

Use of Proposition 56 Funding: 2019-2020 Appropriation

In 2018, University of California Health (UCH) entered into an agreement with Physicians for a Healthy California (PHC) for the purpose of developing, administering, and managing a statewide Graduate Medical Education (GME) grant program (known as “CalMedForce”) created and funded by Proposition 56.

Application Period: September 23, 2019 through October 28, 2019

Award notification: November 25, 2019

Total award amount: \$38,085,000

First payment to 2019-2020 awardees sent/approved in Fall of 2020. Subsequent payments, over the course of three or four years, are made upon approval of required reports per the CalMedForce program.

Activity as of November 2023

Resources	Appropriated	Available
Funds from Prop 56 GME	\$38,023,000*	\$38,023,000
State General Funds	\$1,299,000*	\$1,299,000
Carryforward	\$305,000 ¹	\$305,000 ¹
Total Resources Available	\$39,627,000	\$39,627,000

Proposition 56 Management Expenses	Committed	Allocated/Spent
Total Administration/Grant Management		\$1,743,979.75
• Programmatic Management Expense	\$2,000,000*	\$1,145,681.73
• Administrative Management Expense		\$687,509.53 ²

Proposition 56 Grant & Report Expenses	Committed	Allocated/Spent
Grant Payments – non-UC award recipients	\$30,775,000	\$30,775,000 ³
Grant Payments – UC award recipients	\$7,160,000	\$4,624,885.99 ⁴
Annual Workforce Review ⁵	-	-
Total Grant & Report Expenses (to-date)	\$37,935,000*	\$35,399,885.99

Total Expenses	\$39,935,000⁶	\$37,143,865.74
-----------------------	---------------------------------	------------------------

Committed funds to UC award recipients (to be allocated per CalMedForce reporting requirements)		\$2,535,114.01
Total funds available minus amount allocated (Carryforward)		-\$51,979.75⁷

*Assumed allocation from Prop 56 and State General Funds would total \$40,000,000.

¹ Carryforward funds from 2018-2019 appropriation. Includes funds used for additional awardee payments (\$85,000) in 2019-2020 award cycle. These funds have been fully allocated as of June 2019 due to total available funds (Prop 56 GME and State General Funds) for 2019-2020 was not \$40 million.

² Per the agreement between UC and PHC, \$1,500,000 is paid annually to PHC to manage and administer the CalMedForce program. \$89,211.51 from payment in 2018-2019 to PHC for management of the program was used to cover the expenses in 2019-2020.

³ Funds allocated to PHC for payment to grant recipients. Payments are made upon approval of required reports, over a three or four-year contract depending on specialty.

⁴ Funds claimed by UC award recipients from the November 2023 State Controller's Office report.

⁵ Funding for this annual workforce review was covered by UC funds.

⁶ Originally total committed expenses = \$40,085,000, assumed total allocation would be \$40,000,000 and included \$85,000 from 18-19 carryforward.

⁷ After re-examining total funds allocated from Prop 56 and State General Funds, total available funding was less than \$40,000,000. Fund is annually appropriated, and adjustments made in 2020-2021 to account for overspending in 2019-2020.