

## Use of Proposition 56 Funding: 2022-2023 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: August 2, 2022 through September 16, 2022

Award notification: November 17, 2022

Total award amount: \$37,955,000<sup>1</sup>

First payment to 2022-2023 awardees sent/approved in Fall of 2023. 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

Proposition 56 Resources	Appropriated	Available
Funds from Prop 56 GME	\$33,843,000*	\$33,843,000*
State General Funds	\$6,159,000*	\$6,159,000*
Carryforward	<b>-\$402,251.66</b>	<b>-\$402,251.66</b>
<b>Total Resources Available</b>	<b>\$39,599,748.34</b>	<b>\$39,599,748.34</b>

Proposition 56 Management Expenses	Committed	Allocated/Spent
<b>Total Administration/Grant Management</b>		<b>\$1,734,698.86<sup>1</sup></b>
• Programmatic Management Expense	\$2,000,000*	\$1,144,050.09
• Administrative Management Expense		\$636,565.98

Proposition 56 Grant & Report Expenses	Committed	Allocated/Spent
Grant Payments – non-UC award recipients	\$31,080,000	\$31,080,000 <sup>2</sup>
Grant Payments – UC award recipients	\$6,875,000	\$108,111.35 <sup>3</sup> \$361,538.47 <sup>4</sup>
Annual Workforce Review	\$43,658	\$43,352.54
<b>Total Grant &amp; Report Expenses (to-date)</b>	<b>\$37,998,658</b>	<b>\$31,231,463.89<sup>4</sup></b> \$31,593,002.36 <sup>4</sup>

<b>Total Expenses</b>	<b>\$39,998,658</b>	<b>\$32,966,162.75</b> \$33,327,701.22 <sup>5</sup>
Committed funds to UC award recipients (to be allocated in subsequent years)		\$6,766,888.65 \$6,405,350.18 <sup>6</sup>
<b>Total funds available minus amount allocated (Carryforward)</b>		<b>-\$133,608.52<sup>7</sup></b>

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

<sup>1</sup> Per the agreement between UC and PHC, \$1,500,000 is paid to PHC to manage and administer the CalMedForce program annually. Overpayment from 21-22 to PHC of \$45,917.21 was used in 2022-23 for management and administration costs.

<sup>2</sup> 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.

<sup>3</sup> Funds claimed by UC award recipients from the November 2024 State Controller's Office report.

<sup>4</sup> Funds submitted for processing to the State Controller's Office.

<sup>5</sup> Total expenses once funds submitted to the State Controller's Office are processed and paid.

<sup>6</sup> Total committed funds once funds submitted to the State Controller's Office are processed and paid.

<sup>7</sup> After re-examining total funds allocated from Prop 56 and State General Funds, total available funds was \$40,000,000.02. However, since prior carryforward amount was negatively large and funds are continuously appropriated, further adjustments will be made in 2023-2024 to account for overspending in 2021-2022.