

DEPARTMENT OF SOCIAL SERVICES

744 P Street, Sacramento, CA 95814



October 4, 2006

COUNTY FISCAL LETTER (CFL) NO. 06/07-16

TO: ALL COUNTY WELFARE DIRECTORS
ALL COUNTY WELFARE FISCAL OFFICERS

SUBJECT: FISCAL YEAR (FY) 2006/07 ALLOCATION FOR THE
ADMINISTRATION OF THE NON-ASSISTANCE FOOD STAMP
(NAFS) PROGRAM

This letter is to inform counties of the administrative allocation for the NAFS Program for FY 2006/07. A total of \$234.3 million State General Fund (SGF) was made available upon approval of the FY 2006/07 Budget Act.

Attachment I displays each component of the NAFS allocation in SGF. It includes costs and savings associated with approved premises. The major premises in FY 2006/07 include: NAFS Administrative Basic Costs, Caseload Adjustment, Prospective Budgeting, Electronic Benefits Transfer (EBT) Administrative Impact, and the California Food Assistance Program (CFAP). Attachment II provides a description of each of the individual premises and allocation methodologies. Attachment III provides a complete listing of the Program Codes which capture costs to the NAFS allocation on the County Expense Claim.

In accordance with the County Welfare Directors Association (CWDA) recommendation, funding for NAFS administration has been adjusted to ensure that all counties were held harmless to their FY 2005/06 allocation.

As a reminder, transferability of funds between Foster Care and NAFS continues to be allowed for the following counties: Alpine, Amador, Colusa, Glenn, Inyo, Lassen, Mariposa, Modoc, Mono, Plumas, Sierra, and Trinity. It is anticipated that any surplus funds within this small county group will be redistributed at closeout among those counties that overspent their allocations.

Any questions concerning this letter should be directed to fiscal.systems@dss.ca.gov.

Sincerely,

ERIC FUJII
Deputy Director
Administration Division

c: CWDA

**FY 2006/07 ALLOCATION FOR ADMINISTRATION OF THE NON-ASSISTANCE FOOD STAMP PROGRAM
STATE FUNDS**

COUNTY	NAFS ADMIN BASIC	CASELOAD ADJUSTMENT	STAFF DEVELOPMENT	LEGACY SYSTEM SAVINGS	PA to NA FUND SHIFT	PROSPECTIVE BUDGETING SAVINGS	EBT ADMIN NET IMPACT	SIMPLIFICATION OPTIONS	INCOME EXCL FOR DEPLOYED MILITARY	CALIF. FOOD ASSISTANCE PROGRAM (CFAP)	HURRICANE KATRINA	NAFS STATE FUNDS ALLOCATION
Alameda	\$7,070,715	\$705,234	\$80,602	(\$64,764)	\$2,774,340	(\$433,943)	(\$435,869)	(\$8,306)	\$0	\$32,976	\$2,293	\$9,723,278
Alpine	\$18,005	\$1,188	\$17	\$0	\$5,811	\$0	\$9,821	(\$21)	\$0	\$74	\$0	\$34,895
Amador	\$144,227	\$10,690	\$6,698	\$0	\$31,813	\$0	\$3,869	(\$268)	\$0	\$1,035	\$0	\$198,064
Butte	\$808,021	\$510,640	\$16,078	\$0	\$580,579	(\$178,448)	(\$122,736)	(\$4,598)	\$0	\$16,961	\$76	\$1,626,573
Calaveras	\$163,991	\$29,607	\$11,361	\$0	\$41,117	\$0	\$0	(\$428)	\$0	\$1,600	\$0	\$247,248
Colusa	\$125,028	\$17,244	\$11,539	\$0	\$23,443	\$0	\$4,785	(\$292)	\$0	\$1,114	\$32	\$182,892
Contra Costa	\$4,846,424	\$527,253	\$48,896	(\$66,281)	\$2,520,467	(\$183,044)	(\$162,213)	(\$4,862)	\$0	\$19,075	\$1,543	\$7,547,257
Del Norte	\$92,121	\$81,565	\$21,451	\$0	\$122,534	\$0	\$0	(\$891)	\$0	\$3,242	\$5	\$320,027
El Dorado	\$559,711	\$62,300	\$20,160	\$0	\$160,373	(\$48,206)	(\$1,492)	(\$1,028)	\$0	\$4,053	\$81	\$755,952
Fresno	\$3,652,476	\$2,779,184	\$69,653	(\$45,362)	\$2,212,795	(\$902,171)	(\$218,344)	(\$19,290)	\$0	\$69,061	\$987	\$7,598,989
Glenn	\$165,293	\$33,926	\$16,964	\$0	\$103,611	\$0	\$0	(\$503)	\$0	\$1,928	\$0	\$321,219
Humboldt	\$941,824	\$254,265	\$28,185	\$0	\$421,621	(\$147,704)	(\$54,148)	(\$3,102)	\$0	\$11,519	\$70	\$1,452,530
Imperial	\$939,476	\$253,782	\$20,724	\$0	\$231,230	(\$172,255)	(\$19,733)	(\$4,100)	\$67	\$15,160	\$65	\$1,264,415
Inyo	\$125,276	\$0	\$12,729	\$0	\$35,343	\$0	\$2,244	(\$266)	\$0	\$992	\$0	\$176,318
Kern	\$3,433,219	\$1,544,247	\$95,233	\$0	\$1,083,142	(\$777,723)	(\$327,313)	(\$15,572)	\$304	\$58,045	\$237	\$5,093,819
Kings	\$410,357	\$340,696	\$11,560	\$0	\$230,536	(\$151,040)	(\$28,604)	(\$3,127)	\$59	\$11,538	\$81	\$822,056
Lake	\$269,838	\$59,951	\$16,588	\$0	\$206,312	\$0	\$9,842	(\$1,050)	\$0	\$3,966	\$5	\$565,452
Lassen	\$102,206	\$35,643	\$15,659	\$0	\$63,748	\$0	(\$9)	(\$406)	\$8	\$1,511	\$0	\$218,359
Los Angeles	\$68,217,686	\$0	\$786,976	\$0	\$16,541,281	(\$7,285,427)	(\$3,618,908)	(\$137,077)	\$2,846	\$515,495	\$5,955	\$75,028,826
Madera	\$499,603	\$193,756	\$23,306	\$0	\$167,175	(\$160,658)	(\$23,508)	(\$3,099)	\$0	\$11,488	\$11	\$708,074
Marin	\$622,686	\$121,270	\$15,145	\$0	\$217,443	(\$69,161)	\$5,985	(\$1,507)	\$0	\$5,616	\$329	\$917,805
Mariposa	\$68,183	\$15,764	\$10,144	\$0	\$36,474	\$0	\$1,119	(\$207)	\$0	\$763	\$5	\$132,244
Mendocino	\$1,197,613	\$0	\$7,595	\$0	\$190,495	(\$105,723)	(\$34,149)	(\$2,313)	\$0	\$8,447	\$65	\$1,262,030
Merced	\$1,472,292	\$0	\$11,712	\$0	\$900,581	(\$226,369)	(\$46,725)	(\$3,626)	\$0	\$14,282	\$92	\$2,122,239
Modoc	\$58,764	\$7,060	\$9,221	\$0	\$42,692	\$0	\$6,173	(\$151)	\$0	\$575	\$5	\$124,339
Mono	\$61,480	\$5,023	\$20,230	\$0	\$14,181	\$0	\$6,717	(\$96)	\$0	\$379	\$0	\$107,914
Monterey	\$2,562,499	\$302,734	\$66,321	\$0	\$511,247	(\$199,029)	(\$83,210)	(\$4,265)	\$78	\$16,396	\$65	\$3,172,836
Napa	\$593,084	\$46,544	\$11,544	\$0	\$61,497	(\$33,286)	(\$12,265)	(\$658)	\$0	\$2,515	\$32	\$669,007
Nevada	\$510,128	\$74,806	\$34,684	\$0	\$86,127	\$0	\$0	(\$603)	\$0	\$2,271	\$59	\$707,472
Orange	\$7,777,025	\$993,805	\$65,494	(\$115,902)	\$3,662,081	(\$780,619)	(\$69,396)	(\$14,795)	\$305	\$55,827	\$933	\$11,574,758
Placer	\$855,485	\$0	\$11,470	(\$21,873)	\$336,729	(\$51,550)	(\$33,200)	(\$992)	\$0	\$4,043	\$113	\$1,100,224
Plumas	\$118,070	\$10,007	\$12,689	\$0	\$30,177	\$0	\$4,597	(\$156)	\$0	\$608	\$0	\$175,992
Riverside	\$7,860,177	\$76	\$73,945	(\$115,625)	\$2,542,526	(\$569,946)	(\$354,637)	(\$7,455)	\$223	\$29,655	\$1,872	\$9,460,812
Sacramento	\$7,581,239	\$1,270,451	\$67,626	(\$153,112)	\$5,526,019	(\$557,842)	(\$556,658)	(\$17,163)	\$0	\$67,083	\$1,203	\$13,228,847
San Benito	\$141,616	\$63,783	\$12,759	\$0	\$49,223	\$0	\$5,114	(\$634)	\$0	\$2,378	\$43	\$274,282
San Bernardino	\$9,069,591	\$0	\$94,510	(\$145,559)	\$3,409,634	(\$1,090,472)	(\$317,109)	(\$15,709)	\$426	\$66,997	\$2,870	\$11,075,179
San Diego	\$8,095,705	\$666,771	\$36,352	(\$95,154)	\$2,661,794	(\$619,837)	(\$196,283)	(\$12,295)	\$242	\$48,325	\$4,570	\$10,590,190
San Francisco	\$8,440,804	\$259,333	\$74,401	(\$62,443)	\$1,688,160	(\$582,442)	(\$129,992)	(\$11,506)	\$0	\$43,770	\$1,160	\$9,721,245
San Joaquin	\$2,960,613	\$99,158	\$26,526	\$0	\$739,605	(\$504,113)	(\$196,998)	(\$8,047)	\$0	\$30,177	\$1,322	\$3,148,244
San Luis Obispo	\$947,167	\$121,629	\$509	(\$13,243)	\$656,264	(\$68,084)	(\$20,090)	(\$1,678)	\$0	\$6,253	\$76	\$1,628,803
San Mateo	\$2,002,898	\$27,810	\$30,052	(\$71,923)	\$496,949	(\$87,738)	(\$17,856)	(\$1,670)	\$0	\$6,025	\$237	\$2,384,784
Santa Barbara	\$1,589,203	\$418,607	\$25,793	(\$45,808)	\$711,501	(\$169,637)	(\$61,295)	(\$3,316)	\$66	\$12,673	\$86	\$2,477,874
Santa Clara	\$7,367,612	\$778,928	\$163,136	(\$152,818)	\$2,969,238	(\$503,402)	(\$200,116)	(\$9,984)	\$197	\$39,892	\$728	\$10,453,411
Santa Cruz	\$1,167,012	\$188,350	\$27,638	(\$20,636)	\$547,932	(\$117,136)	(\$31,492)	(\$3,313)	\$0	\$8,817	\$22	\$1,768,254
Shasta	\$935,803	\$200,997	\$13,571	\$0	\$266,137	(\$144,770)	(\$96,671)	(\$3,137)	\$0	\$11,623	\$65	\$1,183,618
Sierra	\$45,222	\$7,493	\$6,567	\$0	\$20,952	\$0	\$7,180	(\$35)	\$0	\$128	\$0	\$87,506
Siskiyou	\$496,811	\$13,419	\$37,261	\$0	\$86,631	\$0	\$3,758	(\$945)	\$0	\$3,507	\$5	\$640,447
Solano	\$2,543,116	\$335,554	\$16,825	(\$38,615)	\$780,882	(\$136,459)	(\$212,675)	(\$2,899)	\$53	\$11,118	\$588	\$3,297,488
Sonoma	\$1,087,733	\$293,091	\$34,660	(\$36,035)	\$698,230	(\$154,483)	(\$54,396)	(\$3,244)	\$0	\$12,072	\$135	\$1,877,763
Stanislaus	\$2,956,821	\$0	\$47,323	\$0	\$1,087,970	(\$326,565)	(\$275,926)	(\$5,022)	\$0	\$19,210	\$97	\$3,503,908
Sutter	\$399,658	\$62,912	\$18,625	\$0	\$105,597	(\$57,137)	(\$15,737)	(\$1,177)	\$0	\$4,374	\$97	\$517,212
Tehama	\$293,745	\$80,916	\$14,656	\$0	\$182,641	\$0	\$0	(\$1,133)	\$0	\$4,248	\$0	\$575,073
Trinity	\$93,567	\$0	\$21,882	\$0	\$33,110	\$0	\$9,789	(\$226)	\$0	\$836	\$0	\$158,957
Tulare	\$2,277,610	\$859,660	\$23,940	(\$46,464)	\$905,482	(\$469,343)	(\$113,262)	(\$9,369)	\$0	\$35,764	\$162	\$3,464,181
Tuolumne	\$270,181	\$42,538	\$18,356	\$0	\$84,282	\$0	\$0	(\$578)	\$0	\$2,186	\$0	\$416,965
Ventura	\$3,253,280	\$376,570	\$34,794	(\$25,165)	\$906,774	(\$247,268)	(\$87,009)	(\$4,826)	\$97	\$18,118	\$464	\$4,225,829
Yolo	\$765,665	\$32,906	\$51,499	(\$31,218)	\$406,713	(\$72,636)	\$4,533	(\$1,462)	\$0	\$5,567	\$32	\$1,161,599
Yuba	\$603,345	\$194,864	\$31,166	\$0	\$285,699	(\$73,334)	(\$31,499)	(\$1,522)	\$29	\$5,649	\$27	\$1,014,424
TOTAL	\$181,729,000	\$15,414,000	\$2,595,000	(\$1,368,000)	\$61,497,000	(\$18,459,000)	(\$8,176,000)	(\$365,000)	\$5,000	\$1,389,000	\$29,000	\$234,290,000

**FY 2006/07 NON-ASSISTANCE FOOD STAMP (NAFS)
ALLOCATED PREMISES**

The following provides a brief description of each premise amount contained in your NAFS Allocation

PREMISE NAME	DESCRIPTION	COST	SAVINGS
NAFS Administrative Basic	<p>Reflects the administrative costs for the NAFS Program. Counties' NAFS administrative basic costs are funded at the same level as FY 2005/06, with an adjustment for actual caseload growth. In addition, the Hmong NAFS premise has been rolled into the Basic for FY 2006/07.</p> <p>An adjustment was made to hold counties harmless to the FY 2005/06 NAFS allocation and to 93.5% of FY 2005/06 Food Stamps expenditures. As a final step, the remaining funds were distributed on a percent to total basis to those counties whose allocation would have increased above this amount based on the standard methodology.</p>	✓	
Caseload Adjustment	<p>Reflects a projected caseload growth in the NAFS program. Counties' average monthly NAFS caseload from the Food Stamp Program Monthly Caseload Movement Statistical Report (DFA 296) for Calendar Year (CY) 2005 was compared against CY 2004. Funds were distributed to those counties with caseload growth based on a percent to total of each county's caseload increase. Funds were not distributed to those counties with a decline or no change in caseload.</p>	✓	
Staff Development	<p>Reflects the funding for Staff Development. The allocation was distributed based on an average percent to total of each county's four most recent quarters (09/05-06/06) Food Stamps (FS) staff development expenditures and average NAFS Full-time Equivalent (FTE) eligibility workers for the same period. An adjustment was made to the allocation to fund the State share of costs for the 41 counties of the Inter-County Training Consortium, which contracts with the University of California, Davis for training.</p>	✓	
Public Assistance (PA) to Non-Assistance (NA) Shift	<p>Reflects the shift of funds from the CalWORKs Program to the NAFS Program for the share of eligibility costs associated with the FS Program. The allocation was calculated by developing a ratio of the PA caseload to CalWORKs caseload using the Food Stamp Program Participation and Benefit Issuance Report (DFA 256) for CY 2005 and the CalWORKs Cash Grant Caseload Movement Report (CA 237 CW) for the same period. The ratio is applied to the total FY 2006/07 CalWORKs Eligibility allocation to calculate the total PA shift. The CalWORKs PA Shift is determined by multiplying the resulting figure by 50%. The budgeted cost is then distributed on a percent to total of each county's total CalWORKs PA shift.</p>	✓	
Legacy System Savings	<p>Reflects the net savings that counties will realize following their conversion from outdated legacy systems to their new automated systems.</p>		✓

Prospective Budgeting	Reflects the administrative savings associated with implementing a quarterly reporting system using prospective budgeting in determining benefits based on projected income over a three-month period for NAFS. The savings were distributed according to county-specific methodology. Allocations were adjusted to hold small counties harmless from these savings; no savings were distributed to those counties.	✓	✓
Electronic Benefit Transfer Administrative Impact	Reflects the net impact to county administrative costs associated with eliminating the current FS delivery system and implementing new activities for the Statewide EBT Project. The savings were distributed according to county-specific methodology based on the most recent implementation schedule. This includes the state share of ongoing staff training costs. An adjustment was made to hold small counties with net savings harmless to these savings.	✓	✓
Simplification Options	Reflects the impact to county administrative costs associated with the implementation of options designed to simplify the Food Stamp Program by easing administrative processes and aligning certain aspects of the program with CalWORKs. Funds were distributed based on a percent to total of each county's average monthly NAFS caseload for CY 2005 as reported on the DFA 296.		✓
Income Exclusion for Deployed Military	Reflects administrative costs associated with excluding military pay received by military personal deployed to a designated combat zone. Funds were distributed to counties in which a military base is located based on a percent to total of each county's caseload as reported on the DFA 256 for CY 2005.	✓	
California Food Assistance Program (CFAP)	Reflects the administrative costs associated with the CFAP for eligible noncitizens. Funds were distributed based on a percent to total of each county's average monthly NAFS caseload for CY 2005 as reported on the DFA 296.	✓	
Hurricane Katrina	Reflects the cost of providing benefits and services to victims of Hurricane Katrina and Hurricane Rita who have been relocated to California. Funds were distributed based on each county's percent to total of identified evacuee cases.	✓	

**FY 2006/07 NON-ASSISTANCE FOOD STAMP (NAFS)
PROGRAM CODES**

Expenditures reported to following Program Codes on the quarterly County Expense Claim capture costs against the NAFS allocation.

- 211 – FS Issuance (& EBT Project for San Diego and San Bernardino only)
- 214 – FSOLIS
- 218 – NAFS – IEVS
- 234 – Fraud – NAFS AFIRM (LA County)
- 262 – U.S. Residency Project – NAFS
- 268 – SAVE Program – NAFS
- 275 – EFD/P – NAFS
- 310 – NAFS – Fraud
- 334 – Fraud – NAFS AFIRM (LA County)
- 341 – EFD/P – NAFS (WFI)
- 343 – NAFS Eligibility
- 344 – NAFS Program Integrity
- 347 – NAFS Quality Control
- 606 – CFAP – Families
- 609 – CFAP – Singles
- 611 – NAFS – Jail Match (SB1556)

State Use Only Codes

- 284 – SUO - NAFS
- 298 – SUO-NAFS SB90 / CalWORKs County MOE Related