STATE OF CALIFORNIA
MANUAL OF STATE FUNDS

Legal Title
Health Care Support Fund

Legal Citation/Authority
Chapter 86, Statutes of 2011 (AB 1066)
Welfare & Institutions Code section 14166.21

Fund Classification GAAP Basis	**Fund Classification Legal Basis**
Governmental/Special Revenue Funds	Nongovernmental/Trust and Agency Funds - Federal

Purpose
The money in the Health Care Support Fund will be paid in the following order of priority:

1. To hospitals for services rendered to Medi-Cal beneficiaries and the uninsured in an amount necessary to meet the aggregate baseline funding amount, or the adjusted aggregate baseline funding amount for project years after the 2005-06 project year, as specified.
2. To maximize federal funding under the demonstration project and consistent with Section 14166.22, the department may obtain safety net care pool funds based on health care expenditures incurred by the department for uncompensated medical care costs of medical services provided to uninsured individuals, as approved by the federal Centers for Medicare and Medicaid Services.
3. Stabilization funding allocated and paid in accordance with Sections 14166.75, 14166.14, and 14166.19.
4. Any amounts remaining after final reconciliation of all amounts due at the end of the project year will remain available for payments in the next project year.
5. Any interest that accrues on amounts in the fund.

Administering Agency/Organization Code
Department of Health Care Services/Org 4260

Major Revenue Source
Federal Funds.

Disposition of Fund (upon abolishment)
Pursuant to Government Code 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.

Appropriation Authority
Notwithstanding Section 13340 of the Government Code, the fund will be continuously appropriated to the department for the purposes specified in this article.

State Appropriations Limit **Always Excluded** – Revenues in this fund are not proceeds of taxes and even after transfer, will never become proceeds of taxes because the major revenue source is derived from a Trust and Agency Fund. Although not stated in legislation, in practice the major revenue source is Federal Funds which are not proceeds of taxes.
Comments/Historical Information Chapter 560, Statutes of 2005 (SB 1100) established this fund.