



# CHIEF PROBATION OFFICERS

OF CALIFORNIA

To: All Chiefs

From: CPOC Legislative Team

Date: May 14, 2025

Subject: Governor Releases May Revision to the 2025-26 State Budget

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Today, Governor Newsom released the May Revision to the proposed \$321 billion 2025-26 state budget. As a reminder, the proposed budget in January was projected to be balanced over two years with a modest surplus in FY 2025-26. The May Revision now estimates a shortfall of \$12 billion in 2025-26, with the Governor ascribing these impacts to federal tariffs and other expenditures and economic changes.

The May Revision proposes to address the \$12 billion deficit through the following:

- Reductions - \$5 billion
- Revenue/Borrowing - \$5.3 billion
- Fund Shifts - \$1.7 billion

Accounting for withdrawals, the Budget also reflects total reserve balances of approximately \$15.7 billion at the end of 2025-26. This consists of \$11.2 billion in the BSA and \$4.5 billion in the Special Fund for Economic Uncertainties.

The final budget is due to the Governor by June 15 and must be signed into law by July 1, 2025.

The full May Revision budget summary can be viewed at:

<https://ebudget.ca.gov/FullBudgetSummary.pdf>

## **Probation Priority Items That REMAIN UNCHANGED FROM THE JANUARY BUDGET**

- **Juvenile Justice Realignment Block Grant** – The Budget Summary does not discuss changes to the January proposal to modify the Juvenile Justice Realignment Block Grant (JJRBG) formula methodology or overall funding level. Funding in the amount of \$208.8 million for 2025-26 is authorized under the original legislation and it should be expected that this amount will be adjusted commensurate with any anticipated growth in 2011 Public Safety Realignment and required minimum funding levels. The Legislature and Administration will continue negotiations on the methodology trailer bill language.
- **STC** – The May Revision maintains STC funding levels at \$20.9 million.
- **Mobile Probation** – The May Revision does not change the Administration's January proposal to extend the reversion date for \$12.8 million in Mobile Probation Service Center

grant funds, originally authorized in the 2022 Budget Act, to June 30, 2026 to allow grantees time to expend funds.

- **Retail Theft/Proposition 36** – The May Revision does not include funding for Proposition 36 Implementation.
- **Foster Care Funding** - The May Revision continues to fund foster care activities initiated through the Continuum of Care Reform and Resource Family Approval for probation departments. Funding continues to be allocated based on caseload. Based on caseload numbers probation projected funding for FY 2025-26 for CFTs is \$2.7 million and for Resource Family Approval is \$5.8 million. The May Revision also maintains child specific complex care funding for foster youth with acute needs at \$18.1 million in state general funds. The Department of Social Services continues to engage CPOC and CWDA to examine the distribution of complex care funding, assessing utilization by probation and child welfare departments, in order to maximize use of this program. Detailed information on all DSS child welfare programs can be found here: [2025 May Revision Local Estimates](#)

#### **Probation Priority Items that Reflect May Revision Updates**

- **Community Corrections Performance Incentive Grant (SB 678)** – After utilizing two additional quarters of 2024 calendar year data, the May Revision includes \$127.9 million General Fund for county probation departments under the Administration’s proposed SB 678 formula. As previously discussed, the May Revision reiterates the formula changes recognize the historic successes of California probation officers in reducing the number of individuals sent to prison by establishing stable funding, enhancing the performance-based incentive nature of the funding, and reducing variability in the prior methodology. You will find a county by county breakdown of the Governor’s May Revision proposal at the end of this memo; however, it is still subject to change based on budget negotiations between the Administration and Legislature.
- **Pretrial** – The May Revision proposes a reduction in 2025-26 and ongoing of \$20 million for the pretrial program with associated language that would allow the Judicial Council to reallocate a county’s unspent funding to other counties with demonstrated needs.
- **Proposition 47 Savings** – The May Revision includes an additional \$3.2 million General Fund in savings for Proposition 47, for a total General Fund savings of \$91.5 million in 2024-25 (allocated in 2025-26). This is up from the January estimate of \$88.3 million.
- **2011 Public Safety Realignment Revenues** – The May Revision updates revenue estimates for 2011 Public Safety Realignment. These estimates show base funding of \$1.965 billion and growth funding of \$26.1 million (down from \$79.8 million in January) in 2024-25 for the Community Corrections Subaccount. This creates a base of \$1.991 billion (down from \$2.044 billion in January) in 2025-26 and the Department of Finance estimates an additional \$84.5

million (up from \$76.3 million in January) in growth for 2025-26. Please see the updated estimates for each account, subaccount, and special account at the conclusion of this memo.

- **Rising Scholars** – The May Revision proposes to reduce funding for the Rising Scholars program from \$30 million to \$10 million ongoing.

#### **Board of State and Community Corrections**

- **Suitability of Facilities for the Confinement of Juveniles** – The May Revision proposes statutory changes to authorize the BSCC to bring a civil action when a juvenile detention facility is found by the BSCC to be unsuitable for the confinement of youth. According to the Administration, these changes will allow a superior court to order specified relief, including corrective action or injunctive relief, for a facility that the BSCC has found to have failed to meet the state's minimum standards for operating a juvenile detention facility. The TBL language can be found here: <https://trailerbill.dof.ca.gov/public/trailerBill/pdf/1232>
- **Cannabis Tax Fund** – The May Revision includes statutory changes authorizing BSCC to award grants to local governments that prohibit cannabis cultivation if they authorize retail cannabis sales and prioritizes grants for local illicit cannabis enforcement efforts. The summary notes these changes are intended to expand collaboration with local law enforcement and encourage retail participation to further stabilize the legal market and promote consumer safety.

#### **California Department of Corrections**

- **Prison Capacity and Closure** – The May Revision proposes to close one additional prison by October 2026 (facility unspecified). Upon full closure, the state will achieve an estimated savings of about \$150 million General Fund annually.

The May Revision maintains resources for San Quentin Rehabilitation Center's (SQRC's) new educational center, which is expected to complete construction in January 2026. The May Revision continues the commitment to begin operating this facility, consistent with the Governor's Budget proposal, to provide staffing, add and expand rehabilitative programs focused on behavior change, trauma-informed care, and dynamic security to help foster change in SQRC's correctional environment.

- **State Parole** – The May Revision updates the parolee average daily population which is projected to be 34,723 in 2024-25, declining slightly to 34,197 in 2025-26. Proposition 36 is projected to slightly increase the parole population, which is anticipated to remain relatively stable over the next few years, at 34,213 by June 30, 2029.

The May Revision does not note changes to the January proposal for reductions of \$1.2 million General Fund in 2024-25, and \$2.3 million in 2025-26 and ongoing, as part of the Division of Adult Parole Operations' redistricting plan, which the budget notes is intended to create efficiencies by aligning staffing with caseloads within geographic areas.

- **CalAIM Justice-Involved Initiative – Program Support**—The Budget includes \$21.5 million in 2025-26 and \$11 million ongoing in increased reimbursement authority, an increase of 65 positions in 2025-26 and ongoing, and a reduction of \$6.2 million General Fund in 2025-26, an increase of \$3.8 million General Fund in 2026-27, and a reduction of \$11 million General Fund ongoing to support full implementation of CalAIM.
- **Community Correctional Reentry Centers** —*No changes proposed from January.* The previous 2022 Budget Act included resources to expand community correctional reentry centers located in Sacramento, San Bernardino, Ontario, and Fresno which will add a total of 439 additional Male Community Reentry Program beds. These new sites are projected to be activated in 2025-26.
- **Reentry** - *No changes proposed from January.* The Budget also notes programs such as Day Reporting Centers, Long-Term Offender Reentry Recovery Program, and Specialized Treatment for Optimized Programming and adds \$32 million General Fund, growing to \$42.9 million in 2029-30, for CDCR to increase contract rates and provide annual adjustments for 14 parole reentry contracts.
- **Returning Home Well** - *No changes proposed from January.* The Budget proposes \$12.9 million one-time General Fund in 2025-26 and 2026-27 to continue the Returning Home Well (RHW) Program for an additional two years. This program provides transitional housing to individuals and CDCR will provide a report, by March 2026, on the outcomes of individuals who participate in the RHW Program, including their housing status after completing the program.
- **CDCR Reductions/Efficiencies** – *No changes proposed from January.* The May Revision continues the elimination of the Council on Criminal Justice and Behavioral Health (CCJBH) at the end of 2024-25.

#### **Health and Human Services**

- **Foster Care Tiered Rate Structure Implementation**—The May Revision includes statutory language that would make the implementation of the Tiered Rate Structure subject to a trigger-on, based on the availability of General Fund in spring 2027. This would delay the current implementation date of July 1, 2027 to a future year and allow the state to realize savings of \$338.9 million in FY 27/28 and \$552.1 million in FY 28/29. It is important to note that the CANS requirement, a precursor to the rate reform, is still going into effect as of July 1, 2025 which requires all foster youth to receive a CANS assessment. More information on CANS implementation is forthcoming in an ACL.
- **Family Urgency Response System Reduction**—The May Revision includes a reduction of \$13 million General Fund in 2025-26 and ongoing. The proposal maintains \$17 million ongoing General Fund for the program.
- **Behavioral Health Workforce Initiative**—The May Revision includes \$1.9 billion (\$143 million Behavioral Health Services Fund, \$808 million Designated State Health Program

Funding, and \$950 million federal funds) for the Department of Health Care Access and Information to implement the Behavioral Health Workforce Initiative beginning in January 2026.

- **Enrollment Freeze for Full-Scope Medi-Cal Expansion, Adults 19 and Older**—The May Revision proposes a freeze on new enrollment to full-scope coverage for individuals, regardless of immigration status, aged 19 and over, effective no sooner than January 1, 2026. Estimated General Fund savings are \$86.5 million in 2025-26, increasing to \$3.3 billion by 2028-29.
- **Department of State Hospital Programs**—The Budget proposes to reduce resources for various state hospital programs, including the Incompetent to Stand Trial Program, Community-Based Restoration and Felony Diversion programs, and isolation unit needs. Estimated savings are \$195.5 million General Fund in 2025-26, \$273.1 million General Fund in 2026-27, and \$191.6 million General Fund in 2027-28 and ongoing. The May Revision maintains funding to continue to support these programs based on actual program expenditures.
- **Incompetent to Stand Trial Infrastructure Grant Program**—A reduction of \$232.5 million one-time General Fund included in the 2022 Budget Act from unspent grant funds for counties to increase residential treatment housing capacity for individuals designated Incompetent to Stand Trial.

#### **Judiciary**

- **Trial Court Trust Fund Unrestricted Fund Balance**—The May Revision proposes a reduction of \$38 million in 2025-26 of the unrestricted fund balance in the Trial Court Trust Fund to the General Fund. This unrestricted fund balance exists primarily from cost savings from previous allocations to the Judicial Branch where no mechanism exists to return the funds to the General Fund.
- **Incompetent to Stand Trial Evaluations**—The May Revision proposes a reversion of \$9.1 million General Fund in 2023-24 and 2024-25 associated with unspent funds provided to the Judicial Branch for improvements to Incompetent to Stand Trial evaluations.

#### **Department of Justice**

- **California Law Enforcement Telecommunications System (CLETS) – DMV**—The May Revision includes \$3.2 million General Fund in 2025-26 and \$1.6 million in 2026-27 for information technology enhancements at DOJ to establish a new connection between CLETS and the Department of Motor Vehicles.
- **Juveniles: Sealing Records (AB 1877)**—The May Revision includes \$2.4 million General Fund and four positions in 2025-26 and \$812,000 in 2026-27 and ongoing to implement the provisions of Chapter 811, Statutes of 2024 (AB 1877).

### CalOES

- **Flexible Cash Assistance for Survivors of Crime**—The May Revision proposes a reversion of \$49.7 million one-time General Fund appropriated in the 2022 Budget Act to establish a financial assistance program for survivors of crime.

### California Highway Patrol

- **Highway Violence Task Force**— The May Revision includes one-time resources totaling \$4.9 million Motor Vehicle Account in 2025-26 for an additional year of funding for the CHP's Highway Violence Task Force to address violent crimes occurring on state highways.

### Housing and Homelessness

- **New California Housing and Homelessness Agency (CHHA)** – The January Budget proposed to establish a new CA Housing and Homelessness Agency. The May Revision includes \$4.2 million (\$4 million General Fund) in 2025-26, \$6.4 million (\$6.2 million General Fund) in 2026-27, and \$6.2 million (\$6.1 million General Fund) in 2027-28 and ongoing to support the reorganization of the Business, Consumer Services, and Housing Agency, which includes resources for CHHA and the creation of the Housing Development and Finance Committee (HDFC) in addition to the Business and Consumer Services Agency.
- **Proposition 35 Flexible Housing Subsidy Pools**—The May Revision reflects \$200 million Proposition 35 funds over two years for Flexible Housing Pool rental assistance and housing supports to help individuals with significant behavioral health conditions who are experiencing, or at risk of, homelessness, enter and maintain stable long-term housing.

Community Corrections Performance Incentive Grant  
2025-26 May Revision

County	2024 Adm. to Prison Rate	Component 1	Component 2			Component 3	Grand Total
		Total Component 1	2024 Avoided to Prison	Per Capita Savings	Total Component 2	\$200,000 Minimum	
<b>California</b>	<b>2.97%</b>	<b>\$ 103,668,010</b>	<b>1,330</b>	<b>\$ 96,710,285</b>	<b>\$ 24,177,571</b>	<b>\$ 102,504</b>	<b>\$ 127,948,085</b>
Alameda	1.31%	\$ 2,330,216	14	\$ 1,018,003	\$ 254,501	\$ -	\$ 2,584,717
Alpine	0.00%	\$ 168,800	0	\$ -	\$ -	\$ 31,200	\$ 200,000
Amador	1.92%	\$ 197,308	10	\$ 727,145	\$ 181,786	\$ -	\$ 379,094
Butte	9.15%	\$ 351,445	3	\$ 218,144	\$ 54,536	\$ -	\$ 405,981
Calaveras	8.53%	\$ 432,151	0	\$ -	\$ -	\$ -	\$ 432,151
Colusa	7.35%	\$ 225,980	1	\$ 72,715	\$ 18,179	\$ -	\$ 244,159
Contra Costa	0.54%	\$ 5,606,841	10	\$ 727,145	\$ 181,786	\$ -	\$ 5,788,627
Del Norte	10.68%	\$ 168,800	0	\$ -	\$ -	\$ 31,200	\$ 200,000
El Dorado	3.74%	\$ 294,130	2	\$ 145,429	\$ 36,357	\$ -	\$ 330,487
Fresno	6.03%	\$ 2,664,300	28	\$ 2,036,006	\$ 509,002	\$ -	\$ 3,173,302
Glenn	4.61%	\$ 188,356	0	\$ -	\$ -	\$ 11,644	\$ 200,000
Humboldt	4.65%	\$ 890,805	7	\$ 509,002	\$ 127,250	\$ -	\$ 1,018,055
Imperial	3.54%	\$ 171,540	0	\$ -	\$ -	\$ 28,460	\$ 200,000
Inyo	4.93%	\$ 187,451	5	\$ 363,573	\$ 90,893	\$ -	\$ 278,344
Kern	3.99%	\$ 1,282,194	87	\$ 6,326,162	\$ 1,581,540	\$ -	\$ 2,863,734
Kings	4.98%	\$ 933,353	0	\$ -	\$ -	\$ -	\$ 933,353
Lake	6.61%	\$ 392,522	4	\$ 290,858	\$ 72,715	\$ -	\$ 465,237
Lassen	7.14%	\$ 213,563	6	\$ 436,287	\$ 109,072	\$ -	\$ 322,635
Los Angeles	1.31%	\$ 31,577,019	358	\$ 26,031,791	\$ 6,507,948	\$ -	\$ 38,084,967
Madera	0.29%	\$ 1,044,486	17	\$ 1,236,147	\$ 309,037	\$ -	\$ 1,353,523
Marin	1.60%	\$ 833,952	2	\$ 145,429	\$ 36,357	\$ -	\$ 870,309
Mariposa	0.00%	\$ 168,800	3	\$ 218,144	\$ 54,536	\$ -	\$ 223,336
Mendocino	4.86%	\$ 500,078	21	\$ 1,527,005	\$ 381,751	\$ -	\$ 881,829
Merced	2.38%	\$ 871,819	29	\$ 2,108,721	\$ 527,180	\$ -	\$ 1,398,999
Modoc	20.99%	\$ 171,311	2	\$ 145,429	\$ 36,357	\$ -	\$ 207,668
Mono	2.53%	\$ 217,301	0	\$ -	\$ -	\$ -	\$ 217,301
Monterey	2.93%	\$ 253,591	54	\$ 3,926,583	\$ 981,646	\$ -	\$ 1,235,237
Napa	3.60%	\$ 278,323	2	\$ 145,429	\$ 36,357	\$ -	\$ 314,680
Nevada	1.56%	\$ 564,871	7	\$ 509,002	\$ 127,250	\$ -	\$ 692,121
Orange	3.14%	\$ 4,197,668	25	\$ 1,817,863	\$ 454,466	\$ -	\$ 4,652,134
Placer	3.81%	\$ 460,696	3	\$ 218,144	\$ 54,536	\$ -	\$ 515,232
Plumas	2.50%	\$ 373,623	1	\$ 72,715	\$ 18,179	\$ -	\$ 391,802
Riverside	3.73%	\$ 5,869,455	71	\$ 5,162,730	\$ 1,290,682	\$ -	\$ 7,160,137
Sacramento	2.29%	\$ 10,405,873	162	\$ 11,779,749	\$ 2,944,937	\$ -	\$ 13,350,810
San Benito	1.80%	\$ 238,189	2	\$ 145,429	\$ 36,357	\$ -	\$ 274,546
San Bernardino	4.13%	\$ 7,053,381	197	\$ 14,324,757	\$ 3,581,189	\$ -	\$ 10,634,570
San Diego	7.09%	\$ 2,473,762	8	\$ 581,716	\$ 145,429	\$ -	\$ 2,619,191
San Francisco	0.47%	\$ 2,583,106	0	\$ -	\$ -	\$ -	\$ 2,583,106
San Joaquin	2.77%	\$ 1,879,816	10	\$ 727,145	\$ 181,786	\$ -	\$ 2,061,602
San Luis Obispo	5.11%	\$ 1,116,156	1	\$ 72,715	\$ 18,179	\$ -	\$ 1,134,335
San Mateo	4.65%	\$ 992,398	0	\$ -	\$ -	\$ -	\$ 992,398
Santa Barbara	3.87%	\$ 1,195,901	27	\$ 1,963,292	\$ 490,823	\$ -	\$ 1,686,724
Santa Clara	2.76%	\$ 1,475,130	1	\$ 72,715	\$ 18,179	\$ -	\$ 1,493,309
Santa Cruz	0.98%	\$ 1,474,167	10	\$ 727,145	\$ 181,786	\$ -	\$ 1,655,953
Shasta	9.85%	\$ 432,159	4	\$ 290,858	\$ 72,715	\$ -	\$ 504,874
Sierra	0.00%	\$ 181,873	2	\$ 145,429	\$ 36,357	\$ -	\$ 218,230
Siskiyou	4.32%	\$ 239,996	0	\$ -	\$ -	\$ -	\$ 239,996
Solano	1.83%	\$ 681,311	13	\$ 945,289	\$ 236,322	\$ -	\$ 917,633
Sonoma	4.73%	\$ 901,241	1	\$ 72,715	\$ 18,179	\$ -	\$ 919,420
Stanislaus	5.97%	\$ 1,086,126	3	\$ 218,144	\$ 54,536	\$ -	\$ 1,140,662
Sutter	4.57%	\$ 622,956	24	\$ 1,745,148	\$ 436,287	\$ -	\$ 1,059,243
Tehama	2.93%	\$ 386,626	0	\$ -	\$ -	\$ -	\$ 386,626
Trinity	1.25%	\$ 168,800	4	\$ 290,858	\$ 72,715	\$ -	\$ 241,515
Tulare	3.31%	\$ 1,573,585	8	\$ 581,716	\$ 145,429	\$ -	\$ 1,719,014
Tuolumne	6.35%	\$ 322,723	0	\$ -	\$ -	\$ -	\$ 322,723
Ventura	5.86%	\$ 661,077	50	\$ 3,635,725	\$ 908,931	\$ -	\$ 1,570,008
Yolo	2.77%	\$ 1,270,110	3	\$ 218,144	\$ 54,536	\$ -	\$ 1,324,646
Yuba	10.05%	\$ 168,800	28	\$ 2,036,006	\$ 509,002	\$ -	\$ 677,802

## 2011 Realignment Estimate at 2025-26 May Revision

(Dollars in Millions)

	2023-24	2023-24 Growth	2024-25	2024-25 Growth	2025-26	2025-26 Growth
<b>Law Enforcement Services</b>	<b>\$3,428.3</b>		<b>\$3,432.1</b>		<b>\$3,466.9</b>	
Trial Court Security Subaccount	\$646.0	0	\$646.8	3.5	650.3	11.3
Enhancing Law Enforcement Activities Subaccount <sup>2</sup>	\$489.9	374.4	\$489.9	412.7	489.9	429.4
Community Corrections Subaccount	\$1,962.2	0	\$1,964.7	26.1	1,990.8	84.5
District Attorney and Public Defender Subaccount	\$81.4	0	\$81.5	1.7	83.2	5.6
Juvenile Justice Subaccount	\$248.9	0	\$249.2	3.5	252.7	11.3
Youthful Offender Block Grant Special Account	-235.1		-235.4		-238.7	
Juvenile Reentry Grant Special Account	-13.7		-13.8		-13.9	
<b>Growth, Law Enforcement Services</b>		<b>374.4</b>		<b>447.5</b>		<b>542.1</b>
<b>Mental Health<sup>3</sup></b>	<b>1,120.6</b>	0	<b>1,120.6</b>	3.2	<b>1,120.6</b>	10.5
<b>Support Services</b>	<b>5,287.2</b>		<b>5,293.9</b>		<b>5,355.4</b>	
Protective Services Subaccount	3,060.4	0	3,064.3	29.1	3,093.4	94.1
Behavioral Health Subaccount	2,226.8	0	2,229.6	32.3	2,261.9	104.6
Women and Children's Residential Treatment Services	-5.1		-5.1		-5.1	
<b>Growth, Support Services</b>		<b>0</b>		<b>64.6</b>		<b>209.2</b>
<b>Account Total and Growth</b>	<b>\$10,210.5</b>		<b>\$10,358.7</b>		<b>\$10,694.0</b>	
<b>Revenue</b>						
1.0625% Sales Tax	9,306.0		9,413.4		9,730.6	
General Fund Backfill <sup>4</sup>	40.1		42.8		44.2	
Motor Vehicle License Fee	864.3		902.6		919.3	
<b>Revenue Total</b>	<b>\$10,210.5</b>		<b>\$10,358.7</b>		<b>\$10,694.0</b>	

<sup>1</sup>This chart reflects estimates of the 2011 Realignment subaccount and growth allocations based on current revenue forecasts and in accordance with the formulas outlined in Chapter 40, Statutes of 2012 (§8 1020).

<sup>2</sup>Base Allocation is capped at \$489.9 million. Growth does not add to the base.

<sup>3</sup>Base Allocation is capped at \$1,120.6 million. Growth does not add to the base.

<sup>4</sup>Reflects General Fund backfill for exempt sales tax categories.