

▶▶ Behavioral Health Services Act Funding Basics

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LOS ANGELES COUNTY
**DEPARTMENT OF
MENTAL HEALTH**
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Departmental of Mental Health

►► FY 2025-26 Revenue Sources

32% State and Federal Medi-Cal (\$1,406.04M)

Funds specialty mental health services (SMHS) for eligible clients who meet medical necessity criteria for Medi-Cal. Entitlement program.

32% BHSA (\$1,428.56M)

Funds community mental health services in unlocked settings, which includes Full-Service Partnerships, Prevention and Early Intervention, Housing, Innovations, Workforce Education and Training, Capital Facilities and Technological Needs. May be used as a local match for federal Medi-Cal revenue.

18% 2011 Realignment – BH, AB109 (\$789.32M)

Provides the local match for Medi-Cal SMHS, including the Early and Periodic Screening, Diagnosis, and Treatment Program and mental health managed care.

9% 2011 Realignment – MH (\$401.95 Million)

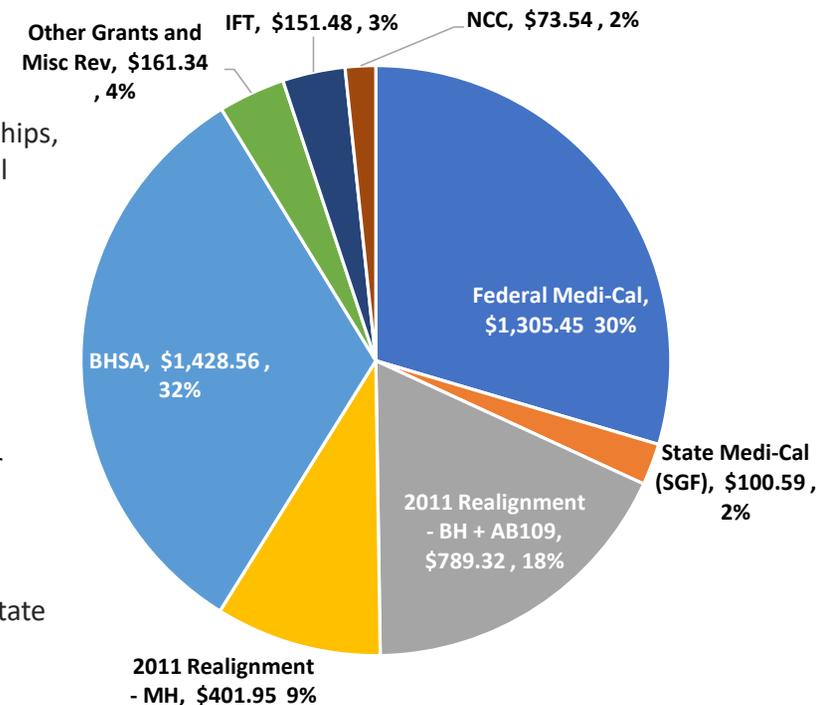
Community MHS, including acute psychiatric inpatient hospital services provided in Institutions for Mental Diseases (IMDs).

7% Grants and Miscellaneous Revenues (\$312.82 M)

BHBH, CCE, Disaster Grants (SERG, RSP), SAMHSA, PATH, MHSSA, patient fees, parking fees, and estate fees, NPLH, and other misc. revenues

2% NCC (\$73.54 Million)

Maintenance of Effort for SMHS and discretionary funds for PG Probate, Jail MHS, emergency shelter, Project 50, and other homeless prevention programs.



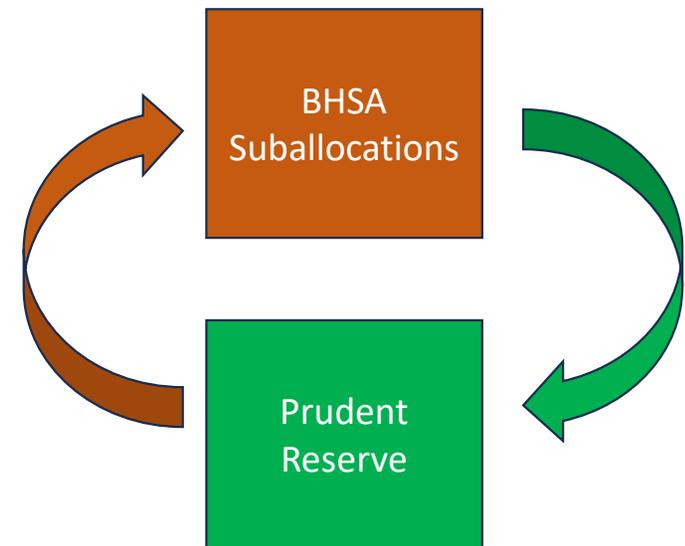
▶▶ BHSA Revenue Allocation Mechanics



- Revenue is distributed annually pursuant to allocation percentages.
- Although revenue is allocated annually, large counties have three years to spend each year's allocation for Behavioral Health Services and Supports, Full Service Partnerships, and Housing Innovations.
- If Workforce Education and Training (WET) and Capital Facilities and Technological Needs (CFTN) funds are allocated out of the Behavioral Health Services and Supports component for these purposes, allocations must be spent within ten years.
- If allocated revenue is not spent within the reversion time period, counties revert the remaining amount.
- Los Angeles County receives about 27 percent of total statewide revenue.

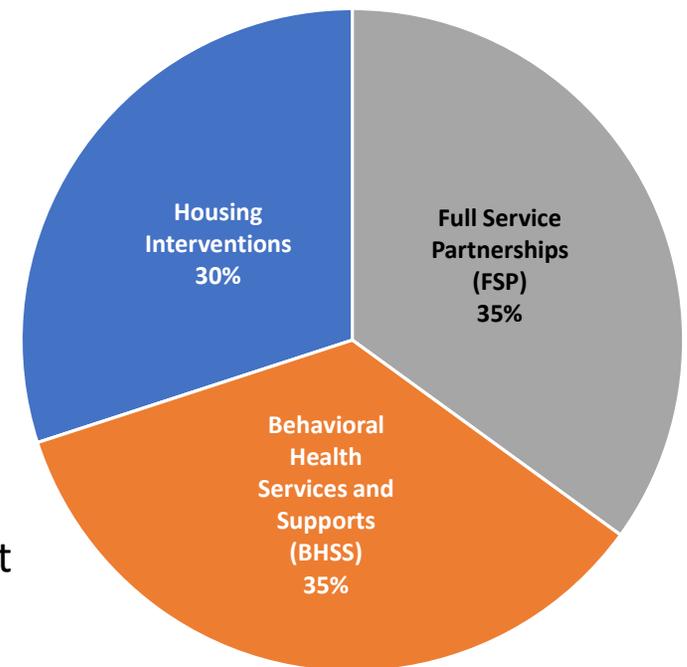
▶▶ Prudent Reserve Mechanics

- Counties may transfer funds to their local Prudent Reserve through the integrated plan or annual update process.
- Funds may be transferred from any component.
- There is no restriction on the amount of funds that can be transferred from one component up to 20 percent of the average of total funds distributed over the last five years.
- This is a five percent reduction compared to the MHSA prudent reserve levels. Excess funds may be allocated to any of the BHSA categories.

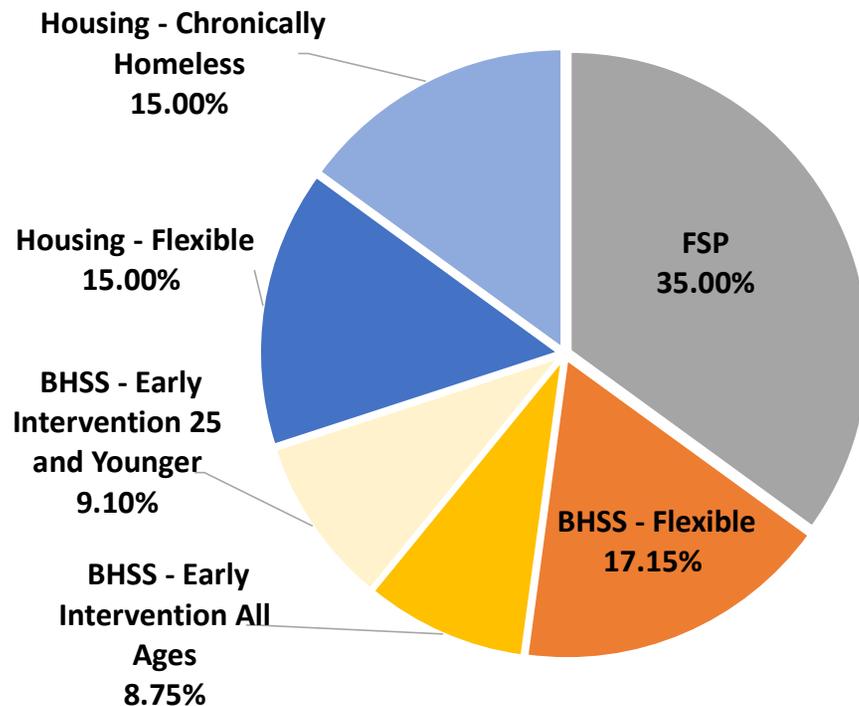


▶▶ BHSA Funding Allocations

- **Housing Interventions: 30 Percent**
 - At least 50 percent must be allocated for persons who are chronically homeless, with a focus on encampments
 - No more than 25 percent may be used for capital development
- **Full Service Partnerships: 35 Percent**
 - No sub requirements
- **Behavioral Health Services and Supports: 35 Percent**
 - At least 51 percent must be allocated to Early Intervention
 - Of the Early Intervention allocation, at least 51 percent must be allocated for individuals 25 years of age or younger

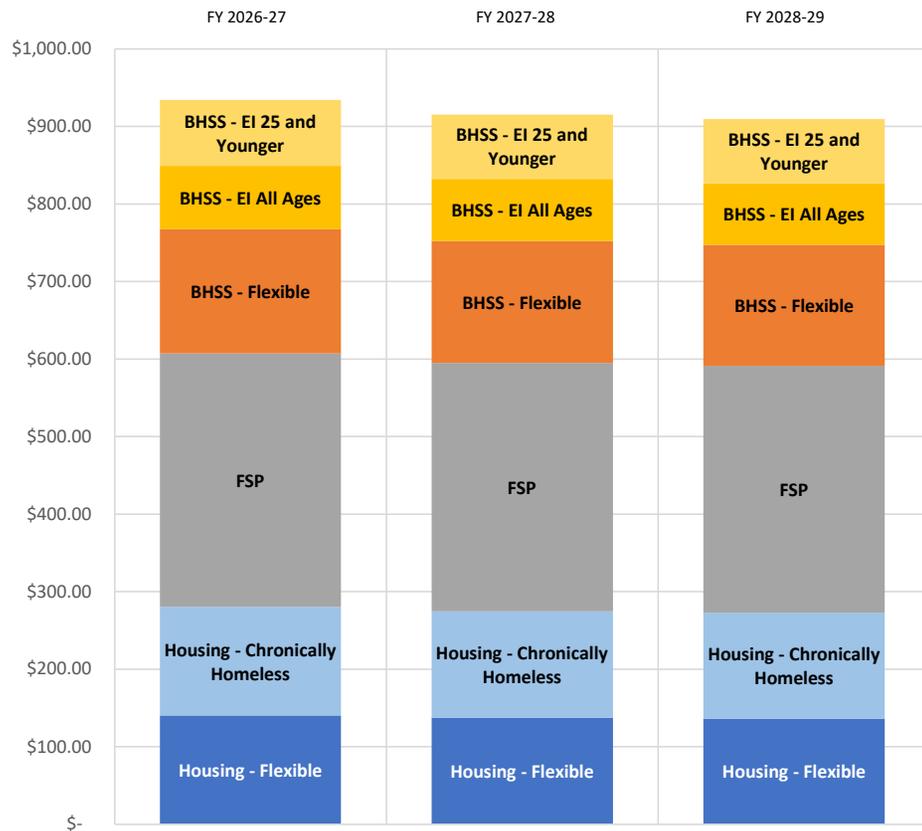


▶▶ BHSA Funding Allocations – Subcategories



- Each subcategory is reflected as a percent of total BHSA revenue
- Once sub requirements are considered, BHSA revenue allocations become more prescriptive
- BHSA eliminates separate funding categories for innovation and prevention programs

▶▶ Estimated BHSA Funding Amounts



- 5-Year revenue average based on actuals through FY 2025-26 is \$862 million
- DMH estimates receiving :
 - \$934.1 million in FY 2026-27
 - \$915.4 million in FY 2027-28
 - \$909.4 million in FY 2028-29
- This estimate is based on statewide revenue estimates approved in the 2025 Budget Act
- Revenue estimates are subject to change

▶▶ Anticipated BHSA Funded Programs

- Housing Interventions:
 - Existing housing programs
 - Ongoing funding to support newly built Behavioral Health Bridge Housing projects
- Full Service Partnerships:
 - Expanded full service partnership programs based on state developed guidance
 - These include High Fidelity Wrap Around, Intensive Case Management, Assertive Community Treatment, and Forensic ACT
- Behavioral Health Services and Supports:
 - Existing early intervention programs and children services
 - General adult outpatient services

Thank You



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