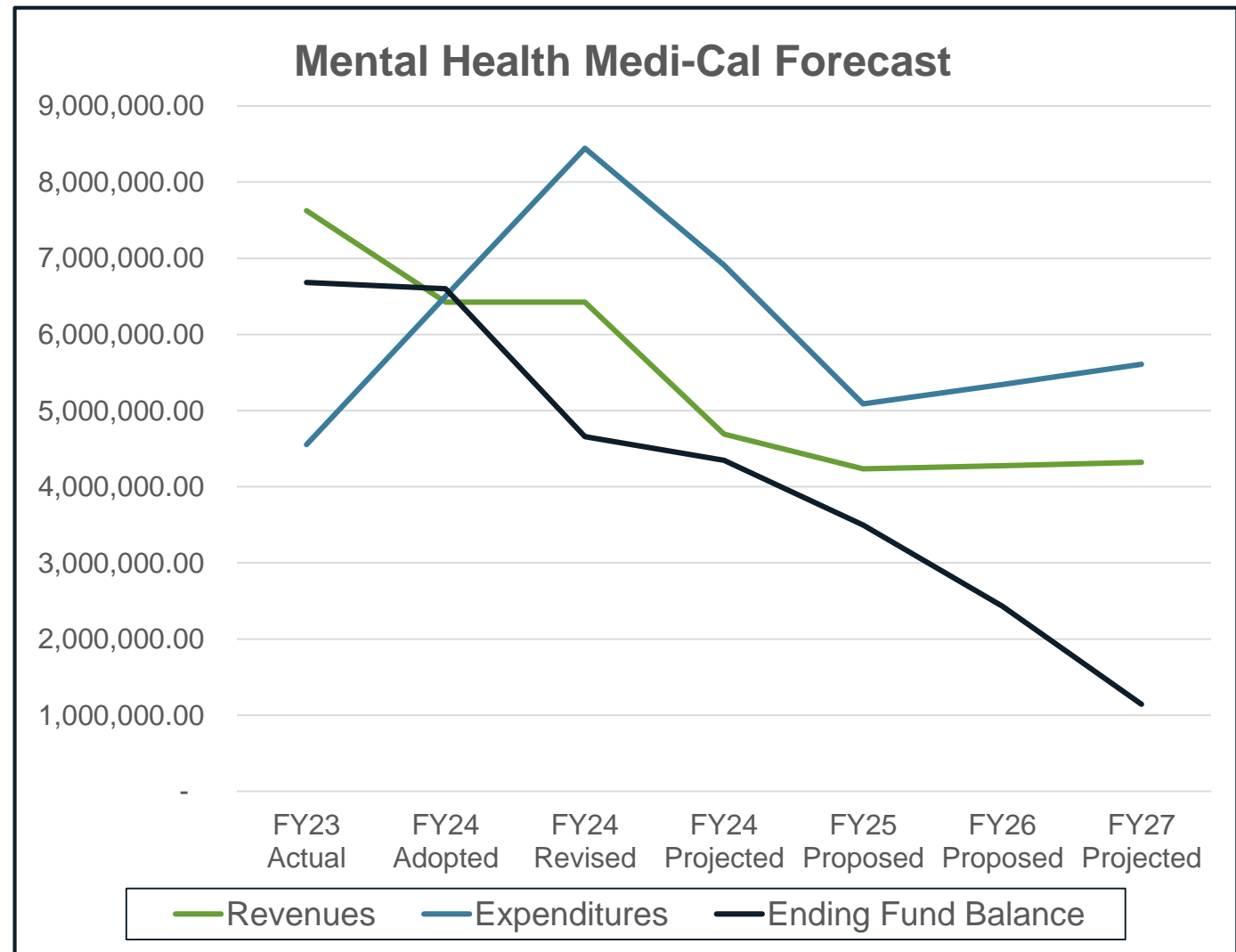
FUND 158 FORECAST

- Overall health of fund: Uncertain
- Major revenue and expenditure assumptions
 - Revenue projections provided by the State
 - To prevent exhaustion of reserves, may need to identify budget reductions to account for CalAIM and Prop 1
- Date fund reserves may be exhausted: FY2028



FUND 316 FORECAST

- Overall health of fund: Uncertain
- Major revenue and expenditure assumptions
 - Revenue projected to decrease by 30% as a result of CalAIM Payment Reform
 - Strategies to increase revenue are currently underway
 - To prevent exhaustion of reserves, exploring budget reductions to account for CalAIM and Prop 1
- Date fund reserves may be exhausted: FY2028



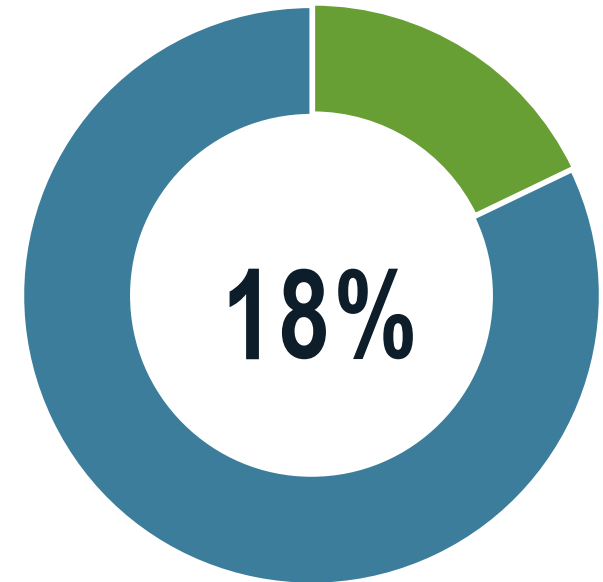
STAFFING

	Adopted			Proposed		Requested	
	FY22	FY23	FY24	FY25	FY26	FY25	FY26
GENERAL FUND	75.9	78.8	79.4	80.4	80.4	2.1	2
OTHER FUNDS	144.2	146.3	158.8	166.8	166.8		
TOTAL	220.1	225.1	238.2	247.2	247.2	2.1	2

VACANCY

STATUS	FTE	GENERAL FUND (%)
In recruitment- job announcement posted	7.23	9%
Interviews/background, offer pending	5.4	7%
On hold	1.6	2%

Vacancy Rate



■ Vacant
■ Filled

Vacancies as of 4/23/24

TECHNOLOGY INITIATIVES

Efforts underway

- NextGen at Berkeley High School Health Center
- MySidewalk data visualization
 - Community Health Assessment & Community Health Improvement Plan
 - Program-level data visualization

Efforts needed in the near term

- Environmental Health database replacement
- GMS-RLSS replacement for loan tracking

FY 25/26 CHALLENGES

Planning for and responding to changing Mental Health funding landscape

- Reduced Medi-Cal reimbursement rates will impact behavioral health services in Mental Health division
- Pro-active shifts in MHSA-supported services and allocations to mitigate impact of Proposition 1

Infrastructure to support growing older adult population

- Berkeley's older adult population continues to be the fastest growing demographic, from 15.6% in 2020 and is approaching 20.5% in 2025 of the City's population
- Current services will be insufficient to meet needs

Impact of inflation on services

- Static funding for Community Agencies will result in service reductions and will strain service delivery
- Destabilizes financial viability for community partners
- Grant funding typically does not keep pace with inflation

FY 25/26 PRIORITIES

Health Equity

- Ongoing work to address health equity disparities across the Department

Community Health Assessment/Community Health Improvement Plan (CHA/CHIP)

- Continue work with consultant and community steering committee to conduct focus groups and community survey
- Use RBA framework to develop performance measures for all programs in each division with public facing dashboards

Affordable Housing

- Increasing supply and access
- Securing new funding

Preparing for CalAIM and Prop 1 Implementation

- Launch Enhanced Care Management in Public Health and Aging Services divisions
- Research and prepare for changes to behavioral health funding resulting from Prop 1

COUNCIL REFERRAL STATUS(1)

Title	FY Funded	Funded Amount	Amount Spent	Project Status	Reason for Delay
Supply Bank School Supply Distribution	FY2022	\$25,000	\$25,000	Completed	
Strawberry Creek Lodge Food Program	FY2023	\$50,000	\$50,000	Completed	
Housing Retention Fund	FY2022	\$1,000,000	\$1,000,000	Completed	
Continuing Anti-Displacement Programs	FY2022	\$900,000	\$900,000	On Track	
Post COVID-19 Rental Assistance/Anti-Displacement	FY2023	\$2,000,000	\$1,209,530	On Track	
Supplemental Funding for Housing Retention Program	FY2024	\$1,000,000	\$370,777	On Track	

COUNCIL REFERRAL STATUS (2)

Title	FY Funded	Funded Amount	Amount Spent	Project Status	Reason for Delay
Commitment to the Completion of Affordable Housing at 1638 Stuart St	FY2023	\$50,000	\$50,000	Completed	
Harriet Tubman Terrace Tenant Support	FY2023	\$100,000	\$47,462	On Track	
Fair Workweek Ordinance: Adding BMC 13.102	FY2023	\$390,000	\$115,715	On Track	
Resolution Recognizing Housing as Human Right	FY2022	\$300,000	\$39,910	On Track	
Berkeley Age-Friendly Continuum	FY2022	\$20,000	\$20,000	On Track	

COUNCIL REFERRAL STATUS(3)

Title	FY Funded	Funded Amount	Amount Spent	Project Status	Reason for Delay
Fund Mental Health Wellness Support & Serv Coordinator – Berkeley High School Hlth Ctr	FY2023 & FY2024	\$350,000	\$0	On Track	
Fund Behavioral Health, Crisis Response, & Crisis-related Services Needs & Capacity Assessments	FY2022	\$85,000	\$44,826.25	Delayed & now in progress	Insufficient Staffing
Berkeley Food Network to Address Increased Demand	FY2024	\$200,000	\$0	On Track	

GENERAL FUND FUNDING REQUESTS

Description	Reason	FY25 Cost	FY26 Cost	Ongoing
Senior Community Development Project Coordinator	Oversee the City's Labor Standards and Workforce Development Unit. Includes the newly adopted Fair Work Week & Hard Hats ordinance	\$233,873	\$243,228	Yes
Deputy Director	3 months temporary assignment to support the Environmental Health Division	\$84,538	\$0	No
Deputy Director	2nd deputy director to more effectively support the complex work given HHCS' large breadth & depth	\$289,438	\$301,016	Yes
Total		\$607,849	\$544,244	