



WELLNESS • RECOVERY • RESILIENCE

**MENTAL HEALTH SERVICES ACT (MHSA)  
FY 2022 ANNUAL UPDATE COMMUNITY PROGRAM PLANNING PROCESS  
THURSDAY, MARCH 4, 2021  
VIRTUAL MEETING**



COUNTY OF SANTA CLARA  
**Behavioral Health Services**

Supporting Wellness and Recovery

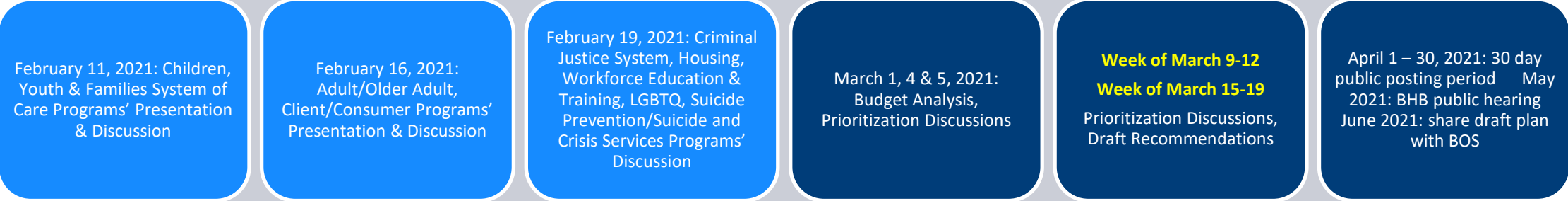


COUNTY OF SANTA CLARA  
**Behavioral Health Services**

**MENTAL HEALTH SERVICES ACT (MHSA)  
FY2022 ANNUAL UPDATE COMMUNITY PROGRAM PLANNING PROCESS  
MARCH 4, 2021**

| <b>TOPIC</b>  | <b>TIME</b>   |
|---|---------------|
| <b>1. Introductions &amp; Welcome by Director (Sherri Terao)</b>        | <b>4:00PM</b> |
| <b>2. Public Comment Period</b>   | <b>4:10PM</b> |
| <b>3. CSS and PEI Financial Analysis (Tina Cordero / Virginia Chen)</b> | <b>4:20PM</b> |
| <b>4. Next Steps &amp; Survey</b>                                       | <b>4:50PM</b> |
| <b>5. Adjourn</b>   | <b>5:00PM</b> |

# FY2022 MHSA ANNUAL PLAN UPDATE PLANNING SESSION TIMELINE



SLC Members and Members of the Public are encouraged to provide their feedback and input during meetings and after meetings through post-meeting surveys.

## CSS AND PEI FINANCIAL ANALYSIS

# MENTAL HEALTH SERVICES ACT

- MHSA revenue is volatile
  - What we know is based on the January 2021 Governor's budget
  - Counties have been given guidance on estimated revenue through FY24
  - We have extended the projection to FY25 to provide a longer-term outlook for planning purposes
  - Will update revenue projection when there's new guidance
- Current spending rate is higher than incoming revenue
- Budgeted expenditures are even higher
  - Includes contract Maximum Financial Obligation (MFO) and approved MHSA-funded County positions
- Recommend keeping a certain level of unspent balance to ensure sustainability for our system



# COMMUNITY SERVICES AND SUPPORTS (CSS)



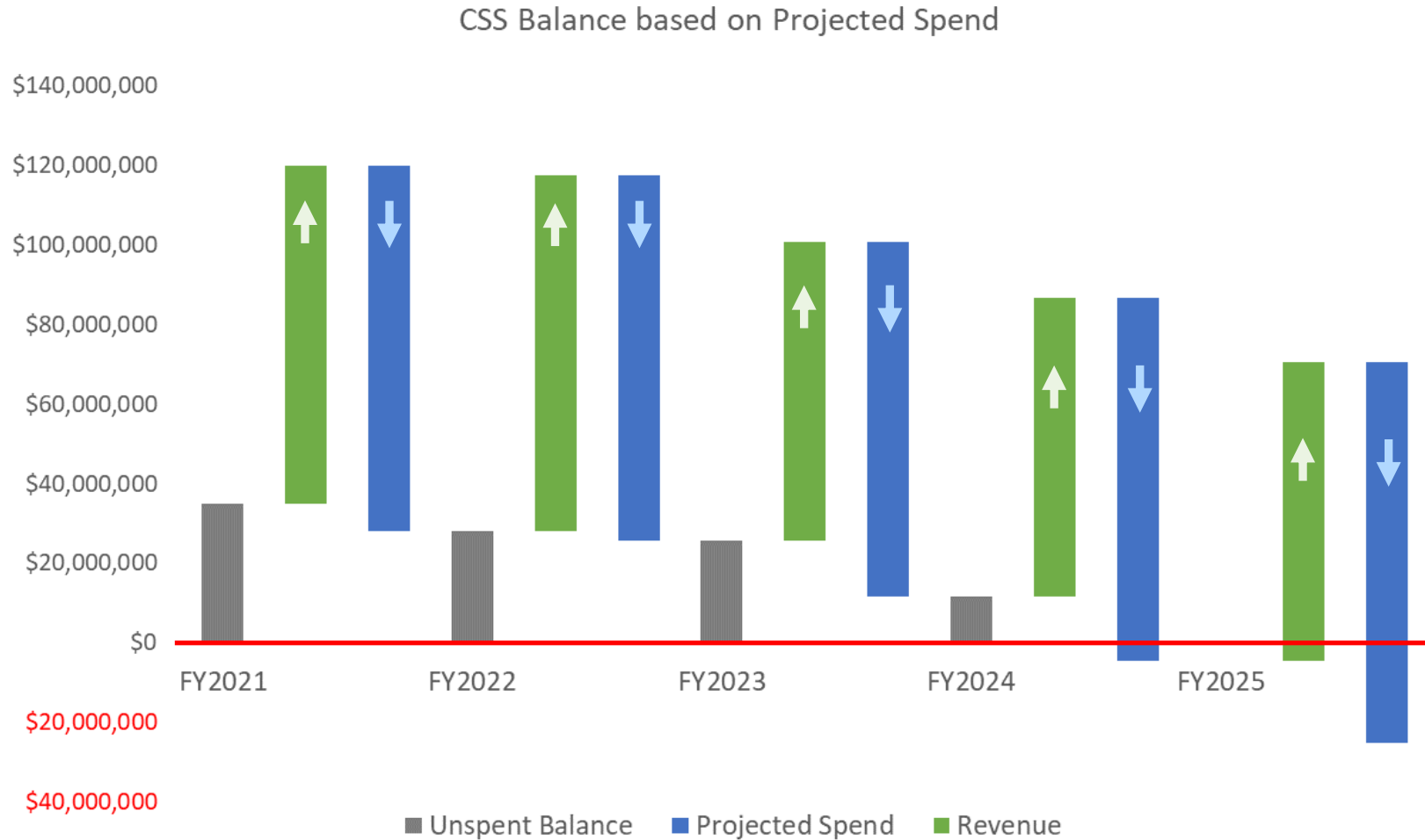
# CSS FINANCIAL PROJECTION BASED ON PROJECTED SPEND

\$ in millions

| Fiscal Year | (A)<br>Beginning<br>Unspent<br>Balance | (B)<br>Revenue<br>from State | (C)<br>Projected<br>Spend | (A)+(B)-(C)<br>CSS Ending<br>Balance |
|-------------|--|------------------------------|---------------------------|--------------------------------------|
| FY 2021     | \$35M                                  | \$85                         | \$92                      | \$28                                 |
| FY 2022     | \$28                                   | \$90                         | \$92                      | \$26                                 |
| FY 2023     | \$26                                   | \$75                         | \$89                      | \$12                                 |
| FY 2024     | \$12                                   | \$75                         | \$91                      | -\$4                                 |
| FY 2025     | -\$4                                   | \$75                         | \$96                      | -\$25                                |
| FY 2026     | -\$25                                  |                              |                           |                                      |

- CSS includes CSS, WET, and CFTN
- Beginning FY 2023, successful and completed INN programs roll into CSS
  - FY 2023: \$1M [+ Faith Based, PERT (6 months)]
  - FY 2024: \$3M [+ Client Consumer, ILF, and above]
  - FY 2025: \$8M [+ allcove, ICAN, and above]

# CSS UNSPENT BALANCE IS DEPLETED BY THE END OF FY2024 WITH PROJECTED SPEND



- CSS includes CSS, WET, CFTN, as well as successful and completed INN programs



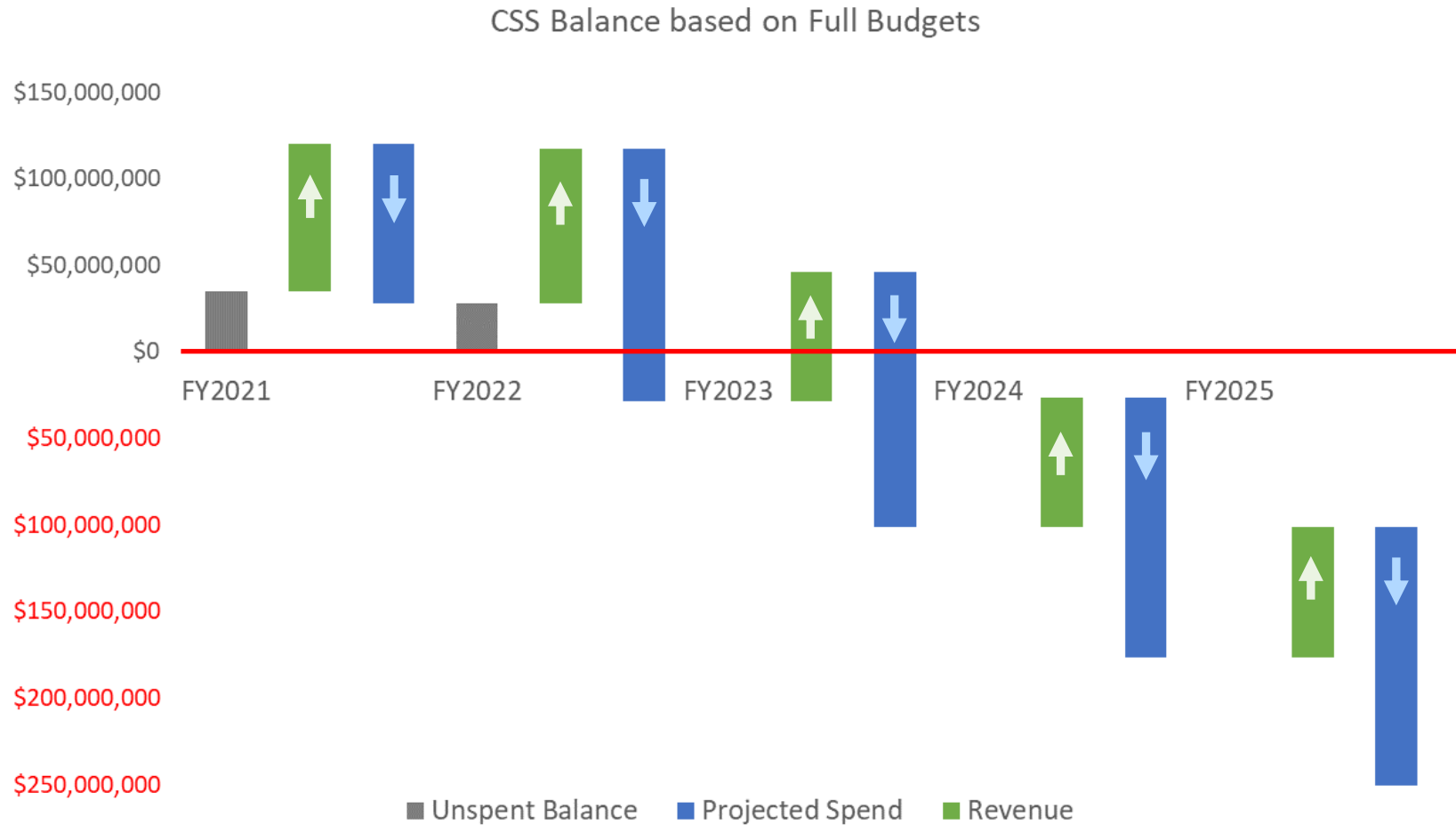
# CSS FINANCIAL PROJECTION BASED ON FULL BUDGETS

\$ in millions

| Fiscal Year | (A)<br>Beginning<br>Unspent<br>Balance | (B)<br>Revenue<br>from State | (C)<br>Full Budget<br>(MFO and<br>approved FTEs) | (A)+(B)-(C)<br>CSS Ending<br>Balance |
|-------------|--|------------------------------|--|--------------------------------------|
| FY 2021     | \$35M                                  | \$85                         | \$92   | \$28                                 |
| FY 2022     | \$28                                   | \$90                         | \$147  | -\$29                                |
| FY 2023     | -\$29                                  | \$75                         | \$147  | -\$101                               |
| FY 2024     | -\$101                                 | \$75                         | \$150  | -\$176                               |
| FY 2025     | -\$176                                 | \$75                         | \$154  | -\$255                               |
| FY 2026     | -\$255                                 |                              |  |                                      |

- CSS includes CSS, WET, and CFTN
- Beginning FY 2023, successful and completed INN programs roll into CSS
  - FY 2023: \$1M [+ Faith Based, PERT (6 months)]
  - FY 2024: \$3M [+ Client Consumer, ILF, and above]
  - FY 2025: \$8M [+ allcove, ICAN, and above]

# CSS UNSPENT BALANCE IS DEPLETED BY THE END OF FY2022 WITH FULL BUDGETS



- CSS includes CSS, WET, CFTN, as well as successful and completed INN programs

# CSS REDUCTION SCENARIOS



**CSS Financial Projections - **SCENARIO A****  
**7% Reduction FY22, 11% Reduction FY23, and 15% Reduction FY24**

Scenario A proposes the lowest expenditure reduction where spending rate is higher than incoming revenue.

\$ in millions

| Fiscal Year    | (A) Beginning Unspent Balance | (B) Revenue from State | (C) Projected Spend | (A) +(B) - (C) CSS ending Balance |
|----------------|-------------------------------|------------------------|---------------------|-----------------------------------|
| <b>FY 2021</b> | <b>\$35M</b>                  | <b>\$85</b>            | <b>\$92</b>         | <b>\$28</b>                       |
| <b>FY 2022</b> | <b>\$28</b>                   | <b>\$90</b>            | <b>\$86</b>         | <b>\$32</b>                       |
| <b>FY 2023</b> | <b>\$32</b>                   | <b>\$75</b>            | <b>\$79</b>         | <b>\$28</b>                       |
| <b>FY 2024</b> | <b>\$28</b>                   | <b>\$75</b>            | <b>\$78</b>         | <b>\$25</b>                       |
| <b>FY 2025</b> | <b>\$25</b>                   | <b>\$75</b>            | <b>\$81</b>         | <b>\$19</b>                       |
| <b>FY 2026</b> | <b>\$19</b>                   |                        |                     |                                   |

- FY22 includes a reduction of 7%
- FY23 includes an incremental reduction of 4% for a cumulative reduction of 11% in FY23
- FY24 includes an incremental reduction of 4% for a cumulative reduction of 15% ongoing

**CSS Financial Projections - SCENARIO B**  
**7% Reduction FY22, 13% Reduction FY23, and 17% Reduction FY24**

Scenario B proposes a higher expenditure reduction where spending rate is closer to incoming revenue.

\$ in millions

| Fiscal Year    | (A) Beginning Unspent Balance | (B) Revenue from State | (C) Projected Spend | (A) +(B) - (C) CSS ending Balance |
|----------------|-------------------------------|------------------------|---------------------|-----------------------------------|
| <b>FY 2021</b> | <b>\$35</b>                   | <b>\$85</b>            | <b>\$92</b>         | <b>\$28</b>                       |
| <b>FY 2022</b> | <b>\$28</b>                   | <b>\$90</b>            | <b>\$86</b>         | <b>\$32</b>                       |
| <b>FY 2023</b> | <b>\$32</b>                   | <b>\$75</b>            | <b>\$78</b>         | <b>\$30</b>                       |
| <b>FY 2024</b> | <b>\$30</b>                   | <b>\$75</b>            | <b>\$76</b>         | <b>\$29</b>                       |
| <b>FY 2025</b> | <b>\$29</b>                   | <b>\$75</b>            | <b>\$80</b>         | <b>\$25</b>                       |
| <b>FY 2026</b> | <b>\$25</b>                   |                        |                     |                                   |

- FY22 includes a reduction of 7%
- FY23 includes an incremental reduction of 6% for a cumulative reduction of 13% in FY23
- FY24 includes an incremental reduction of 4% for a cumulative reduction of 17% ongoing

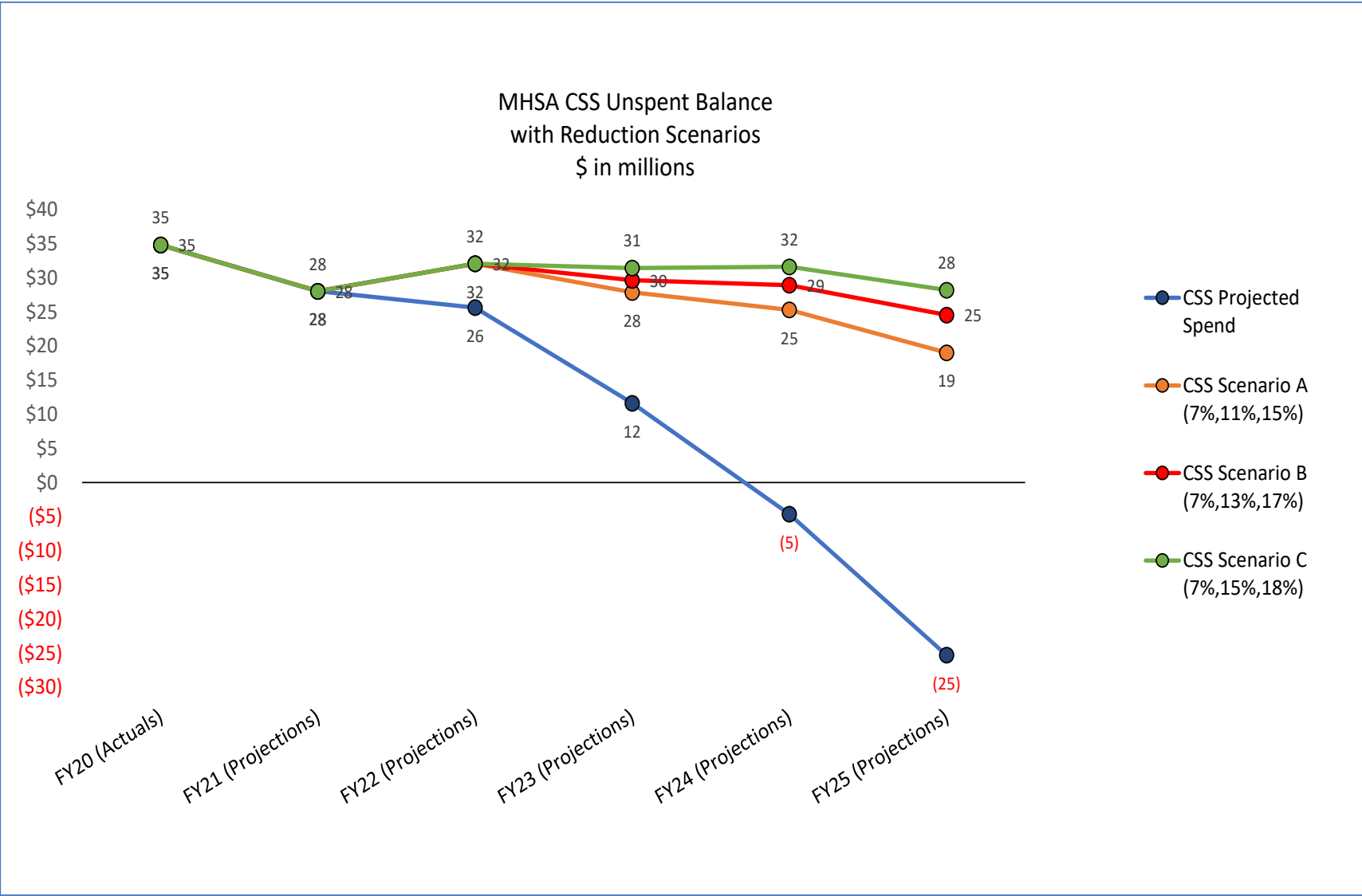
**CSS Financial Projections - SCENARIO C**  
**7% Reduction FY22, 15% Reduction FY23, and 18% Reduction FY24**

Scenario C proposes a higher expenditure reduction to most closely align current spending rate to incoming revenue.

\$ in millions

| Fiscal Year    | (A) Beginning Unspent Balance | (B) Revenue from State | (C) Projected Spend | (A) +(B) - (C) CSS ending Balance |
|----------------|-------------------------------|------------------------|---------------------|-----------------------------------|
| <b>FY 2021</b> | <b>\$35</b>                   | <b>\$85</b>            | <b>\$92</b>         | <b>\$28</b>                       |
| <b>FY 2022</b> | <b>\$28</b>                   | <b>\$90</b>            | <b>\$86</b>         | <b>\$32</b>                       |
| <b>FY 2023</b> | <b>\$32</b>                   | <b>\$75</b>            | <b>\$76</b>         | <b>\$31</b>                       |
| <b>FY 2024</b> | <b>\$31</b>                   | <b>\$75</b>            | <b>\$75</b>         | <b>\$32</b>                       |
| <b>FY 2025</b> | <b>\$32</b>                   | <b>\$75</b>            | <b>\$79</b>         | <b>\$28</b>                       |
| <b>FY 2026</b> | <b>\$28</b>                   |                        |                     |                                   |

- FY22 includes a reduction of 7%
- FY23 includes an incremental reduction of 8% for a cumulative reduction of 15% in FY23
- FY24 includes an incremental reduction of 3% for a cumulative reduction of 18% ongoing



# PREVENTION AND EARLY INTERVENTION (PEI)



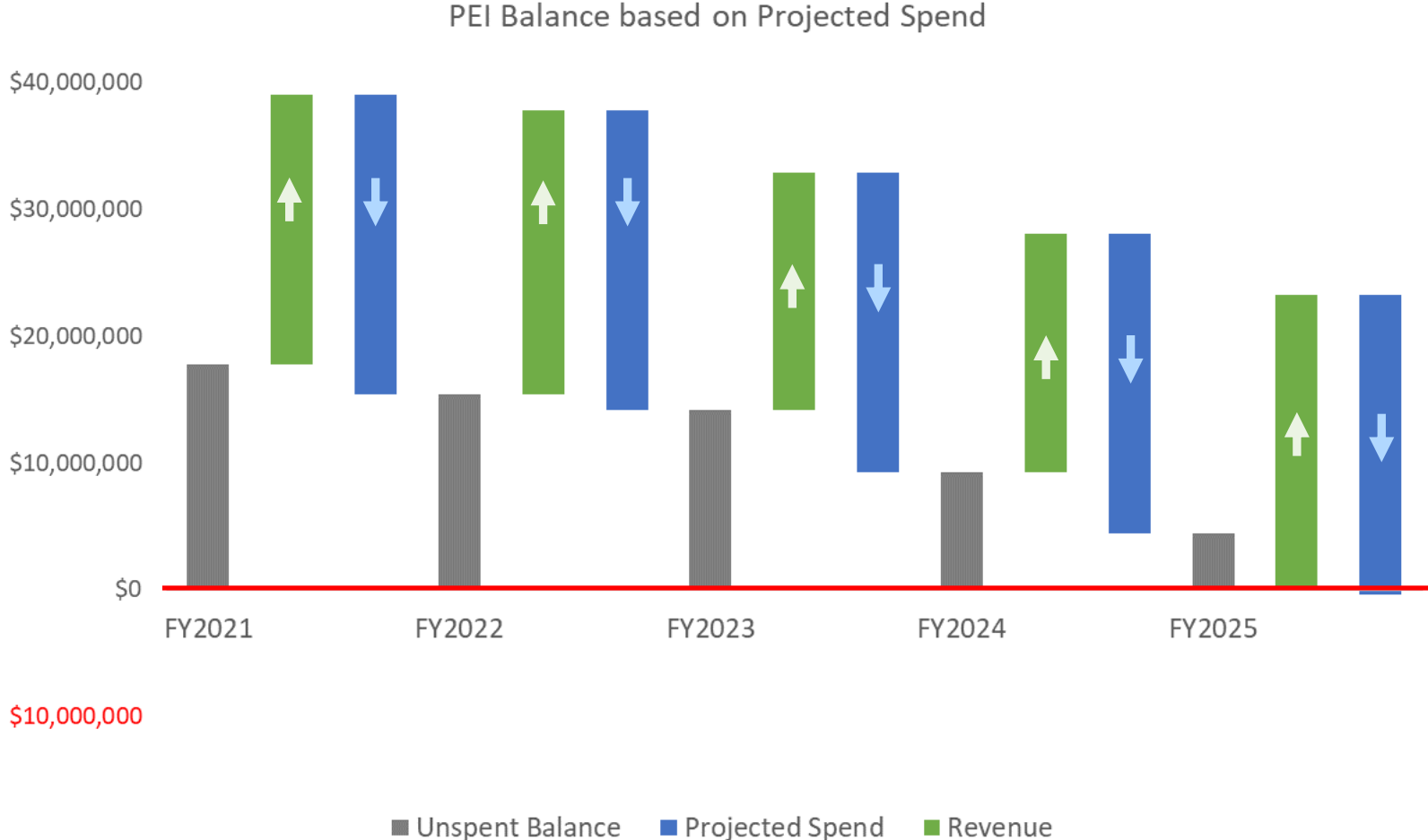


# PEI FINANCIAL PROJECTION BASED ON PROJECTED SPEND

\$ in millions

| Fiscal Year | (A)<br>Beginning<br>Unspent<br>Balance | (B)<br>Revenue<br>from State | (C)<br>Projected<br>Spend | (A)+(B)-(C)<br>PEI Ending<br>Balance |
|-------------|--|------------------------------|---------------------------|--------------------------------------|
| FY 2021     | \$18                                   | \$21                         | \$24                      | \$15                                 |
| FY 2022     | \$15                                   | \$22                         | \$23                      | \$14                                 |
| FY 2023     | \$14                                   | \$19                         | \$24                      | \$9                                  |
| FY 2024     | \$9                                    | \$19                         | \$24                      | \$4                                  |
| FY 2025     | \$4                                    | \$19                         | \$24                      | -\$1                                 |
| FY 2026     | -\$1                                   |                              |                           |                                      |

# PEI UNSPENT BALANCE IS DEPLETED BY THE END OF FY2025 WITH PROJECTED SPEND



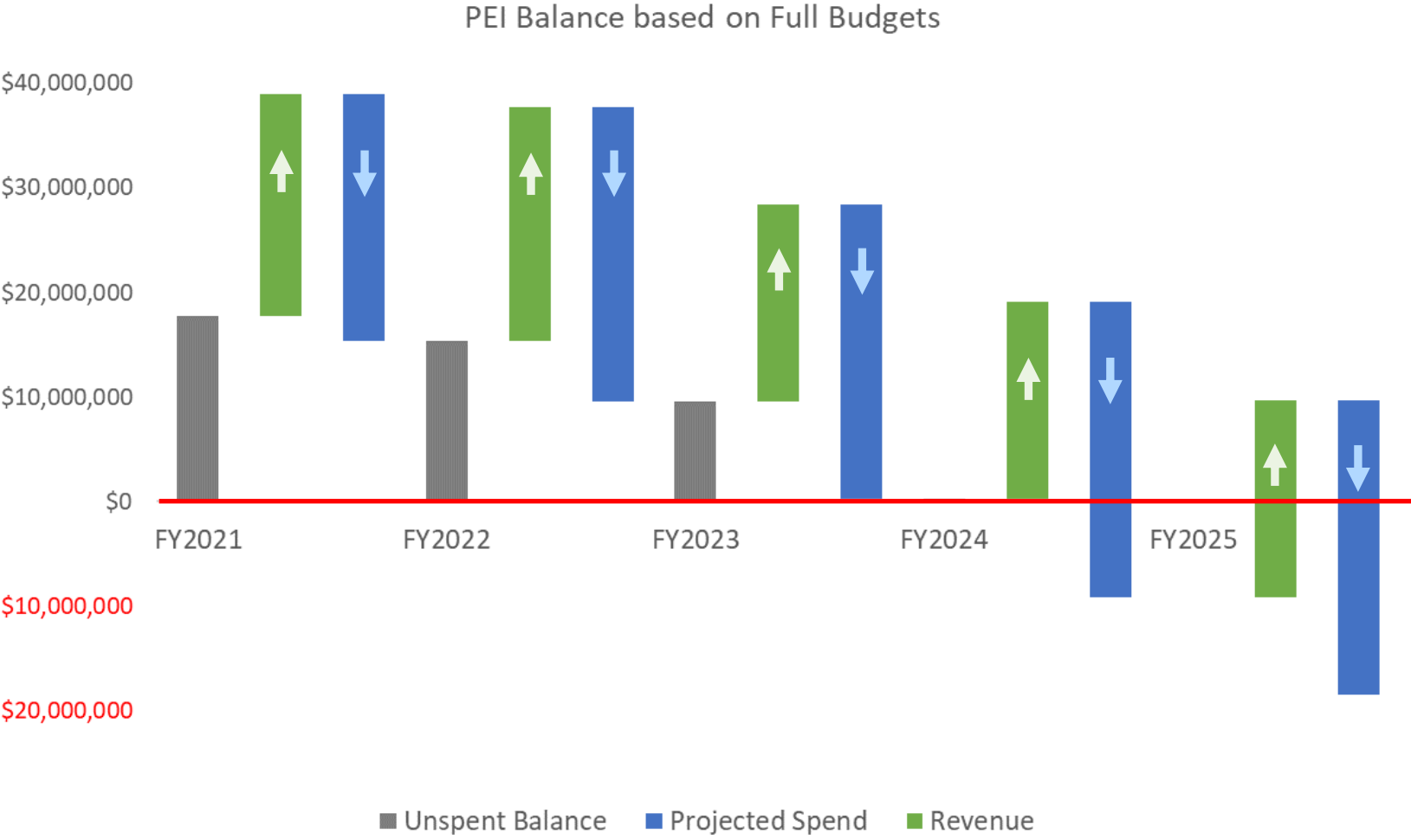
# PEI FINANCIAL PROJECTION BASED ON PROJECTED SPEND

\$ in millions

| Fiscal Year | (A)<br>Beginning<br>Unspent<br>Balance | (B)<br>Revenue<br>from State | (C)<br>Full Budget<br>(MFO and<br>approved<br>FTEs) | (A)+(B)-(C)<br>PEI Ending<br>Balance |
|-------------|--|------------------------------|---|--------------------------------------|
| FY 2021     | \$18                                   | \$21                         | \$24  | \$15                                 |
| FY 2022     | \$15                                   | \$22                         | \$28  | \$9                                  |
| FY 2023     | \$9                                    | \$19                         | \$28  | \$0                                  |
| FY 2024     | \$0                                    | \$19                         | \$28  | -\$9                                 |
| FY 2025     | -\$9                                   | \$19                         | \$28  | -\$18                                |
| FY 2026     | -\$18                                  |                              |   |                                      |



# PEI UNSPENT BALANCE IS DEPLETED BY THE END OF FY2024 WITH FULL BUDGETS



# PEI REDUCTION SCENARIOS



**PEI Financial Projections - SCENARIO A**  
**3% Reduction FY22, 6% Reduction FY23, and 9% Reduction FY24**

Scenario A proposes the lowest expenditure reduction where spending rate is higher than incoming revenue.

\$ in millions

| Fiscal Year    | (A) Beginning Unspent Balance | (B) Revenue from State | (C) Projected Spend | (A) +(B) - (C) CSS ending Balance |
|----------------|-------------------------------|------------------------|---------------------|-----------------------------------|
| <b>FY 2021</b> | <b>\$18</b>                   | <b>\$21</b>            | <b>\$24</b>         | <b>\$15</b>                       |
| <b>FY 2022</b> | <b>\$15</b>                   | <b>\$22</b>            | <b>\$23</b>         | <b>\$15</b>                       |
| <b>FY 2023</b> | <b>\$15</b>                   | <b>\$19</b>            | <b>\$22</b>         | <b>\$11</b>                       |
| <b>FY 2024</b> | <b>\$11</b>                   | <b>\$19</b>            | <b>\$22</b>         | <b>\$9</b>                        |
| <b>FY 2025</b> | <b>\$9</b>                    | <b>\$19</b>            | <b>\$22</b>         | <b>\$6</b>                        |
| <b>FY 2026</b> | <b>\$6</b>                    |                        |                     |                                   |

- FY22 includes a reduction of 3%
- FY23 includes an incremental reduction of 3% for a cumulative reduction of 6% in FY23
- FY24 includes an incremental reduction of 3% for a cumulative reduction of 9% ongoing

**PEI Financial Projections - SCENARIO B**  
**3% Reduction FY22, 7% Reduction FY23, and 11% Reduction FY24**

Scenario B proposes a higher expenditure reduction where spending rate is closer to incoming revenue.

\$ in millions

| Fiscal Year | (A) Beginning Unspent Balance | (B) Revenue from State | (C) Projected Spend | (A) + (B) - (C) CSS ending Balance |
|-------------|-------------------------------|------------------------|---------------------|------------------------------------|
| FY 2021     | \$18                          | \$21                   | \$24                | \$15                               |
| FY 2022     | \$15                          | \$22                   | \$23                | \$15                               |
| FY 2023     | \$15                          | \$19                   | \$22                | \$12                               |
| FY 2024     | \$12                          | \$19                   | \$21                | \$9                                |
| FY 2025     | \$9                           | \$19                   | \$21                | \$7                                |
| FY 2026     | \$7                           |                        |                     |                                    |

- FY22 includes a reduction of 3%
- FY23 includes an incremental reduction of 4% for a cumulative reduction of 7% in FY23
- FY24 includes an incremental reduction of 4% for a cumulative reduction of 11% ongoing

**PEI Financial Projections - SCENARIO C**  
**3% Reduction FY22, 9% Reduction FY23, and 13% Reduction FY24**

Scenario C proposes a higher expenditure reduction to most closely align current spending rate to incoming revenue.

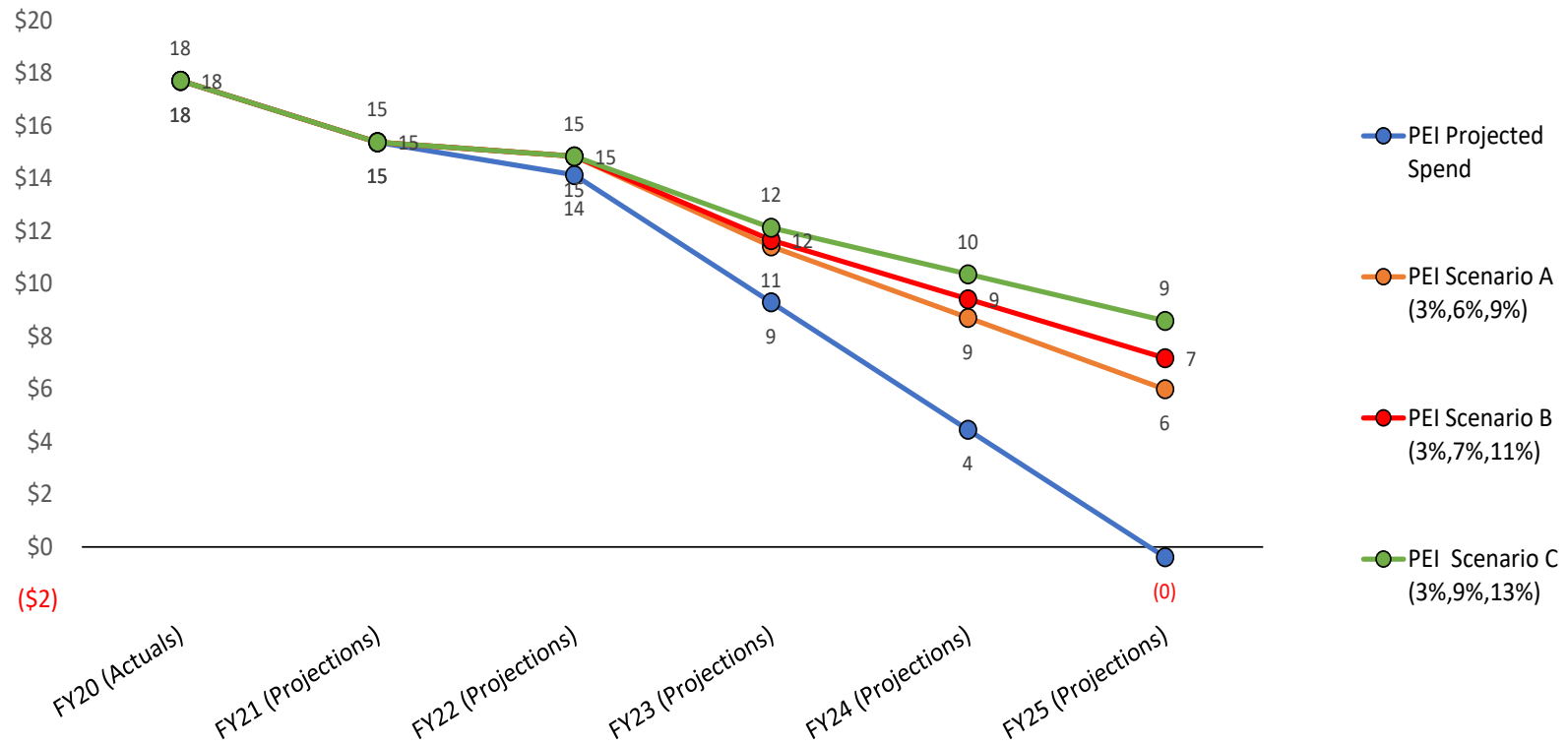
\$ in millions

| Fiscal Year    | (A) Beginning Unspent Balance | (B) Revenue from State | (C) Projected Spend | (A) + (B) - (C) CSS ending Balance |
|----------------|-------------------------------|------------------------|---------------------|------------------------------------|
| <b>FY 2021</b> | <b>\$18</b>                   | <b>\$21</b>            | <b>\$24</b>         | <b>\$15</b>                        |
| <b>FY 2022</b> | <b>\$15</b>                   | <b>\$22</b>            | <b>\$23</b>         | <b>\$15</b>                        |
| <b>FY 2023</b> | <b>\$15</b>                   | <b>\$19</b>            | <b>\$22</b>         | <b>\$12</b>                        |
| <b>FY 2024</b> | <b>\$12</b>                   | <b>\$19</b>            | <b>\$21</b>         | <b>\$10</b>                        |
| <b>FY 2025</b> | <b>\$10</b>                   | <b>\$19</b>            | <b>\$21</b>         | <b>\$9</b>                         |
| <b>FY 2026</b> | <b>\$9</b>                    |                        |                     |                                    |

- FY22 includes a reduction of 3%
- FY23 includes an incremental reduction of 6% for a cumulative reduction of 9% in FY23
- FY24 includes an incremental reduction of 4% for a cumulative reduction of 13% ongoing



MHSA PEI Unspent Balance  
with Reduction Scenarios  
\$ in millions





# Comments & Questions

# NEXT STEPS

| ACTIVITIES   | Purpose  |
|--|--|
| <b>Community Needs Assessment</b>  | <ul style="list-style-type: none"> <li>• Surveys</li> <li>• Virtual Listening Sessions/Town Hall meetings</li> <li>• Review of Programs</li> </ul>   |
| <b>MHSA SLC Planning Session #1</b><br>Thursday, February 11, 2021 3:00PM – 5:00PM | <ul style="list-style-type: none"> <li>• Children, Youth and Families Program Highlights and Discussion</li> </ul>   |
| <b>MHSA SLC Planning Session #2</b><br>Tuesday, February 16, 2021 3:30PM - 5:30PM  | <ul style="list-style-type: none"> <li>• Adult/Older Adult, LGBTQ, Client/Consumer Program Highlights and Discussion</li> </ul>  |
| <b>MHSA SLC Planning Session #3</b><br>Friday, February 19, 2021 3:00PM – 5:00PM   | <ul style="list-style-type: none"> <li>• Criminal Justice System, Housing, Workforce Education &amp; Training, Suicide Prevention/Suicide and Crisis Services Program Highlights and Discussion</li> </ul> |
| <b>MHSA SLC Planning Session #4</b><br>Monday, March 1, 2021 12:30PM - 2:30PM      | <ul style="list-style-type: none"> <li>• Prioritization Discussion and Recommendation</li> </ul>   |
| <b>MHSA SLC Planning Session #5</b><br>Thursday, March 4, 2021 4 - 5PM             | <ul style="list-style-type: none"> <li>• Budget Analysis and Recommendations</li> </ul>  |
| <b>MHSA SLC Planning Session #6</b><br>Friday, March 5, 2021 3:00PM - 5:00PM       | <ul style="list-style-type: none"> <li>• Prioritization Discussion and Recommendation</li> </ul>   |
| <b>MHSA SLC Planning Session #7</b><br>Friday, March 12, 2021 2:00PM - 4:00PM      | <ul style="list-style-type: none"> <li>• Prioritization Discussion and Recommendation</li> </ul>   |

**PLEASE PROVIDE YOUR FEEDBACK ON TODAY'S MEETING:**

[https://www.surveymonkey.com/r/Mar4\\_SLC\\_Feedback](https://www.surveymonkey.com/r/Mar4_SLC_Feedback)



# THANK YOU

**For questions or additional information, contact:**

Evelyn Tirumalai, MPH - Senior Manager, MHSA Administration

[Evelyn.Tirumalai@hhs.sccgov.org](mailto:Evelyn.Tirumalai@hhs.sccgov.org)

**For questions on Prevention & Early Intervention (PEI) programming, contact:**

Roshni Shah, MPH – Program Manager, MHSA Administration

[Roshni.Shah@hhs.sccgov.org](mailto:Roshni.Shah@hhs.sccgov.org)

