



# Item #5: FY 24 State Budget

**Intergovernmental Affairs Committee**

August 1, 2023

# Adopted FY 24 State Budget Overview



## **\$310.8 billion total budget**

- **\$37.8 billion** in budgetary reserves
- **\$22.3 billion** in the general rainy-day fund

## **\$31.7 billion shortfall**

- Fund shifts
- Reductions and pullbacks
- Delays
- Revenue and internal borrowing
- Trigger reductions

## \$6 million in funding for Long Beach projects

- **\$1.25 million** to bolster the City's homelessness emergency activities, prevention efforts, and services for community members at risk of or experiencing homelessness
- **\$750,000** to support the City Prosecutor's Reentry Services Program, providing services to formerly incarcerated community members and their families
- **\$4 million** to maintain and renew Rancho Los Cerritos and Rancho Los Alamitos facilities

## \$10.5 million in funding for Long Beach Community projects

- **\$500,000** for arts programs through the Arts Council for Long Beach
- **\$10 million** for the Museum of Latin American Art, which provides educational, cultural, and career growth opportunities within modern and contemporary Latin American and Latino art



## Adds \$3.5 billion to the State's multi-year \$15.3 billion investment to address homelessness

- **\$1 billion** in one-time funding for a fifth round of *Homeless Housing, Assistance and Prevention (HHAP) Program grants*
  - Statutory language focusing on regional coordination and accountability
  - City is eligible to receive funding as both a large city and a Continuum of Care, but allocation amounts have not been finalized
  - The City continues to advocate for an equitable share of HHAP dollars through the emergency effort
- **\$400 million** in one-time funding for a third round of *Encampment Resolution Funding grants*
- Maintains **\$1.5 billion** over three years for the *Behavioral Health Bridge Housing Program*

## Maintains previous multi-year budget commitments and includes a housing package of **\$14.7 billion** for 2023-24

- Invests an additional **\$100 million** for the *Multifamily Housing Program* for a total of **\$325 million**
- Maintains **\$500 million** for the *Dream for All Program*
- Reduces by **\$50 million** the *CalHome Program*, leaving **\$300 million** for this program

## Includes total funding of **\$248.1 billion** for all programs under the Health and Human Services Agency

- Maintains **\$97.5 million** over four years to support public health workforce training and development programs
- Includes **\$43 million** one-time funding for innovative solutions to address major health problems
- Includes **\$74.8 million** in 2023-24 to expand the *Naloxone Distribution Project* with a total of **\$159.5 million** over the next four budget cycles
- Includes **\$19 million** to support eligible 988 call center behavioral health crisis services with a total of **\$31.5 million** in multi-year ongoing commitments
- Provides **\$67.3 million** to support county behavioral health department costs for the CARE Act, including an additional one-time **\$15 million** for Los Angeles County to implement the CARE Act one year early

## Builds on the State's effort to promote safer communities by including the following one-time investments

- Reallocates **\$21 million** one-time General Fund to the Office of Emergency Services to reduce gun violence
- Includes **\$20 million** in one-time funding to provide security assistance to nonprofit organizations at risk of hate-motivated violence
- Invests **\$5 million** in one-time funding to create the Southern California Reentry Hub in Los Angeles County

## Eliminates \$2.6 billion in climate spending from the State's climate agenda, leaving \$52.3 billion over six years

- Includes **\$630 million** in reductions and **\$85 million** in delays across a number of climate-related programs, leaving a total of **\$1.5 billion** in investments over multiple years
- Includes **\$184 million** in reductions for coastal protection and adaptation programs, totaling **\$1.1 billion** for coastal resilience over multiple years
- Reduced programs will be included in a **\$15.5 billion** climate resilience bond under consideration in the Legislature
- Includes **\$135 million** one-time funding as a flood contingency set aside to support costs associated with preparedness, response, recovery, and other activities related to the 2023 storms
- Provides **\$135.5 million** over two years to support local agencies working to reduce urban flood risk



## Includes **\$16.1 billion** for new transportation infrastructure programs and projects, which is an increase of **\$1.1 billion** compared to 2022

- Includes an additional **\$5.1 billion** for transit infrastructure and zero-emission vehicle projects for a total of **\$8.8 billion** over multiple years
- Provides **\$500 million** for *Active Transportation Program* projects
- Delays **\$350 million** in funding for grade separation projects until 2025-2026
- Maintains **\$10.1 billion** over six years in investments to the State's zero-emission vehicles agenda
- Includes **\$1.1 billion** Greenhouse Gas Reduction Fund and Public Transportation Account funding for the new *Zero-Emission Transit Capital Program*

## Continues to build on earlier investments for workforce development, specifically focused on young adults, women, people of color, and others who face employment barriers

- Includes **\$314.7 million** for health workforce programs in 2023-24 with a total of **\$988.4 million** across multiple fiscal years
- Provides **\$78.1 million** ongoing General Fund to continue the *Youth Jobs Corps Program*
  - The City is eligible for an annual allocation through this program to support the Long Beach Climate Corps and other youth jobs programs
- The Budget restores **\$15 million** for the Department of Industrial Relation's Women in Construction Priority Unit

# Next Steps

- Specific details of the funding programs will continue to be finalized in budget trailer bills through September 14<sup>th</sup>, the end of the legislative session
- City staff will continue to monitor the impacts of trailer bills on the City and will provide follow-up information as appropriate



**Thank you**

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