

Department of Health Care Services
Revenue and Expenditure Summary for Proposition 56 Funds for Fiscal Year (FY2024-25)
Fund 3305 - Healthcare Treatment Fund
As of June 30, 2025

(Dollars in Thousands)

Operating Accrued/Transfers	Appropriation	Revenue
Transfers from Fund 3304 to Fund 3305	\$ 802,947	\$ (499,835)
Transfers from Fund 3305 to Fund 3375	\$ -	\$ -
Total Revenue to Fund 3305	\$ 802,947	\$ (499,835)

State Fiscal Year 2024-25 Expenditures				
Item of Appropriation	Description Local Assistance includes Policy Change (PC) # and Title ¹	Appropriation ²	Expenditure ³	Obligated for Future Fiscal Year ⁴
4260-001-3305	Proposition 56 State Operations	\$ 1,534	\$ 1,289	\$ -
9900-590-3305	Pro Rata Assessment	\$ 45	\$ -	\$ -
4260-695-3305	PC# 142 General fund support for proposition 56 ¹³	\$ -	\$ -	\$ -
4260-101-3305	PC# 85 Prop. 56 - Behavioral Health Incentive Program		\$ -	\$ -
4260-101-3305	PC# 93 Prop. 56 - Directed Payment Risk Mitigation ⁸	\$ (181,601)	\$ (411,012)	\$ -
4260-101-3305	PC# 117 Prop. 56 - Physician Services Supplemental Payments ^{9,11}	\$ 522,631	\$ 162,411	\$ -
4260-101-3305	PC# 121 Prop. 56 - Medi-Cal Family Planning ¹¹	\$ 189,858	\$ 266,936	\$ -
4260-101-3305	PC# 130 Prop. 56 - Dental Services Supplemental Payments ¹¹	\$ 324,517	\$ 332,518	\$ -
4260-101-3305	PC# 137 Prop. 56 - Women's Health Supplemental Payments ¹¹	\$ 24,649	\$ 20,296	\$ -
4260-101-3305	PC# 138 Prop. 56 - Pediatric Day Health Care Rate Increase ^{5,6}		\$ -	\$ -
4260-101-3305	PC# 139 Prop. 56 - Home Health Rate Increase ⁵		\$ -	\$ -
4260-101-3305	PC# 142 Prop. 56 - Fund 3428 transfer to Fund 3305		\$ (145,376)	\$ -
4260-101-3305	PC# 164 Prop. 56 - Developmental Screenings ^{5,6,12}		\$ (639)	\$ -
4260-101-3305	PC# 166 Prop. 56 - Adverse Childhood Experiences Screenings ^{5,6,12}		\$ (567)	\$ -
4260-101-3305	PC# 168 Prop. 56 - CBAS Supplemental Payments ^{5,6,12}		\$ 7,028	\$ -
4260-101-3305	PC# 171 Prop. 56 - ICF/DD Supplemental Payments ^{5,6}		\$ (197)	\$ -
4260-101-3305	PC# 177 Prop. 56 - FS-PSA Supplemental Payments ⁵		\$ -	\$ -
4260-101-3305	PC# 178 Prop. 56 - NEMT Supplemental Payments ⁵		\$ -	\$ -
4260-101-3305	PC# 180 Prop. 56 - AIDS Waiver Rate Increase ⁵		\$ -	\$ -
4260-101-3305	PC# 231 Prop. 56 - Funding Reduction	\$ (77,107)	\$ -	\$ -
4260-101-3305	PC# 233 Prop. 56 - Value-Based Payment Program ¹¹		\$ 183	\$ -
4260-101-3305	Other Managed Care (combination Manage Care PC 233,85,137,117,130,121) ⁷		\$ (1,681)	\$ -
	4260-101-3305 Local Assistance Subtotal	\$ 802,947	\$ 229,899	\$ -
	4260-3305 Subtotal	\$ 804,526	\$ 231,188	\$ -
4260-101-3375	PC# 200 Prop. 56 Physicians & Dentists Loan Repayment Program - ENY 2022	\$ (60)	\$ (60)	\$ -
4260-601-3375	PC# 174 Prop. 56 Physicians & Dentists Loan Repayment Program - ENY 2022 ¹⁰	\$ -	\$ 52,449	\$ -
	4260-101-3375 Subtotal	\$ (60)	\$ 52,389	\$ -
	Total	\$ 804,466	\$ 283,577	\$ -

Prior Year Adjustments posted in 2024-25

Item of Appropriation	Description Local Assistance includes Policy Change (PC) # and Title ¹	Appropriation ²	Expenditure ³	Obligated for Future Fiscal Year ⁴
4260-001-3305	Proposition 56 Staffing - Enactment Year 2022	\$ 2	\$ 2	\$ -
	Proposition 56 Staffing - Enactment Year 2023	\$ 435	\$ 176	\$ -

¹ Policy Change (PC) # is based on the Medi-Cal Local Assistance Estimate May 2024 and Appropriation Supplement.

² The Budget Act appropriates funds at the item level. For individual policy changes, this column reflects amounts budgeted in the Medi-Cal May 2024 Estimate and Appropriation Supplement.

³ Source of expenditure information from DF 303 and SCO Tab Run.

⁴ Medi-Cal operates on a cash basis thus there are no 2024-25 appropriation amounts obligated for future fiscal years.

Note for prior fiscal year FY23-24 funding adjustments:

⁵ Per May 2024 estimate, the following PCs include fee-for-service and managed care programs: PC 138, PC 139, PC 177, PC171, PC180, PC166, PC178, PC168, and PC164 transitioned to General Fund effective FY22-23. The expenditures shown above are for the service period prior to July 1, 2022, but processed by programs in FY 24-25.

⁶ These amounts include funding corrections for the Managed Care portion within PC171/138, PC164, PC166, & PC168, in the amount of \$12,788,673.23 for FY23-24.

⁷ This amount represents the partial amount of the Fund 3305 expenditures correction that were paid from General Fund for FY23-24. The report used to break down Managed Care expenditures by PC level does not breakdown the amounts by claim schedule. The report breaks down the grand total of all Fund 3305 expenditures for that month by PC. Therefore, this amount cannot be split amongst the various PCs and is listed as separate line item.

⁸ This amount includes the cash receipts (CR) collection of \$263 million which was processed in Dec 2024 to offset the managed care expenditures, associated with Prop 56, which were paid by the General Fund due to a shortage of cash in Fund 3305.

⁹ This amount includes a funding correction for Checkwrite (TRI) voids - Physician Services, period Jan.-Apr. 2024 FY23-24) PC117, in the amount of \$45,558.35 processed in FY24-25. This amount includes a funding correction for Checkwrite (TRI) voids - Physician Services, period May-Jun. 2024 FY23-24) PC117, in the amount of \$22,529.25 processed in FY24-25.

¹⁰ PC#174 amount includes an expenditure correction of \$60,000.00 (PC#200) for FY 23-24 between Fund 3375-101 and Fund 3375-601.

¹¹ These Policy Change amounts include prior year expenditure correction and adjustments.

Note for current year FY24-25 funding adjustments:

¹² A funding correction for the Managed Care portion within PC164, PC166, & PC168, in the amount of \$61.22 will be processed in FY25-26.

¹³ General fund support for proposition 56 funding was not transfer by Executive Order (EO) in FY24-25.