



**AB 1464, Chapter 21
Budget Act Highlights
Fiscal Year 2012-13**

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.

The CDPH's goals are to achieve health equities and eliminate health disparities; eliminate preventable disease, disability, injury, and premature death; promote social and physical environments that support good health for all; prepare for, respond to, and recover from emerging public health threats and emergencies; improve the quality of the workforce and workplace; and promote and maintain an efficient and effective organization. The CDPH is working toward these goals through its programmatic and operational support activities and in collaboration with local health departments and other organizations throughout the State.

CDPH comprises five Public Health Centers as well as Health Information and Strategic Planning, Emergency Preparedness Office, Administration, and Office of Public Affairs.

GENERAL BUDGET OVERVIEW

The CDPH budget supports activities and services that reinforce the State's commitment to the health and well-being of all Californians. For Fiscal Year (FY) 2012-13, the Budget Act provides \$3.47 billion for the support of CDPH programs and services, a decrease of 1.6% from the 2011-12 Enacted Budget in June 30, 2011. This decrease is largely due to a General Fund decrease in the AIDS Drug Assistance Program due to the implementation of the Low Income Health Programs. Of the amount approved, \$672 million is for State Operations and \$2.8 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	2011-12 Enacted Budget	2012-13 Proposed Governor's Budget	2012-13 Enacted Budget	% Change from 2011-12 Enacted Budget
General Fund	\$226,161	\$124,805	\$131,662	-41.78%
Federal Funds	\$1,956,482	\$1,998,122	\$1,983,110	1.36%
Special Funds & Reimbursements	\$1,343,117	\$1,304,743	\$1,354,584	0.85%
Total Funds	\$3,525,760	\$3,427,670	\$3,469,356	-1.60%

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

*Dollars in thousands

State Operations by Program*					
Governor's Budget Program Title	Program	2011-12 Enacted Budget	2012-13 Proposed Governor's Budget	2012-13 Enacted Budget	% Change from 2011-12 Enacted Budget
Public Health Emergency Preparedness	10	\$46,585	\$40,687	\$40,687	-12.66%
Public and Environmental Health	20	\$427,036	\$427,580	\$420,594	-1.51%
Licensing & Certification	30	\$186,914	\$200,487	\$211,025	12.90%
Department Administration	40.01	\$27,655	\$31,972	\$32,736	18.37%
Distributed Administration	40.02	-\$27,655	-\$31,972	-\$32,736	18.37%
Total State Operations		\$660,535	\$668,754	\$672,306	1.78%

State Operations by Fund Source*				
Governor's Budget Fund Source	2011-12 Enacted Budget	2012-13 Proposed Governor's Budget	2012-13 Enacted Budget	% Change from 2011-12 Enacted Budget
General Fund	\$87,635	\$83,627	\$82,270	-6.12%
Federal Funds	\$258,207	\$253,666	\$253,621	-1.78%
Special Funds & Reimbursements	\$314,693	\$331,461	\$336,415	6.90%
Total State Operations	\$660,535	\$668,754	\$672,306	1.78%

Local Assistance

*Dollars in thousands

Local Assistance By Program*					
Governor's Budget Program Title	Program	2011-12 Enacted Budget	2012-13 Proposed Governor's Budget	2012-13 Enacted Budget	% Change from 2011-12 Enacted Budget
Public Health Emergency Preparedness	10	\$63,755	\$61,284	\$61,284	-3.88%
Public and Environmental Health	20	\$2,801,470	\$2,697,632	\$2,735,766	-2.35%
Total Local Assistance		\$2,865,225	\$2,758,916	\$2,797,050	-2.38%

Local Assistance By Fund Source*					
Governor's Budget Fund Source		2011-12 Enacted Budget	2012-13 Proposed Governor's Budget	2012-13 Enacted Budget	% Change from 2011-12 Enacted Budget
General Fund		\$138,526	\$41,178	\$49,392	-64.34%
Federal Funds		\$1,698,275	\$1,744,456	\$1,729,489	1.84%
Special Funds & Reimbursements		\$1,028,424	\$973,282	\$1,018,169	-1.00%
Total Local Assistance		\$2,865,225	\$2,758,916	\$2,797,050	-2.38%

PROGRAMMATIC ADJUSTMENTS

The specific adjustments listed below reflect the major budgetary changes since the introduction of the 2012-13 Governor's Budget. The major changes include Spring Finance Letters, May Revise Letters, and May Estimates.

References to "GF" are to the General Fund, "OF" refers to Other Funds including Special Funds, Federal Funds, and Reimbursements; and "TF" represents Total Funds. (All funding is shown in total dollars, not thousands.)

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. Major budget adjustments include:

The Budget Act reflects no change to the Public Health Emergency Preparedness Program.

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:

Proposition 99 Reduction to Research Account

-\$1,049,000 TF
-\$1,049,000 OF

The Budget Act reflects a reduction in State Operations authority in the Proposition 99, Research Account Fund 0234. The funding reduction will eliminate or transfer several state functions related to the management and operation of the California Cancer Registry (CCR) and mitigates any impact of funding reductions to the CCR contractors themselves. The funding cut would eliminate the Environmental Health Investigations Branch's (EHIB) ability to collaborate with the California Cancer Registry to investigate potential environmental causes of cancer concerns.

Toxic Substances Control Account

\$0 TF
\$0 GF
\$0 OF

The Budget Act reflects a decrease of \$889,000 to the CDPH appropriation from the Toxic Substance Control Account for the California Environmental Contaminant Biomonitoring Program. This reduction will be backfilled with appropriations from the Air Pollution Control Fund, Department of Pesticide Regulation Fund, Birth Defects Monitoring Fund and the Childhood Lead Poisoning Prevention Fund.

Mental Health Services Act – California Reducing Disparities Project

\$15,000,000 TF
\$0 GF
\$15,000,000 OF

The Budget Act reflects an augmentation of the Mental Health Services Fund (MHSF) by \$15 million per year, without regard to Fiscal Year, in State Operations for a period of four years (total \$60 million) to support the California Reducing Disparities Project (CRDP). The augmentation is to be established in a new appropriation item and funded through the 3.5% state administrative cap of the MHSF.

III. Center for Infectious Diseases

The Center for Infectious Diseases comprises the Division of Communicable Disease Control, the Office of AIDS, and the Office of Binational Border Health. 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:

AIDS Drug Assistance Program May 2012 Estimate

\$44,549,000 TF
\$10,430,000 GF
\$34,119,000 OF

The Budget Act reflects a net increase of \$44.5 million in Local Assistance funding for the AIDS Drug Assistance Program (ADAP) since 2012-13 Governors Budget. This includes a decrease in Safety Net Care Pool Reimbursements of \$32.2 million, offset by an increase in GF, the ADAP Rebate Special Fund of \$55.2 million and an increase in the Ryan White Federal Funds by \$11.0 million. This change is largely due to a slower than projected transition of ADAP clients to the Low Income Health Programs (LIHPs).

Public Health Laboratory Training Program Reduction

-\$2,217,000 TF
-\$2,217,000 GF

The Budget Act reflects a decrease of \$2.2 million in GF, Local Assistance, funding to eliminate the Public Health Laboratory Training program. This program provides local assistance grants to subsidize training, support, outreach and education, and provides funding for doctoral candidate stipends and post-doctoral fellowships for individuals training for public health laboratory directorships. This reduction is necessary due to the budget shortfall.

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:

Women, Infants and Children (WIC) Program May 2012 Estimate

\$0 TF
\$0 OF

The Budget Act reflects a net zero change to the WIC Program Estimate including an increase in the WIC Rebate Special Fund of \$26 million offset by a decrease in Federal Fund authority of \$26 million. This is due to increased revenues in the WIC Rebate Special Fund resulting from a new infant formula rebate contract effective August 1, 2012. Federal law requires the use of WIC Manufacturer Rebate Fund revenues prior to drawing down Federal WIC food funds.

V. Health Information and Strategic Planning (HISP)

Health Information and Strategic Planning disburses and monitors funds to counties for specified health services; and coordinates and oversees the collection, management, and dissemination of public health and vital records data.

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:

Southern California Laboratory Closure

- \$180,000 TF
- \$57,000 GF
- \$123,000 OF

The Budget Act reflects a reduction of \$180,000, including \$57,000 in GF, from the closure of the Southern California Laboratory housing laboratory staff from the Center for Environmental Health. The closure addresses health and safety concerns related to the building's code and seismic deficiencies.

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:

L&C Program May 2012 Estimate

- \$1,188,000 TF
- \$1,300,000 GF
\$112,000 OF

The Budget Act reflects a net decrease of \$1.2 million (reduction of \$1.3 million State Operations GF expenditure authority and increase of \$112,000 in Reimbursement authority). The GF savings is the result of a decrease in GF support needed for state-owned facilities and the state match for certified only facilities.

VIII. Additional CDPH Issues

Special Funds Efficiencies

- \$1,228,000 TF
\$0 GF
- \$1,228,000 OF

The Budget Act reflects a Special Fund Efficiency reduction of \$1.2 million. This is a result of the elimination of four special funds and a reduction in two other special funds with minimal impact to the public health of California. The funds affected include: Vital Records Health Statistics Fund, Registered Environmental Health Specialist Fund, Retail Food Safety and Defense Fund, Recreational Health Fund, CA Prostate Cancer Research Fund, and CA Sexual Violence Victim Services Fund.

Budget Letter 12-03 – Eliminate Salary Savings
-211.6 Positions

\$0 TF
\$0 GF
\$0 OF

The Budget Act reflects a decrease of 211.6 positions within CDPH to eliminate salary savings. This adjustment will more accurately reflect how funds are actually expended.

Transfer of Alcohol and Drug Programs to California Department of Public Health

-\$12,002,000 TF
\$0 GF
-\$12,002,000 OF

The Budget Act reflects a one year deferral transfer (will take place FY 2013-14) of the budget and position authority from the Department of Alcohol and Drug Program to CDPH for the Office of Gambling (OPG), Narcotic Treatment Program (NTP), Driving-Under-the-Influence (DUI) Program, and the Counselor Certification activity and all of which were built into FY 2012-13 Governor's Budget.