



**CalOptima  
Health**

# **Financial Summary May 31, 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:

## May 2026

- CalOptima Health transferred \$5.0 million from Short-Term Operating to the Statutory Reserve account in May, resulting in a month-end balance of \$141.4 million, which brings the reserve to 105% of the DMHC minimum Tangible Net Equity (TNE) requirement. The board-approved TNE reserve policy range is between 100% to 110%.

# Financial Highlights

## May 2026

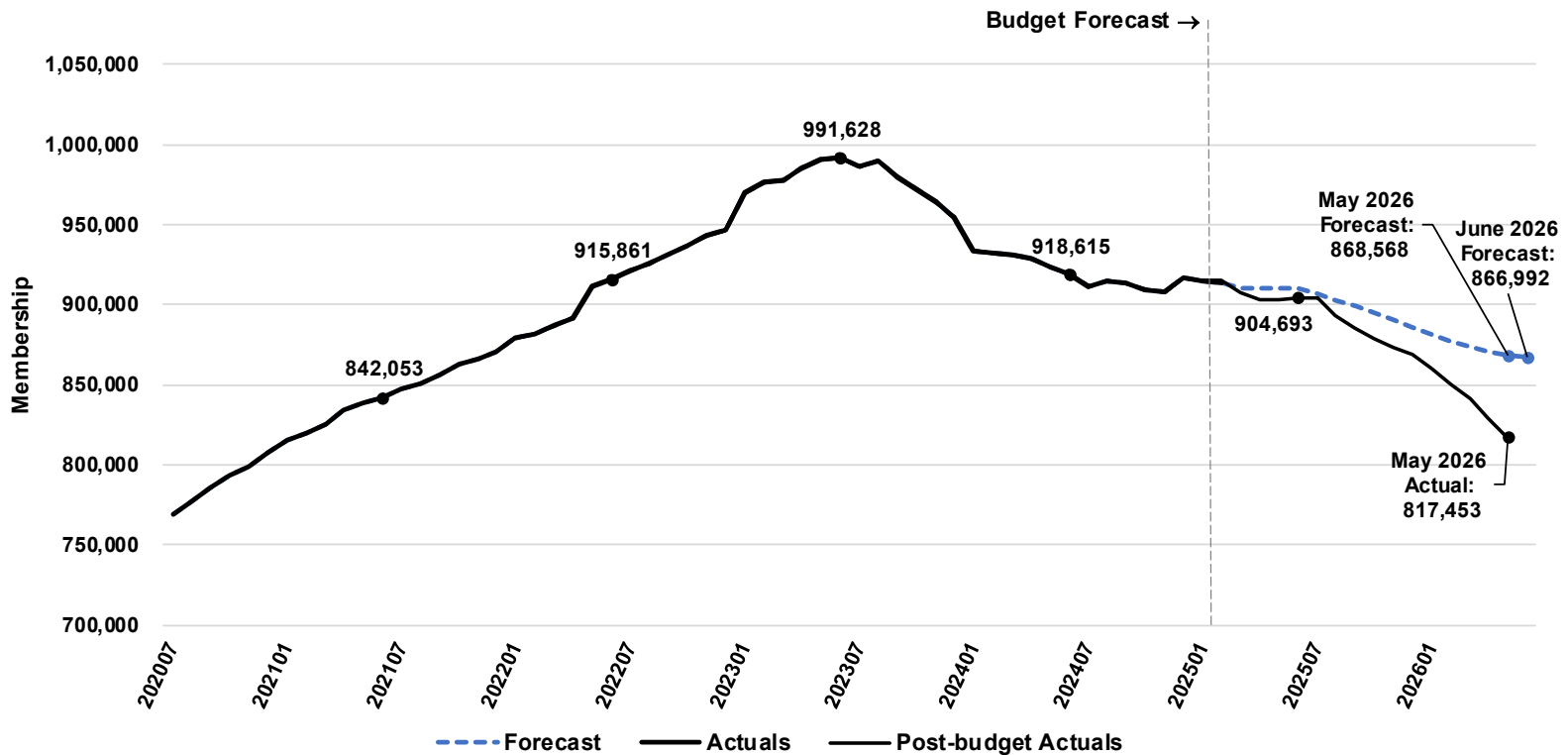
May 2026				July 2025 - May 2026				
Actual	Budget	\$ Variance	% Variance		Actual	Budget	\$ Variance	% Variance
819,485	868,566	(49,081)	(5.7%)	Member Months	9,500,322	9,749,132	(248,810)	(2.6%)
394,340,059	385,305,128	9,034,931	2.3%	Revenues	4,773,225,245	4,307,551,705	465,673,540	10.8%
354,221,227	367,960,192	13,738,965	3.7%	Medical Expenses	4,365,546,851	4,018,782,741	(346,764,110)	(8.6%)
21,279,723	25,865,028	4,585,305	17.7%	Administrative Expenses	238,676,079	280,486,148	41,810,069	14.9%
<b>18,839,109</b>	<b>(8,520,092)</b>	<b>27,359,201</b>	<b>321.1%</b>	<b>Operating Margin</b>	<b>169,002,315</b>	<b>8,282,816</b>	<b>160,719,499</b>	<b>1,940.4%</b>
				<b>Non-Operating Income (Loss)</b>				
9,113,067	8,333,341	779,726	9.4%	Net Investment Income/Expense	132,893,182	91,666,749	41,226,433	45.0%
(55,000)	-	(55,000)	(100.0%)	Grant Expense	(23,369,124)	-	(23,369,124)	(100.0%)
(2,514,756)	-	(2,514,756)	(100.0%)	Community Reinvestment	29,647,026	-	29,647,026	100.0%
(122,021)	(138,610)	16,589	12.0%	Other Income/Expense	(7,044,801)	(1,524,710)	(5,520,091)	(362.0%)
<b>6,421,290</b>	<b>8,194,731</b>	<b>(1,773,442)</b>	<b>(21.6%)</b>	<b>Total Non-Operating Income (Loss)</b>	<b>132,126,283</b>	<b>90,142,039</b>	<b>41,984,244</b>	<b>46.6%</b>
<b>25,260,398</b>	<b>(325,361)</b>	<b>25,585,759</b>	<b>7,863.8%</b>	<b>Change in Net Assets</b>	<b>301,128,598</b>	<b>98,424,855</b>	<b>202,703,743</b>	<b>205.9%</b>
89.8%	95.5%	(5.7%)		Medical Loss Ratio	91.5%	93.3%	(1.8%)	
5.4%	6.7%	1.3%		Administrative Loss Ratio	5.0%	6.5%	1.5%	
4.8%	(2.2%)	7.0%		Operating Margin Ratio	3.5%	0.2%	3.3%	
100.0%	100.0%			Total Operating	100.0%	100.0%		

# Actuals v. Budget – Total Membership



CalOptima Health

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 June 15, 2026



# FY 2025-26: Management Summary

- Change in Net Assets Surplus or (Deficit)
  - Month To Date (MTD) May 2026: \$25.3 million, favorable to budget \$25.6 million or 7,863.8% driven by:
    - Favorable Calendar Year (CY) 2026 capitation rates by Department of Health Care Services (DHCS) and Net Investment Income
    - Offset by unfavorable Community Reinvestment expense and Grant Expense
  - Year To Date (YTD) July 2025 – May 2026: \$301.1 million, favorable to budget \$202.7 million or 205.9% driven by Net Investment Income, favorable member mix and capitation rates, and Community Reinvestment

# FY 2025-26: Management Summary (cont.)

## ○ Enrollment

- MTD: 819,485 members, unfavorable to budget 49,081 or 5.7% due to freeze on enrollment of new members 19 years or older with Unsatisfactory Immigration Status (UIS) and asset test reinstatement
- YTD: 9,500,322 member months, unfavorable to budget 248,810 or 2.6%

# FY 2025-26: Management Summary (cont.)

## ○ Revenue

- MTD: \$394.3 million, favorable to budget \$9.0 million or 2.3% driven by Medi-Cal (MC) Line of Business (LOB) due to favorable member mix and capitation rates, offset by lower enrollment
- YTD: \$4,773.2 million, favorable to budget \$465.7 million or 10.8% due primarily to:
  - MC LOB CY 2023 and 2024 Hospital Directed Payments (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: \$354.2 million, favorable to budget \$13.7 million or 3.7% due to decrease in utilization
- YTD: \$4,365.5 million, unfavorable to budget \$346.8 million or 8.6% due to:
  - \$514.2 million in Other Medical expenses primarily due to CY 2023 and 2024 Hospital DP, CY 2024 QIP and CY 2025 SNF WQIP

# FY 2025-26: Management Summary (cont.)

## ○ Medical Expenses (cont.)

- Offset by favorable variances to budget:
  - \$48.2 million in Incentive Payments primarily due to release of accrual for MC Pay-for-Value (P4V) Incentive Payments
  - \$38.5 million in Managed Long-Term Services and Supports (MLTSS) expense
  - \$30.1 million in Medical Management
  - \$28.0 million in Professional Claims expense
  - \$26.8 million in Provider Capitation expense
  - \$10.6 million in Prescription Drug expense

# FY 2025-26: Management Summary (cont.)

## ○ Administrative Expenses

- MTD: \$21.3 million, favorable to budget \$4.6 million or 17.7% due to the timing of administrative expense activities
- YTD: \$238.7 million, favorable to budget \$41.8 million or 14.9% due to the timing of administrative expense activities

# FY 2025-26: Management Summary (cont.)

## ○ Non-Operating Income (Loss)

- MTD: \$6.4 million, unfavorable to budget \$1.8 million or 21.6% due to:
  - \$2.5 million unfavorable variance in Community Reinvestment
  - Offset by \$0.8 million favorable variance in Net Investment Income
- YTD: \$132.1 million, favorable to budget \$42.0 million or 46.6% due to:
  - \$41.2 million favorable variance in Net Investment Income
  - \$29.6 million favorable variance in Community Reinvestment
  - Offset by:
    - \$23.4 million unfavorable variance in Grant Expense
    - \$5.5 million net unfavorable variance in Other Income/Expense and Net Building Income/Expense

# FY 2025-26: Key Financial Ratios

- Medical Loss Ratio (MLR)

	<b>Actual</b>	<b>Budget</b>	<b>Variance (%)</b>
<b>MTD</b>	89.8%	95.5%	(5.7%)
<b>YTD</b>	91.5%	93.3%	(1.8%)

- Administrative Loss Ratio (ALR)

	<b>Actual</b>	<b>Budget</b>	<b>Variance (%)</b>
<b>MTD</b>	5.4%	6.7%	1.3%
<b>YTD</b>	5.0%	6.5%	1.5%

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

- Balance Sheet Ratios
  - Current ratio\*: 1.9
  - Board Designated Reserve level: 3.76
  - Statutory Designated Reserve level: 1.05
  - Net-position: \$3.1 billion, including required TNE of \$134.8 million

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

# Enrollment Summary:

## May 2026

May 2026				Enrollment (by Aid Category)	July 2025 - May 2026			
Actual	Budget	\$ Variance	% Variance		Actual	Budget	\$ Variance	% Variance
110,392	123,571	(13,179)	(10.7%)	FAM	1,321,960	1,393,839	(71,879)	(5.2%)
236,930	253,939	(17,009)	(6.7%)	CHD	2,720,389	2,827,476	(107,087)	(3.8%)
292,169	311,188	(19,019)	(6.1%)	MCE	3,454,995	3,564,957	(109,962)	(3.1%)
2,958	2,504	454	18.1%	LTC	33,222	27,606	5,616	20.3%
149,149	149,631	(482)	(0.3%)	SPD	1,664,484	1,632,366	32,118	2.0%
8,668	9,014	(346)	(3.8%)	WCM	96,965	99,729	(2,764)	(2.8%)
<b>800,266</b>	<b>849,847</b>	<b>(49,581)</b>	<b>(5.8%)</b>	<b>Medi-Cal Total</b>	<b>9,292,015</b>	<b>9,545,973</b>	<b>(253,958)</b>	<b>(2.7%)</b>
<b>18,649</b>	<b>18,150</b>	<b>499</b>	<b>2.7%</b>	<b>OneCare</b>	<b>202,325</b>	<b>197,120</b>	<b>5,205</b>	<b>2.6%</b>
<b>570</b>	<b>569</b>	<b>1</b>	<b>0.2%</b>	<b>PACE</b>	<b>5,982</b>	<b>6,039</b>	<b>(57)</b>	<b>(0.9%)</b>
<b>586</b>	<b>558</b>	<b>28</b>	<b>5.0%</b>	<b>MSSP*</b>	<b>6,312</b>	<b>6,138</b>	<b>174</b>	<b>2.8%</b>
<b>819,485</b>	<b>868,566</b>	<b>(49,081)</b>	<b>(5.7%)</b>	<b>CalOptima Health Total</b>	<b>9,500,322</b>	<b>9,749,132</b>	<b>(248,810)</b>	<b>(2.6%)</b>

\*MSSP enrollment is included in Medi-Cal total

# Consolidated Revenue & Expenses:

## May 2026 MTD

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
<b>MEMBER MONTHS</b>	800,266	18,649	570	586		819,485
<b>REVENUES</b>						
Capitation Revenue	\$ 352,652,622	\$ 36,072,834	\$ 5,372,182	\$ 242,421	\$ -	\$ 394,340,059
<b>Total Operating Revenue</b>	<b>352,652,622</b>	<b>36,072,834</b>	<b>5,372,182</b>	<b>242,421</b>	<b>-</b>	<b>394,340,059</b>
<b>MEDICAL EXPENSES</b>						
Provider Capitation	106,721,577	14,477,805				121,199,381
Facility and Professional Claims	140,373,671	8,746,453	2,316,366			151,436,490
MLTSS	48,192,074		66,125	19,942		48,278,142
Prescription Drugs		10,891,349	609,991			11,501,340
Case Mgmt & Other Medical	18,088,224	2,040,965	1,486,855	189,829		21,805,874
<b>Total Medical Expenses</b>	<b>313,375,546</b>	<b>36,156,572</b>	<b>4,479,337</b>	<b>209,771</b>	<b>-</b>	<b>354,221,227</b>
<b>Medical Loss Ratio</b>	88.9%	100.2%	83.4%	86.5%	0.0%	89.8%
<b>GROSS MARGIN</b>	<b>39,277,076</b>	<b>(83,738)</b>	<b>892,844</b>	<b>32,650</b>	<b>-</b>	<b>40,118,832</b>
<b>ADMINISTRATIVE EXPENSES</b>						
Salaries & Benefits	11,550,183	1,036,024	179,209	110,285	228,905	13,104,607
Non-Salary Operating Expenses	2,784,703	585,201	134,764	1,458	91,621	3,597,747
Depreciation & Amortization	1,069,181		1,068			1,070,249
Other Operating Expenses	2,981,627	77,358	7,720	7,865	105	3,074,676
Indirect Cost Allocation, Occupancy	(670,081)	1,078,093	17,150	7,283		432,445
<b>Total Administrative Expenses</b>	<b>17,715,614</b>	<b>2,776,677</b>	<b>339,911</b>	<b>126,891</b>	<b>320,631</b>	<b>21,279,723</b>
<b>Administrative Loss Ratio</b>	5.0%	7.7%	6.3%	52.3%	0.0%	5.4%
<b>Operating Income/(Loss)</b>	<b>21,561,462</b>	<b>(2,860,415)</b>	<b>552,933</b>	<b>(94,241)</b>	<b>(320,631)</b>	<b>18,839,109</b>
Investments and Other Non-Operating	(2,513,243)					6,421,290
<b>CHANGE IN NET ASSETS</b>	<b>\$ 19,048,220</b>	<b>\$ (2,860,415)</b>	<b>\$ 552,933</b>	<b>\$ (94,241)</b>	<b>\$ (320,631)</b>	<b>\$ 25,260,398</b>
<b>BUDGETED CHANGE IN NET ASSETS</b>	<b>(7,138,425)</b>	<b>(706,976)</b>	<b>383,007</b>	<b>(121,400)</b>	<b>(936,298)</b>	<b>(325,361)</b>
Variance to Budget - Fav/(Unfav)	\$ 26,186,645	\$ (2,153,439)	\$ 169,926	\$ 27,159	\$ 615,667	\$ 25,585,759

# Consolidated Revenue & Expenses:

## May 2026 YTD

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
<b>MEMBER MONTHS</b>	9,292,015	202,325	5,982	6,312		9,500,322
<b>REVENUES</b>						
Capitation Revenue	\$ 4,309,747,051	\$ 405,162,251	\$ 55,589,404	\$ 2,726,540	\$ -	\$ 4,773,225,245
<b>Total Operating Revenue</b>	<b>4,309,747,051</b>	<b>405,162,251</b>	<b>55,589,404</b>	<b>2,726,540</b>	<b>-</b>	<b>4,773,225,245</b>
<b>MEDICAL EXPENSES</b>						
Provider Capitation	1,222,812,070	160,525,336				1,383,337,406
Facility and Professional Claims	1,520,386,026	85,506,388	24,442,712			1,630,335,126
MLTSS	509,089,828		700,401	332,770		510,122,999
Prescription Drugs		108,519,842	6,387,115			114,906,957
Case Mgmt & Other Medical	685,877,378	22,513,809	16,386,122	2,067,054		726,844,363
<b>Total Medical Expenses</b>	<b>3,938,165,302</b>	<b>377,065,375</b>	<b>47,916,350</b>	<b>2,399,825</b>	<b>-</b>	<b>4,365,546,851</b>
<b>Medical Loss Ratio</b>	91.4%	93.1%	86.2%	88.0%	0.0%	91.5%
<b>GROSS MARGIN</b>	<b>371,581,748</b>	<b>28,096,876</b>	<b>7,673,054</b>	<b>326,716</b>	<b>-</b>	<b>407,678,394</b>
<b>ADMINISTRATIVE EXPENSES</b>						
Salaries & Benefits	127,915,753	11,378,199	2,004,452	1,166,151	1,333,363	143,797,918
Non-Salary Operating Expenses	33,621,902	6,462,016	1,127,286	16,066	3,130,093	44,357,363
Depreciation & Amortization	10,547,751		10,538			10,558,289
Other Operating Expenses	33,768,128	1,281,706	119,500	86,932	431	35,256,697
Indirect Cost Allocation, Occupancy	(7,413,602)	11,859,026	180,280	80,109		4,705,813
<b>Total Administrative Expenses</b>	<b>198,439,932</b>	<b>30,980,947</b>	<b>3,442,056</b>	<b>1,349,257</b>	<b>4,463,887</b>	<b>238,676,079</b>
<b>Administrative Loss Ratio</b>	4.6%	7.6%	6.2%	49.5%	0.0%	5.0%
<b>Operating Income/(Loss)</b>	<b>173,141,817</b>	<b>(2,884,071)</b>	<b>4,230,998</b>	<b>(1,022,541)</b>	<b>(4,463,887)</b>	<b>169,002,315</b>
Investments and Other Non-Operating	23,605,707					132,126,283
<b>CHANGE IN NET ASSETS</b>	<b>\$ 196,747,523</b>	<b>\$ (2,884,071)</b>	<b>\$ 4,230,998</b>	<b>\$ (1,022,541)</b>	<b>\$ (4,463,887)</b>	<b>\$ 301,128,598</b>
<b>BUDGETED CHANGE IN NET ASSETS</b>	<b>27,206,800</b>	<b>(11,767,996)</b>	<b>3,986,125</b>	<b>(1,321,283)</b>	<b>(9,820,830)</b>	<b>98,424,855</b>
Variance to Budget - Fav/(Unfav)	\$ 169,540,723	\$ 8,883,925	\$ 244,873	\$ 298,742	\$ 5,356,943	\$ 202,703,743

# Balance Sheet: As of May 2026

## ASSETS

### Current Assets

Operating Cash	\$274,730,860
Short-term Investments	1,835,320,651
Capitation Receivable	618,494,839
Receivables - Other	15,809,461
Prepaid Expenses	17,404,444
<b>Total Current Assets</b>	<b>2,761,760,255</b>

### Capital Assets

Capital Assets	210,592,329
Less: Accumulated Depreciation	(101,611,261)
<b>Capital Assets, Net of Depreciation</b>	<b>108,981,068</b>

### Other Assets

Restricted Deposit & Other	300,000
Board Designated Reserves	1,635,396,290
Statutory Designated Reserves	141,432,587
<b>Total Other Assets</b>	<b>1,777,128,877</b>

**TOTAL ASSETS** 4,647,870,200

**Deferred Outflows** 28,626,072

**TOTAL ASSETS & DEFERRED OUTFLOWS** \$4,676,496,272

## LIABILITIES & NET POSITION

### Current Liabilities

Accounts Payable	\$159,917,521
Medical Claims Liability	345,288,653
Accrued Payroll Liabilities	23,476,431
Deferred Revenue	7,971,083
Due to State of California and CMS	793,732,113
Capitation and Withholds	136,136,895
<b>Total Current Liabilities</b>	<b>1,466,522,696</b>

### Other Liabilities

GASB 96 Subscription Liabilities	21,952,296
Community Reinvestment	58,451,085
Capital Lease Payable	200,903
Post Employment Health Benefits Liability	17,506,482
Net Pension Liabilities	5,840,992
<b>Total Other Liabilities</b>	<b>103,951,758</b>

**TOTAL LIABILITIES** 1,570,474,454

**Deferred Inflows** 4,309,519

### Net Position

Required TNE	134,823,552
Funds in Excess of TNE	2,966,888,746
<b>TOTAL NET POSITION</b>	<b>3,101,712,299</b>

**TOTAL LIABILITIES, DEFERRED INFLOWS & NET POSITION** \$4,676,496,272



# Board Designated Reserve and TNE Analysis: As of May 2026

## Board Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier One	817,052,656				
MetLife Tier One	818,343,634				
<b>Board Designated Reserves</b>	<b>1,635,396,290</b>	<b>1,087,444,350</b>	<b>1,739,910,960</b>	<b>547,951,940</b>	<b>(104,514,670)</b>
<i>Current Reserve Level ( X months of average monthly revenue)<sup>1</sup></i>	<i>3.76</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	70,786,061				
MetLife Tier Two	70,646,526				
<b>Statutory Designated Reserves</b>	<b>141,432,587</b>	<b>134,823,552</b>	<b>148,305,908</b>	<b>6,609,035</b>	<b>(6,873,320)</b>
<i>Current Reserve Level ( X min. TNE)<sup>1</sup></i>	<i>1.05</i>	<i>1.00</i>	<i>1.10</i>		

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

# Spending Plan: As of May 2026

Item Description	Amount (millions)	Approved Initiative	Expense to Date	%
<b>Total Net Position @ 5/31/2026</b>	<b>\$3,101.7</b>			<b>100.0%</b>
<b>Resources Assigned</b>				
Board Designated Reserve <sup>1</sup>	\$1,635.4			52.7%
Statutory Designated Reserve <sup>1</sup>	\$141.4			4.6%
Capital Assets, net of Depreciation	\$109.0			3.5%
<b>Resources Allocated</b>				
Homeless Health Initiative (HHI) <sup>2</sup>	14.2	63.3	49.1	0.5%
Housing and Homelessness Incentive (HHIP) <sup>2</sup>	25.6	87.4	61.8	0.8%
Intergovernmental Transfers (IGTs)	34.9	52.1	17.2	1.1%
Digital Transformation and Workplace Modernization <sup>3</sup>	20.7	100.0	79.3	0.7%
CalFresh 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)	-	15.0	15.0	0.0%
General Awareness Campaign	0.1	4.7	4.6	0.0%
Member Health Needs Assessment	0.3	1.3	1.0	0.0%
Five-Year Hospital Quality Program	106.8	153.5	46.7	3.4%
Skilled Nursing Facility Access Program	10.0	10.0	-	0.3%
National Alliance for Mental Illness (NAMI) Orange County Peer Support Program Grant	2.0	5.0	3.0	0.1%
Stipend Program for Master of Social Works Grant	-	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	39.7	50.0	10.3	1.3%
Garden Grove Bldg Improvement	16.5	17.5	1.1	0.5%

# Spending Plan: As of May 2026 (cont.)

Item Description	Amount (millions)	Approved Initiative	Expense to Date	%
Dyadic Services Program Academy	0.2	1.9	1.7	0.0%
Medi-Cal Provider Rate Increases	122.8	526.2	403.4	4.0%
Homeless Prevention and Stabilization Pilot Program	0.2	0.3	0.1	0.0%
OneCare Member Engagement and Education	0.1	0.3	0.2	0.0%
Medi-Cal Eligibility Outreach Strategy	20.7	21.8	1.1	0.7%
Supplemental Food Support for Medi-Cal Members	4.7	8.0	3.3	0.2%
Orange County Community Health Assessment and Improvement Plan	0.5	1.0	0.5	0.0%
	<b>Subtotal</b>	<b>433.2</b>	<b>1,182.9</b>	<b>14.0%</b>
<b>Resources Available for New Initiatives</b>				
Unallocated/Unassigned <sup>1</sup>		<b>\$782.7</b>		<b>25.2%</b>

<sup>1</sup>Total Designated Reserves and unallocated reserve amount can support approximately 219 days of CalOptima Health's current operations.

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

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

# Homeless Health Initiative and Allocated Funds: As of May 2026

Summary by Funding Source:	Total Funds	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
HHI - IGT'S	61,496,005	61,496,005	49,125,580	12,370,425	-
HHI - Existing Reserves	1,800,000	1,800,000	-	1,800,000	-
HHIP	40,100,000	40,100,000	-	40,100,000	-
<b>Total</b>	<b>103,396,005</b>	<b>103,396,005</b>	<b>49,125,580</b>	<b>54,270,425</b>	<b>-</b>

Funds Allocation, approved initiatives:	Amount	Utilized Amount	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) <sup>4</sup>	-	-	-	IGT's
Clinical Field Team Start-up & Federally Qualified Health Center (FQHC)	1,600,000	1,600,000	-	IGT's
CalOptima 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 <sup>5</sup>	925,540	925,540	-	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 <sup>2</sup>	54,649	54,649	-	IGT's
Street Medicine <sup>3</sup>	14,279,077	9,736,241	4,542,836	IGT's & Existing Reserves
Outreach and Engagement	7,000,000	2,276,015	4,723,985	IGT's
Housing and Homelessness Incentive Program (HHIP) <sup>1</sup>	40,100,000	-	40,100,000	IGT's & Existing Reserves
<b>Subtotal of Approved Initiatives</b>	<b>103,396,005</b>	<b>49,125,580</b>	<b>54,270,425</b>	
Transfer of funds to HHIP <sup>4</sup>	(40,100,000)	-	(40,100,000)	
<b>Program Total</b>	<b>63,296,005</b>	<b>49,125,580</b>	<b>14,170,425</b>	

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

<sup>2</sup>On June 5, 2025, CalOptima Health's 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.

<sup>3</sup>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 action), to fund 2-year grant agreements to Healthcare in Action (Anaheim), Celebrating Life Community Health Center (Costa Mesa), and AltaMed (Santa Ana).

<sup>4</sup>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.

<sup>5</sup>On April 2, 2026, CalOptima Health's Board of Directors approved the closeout of the CalOptima Days, HCAP and FQHC Administrative Support and make \$37,721 in IGT 8 funds available toward future IGT initiatives to deliver covered services for Medi-Cal members.

# Housing and Homelessness Incentive Program: As of May 2026

Summary by Funding Source:	Total Funds <sup>1</sup>	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
DHCS HHIP Funds	65,931,189	65,931,189	34,733,595	31,197,594	-
Existing Reserves & HHI Transfer	87,384,530	87,384,530	61,793,542	25,590,988	-
Street Medicine Support Center - GG Building <sup>2</sup>	7,000,000	7,000,000	-	7,000,000	-
<b>Total</b>	<b>160,315,719</b>	<b>160,315,719</b>	<b>96,527,137</b>	<b>63,788,583</b>	-

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	909,650	490,350	HHI
Equity Grants for Programs Serving Underrepresented Populations	4,621,311	3,821,311	800,001	HHI & DHCS
Infrastructure Projects	5,832,314	5,832,310	4	HHI
Capital Projects	126,247,564	73,140,270	53,107,294	HHI, DHCS & Existing Reserves
System Change Projects	19,314,530	9,968,205	9,346,325	DHCS
Non-Profit Healthcare Academy	700,000	655,391	44,609	DHCS
<b>Total of Approved Initiatives</b>	<b>160,315,719</b>	<b>\$96,527,137</b>	<b>\$63,788,583</b>	
<b>Transfer of funds to Street Medicine Support Center-GG Building</b>	<b>(7,000,000)</b>	<b>-</b>	<b>(\$7,000,000)</b>	Existing Reserves
<b>Program Total</b>	<b>\$153,315,719</b>	<b>\$96,527,137</b>	<b>\$56,788,583</b>	

<sup>1</sup>Total 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.

<sup>2</sup>On October 7, 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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