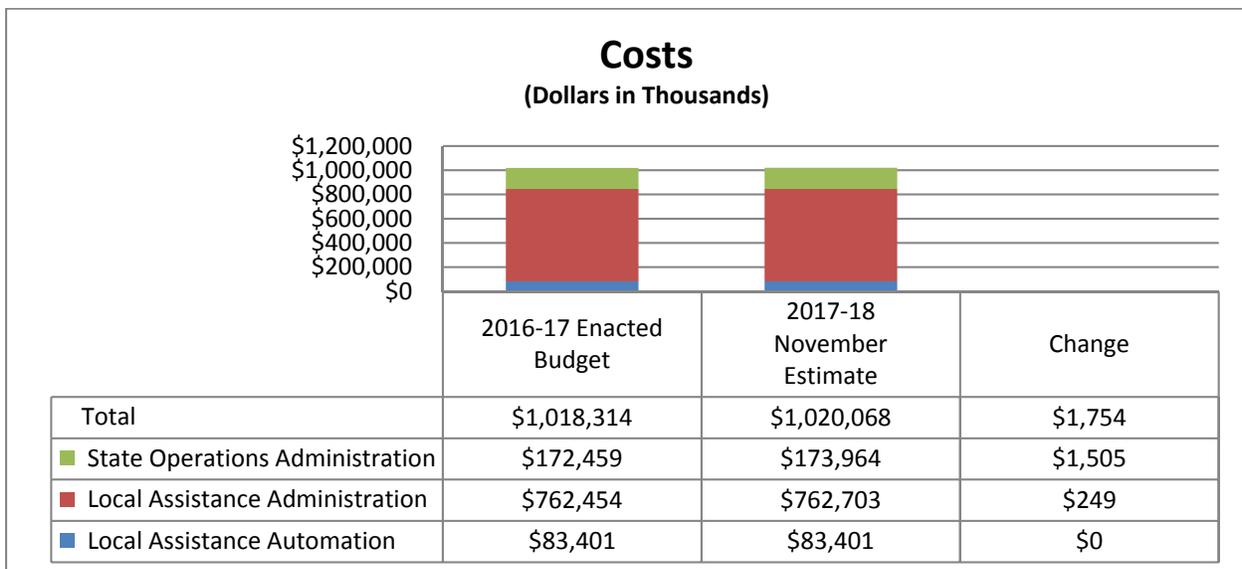




Department of Child Support Services 2017-18 Governor’s Budget Highlights

The purpose of the California Child Support Program is to enhance the well-being of children and the self-sufficiency of families by providing professional services to locate parents, establish paternity, and establish and enforce orders for financial and medical support. The budget proposes \$1.018 billion (\$314 million in General Fund, \$704 other funds) in State Fiscal Year (SFY) 2016-17 and \$1.02 billion (\$314 million in General Fund, \$706 other funds) in SFY 2017-18. Unless otherwise noted, the Departments’ funding is sixty-six percent federal fund and thirty-four percent general fund.

Budget Year 2017-18 November Estimate:



State Operations Administration Updates:

- \$786,000 increase for higher employer retirement contribution rates.
- \$619,000 increase for the Statewide Cost Allocation Plan.
- \$102,000 increase for higher employee compensation rates.
- \$2,000 decrease in funding for CalATERS usage fees.

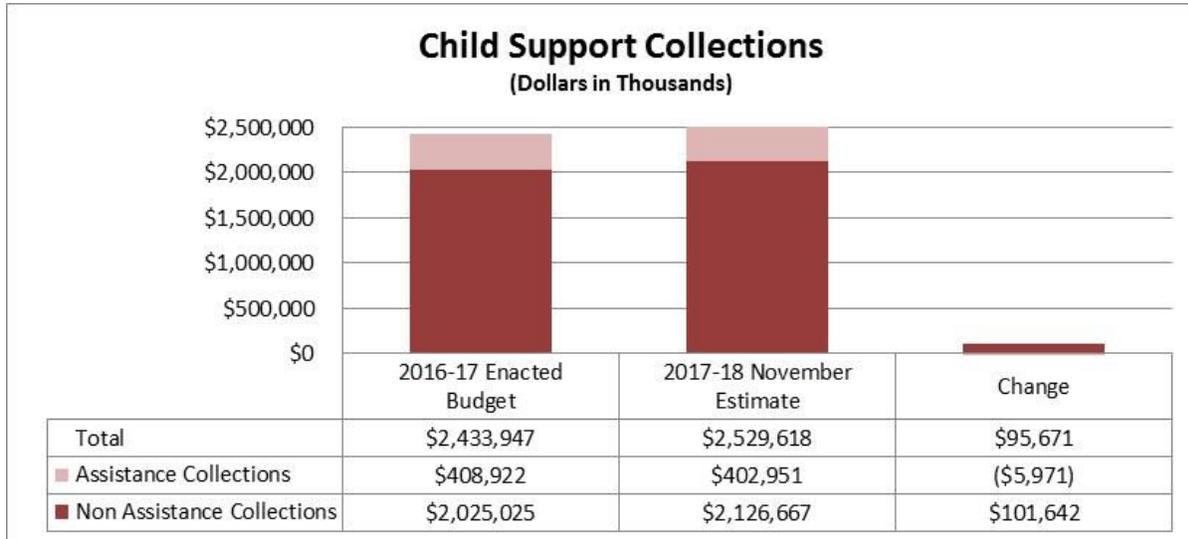
Local Assistance Administration Updates:

- \$643,000 increase (100% federal funds) for the new Section 1115 Grant, Procedural Justice Informed Alternative to Contempt. The grant allows states to develop and implement programs that offer an alternative to contempt by incorporating procedural justice principles into child support business practices as part of a national demonstration framework. The five-year grant was effective September 30, 2016.
- \$410,000 decrease (100% federal funds) for the Section 1115 Grant Non-Custodial Parent Employment Demonstration Project. The project is in the fifth and final year of the performance period.



Local Assistance Administration Updates continued:

- \$16,000 increase (100% general fund) due to an estimated increase in the Deficit Reduction Act Mandatory Fee assessment.



The SFY 2016-17 Child Support Assistance and Non-Assistance Collections estimate for the budget year is based on a linear regression model of actual collections data from July 2014 to June 2016. Based on the analysis, an anticipated 1.5% decrease (\$6 million) in assistance collections and a 5% increase (\$102 million) in non-assistance collections, for a total collections increase of \$96 million, is projected.

Historical Child Support Collections:

