

**2025 Omnibus Financial Plan**  
**Behavioral Health Fund / Fund 1120**

Category	2023-2024 Actuals	2025 Adopted	2025 Current Budget	2025 Annual-to-Date Actuals	2025 Estimated	2026-2027 Projected	2028-2029 Projected
<b>Beginning Fund Balance</b>	<b>113,978,516</b>	<b>151,298,289</b>	<b>93,853,152</b>	<b>93,853,152</b>	<b>93,853,152</b>	<b>74,453,609</b>	<b>88,104,938</b>
<b>Revenues</b>							
Medicaid	484,795,211	252,477,441	252,477,441	65,796,996	285,379,356	534,042,460	563,763,493
Medicaid Leakage	93,320,234	48,633,467	48,633,467	14,668,229	50,819,462	102,869,929	108,594,943
Medicaid Admin		8,500,513	8,500,513		8,500,513	17,980,358	18,981,018
Non-Medicaid State (BHASO)	131,197,581	73,759,450	73,759,450	21,776,669	74,474,527	156,016,624	164,699,408
Federal	27,929,382	13,634,362	13,634,362	(136,162)	10,486,133	28,640,753	30,073,079
COVID	20,422,003	5,500,000	5,500,000	-	5,500,000	-	-
Other State	18,366,147	3,117,905	3,117,905	611,218	3,891,017	6,595,020	6,962,052
Intergovernmental/Local	9,129,723	4,764,555	4,764,555	674,216	5,133,148	10,078,028	10,638,900
Property Taxes	7,749,066	3,999,497	3,999,497	222,868	4,102,348	8,263,285	8,621,069
General Fund	1,038,180	237,824	237,824	-	237,824	-	-
MIDD Transfer	15,500,000	7,962,350	7,962,350	-	7,962,350	16,848,333	17,791,839
HTH Transfer	12,487,614	6,701,036	6,701,036	1,825,444	6,701,036	13,511,233	15,573,031
CCC Transfer	4,042,885	-	-	-	-	-	-
Other Interfund Transfers	17,609,511	7,095,474	7,095,474	599,204	6,673,540	16,012,620	17,898,540
Other	93,383	431,514	431,514	-	431,514	1,522,631	1,610,031
<b>Total Revenues</b>	<b>\$ 843,680,921</b>	<b>\$ 436,815,388</b>	<b>\$ 436,815,388</b>	<b>\$ 106,038,681</b>	<b>\$ 470,292,768</b>	<b>\$ 912,381,272</b>	<b>\$ 965,207,401</b>
<b>Expenditures</b>							
Salaries/Wages and Benefits	51,269,818	33,604,058	33,604,058	7,339,965	30,072,171	70,225,166	73,974,698
Supplies	277,382	100,130	100,130	19,487	101,370	211,795	223,582
Other Operating Charges	656,278,253	310,260,671	310,260,671	83,812,400	376,972,965	656,054,343	692,565,696
COVID Expenditures	20,920,830	5,500,000	5,500,000	275,546	5,500,000	-	-
MCO-Medicaid Leakage Expense	93,320,234	48,633,467	48,633,467	14,668,229	50,819,462	102,869,929	108,594,943
Contributions Other	8,800	-	-	11,920	-	-	-
Intragovernmental Services	13,737,496	12,269,199	12,269,199	1,840,469	8,679,985	27,944,328	31,677,690
Intragovernmental Contributions	31,159,820	18,355,874	18,355,874	2,064,868	17,546,356	41,424,383	46,303,228
<b>Total Expenditures</b>	<b>\$ 866,972,633</b>	<b>\$ 428,723,399</b>	<b>\$ 428,723,399</b>	<b>\$ 110,032,883</b>	<b>\$ 489,692,310</b>	<b>\$ 898,729,943</b>	<b>\$ 953,339,836</b>
<b>Estimated Underexpenditures</b>							
<b>Other Fund Transactions</b>							
* Adj Beg. Balance (recognized gain / loss)	3,166,348			(86,648)			
<b>Total Other Fund Transactions</b>	<b>\$ 3,166,348</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (86,648)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Ending Fund Balance</b>	<b>\$ 93,853,152</b>	<b>\$ 159,390,278</b>	<b>\$ 101,945,141</b>	<b>\$ 89,772,301</b>	<b>\$ 74,453,609</b>	<b>\$ 88,104,938</b>	<b>\$ 99,972,503</b>
<b>Reserves</b>							
Operating Reserve: Non-Medicaid	5,370,943						
Medicaid Contract Termination Reserve	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
Medical Loss Ratio Reserve	9,000,000						
Medicaid 60-Day Reserve	28,000,000						
Assigned-Rainy Day Reserve	3,281,767		2,052,245	2,052,245	2,259,671	2,204,914	2,319,338
2022 Gain Share Repayment Reserve		59,000,000	59,000,000	59,000,000			
2021 Gain Share Repayment Reserve	38,000,000	38,000,000	38,000,000	38,000,000			
<b>Total Reserves</b>	<b>\$ 93,652,710</b>	<b>\$ 107,000,000</b>	<b>\$ 109,052,245</b>	<b>\$ 109,052,245</b>	<b>\$ 12,259,671</b>	<b>\$ 12,204,914</b>	<b>\$ 12,319,338</b>
Reserve Shortfall	-	-	7,107,105	19,279,944	-	-	-
<b>Ending Undesignated Fund Balance</b>	<b>\$ 200,441</b>	<b>\$ 52,390,278</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 62,193,938</b>	<b>\$ 75,900,025</b>	<b>\$ 87,653,165</b>

**Financial Plan Notes**

All financial plans have the following assumptions, unless otherwise noted in below rows.

2025 Adopted Budget ties to PBCS (including annual budget and Agency request supplemental)

Outyear **projections columns** : revenue and expenditure inflation assumptions are consistent with figures provided by PSB's BFPA guidance, unless otherwise stated.

Revenue Notes:

Out year projections for Property Tax and Health through Housing transfers reflect the most recent OEFA forecast.

Outyear projections for MIDD Transfers assume inflationary increases consistent with the MIDD financial plan.

COVID revenues will be fully spent by the end of 2025.

General Fund revenue in 2025 is related to the Community Prevention and Wellness Initiative proposal (DS\_001) recommended by the Cannabis Interdepartmental Team and the Path with Art therapeutic arts program.

Expenditure Notes:

COVID expenditures will be complete by the end of 2025.

The 2025 omnibus supplemental proposed amount matches the Adopted 2023-2024 4th Omnibus gainshare amount, minus the gainshare payments completed during 2024.

Reserve Notes:

Non-Medicaid Operating Reserve reflects one-time funding provided by the state to hold in reserve for Non-Medicaid expenditures. This reserve will be spent and no longer be in effect in 2025 and beyond.

Medicaid Contract Termination Reserve will pay any incurred but not yet paid costs for Medicaid contracts if a contract were to end, as services rendered during the contract period may not be invoiced immediately.

Medical Loss Ratio Reserve and the Medicaid 60-day Reserve will shift to the MCOs to manage this risk after Medicaid Gain Share Repayments are made, as DCHS will no longer hold the fund balance associated with these risks.

This fund carries a 60-day Rainy Day Reserve for expenditures not backed by federal or state funds or interfund transfers.

Gain Share Repayment reserves reflect likely transfers of fund balance back to the Health Care Authority (HCA) to reflect the difference between revenues and expenditures over the last few years. DCHS, HCA, and the MCOs are currently negotiating exact amounts and timing.

Last Updated 5/13/25 by Ryan Black using data from PBCS and BFPA assumptions.