

Annual Revenue and Expenditure Report – Adopted Budget June 30, 2016



- Proposed Budget – June 30, 2016
- Budget Narrative & Notes

**California Mental Health Services Authority
Annual Revenue and Expenditure Report - Proposed Budget
June 30, 2016**

	Approved Budget 2014/15	Current Year 2014/15 Projected Actuals	Proposed Budget 2015/16
A. Revenue to CalMHSA 2015/2016			
Phase 1 - Sustainability Contributions FY 15-16	12,895,000	6,133,998	-
Phase 2 - Sustainability Contributions FY 15-16	-		4,820,775
Statewide Hospital Beds	450,000	438,642	438,642
Total Revenue to CalMHSA 2015/16	13,345,000	6,572,640	5,259,417
B. Transfer of Funds to Programs	2,939,997	-	-
Total Funds Available 2015/16	16,284,997	6,572,640	5,259,417
C. Expenditures			
Program Services Expenditures	-		
PEI Program Services	42,676,123	29,486,266	8,099,737
WET Program Expenditures	-	148,470	-
TTACB Contract	-	89,597	120,000
State Hospital Beds	450,080	143,551	438,422
Short Doyle Fiscal Pilot	248,703	21,134	210,527
Total Program Services Expenditures	43,374,906	29,889,018	8,868,686
General And Administrative Expenses	-		
General & Administrative Staffing	-	773,578	322,407
Legal	-	60,000	21,500
Travel & Meetings	-	40,000	17,000
Other Contracts	-	40,000	20,000
Insurance	-	31,431	35,000
Financial Audit	-	15,000	25,000
Total General And Administrative Expenditures	3,155,583	960,009	440,907
Total Expenditures	46,530,489	30,849,027	9,309,593
D. Net Increase/(Decrease) Unexpended funds (1)-(2)	(30,245,492)	(24,276,388)	(4,050,176)
E. Total Unexpended Funds Available from Prior Fiscal Years	34,016,422	30,754,949	6,478,561
F. Total Unexpended Funds/Reserves - June 30, 2016	3,770,930	6,478,561	2,428,385
Funds Restrcted for Run out of JPA Operations	-	790,000	650,000
Restricted Program Obligations	-	4,191,696	681,369
Contingency for Phase 1 Funds not collected (Committed vs. Collected)	-	1,243,865	1,097,016
Prudent Reserve	3,770,930	253,000	-
Total Unexpended Funds/Reserves	3,770,930	6,478,561	2,428,385

Proposed Budget Notes

A. Revenue – During Fiscal year 15/16 is Estimated as:

	Total
Statewide Hospital Beds (1)	438,642
Phase 2 - Sustainability Contributions FY 15-16 (2)	4,820,775
Total estimated deposits as of June 30, 2016	<u>\$5,259,417</u>

1. State Hospital Bed program is currently in the second of a three year Participation Agreement
2. Phase 2 - Sustainability Contributions FY 15-16 – Member Counties have sent Letters of Acknowledgement of \$3,820,775 and an estimate of an additional \$1 million for other County commitments pending to be reported to CalMHSA. Final amounts are to be determined and no obligations will be made until funding sources are known.

B. Transfer of Funds to Programs

Over the history of implementation of PEI programs, CalMHSA has maintained a contingent reserve. In 2015, \$2,939,997 was moved from contingent reserve to support programs.

C. Expenditures

1. Program Service Expenditures

- Sustainability Expenditures Phase I and II have been budgeted as follows:

Program Partners (up to six contracts) 80% of current year county contributions projected of \$4,820,775 and \$1,100,000 carry over from Phase I is \$5,920,775. \$5,920,775 x 80%	\$4,736,620
Direct Management and Oversight	1,979,529
Other Contracts	40,000
Legal	28,500
Evaluation	1,277,588
Travel and Meetings	<u>37,500</u>
PEI Program Services	<u>\$8,099,737</u>

* \$1,493,357 PEI Ph. I & II and \$486,172 other programs.

- TTACB, State Hospital Beds, and Feasibility Study Program Expenses have been estimated by participation agreements.

2. General and Administrative Expenses

- General and Administrative Staffing – Staffing services to manage the general and fiscal operations of the JPA.
- Legal Expenses – CalMHSA has retained legal services to provide counsel to the board and support of the governing documents and contracts. Legal services will decrease for fiscal year ended 2016 due to number of contracts related to execution of the Phase 2 Plan.
- Travel and Meeting Expenses – CalMHSA is governed by a Board of Directors and has established standing committees and must conduct public meetings to carry out the regular business of the JPA. Conference attendance is also integral to the members maintaining and updating knowledge in Mental Health Services. The JPA currently has 55 counties participants.
- Other Contracts – CalMHSA has entered into contracts for general information dissemination and information technology.
- Insurance – CalMHSA procures its general liability insurance from CSAC-EIA on a policy term of July 1 to June 30.

- Financial Audit – As required by the government code, CalMHSA is audited annually by an independent Certified Public Accountant.

D. Net Increase / Decrease Unexpended Funds

Column (A) Current PEI & Current Programs – Net decrease of unexpended funds of \$4,050,176

E. Unexpended Funds Available from Prior Years

CalMHSA has projected the unexpended funds to be carried over to the Budget of Annual Revenue and Expenditure to be \$6,478,561. The actual amounts will be determined upon close out of year-end accounting records and contracts.

PEI & Current Programs	6,341,535
Fund Development/New Projects	137,026
Total Funds Projected to be Carried to Budget Year Ended June 30, 2016	<u>\$6,478,561</u>

*Carryover of individual funds from prior year are:

Operations	\$950,000
TTACB	150,000
Short Doyle Fiscal Pilot	250,000
State Hospital	489,401
PEI & Phase I	<u>4,502,134</u> *
	\$6,341,535

* \$1,100,000 has been carried over for use for Phase II Program Funds

F. Total unexpended funds as of June 30, 2016 are Estimated as:

Funds Restricted for Run Out of JPA Operations	650,000
Restricted Program Obligations	681,369
Contingency for Phase 1 Funds not collected (Committed vs. Collected)	1,097,016
Prudent Reserve	0
Total	<u>\$2,428,385</u>

G. Addition Budget Notes

1. Staff has not included estimates for the following prospective activities of the Executive Director:

- Grants
- County Contracts
- Foundations
- State Funding
- Federal Funding

2. The Budget Variables included in this document are:

Variables

- Available Cash - County commitments versus county collections
- Prospective activities
- Funds available to contract with Program Partners
- No contract obligations will be made until funding known