



**CalOptima
Health**

Financial Summary March 31, 2026

Board of Directors Meeting

May 7, 2026

Nancy Huang, Chief Financial Officer

Our Mission

To serve member health with excellence and dignity, respecting the value and needs of each person.

Our Vision

Provide all members with access to care and supports to achieve optimal health and well-being through an equitable and high-quality health care system.

Financial Highlights Notes:

March 2026

- Notable events/items in March 2026
 - \$262.6 million of Hospital Directed Payments (DP) were received and recognized for Calendar Year (CY) 2024
 - \$49.3 million adjustment was recorded to align the Community Reinvestment obligation estimates with updated guidance from the Department of Health Care Services (DHCS) for CY 2024, 2025 and 2026
 - Net investment income was below the year-to-date average due to an unrealized loss in March, driven by valuation changes associated with interest rate movements

Financial Highlights

March 2026

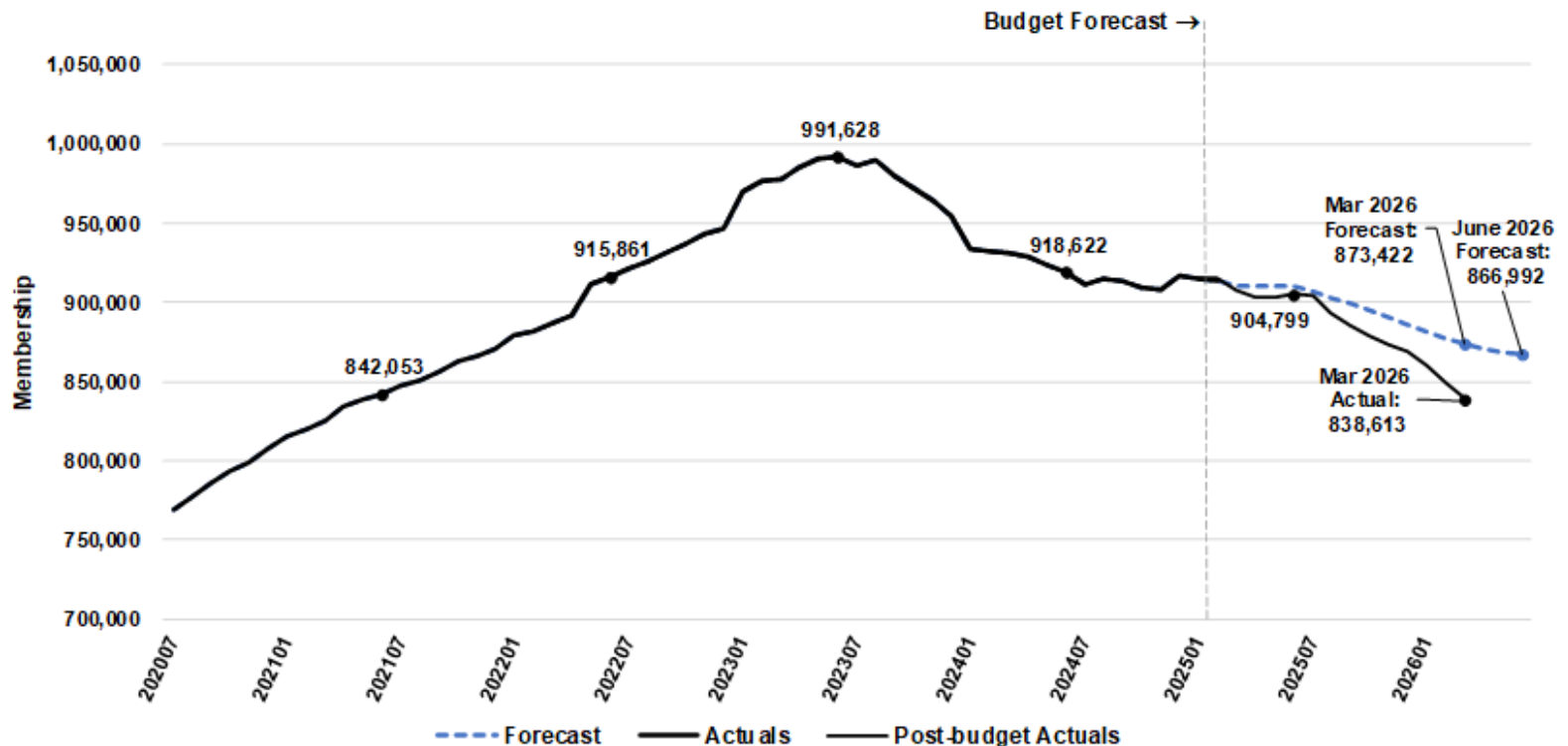
March 2026				July 2025 - March 2026				
Actual	Budget	\$ Variance	% Variance		Actual	Budget	\$ Variance	% Variance
841,313	873,422	(32,109)	(3.7%)	Member Months	7,851,452	8,010,090	(158,638)	(2.0%)
647,592,353	388,225,034	259,367,319	66.8%	Revenues	3,973,637,476	3,535,609,121	438,028,355	12.4%
614,851,587	368,178,981	(246,672,606)	(67.0%)	Medical Expenses	3,645,580,618	3,289,361,798	(356,218,820)	(10.8%)
24,670,647	25,834,962	1,164,315	4.5%	Administrative Expenses	195,660,163	228,751,483	33,091,319	14.5%
8,070,118	(5,788,909)	13,859,027	239.4%	Operating Margin	132,396,695	17,495,840	114,900,855	656.7%
				Non-Operating Income (Loss)				
(6,491,462)	8,333,341	(14,824,803)	(177.9%)	Net Investment Income/Expense	112,140,057	75,000,066	37,139,991	49.5%
(399,661)	-	(399,661)	(100.0%)	Grant Expense	(22,814,124)	-	(22,814,124)	(100.0%)
49,346,844	-	49,346,844	100.0%	Community Reinvestment	35,462,524	-	35,462,524	100.0%
(388,823)	(138,610)	(250,213)	(180.5%)	Other Income/Expense	(6,805,703)	(1,247,490)	(5,558,213)	(445.6%)
42,066,898	8,194,731	33,872,166	413.3%	Total Non-Operating Income (Loss)	117,982,753	73,752,576	44,230,178	60.0%
50,137,016	2,405,822	47,731,193	1,984.0%	Change in Net Assets	250,379,448	91,248,416	159,131,032	174.4%
94.9%	94.8%	0.1%		Medical Loss Ratio	91.7%	93.0%	(1.3%)	
3.8%	6.7%	2.8%		Administrative Loss Ratio	4.9%	6.5%	1.5%	
1.2%	(1.5%)	2.7%		Operating Margin Ratio	3.3%	0.5%	2.8%	
100.0%	100.0%			Total Operating	100.0%	100.0%		
84.4%	90.3%	(5.9%)		*Adjusted MLR	85.8%	88.6%	(2.8%)	
6.2%	6.7%	0.4%		*Adjusted ALR	5.6%	6.5%	0.8%	

*Adjusted MLR/ALR excludes estimated Board-approved Provider Rate increases and Directed Payments, but includes costs associated with CalOptima Health's Digital Transformation Strategy (DTS) budget

Actuals v. Budget – Total Membership



Consolidated



Notes:

- Data included in this report are based on member eligibility months rather than booked enrollment (as used in the financials).
- Includes data as of April 10, 2026



FY 2025-26: Management Summary

- Change in Net Assets Surplus or (Deficit)
 - Month To Date (MTD) March 2026: \$50.1 million, favorable to budget \$47.7 million or 1,984.0% driven by adjustment to Community Reinvestment estimates due to updated guidance from DHCS
- Change in Net Assets Surplus or (Deficit)
 - Year To Date (YTD) July 2025 – March 2026: \$250.4 million, favorable to budget \$159.1 million or 174.4% driven by Net Investment Income, favorable member mix and capitation rates, and Community Reinvestment

FY 2025-26: Management Summary (cont.)

○ Enrollment

- MTD: 841,313 members, unfavorable to budget 32,109 or 3.7% due to freeze on enrollment of new members 19 years or older with Unsatisfactory Immigration Status (UIS) and asset test reinstatement
- YTD: 7,851,452 member months, unfavorable to budget 158,638 or 2.0%

FY 2025-26: Management Summary (cont.)

○ Revenue

- MTD: \$647.6 million, favorable to budget \$259.4 million or 66.8% driven by Medi-Cal (MC) Line of Business (LOB) due to receipt of CY 2024 Hospital DP, favorable member mix and capitation rates, offset by lower enrollment
- YTD: \$3,973.6 million, favorable to budget \$438.0 million or 12.4% due primarily to:
 - MC LOB due to CY 2023 and 2024 Hospital DP, CY 2024 Quality Incentive Program (QIP), CY 2025 Skilled Nursing Facility Workforce and Quality Incentive (SNF WQIP), favorable member mix and capitation rates
 - Offset by OneCare (OC) LOB lower than anticipated Risk Adjustment Factor (RAF)

FY 2025-26: Management Summary (cont.)

○ Medical Expenses

- MTD: \$614.9 million, unfavorable to budget \$246.7 million or 67.0% due to:
 - \$267.0 million in Other Medical Expenses primarily from CY 2024 Hospital DP
 - Offset by \$20.3 million net favorable variances in all other expense categories due to lower enrollment and utilization

FY 2025-26: Management Summary (cont.)

○ Medical Expenses

- YTD: \$3,645.6 million, unfavorable to budget \$356.2 million or 10.8% due to:
 - \$512.2 million in Other Medical expenses primarily due to CY 2023 and 2024 Hospital DP, CY 2024 QIP and CY 2025 SNF WQIP
 - Offset by favorable variances to budget:
 - \$46.9 million in Incentive Payments primarily due to release of accrual for MC Pay-for-Value (P4V) Incentive Payments
 - \$34.0 million in Managed Long-Term Services and Supports (MLTSS) expense
 - \$31.7 million in Professional Claims expense
 - \$50.0 million in all other expense categories

FY 2025-26: Management Summary (cont.)

○ Administrative Expenses

- MTD: \$24.7 million, favorable to budget \$1.2 million or 4.5% due to the timing of administrative expense activities
- YTD: \$195.7 million, favorable to budget \$33.1 million or 14.5% due to the timing of administrative expense activities

FY 2025-26: Management Summary (cont.)

- Non-Operating Income (Loss)
 - MTD: \$42.1 million, favorable to budget \$33.9 million or 413.3% due to:
 - \$49.3 million favorable variance in Community Reinvestment due to updated guidance from DHCS
 - Offset by:
 - \$14.8 million unfavorable variance in Net Investment Income primarily due to unrealized loss on investments
 - \$0.4 million unfavorable variance in Grant Expense
 - \$0.3 million unfavorable variance in Other Income/Expense

FY 2025-26: Management Summary (cont.)

- Non-Operating Income (Loss)
 - YTD: \$118.0 million, favorable to budget \$44.2 million or 60.0% due to:
 - \$37.1 million favorable variance in Net Investment Income
 - \$35.5 million favorable variance in Community Reinvestment
 - Offset by:
 - \$22.8 million unfavorable variance in Grant Expense
 - \$5.6 million unfavorable variance in Other Income/Expense

FY 2025-26: Key Financial Ratios

○ Medical Loss Ratio (MLR)

		Actual	Budget	Variance (%)
MTD	MLR	94.9%	94.8%	0.1%
	Adjusted MLR*	84.4%	90.3%	(5.9%)
YTD	MLR	91.7%	93.0%	(1.3%)
	Adjusted MLR*	85.8%	88.6%	(2.8%)

○ Administrative Loss Ratio (ALR)

		Actual	Budget	Variance (%)
MTD	ALR	3.8%	6.7%	2.8%
	Adjusted ALR*	6.2%	6.7%	0.4%
YTD	ALR	4.9%	6.5%	1.5%
	Adjusted ALR*	5.6%	6.5%	0.8%

* Adjusted MLR/ALR excludes estimated Board-approved Provider Rate Increases and Directed Payments, but includes costs associated with DTS.

FY 2025-26: Key Financials Ratios (cont.)

- Balance Sheet Ratios
 - Current ratio*: 1.8
 - Board Designated Reserve level: 3.72
 - Statutory Designated Reserve level: 1.01
 - Net-position: \$3.1 billion, including required TNE of \$134.6 million

*Current ratio compares current assets to current liabilities. It measures CalOptima Health's ability to pay short-term obligations.

Enrollment Summary:

March 2026

March 2026				July 2025 - March 2026				
Actual	Budget	\$ Variance	% Variance	Enrollment (by Aid Category)	Actual	Budget	\$ Variance	% Variance
114,767	124,316	(9,549)	(7.7%)	FAM	1,099,223	1,146,442	(47,219)	(4.1%)
241,994	255,181	(13,187)	(5.2%)	CHD	2,243,964	2,318,977	(75,013)	(3.2%)
303,305	314,618	(11,313)	(3.6%)	MCE	2,865,642	2,941,267	(75,625)	(2.6%)
3,085	2,506	579	23.1%	LTC	27,164	22,597	4,567	20.2%
150,236	149,134	1,102	0.7%	SPD	1,365,817	1,333,354	32,463	2.4%
8,796	9,035	(239)	(2.6%)	WCM	79,827	81,690	(1,863)	(2.3%)
822,183	854,790	(32,607)	(3.8%)	Medi-Cal Total	7,681,637	7,844,327	(162,690)	(2.1%)
18,573	18,071	502	2.8%	OneCare	164,966	160,858	4,108	2.6%
557	561	(4)	(0.7%)	PACE	4,849	4,905	(56)	(1.1%)
591	558	33	5.9%	MSSP*	5,142	5,022	120	2.4%
841,313	873,422	(32,109)	(3.7%)	CalOptima Health Total	7,851,452	8,010,090	(158,638)	(2.0%)

*MSSP enrollment is included in Medi-Cal total

Consolidated Revenue & Expenses:

March 2026 MTD

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
MEMBER MONTHS	822,183	18,573	557	591		841,313
REVENUES						
Capitation Revenue	\$ 605,778,222	\$ 36,239,684	\$ 5,330,043	\$ 244,404	\$ -	\$ 647,592,353
Total Operating Revenue	605,778,222	36,239,684	5,330,043	244,404	-	647,592,353
MEDICAL EXPENSES						
Provider Capitation	108,306,718	14,301,891				122,608,610
Facility and Professional Claims	132,486,174	8,247,591	2,224,546			142,958,312
MLTSS	50,101,549		73,762	18,807		50,194,117
Prescription Drugs		8,630,685	550,135			9,180,819
Case Mgmt & Other Medical	285,807,258	2,333,529	1,569,987	198,956		289,909,730
Total Medical Expenses	576,701,700	33,513,696	4,418,429	217,762	-	614,851,587
Medical Loss Ratio	95.2%	92.5%	82.9%	89.1%	0.0%	94.9%
GROSS MARGIN	29,076,522	2,725,987	911,614	26,642	-	32,740,765
ADMINISTRATIVE EXPENSES						
Salaries & Benefits	11,700,006	1,112,011	196,288	110,411	199,392	13,318,107
Non-Salary Operating Expenses	3,849,780	731,274	138,585	1,459	155,415	4,876,514
Depreciation & Amortization	1,218,954		1,606			1,220,560
Other Operating Expenses	4,736,643	70,335	8,223	8,760		4,823,961
Indirect Cost Allocation, Occupancy	(693,779)	1,100,641	18,204	6,438		431,504
Total Administrative Expenses	20,811,605	3,014,262	362,906	127,068	354,807	24,670,647
Administrative Loss Ratio	3.4%	8.3%	6.8%	52.0%	0.0%	3.8%
Operating Income/(Loss)	8,264,918	(288,274)	548,708	(100,426)	(354,807)	8,070,118
Investments and Other Non-Operating	48,955,446					42,066,898
CHANGE IN NET ASSETS	\$ 57,220,363	\$ (288,274)	\$ 548,708	\$ (100,426)	\$ (354,807)	\$ 50,137,016
BUDGETED CHANGE IN NET ASSETS	(4,659,871)	(448,401)	372,496	(122,106)	(931,027)	2,405,822
Variance to Budget - Fav/(Unfav)	\$ 61,880,235	\$ 160,127	\$ 176,212	\$ 21,680	\$ 576,220	\$ 47,731,193

Consolidated Revenue & Expenses:

March 2026 YTD

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
MEMBER MONTHS	7,681,637	164,966	4,849	5,142		7,851,452
REVENUES						
Capitation Revenue	\$ 3,595,246,441	\$ 331,370,058	\$ 44,782,561	\$ 2,238,416	\$ -	\$ 3,973,637,476
Total Operating Revenue	3,595,246,441	331,370,058	44,782,561	2,238,416	-	3,973,637,476
MEDICAL EXPENSES						
Provider Capitation	1,009,302,442	131,852,912				1,141,155,354
Facility and Professional Claims	1,233,400,644	66,948,333	19,150,904			1,319,499,881
MLTSS	412,742,570		573,718	304,726		413,621,015
Prescription Drugs		87,629,285	5,167,144			92,796,428
Case Mgmt & Other Medical	645,340,296	18,069,344	13,395,271	1,703,029		678,507,940
Total Medical Expenses	3,300,785,953	304,499,873	38,287,037	2,007,755	-	3,645,580,618
Medical Loss Ratio	91.8%	91.9%	85.5%	89.7%	0.0%	91.7%
GROSS MARGIN	294,460,488	26,870,185	6,495,525	230,661	-	328,056,858
ADMINISTRATIVE EXPENSES						
Salaries & Benefits	104,823,155	9,320,253	1,654,601	954,779	855,773	117,608,561
Non-Salary Operating Expenses	27,112,399	5,197,890	798,017	13,148	2,608,828	35,730,282
Depreciation & Amortization	8,401,338		8,684			8,410,022
Other Operating Expenses	28,882,060	1,072,181	98,706	70,083		30,123,031
Indirect Cost Allocation, Occupancy	(6,134,464)	9,702,840	154,350	65,543		3,788,268
Total Administrative Expenses	163,084,488	25,293,164	2,714,358	1,103,553	3,464,601	195,660,163
Administrative Loss Ratio	4.5%	7.6%	6.1%	49.3%	0.0%	4.9%
Operating Income/(Loss)	131,376,000	1,577,021	3,781,167	(872,893)	(3,464,601)	132,396,695
Investments and Other Non-Operating	29,418,113					117,982,753
CHANGE IN NET ASSETS	\$ 160,794,112	\$ 1,577,021	\$ 3,781,167	\$ (872,893)	\$ (3,464,601)	\$ 250,379,448
BUDGETED CHANGE IN NET ASSETS	34,465,351	(11,086,428)	3,148,199	(1,077,777)	(7,953,505)	91,248,416
Variance to Budget - Fav/(Unfav)	\$ 126,328,761	\$ 12,663,449	\$ 632,968	\$ 204,884	\$ 4,488,904	\$ 159,131,032

Balance Sheet: As of March 2026

ASSETS

Current Assets

Operating Cash	\$623,970,868
Short-term Investments	1,521,239,721
Capitation Receivable	617,862,977
Receivables - Other	15,494,180
Prepaid Expenses	18,502,628
Total Current Assets	2,797,070,373

Capital Assets

Capital Assets	207,162,418
Less: Accumulated Depreciation	(99,923,373)
Capital Assets, Net of Depreciation	107,239,044

Other Assets

Restricted Deposit & Other	300,000
Board Designated Reserves	1,628,488,224
Statutory Designated Reserves	136,012,073
Total Other Assets	1,764,800,297

TOTAL ASSETS 4,669,109,715

Deferred Outflows 28,653,572

TOTAL ASSETS & DEFERRED OUTFLOWS \$4,697,763,287

LIABILITIES & NET POSITION

Current Liabilities

Accounts Payable	\$235,023,322
Medical Claims Liability	374,075,245
Accrued Payroll Liabilities	26,994,119
Deferred Revenue	5,971,083
Due to State of California and CMS	780,727,851
Capitation and Withholds	123,597,335
Total Current Liabilities	1,546,388,955

Other Liabilities

GASB 96 Subscription Liabilities	19,961,210
Community Reinvestment	52,635,587
Capital Lease Payable	209,221
Post Employment Health Benefits Liability	17,454,653
Net Pension Liabilities	5,840,992
Total Other Liabilities	96,101,663

TOTAL LIABILITIES 1,642,490,618

Deferred Inflows 4,309,519

Net Position

Required TNE	134,621,769
Funds in Excess of TNE	2,916,341,380
TOTAL NET POSITION	3,050,963,149

TOTAL LIABILITIES, DEFERRED INFLOWS & NET POSITION \$4,697,763,287

Board Designated Reserve and TNE Analysis: As of March 2026

Board Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier One	813,925,928				
MetLife Tier One	814,562,296				
Board Designated Reserves	1,628,488,224	1,094,151,442	1,750,642,307	534,336,782	(122,154,083)
<i>Current Reserve Level (X months of average monthly revenue)¹</i>	<i>3.72</i>	<i>2.50</i>	<i>4.00</i>		

Statutory Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier Two	68,097,368				
MetLife Tier Two	67,914,706				
Statutory Designated Reserves	136,012,073	134,621,769	148,083,946	1,390,304	(12,071,873)
<i>Current Reserve Level (X min. TNE)¹</i>	<i>1.01</i>	<i>1.00</i>	<i>1.10</i>		

¹ See CalOptima Health Policy GA.3001: Statutory and Board-Designated Reserve Funds for more information.

Spending Plan: As of March 2026

Item Description	Amount (millions)	Approved	Expense to Date	%
Total Net Position @ 3/31/2026	\$3,051.0			100.0%
Resources Assigned				
Board Designated Reserve ¹	\$1,628.5			53.4%
Statutory Designated Reserve ¹	\$136.0			4.5%
Capital Assets, net of Depreciation	\$107.2			3.5%
Resources Allocated³				
Homeless Health Initiative ²	\$14.3	\$63.3	\$49.0	0.5%
Housing and Homelessness Incentive Program ²	27.2	87.4	60.2	0.9%
Intergovernmental Transfers (IGT) ⁴	36.4	52.0	15.6	1.2%
Digital Transformation and Workplace Modernization ³	21.3	100.0	78.7	0.7%
CalFresh Outreach Strategy	0.0	2.0	2.0	0.0%
CalFresh and Redetermination Outreach Strategy	1.7	6.0	4.3	0.1%
Coalition of Orange County Community Health Centers Grant	10.7	50.0	39.3	0.3%
Mind OC Grant (Irvine)	0.0	15.0	15.0	0.0%
General Awareness Campaign	0.3	4.7	4.4	0.0%
Member Health Needs Assessment	0.6	1.3	0.7	0.0%
Five-Year Hospital Quality Program Beginning MY 2023	109.8	153.5	43.7	3.6%
Skilled Nursing Facility Access Program	10.0	10.0	0.0	0.3%
In-Home Care Pilot Program with the UCI Family Health Center	1.9	2.0	0.1	0.1%
National Alliance for Mental Illness Orange County Peer Support Program Grant	2.5	5.0	2.5	0.1%
Stipend Program for Master of Social Work Students Grant	0.0	5.0	5.0	0.0%
Wellness & Prevention Program Grant	1.0	2.7	1.7	0.0%
CalOptima Health Provider Workforce Development Fund Grant	39.8	50.0	10.2	1.3%
Distribution Event - Naloxone Grant	2.2	15.0	12.8	0.1%
Garden Grove Bldg. Improvement	16.5	17.5	1.0	0.5%
CalOptima Health Community Reinvestment Program	18.0	18.0	0.0	0.6%
Dyadic Services Program Academy	0.2	1.9	1.7	0.0%
Outreach Strategy for newly eligible Adult Expansion members	0.0	5.8	5.8	0.0%
Expansion of CalOptima Health OC Outreach and Engagement Strategy	0.0	1.0	1.0	0.0%

Spending Plan: As of March 2026 (cont.)

Item Description	Amount (millions)	Approved Initiative	Expense to Date	%
Medi-Cal Provider Rate Increases	157.9	526.2	368.3	5.2%
Homeless Prevention and Stabilization Pilot Program	0.2	0.3	0.1	0.0%
OneCare Member Engagement and Education	0.1	0.3	0.1	0.0%
Medi-Cal Eligibility Outreach Strategy	21.0	21.8	0.9	0.7%
Supplemental Food Support due to Gov't shutdown	5.3	9.2	3.9	0.2%
Orange County Community Health Assessment and Improvement Plan	0.5	1.0	0.5	0.0%
Subtotal:	\$499.3	\$1,227.8	\$728.5	16.4%
Resources Available for New Initiatives				
Unallocated/Unassigned ¹	\$680.0			22.3%

¹ Total Designated Reserves and unallocated reserve amount can support approximately 211 days of CalOptima Health's current operations.

² See HHI and HHIP summaries and Allocated Funds for list of Board Approved Initiatives. Amount reported includes only portion funded by reserves.

³ On June 6, 2024, the Board of Directors approved an update to the Digital Transformation Strategy which will impact these figures beginning July 2024.

⁴ On June 5, 2025, the Board of Directors approved the close out of Board-approved initiatives and transfer of remaining funds back to unallocated reserves.

Homeless Health Initiative and Allocated Funds: As of March 2026

Summary by Funding Source:	Total Funds	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
HHI - IGT'S	61,533,726	61,533,726	48,985,930	12,547,796	-
HHI - Existing Reserves	1,800,000	1,800,000	-	1,800,000	-
HHIP	40,100,000	40,100,000	-	40,100,000	-
Total	103,433,726	103,433,726	48,985,930	54,447,796	-

Funds Allocation, approved initiatives:	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funding Source(s)
Enhanced Medi-Cal Services at the Be Well OC Regional Mental Health and Wellness Campus	11,400,000	11,400,000	-	IGT's
Recuperative Care	6,194,190	6,194,190	-	IGT's
Medical Respite	250,000	250,000	-	IGT's
Day Habilitation (County for HomeKey) ¹	-	-	-	IGT's
Clinical Field Team Start-up & Federally Qualified Health Center (FQHC)	1,600,000	1,600,000	-	IGT's
CalOptima Health Homeless Response Team	1,681,734	1,681,734	-	IGT's
Homeless Coordination at Hospitals	10,000,000	10,000,000	-	IGT's
CalOptima Health Days, Homeless Clinical Access Program (HCAP) and FQHC Administrative Support	963,261	925,540	37,721	IGT's
FQHC (Community Health Center) Expansion	21,902	21,902	-	IGT's
HCAP and CalOptima Health Days	9,888,914	4,985,310	4,903,604	IGT's
Vaccination Intervention and Member Incentive Strategy ³	54,649	54,649	-	IGT's
Street Medicine ²	14,279,077	9,596,591	4,682,486	IGT's & Existing Reserves
Outreach and Engagement	7,000,000	2,276,015	4,723,985	IGT's
Housing and Homelessness Incentive Program (HHIP) ⁴	40,100,000	-	40,100,000	IGT's & Existing Reserves
Subtotal of Approved Initiatives	103,433,726	48,985,930	54,447,796	
Transfer of funds to HHIP ⁴	(40,100,000)	-	(40,100,000)	
Program Total	63,333,726	48,985,930	14,347,796	

¹ On February 5, 2026, CalOptima Health's Board of Directors approved the closeout of the Day Habilitation (County for HomeKey) and designated the remaining balance of \$2.5 million as available for allocation to deliver enhanced services for Medi-Cal members.

² On August 7, 2025, CalOptima Health's Board of Directors approved \$9.3 million to expand the Street Medicine Program - \$3.2 million remaining from Street Medicine Initiative (from the Homeless Health Initiatives Reserve), \$1.8 million from Existing Reserves, and \$4.3 million from Intergovernmental Transfer balance resulting from a June 5, 2025, Board of Director action, to fund 2-year grant agreements to Healthcare in Action (Anaheim), Celebrating Life Community Health Center (Costa Mesa), and AltaMed (Santa Ana).

³ On June 5, 2025 the Board of Directors approved the close out of the Vaccination Intervention and Member Incentive Strategy program and transfer of the remaining funds of \$68,699 to unallocated reserves for new initiatives.

⁴ On September 1, 2022, CalOptima Health's Board of Directors approved reallocation of \$40.1 million from HHI to HHIP.

Housing and Homelessness Incentive Program: As of March 2026

Summary by Funding Source:	Total Funds ¹	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
DHCS HHIP Funds	65,931,189	65,931,189	34,232,029	31,699,160	-
Existing Reserves & HHI Transfer	87,384,530	87,384,530	60,212,710	27,171,820	-
Street Medicine Support Center - GG Building	7,000,000	7,000,000	-	7,000,000	-
Total	160,315,719	160,315,719	94,444,739	65,870,980	-

Funds Allocation, approved initiatives:	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funding Source(s)
Office of Care Coordination	2,200,000	2,200,000	-	HHI
Pulse For Good	1,400,000	901,950	498,050	HHI
Equity Grants for Programs Serving Underrepresented Populations	4,621,311	3,821,311	800,001	HHI & DHCS
Infrastructure Projects	5,832,314	5,765,644	66,670	HHI
Capital Projects	126,247,564	71,640,270	54,607,294	HHI, DHCS & Existing Reserves
System Change Projects	19,314,530	9,460,174	9,854,356	DHCS
Non-Profit Healthcare Academy	700,000	655,391	44,609	DHCS
Total of Approved Initiatives	\$160,315,719¹	\$94,444,739	\$65,870,980	
*Transfer of funds to Street Medicine Support Center-GG Building	(7,000,000)	-	(\$7,000,000)	Existing Reserves
Program Total	\$153,315,719	\$94,444,739	\$58,870,980	

¹Total funding \$160.3 million: \$40.1 million Board-approved reallocation from HHI, \$47.2 million from CalOptima Health existing reserves and \$73.0 million from DHCS HHIP incentive payments

*On October 2, 2025, CalOptima Health's Board of Directors approved up to \$7.0 million for general contractor services & furniture, fixtures & equipment for the Street Medicine Support Center



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