

Prop. 1 – Behavioral Health Services Act (BHSA)

The Mental Health Services Act (MHSA) was passed by California voters in 2004 and funded by a 1% income tax on personal income over \$1 million per year. MHSA has provided a dedicated source of funding to expand, improve and transform California's behavioral health system.

In 2024, voters passed Proposition 1, which reforms MHSA funding allocations and introduces several important changes for counties:

Assembly Bill 531 Obligation Bond – \$6.38 billion

- CA Department of Health Care Services: Bond BHCIP for residential facilities supporting treatment
- CA Department of Housing and Community Development: Homekey + for permanent supportive housing*

Senate Bill 326 Behavioral Health Services Act (BHSA)

- Mental Health Services Act (MHSA) Reform
- Statewide Accountability & Transparency
- Community Program Planning + Three-Year Integrated Plan
- System Changes Across the Behavioral Health Continuum of Care

*San Mateo County Dept. of Housing is the lead for permanent supportive housing (PSH) developments and collaborate with BHRS for the supportive services provided to all clients in PSH.

Key Priorities for Prop. 1 – BHSA

- A focus on the most vulnerable individuals living with serious mental illness and/or substance use disorders and are at risk of homelessness, unhoused, and/or justice involved.
- Increasing access to permanent supportive housing and residential treatment settings.
- Increasing access to substance use disorder treatment and co-occurring capacity.
- Creating transparency in behavioral health planning, fiscal expenditures, and client outcomes.
- Maximizing Medi-Cal billing across all eligible services.





New Three-Year Integrated Plan

BHSA requires counties to develop a Three-Year Integrated Plan (IP) that outlines all local behavioral health funding over a three-year period, ensuring a coordinated and integrated system of care.

- Covers all programs and funding sources within a county's behavioral health division and across the behavioral health continuum of care.
- Requires use of local data to identify unmet needs and contributes to county level and statewide efforts to improve behavioral health outcomes.
- ✓ Strategies to address unmet needs are developed through a community planning process, engaging clients, family members, community partners and cross-sector agencies.

New Funding Allocations

BHSA significantly shifts how the millionaire's tax funding is allocated for behavioral health services.

