

**CALIFORNIA DEPARTMENT OF CHILD SUPPORT SERVICES
 2004-05 BUDGET ACT HIGHLIGHTS**

The 2004-05 Budget Act for The Department of Child Support Services (DCSS) State Operations, Local Assistance Administrative Costs, and Child Support Collection projections are listed below.

**SFY 2004-05
 FUNDING SUMMARY**
 (dollars in thousands)

ADMINISTRATIVE COSTS	Budget Act
TOTAL, CHILD SUPPORT PROGRAM COSTS	\$1,097,818
General Fund	287,497
Federal Funds	531,014
Child Support Recovery Fund	278,864
Reimbursements	443
<u>STATE OPERATIONS</u>	
State Operations-DCSS Operations	\$ 36,674
State Operations-Locate/Intercept Contracts	\$ 85,818
TOTAL, STATE OPERATIONS	\$ 122,492
General Fund	35,987
Federal Funds	86,383
Reimbursements	122
AUTHORIZED POSITIONS	337.1
PERSONNEL YEARS	319.5
<u>LOCAL ASSISTANCE</u>	
Basic Costs	\$834,064
Other Premises	27,911
Federal Penalty	0
CCSAS Project	<u>113,351</u>
TOTAL, LOCAL ASSISTANCE	\$975,326
General Fund	251,510
Federal Funds	444,631
Child Support Recovery Fund	278,864
Reimbursements	321
CHILD SUPPORT COLLECTIONS	
Total Distributed Collections	\$2,369,729
Assistance Collections	685,346
Non Assistance Collections	1,684,383

STATE OPERATIONS – 2004-05 FY

- BCP DCSS-1 CCSAS-CSE Year 2 Additional Resources added 5.5 positions to address CSE workload needs in 2004-05 (CSSD-Policy Branch 2.0 AGPA; CSSD-CCSAS Branch 0.5 AGPA; TSD-Interim Systems Mgmt Branch 2.0 Sr ISA; and ASD-Admin Resources Branch 1.0 AGPA).
- BCP DCSS-2 CCSAS-SDU Pre-Implementation Resources added 2.0 positions to help develop SDU fiscal policies, accounting procedures and fiscal controls, identify stakeholder interfaces and evaluate SDU vendor proposals in 2004-05 (CSSD-Policy Branch 1.0 AGPA, ASD-Financial Svcs Branch 1.0 Acctg Admin I).

LOCAL ASSISTANCE – 2004-05 FY

- An increase of \$18.2 million (\$6.2 million SGF) to reflect the funding for modifications of the ARS and CASES interim automation systems necessary to meet certification requirements in Version 1 of CCSAS.
- An increase of \$9.1 million federal funds to provide the federal matching funds for FTB to realign the Business Partner payments, and for additional CCSAS staff resources.
- Reappropriation of \$807,000 (\$711,000 SGF) due to shifting KIDZ and STARKIDS conversions activities from SFY 2003-04 to reflect the latest conversion schedule.
- An increase of \$440,000 SGF to backfill federal financial participation for the local child support agencies/consortia depreciable equipment costs in accordance with Office of Management and Budget (OMB) Circular A-87 regulations.
- The federal government approved the Administration's request to change payment of the child support automation penalty from quarterly to annually for federal fiscal year 2005. The full FFY 2005 penalty will be due by September 15, 2005. Therefore, no payment will be due in state fiscal year (SFY) 2004-05, relieving the State and county governments from the estimated \$220,000,000 payment amount in SFY 2004-05. However, this will place the obligation into SFY 2005-06.

CHILD SUPPORT COLLECTIONS AND REVENUE – 2004-05 FY

- A net decrease of \$13.1 million (\$8.0 million SGF) to Child Support Assistance Collections, which includes \$12.8 million (\$4.1 million SGF) decrease due to the delay in statewide implementation of the Child Support Enhancement Collections Project.
- A net decrease of \$25.2 million in Child Support NonAssistance Collections, which includes a \$18.6 million decrease in the projected Basic Child Support NonAssistance Collections as a result of updated trend analysis.
- The SFY 2004-05 projected child support collections represents an increase of approximately \$44 million or 2.0 percent over SFY 2003-04 projected collections.