



AGENDA ITEM 8

Action

State and Commission Budget Update

Item Goals

- At its August 21, 2025, meeting, the Budget and Fiscal Advisory Committee reviewed and recommended adoption of the proposed FY2025-26 budget of \$48,732,055 and associated contracts. The Commission will now consider adoption of these items.

Behavioral Health Landscape

- The Commission's FY 2025-26 budget includes Mental Health Wellness Act funds that were preserved by the Legislature.
- Three percent of the Behavioral Health Services Act (BHSA) is set aside for state administration. Called the "state cap" or "admin cap," this funding source also funds the Commission's budget (outside of specific grant funding like the Behavioral Health Student Services Act and Mental Health Wellness Act).
- California directed all departments to reduce their budgets by 7.95%.

Relevant Commission Work

- The Commission's budget is organized into three main categories: operations, budget directed, and local assistance. Local assistance remains the biggest category.
- The Commission's budget includes multiple associated contracts, listed in an enclosure.

Proposed Motion

That the Commission adopt the FY25-26 Commission budget and its associated contracts as recommended by the Program Advisory Committee and Budget and Fiscal Advisory Committee.