



Budget Deliberations

Final Changes to the 2026-27 Recommended Budget

—
July 1, 2026 - June 30, 2027

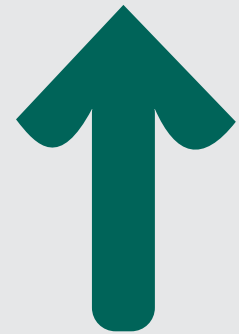
CEO.

Joseph M. Nicchitta
Chief Executive Officer

June 22, 2026



TOTAL BUDGET \$50.3 BILLION



\$1.5B increase from 2026-27 Recommended Budget due primarily to \$1.3B in Special Funds and other restricted funding.
Locally generated revenue projections from the Recommended Budget remain unchanged.



TOTAL BUDGETED POSITIONS 115,683



Net decrease of 202 positions from 2026-27 Recommended Budget due to adjustments in departmental operational needs.

CEO. Sources of Funding for Final Changes

Federal, State and Special District Funding

- **\$895.3 million** in Behavioral Health Services Act funding
- **\$167.6 million** in other State and federal funding
- **\$79.9 million** in Fire District-specific funding

Local Funding

- **\$15 million** in local funding from realigning the retirement benefits budget to better reflect anticipated costs
 - This is NOT a change to retirement benefits
 - This is NOT new locally generated revenue; it is existing funding currently budgeted to pay retirement benefits that we recommend be repurposed for other uses



CEO. Ongoing County Funding



- **\$7.0 million** to operate and maintain Esperanza Hills, Charles White, Earvin “Magic” Johnson, and Wishing Tree Parks
- **\$5.0 million** set aside for the establishment of the new Ethics Commission and Office of Ethics, in compliance with Measure G
- **\$1.7 million** set aside for the Sheriff Department’s Computer-Aided Dispatch System licenses
- **\$300,000** for a Medical Examiner compliance officer to maintain the department’s accreditation, valid through 2030
- **\$200,000** for Military and Veterans Affairs to support targeted suicide prevention and outreach

CEO. One-Time County and Bridge Funding



- **\$9.1 million** for the Youth@Work program
- **\$3.3 million** to continue supporting the Measure G Governance Reform Task Force
- **\$1.1 million** for Preparing for Los Angeles County Employment (PLACE)

Bridge Funding:

- **\$4.2 million** for Represent LA for (6 months)
- **\$2 million** total for the Holistic Defense Program (up to 6 months)
- **\$1.5 million** for Self-Help Legal Access Centers (6 months)
- **\$1.4 million** to further a commercial cannabis program

CEO. Federal, State and Other Funding

- **\$895.3 million** in Behavioral Act Services Revenue for behavioral health programming
- **\$167.6 million** for various Mental Health programs, including:
 - 376 acute, subacute and enriched residential services treatment beds
 - Emergency Psychiatric Assessment Treatment and Healing (EmPATH) units at MLK Jr. Community Hospital and Henry Mayo Memorial Hospital and
 - Intensive, community-based outpatient care
- **\$101.6 million** in one-time funding for Homeless Services and Housing
- **\$34.3 million** in one-time funding transfer for the Treasurer and Tax Collector's new integrated property tax system
- **\$18.7 million** in election services revenue to support various election functions
- **\$5.6 million** from the Los Angeles County Affordable Housing Solutions Agency for Stay Housed LA
- **\$3.7 million** in one-time bridge funding to support the Youth Development Networks program
- **\$2.0 million** in one-time funding transfer for the Business Interruption Fund for financial assistance to small businesses

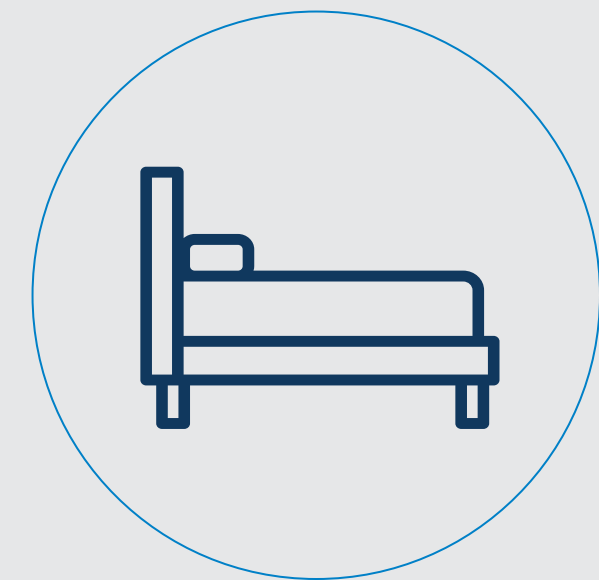
CEO. Preserving Community Investments

The County has invested heavily in alternatives to incarceration, including through the Jail Closure Implementation Team and CFCI:

- **JCIT** manages **\$42 million** through CFCI to expand diversion and community-based treatment options.
- **\$2.1 million** is allocated to the Public Health to expand substance use navigation services at felony arraignment.

The Final Changes Budget recommendations maintains funding for:

- **6,164** interim housing beds
- **32,517** permanent supportive housing slots
- **5,300** budgeted Office of Diversion and Reentry beds
- **\$554.8 million** for Correctional Health Services



CEO. Deferred Requests



\$3 million for the
Business Interruption
Fund



Additional **\$4.2 million** for the
Represent LA program
Additional **\$1.5 million** for Self-
Help Legal Access Centers



\$9.8 million for the
Elder Nutrition
Program

Funding for public health programs to protect public safety, Vision Zero, and encampment cleanup activities remain in consideration for the Supplemental Budget phase.

CEO. Next Steps



Despite the title “Final Changes,” this is the second phase of the 2026-27 budget.

Supplemental Budget, set for September 29, will update to reflect:

- Year-end closing fund balance
- Measure ER funding
- State budget funding



Questions?

Thank you.