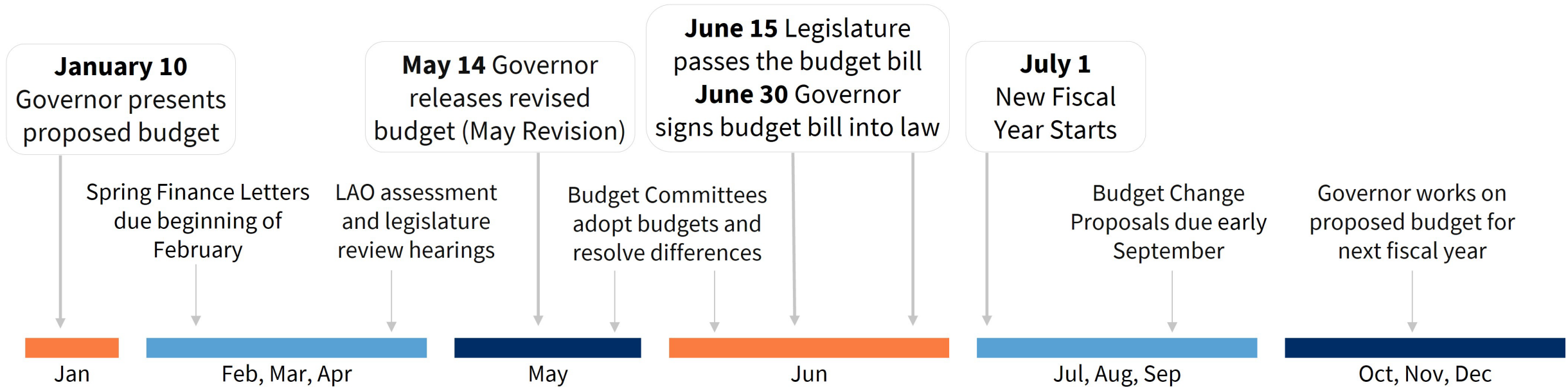




# Commission's Mid-Year Budget Update for Fiscal Year 2025-26

**Lauren Quintero**, *Acting Deputy Director for Administration and Performance Management*

# California's budget process timeline



## Key dates in the budget process:

- January 10** - Governor's Proposed Budget for the next fiscal year is released
- May 14** - Governor releases the May Revision of the proposed budget
- June 15** - Legislature must pass a balanced budget
- June 30** - Governor signs the Enacted Budget
- July 1** - New fiscal year starts

# Fiscal year 2025-26 budget update

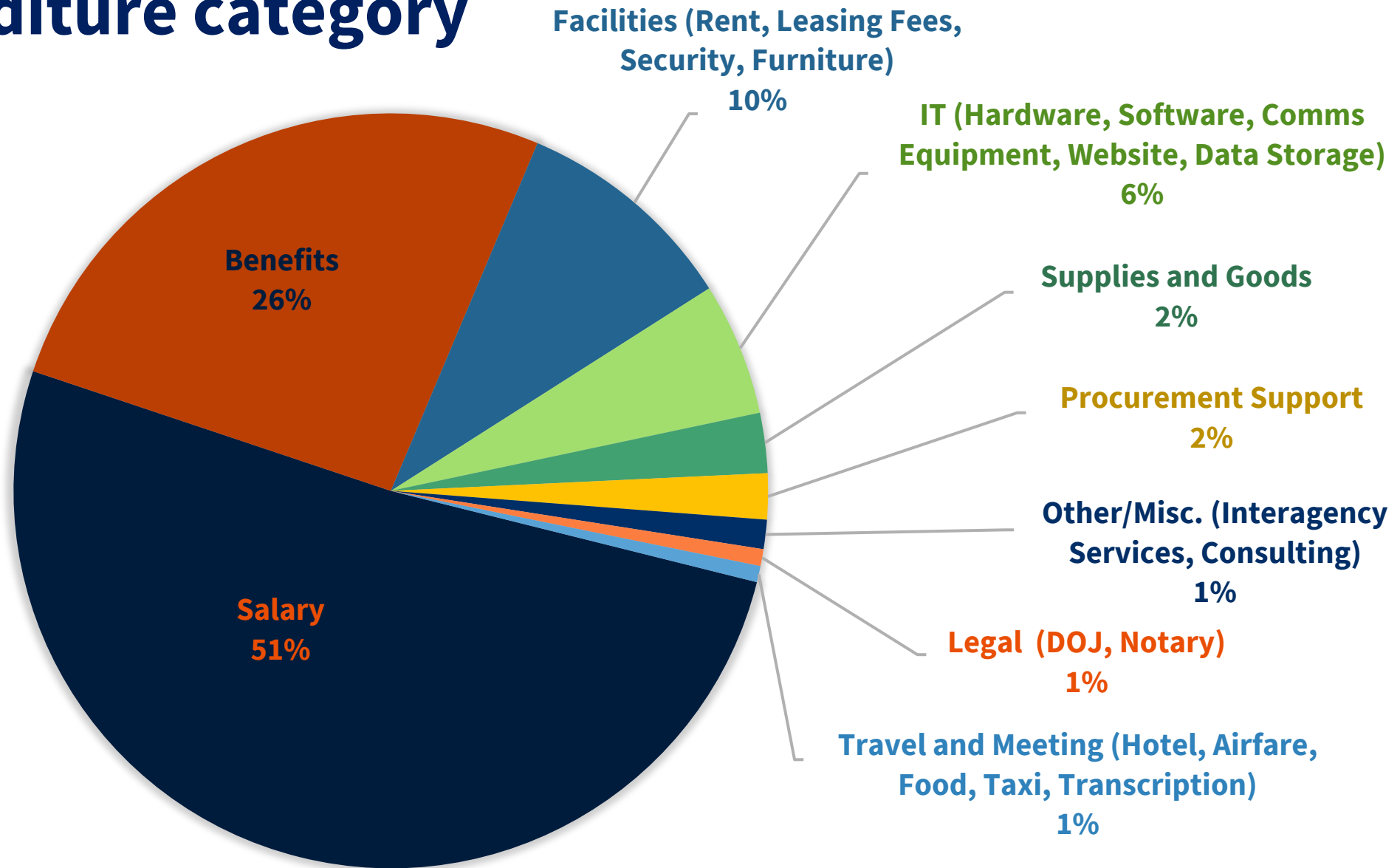
BHSOAC Budget FY 2025-26	Budget 2025-26	Mid-Year Adjustment 2025-26
<b>Operations</b>		
<b>Personnel</b>	<b>\$ 9,507,000</b>	<b>\$ 9,735,000</b>
Salaries and Wages	\$ 6,252,000	\$ 6,252,000
Staff Benefits	\$ 3,640,000	\$ 3,640,000
Salary Adjustments	\$ -	\$ 36,000
Allocation for Other Post-Employment Benefits	\$ -	\$ (148,000)
Benefit Adjustments	\$ -	\$ 39,000
Retirement Rate Adjustments	\$ -	\$ 301,000
Section 4.12 Vacancy Savings and Position Elimination Adjustment	\$ (385,000)	\$ (385,000)
<b>Operations</b>	<b>\$ 2,927,000</b>	<b>\$ 2,927,000</b>
Administration & Performance Management	\$ 2,454,845	\$ 1,761,542
Legislative and External Affairs	\$ 308,400	\$ 221,301
Research, Evaluation & Programs	\$ 1,160,500	\$ 832,749
Legal	\$ 155,255	\$ 111,408
Section 4.05 Government Efficiencies Reductions	\$ (1,152,000)	\$ -
<b>Budget Directed</b>	<b>\$ 500,000</b>	<b>\$ 500,000</b>
FSP Evaluations	\$ 400,000	\$ 400,000
Proposition 1 Implementation	\$ 100,000	\$ 100,000
<b>Total Operations</b>	<b>\$ 12,934,000</b>	<b>\$ 13,162,000</b>

# State Operations fund overview

BHSOAC Budget FY 2025-26	Mid-Year Budget 2025-26	YTD Expenses	Remaining Encumbrance	Designated	Estimated Total	Variance
<b>Operations</b>						
<b>Personnel (Salaries and Benefits)</b>	\$ 9,735,000	\$ 4,560,227	\$ -	\$ 4,155,000	\$ 8,715,227	\$ 1,019,773 <sup>1</sup>
<b>Operations</b>	\$ 2,927,000	\$ 1,326,503	\$ 756,151	\$ 1,408,157	\$ 3,490,811	\$ (563,811) <sup>1</sup>
Administration & Performance Management	\$ 1,761,542	\$ 1,114,565	\$ 552,146	\$ 619,080	\$ 2,285,791	\$ (524,249)
Legislative and External Affairs	\$ 221,301	\$ 34,021	\$ 18,210	\$ 87,500	\$ 139,731	\$ 81,570
Research, Evaluation, & Programs	\$ 832,749	\$ 135,591	\$ 183,200	\$ 572,527	\$ 891,318	\$ (58,569)
Legal	\$ 111,408	\$ 42,326	\$ 2,595	\$ 129,050	\$ 173,971	\$ (62,563)
<b>Budget Directed</b>	\$ 500,000	\$ -	\$ 95,000	\$ 400,000	\$ 495,000	\$ 5,000
FSP Evaluations	\$ 400,000	\$ -	\$ -	\$ 400,000	\$ 400,000	\$ -
Proposition 1 Implementation	\$ 100,000	\$ -	\$ 95,000	\$ -	\$ 95,000	\$ 5,000
<b>Total Operations FY 2025-26</b>	<b>\$13,162,000</b>	<b>\$5,886,730</b>	<b>\$ 851,151</b>	<b>\$5,963,157</b>	<b>\$12,701,038</b>	<b>\$ 460,962</b>

1. The negative variance in Operations reflects a strategic reallocation of salary savings. Personnel expenditures are closely monitored and salary savings from vacant positions are used for timely contracts, such as the recent strategic planning update or language translation agreements for the Community Planning Process toolkit.

# Expenditure category



# Local Assistance fund overview

BHSOAC Budget FY 2025-26	Budget	YTD Expenses	Remaining Encumbrance	Designated	Estimated Total	Variance
<b>Local Assistance</b>						
Mental Health Wellness Act (MHWA)	\$ 20,000,000	\$ -	\$ 4,581,223	\$ 15,418,777 <sup>1</sup>	\$ 20,000,000	\$ -
Behavioral Health Student Services Act (BHSSA)	\$ 7,606,000	\$ 248,747	\$ 7,357,253	\$ -	\$ 7,606,000	\$ -
Community Advocacy	\$ 6,700,000	\$ 25,000	\$ 6,005,000	\$ 670,000 <sup>2</sup>	\$ 6,700,000	\$ -
<b>Total Local Assistance FY 2025-26</b>	<b>\$ 34,306,000</b>	<b>\$ 273,747</b>	<b>\$ 17,943,476</b>	<b>\$ 16,088,777</b>	<b>\$ 34,306,000</b>	<b>\$ -</b>

1. This includes the 0–5/Maternal Behavioral Health Technical Assistance contract awarded to the Public Health Institute, the Full Service Partnership Performance Management Technical Assistance contract awarded to Third Sector Capital Partners, and the upcoming Peer Respite competitive procurement, which is expected to be released in spring of 2026.
2. This includes the amount to be awarded through the Transition Age Youth Advocacy competitive procurement, with the awardee currently anticipated to be announced at the March 2026 Commission Meeting.

# Other active funds overview

FY	Prior Years' Active Funds	Budget	YTD Expenses	Remaining Encumbrance	Designated	Estimated Total	Variance
2024-25	MHWA FY 2024	\$ 20,000,000	\$ -	\$ 13,816,500	\$ 6,183,500 <sup>1</sup>	\$ 20,000,000	\$ -
2021-22	BHSSA	\$ 180,000,000	\$ 126,385,584	\$ 53,614,416	\$ -	\$ 180,000,000	\$ -
2021-22	BHSSA Admin	\$ 25,000,000	\$ 6,780,160	\$ 6,451,808	\$ 11,768,032 <sup>2</sup>	\$ 25,000,000	\$ -
2022-23	BHSSA Evaluation	\$ 16,646,000	\$ 1,711,232	\$ 3,990,000	\$ 10,944,768 <sup>3</sup>	\$ 16,646,000	\$ -
2021-22	Older Adults Reappropriation	\$ 995,301	\$ -	\$ 459,966	\$ 273,897	\$ 733,863	\$ 261,438 <sup>4</sup>
2019-20	allcove®	\$ 14,589,000	\$ 12,358,550	\$ 2,230,450 <sup>5</sup>	\$ -	\$ 14,589,000	\$ -
<b>Total Prior Years' Active Funds</b>		<b>\$ 257,230,301</b>	<b>\$147,235,526</b>	<b>\$ 80,563,140</b>	<b>\$ 29,170,197</b>	<b>\$ 256,968,863</b>	<b>\$ 261,438</b>

1. This includes the 0–5/Maternal Behavioral Health Technical Assistance contract awarded to the Public Health Institute and the Full Service Partnership Performance Management Technical Assistance contract awarded to Third Sector Capital Partners.
2. This includes funds set aside to support limited-term positions through June 30, 2028, as well as grant management software, technical assistance for suicide prevention training, and Substance Use Disorder integration pilots, as approved at the January 22, 2026, Commission Meeting.
3. This includes funds allocated for limited-term positions through June 30, 2028, and for school behavioral health performance management systems, which will be awarded via competitive procurement (expected in April 2026), as approved at the January 22, 2026, Commission Meeting.
4. The Older Adults MHWA project will sunset on June 30, 2026, and funds have already been added to grantees who requested additional dollars. Timing constraints for approvals and redistribution of funds preclude any further use of these funds.
5. Current reversion date for allcove® funds is 6/30/2026. A request for extension of the liquidation date to 6/30/2027 has been submitted for the FY 2026-27 budget act to allow grantees additional time to complete site development and staffing.

**Thank you.**



**Questions?**

**Ideas?**

**Feedback?**

**Please email  
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