

LOS ANGELES COUNTY
**DEPARTMENT OF MENTAL HEALTH
FY 2024-25 ADOPTED BUDGET**

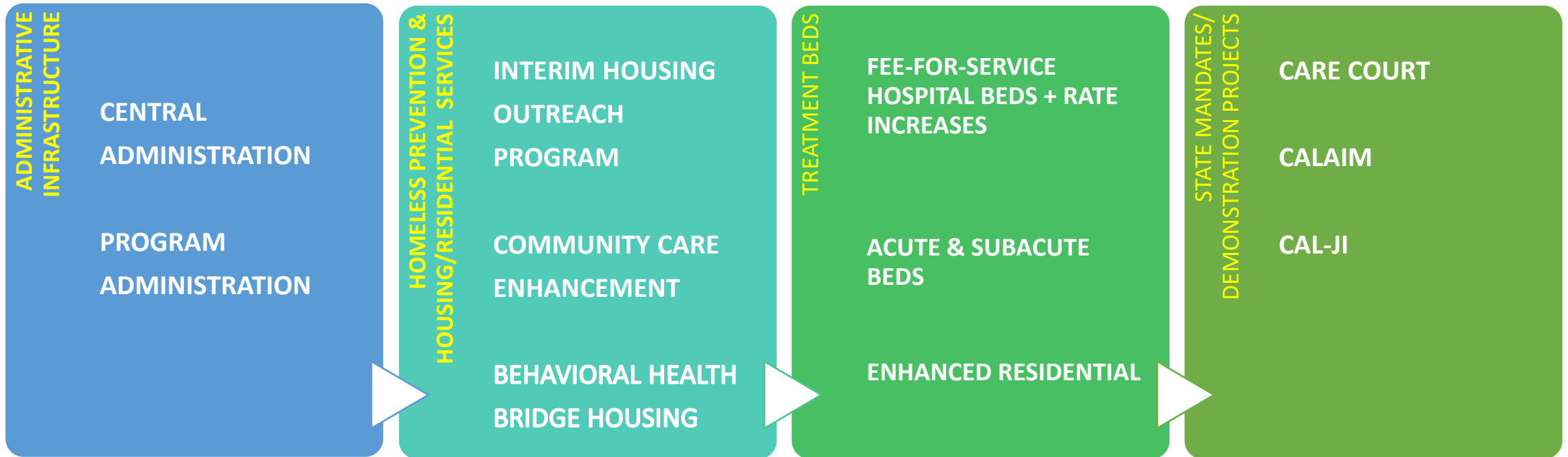
**PRESENTED BY SARA LEE DATO, FINANCE MANAGER
JUNE 27, 2024**



Our mission is to optimize the hope, wellbeing and life trajectory of Los Angeles County's most vulnerable through access to care and resources that promote not only independence and personal recovery, but also connectedness and community reintegration.



▶▶ FY 2024-25 BUDGET PRIORITIES



▶▶ FY 2024-25 ADOPTED BUDGET
PROGRAM SUMMARY - \$4.1 BILLION

\$3,084.3M Outpatient SMH Services (75%)



\$456.3M Inpatient & Treatment Beds (11%)



\$34.6M Public Guardian (1%)



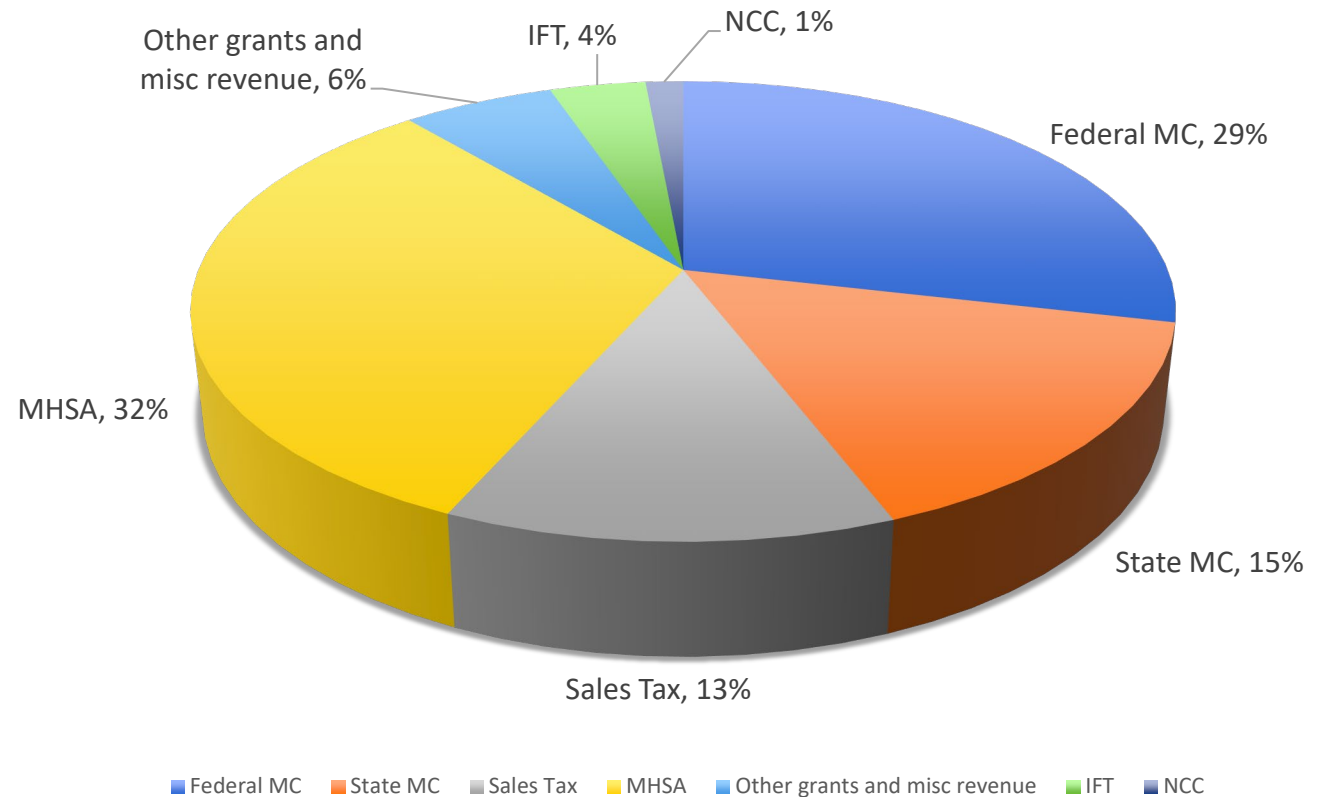
\$519.4M Administration (13%)

FY 2024-25 ADOPTED BUDGET REVENUES & FUNDING

Primary Funding Sources:

- 44% State and Federal Medi-Cal (\$1.81 Billion)**
Mandated mental health services for eligible clients who meet medical necessity criteria for Medi-Cal
- 32% MHSA (\$1.32 Billion)**
Outreach, engagement, prevention, outpatient services, housing, capital, technology, workforce enrichment, and projects to mental health innovations
- 13% Sales Tax Realignment (\$512.8 Million)**
Treatment services in institutional settings, including Probation halls/camps, STRTPs and CTFs for youth and locked mental health treatment beds for adults
- 10% Grants and Other Revenues (\$394.5 Million)**
- 1% NCC**

FY 2024-25 Adopted Budget - Revenue + Funding



▶▶ FY 2024-25 ADOPTED BUDGET – CHANGE FROM PRIOR YEAR

(\$ in millions)	FY 2024-25 Adopted Budget	FY 2023-24 Final Adopted Budget	Variance	Percent Change
Appropriation	\$ 4,094.6	\$ 3,830.7	\$ 263.9	7%
Revenue	3,880.9	3,595.5	285.4	8%
Intrafund Transfers	153.5	158.1	-4.6	-3%
Net County Cost	60.2	77.1	-16.9	-22%
Positions	7,400.0	6,900.0	500.0	7%

▶▶ MHSA 3-YEAR FORECAST



(\$ in millions)	FY 2023-24		FY 2024-25		FY 2025-26	
Carry-Over Funds	\$	1,065.6	\$	997.7	\$	613.7
Prudent Reserve		147.5		147.5		147.5
<i>Fund Balance</i>	\$	1,213.1	\$	1,145.2	\$	761.2
Projected Allocation*	\$	1,021.8	\$	873.4	\$	573.4
Interest		72.2		61.7		40.5
Transfer of Funds		(31.0)		-		-
<i>Total Available Balance</i>		2,276.1		2,080.3		1,375.1
<i>Committed for Budget</i>		(1,130.9)		(1,319.1)		(1,219.1)
<i>Projected Ending Available Balance</i>	\$	1,145.2	\$	761.2	\$	156.0

*Projected allocation based on CBHDA's updated MHSA Fiscal Projection on 3/28/24.

CONSIDERATIONS

Significant Revenue Volatility

Accelerated spend down of existing reserves

Uncertainty of allowable use of funds post June 30, 2026

UPCOMING FISCAL CHALLENGES PROPOSITION 1 – MHSA vs. BHSA

