

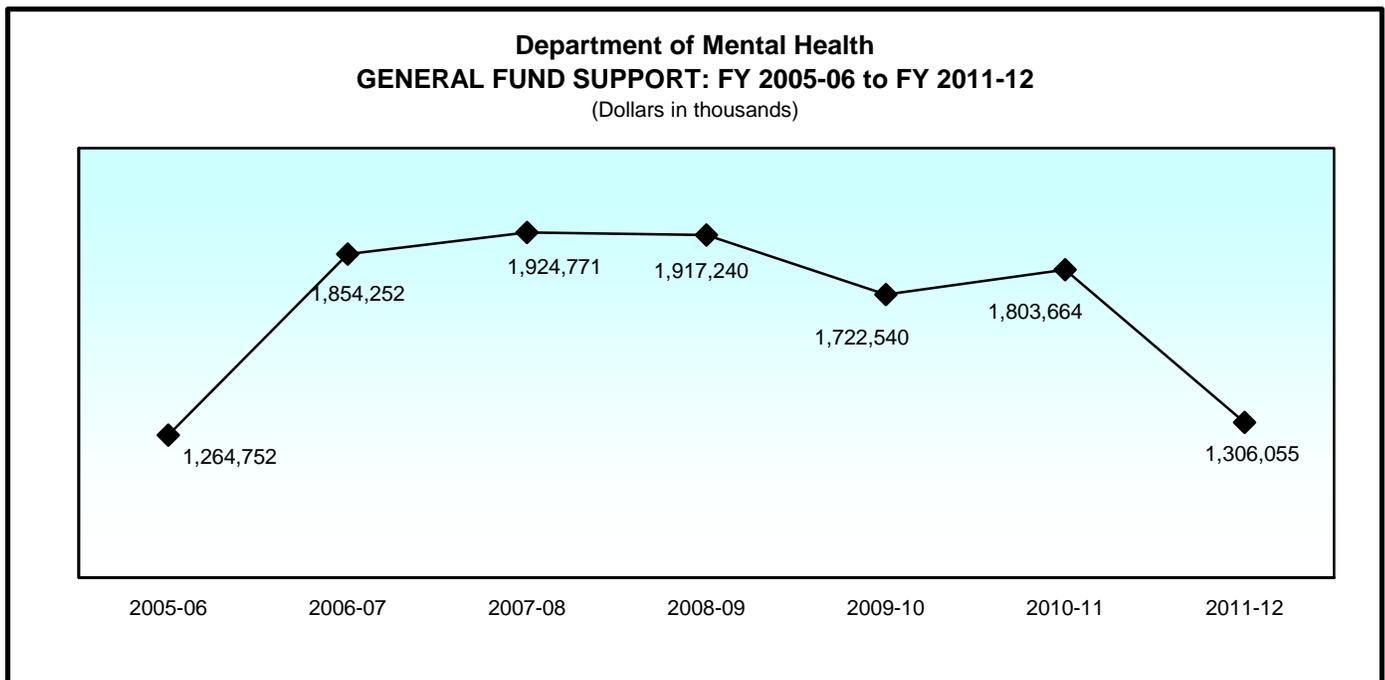
California Department of Mental Health

2011-12 Governor's Budget Overview January 10, 2011

The fiscal year (FY) 2011-12 Governor's Budget provides approximately \$4.5 billion (all fund sources except Realignment) for the Department of Mental Health (DMH), which includes funding for 11,127 Personnel Years* and \$116.9 million for departmental support. By including Realignment funding, the total budget for California mental health services is approximately \$5.6 billion.

- The FY 2011-12 Governor's Budget provides approximately \$1.3 billion State General Fund (SGF) in FY 2011-12, a decrease of approximately \$497.6 million from FY 2010-11. See Figure 1.
- Twenty-three (23) percent of California mental health services funding is SGF, twenty-eight (28) percent is Mental Health Services Act (MHSA) fund, nineteen (19) percent is Realignment funds, and twenty-seven (27) percent is reimbursements for Medi-Cal. The remaining funds are various other revenue sources and reimbursements. See Figure 2.
- A majority (75 percent) of expenditures for California mental health services are in local assistance (which includes realignment), with the remaining in State Hospitals and Conditional Release Program (CONREP) (23 percent) and Departmental Support (2 percent), which includes administrative support for community and long-term care services. See Figure 3.
- Expenditures for State Hospitals and the CONREP total approximately \$1.3 billion, a majority of which is used to treat individuals committed through the criminal justice system. See Figure 4 (does not include administrative support for long-term care).
- The FY 2011-12 Governor's Budget includes some major program changes to the Mental Health Managed Care and the Early and Periodic Screening, Diagnosis, and Treatment (EPSDT) programs and other program areas. See the "Major Program Changes" section of this document on page 3.

FIGURE 1



*The actual or estimated portion of a position expended for the performance of work.

FIGURE 2

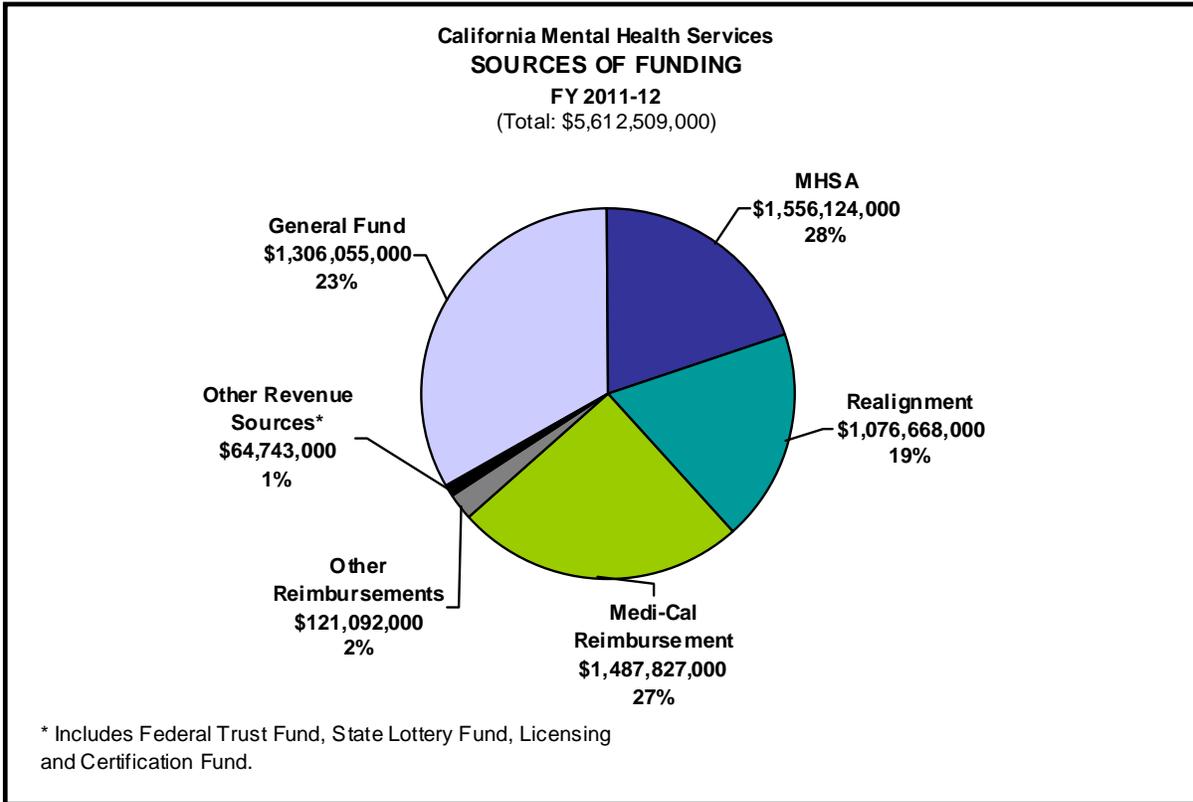


FIGURE 3

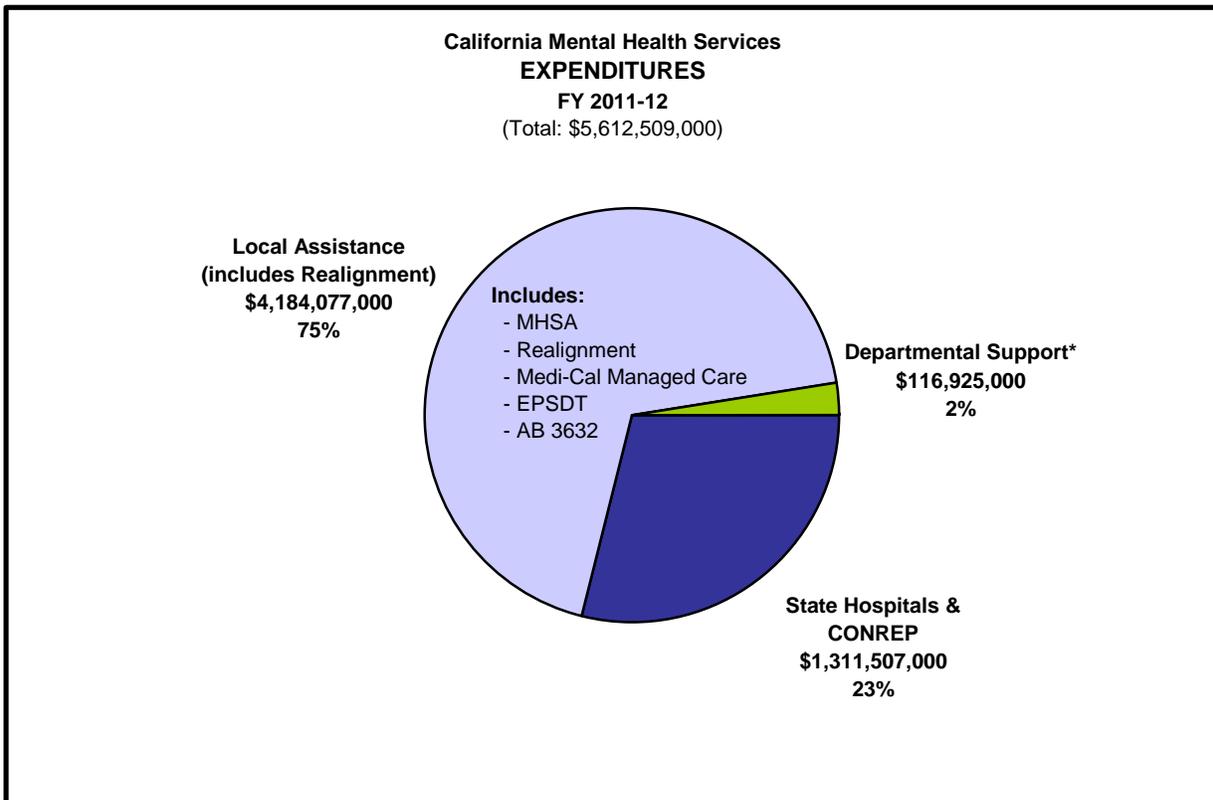
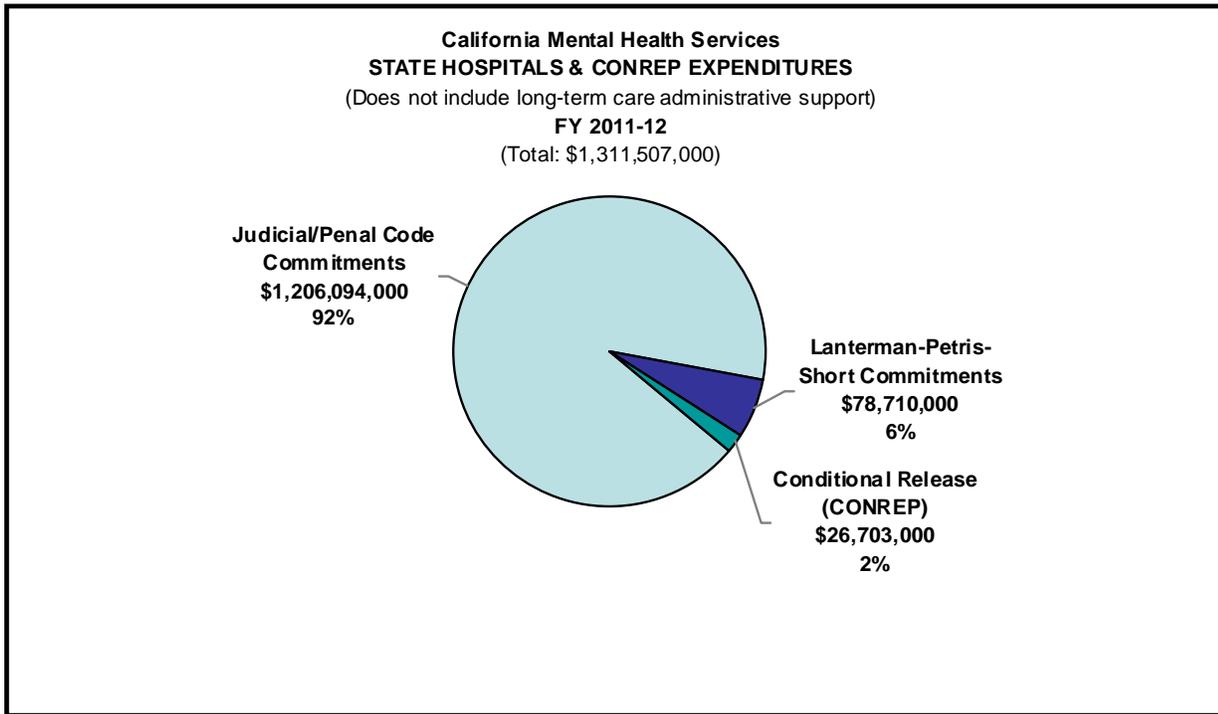


FIGURE 4



Major Program Changes

- The Governor's Budget includes a redirection of \$762.6 million Mental Health Services Fund (MHSF) for State General Fund (SGF) in the Early and Periodic Screening, Diagnosis, and Treatment (EPSDT) Program, the Mental Health Managed Care Program, and an augmentation of \$98.6 million MHSF for AB 3632 (Special Educations Pupils):
 - Approximately \$579 million in MHSF has been redirected for the same amount of SGF in the EPSDT Program;
 - Approximately \$183.6 million has been redirected for the same amount of SGF in the Managed Care Program;
 - Approximately \$98.6 million has been augmented for mandate claims for costs incurred in FY 2004-05 to FY 2008-09.
- The Governor's Budget includes an increase of \$2.151 million SGF, to reimburse the Attorney General's Office for services performed for Health Education and Welfare work and all new Torts and Condemnation work.
- The Governor's Budget includes a reduction of \$491.9 million to align county allocations with available funding.