

# Department of Health

Governor's FY 2016 Revised and  
FY 2017 Budget Recommendations  
House Finance Committee  
March 23, 2016

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# Department of Health

- 1 of 4 health and human service agencies under the umbrella of EOHHS
  - Department of Health
  - Department of Human Services
  - Department of Behavioral Healthcare, Developmental Disabilities and Hospitals
  - Department of Children, Youth & Families

# Department of Health

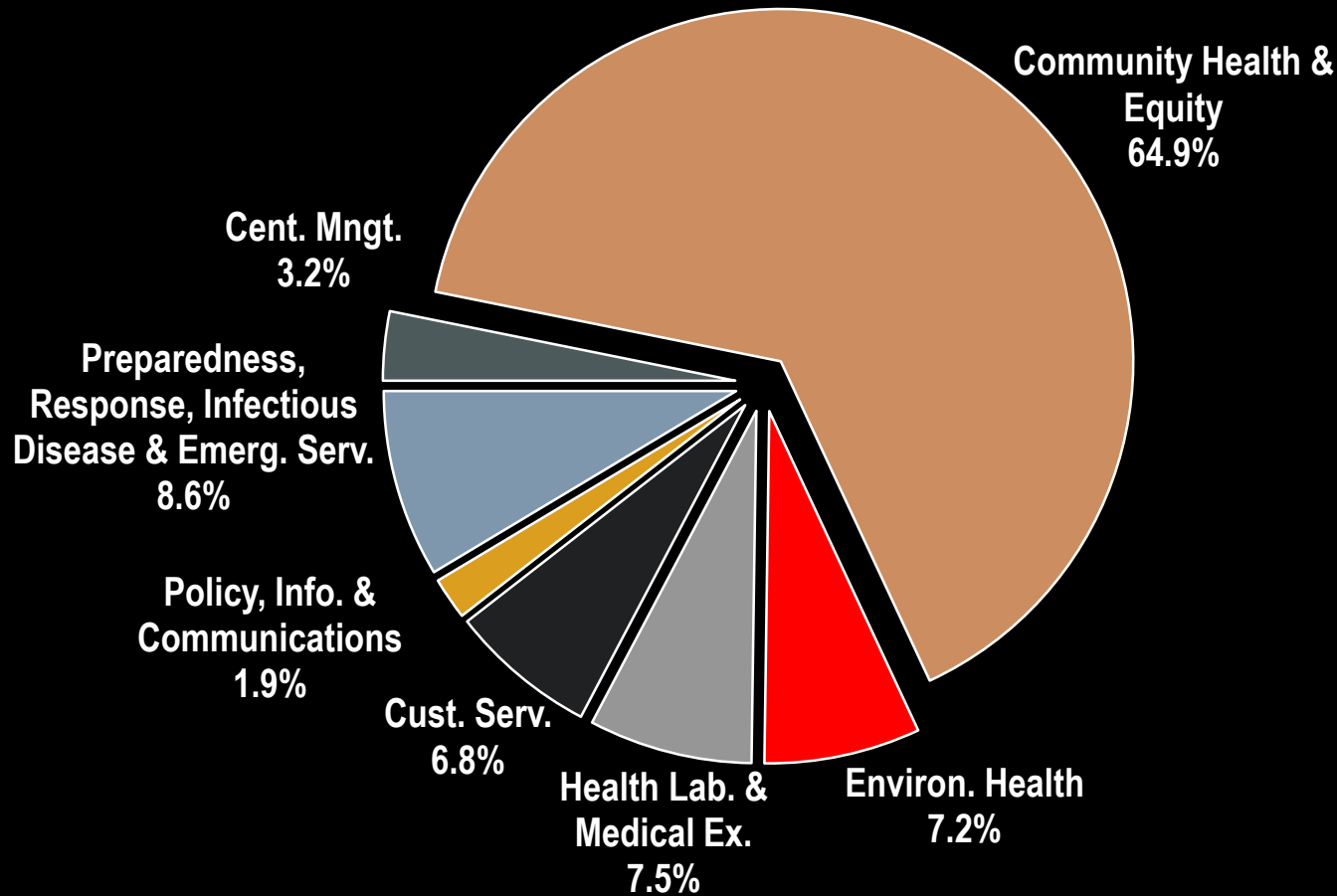
Recommendation reflects reorganization of functions

- Merges Health Laboratories and Office of State Medical Examiners
- New Divisions:
  - Customer services
  - Policy, Information & Communications
- Transfer from Dept. of Human Services
  - Women, Infants, & Children Nutrition Assist. Program

# Department of Health

- Programs
  - Central Management
  - Community Health and Equity
  - Environmental Health
  - Health Laboratories & Medical Examiners
  - Customer Services
  - Policy, Information and Communications
  - Preparedness, Response, Infectious Disease and Emergency Services

# Recommendation by Program

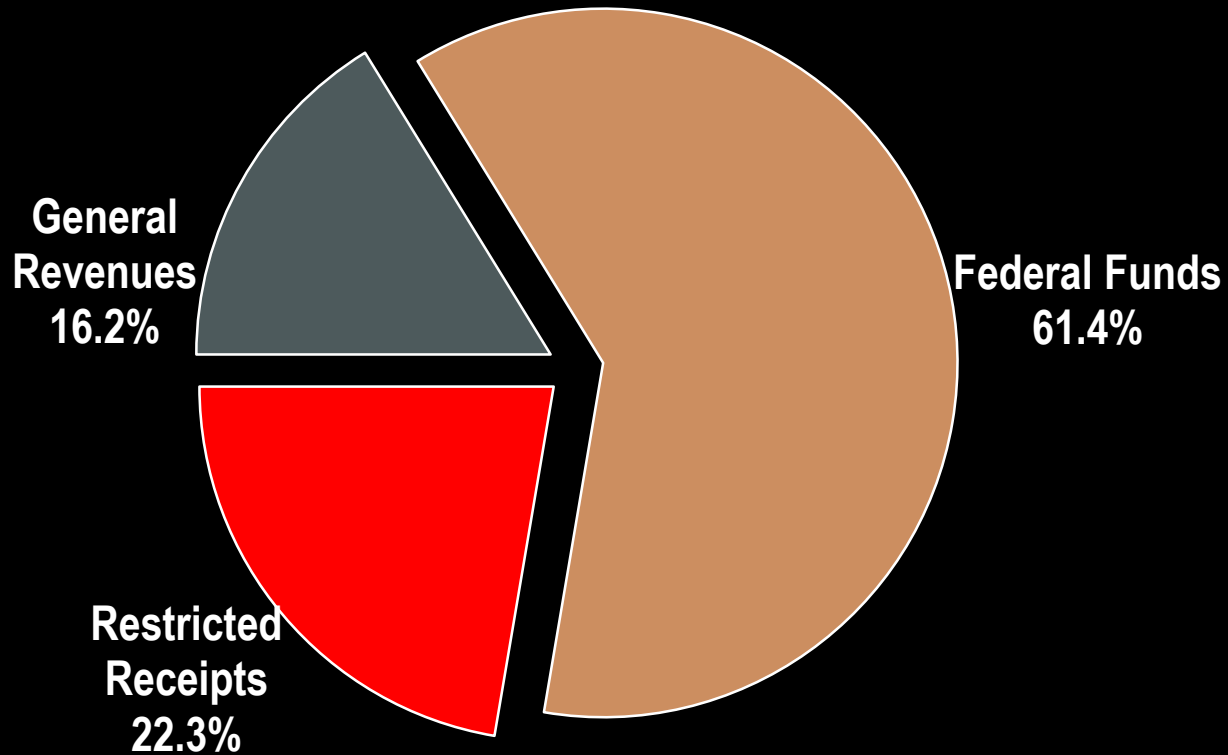


# FY 2017 Recommendation

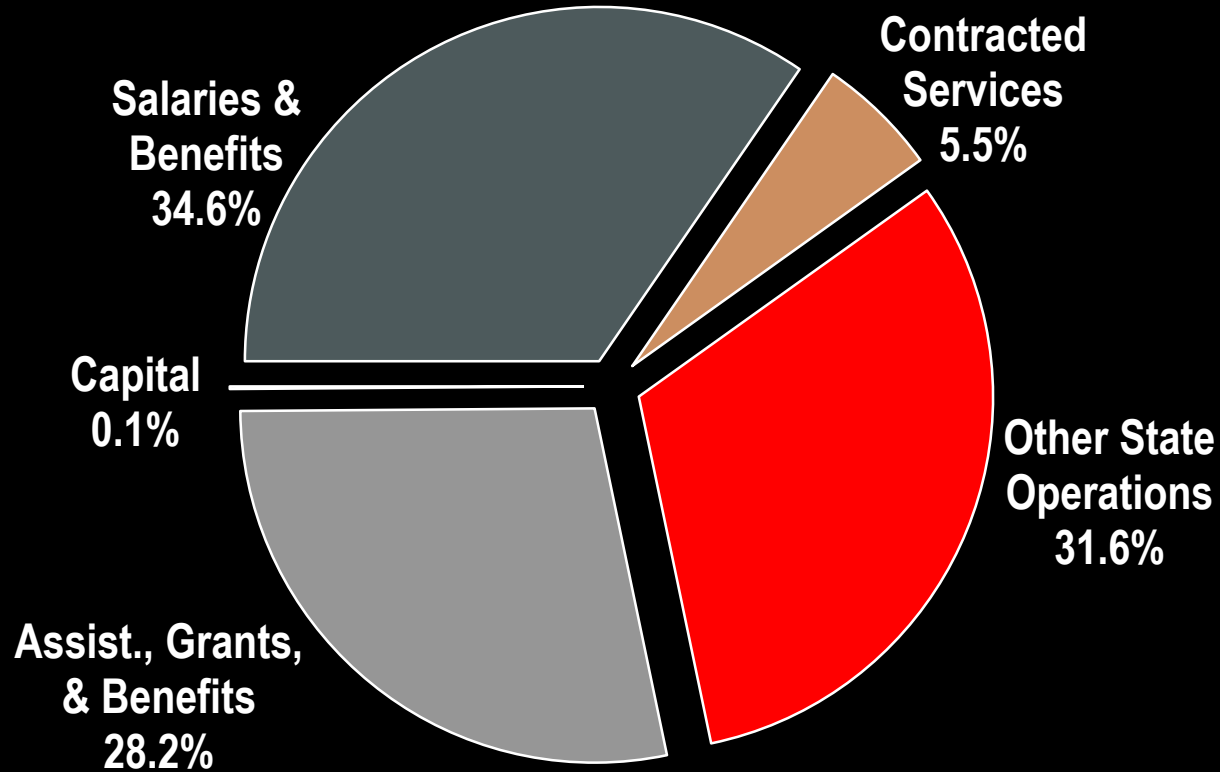
	<b>General Revenues</b>	<b>Federal Funds</b>	<b>Restricted Receipts</b>	<b>Total</b>
Enacted	\$25.8	\$65.8	\$29.8	\$121.4
Request	\$30.2	\$100.4	\$35.4	\$166.0
<b>Change</b>	<b>\$4.3</b>	<b>\$34.7</b>	<b>\$5.6</b>	<b>\$44.6</b>
Gov. Rec.	\$26.5	\$100.4	\$36.5	\$163.3
<b>Chg. Enact</b>	<b>\$0.7</b>	<b>\$34.6</b>	<b>\$6.7</b>	<b>\$41.9</b>
<b>Chg. Req.</b>	<b>\$(3.7)</b>	<b>\$(0.1)</b>	<b>\$1.0</b>	<b>\$(2.7)</b>

*(In millions)*

# Recommendation by Source



# Recommendation by Category





# Full-Time Equivalent Positions

Full-Time Positions	FTEs	Chg to Enacted
Enacted Authorization	490.6	-
FY 2016 Rev. Req./ Gov.	490.6	-
FY 2017 Req.	512.6	22.0
FY 2017 Gov. Rec.	503.6	13.0
FY 2015 Average filled	441.9	(48.7)
FY 2016 YTD average filled	441.4	(49.2)
Filled as of March 5, 2016	446.6	(44.0)

# Constrained Request

- Budget Office provided Department with a general revenue target of \$24.1 million
  - Includes current service adjustments of \$0.2 million
  - 7.5 percent target reduction or \$1.9 million
- Constrained request met target
  - Proposed several revenue enhancement initiatives

# Constrained Request

Chng. to Unconstrained Request	Const. Req.	Gov. Rec.
9.0 New Positions	(\$0.9)	(\$0.7)
Blood Lead Poisoning Prevention	(0.2)	-
Comm. for Health Advocacy & Hospital Charity Care	(0.1)	(0.1)
Vital Records Surveillance Systems	(0.4)	(0.4)
<i>Revenue Initiatives</i>		
Food Protection	1.0	-
Facilities Licensing Fees	1.3	-
Emergency Medical Services	0.3	-
Electronic Nicotine Delivery System	2.2	-
<b>Total</b>	<b>\$3.2</b>	<b>\$(1.2)</b>

# FY 2016 Governor Revised

- FY 2016 revised recommendation includes \$25.7 million from gen. rev.
  - \$0.1 million less than enacted
  - Major general revenue changes:
    - Software maintenance costs
    - Compounding pharmacies inspection
    - Turnover and statewide medical benefit savings

# FY 2016 Governor Revised

- Department received new federal awards subsequent to enacted budget
  - Revised request includes \$13.5 million more from federal funds
    - Obesity Prevention
    - Infant and early Childhood Development
    - Ebola Response
    - Historically underspend federal funds
- Recommends \$4.3 million more than enacted
  - \$9.2 million less than requested

# FY 2017 Recommendation

- FY 2017 recommendation includes \$26.5 million from general revenues
  - \$0.7 million more than enacted
- Major changes include:
  - \$0.2 million for two new positions
    - Scene medical investigator
    - Associate director for new Division of Customer Services
  - \$0.3 million for other salary & benefit costs
  - \$187,000 for Blood Lead Poisoning Prevention

# Central Management

- Director's Office
- Administrative Functions
  - Budgeting/Finance
  - Overall administrative services

# Community Service Grants

- Recommends \$0.3 million for 8 community service grants
  - Consistent with enacted
- Agencies providing services related to AIDS, hepatitis, and cancer
  - AIDS Care Ocean State
  - Providence Community Health Center
  - Thundermist Health Associations



# Indirect Cost Recovery

- Some federal grants allow indirect cost recovery charge on actual amount expended (17.4% for DOH)
- Revenues are based on expenditure of certain federal grants
  - Excludes expenses for sub awards
- In the past, revenue and carry-forward cash balance has exceeded expenditures
- Resulting in significant cash balances

# Indirect Cost Recovery

- Governor assumes use of \$4.2 million for FY 2016 and \$4.0 million for FY 2017
  - Not all are for central mgmt. expenses
- Salaries and benefits account for 83% for FY 2016 and 85% for FY 2017
- Remaining funds are for operations
  - Software maintenance, IT support and med. supplies for various programs within dept.
- Balance at end of FY 2017 is projected at \$0.1 million

# Community Health & Equity

- Develop and advocate policies for promoting healthy lifestyles and improving access to primary care
- Reduce, prevent, and control chronic diseases and disabilities
- Perinatal & early childhood health & development
- Provide health, wellness and prevention services
- Eliminate health disparities

# Community Health & Equity

- Women, Infants, & Children Nutrition Assistance Program
- Immunizations
- Cancer Screening Programs
- Tobacco Control
- Wise Woman Program
- Minority Health Program

# Women, Infants, & Children Nutrition Assistance

- Governor proposes legislation transferring program from DHS to DOH
- Health previously administered program
- 2009 Assembly transferred to DHS
  - Consolidate management of nutrition benefit
- Issues with U.S. Dept. of Agriculture regarding designation of the administering state agency
  - Health departments or comparable agency

# Women, Infants, & Children Nutrition Assistance

- Provides supplemental foods, nutrition education and information
  - Eligible women and children under 5
- Budget includes \$26.1 million from federal funds and staffing of 13 full-time equivalent positions in Health
- House Finance Hearing on March 3

# Immunizations

- 2014 Assembly adopted legislation replaced assessments eff. Jan. 1, 2016
  - Based on a per person enrollment
  - Department worked with KidsVax to develop rates
  - \$20.59 per mth./child and \$3.69/mth./adult
    - Support infant and adult immunization programs
  - State employees & employees of non-profit hospitals will be included July 1, 2016
- Governor recommends \$42.1 million for immunization expenses

# Cancer Screening Programs

- Governor recommends \$3.1 million for cancer screening programs
  - \$3.0 million from federal funds and \$0.1 million from general revenues
  - Works w/ Partnership to Reduce Cancer in RI
  - Services are also provided by Hospital Association of RI
    - Maintains state's cancer registry
    - Statewide surveillance database related to cancer patient population



# Tobacco Control

- Tobacco control programs, including cessation and the telephone quit line
- Governor recommends \$2.0 million
  - \$0.4 million from general rev. and \$1.6 million from federal funds
    - \$0.3 million more federal funds than enacted
  - Recommendation includes
    - \$0.8M for staffing of 6.6 positions
    - \$0.5M for cessation, counseling & support services
    - \$0.7M for operations: anti-smoking advertising

# Wise Woman Program

- 2011 Assembly created state pilot prog. for cardiovascular disease screening
  - Low income, un/under insured women 40-64 years at risk of heart disease, diabetes, stroke
  - Based on federal program with same name
    - 2015 CDC reduced eligibility age from 40 to 30
- RIGL 23-86-1; subject to appropriation
  - Include \$60K in both yrs. from gen. rev.
    - \$0.9M in FY 2016 & \$1.3M in FY 2017 from fed. funds
    - Pilot program expired on 7/1/2014; no extension proposed

# Minority Health Program

- Works to eliminate racial and ethnic health disparities
  - Assuring that racial & ethnic minority populations have equal access to high quality health services
  - Focusing on health system enhancements & programming related to
    - Disease prevention
    - Health promotion
    - Service delivery

# Minority Health Program

- Governor recommends \$0.4 million in both years
  - Total funding essentially as enacted
- Support program staff as well as grants to community-based organizations
  - Addresses Department's 3 leading priorities:
    - Reducing disparities,
    - Addressing social determinant, and
    - Assuring access to quality health services

# Environmental Health

- Regulation, oversight of health services delivery
- Population-based activities related to environment, safe food and portable water
- Operates licensure and inspection programs to assure minimal standards are met with respect to food, water and radiation sources

# Food Protection Program

- Responsible for licensing & regulating more than 7,300 food establishments
  - “farm to table” including restaurants, caterers, food markets, bakeries, food processors, dairy producers, bottlers, bottle beverage plants, and health care facilities
- Conducts inspections and investigates food related disease outbreaks and complaints

# Food Protection Program

	FY 2016 Enact.	FY 2016 Gov. Rev.	FY 2017 Gov. Rec.	Gov. Chng./ Enact	Gov. Chng./ Req.
Gen. Rev.	\$3.1	\$3.1	\$3.2	\$0.1	\$(0.2)
Fed. Funds	1.3	1.0	1.1	(0.2)	-
<b>Total</b> (in millions)	<b>\$4.4</b>	<b>\$4.1</b>	<b>\$4.4</b>	<b>\$(0.1)</b>	<b>\$(0.2)</b>
<b>FTE</b>	<b>41.0</b>	<b>38.3</b>	<b>38.3</b>	<b>(2.7)</b>	<b>-</b>

# Drinking Water Program

- Responsible for enforcing provisions of Safe Drinking Water Act and state laws relating to safe drinking water
- Regulates nearly 500 public water systems



# Drinking Water Program

	FY 2016 Enact.	FY 2016 Gov. Rev.	FY 2017 Gov. Rec.	Gov. Chng./ Enact	Gov. Chng./ Req.
Gen. Rev.	\$0.4	\$0.4	\$0.4	\$	\$-
Fed. Funds	2.9	\$2.6	3.2	0.3	-
<b>Total</b> (in millions)	<b>\$3.3</b>	<b>\$3.1</b>	<b>\$3.6</b>	<b>\$0.3</b>	<b>\$-</b>
<b>FTE</b>	<b>18.0</b>	<b>18.7</b>	<b>23.7</b>	<b>5.0</b>	<b>-</b>

# Drinking Water Program

- Recommendation includes \$0.5 million from federal funds
  - Fund 5.0 new sanitary engineer positions from existing vacancies
    - Responsible for making field surveys
    - Determine level of pollution
    - Examine reports for proposed sewage & industrial waste treatment plants
  - Will be filled within Department's authorized level of staffing

# Blood Lead Poisoning Prev.

- Program provides:
  - State staff to investigate complaints and inquiries about lead poisoning
  - Arrange inspections when elevated blood lead levels are found
  - Make referrals for case management
- Providence Water Supply Board
  - Donated \$750,000
  - Used from FY 2013-FY 2016

# Blood Lead Poisoning Prev.

- Governor recommends \$0.8 million
  - \$0.2 million from general revenues and \$0.6 million from federal funds
    - \$0.2 million more than enacted
    - Backfills loss of one-time funding
      - \$150,000 to support certified lead centers – case management
      - \$25,000 Lead Elimination Surveillance System – track blood levels
      - \$12,000 for data analysis

# Poison Control Center

- Center provides assistance and medical diagnosis of poisonings
- Receives calls from individuals, hospitals and health care centers
  - Over a decade ago, state joined with Massachusetts
- Governor recommends \$0.2 million from general revenues in both years
  - Consistent with enacted budget

# State Medical Examiners

- To achieve and maintain national standards:
  - Investigate and determine manner and circumstance of death
  - Certify the cause of death in unnatural cases, sudden and unexpected deaths and deaths which are otherwise unexplained
  - Continue education and research program

# State Medical Examiners

	FY 2016 Enact.	FY 2016 Gov. Rev.	FY 2017 Gov. Rec.	Gov. Chng./ Enact	Gov. Chng./ Req.
Gen. Rev.	\$2.8	\$2.8	\$3.0	\$0.2	(\$0.1)
Fed. Funds	0.1	0.1	0.1	-	-
<b>Total</b> (in millions)	<b>\$2.9</b>	<b>\$2.9</b>	<b>\$3.1</b>	<b>\$0.2</b>	<b>(\$0.1)</b>
<b>FTE</b>	<b>17.4</b>	<b>17.5</b>	<b>18.5</b>	<b>1.0</b>	<b>(1.0)</b>

# State Medical Examiners

- Recommendation includes \$2.5 million for salaries and benefits
  - Account for 86 percent of rec. budget
  - Funds a new scene investigator position
    - Fill within existing authorization level
- Remaining \$0.4 million
  - \$0.2 million for contract services, including medical examiners
  - \$0.2 million for operating costs



# Health Laboratories

- Provides laboratory services to state and municipal agencies, health care providers and individuals
  - Testing for all contagious diseases
  - Analysis of food products, drinking water & wastewater & air for contaminants
  - Public health emergencies
  - Training police officers to administer breath-testing & certification of those instruments
  - Forensics

# Health Laboratories

	FY 2016 Enact.	FY 2016 Gov. Rev.	FY 2017 Gov. Rec.	Gov. Chng./ Enact	Gov. Chng./ Req.
Gen. Rev.	\$7.4	\$7.1	\$7.2	\$(0.2)	\$(0.3)
Fed. Funds	2.0	2.1	2.0	-	-
<b>Total</b> (in millions)	<b>\$9.4</b>	<b>\$9.2</b>	<b>\$9.4</b>	<b>\$(0.2)</b>	<b>\$(0.3)</b>
<b>FTE</b>	<b>67.6</b>	<b>64.2</b>	<b>65.5</b>	<b>(2.1)</b>	<b>-</b>

# Health Laboratories

- \$0.2 million less than enacted or \$0.3 million less than requested
  - Current service adjustments
  - \$0.3 million in additional turnover and statewide medical benefit savings
  - \$0.1 million more for operating costs of laboratories
    - Additional maintenance of aging medical equipment

# Health Laboratories

- Capital budget includes \$2.9 million from Capital Plan funds
  - Establish a Laboratory Medical Equipment Fund
    - Replace and upgrade equipment
    - Equipment are more than 15 years old
    - Some are no longer supported by manufacturer
    - Repair/maintenance costs fluctuate
- Governor does not recommend funding

# Customer Services

- New Division from existing programs
  - Professional Licensing
  - Professional Boards & Commissions
  - Vital Records
  - Health Facilities Regulation
- License, investigate & discipline when appropriate health care professionals and facilities
- Recommends \$0.2 million to fund an associate director position

# Medical Marijuana

- Department currently
  - Accepts, reviews and approves patient and caregiver applications and renewals
  - Compassion Center registration applications
  - Approx. three positions administer the program
    - Funded with \$0.3 million from general revenues

# Medical Marijuana

- Governor proposes in Art. 14 (Hearing Scheduled March 29)
  - Restructure medical marijuana regulation system
  - Department of Health
    - Continue to license patients
    - Licensing authorized marijuana purchasers/on behalf of a registered patient
    - Retain a fee for registration/renewal
    - Budget includes \$0.4 million
  - Business Regulation will be responsible for licensing caregivers & compassion centers

# Vital Records Program

- Responsible for statewide vital records system involving
  - Births
  - Marriages/civil unions
  - Deaths and fetal deaths
  - Provides services to the public
    - Certified copies of vital records, corrections/authorization to a vital record
    - Hospital voluntary affidavit of paternities



# Vital Records Program

- Vital Records Infrastructure Upgrade – Requested \$2.5 million from IT Fund
  - New modules for vital records system
    - Death registration
    - Marriage/civil union
    - Induced termination of pregnancy data collection, and
  - Secure a facility to protect records from fire and water damage
- Governor does not recommend funding

# Policy, Information and Communications

- New Division with existing programs
  - Public Health Communications
  - Health Data and Analysis
  - Public Health Information
  - Health Systems Policy and Regulation
  - Legislative and Regulatory Affairs
  - Establish Office of the Associate Director
    - Provide policy direction and operational oversight and coordination

# Policy, Information and Communications

- Requested \$0.2 million from gen. rev. to fund 2.0 public health specialists
  - 1.5 FTE would be dedicated to regulations
    - Currently 0.6 FTE is dedicated
      - Maintains & updates more than 129 sets of regulations
      - Assure compliance with changing legislative and statutory mandates
    - 0.5 FTE - constituent services
- Governor does not recommend new positions

# Preparedness, Response, Inf. Disease & Emergency Serv.

- Report on incidence of infectious diseases
- Public & health professional education
- Surveillance & prevention of key diseases
- Control of disease outbreaks
- Targeted prevention strategies for at risk groups
- Administer & manage state info. for National Disease Surveillance System

# Preparedness, Response, Inf. Disease & Emergency Serv.

- Include following programs:
  - Center for Emergency Preparedness and Response
    - Ebola Response
  - Emergency Medical Services
  - Infectious Disease
    - HIV/AIDS
    - Tuberculosis

# Ebola Response

- In 2014, Dept. submitted request to CDC for Ebola response related activities
  - Training, precaution supplies, travel & public outreach expenses
  - Hospital preparedness
  - Was awarded a total of \$3.8 million
- Governor assumes use of \$2.6 million
  - \$1.4 million in FY 2016 & \$1.2 million in FY 2017

# Center for Emergency Preparedness & Response

- Federal bioterrorism funds to operate Center for Emergency Preparedness & Response
  - Help hospitals & healthcare entities plan for, respond to, & recover from mass casualty events
  - Grants to cities & towns to enhance emergency response preparedness
- Governor recommends \$6.5 million in both FY 2016 and FY 2017

# HIV/AIDS

Prevention and surveillance functions and tasks of the HIV/AIDS program

- Recommends \$2.6 million from fed. funds
  - \$1.4 million less than enacted from federal funds
    - Depletion of federal fund
  - Department funds HIV/AIDS awareness and prevention services and treatment services initiatives
    - Educating teachers who teach sex ed. classes
    - Community outreach programs



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