



SANTA CLARA COUNTY
Behavioral Health Services

FINANCE TEAM PRESENTATION
MENTAL HEALTH SERVICES ACT
SEPTEMBER 14, 2021

SEPTEMBER 14, 2021 MHSA MEETING AGENDA 2:30 PM – 5:00 PM

1. Intro - 10 minutes

- Stakeholder Leadership Committee (SLC) Introductions
- Overview of Today's Meeting

2. MHSA Finance and Budget (Tina Cordero, Chief Fiscal Officer) – 30 min

3. Question and Answer – 60+ mins

4. Conclusion/Next Steps – 10 mins

Meeting Agreements



Raise hand on Zoom
or on camera to
provide feedback.

Can also
provide
feedback in
the chat box.



Give space, take space.

MHSA OVERVIEW

- California voters passed Proposition 63, also known as the Mental Health Services Act (MHSA) in November 2004 to expand and improve public mental health services
- 1% income tax on income above \$1 million
- Two primary sources of deposits into State MHS Fund
 - 1.76% of all monthly personal income tax (PIT) payments (cash transfers)
 - Annual Adjustment based on actual tax returns. The settlement between monthly PIT payments and actual tax returns

MHSA CONSISTS OF FIVE COMPONENTS AND EACH HAS ITS DISTINCT REQUIREMENTS

Ongoing Funding

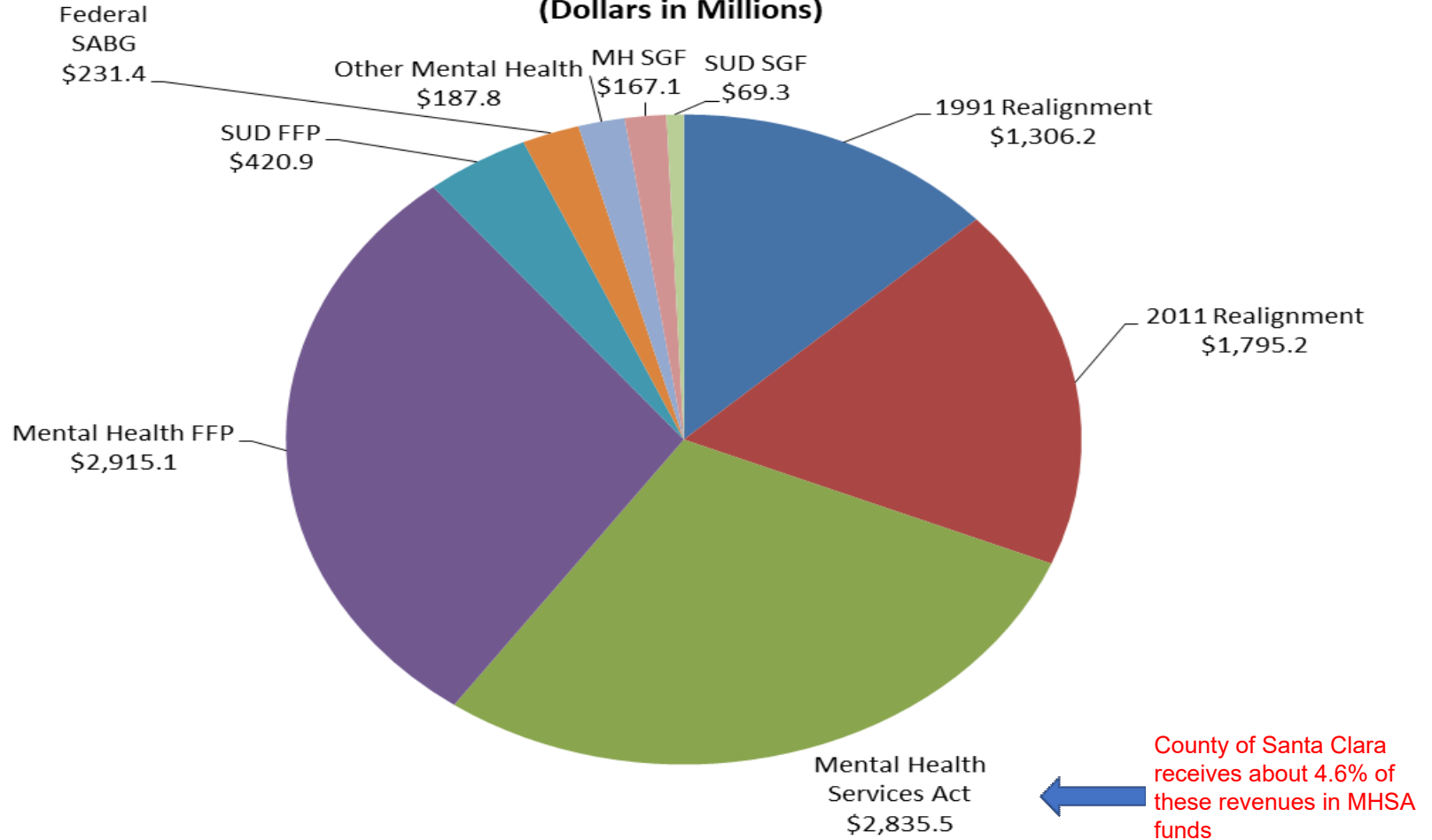
- **Community Services and Supports (CSS)**—provides funds for direct services to individuals with severe mental illness. Full Service Partnerships (FSP) are in this category; FSPs provide wrap-around services or “whatever it takes” services to consumers.
- **Prevention and Early Intervention (PEI)**—provides funds to recognize early signs of mental illness and to improve early access to services and programs, including the reduction of stigma and discrimination.
- **Innovation (INN)** – provides funds to evaluate new approaches that increase access to the unserved and/or underserved communities. This component requires State approval (MHSOAC).

One Time Funding (Counties may continue to fund from CSS distribution)

- **Capital Facilities and Technological Needs (CFTN)**—provides funds for building projects and increasing technological capacity to improve mental illness service delivery.
- **Workforce, Education and Training (WET)**—provides funds to improve and build the capacity of the mental health workforce.

FY22-23 Estimated Behavioral Health Funding Statewide

\$9,928 Million
(Dollars in Millions)



MHSA FINANCIAL PROJECTIONS

FY19-20	CSS	PEI	INN	WET	CFTN	TOTAL
Unspent from FY19	43,590,751	21,265,183	24,061,453	0	11,642,662	100,560,049
Revenue including Interest	65,307,056	16,539,045	4,847,044	25,682	216,639	86,935,465
*Expenditure	(82,193,920)	(20,522,491)	(2,001,758)	(1,685,826)	(3,811,902)	(110,215,897)
Transfer from CSS	(1,685,826)	0	0	1,685,826	0	0
Prudent Reserve Transfer (req)	1,547,519	498,320	0	0	0	2,045,839
Unspent Balance at FY20*	26,565,580	17,780,057	26,906,739	25,682	8,047,399	79,325,456
FY20-21						
Unspent Balance from FY20	26,565,580	17,780,057	26,906,739	25,682	8,047,399	79,325,456
Revenue Distribution from State	97,277,088	24,319,272	6,399,808	0	0	127,996,168
Projected Expenditure	(90,020,047)	(18,939,493)	(3,965,099)	(2,405,388)	(4,641,908)	(119,971,936)
Transfer from CSS	(2,405,388)	0	0	2,405,388	0	0
Unspent Balance at FY21	31,417,233	23,159,836	29,341,447	25,682	3,405,491	87,349,689
FY21-22						
Unspent Balance from FY21	31,417,233	23,159,836	29,341,447	25,682	3,405,491	87,349,689
Revenue Distribution from State	108,595,583	27,148,896	7,144,204	0	0	142,888,683
Projected Expenditure	(83,068,396)	(25,902,571)	(11,572,079)	(2,621,821)	(5,129,512)	(128,294,379)
Transfer from CSS	(4,345,842)	0	0	2,621,821	1,724,021	0
Unspent Balance/(Deficit) at FY22	52,598,577	24,406,162	24,913,572	25,682	0	101,943,993
FY22-23						
Unspent from FY22	52,598,577	24,406,162	24,913,572	25,682	0	101,943,993
Revenue Distribution from State	99,263,438	24,813,556	6,531,580	0	0	130,608,574
Projected Expenditure	(83,773,828)	(25,889,255)	(15,066,087)	(3,129,104)	(1,241,566)	(129,099,840)
Transfer from CSS	(4,370,670)	0	0	3,129,104	1,241,566	0
Unspent Balance/(Deficit) at FY23	63,717,517	23,330,463	16,379,065	25,682	0	103,452,727

MHSA FY2022 Mid Year Adjustments and FY2023 Plan Updates

Component	Division	One-Time or Ongoing	_FY2022	_FY2023	_FY2024
☐ CFTN	☐ AOA	One-Time	1,500,000		-
CFTN	☐ BHSD	One-Time	-	1,875,000	-
CFTN	BHSD	Ongoing		1,398,434	1,398,434
☐ CSS	☐ AOA	Ongoing	6,136,697	15,459,309	15,859,309
CSS	☐ CYF	One-Time	283,199	-	-
☐ PEI	☐ AOA	Ongoing	-	2,040	2,040
PEI	☐ CYF	One-Time	2,083,801	-	-
PEI	CYF	Ongoing	219,976	919,976	919,976
☐ WET	☐ BHSD	One-Time	609,477	-	-
Grand Total			10,833,150	19,654,759	18,179,759

MHSA FINANCIAL PROJECTIONS with FY22 Mid Year Adjustments and FY23 Plan Updates
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FY19-20	CSS	PEI	INN	WET	CFTN	TOTAL	PR
Unspent from FY19	43,590,751	21,265,183	24,061,453	0	11,642,662	100,560,049	20,749,476
Revenue including Interest	65,307,056	16,539,045	4,847,044	25,682	216,639	86,935,465	
*Expenditure	(82,193,920)	(20,522,491)	(2,001,758)	(1,685,826)	(3,811,902)	(110,215,897)	
Transfer from CSS	(1,685,826)	0	0	1,685,826	0	0	
Prudent Reserve Transfer (req)	1,547,519	498,320	0	0	0	2,045,839	(2,045,839)
Unspent Balance at FY20*	26,565,580	17,780,057	26,906,739	25,682	8,047,399	79,325,456	18,703,637
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FY20-21							PR
Unspent Balance from FY20	26,565,580	17,780,057	26,906,739	25,682	8,047,399	79,325,456	
Revenue Distribution from State	97,277,088	24,319,272	6,399,808	0	0	127,996,168	
Projected Expenditure	(90,020,047)	(18,939,493)	(3,965,099)	(2,405,388)	(4,641,908)	(119,971,936)	
Transfer from CSS	(2,405,388)	0	0	2,405,388	0	0	
Unspent Balance at FY21	31,417,233	23,159,836	29,341,447	25,682	3,405,491	87,349,689	18,703,637
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FY21-22							
Unspent Balance from FY21	31,417,233	23,159,836	29,341,447	25,682	3,405,491	87,349,689	
Revenue Distribution from State	108,595,583	27,148,896	7,144,204	0	0	142,888,683	
Projected Expenditure	(89,488,292)	(28,206,348)	(13,101,646)	(3,231,298)	(6,629,512)	(140,657,096)	
Transfer from CSS	(6,455,319)	0	0	3,231,298	3,224,021	0	
Unspent Balance/(Deficit) at FY22	44,069,204	22,102,385	23,384,005	25,682	0	89,581,276	18,703,637
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FY22-23							
Unspent from FY22	44,069,204	22,102,385	23,384,005	25,682	0	89,581,276	
Revenue Distribution from State	99,263,438	24,813,556	6,531,580	0	0	130,608,574	
Projected Expenditure	(99,233,137)	(26,811,271)	(15,826,599)	(3,129,104)	(4,515,000)	(149,515,111)	
Transfer from CSS	(7,644,104)	0	0	3,129,104	4,515,000	0	
Unspent Balance/(Deficit) at FY23	36,455,401	20,104,670	14,088,986	25,682	0	70,674,739	18,703,637

SANTA CLARA COUNTY MHSA APPORTIONMENTS

(in millions of dollars)

	FY19	FY20	FY21	FY22 Estimate	FY23 Estimate
CSS	\$69.3	\$65.5	\$97.3	\$108.6	\$99.3
PEI	\$17.1	\$16.5	\$24.3	\$27.1	\$24.8
INN	\$4.5	\$4.8	\$6.4	\$7.1	\$6.5
Total¹	\$90.9	\$86.9	\$128.0	\$142.9	\$130.6
% Change		-4%	47%	12%	-9%
% Share of State	4.6%	4.6%	4.6%	4.6%	4.6%

- Total funding distribution is to be allocated as follows (WIC § 5892(a)(3)&(a)(6)):
 - 76% to CSS
 - 19% to PEI
 - 5% to INN

1 https://sco.ca.gov/ard_payments_mentalhealthservicefund.html

SANTA CLARA COUNTY MHSA EXPENSE ESTIMATES

As of September 2021:
(in millions of dollars)

	FY19	FY20	FY21	FY22 Estimate	FY23 Estimate
CSS	\$89.5	\$82.2	\$90.0	\$89.5	\$99.2
PEI	\$12.3	\$20.5	\$18.9	\$28.2	\$26.8
INN	\$1.1	\$2.0	\$4.0	\$13.1	\$15.8
WET	\$2.3	\$1.7	\$2.4	\$3.2	\$3.1
CFTN	\$1.6	\$3.8	\$4.6	\$6.6	\$4.5
Total	\$106.8	\$110.2	\$120.0	\$140.7	\$149.5
Prudent Reserve	\$20.7	\$18.7	\$18.7	\$18.7	\$18.7
Unspent Balance¹	\$100.6 ²	\$79.3	\$87.4	\$89.6	\$70.7

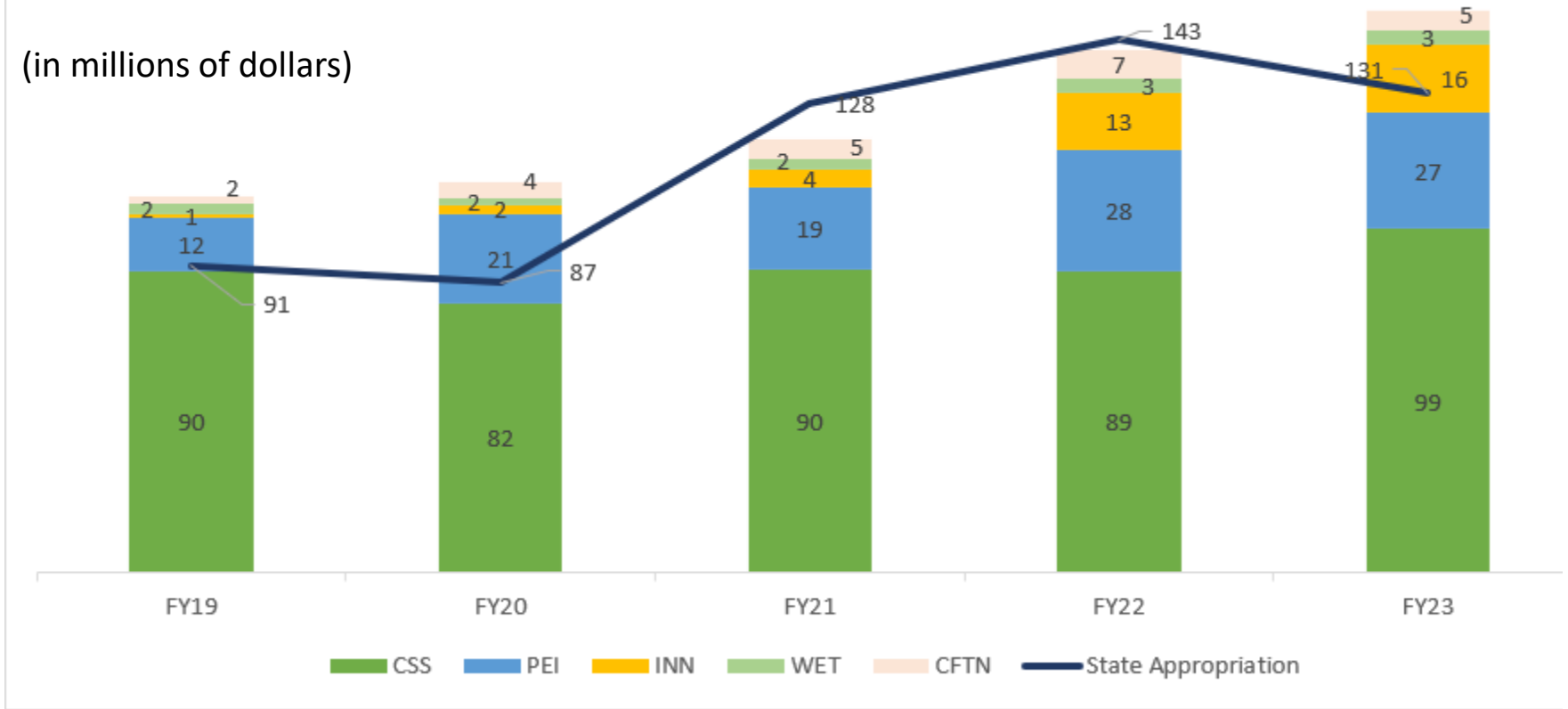
1 Unspent balance excludes Prudent Reserve

2 FY19 unspent balance incorporates interest revenue of \$3M from the year and a one-time claim of \$4M for denied MHSA funded mental health services claims in FY14 related to the OIG audit.

SANTA CLARA COUNTY MHSA FUNDING AND EXPENSE

In FY19 and FY20 Santa Clara County expenditure plan exceeded the apportionments from the State.

(in millions of dollars)



Total Expenses	107	110	120	141	150
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https://www.surveymonkey.com/r/Sept14_SLC_Feedback

PLEASE PROVIDE
US YOUR
FEEDBACK ABOUT
THE MEETING

