

Use of Proposition 56 Funding: 2024-2025 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: July 30, 2025 through September 16, 2025

Award notification: November 21, 2025

Total award amount: \$23,383,300⁴

First payment to 2024-2025 awardees sent/approved in Summer 2025. 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 2025

Proposition 56 Resources	Appropriated	Available
Funds from Prop 56 GME	\$24,614,000*	\$24,614,000*
State General Funds	-	-
Carryforward	-\$564,478.88	-\$564,478.88
Total Resources Available	\$24,049,521.12	\$24,049,521.12

Proposition 56 Management Expenses	Committed	Allocated/Spent
Programmatic Management Expense	\$1,230,700*	\$318,156.57
Administrative Management Expense		\$874,106.34
Total Administration/Grant Management		\$1,192,262.91¹

Proposition 56 Grant & Report Expenses	Committed	Allocated/Spent
Grant Payments – non-UC award recipients	\$18,028,300 ⁴	\$18,028,300 ^{2, 4}
Grant Payments – UC award recipients	\$5,355,000	\$17,800.48 ³ \$16,102.65 ⁵
Annual Workforce Review	\$36,000	\$36,000
Total Grant & Report Expenses (to-date)	\$23,419,300*	\$18,082,100 \$18,080,402.65 ⁶

Total Expenses		\$19,274,363.39
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	\$24,650,000*	\$19,272,665.56 ⁷
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Committed funds to UC award recipients (to be allocated in subsequent years)		\$5,337,199.52 \$5,321,096.87 ⁸
Total funds available minus amount allocated (Carryforward)		-\$562,041.79*⁹

*Final allocation from Prop 56 and State General Funds was \$24,614,000, which was lower than initially estimated, and total award issued in 2024-2025 was higher than the total resources available.

¹ Per the agreement between UC and PHC, \$1,600,000 is paid annually to PHC to manage and administer the CalMedForce program annually. Due to Prop 56 funding reduction, part of administration fees was funded by earned interest.

² 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.

³ Funds claimed by UC award recipients from the November 2025 State Controller's Office report.

⁴ \$19,255,000 of non-UC programs awards and \$5,533,000 of UC program awards, totaling \$24,610,000 awards were issued. To offset the declining Prop 56 funding, \$1,226,700 from earned interest was used to fund additional programs.

⁵ Claims submitted for processing to the State Controller's Office and pending as of November 2025.

⁶ Total grant and report expenses once claims submitted to the State Controller's Office are processed and paid.

⁷ Total expenses once claims submitted to the State Controller's Office are processed and paid.

⁸ Total committed funds to UC award recipients once claims submitted to the State Controller's Office are processed and paid.

⁹ Prop 56 funds are annually and continuously appropriated, and adjustments will be made in the subsequent years to account for deficit from the previous years.