

Department of Health Care Services
Revenue and Expenditure Summary for Proposition 56 Funds for Fiscal Year (FY 2022-23)
Fund 3305 - Healthcare Treatment Fund
As of June 30, 2023

(Dollars in Thousands)

| Operating Accrued/Transfers | Appropriation | Revenue |
|---------------------------------------|-------------------|-------------------|
| Transfers from Fund 3304 to Fund 3305 | \$ 864,603 | \$ 678,391 |
| Transfers from Fund 3305 to Fund 3375 | | \$ (295,543) |
| Total Revenue to Fund 3305 | \$ 864,603 | \$ 382,848 |

State Fiscal Year 2022-23 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 | ¹⁰ Proposition 56 State Operations | \$ 1,488 | \$ 1,008 | \$ - |
| 9900-590-3305 | Pro Rata Assessment | \$ 127 | \$ - | \$ - |
| 4260-101-3305 | PC# 109 Prop. 56 - Behavioral Health Incentive Program | \$ 41,342 | \$ 32,017 | \$ - |
| 4260-101-3305 | PC# 121 Prop. 56 - Directed Payment Risk Mitigation (NEW) ⁶ | \$ - | \$ (545,325) | \$ - |
| 4260-101-3305 | PC# 138 Prop. 56 - Pediatric Day Health Care Rate Increase ⁸ | \$ - | \$ - | \$ - |
| 4260-101-3305 | PC# 139 Prop. 56 - Home Health Rate Increase ⁸ | \$ - | \$ - | \$ - |
| 4260-101-3305 | PC# 149 Prop. 56 - Physician Services Supplemental Payments ⁹ | \$ 496,927 | \$ 516,092 | \$ - |
| 4260-101-3305 | PC# 153 Prop. 56 - Medi-Cal Family Planning | \$ 76,159 | \$ 100,947 | \$ - |
| 4260-101-3305 | PC# 154 Prop. 56 - Value-Based Payment Program | \$ 9,342 | \$ 10,642 | \$ - |
| 4260-101-3305 | PC# 164 Prop. 56 - Developmental Screenings ^{7 & 8} | \$ - | \$ 122 | \$ - |
| 4260-101-3305 | PC# 166 Prop. 56 - Adverse Childhood Experiences Screenings ^{7 & 8} | \$ - | \$ 111 | \$ - |
| 4260-101-3305 | PC# 167 Prop. 56 - Dental Services Supplemental Payments | \$ 210,999 | \$ 282,309 | \$ - |
| 4260-101-3305 | PC# 168 Prop. 56 - CBAS Supplemental Payments ^{7 & 8} | \$ - | \$ 71 | \$ - |
| 4260-101-3305 | PC# 171 Prop. 56 - ICF/DD Supplemental Payments ^{7 & 8} | \$ - | \$ 2,712 | \$ - |
| 4260-101-3305 | PC# 174 Prop. 56 - Women's Health Supplemental Payments ⁵ | \$ 26,284 | \$ 17,994 | \$ - |
| 4260-101-3305 | PC# 177 Prop. 56 - FS-PSA Supplemental Payments ⁸ | \$ - | \$ - | \$ - |
| 4260-101-3305 | PC# 178 Prop. 56 - NEMT Supplemental Payments ⁸ | \$ - | \$ 439 | \$ - |
| 4260-101-3305 | PC# 180 Prop. 56 - AIDS Waiver Rate Increase ⁸ | \$ - | \$ 322 | \$ - |
| 4260-101-3305 | PC# 210 Prop. 56 - Provider ACEs Trainings | \$ 3,550 | \$ 3,550 | \$ - |
| 4260-101-3305 Local Assistance Subtotal | | \$ 864,603 | \$ 422,004 | \$ - |
| 4260-3305 Subtotal | | \$ 866,218 | \$ 423,012 | \$ - |
| 4260-102-3305 | PC# 199 Prop. 56 Loan Forgiveness Program - ENY2019 | \$ - | \$ - | \$ - |
| 4260-101-3375 | PC# 218 Prop. 56 Physicians & Dentists Loan Repayment Program - ENY 2021 | \$ 5,309 | \$ - | \$ - |
| 4260-101-3375 | PC# 218 Prop. 56 Physicians & Dentists Loan Repayment Program - ENY 2022 | \$ 41,369 | \$ 35,163 | \$ - |
| 4260-101-3375 Subtotal | | \$ 46,678 | \$ 35,163 | \$ - |
| Total | | \$ 912,896 | \$ 458,175 | \$ - |

Prior Year Adjustments posted in 2022-23

| 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 2020 | \$ 1 | \$ 1 | \$ - |
| | Proposition 56 Staffing - Enactment Year 2021 | \$ 168 | \$ 112 | \$ - |
| 4260-101-3305 | PC# 121 Prop. 56 Directed Payment Risk Mitigation (NEW) | | \$ 114,335 | \$ - |

¹ Policy Change (PC) # is based on the Medi-Cal Local Assistance Estimate May 2022 and Appropriation Supplement

² The 2022 Budget Act appropriates funds at the item level. For individual policy changes, this column reflects amounts budgeted in the Medi-Cal May 2022 Estimate and Appropriation Supplement.

³ Source of expenditure information from DF 303 and State Controller's Office FI\$Cal Tab Run report

⁴ Medi-Cal operates on a cash basis, so no FY 2022-23 appropriations are obligated in future fiscal years

⁵ PC174 weekly checkwrite there's a variance \$273.89 between SCO & internal record, due to indicator "A" (abortion) was originally paid as Title 19 50/50 funding split but should have been "100% State Only". Funding correction will be processed in FY23-24.

⁶ PC121 expenditure included \$273,118,889.04 which belongs to F0890. The deposit was made incorrectly to Fund 3305. DHCS will make the funding adjustment once there is sufficient cash in Fund 3305.

⁷ A funding correction for the Managed Care portion within PC164, PC166, & PC168, in the amount of \$185,288.82 will be processed in FY23-24 to General Fund (for period from Oct 2022-June 2023).

⁸ Per May 2022 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 FY2022-23. The Expenditures shown above are for the service period prior to July 1, 2022.

⁹ PC149 there's a variance \$522.64 between SCO & internal record, due to duplication correction. Funding correction will be processed in FY 2023-24.

¹⁰ \$1,431 (Appropriation July 1, 2023) + \$35,000 (Executive Order 190 IT 9800 - 05/19/2023) + \$22,000 (Executive Order 189 CS 3.60 - 05/26/2023) = \$1,488