STATE ADMINISTRATIVE EXPENDITURES

As approved by voters in 2004, MHSA allowed up to 5 percent of the total annual revenues in each fiscal year for state administrative expenditures to support the former DMH, CMHPC, MHSOAC and other state entities. AB 100 amended the MHSA and reduced the maximum amount available for administrative expenditures from 5 percent to 3.5 percent. Additionally, the 2011-12 budget eliminated the MHSA funding from a number of departments previously funded for administrative expenditures; those departments are no longer referenced. Below, are the proposed administrative expenditures for state entities receiving MHSA funding in FY 2013-14 (whole dollars, rounded):

Judicial Branch

FY 2011-12	FY 2012-13	FY 2013-14
$1,054,000	$1,061,000	$1,049,000

Juvenile Court System

The Judicial Branch, Juvenile Court System receives funding and 4.0 positions to address the increased workload relating to mental health issues in the area of prevention and early intervention for juveniles with mental health illness in the juvenile court system or at risk for involvement in the juvenile court system.

Adult Court System

The Judicial Branch, Adult Court System also receives funding and 3.0 positions to address the increased workload relating to adults in the mental health and criminal justice systems.

State Controller's Office (SCO)

FY 2011-12	FY 2012-13	FY 2013-14
$1,733,000	$1,584,000	$0

The SCO receives MHSA funds to support the 21st Century Project, the development of a new Human Resource Management System (HRMS) payroll system for use by state departments. The new HRMS/Payroll System, MyCalPAYS, will include Personnel Administration, Organizational Management, Time Management, Benefits Administration, Payroll and an Employee/Manager Self Service functionality.

Each year, the amount of funding expended on external contractors fluctuates. In FY 2010-11, approximately 70 percent of the total expenditures were expended on external contractors. In FY 2011-12, approximately 61 percent of the total expenditures were expended on external contractors.

Office of Statewide Health Planning and Development (OSHPD)

FY 2011-12	FY 2012-13	FY 2013-14
$6,238,000	$1,150,000	$1,471,000
$0 L/A	$10,000,000 L/A	$10,000,000 L/A

OSHPD has 7.6 full-time equivalent positions in WET programs including: 5.6 Mental Health Loan Assistance Program (MHLAP), 1.0 Mental Health Professional Shortage Area Designations, 1.0 to provide oversight and administration to the remaining WET programs. In FY 2012-13 the administrative cost is $11,150,000; in FY 2013-14 the cost is projected to be $11,471,000. Approximately $10.0 million to be directed for loan assumptions (Workforce Education and Training State Level Projects/Local Assistance).

Department of Health Care Services (DHCS)

FY 2011-12	FY 2012-13	FY 2013-14
$452,000	$9,341,000	$9,959,000

Primary responsibility for administering state-level MHSA functions transferred from the former DMH to DHCS beginning in FY 2012-13. 19.0 positions are funded by MHSA.

DHCS is responsible for overseeing the development and reporting of MHSA outcomes and the tracking, distribution, and reporting of MHSA funds. Currently, DHCS is developing county performance contracts; reviewing current allocation methodology for monthly distribution of MHSA funds; developing Annual Revenue and Expenditure Report (RER) forms and reviewing county RER submissions; reviewing issues submitted through the Issue Resolution Process; and, reviewing and amending MHSA regulations.

DHCS contracts with the California Institute for Mental Health (CiMH) to provide statewide training and technical assistance to county mental health departments for the implementation of the MHSA and MHSA-funded programs. This contract is funded at $4.144 million per fiscal year.

DHCS contracts with Regents of University of California, Los Angeles to administer the California Health Information Survey (CHIS). Funding of $800,000 is used for survey administration; data collection; publication development; and, questionnaire enhancement.

In FY 2012-13, funding and positions were provided to support a contract to develop and implement the interdepartmental California Mental Health Care Management Program (CalMEND). CalMEND staff continue to develop processes for tracking, evaluating, and improving psychotropic medication use and practices for those persons with serious mental illness (SMI), and severe emotional disturbance (SED) children and youth, and continues to provide overall guidance and technical assistance on data collection, analysis, and reporting for the pilots and other CalMEND partners.

DHCS has regularly-scheduled planning, coordination and training conference calls/webinars with CalMEND team members. DHCS directed selection of and contracting with pilot sites throughout the state for CalMEND mental health/primary care integration activities. DHCS provides technical experts to support the pilot programs and is conducting two-day learning sessions (and providing technical assistance) for staff from pilot agencies (county primary care and mental health providers).

Department of Public Health (DPH)

FY 2011-12	FY 2012-13	FY 2013-14
$0	$17,342,000	$17,195,000

Beginning with FY 2012-13, core multicultural services in support of the MHSA was transferred from the former DMH to the Office of Health Equity at DPH. Most significantly, this included the transfer of the administration of the California Reducing Disparities Project (CRDP). The existing 4.0 former DMH positions supporting this effort were transferred to DPH, as well as funding for the supporting contracts.

Additionally, as part of the Governor's Final Budget Summary for FY 2012-13 (refer to page 363 for additional information) $17.3 million was allocated in FY 2012-13. The intent of the Legislature is to make available a total of $60 million over the course of four fiscal years beginning with the 2012-2013 fiscal year to implement Phase II of the CRDP.

Department of Developmental Services (DDS)

FY 2011-12	FY 2012-13	FY 2013-14
$1,133,000	$1,129,000	$1,128,000

DDS receives funding and 1.0 position to coordinate a statewide community-based system of mental health services for Californians with developmental disabilities by distributing funds to Regional Centers throughout California.

Mental Health Services Oversight and Accountability Commission (MHSOAC)

FY 2011-12	FY 2012-13	FY 2013-14
$5,340,000	$6,925,000	$6,916,000

MHSOAC receives funding and 21.0 positions to support its statutory oversight and accountability for the MHSA. The MHSOAC was established to provide oversight and accountability for the Mental Health Services Act (MHSA), Adult and Older Adult System of Care Act and Children's Mental Health Services Act. The MHSOAC's primary roles include: (1) provide oversight, review, accountability, and evaluation of projects and programs supported with MHSA funds, (2) ensure that services provided pursuant to the MHSA are cost-effective and in accordance with recommended best practices, (3) provide oversight and accountability of the public community mental health system, (4) review and approve county Innovation Program and Expenditure Plans, and (5) provide counties technical assistance in MHSA program plan development and to accomplish

the purposes of the MHSA. The MHSOAC also advises the Governor and the Legislature regarding state actions to improve care and services for people with mental illness.

California Department of Education (CDE)

FY 2011-12	FY 2012-13	FY 2013-14
$251,000	$159,000	$179,000

The CDE receives funding and 1.0 position to support county mental health programs' work with local educational agencies, county offices of education, and special education local plan areas to provide necessary services. Staff in this position also participates in the Mental Health Services Oversight and Accountability Commission, the Cultural and Linguistic Competence Committee, and the California Mental Health Planning Council

In cooperation with the California Mental Health Services Authority (CalMHSA), two statewide projects have been developed to support stigma-free access for students and their families to appropriate mental health services to reduce the need for more intensive, costly interventions, and also to increase school success for students experiencing mental health issues.

- Collaborates with the Placer County Office of Education (PCOE) to provide professional development via Training Educators Through Recognition and Identification Strategies (TETRIS). Fully funded through the CalMHSA, this high-quality professional development training in student mental health for educators, administrators, and other school staff is coordinated and facilitated through a contract with the PCOE. The purpose of the TETRIS trainings is to increase knowledge and capacity among school staff to promote effective prevention and early intervention strategies for students experiencing mental health issues, including mental illness and suicide risk. TETRIS trainings are offered in each of the 11 service regions of the California County Superintendents Educational Service Association, and provided at no cost to the participants.

- Supports coordination of the Student Mental Health Policy Workgroup (SMHPW): The SMHPW meets for the purpose of developing policy recommendations on student mental health for the State Superintendent of Public Instruction and the California Legislature. This workgroup meets quarterly, and is comprised of a diverse group of educators and mental health professionals.

- Partners with other agencies throughout the country to find best practices for California public schools and to effectively collaborate with mental health agencies throughout the state.

- Provides ongoing technical assistance to the field and public regarding student mental health issues.

Board of Governors of the California Community Colleges (Board of Governors)

FY 2011-12	FY 2012-13	FY 2013-14
$109,000	$103,000	$126,000

The Board of Governors receives funding that partially supports 1.0 position to assist in developing policies and practices that address the mental health needs of California community college students. Funding for the position has been reduced over the past two years and does not fully support the cost of one full time equivalent position. The Chancellor's Office has had to find other funding to support the full cost of this position.

Financial Information System for California (FI$CAL)

FY 2011-12	FY 2012-13	FY 2013-14
$103,000	$141,000	$225,000

The FI$Cal project receives funding to transform the State's systems and workforce to operate in an integrated financial management system environment. State agencies with accounting systems, including DHCS and the former DMH, will be required to use the system and, therefore, are required to fund it.

The system is being designed to include standardized accounting, budgeting and procurement features. Currently early in its development, FI$Cal is headed by four partner agencies: DOF, SCO, the State Treasurer's Office and Department of General Services.

Military Department

FY 2011-12	FY 2012-13	FY 2013-14
$539,000	$561,000	$1,351,000

The Military Department receives funding and 3.0 positions to support a pilot behavioral health outreach program to improve coordination between the California National Guard (CNG), local veterans' services and County mental health departments throughout the State. CNG educates Guard members about mental health issues and enhances the capacity of the local mental health system through education and training in military culture.

Department of Veterans Affairs (DVA)

FY 2011-12	FY 2012-13	FY 2013-14
$433,000	$496,000	$505,000

The DVA receives funding and 2.0 positions to support a statewide administration to inform veterans and family members about federal benefits, local mental health departments and other services.

Statewide General Administrative Expenditures (Pro Rata)

FY 2011-12	FY 2012-13	FY 2013-14
$24,000	$13,000	$0

The assessment to the MHSA for recovery of central service costs.

MHSA EXPENDITURES

Table 4, on the following page, summarizes MHSA expenditures for Local Assistance and State Administrative Costs by each state entity receiving a portion of MHSA funds. It displays actual expenditures for FY 2011-12, estimated expenditures for FY 2012-13, and the projected budget for FY 2013-14.

Based upon estimated MHSF revenues, the 3.5 percent administrative cap is $47.3 million and administrative expenditures are estimated at $40.0 million for FY 2012-13. For FY 2013-14, the projected 3.5 percent administrative cap is $41.9 million and the total projected expenditures are $40.1 million.

Table 4: Mental Health Services Act Expenditures
May 2012
(Dollars in Thousands)

	Actual FY 2011-12	Estimated FY 2012-13	Projected FY 2013-14
Local Assistance[4]			
Funding for MHSA Components Total	*$1,812,375*	*$1,340,000*	*$1,340,000*
Community Services and Supports	853,572	TBD	TBD
Prevention and Early Intervention	256,040	TBD	TBD
Innovation	119,332	TBD	TBD
Workforce Education and Training State Level Projects	17,381	37,775	22,650
Capital Facilities and Technological Needs	2,295	TBD	TBD
Subtotal, Major Program Categories	**$1,248,620**	**$37,775**	**$22,650**
Early and Periodic Screening, Diagnosis, and Treatment (EPSDT)[5]	379,029	0	0
Mental Health Managed Care[5]	120,187	0	0
AB 3632, Special Education Pupils[5]	64,539	0	0
Total Local Assistance	**$1,812,375**	**$1,377,775**	**$1,362,650**
State Administrative Costs			
Judicial Branch	1,054	1,061	1,049
State Controller's Office	1,733	1,584	0
Office of Statewide Health Planning and Development[6]	6,613	1,150	1,471
Department of Health Care Services	452	9,341	9,959
Department of Public Health	0	17,342	17,195
Department of Developmental Services	1,133	1,129	1,128
Department of State Hospitals	12,210	0	0
Mental Health Svcs Oversight & Accountability Commission	5,340	6,925	6,916
Department of Education	251	159	179
Board of Governors of the California Community Colleges	109	103	126
Financial Information System for California	103	141	225
Military Department	539	561	1,351
Department of Veterans Affairs	433	496	505
Statewide General Admin Exp (Pro Rata)	24	13	0
Total Administration	**$29,994**	**$40,005**	**$40,104**
Total Expenditures	**$1,842,369**	**$1,417,780**	**$1,402,754**

[4] Allocation amounts for FY 2012-13 or FY 2013-14 are not reflected since the responsibility transfers to the counties. Counties will receive MHSA funds from the State Controller's Office on a monthly basis.

[5] AB 100 allocated $861.2 million from the MHSF to counties to meet the General Fund obligation for FY 2011-12. Total includes $579.0 million to EPSDT, $183.6 million to MHMC and $98.6 million to Special Education Pupils (known as AB 3632). Actual expenditures based on a percent to total of the allocation. Follow-up with counties for actuals will need to be completed.

[6] Approximately $10.0 million funding is for loan assumptions under Workforce Education and Training State Level Projects/Local Assistance.