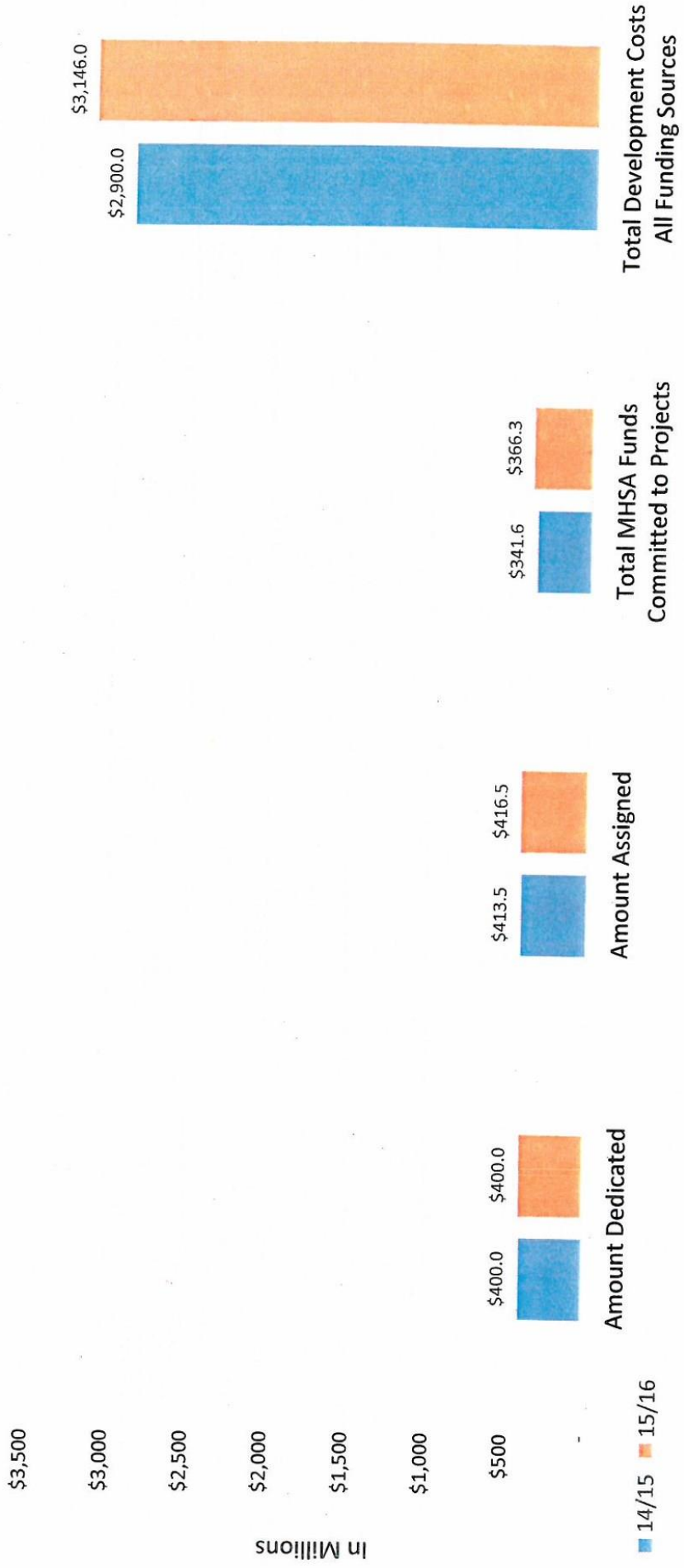


# MHSA Housing Program

FY 15/16

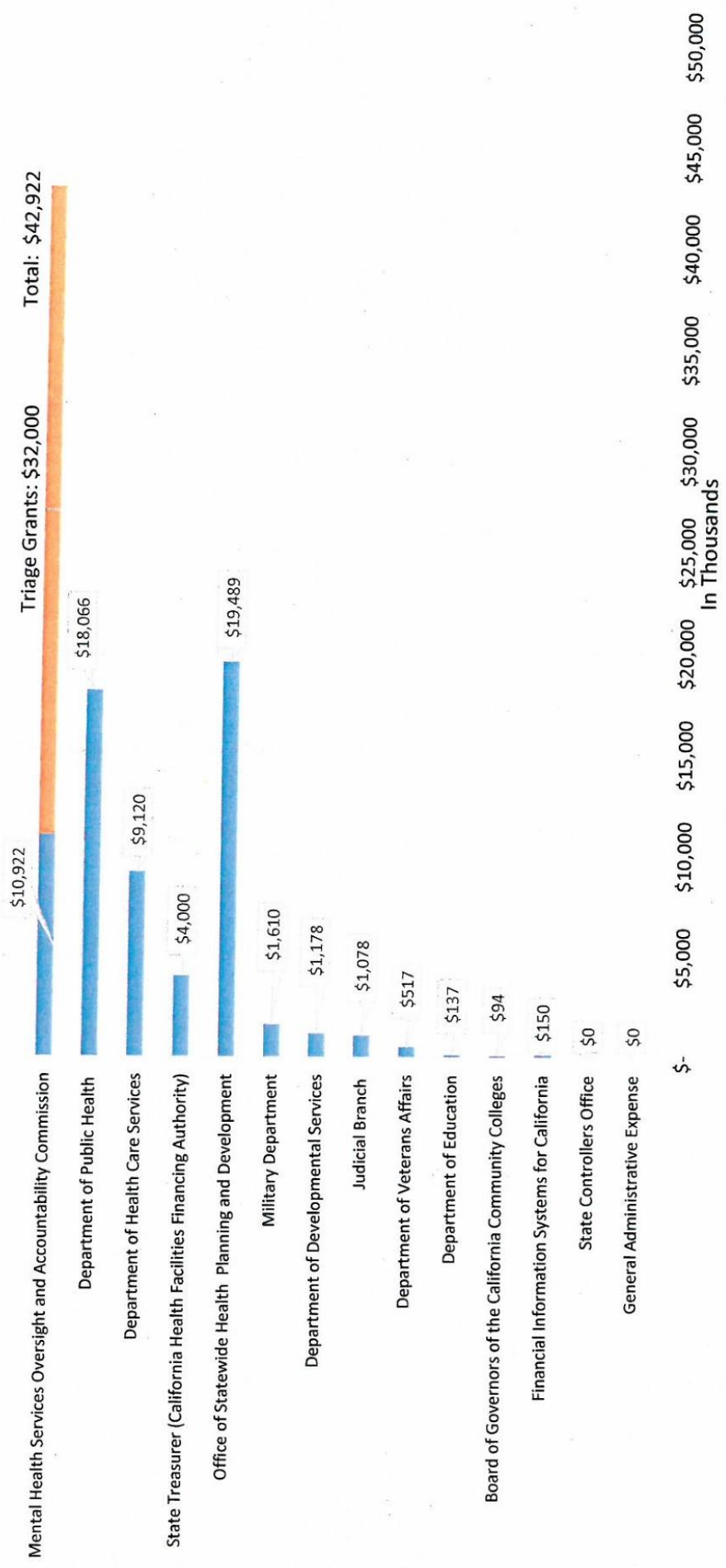
Executive Order S-07-06, signed by Governor Schwarzenegger on May 12, 2006, mandated the establishment of the MHSA Housing Program, with the stated goal of creating 10,000 additional units of permanent supportive housing for persons with serious mental illness who are homeless or at risk of homelessness. In May 2007, \$400M of MHSA funds was made available under the MHSA Housing Program. This program makes permanent financing and capitalized operating subsidies available for the purpose of developing permanent supportive housing, including both rental housing and shared housing, to serve persons with serious mental illness who are homeless or at risk of homelessness. This was a one-time allocation of MHSA funds. Continued funding of the program will be a local decision as a county determines whether to assign additional MHSA funding beyond the original \$400 million.



# MHSA Administration Funds by Department (In Thousands)

FY 2016/17

This graph identifies the the state entities that receive MHSA Administrative Funds. These funds are utilized for administration, services, research, etc. A portion of these funds were reappropriated from prior year administrative funds and are attributed to the 5% administrative cap for a different fiscal year in which they are expended.



**Amount Budgeted for Fiscal Year 2016/17 \$ 98,361 Projected**

# Appendix 1: Mental Health Funding Levels at the Local Level (In Millions)

FY 04/05 - 16/17

	04/05	05/06	06/07	07/08	08/09	09/10	10/11	11/12	12/13	13/14	14/15	15/16	16/17
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Estimate	Projected	Projected	Projected
State General Fund	\$ 621.6	\$ 653.5	\$ 721.8	\$ 738.5	\$ 701.0	\$ 518.0	\$ 619.4	\$ 0.1	\$ -	\$ 142.5	\$ -	\$ -	\$ -
Realignment I	\$ 1,189.9	\$ 1,217.1	\$ 1,230.9	\$ 1,211.5	\$ 1,072.4	\$ 1,023.0	\$ 1,023.0	\$ 1,097.6	\$ 1,124.0	\$ 1,185.0	\$ 1,134.0	\$ 1,132.6	\$ 1,133.4
Realignment II*	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,131.0	\$ 1,129.0	\$ 1,163.3	\$ 1,283.1	\$ 1,411.1
Mental Health Block Grant (SAMHSA)	\$ 53.5	\$ 54.4	\$ 54.7	\$ 55.1	\$ 53.7	\$ 54.0	\$ 53.7	\$ 53.1	\$ 57.4	\$ 57.4	\$ 57.4	\$ 57.4	\$ 57.4
FFP	\$ 955.5	\$ 1,019.9	\$ 1,076.8	\$ 1,266.4	\$ 1,404.6	\$ 1,619.2	\$ 1,799.9	\$ 1,562.5	\$ 1,465.0	\$ 1,624.0	\$ 1,743.0	\$ 2,277.6	\$ 2,252.9
MHSA	\$ 12.7	\$ 316.9	\$ 426.3	\$ 1,488.2	\$ 1,117.0	\$ 1,347.0	\$ 1,165.1	\$ 1,029.9	\$ 1,589.0	\$ 1,235.0	\$ 1,730.0	\$ 1,340.0	\$ 1,340.0
EPSDT & Managed Care**	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 861.2	\$ -	\$ -	\$ -	\$ -	\$ -
Other	\$ 276.2	\$ 295.4	\$ 306.8	\$ 313.3	\$ 233.9	\$ 187.6	\$ 139.4	\$ 139.4	\$ 150.0	\$ 150.0	\$ 150.0	\$ 150.0	\$ 150.0
<b>TOTAL</b>	<b>\$ 3,109.4</b>	<b>\$ 3,557.2</b>	<b>\$ 3,817.3</b>	<b>\$ 5,073.0</b>	<b>\$ 4,582.6</b>	<b>\$ 4,748.8</b>	<b>\$ 4,800.5</b>	<b>\$ 4,743.8</b>	<b>\$ 5,516.4</b>	<b>\$ 5,522.9</b>	<b>\$ 5,977.7</b>	<b>\$ 6,240.7</b>	<b>\$ 6,344.8</b>

**State General Fund (SGF):** The SGF is funded through personal income tax, sales and use tax, corporation tax, and other revenue and transfers. Prior to the Governor's FY 2011/12 Budget Proposal, the primary obligations of the SGF provided counties with mental health dollars to fund specialty mental health benefits of entitlement programs including Medi-Cal Managed Care, Early and Periodic Screening Diagnosis Treatment (EPSDT) and Mental Health Services to Special Education Pupils (AB 3632). State General Fund for mental Health was replaced by Realignment I and Realignment II.

State General Fund in 2013/14 was for the California Health Facilities Financing Authority Senate Bill (SB) 82 Grants.

**Realignment 1991:** In the 1991/92 fiscal year, State-Local Program Realignment restructured the state-county partnership by giving counties increased responsibilities and funding for a number of health, mental health, and social services programs. This realignment provides counties with dedicated tax revenues from the state sales tax and vehicle license fee to pay for these programs.

**Realignment 2011:** Realignment is the shift of funding and responsibility from the State to the counties to provide mental health services, social services and public health. There are two sources of revenue that fund realignment: 1.0625 cents of State sales taxes and a portion of State vehicle license fees. The primary mental health obligation of realignment is to provide services to individuals who are a danger to self/others or unable to provide for immediate needs. It is also a primary funding source for community-based mental health services, substance abuse services, State hospital services for civil commitments and Institutions for Mental Disease (IMDs) which provide long-term care services. Realignment II is for behavioral health services more broadly. The numbers displayed exclude the fixed set-aside for Women and Children's Residential Treatment.

**Mental Health Block Grant (SAMHSA):** Mandated by Congress, SAMHSA's block grants are noncompetitive grants that provide funding for substance abuse and mental health services.

**Federal Financial Participation (FFP):** FFP is the federal reimbursement counties receive for providing specialty mental health treatment to Medi-Cal and Healthy Families Program beneficiaries. The amount of federal reimbursement received by counties is based on a percentage established for California and which is called the Federal Medical Assistance Percentage (FMAP) and gives counties the funding responsibility for EPSDT and Mental Health Managed Care.

**Proposition 63 Funds (MHSA):** The MHSA is funded by a 1% tax on personal income in excess of \$1 million. The primary obligations of the MHSA is for counties to expand recovery based mental health services, to provide prevention and early intervention services, innovative programs, to educate, train and retain mental health professionals, etc.

\*\* One time redirected MHSA funding for EPSDT and Mental Health Managed Care.

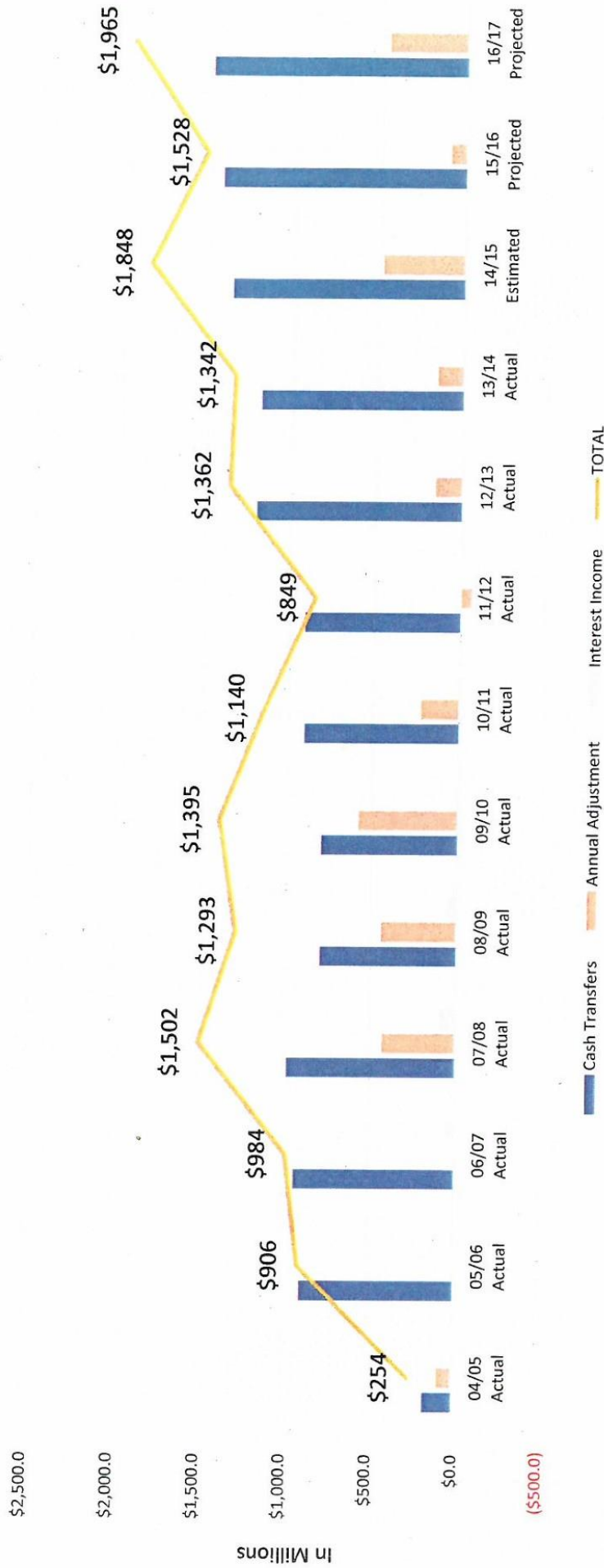
**Other:** Other revenue comes from a variety of sources--county funds are from local property taxes, patient fees and insurance, grants, etc. The primary obligation of the county funds is the maintenance of effort (the amount of services required to be provided by counties in order to receive Realignment funds).

**Source:** FY 2015/16 Governor's Budget, DOF, DMH (DHCS after June 30, 2012) MHSA Summary Comparison (MHSOAC Fiscal Consultant Projections), and California Department of Health Care Services May 2015 - Updated Semi-Annually

## Appendix 2: Total MHSA Revenue

FY 04/05 - 15/16

This graph and chart displays in more detail the information found on the graph on page two, Total MHSA Revenue. The dollars identified below may not tie to Annual Adjustment figures published by DOF because DOF uses an accrual method to determine dollars and DMH (DHCS after June 30, 2012) and the MHSOAC base their figures on cash received.



	04/05	05/06	06/07	07/08	08/09	09/10	10/11	11/12	12/13	13/14	14/15	15/16	16/17
Cash Transfers	\$169.5	\$894.6	\$935.1	\$983.9	\$797.0	\$799.0	\$905.0	\$910.0	\$1,204.0	\$1,187.0	\$1,367.0	\$1,432.7	\$1,500.6
Annual Adjustment	\$83.6	\$0.0	\$0.0	\$423.7	\$438.0	\$581.0	\$225.0	(\$64.0)	\$157.0	\$154.0	\$480.0	\$94.0	\$464.0
Interest Income	\$0.7	\$11.2	\$49.2	\$94.4	\$57.6	\$14.9	\$9.7	\$2.7	\$0.7	\$0.5	\$0.8	\$0.8	\$0.8
<b>TOTAL</b>	<b>\$253.8</b>	<b>\$905.8</b>	<b>\$984.3</b>	<b>\$1,502.0</b>	<b>\$1,292.6</b>	<b>\$1,394.9</b>	<b>\$1,139.7</b>	<b>\$848.7</b>	<b>\$1,361.7</b>	<b>\$1,341.5</b>	<b>\$1,847.8</b>	<b>\$1,527.5</b>	<b>\$1,965.4</b>



Mental Health Services  
Oversight & Accountability Commission

**Motion:**

The MHSOAC accepts the May 2016 Financial Report.