



# YOLO COUNTY BEHAVIORAL HEALTH FY 2021-2022 BUDGET

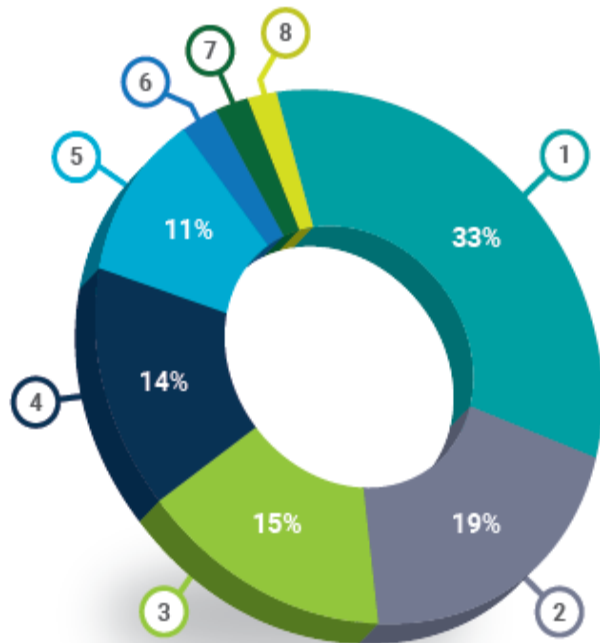
Local Mental Health Board  
March 29, 2021

*Presented by:*  
**Karen Larsen, Director**  
**Yolo County Health & Human Services Agency**

# STATEWIDE FINANCING

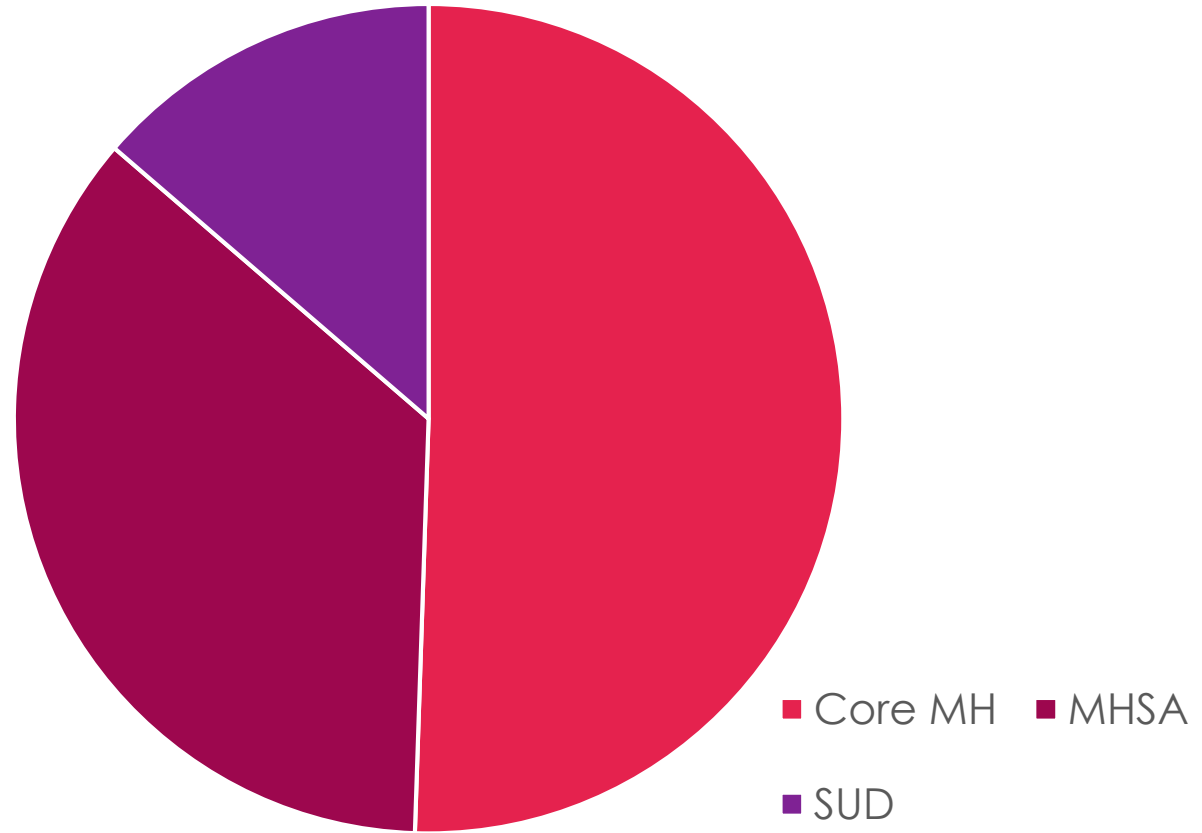
## California County Behavioral Health Funding

California counties receive over \$8 billion in funds for behavioral health.  
The money comes from a variety of sources.



|   |   |                 |
|---|---|-----------------|
| 1 | Federal Mental Health Medicaid Matching Funds | \$3.04 billion  |
| 2 | Mental Health Services Act                    | \$1.77 billion  |
| 3 | 2011 Realignment                              | \$1.39 billion  |
| 4 | 1991 MH Realignment                           | \$1.31 billion  |
| 5 | Federal SUD Medicaid Matching Funds           | \$990 million   |
| 6 | Federal SAPT Block Grant                      | \$225.6 million |
| 7 | Other (MH Block Grant, County MOE, County GF) | \$212.8 million |
| 8 | State General Fund                            | \$162.7 million |

# BEHAVIORAL HEALTH FUNDING STREAMS



# EMERGING ISSUES TO CONSIDER

- COVID-19
- Systemic Racism/Health Equity
- MHSA Reform
- CalAIM

# RESERVE POLICY

- Realignment
- MHSA Impacts

# CALIFORNIA ECONOMY

- Unlike most states, California taxes capital gains — mostly money made from investments and stocks — the same as money made from wages and salaries. The result is 1% of the population accounts for nearly half of the state's income tax collections.
- That 1% had a pretty good year in 2020, financially speaking. The stock market is 16% above its pre-pandemic high in February 2020. A slew of California tech companies, led by Airbnb and DoorDash, debuted on the stock market last year, adding to the state's population of millionaires and billionaires.

# MHSA REVENUE

- MHSA is a 1% tax on all millionaires in California
- Two primary sources of deposits into State MHS Fund
  - 1.76% of all monthly personal income tax (PIT) payments (cash transfers)
  - Annual adjustments based on actual tax returns
- Annual Adjustments are incredibly volatile
  - 2-year lag
  - Known by March 15
  - Deposited on July 1
- Current Year (FY20/21)
  - Anticipate 30-40% increase compared to FY 19/20
- Budget Year (FY21/22)
  - Anticipate 5% increase over FY 20/21

# CORE MENTAL HEALTH BUDGET FY 2021/22

## MH Summary

| REVENUE                         | FY 20/21          | FY 21/22          |  |
|---------------------------------|-------------------|-------------------|--|
| CHARGES FOR SERVICES - MEDI-CAL | 8,380,181         | 7,198,124         | Federal & State Medi-Cal reimbursement for services  |
| 1991 REALIGNMENT                | 6,687,035         | 6,280,444         | 1991 Realignment is comprised of Sales Tax and VLF fees  |
| 2011 REALIGNMENT                | 3,916,698         | 3,605,383         | 2011 Realignment is comprised of Sales Tax and VLF fees  |
| GENERAL FUND / MOE              | 377,364           | 377,364           | Required County contribution for 1991 Realignment  |
| GRANT FUNDING                   | 3,789,481         | 1,399,058         | Ending during FY20/21 are Whole Person Care and Prop 47 grants; MHSSA was moved to MHSA budget |
| IGT, PATIENT FEES, TRANSFERS IN | 930,000           | 2,801,064         | Other - from Social Services, MHSA, SUD, IGT, etc.   |
| <b>REVENUE TOTAL</b>            | <b>24,080,759</b> | <b>21,661,437</b> |  |
|                                 |                   |                   |  |
| EXPENDITURE                     | FY 20/21          | FY 21/22          |  |
| SALARY & BENEFITS               | 8,646,465         | 5,580,798         | Continued refinement of payroll costs with MHSA  |
| OPERATING & ADMIN               | 14,557,969        | 15,787,364        | Hospital & Other Contracts, Rents, Communications, Utilities, Administrative costs             |
| EQUIPMENT                       | 142,200           | 0                 |  |
| COUNTY ADMINISTRATION (A-87)    | 734,125           | 293,275           | Countywide cost allocation spread between MH, MHSA & SUD.                                      |
| <b>EXPENDITURE TOTAL</b>        | <b>24,080,759</b> | <b>21,661,437</b> |  |



# MHSA COMBINED BUDGET FY 2021/22

## MHSA Summary

| REVENUE                         |                   |                   |   |
|---------------------------------|-------------------|-------------------|---|
|                                 | FY 20/21          | FY 21/22          |   |
| STATE MHSA ALLOCATION           | 13,031,274        | 14,019,784        | 1.0 % "Millionaire's Tax"   |
| CHARGES FOR SERVICES (MEDI-CAL) | 3,020,499         | 2,233,897         | Federal & State Medi-Cal reimbursement for services   |
| OTHER REVENUE                   | 159,025           | 1,239,070         | IGT, MHSSA grant and interest   |
| FUND BALANCE                    | 1,098,346         | 2,060,513         |   |
| <b>REVENUE TOTAL</b>            | <b>17,309,144</b> | <b>19,553,264</b> |   |
|                                 |                   |                   |   |
| EXPENDITURE                     |                   |                   |   |
|                                 | FY 20/21          | FY 21/22          |   |
| SALARY & BENEFITS               | 6,955,151         | 6,152,427         | Labor Costs including Benefits  |
| OPERATING & ADMIN               | 9,939,793         | 13,400,837        | Contracts, Rents, Communications, Utilities, Administrative costs; in accordance with 3-year plan |
| EQUIPMENT                       | 14,200            | 0                 |   |
| COUNTY ADMINISTRATION (A87)     | 400,000           | 0                 | Countywide cost allocation spread between MH, MHSA & SUD.   |
| <b>EXPENDITURE TOTAL</b>        | <b>17,309,144</b> | <b>19,553,264</b> |   |

# MHSA CSS BUDGET FY 2021/22

## MHSA COMMUNITY SUPPORT SERVICES

| REVENUE                         | FY 20/21          | FY 21/22          |   |
|---------------------------------|-------------------|-------------------|---|
| CHARGES FOR SERVICES - MEDI-CAL | 2,999,566         | 2,226,783         | Estimated Federal Medi-Cal reimbursement for services     |
| STATE MHSA ALLOCATION           | 9,903,768         | 10,655,036        | Estimated State Allocation for CSS                        |
| OTHER REVENUE                   | 101,162           | 106,550           | Interest  |
| FUND BALANCE                    | 1,098,346         | 1,505,628         |   |
| <b>TOTAL REVENUE</b>            | <b>14,102,842</b> | <b>14,493,997</b> |   |
|                                 |                   |                   |   |
| EXPENDITURE                     | FY 20/21          | FY 21/22          |   |
| SALARY & BENEFITS               | 6,247,707         | 5,313,656         | Labor costs for CSS programs                              |
| OPERATING & ADMIN               | 7,452,135         | 9,180,341         | Based on Approved MHSA 3-Year Plan                        |
| EQUIPMENT                       | 3,000             | 0                 | Share of HHSA equipment                                   |
| COUNTY ADMIN (A-87)             | 400,000           | 0                 | Countywide cost allocation spread between MH, MHSA & SUD. |
| <b>EXPENDITURE TOTAL</b>        | <b>14,102,842</b> | <b>14,493,997</b> |   |

# MHSA PEI BUDGET FY 2021/22

## MHSA PREVENTION & EARLY INTERVENTION (PEI)

| REVENUE                         |                  |                  |   |
|---------------------------------|------------------|------------------|---|
|                                 | FY 20/21         | FY 21/22         |   |
| CHARGES FOR SERVICES - MEDI-CAL | 20,933           | 7,114            | Estimated Federal Medi-Cal reimbursement for services |
| STATE MHSA ALLOCATION           | 2,475,942        | 2,663,759        | Estimated State Allocation for PEI                    |
| OTHER REVENUE                   | 52,363           | 1,125,510        | Interest and MHSSA grant                              |
| FUND BALANCE                    | 0                | 554,885          | Requested Fund Balance Request                        |
| <b>REVENUE TOTAL</b>            | <b>2,549,238</b> | <b>4,351,268</b> |   |
|                                 |                  |                  |   |
| EXPENDITURE                     |                  |                  |   |
|                                 | FY 20/21         | FY 21/22         |   |
| SALARY & BENEFITS               | 707,444          | 640,037          | Based on Approved MHSA 3-Year Plan                    |
| OPERATING & ADMIN               | 1,830,594        | 3,711,231        | Based on Approved MHSA 3-Year Plan                    |
| EQUIPMENT                       | 11,200           | 0                | PC Upgrades, minor equipment                          |
| <b>EXPENDITURE TOTAL</b>        | <b>2,549,238</b> | <b>4,351,268</b> |   |

# MHSA INNOVATION BUDGET FY 2021/22

## MHSA INNOVATION (INN)

| REVENUE                  |                |                |                                    |
|--------------------------|----------------|----------------|------------------------------------|
|                          | FY 20/21       | FY 21/22       |                                    |
| STATE MHSA ALLOCATION    | 651,564        | 700,989        | Estimated State Allocation for INN |
| OTHER REVENUE            | 5,500          | 7,010          | Interest                           |
| <b>REVENUE TOTAL</b>     | <b>657,064</b> | <b>707,999</b> |                                    |
|                          |                |                |                                    |
| EXPENDITURE              |                |                |                                    |
|                          | FY 20/21       | FY 21/22       |                                    |
| SALARY & BENEFITS        | 0              | 198,734        | Based on Approved MHSA 3-Year Plan |
| OPERATING & ADMIN        | 657,064        | 509,265        | Based on Approved MHSA 3-Year Plan |
| <b>EXPENDITURE TOTAL</b> | <b>657,064</b> | <b>707,999</b> |                                    |

|  |  |  |  |
|--|--|--|--|
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|  |  |  |  |
|  |  |  |  |

# SUD BUDGET FY 2021/22

## SUBSTANCE USE DISORDERS (SUD)

| REVENUE                               | FY 20/21         | FY 21/22         |   |
|---------------------------------------|------------------|------------------|---|
| CHARGES FOR SERVICES - MEDI-CAL       | 2,106,785        | 1,500,000        | Federal & State Medi-Cal reimbursement for services       |
| SABG BLOCK GRANT (FEDERAL)            | 1,095,111        | 1,119,893        | Substance Abuse Block Grant (SABG)                        |
| STATE GENERAL FUND FOR DMC-ODS WAIVER | 842,886          | 165,000          |   |
| 2011 REALIGNMENT                      | 1,000,000        | 1,000,000        | 2011 Realignment is comprised of Sales Tax and VLF fees   |
| GENERAL FUND                          | 24,800           | 24,800           | County General Fund Contribution                          |
| GRANT FUNDING                         | 28,944           | 28,944           | SAMHSA Dual Diagnosis and Adolescent Youth Treatment      |
| IGT, FEES, TRANSFERS IN               | 1,403,225        | 1,146,942        | Other revenue in lieu of County General Fund              |
| FUND BALANCE                          | 0                | 136,571          |   |
| <b>REVENUE TOTAL</b>                  | <b>6,501,751</b> | <b>5,122,150</b> |   |
|                                       |                  |                  |   |
| EXPENDITURE                           | FY 20/21         | FY 21/22         |   |
| SALARY & BENEFITS                     | 1,776,107        | 1,256,630        |   |
| OPERATING & ADMIN                     | 4,480,936        | 3,619,726        |   |
| COUNTY ADMINISTRATION (A-87)          | 244,708          | 245,794          | Countywide cost allocation spread between MH, MHSA & SUD. |
| <b>EXPENDITURE TOTAL</b>              | <b>6,501,751</b> | <b>5,122,150</b> |   |

# **QUESTIONS AND COMMENTS?**

**Thank You**

# DEFINITION OF TERMS

- **1991 Realignment**

Mental Health funding based on formulas and a county percentage of statewide sales tax and motor vehicle license fee revenues.

- **2011 Realignment**

Mental Health and Substance Use Disorder funding based on formulas and a county percentage of statewide sales tax revenues.

- **Other Financing Uses**

The expense incurred when moving funds from a “savings” account to a “checking” account to use for operations.

- **Other Financing Sources**

The revenue received from funds moving from the “savings” account (“Fund Balance”) to the “checking” account to use for operations.

- **Intrafund Transfers**

Expense reimbursements where one program area incurred a cost on behalf of another program area.