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The proposals include the following:

Program	Budget Proposal Highlights ¹	Fiscal Impact
<p align="center">CalWORKs</p>	<p>The Governor is proposing to restructure the existing CalWORKs program by creating two separate components to focus on work participation for adults: a) CalWORKs Basic: Would serve as entry point for the welfare-to-work program. Eligibility is 24 months. b) CalWORKs Plus: Adult is eligible if they maintain unsubsidized employment full time.</p> <p>The Child Maintenance Program will replace the child-only component of CalWORKs. Grants will be cut by 27%, or \$70/month.</p>	<p>Counties would be provided a single allocation of \$35.6 million to provide for CalWORKs basic services.</p> <p>Total savings are estimated to save the state \$1.1 billion in the current year.</p>
<p align="center">Child Care</p>	<p>The Governor is proposing to:</p> <ul style="list-style-type: none"> - Provide subsidized care only to those who meet the federal CalWORKs participation requirement. - Shift child care eligibility and payment functions to counties. - Reduce income eligibility ceilings from 70% of state medium income to 200% of the Federal Poverty Level. - Reduce the reimbursement rate ceiling for voucher-based programs from the 85th percentile to the 50th percentile. 	<p>Total savings from child care cuts are estimated to save the state over \$500 million.</p>
<p align="center">In Home Supportive Services (IHSS)</p>	<p>The Governor is proposing to reduce and restructure IHSS.</p> <p>Reduction: The 20% across the board reduction that was to be implemented in January, 2012 but was delayed will be imposed in April, 2012. Also, domestic services for IHSS customers will be eliminated if the person a) lives with other adults that do not receive IHSS or,</p>	<p>Total General Fund savings from IHSS cuts are estimated to exceed \$600 million.</p>

¹"Summary of the Governor's 2012-13 Budget Proposal" Memo. California State Association of Counties. 5 January 2012.

	<p>b) is a child that resides with its parents.</p> <p>Restructure: The budget proposes to integrate IHSS into Managed Care. Over three years, all dual-eligible for both Medi-Cal and Medicare will be required to enroll. An annual open enrollment period will be instituted.</p>	
<p>Child Welfare Services and Foster Care</p>	<p>The Governor is proposing to increase funding in the budget year to reflect the continued implementation of AB 12. Other funding changes reflect the realignment of the program to the counties.</p>	<p>Increase in AB 12 funding is projected to be \$400,000 GF.</p>