



# **Financial Summary December 31, 2025**

**Board of Directors Meeting  
February 5, 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:

## December 2025

- Notable events/items in December 2025
  - \$175.4 million of Intergovernmental Transfers (IGT) were received in December 2025 for Calendar Year (CY) 2024
    - \$173.3 million disbursed to qualifying funding partners in January 2026
  - \$15.1 million was issued for the Population Health and Value-Based Care Transformation grant
  - Community Reinvestment obligation accrual of \$11.1 million

# Financial Highlights

## December 2025

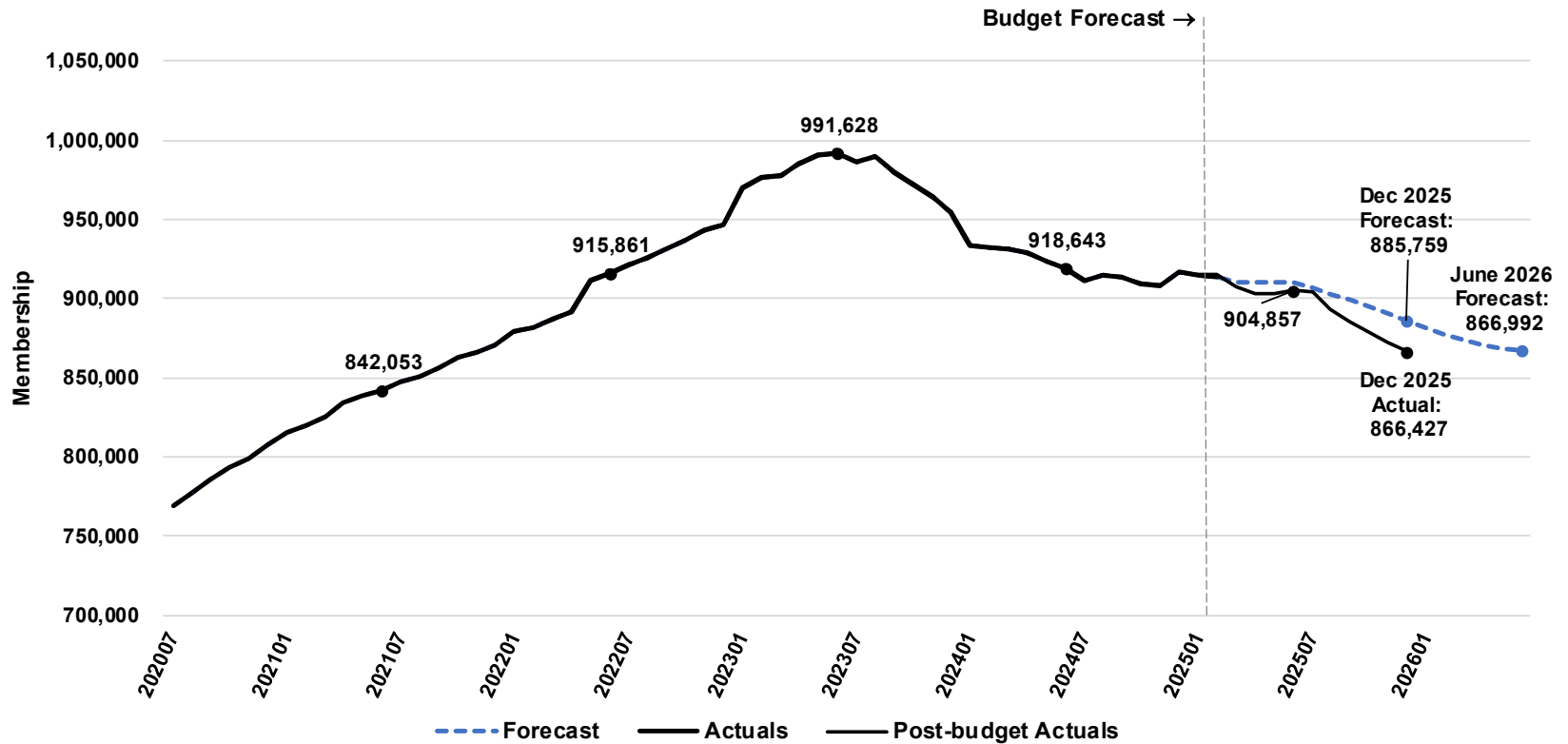
December 2025					July - December 2025			
Actual	Budget	\$ Variance	% Variance		Actual	Budget	\$ Variance	% Variance
865,746	885,761	(20,015)	(2.3%)	Member Months	5,302,223	5,378,369	(76,146)	(1.4%)
380,824,669	389,203,701	(8,379,032)	(2.2%)	Revenues	2,515,958,878	2,365,859,577	150,099,301	6.3%
337,631,019	369,227,862	31,596,843	8.6%	Medical Expenses	2,327,407,408	2,205,135,636	(122,271,772)	(5.5%)
21,756,097	25,738,707	3,982,611	15.5%	Administrative Expenses	128,406,360	152,322,568	23,916,208	15.7%
<b>21,437,553</b>	<b>(5,762,868)</b>	<b>27,200,421</b>	<b>472.0%</b>	<b>Operating Margin</b>	<b>60,145,110</b>	<b>8,401,373</b>	<b>51,743,738</b>	<b>615.9%</b>
				<b>Non-Operating Income (Loss)</b>				
13,753,247	8,333,341	5,419,906	65.0%	Net Investment Income/Expense	89,327,057	50,000,041	39,327,015	78.7%
(15,093,756)	-	(15,093,756)	(100.0%)	Grant Expense	(20,455,996)	-	(20,455,996)	(100.0%)
(11,124,120)	-	(11,124,120)	(100.0%)	Community Reinvestment	(3,622,868)	-	(3,622,868)	(100.0%)
(81,302)	(138,610)	57,308	41.3%	Other Income/Expense	(6,067,152)	(831,660)	(5,235,492)	(629.5%)
<b>(12,545,930)</b>	<b>8,194,731</b>	<b>(20,740,662)</b>	<b>(253.1%)</b>	<b>Total Non-Operating Income (Loss)</b>	<b>59,181,041</b>	<b>49,168,381</b>	<b>10,012,660</b>	<b>20.4%</b>
<b>8,891,623</b>	<b>2,431,863</b>	<b>6,459,760</b>	<b>265.6%</b>	<b>Change in Net Assets</b>	<b>119,326,151</b>	<b>57,569,754</b>	<b>61,756,397</b>	<b>107.3%</b>
88.7%	94.9%	(6.2%)		Medical Loss Ratio	92.5%	93.2%	(0.7%)	
5.7%	6.6%	0.9%		Administrative Loss Ratio	5.1%	6.4%	1.3%	
5.6%	(1.5%)	7.1%		Operating Margin Ratio	2.4%	0.4%	2.0%	
100.0%	100.0%			Total Operating	100.0%	100.0%		
84.1%	90.4%	(6.3%)		*Adjusted MLR	87.2%	88.8%	(1.6%)	
5.7%	6.6%	0.9%		*Adjusted ALR	5.6%	6.4%	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).



# FY 2025-26: Management Summary

## ○ Change in Net Assets Surplus or (Deficit)

- Month To Date (MTD) December 2025: \$8.9 million, favorable to budget \$6.5 million or 265.6%
  - Driven by release of Applied Behavior Analysis (ABA) and Non-ABA Pay-For-Value (P4V) accrual and lower than forecasted claims expenses
  - Offset by unfavorable Community Reinvestment expense and Grant Expense
- Year To Date (YTD) July – December 2025: \$119.3 million, favorable to budget \$61.8 million or 107.3% driven by Net Investment Income, member mix, release of P4V incentives and lower than forecasted claims expenses

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

## ○ Enrollment

- MTD: 865,746 members, unfavorable to budget 20,015 or 2.3% due to higher than anticipated disenrollment
- YTD: 5,302,223 member months, unfavorable to budget 76,146 or 1.4%

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

## ○ Revenue

- MTD: \$380.8 million, unfavorable to budget \$8.4 million or 2.2% driven by Medi-Cal (MC) Line of Business (LOB) due primarily to unfavorable volume variance
- YTD: \$2,516.0 million, favorable to budget \$150.1 million or 6.3% due primarily to:
  - MC LOB due to CY 2023 Hospital Directed Payments (DP), CY 2024 Quality Incentive Program (QIP) and favorable member mix
  - Offset by OneCare (OC) LOB lower than anticipated Risk Adjustment Factor (RAF)

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

## ○ Medical Expenses

- MTD: \$337.6 million, favorable to budget \$31.6 million or 8.6% driven by favorable variances in:
  - Incentive Payments expense of \$22.0 million due to release of MC ABA and Non-ABA P4V accrual
  - Professional Claims expense of \$8.1 million
  - Managed Long-Term Services and Supports (MLTSS) expense of \$4.7 million
  - Medical Management expense of \$1.7 million
  - Offset by net unfavorable expenses of \$4.9 million in all other categories



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

## ○ Medical Expenses

- YTD: \$2,327.4 million, unfavorable to budget \$122.3 million or 5.5% due to:
  - \$223.9 million in Other Medical Expenses primarily due to CY 2023 Hospital DP and CY 2024 QIP
  - \$13.4 million in Facilities Claims
  - Offset by:
    - \$44.1 million in Incentive Payments primarily due to release of accrual for MC P4V Incentive Payments
    - Favorable variance to budget in all other expense categories of \$70.8 million

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

## ○ Administrative Expenses

- MTD: \$21.8 million, favorable to budget \$4.0 million or 15.5% due to the timing of administrative expense activities
- YTD: \$128.4 million, favorable to budget \$23.9 million or 15.7% due to the timing of administrative expense activities

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

## ○ Non-Operating Income (Loss)

- MTD: (\$12.5) million, unfavorable to budget \$20.7 million or 253.1% due to:
  - \$15.1 million unfavorable variance in Grant Expense
  - \$11.1 million unfavorable variance in Community Reinvestment expense
  - Offset by favorable variance in Net Investment Income of \$5.4 million

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

## ○ Non-Operating Income (Loss)

- YTD: \$59.2 million, favorable to budget \$10.0 million or 20.4%
  - Due primarily to \$39.3 million favorable Net Investment Income
  - Offset by:
    - \$20.5 million unfavorable variance in Grant Expense
    - \$5.6 million unfavorable variance on Other Income/Expense
    - \$3.6 million unfavorable variance in Community Reinvestment

# FY 2025-26: Key Financial Ratios

## ○ Medical Loss Ratio (MLR)

		Actual	Budget	Variance (%)
MTD	MLR	88.7%	94.9%	(6.2%)
	Adjusted MLR*	84.1%	90.4%	(6.3%)
YTD	MLR	92.5%	93.2%	(0.7%)
	Adjusted MLR*	87.2%	88.8%	(1.6%)

## ○ Administrative Loss Ratio (ALR)

		Actual	Budget	Variance (%)
MTD	ALR	5.7%	6.6%	0.9%
	Adjusted ALR*	5.7%	6.6%	0.9%
YTD	ALR	5.1%	6.4%	1.3%
	Adjusted ALR*	5.6%	6.4%	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\*: 1.7
- Board Designated Reserve level: 3.72
- Statutory Designated Reserve level: 1.03
- Net-position: \$2.9 billion, including required TNE of \$131.9 million

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

# Enrollment Summary:

## December 2025

December 2025				Enrollment (by Aid Category)	July - December 2025			
Actual	Budget	\$ Variance	% Variance		Actual	Budget	\$ Variance	% Variance
121,271	126,600	(5,329)	(4.2%)	FAM	749,221	771,426	(22,205)	(2.9%)
246,801	257,043	(10,242)	(4.0%)	CHD	1,512,758	1,551,571	(38,813)	(2.5%)
313,291	323,702	(10,411)	(3.2%)	MCE	1,944,087	1,989,057	(44,970)	(2.3%)
3,121	2,511	610	24.3%	LTC	17,796	15,071	2,725	18.1%
153,368	148,397	4,971	3.3%	SPD	912,511	886,693	25,818	2.9%
8,751	9,066	(315)	(3.5%)	WCM	53,458	54,554	(1,096)	(2.0%)
<b>846,603</b>	<b>867,319</b>	<b>(20,716)</b>	<b>(2.4%)</b>	<b>Medi-Cal Total</b>	<b>5,189,831</b>	<b>5,268,372</b>	<b>(78,541)</b>	<b>(1.5%)</b>
<b>18,599</b>	<b>17,893</b>	<b>706</b>	<b>3.9%</b>	<b>OneCare</b>	<b>109,183</b>	<b>106,763</b>	<b>2,420</b>	<b>2.3%</b>
<b>544</b>	<b>549</b>	<b>(5)</b>	<b>(0.9%)</b>	<b>PACE</b>	<b>3,209</b>	<b>3,234</b>	<b>(25)</b>	<b>(0.8%)</b>
<b>582</b>	<b>558</b>	<b>24</b>	<b>4.3%</b>	<b>MSSP*</b>	<b>3,395</b>	<b>3,348</b>	<b>47</b>	<b>1.4%</b>
<b>865,746</b>	<b>885,761</b>	<b>(20,015)</b>	<b>(2.3%)</b>	<b>CalOptima Health Total</b>	<b>5,302,223</b>	<b>5,378,369</b>	<b>(76,146)</b>	<b>(1.4%)</b>

\*MSSP enrollment is included in Medi-Cal total

# Consolidated Revenue & Expenses:

## December 2025 MTD

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
<b>MEMBER MONTHS</b>	846,603	18,599	544	582		865,746
<b>REVENUES</b>						
Capitation Revenue	\$ 338,557,758	\$ 37,094,798	\$ 4,919,519	\$ 252,594	\$ -	\$ 380,824,669
<b>Total Operating Revenue</b>	<b>338,557,758</b>	<b>37,094,798</b>	<b>4,919,519</b>	<b>252,594</b>	<b>-</b>	<b>380,824,669</b>
<b>MEDICAL EXPENSES</b>						
Provider Capitation	115,579,435	14,164,227				129,743,661
Claims	137,394,516	7,676,827	2,731,764			147,803,108
MLTSS	45,975,927		104,402	39,715		46,120,043
Prescription Drugs		10,289,292	550,789			10,840,081
Case Mgmt & Other Medical	(1,136,340)	2,280,092	1,777,965	202,407		3,124,126
<b>Total Medical Expenses</b>	<b>297,813,538</b>	<b>34,410,438</b>	<b>5,164,921</b>	<b>242,122</b>	<b>-</b>	<b>337,631,019</b>
<b>Medical Loss Ratio</b>	<b>88.0%</b>	<b>92.8%</b>	<b>105.0%</b>	<b>95.9%</b>	<b>0.0%</b>	<b>88.7%</b>
<b>GROSS MARGIN</b>	<b>40,744,219</b>	<b>2,684,360</b>	<b>(245,402)</b>	<b>10,472</b>	<b>-</b>	<b>43,193,650</b>
<b>ADMINISTRATIVE EXPENSES</b>						
Salaries & Benefits	11,945,362	1,054,965	188,261	95,632	70,997	13,355,217
Non-Salary Operating Expenses	2,519,704	577,898	105,729	1,460	203,440	3,408,231
Depreciation & Amortization	1,070,650		882			1,071,533
Other Operating Expenses	3,343,496	236,834	12,528	11,841		3,604,699
Indirect Cost Allocation, Occupancy	(1,542,723)	1,818,039	28,527	12,574		316,417
<b>Total Administrative Expenses</b>	<b>17,336,489</b>	<b>3,687,736</b>	<b>335,928</b>	<b>121,507</b>	<b>274,437</b>	<b>21,756,097</b>
<b>Administrative Loss Ratio</b>	<b>5.1%</b>	<b>9.9%</b>	<b>6.8%</b>	<b>48.1%</b>	<b>0.0%</b>	<b>5.7%</b>
<b>Operating Income/(Loss)</b>	<b>23,407,730</b>	<b>(1,003,375)</b>	<b>(581,330)</b>	<b>(111,035)</b>	<b>(274,437)</b>	<b>21,437,553</b>
Investments and Other Non-Operating	(11,134,504)					(12,545,930)
<b>CHANGE IN NET ASSETS</b>	<b>\$ 12,273,226</b>	<b>\$ (1,003,375)</b>	<b>\$ (581,330)</b>	<b>\$ (111,035)</b>	<b>\$ (274,437)</b>	<b>\$ 8,891,623</b>
<b>BUDGETED CHANGE IN NET ASSETS</b>	<b>(2,156,265)</b>	<b>(2,737,132)</b>	<b>190,600</b>	<b>(121,770)</b>	<b>(938,301)</b>	<b>2,431,863</b>
Variance to Budget - Fav/(Unfav)	\$ 14,429,492	\$ 1,733,757	\$ (771,930)	\$ 10,735	\$ 663,864	\$ 6,459,760



# Consolidated Revenue & Expenses:

## December 2025 YTD

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
<b>MEMBER MONTHS</b>	5,189,831	109,183	3,209	3,395		5,302,223
<b>REVENUES</b>						
Capitation Revenue	\$ 2,266,643,270	\$ 218,576,278	\$ 29,237,502	\$ 1,501,828	\$ -	\$ 2,515,958,878
<b>Total Operating Revenue</b>	<b>2,266,643,270</b>	<b>218,576,278</b>	<b>29,237,502</b>	<b>1,501,828</b>	<b>-</b>	<b>2,515,958,878</b>
<b>MEDICAL EXPENSES</b>						
Provider Capitation	683,165,036	87,220,492				770,385,528
Claims	841,557,616	42,523,106	13,340,943			897,421,664
MLTSS	272,331,897		327,260	219,924		272,879,081
Prescription Drugs		61,779,105	3,508,703			65,287,808
Case Mgmt & Other Medical	299,365,957	12,056,313	8,817,776	1,193,280		321,433,327
<b>Total Medical Expenses</b>	<b>2,096,420,505</b>	<b>203,579,015</b>	<b>25,994,683</b>	<b>1,413,204</b>	<b>-</b>	<b>2,327,407,408</b>
<b>Medical Loss Ratio</b>	92.5%	93.1%	88.9%	94.1%	0.0%	92.5%
<b>GROSS MARGIN</b>	<b>170,222,765</b>	<b>14,997,263</b>	<b>3,242,820</b>	<b>88,624</b>	<b>-</b>	<b>188,551,470</b>
<b>ADMINISTRATIVE EXPENSES</b>						
Salaries & Benefits	69,640,494	6,075,857	1,092,070	563,643	400,845	77,772,909
Non-Salary Operating Expenses	18,588,804	3,174,185	532,399	8,771	1,854,200	24,158,359
Depreciation & Amortization	5,385,217		5,313			5,390,530
Other Operating Expenses	17,837,116	729,117	64,076	47,742		18,678,051
Indirect Cost Allocation, Occupancy	(4,191,576)	6,451,649	102,109	44,329		2,406,511
<b>Total Administrative Expenses</b>	<b>107,260,056</b>	<b>16,430,807</b>	<b>1,795,968</b>	<b>664,484</b>	<b>2,255,045</b>	<b>128,406,360</b>
<b>Administrative Loss Ratio</b>	4.7%	7.5%	6.1%	44.2%	0.0%	5.1%
<b>Operating Income/(Loss)</b>	<b>62,962,708</b>	<b>(1,433,544)</b>	<b>1,446,852</b>	<b>(575,860)</b>	<b>(2,255,045)</b>	<b>60,145,110</b>
Investments and Other Non-Operating	(9,251,398)					59,181,041
<b>CHANGE IN NET ASSETS</b>	<b>\$ 53,711,310</b>	<b>\$ (1,433,544)</b>	<b>\$ 1,446,852</b>	<b>\$ (575,860)</b>	<b>\$ (2,255,045)</b>	<b>\$ 119,326,151</b>
<b>BUDGETED CHANGE IN NET ASSETS</b>	<b>24,836,813</b>	<b>(12,181,913)</b>	<b>1,647,409</b>	<b>(717,719)</b>	<b>(5,183,217)</b>	<b>57,569,754</b>
Variance to Budget - Fav/(Unfav)	\$ 28,874,498	\$ 10,748,369	\$ (200,557)	\$ 141,859	\$ 2,928,172	\$ 61,756,397

# Balance Sheet: As of December 2025

## ASSETS

### Current Assets

Operating Cash	\$699,888,081
Short-term Investments	1,455,148,549
Capitation Receivable	594,182,687
Receivables - Other	26,047,615
Prepaid Expenses	21,516,068
<b>Total Current Assets</b>	<b>2,796,782,999</b>

### Capital Assets

Capital Assets	206,251,123
Less: Accumulated Depreciation	(94,496,205)
<b>Capital Assets, Net of Depreciation</b>	<b>111,754,918</b>

### Other Assets

Restricted Deposit & Other	300,000
Board Designated Reserves	1,623,582,266
Statutory Designated Reserves	135,762,594
<b>Total Other Assets</b>	<b>1,759,644,859</b>

<b>TOTAL ASSETS</b>	<b>4,668,182,777</b>
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<b>Deferred Outflows</b>	<b>28,626,072</b>
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<b>TOTAL ASSETS &amp; DEFERRED OUTFLOWS</b>	<b>\$4,696,808,849</b>
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## LIABILITIES & NET POSITION

### Current Liabilities

Accounts Payable	\$230,661,312
Medical Claims Liability	1,256,727,990
Accrued Payroll Liabilities	22,200,338
Deferred Revenue	8,114,473
Other Current Liabilities	
Capitation and Withholds	115,299,999
<b>Total Current Liabilities</b>	<b>1,633,004,112</b>

### Other Liabilities

GASB 96 Subscription Liabilities	24,446,899
Community Reinvestment	91,720,979
Capital Lease Payable	221,504
Post-Employment Health Care Plan	17,354,991
Net Pension Liabilities	5,840,992
<b>Total Other Liabilities</b>	<b>139,585,366</b>

<b>TOTAL LIABILITIES</b>	<b>1,772,589,477</b>
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<b>Deferred Inflows</b>	<b>4,309,519</b>
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### Net Position

Required TNE	131,902,890
Funds in Excess of TNE	2,788,006,963
<b>TOTAL NET POSITION</b>	<b>2,919,909,853</b>

<b>TOTAL LIABILITIES, DEFERRED INFLOWS &amp; NET POSITION</b>	<b>\$4,696,808,849</b>
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# Board Designated Reserve and TNE Analysis: As of December 2025

## Board Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier One	811,629,873				
MetLife Tier One	811,952,393				
Board Designated Reserves	1,623,582,266	1,090,142,862	1,744,228,579	533,439,404	(120,646,313)
Current Reserve Level ( X months of average monthly revenue) <sup>1</sup>		3.72	2.50	4.00	

## Statutory Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier Two	67,985,173				
MetLife Tier Two	67,777,421				
Statutory Designated Reserves	135,762,594	131,902,890	145,093,179	3,859,704	(9,330,585)
Current Reserve Level ( X min. TNE) <sup>1</sup>		1.03	1.00	1.10	

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

# Spending Plan: As of December 2025

Item Description	Amount (millions)	Approved Initiative	Expense to Date	%
<b>Total Net Position @ 12/31/2025</b>	<b>\$2,919.9</b>			<b>100.0%</b>
<b>Resources Assigned</b>				
Board Designated Reserve <sup>1</sup>	\$1,623.6			55.6%
Statutory Designated Reserve <sup>1</sup>	\$135.8			4.6%
Capital Assets, net of Depreciation	\$111.8			3.8%
<b>Resources Allocated<sup>3</sup></b>				
Homeless Health Initiative <sup>2</sup>	\$17.2	\$65.8	\$48.6	0.6%
Housing and Homelessness Incentive Program <sup>2</sup>	24.7	87.4	62.7	0.8%
Intergovernmental Transfers (IGT) <sup>4</sup>	39.1	52.1	13.0	1.3%
Digital Transformation and Workplace Modernization <sup>3</sup>	22.0	100.0	78.0	0.8%
CalFresh Outreach Strategy	0.0	2.0	2.0	0.0%
CalFresh and Redetermination Outreach Strategy	1.8	6.0	4.2	0.1%
Coalition of Orange County Community Health Centers Grant	10.7	50.0	39.3	0.4%
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	114.1	153.5	39.4	3.9%
Skilled Nursing Facility Access Program	10.0	10.0	0.0	0.3%
In-Home Care Pilot Program with the UCI Family Health Center	2.0	2.0	0.0	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	1.3	2.7	1.4	0.0%
CalOptima Health Provider Workforce Development Fund Grant	41.4	50.0	8.6	1.4%
Distribution Event - Naloxone Grant	2.2	15.0	12.8	0.1%
Garden Grove Bldg. Improvement	16.7	17.5	0.9	0.6%
CalOptima Health Community Reinvestment Program	19.0	19.0	0.0	0.7%
Dyadic Services Program Academy	1.0	1.9	0.9	0.0%
Outreach Strategy for newly eligible Adult Expansion members	1.1	6.8	5.8	0.0%
Expansion of CalOptima Health OC Outreach and Engagement Strategy	0.0	1.0	1.0	0.0%
Medi-Cal Provider Rate Increases	210.5	526.2	315.7	7.2%
Homeless Prevention and Stabilization Pilot Program	0.2	0.3	0.1	0.0%
OneCare Member Engagement and Education	0.2	0.3	0.1	0.0%
Medi-Cal Eligibility Outreach Strategy	19.8	19.8	0.0	0.7%
Supplemental Food Support due to Gov't shutdown	0.9	8.0	7.1	0.0%
Orange County Community Health Assessment and Improvement Plan	1.0	1.0	0.0	0.0%
<b>Subtotal:</b>	<b>\$559.9</b>	<b>\$1,229.1</b>	<b>\$669.1</b>	<b>19.2%</b>
<b>Resources Available for New Initiatives</b>				
Unallocated/Unassigned <sup>1</sup>	\$488.9			16.7%

<sup>1</sup> Total Designated Reserves and unallocated reserve amount can support approximately 194 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.

<sup>4</sup> 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 December 2025

Summary by Funding Source:	Total Funds	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
HHI - IGT'S	64,033,726	64,033,726	48,646,416	15,387,310	-
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>105,933,726</b>	<b>105,933,726</b>	<b>48,646,416</b>	<b>57,287,310</b>	<b>-</b>

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)	2,500,000	-	2,500,000	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	9,956,478	43,522	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	4,841,921	5,046,993	IGT's
Vaccination Intervention and Member Incentive Strategy <sup>2</sup>	54,649	54,649	-	IGT's
Street Medicine <sup>1</sup>	14,279,077	9,443,988	4,835,089	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>3</sup>	40,100,000	-	40,100,000	IGT's & Existing Reserves
<b>Subtotal of Approved Initiatives</b>	<b>105,933,726</b>	<b>48,646,416</b>	<b>57,287,310</b>	
Transfer of funds to HHIP <sup>3</sup>	(40,100,000)	-	(40,100,000)	
<b>Program Total</b>	<b>65,833,726</b>	<b>48,646,416</b>	<b>17,187,310</b>	

<sup>1</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 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).

<sup>2</sup>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.

<sup>3</sup>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 December 2025

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	32,995,535	39,935,654	-
Existing Reserves & HHI Transfer	87,384,530	87,384,530	62,707,625	24,676,905	-
Street Medicine Support Center - GGG Building	7,000,000	7,000,000	-	-	-
<b>Total</b>	<b>160,315,719</b>	<b>160,315,719</b>	<b>95,703,160</b>	<b>64,612,559</b>	<b>-</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	890,400	509,600	HHI
Equity Grants for Programs Serving Underrepresented Populations	4,871,311	3,721,311	1,150,001	HHI & DHCS
Infrastructure Projects	5,832,314	5,765,644	66,670	HHI
Capital Projects	123,497,564	74,146,735	49,350,829	HHI, DHCS & Existing Reserves
System Change Projects	21,814,530	8,323,680	13,490,850	DHCS
Non-Profit Healthcare Academy	700,000	655,391	44,609	DHCS
<b>Total of Approved Initiatives</b>	<b>\$160,315,719<sup>1</sup></b>	<b>\$95,703,160</b>	<b>\$64,612,559</b>	
<b>*Transfer of funds to Street Medicine Support Center-GG Building</b>	<b>(\$7,000,000)</b>	<b>\$0</b>	<b>(\$7,000,000)</b>	
<b>Program Total</b>	<b>\$153,315,719</b>	<b>\$95,703,160</b>	<b>\$57,612,559</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

\*On October 7, 2025, CalOptima Health's Board of Directors approved up to \$7.0 million for general contractor services & furniture, fixtures & equipment for Street Medicine Support Center 7900 Garden Grove Blvd, Garden Grove, CA.



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