

Department of Finance		Fund: 3085
STATE OF CALIFORNIA MANUAL OF STATE FUNDS		PAGE 1
		Renumbered From:
<u>Legal Title</u> Behavioral Health Services Fund		
<u>Legal Citation/Authority</u> Chapter 790, Statutes of 2023 (SB 326) Welfare and Institutions Code section 5890 (a) (1)		
<u>Fund Classification</u> <u>GAAP Basis</u> Governmental/Special Revenue Funds		<u>Fund Classification</u> <u>Legal Basis</u> Governmental/Other Governmental Cost Funds
<u>Purpose</u> Initiative Statute (Proposition 63) imposes an additional tax on taxable income over \$1 million to provide funds to counties to expand services and develop innovative programs and integrated service plans for mentally ill children, adults and seniors. This fund was created pursuant to Welfare and Institutions Code section 5890 for the purpose of funding the following programs: <ol style="list-style-type: none"> (1) Part 3 (commencing with Section 5800), the Adult and Older Adult Mental Health System of Care Act. (2) Part 3.2 (commencing with Section 5830), Innovative Programs. (3) Part 3.6 (commencing with Section 5840), Prevention and Early Intervention Programs. (4) Part 3.9 (commencing with Section 5849.1), No Place Like Home Program. (5) Part 4 (commencing with Section 5850), the Children's Mental Health Services Act. The funding established pursuant to the Mental Health Services Act will expand mental health services. These funds will not supplant existing state or county funds utilized to provide mental health services. These funds will only be used for the programs authorized in sections 5890 and 5892.		
<u>Administering Agency/Organization Code</u> Department of Health Care Services/4260		
<u>Major Revenue Source</u> Imposed portion of taxpayer's taxable income pursuant to Revenue and Taxation Code section 17043.		
<u>Disposition of Fund (upon abolishment)</u> Pursuant to Government Code section 16346, in the absence of language that identifies a successor fund, any balance remaining in this fund upon abolishment shall be transferred to the General Fund.		
<u>Appropriation Authority</u> Notwithstanding Section 13340 of the Government Code, all of the money in this fund is continuously appropriated to the department, without regard to fiscal years, for the purpose of providing funding for the expansion of mental health services and programs.		
<u>State Appropriations Limit</u> Included – Revenues in this fund are the proceeds of taxes, therefore, the fund is classified as included.		
<u>Comments/Historical Information</u> November 2004: Initiative Statute – 2004 (Proposition 63) originally created this fund. September 2012: Chapter 23, Statutes of 2012 (AB 1467) changed the administering agency from the Department of Mental Health/4440 to the Department of Health Care Services/4260.		

January 2025: Chapter 790, Statutes of 2023 (SB 326) updated the fund title from Mental Health Services Fund to the Behavioral Health Services Fund with an operative date of July 1, 2026. Chapter 40, Statutes of 2024 (SB 159), changes the operative date to January 1, 2025.