



**Governor's Budget Highlights
Fiscal Year 2010-11**

California Department of Public Health

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CALIFORNIA DEPARTMENT OF PUBLIC HEALTH PROGRAM OVERVIEW

The mission of the California Department of Public Health (CDPH) is to optimize the health and well-being of the people in California, primarily through population-based programs, strategies, and initiatives.

CDPH's goals are to increase quality and years of healthy life, reduce disparities and promote health equity; prepare for, respond to, and recover from emerging public health threats and emergencies; improve quality and availability of data to inform public health decision-making; promote quality of the workforce and workplace environment; and improve effectiveness of business functions. CDPH is working toward these goals through its programmatic activities and in collaboration with local health departments, agencies, and organizations throughout the State.

CDPH comprises five Public Health Centers as well as Health Information and Strategic Planning and the Public Health Emergency Preparedness Program.

GENERAL BUDGET OVERVIEW

The CDPH budget supports activities and services that reinforce the State's commitment to the health of all Californians. For Fiscal Year (FY) 2010-11, the Governor's Budget provides \$3.34 billion for the support of CDPH programs and services, a slight decrease of 2.3% from the 2009-10 Budget Enacted in August, 2009. This decrease of total CDPH funding is the result of changes in estimated expenditures to the Water Security, Clean Drinking Water, and the Coastal and Beach Protection Fund of 2002. Of the amount approved, \$638 million is for State Operations and \$2.7 billion is for Local Assistance. The budget affirms CDPH's commitment to address the public health needs of Californians.

Total CDPH Budget

*Dollars in thousands

Governor's Budget Fund Source	2009-10 Enacted Budget	2009-10 Revised Budget	2010-11 Proposed (Gov Budget)	% Change from 2009-10 Enacted Budget
General Fund	\$199,452	\$192,383	\$304,902	52.87%
Federal Funds	\$1,747,471	\$1,881,980	\$1,753,323	0.33%
Special Funds & Reimbursements	\$1,474,582	\$1,368,644	\$1,284,974	-12.86%
Total Funds	\$3,421,505	\$3,443,007	\$3,343,199	-2.29%

Note: the amounts that are quoted do not include all non-Budget Act appropriations.

The charts below and the narrative that follows describe the specific budget adjustments. Note that the amounts quoted do not include all non-Budget Act appropriations and other minor adjustments.

State Operations

State Operations by Program *					
Governor's Budget Program Title	Program	2009-10 Enacted Budget	2009-10 Revised Budget	2010-11 Proposed (Gov Budget)	% Change from 2009-10 Enacted Budget
Public Health Emergency Preparedness	10	\$39,777	\$74,356	\$41,036	3.17%
Public and Environmental Health	20	\$437,013	\$409,776	\$425,415	-2.65%
Licensing & Certification	30	\$163,596	\$159,524	\$171,071	4.57%
Department Administration	40.01	\$24,148	\$21,823	\$26,177	8.40%
Distributed Administration	40.02	-\$24,148	-\$21,823	-\$26,177	8.40%
Total State Operations		\$640,386	\$643,656	\$637,522	-0.45%

State Operations by Fund Source *				
Governor's Budget Fund Source	2009-10 Enacted Budget	2009-10 Revised Budget	2010-11 Proposed (Gov Budget)	% Change from 2009-10 Enacted Budget
General Fund	\$95,684	\$88,489	\$96,546	0.90%
Federal Funds	\$219,511	\$254,152	\$222,194	1.22%
Special Funds & Reimbursements	\$325,191	\$301,015	\$318,782	-1.97%
Total State Operations	\$640,386	\$643,656	\$637,522	-0.45%

Local Assistance

Local Assistance by Program*					
Governor's Budget Program Title	Program	2009-10 Enacted Budget	2009-10 Revised Budget	2010-11 Proposed (Gov Budget)	% Change from 2009-10 Enacted Budget
Public Health Emergency Preparedness	10	\$63,453	\$141,468	\$63,579	0.20%
Public and Environmental Health	20	\$2,717,665	\$2,657,883	\$2,642,098	-2.78%
Total Local Assistance		\$2,781,118	\$2,799,351	\$2,705,677	-2.71%

Local Assistance by Fund Source*				
Governor's Budget Fund Source	2009-10 Enacted Budget	2009-10 Revised Budget	2010-11 Proposed (Gov Budget)	% Change from 2009-10 Enacted Budget
General Fund	\$103,768	\$103,894	\$208,356	100.79%
Federal Fund	\$1,527,960	\$1,627,828	\$1,531,129	0.21%
Special Funds & Reimbursements	\$1,149,390	\$1,067,629	\$966,192	-15.94%
Total Local Assistance	\$2,781,118	\$2,799,351	\$2,705,677	-2.71%

PROGRAMMATIC ADJUSTMENTS

The specific adjustments listed below reflect the major budgetary changes since the introduction of the 2009-10 Budget Act. The major changes include Budget Change Proposals, November Estimates and Section Letters.

I. Public Health Emergency Preparedness Program

The Public Health Emergency Preparedness program coordinates preparedness and response activities across CDPH for all public health emergencies, including natural disasters, acts of terrorism, and pandemic diseases. The program plans and supports surge capacity in medical care and public health systems to meet needs during emergencies. The program administers federal and state funds that support CDPH's emergency preparedness activities.

2009-10 Budget Adjustments

H1N1 Public Health Emergency Response Phases I, II and III and HPP H1N1 Funds Section 28 Letter

\$112,561,000 TF
\$112,561,000 OF

The Governor's Budget reflects a Current Year increase to the Federal Trust Fund State Operations and Local Assistance via a Section 28.00 for the Pandemic influenza (H1N1) funding. These Public Health Emergency Response funds are to address gaps in pandemic influenza preparedness with healthcare systems as a result of H1N1 outbreak first detected in California in April 2009. Funds are needed to significantly enhance healthcare facility preparation and planning for responding to the H1N1 virus.

2010-11 Budget Adjustments

No major 2010-11 Budget Adjustments.

II. Center for Chronic Disease Prevention and Health Promotion

The Center for Chronic Disease Prevention and Health Promotion comprises the Division of Chronic Disease and Injury Control and the Division of Environmental and Occupational Disease Control. The Center addresses the prevention and control of chronic disease and injury through a focus on the social and environmental determinants of health and health inequities. The Center's programs encompass disease and injury surveillance, tobacco control, nutrition and physical activity, diabetes, cancer, cardiovascular diseases, asthma, obesity, injuries and violence prevention, and, occupational and environmental disease control. Major budget adjustments include:

2009-10 Budget Adjustments

No major 2009-10 Budget Adjustments.

2010-11 Budget Adjustments

Reduction to the Breast Cancer Research Account

- \$393,000 TF
- \$393,000 OF

The Governor's Budget reflects a reduction of \$393,000 in Breast Cancer Research Account funding to support the California Cancer Registry. This reduction is necessary to align program expenditures with declining tobacco tax revenues.

Proposition 99 Reduction to the Health Education Account

- \$264,000 TF
- \$264,000 OF

The Governor's Budget reflects a decrease of \$264,000 in Proposition 99 Health Education Account funding for the Tobacco Control Branch (TCB) Competitive Grants Program. The TCB will reduce the number of competitive grant awards. This reduction is necessary to account for declining tobacco tax revenues.

Reduction to Breast Cancer Control Account Funding in Every Woman Counts

- \$5,212,000 TF
- \$5,212,000 OF

The Governor's Budget reflects a reduction to the Breast Cancer Control Account appropriation to the Every Woman Counts program by \$5.2 million in order to align program expenditures with declining tobacco tax revenues. Programmatic changes to limit breast cancer screening services are necessary to reduce expenditures.

III. Center for Infectious Diseases

The Center for Infectious Diseases comprises the Division of Communicable Disease Control and the Office of AIDS. The Center oversees the investigation, prevention, and control of infectious diseases and the assessment, prevention, and interruption of the transmission of HIV and the provision of services to HIV-infected Californians. Major budget adjustments include:

2009-10 Budget Adjustments

ARRA funding for Local Assistance Immunization

\$10,070,000 TF
\$10,070,000 OF

The Governor's Budget reflects a Current Year increase to Federal Trust Fund Local Assistance authority via a Section 28.00 for ARRA funding. These funds will be dispensed to local health departments for immunization services, registry operations, vaccine management, and consumer information. These funds will enhance local immunization efforts and restore vital immunization services suspended with the elimination of GF for Immunizations in the 2009-10 Budget Act.

ARRA funding for Kern County

\$296,000 TF
\$296,000 OF

The Governor's Budget reflects a Current Year increase to the Local Assistance Federal Trust Fund authority via a Section 28.00 for ARRA funding. This funding will provide supplemental financial assistance to current Section 317 immunization grants to develop the capacity for billing health insurance plans for immunization services provided to health plan members by the state and local health departments. In line with this purpose, this stimulus funding will provide consultation to Kern County's billing services pilot and will distribute and implement the plan to local health departments throughout the state for implementation in local jurisdictions. Additional expenditure authority for ARRA funding available under this grant may be requested in FY 2010-11.

Ryan White Part B Supplemental Grant

\$5,569,000 TF
\$5,569,000 OF

The Governor's Budget reflects a Current Year increase to Federal Trust Fund Local Assistance authority via a Section 28.00 for a one-time supplemental award to the Ryan White Part B grant. This supplemental funding will be distributed to local health departments to increase the level of HIV Care Program services to people living with HIV/AIDS.

2010-11 Budget Adjustments

Restore Immunization Program Funds

\$18,000,000 TF
\$18,000,000 GF

The Governor's Budget reflects the restoration of General Fund (GF) Local Assistance funding for the CDPH Immunization Program to make up for the loss of one-time Federal Immunization funding introduced in the 2009-10 Budget Act. These funds will be dispensed to local health departments for immunization services, registry operations, vaccine management, and consumer information. These funds will restore funding in order to maintain local immunization efforts.

Sustaining Adequate Expenditure Authority for BabyBIG® Requirements

\$3,830,000 TF
\$3,830,000 OF

The Governor's Budget reflects an increase in Infant Botulism Treatment and Prevention Fund State Operations expenditures for \$3.83 million. These funds will be used to begin the process of manufacturing the next lot of BabyBIG® (Human Botulism Immune Globulin; BIG-IV) that will be needed in approximately four to five years (i.e., circa 2014 or 2015).

Web-Confidential Morbidity Reporting and Electronic Laboratory Reporting Project

3.0 Positions - \$3,000 TF
- \$3,000 OF

The Governor's Budget reflects an increase of three (3.0) state positions to support the application and post implementation of the Web-CMR/ELR project resulting in a decrease to Federal Trust Fund State Operations expenditures. This conversion of contract staff to state staff complies with the State's policies to use state resources rather than contractors when state classifications exist and results in Current Year and Budget Year savings due to the conversion.

AIDS Drug Assistance Program November Estimate

\$48,095,000 TF
\$87,462,000 GF
- \$39,367,000 OF

The Governor's Budget reflects a net increase in AIDS Drug Assistance Program (ADAP) funding of \$48,095,000. This is the result of a GF increase related to increases in caseload and increases in the cost of prescription drugs as well as the need to backfill a projected shortfall in the ADAP Rebate Fund. The net GF augmentation of \$87.5 million includes the elimination of ADAP services to county jails and is offset by a net decrease of \$39.4 million in the ADAP Rebate Fund in order to maintain fund solvency and ensure a five percent prudent reserve.

IV. Center for Family Health

The Center for Family Health is comprised of the Genetic Disease Screening Program (GDSP); Maternal, Child and Adolescent Health (MCAH) Program; Office of Family Planning (OFP) and the Women, Infants and Children (WIC) Supplemental Nutrition Program. Major budget adjustments include:

2009-10 Budget Adjustments

No major 2009-10 Budget Adjustments.

2010-11 Budget Adjustments

Enhance Program Access and Services to Families in Economic Distress and maintain Compliance with Federal Requirements.

14.0 Positions \$590,000 TF
\$590,000 OF

The Governor's Budget reflects an increase in State Operations expenditure authority for the Federal Trust Fund and establishes position authority in the WIC program. These positions are needed to support the growing caseload of women, infants and children in the WIC Program, to accommodate new workload required by federal regulations, and

to adequately manage and implement the expansion of the WIC Breastfeeding Peer Counselor Program.

Blood Specimen Repository

6.0 Positions \$677,000 TF
\$677,000 OF

The Governor’s Budget reflects increased funding and establishes 6.0 limited-term positions for the GDSP and MCAH Program to facilitate the redesign and maintenance of the central repository systems for newborn and prenatal screening blood specimens, as it relates solely to current and ongoing workload associated with program maintenance, quality assurance, quality control and development.

Business System Replacement Project

1.0 Position \$517,000 TF
\$517,000 OF

The Governor’s Budget reflects increased funding for the Genetic Disease Testing Fund to replace the current GDSP business system in order to increase efficiency of revenue collection, improve budget forecasting and enables GDSP to become more efficient and prevent catastrophic failure of an obsolete and un-maintainable system.

Genetic Disease Screening Program November Estimate

\$472,000 TF
\$472,000 OF

The Governor’s Budget reflects increased funding for the GDSP in the amount of \$472,000. The 2009 November Estimate includes adjustments in caseload, expenditures and revenues for the Genetic Disease Testing Fund. The Estimate displays caseload information and is composed of Newborn Screening Program and Prenatal Screening Program Local Assistance expenditures.

Office of Family Planning: Medi-Cal Claims Processing Systems and Policy Management Oversight of Implementation of a replacement CA-MMIS

1.0 Position \$92,000 TF
\$92,000 OF

The Governor’s Budget reflects increased reimbursement funding and establishes 1.0 limited-term position to facilitate the development activities of the California Medicaid Management Information System (CA-MMIS) within the Department of Health Care Services. Increased funding and position authority provides support for the OFP, Family Planning Access Care and Treatment Program.

V. Health Information and Strategic Planning

Health Information and Strategic Planning disburses and monitors funds to counties for hospital, physician, and related health services; and coordinates and oversees the collection, management, and dissemination of public health and vital records data. Major budget adjustments include:

2009-10 Budget Adjustments

No major 2009-10 Budget Adjustments.

2010-11 Budget Adjustments

State Registrar Improvement Project

8.0 Positions	\$478,000 TF
	\$478,000 OF

The Governor's Budget reflects increased funding to support 8.0 two-year limited-term positions in the vital records operations. These resources are essential to close the current gap between staffing and workload that has resulted in extended processing times for amendments and certified copies of vital records. Current processing times do not meet national averages or California county averages and result in personal hardships to the people of California who need their records for medical emergencies, military deployment, or to avoid financial hardship.

VI. Center for Environmental Health

The Center for Environmental Health comprises the Division of Food, Drug and Radiation Safety and the Division of Drinking Water and Environmental Management. The Center administers programs that protect the public from unsafe drinking water; regulate the generation, handling, and disposal of medical waste; oversees the disposal of low-level radioactive waste; and protects and manages food, drug, medical device, and radiation sources. Major budget adjustments include:

2009-10 Budget Adjustments

Estimated Unspent Funds for Carryover to FY 2011-12

	\$122,000,000 TF
	\$122,000,000 OF

The Governor's Budget reflects a Current Year decrease in Local Assistance funding in the amount of \$122 million from the Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002 (Proposition 50) as well as a FY 2010-11 decrease of \$125 million. These funds will not be spent as scheduled due to the freeze in General Obligation bonds. CDPH was not able to distribute funds for water systems repair and improvement projects. These unspent Proposition 50 bond funds will carryover for drinking water projects scheduled in FY 2011-12.

2010-11 Budget Adjustments

Renewal of Proposition 50 Limited Term Positions

15.5 Positions	\$1,812,000 TF
	\$1,812,000 OF

The Governor's Budget reflects the renewal of position and budget authority for 15.5 existing limited-term positions that will expire on June 30, 2010. These positions are supported by Proposition 50 and were first approved for FY 2003-04. The renewal of the limited-term positions will ensure that Proposition 50 program delivery will continue to carry out activities which reduce the public's risks of contracting waterborne illnesses by preventing contamination through enhanced management, operation, and infrastructure improvements of California's public water systems.

California's Radiation Protection Program

13.0 Positions	\$1,604,000 TF
	\$1,604,000 OF

The Governor's Budget reflects an increase of \$1.6 million in Radiation Control Fund State Operations funding to support 13.0 two-year limited-term positions in the Radiation Control Branch. These additional positions will address the inspection backlogs for the radiation machine and radioactive materials licensing program to meet federal regulatory requirements by protecting workers and the public from the harmful effects of ionizing radiation.

Increase in Safe Drinking Water State Revolving Fund

24.5 Positions	\$3,038,000 TF
	\$3,038,000 OF

The Governor's Budget reflects the continuation of limited-term positions and budget authority for the Safe Drinking Water State Revolving Fund (SDWSRF) to support 10.5 limited-term positions in the SDWSRF Program and 14.0 limited-term positions that were established July 1, 2009, pursuant to Senate Bill (SB) X2 1 (Perata, Chapter 1, Statutes of 2009) and are currently supported by Proposition 84 funds.

Implement New Safety Requirements for Public Swimming Pools and Spas

2.0 Positions	\$402,000 TF
	\$402,000 OF

The Governor's Budget reflects an increase of \$402,000 in State Operations funding from the Recreational Health Fund to support two (2.0) three-year limited-term positions and consultant services to implement new State safety requirements to prevent injuries and drowning associated with entrapment in public pools and spas pursuant to the mandates of Assembly Bill 1020.

VII. Center for Health Care Quality

The Center for Health Care Quality comprises Licensing and Certification (L&C) and Laboratory Field Services (LFS). The Center regulates the quality of care in public and private health facilities, clinics, and agencies; licenses nursing home administrators; certifies home health aides, certified nurse assistants, and other direct care staff; and licenses and inspects laboratory facilities and licenses laboratory personnel. Major budget adjustments include:

2009-10 Budget Adjustments

Section 28 Letter for Current Year Appropriation for L&C Program's Federal Grant Award

\$9,393,000 TF
\$9,393,000 OF

The Governor's Budget reflects a Current Year adjustment of \$9.4 million in Federal Trust Fund authority in the L&C Program. These Federal Grant funds will allow L&C to conduct survey and certification workload related to health care facilities in order to assure basic levels of quality and safety for Medicare and Medicaid beneficiaries.

Section 28 Letter for Licensing and Certification Program's ARRA funding for ASC-HAI Prevention Initiative

\$946,000 TF
\$946,000 OF

The Governor's Budget reflects an increase in Current Year Federal Trust Fund authority in receipt of \$946,000 in ARRA funding from the Centers for Medicare and Medicaid Services for Ambulatory Surgical Center (ASC) Healthcare-Associated Infection (HAI) Prevention Initiative. Additional expenditure authority for the remainder of ARRA funding available under this grant may be requested for use in FY 2010-11.

2010-11 Budget Adjustments

Develop Health Facility Self-Reporting Web Portal (CalHEART)

1.5 Positions

\$721,000 TF
\$721,000 OF

The Governor's Budget reflects increased funding and establishes 1.5 limited term positions to implement a flexible, expandable, enterprise-wide portal project (CalHEART) to allow health facilities to self-report information as required by current legislation (SB 541, SB 1058 and SB 1301).

Increased Workload for the Tissue Bank Licensing Program

2.0 Positions

\$164,000 TF
\$164,000 OF

The Governor's Budget reflects increased Tissue Bank License funding and establishes 2.0 permanent positions for the tissue bank licensing program which is currently under

funded and understaffed. The Tissue Bank Program has grown to over 500 facilities since it was established by Legislation (Chapter 1801, Statutes of 1990).

Quality Improvement Activities within the Licensing and Certification Program

\$800,000 TF
\$800,000 OF

The Governor's Budget reflects a one-time increase to fund a contract to implement a quality improvement activity in the L&C Program. This activity will initiate a High-Risk Operating Room Department Safety Collaborative focused on assisting hospitals to reduce or eliminate adverse events including retention of a foreign object, the second most frequent preventable adverse event.

Transfer Hearing Officer and Office Technician Positions from the CDPH to Department of Health Care Services

-3.5 Positions - \$376,000 TF
- \$231,000 GF
-\$145,000 OF

The Governor's Budget reflects the transfer of 3.5 positions from the CDPH to the Department of Health Care Services and reflects decrease in associated funding. These positions are involved with conducting the involuntary Transfer or Discharge Appeals and Refusal to Readmit Hearings.

Increase Staffing for Clinical Laboratory Inspections

35.5 Positions \$3,402,000 TF
\$3,402,000 OF

The Governor's Budget reflects increased funding and establishes 35.5 permanent positions for the LFS Program per SB 744 (Statutes of 2009). The increased fee collection, per SB 744, would be the source of funding for the Clinical Laboratory Improvement Fund. LFS conducts mandated inspections and various oversight activities for clinical laboratories in California.

VIII. Administration

2009-10 Budget Adjustments

No major 2009-10 Budget Adjustments.

2010-11 Budget Adjustments

Information Technology Contractor Conversions to State Staff

4.0 Positions -\$51,000 TF
-\$51,000 OF

The Governor's Budget reflects a savings from an approved contract conversion to State staff for a total of four (4.0) permanent full-time Information Technology (IT) positions within the CDPH. Two (2.0) will be housed in the ITSD's Information Security

Office (ISO) and two (2.0) will be housed in the Childhood Lead Poisoning Prevention Branch. Positions will be converted to state civil service staff over a 90-day period to allow the minimum amount of time for recruitment and knowledge transfer.

Special Session of the California Legislature

The Budget Highlights assume that CDPH will not be impacted by the Special Session of the California Legislature called to address the budget. However, it is possible that some CDPH programs will be impacted if the assumed levels of federal funding in the Governor's Budget do not materialize.