



# AGENDA ITEM 15

Information

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## Update on the Governor's Proposed Fiscal Year 2026-27 State Budget

### Item Goals

- Governor Newsom released his proposed budget for Fiscal Year 2026-2027 on January 9, 2026. The Commission will hear an update on behavioral health funding in this proposal.

### Behavioral Health Landscape

- The proposed budget continues implementation of prior behavioral health investments rather than introducing new major spending initiatives.
- Behavioral Health Services Fund revenue projections:
  - \$3.9 billion (2024-25)
  - \$4.6 billion (2025-26)
  - \$4.7 billion (2026-27) - an upward revision of \$2.2B compared to the 2025 Budget Act.

### Relevant Commission Work

- The Commission will review its own budget for Fiscal Year 2026-27 in May 2026.