2027 HRSA Budget Period Renewal (BPR)

August 17, 2026

HRSA Budget Period Renewal (BPR) Background

- Every 4 years, HCHN must re-apply to HRSA for our 330h grant. We did this in 2024 and were awarded the Service Area Competition (SAC). This grant is HCHN's foundation and provides the Department's FQHC status.
- The current HRSA grant period is 1/1/2025 – 12/31/2028.*
- Going into years 2, 3, and 4 of the period, we submit a shorter renewal application called the Budget Period Renewal (BPR), for continued level funding (no increase is available.)
- Midway through the period, HRSA conducts an Operational Site Visit (OSV). This is scheduled in September 2026.
- Other HRSA grants being renewed or sought may be added to our base funding if awarded. Behavioral Health Service Expansion funds were added in late 2025 for 2026.
- Funds for 2027 are proposed to continue current activities from 2026, in alignment with the strategic priorities set by the GC in late 2023.

* HRSA announced mid-2025 that all health centers will transition to a 4-year project period, ours has been confirmed to go through 12/31/2028. Previously it was a 3-year period.

	2027
REVENUE	
PATIENT SERVICES INCOME	12,047,752
STATE GRANTS/FUNDING	716,000
LOCAL FUNDING	12,355,884
FEDERAL BPHC 330h GRANT	5,999,333
Other Federal	
OTHER-- Hospitals, Private Grant	1,839,850
TOTAL REVENUE	**$32,958,819**
EXPENSES	
PERSONNEL & FRINGE	13,061,312
TRAVEL	193,104
SUPPLIES	373,973
CONTRACTUAL	11,623,204
OTHER	4,510,947
TOTAL DIRECT COSTS	**$29,762,540**
INDIRECT @ 37.44%	3,196,279
TOTAL EXPENSES	**$32,958,819**

Proposed 2027 Budget

Comparison 2025 Budget vs Actuals and 2026 Budget & 2027 Budget

	2025 Budget	2025 Actuals	2026 Budget	2027 Budget
Revenue				
PHSKC Patient Services Income	$ 11,986,393	$11,112,453	$11,665,915	$12,047,752
State Grants/Funding	$ 1,069,517	$622,041	$716,000	$716,000
Local Funding (City, County)	$ 11,014,683	$12,137,521	$11,530,050	$12,355,884
Other (Respite Hospitals, Private Grants)	$ 1,581,688	$1,439,291	$1,621,230	$1,839,850
Other Federal (Behavioral Health Service Expansion)	$ 600,000		$500,000	
Federal BPHC 330h Grant	$ 5,499,323	$5,499,323	$5,499,323	$5,999,333
Total	**$ 31,151,604**	**$30,810,629**	**$31,532,518**	**$32,958,819**
Expenses	**2025 Budget**	**2025 Actuals**	**2026 Budget**	**2027 Budget**
Patient Services Personnel - PHSKC	$ 12,238,418	$11,934,710	$12,272,706	$13,061,312
Patient Services Other Costs - PHSKC	$ 4,892,581	$4,685,115	$5,164,254	$5,078,024
Patient Services - Contracts	$ 11,022,434	$10,493,331	$11,022,434	$11,623,204
Oversight Administration - PHSKC	$ 2,998,171	$3,697,473	$3,073,125	$3,196,279
Total	**$ 31,151,604**	**$30,810,629**	**$31,532,518**	**$32,958,819**

Overview of Budget Changes - 2026 to 2027

Revenue	2026 Budget	% of Total	2027 Budget	% of Total	
PHSKC Patient Services Income	$ 11,665,915	36.55%	$12,047,752	36.55%	Best estimate based on current patient trends
State Grants/Funding	$ 716,000	3.43%	$716,000	2.17%	
Local Funding (City, County)	$ 11,530,050	35.36%	$12,355,884	37.49%	Small City of Seattle, BH sales tax, and VSHSL increases
Other (Respite Hospitals, Private Grants)	$ 1,621,230	5.08%	$1,839,850	5.58%	Respite hospital contract increases
Other Federal	$ 500,000	1.93%		0.00%	HRSA BH Expansion Grant is projected in 330h line for 2027
Federal 330h Homeless Grant	$ 5,499,323	17.65%	$5,999,333	18.20%	
Total	**$ 31,532,518**		**$32,958,819**		
Expenses	**2026 Budget**	**% of Total**	**2027 Budget**	**% of Total**	
Patient Services Personnel - PHSKC	$ 12,272,706	39.29%	$13,061,312	39.63%	
Patient Services Other Costs - PHSKC	$ 5,164,254	15.71%	$5,078,024	15.41%	
Patient Services - Contracts	$ 11,022,434	35.38%	$11,623,204	35.27%	
Oversight Administration - PHSKC	$ 3,073,125	9.62%	$3,196,279	9.70%	
Total	**$ 31,532,518**		**$32,958,819**		

Highlights of Revenue Changes - 2026 to 2027

CHANGES IN FUNDING FOR HCHN PROGRAMS AND SERVICES

- Potential loss of $500K for HRSA Behavioral Health Expansion work, to be determined by late 2026. Currently part of contracted staffing through ETS REACH.