

END-OF-SESSION BUDGET BILL JUNIOR TRAILER BILL SUMMARY (2026 BUDGET ACT – AB 113)

Note: The below summary only highlights items of interest to local health departments. Several actions are rolled up into larger appropriations figures to state agencies/departments and not clearly identified by a line item.

CalHHS Health Coverage and Health Care Utilization Study

- Provides \$1 million General Fund to CalHHS to partner with the University of California and its affiliates to identify changes to insured and uninsured populations in California and health care utilization trends, including county indigent care programs.
- Requires the evaluation to include impacts of the implementation of H.R. 1, state policy changes, and federal regulatory changes on health care and nutrition program access.
- Specifies research methods will include county surveys and key informant interviews with providers and beneficiaries.
- Requires CalHHS to submit written findings to the Assembly Committee on Budget and Senate Budget and Fiscal Review Committee and relevant Assembly and Senate policy committees by March 31, 2027, to help inform the 2027-27 budget process.

Precision Medicine Veterans' Psychedelic Research

- Provides \$4.7 million General Fund to CalHHS California Initiative to Advance Precision Medicine to support veterans' psychedelic research.

988 Suicide & Crisis Lifeline

- Provides \$5 million 988 State Suicide and Behavioral Health Crisis Services Fund to support 988 implementation, available for encumbrance or expenditure until June 30, 2029.
- Authorizes CalHHS to commission research of the 988 system through other third-party experts.

Extreme Heat & Community Resilience Investments

- Provides funding from the Safe Drinking Water, Wildfire Prevention, Drought Preparedness, and Clean Air Fund for the following purposes:
 - \$24.1 million in local assistance for the Extreme Heat and Community Resilience Program.
 - Provides \$55 million in local assistance for the Strategic Growth Council (SGC) Community Resilience Centers Program.
 - Provides \$137.4 million in local assistance for the Transformative Climate Communities Program.
- Specifies funds shall be available for encumbrance or expenditure until June 30, 2031.

HCAI Low-Cost Options for Drugs

- Recasts investment to HCAI to support low-cost options for epinephrine pens and tuberculosis drugs by providing \$775,000 General Fund in state operations and \$14.775 million General Fund in local assistance.

HCAI CHW Training

- Recasts investment to HCAI to support community health worker and promotores training by providing \$775,000 General Fund in state operations to HCAI and \$14.25 million General Fund in local assistance to Vision y Compromiso.

HCAI CalRx GLP-1 Products

- Provides \$100,000 General Fund in state operations and \$1.9 million General Fund in local assistance to HCAI to support CalRx to enter into partnerships to offer glucagon-like peptide (GLP-1) agonists

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DHCS FQHC and RHC State-Only PPS Reimbursement

- Provides \$300,000 General Fund to DHCS to be used as contract resources to support the transition from the Prospective Payment System (PPS) to non-PPS methodologies for state-only services for dates of service on or after July 1, 2027.

DHCS Federal Overpayments

- Provides \$30 million General Fund to support repayment of federal funds claimed in relation to payments issued to a prohibited entity, as defined in federal H.R. 1, with dates of service from July 4, 2025, to September 10, 2025. Prohibits DHCS from making overpayment-related recoveries from Medi-Cal managed care plans and prohibits Medi-Cal managed care plans from making overpayment-related recoveries from providers that meet the definition of prohibited entity.

DHCS Dialysis Services

- Provides \$8 million Health Care Affordability Reserve Fund to support outpatient maintenance dialysis services medically necessary for the treatment of chronic dialysis and end-stage renal disease for individuals on restricted scope Medi-Cal, including medically necessary transportation to and from the facility, furnished to individuals by Medi-Cal providers pursuant to DHCS guidance.

DHCS LGBTQ+ Suicide Prevention

- Provides \$5 million 988 State Suicide and Behavioral Health Crisis Services Fund to DHCS to support a California “Press 3” option for LGBTQ+ suicide prevention resources.

DHCS Naloxone Distribution Project Reappropriation

- Reappropriates up to \$1.4 million General Fund from the 2023 Budget Act to DHCS to support the Naloxone Distribution Project.

CDPH Public Health Network Information Exchange (PHNIX)

- Provides \$5 million General Fund to CDPH for PHNIX to advance public-benefit health innovation. Authorizes Department of Finance to transfer funds to local assistance.

CDPH Women’s Health Outcomes

- Provides \$3 million General Fund to CDPH to improve women’s health outcomes across reproductive health, maternal health, menopause, behavioral health, heart health and chronic conditions. Authorizes Department of Finance to transfer funds to local assistance.

CDPH All Children Thrive Reappropriation

- Reappropriates the unspent balance of \$25 million for the CDPH All Children Thrive (ACT) Initiative originally included in the 2021 Budget Act. Specifies balance shall be available for encumbrance or expenditure until June 30, 2027.

CDSS CalFood Program

- Augments by \$10 million General Fund the existing investment to CDSS for the CalFood Program to support California Food Banks. Investment now totals \$118 million General Fund.

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Menopause Awareness Campaign

- Recasts provisions related to the \$3.4 million General Fund investment to the University of California, Los Angeles (UCLA) Menopause Center of Excellence to support perimenopause and menopause care and public awareness. Requires UCLA Menopause Center of Excellence to provide at least \$2 million of the investment as grants to University of California menopause programs for menopause care delivery infrastructure, including but not limited to provider training, outreach activities, menopause care delivery, and program development.