



**Senate Bill 840  
(Chapter 29, Statutes of 2018)  
Budget Act Highlights  
Fiscal Year 2018-19**

**California Department of Public Health**

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**June 27, 2018**

## **CALIFORNIA DEPARTMENT OF PUBLIC HEALTH**

### **PROGRAM OVERVIEW**

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

Public Health's core activities are:

- Protecting the public from communicable diseases.
- Protecting the public from unhealthy and unsafe environments.
- Preventing disease, disability, and premature death; and reducing or eliminating health disparities.
- Preparing for and responding to public health emergencies.
- Producing and disseminating data to evaluate population health status, inform people, institutions and communities; and to guide public health strategies, programs, and actions.
- Promoting healthy lifestyles for individuals and families in their communities and workplaces.
- Providing access to quality, population-based health services.

The Department is comprised of six Centers, which are: the Center for Chronic Disease Prevention and Health Promotion, the Center for Infectious Diseases, the Center for Family Health, the Center for Environmental Health, the Center for Health Care Quality, and the Center for Health Statistics and Informatics. In addition, the Department has the Emergency Preparedness Office, the Office of Public Affairs, the Office of Health Equity, the Office of Quality Performance and Accreditation, the Office of the State Public Health Laboratory Director, and the Administration Division.

### **GENERAL BUDGET OVERVIEW**

Public Health's budget supports activities and services that reinforce the State's commitment to the health and well-being of all Californians. For Fiscal Year (FY) 2018-19, the Budget Act provides \$3.21 billion for the support of Public Health programs and services, a decrease of 0.5 percent from the 2018-19 Governor's Budget. Of the amount approved, \$1.02 billion is for State Operations and \$2.18 billion is for Local Assistance. The budget affirms the Department's commitment to address the public health needs of Californians.

### Total Department Budget

Dollars in thousands\*

<b>Fund Source</b>	<b>2017-18 Enacted Budget</b>	<b>2018-19 Governor's Budget</b>	<b>2018-19 Enacted Budget</b>	<b>% Change from 2017-18 Enacted Budget</b>
General Fund**	\$135,537	\$137,923	\$169,723	25.2%
Federal Funds	\$1,594,078	\$1,589,349	\$1,543,068	-3.2%
Special Funds & Reimbursements	\$1,491,464	\$1,462,221	\$1,492,661	0.1%
<b>Total Funds</b>	<b>\$3,221,079</b>	<b>\$3,189,493</b>	<b>\$3,205,452</b>	<b>-0.5%</b>

\*Numbers may not add or match to other statements due to rounding of budget detail.

\*\* 2018-19 3-YR Expenditures and Positions display totals do not include the \$4.866 million General Fund for Capital Outlay.

The charts below and the narrative that follows describe the specific budget adjustments.

### State Operations

Dollars in thousands\*

<b>State Operations by Program</b>					
<b>Program Title</b>	<b>Program</b>	<b>2017-18 Enacted Budget</b>	<b>2018-19 Governor's Budget</b>	<b>2018-19 Enacted Budget</b>	<b>% Change from 2017-18 Enacted Budget</b>
Public Health Emergency Preparedness	4040	\$31,278	\$31,975	\$31,975	2.2%
Public and Environmental Health	4045	\$680,153	\$666,179	\$697,239	2.5%
Licensing & Certification	4050	\$277,606	\$291,786	\$295,155	6.3%
Administration	9900100	\$44,724	\$47,710	\$47,710	6.7%
Distributed Administration	9900200	-\$44,724	-\$47,710	-\$47,710	6.7%
<b>Total State Operations</b>		<b>\$989,037</b>	<b>\$989,940</b>	<b>\$1,024,369</b>	<b>3.6%</b>

\*Numbers may not add or match to other statements due to rounding of budget detail.

<b>State Operations by Fund Source</b>				
<b>Fund Source</b>	<b>2017-18 Enacted Budget</b>	<b>2018-19 Governor's Budget</b>	<b>2018-19 Enacted Budget</b>	<b>% Change from 2017-18 Enacted Budget</b>
General Fund	\$90,335	\$91,352	\$96,571	6.9%
Federal Fund	\$305,702	\$316,814	\$316,514	3.5%
Special Funds & Reimbursements	\$593,000	\$581,774	\$611,284	3.1%
<b>Total State Operations</b>	<b>\$989,037</b>	<b>\$989,940</b>	<b>\$1,024,369</b>	<b>3.6%</b>

\*Numbers may not add or match to other statements due to rounding of budget detail.

## Local Assistance

Dollars in thousands\*

<b>Local Assistance by Program</b>					
Program Title	Program	2017-18 Enacted Budget	2018-19 Governor's Budget	2018-19 Enacted Budget	% Change from 2017-18 Enacted Budget
Public Health Emergency Preparedness	4040	\$61,859	\$64,055	\$64,055	3.6%
Public and Environmental Health	4045	\$2,169,565	\$2,134,880	\$2,116,410	-2.5%
Licensing and Certification	4050	\$618	\$618	\$618	0.0%
<b>Total Local Assistance</b>		<b>\$2,232,042</b>	<b>\$2,199,553</b>	<b>\$2,181,083</b>	<b>-2.3%</b>

\*Numbers may not add or match to other statements due to rounding of budget detail.

<b>Local Assistance by Fund Source</b>				
Fund Source	2017-18 Enacted Budget	2018-19 Governor's Budget	2018-19 Enacted Budget	% Change from 2017-18 Enacted Budget
General Fund	\$45,202	\$46,571	\$73,152	61.8%
Federal Fund	\$1,288,376	\$1,272,535	\$1,226,554	-4.8%
Special Funds & Reimbursements	\$898,464	\$880,447	\$881,377	-1.9%
<b>Total Local Assistance</b>	<b>\$2,232,042</b>	<b>\$2,199,553</b>	<b>\$2,181,083</b>	<b>-2.3%</b>

\*Numbers may not add or match to other statements due to rounding of budget detail.

## Capital Outlay

Dollars in thousands\*

<b>Capital Outlay by Program</b>				
<b>Program Title</b>	<b>2017-18 Enacted Budget</b>	<b>2018-19 Governor's Budget</b>	<b>2018-19 Enacted Budget</b>	<b>% Change from 2017-18 Enacted Budget</b>
Capital Outlay	\$0	\$4,866	\$4,866	100.0%
<b>Total Local Assistance</b>	<b>\$0</b>	<b>\$4,866</b>	<b>\$4,866</b>	<b>100.0%</b>

\*Numbers may not add or match to other statements due to rounding of budget detail.

<b>Capital Outlay by Fund Source</b>				
<b>Fund Source</b>	<b>2017-18 Enacted Budget</b>	<b>2018-19 Governor's Budget</b>	<b>2018-19 Enacted Budget</b>	<b>% Change from 2017-18 Enacted Budget</b>
General Fund	\$0	\$4,866	\$4,866	100.0%
<b>Total Local Assistance</b>	<b>\$0</b>	<b>\$4,866</b>	<b>\$4,866</b>	<b>100.0%</b>

\*Numbers may not add or match to other statements due to rounding of budget detail.

## **PROGRAMMATIC ADJUSTMENTS**

The specific adjustments listed below reflect the major budgetary changes since the release of the 2018-19 Governor’s Budget. The major changes include a Spring Finance Letter, May Revision Letter, Estimates, and Legislative augmentations.

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.

### **I. Public Health Emergency Preparedness Program**

This program coordinates preparedness and response activities for all public health emergencies, including natural disasters, acts of terrorism, and pandemic diseases. The program plans and supports surge capacity in the medical and public health systems to meet needs during emergencies. The program also administers federal and state funds that support Public Health’s emergency preparedness activities. There are no major budget adjustments.

### **II. Center for Chronic Disease Prevention and Health Promotion**

This Center works to prevent and control chronic diseases such as cancer, cardiovascular diseases, asthma, and diabetes; to reduce the prevalence of obesity; to reduce tobacco use; to improve oral health through prevention, education, and community efforts; to provide training programs for the public health workforce; to prevent and control injuries, violence, deaths, and diseases related to behavioral, environmental, and occupational factors; to promote and support safe and healthy environments in communities and workplaces; and to prevent and treat problem gambling. This Center includes the Division of Chronic Disease and Injury Control, the Division of Environmental and Occupational Disease Control, and the Office of Problem Gambling. Major budget adjustments include:

#### **Proposition 56 Technical Adjustment**

\$0 TF  
\$0 OF

The Budget Act reflects a technical adjustment to eliminate Budget Act Items 4265-001-3307, 4265-001-3318, 4265-001-3322, 4265-111-3307, 4265-111-3318, and 4265-111-3322. Expenditures and positions previously budgeted in these items will be transferred to continuously appropriated, non-budget act items, consistent with Proposition 56 and the provisions of the Revenue and Taxation Code.

#### **Proposition 99 Health Education Account**

\$1,122,000 TF  
\$1,122,000 OF

The Budget Act reflects an increase of \$1.1 million in Proposition 99 Health Education Account (Fund 0231) as a result of updated Proposition 99 revenue

projections. These increases includes \$1.0 million for Competitive Grants (Local Assistance) and \$122,000 for State Administration.

**Proposition 99 Unallocated Account**

\$66,000 TF  
\$66,000 OF

The Budget Act reflects an increase of \$66,000 in Proposition 99 Unallocated Account (Fund 0236) as a result of updated Proposition 99 revenue projections. The increase includes \$66,000 for State Administration.

**Diabetes Awareness Campaign**

\$2,500,000 TF  
\$2,500,000 GF

The Budget Act reflects a one-time increase of \$2.5 million in General Fund (Fund 0001) expenditure authority in State Operations. This increase will provide funding to implement a diabetes awareness campaign.

**Lead Certification Application Processing**

\$75,000 TF  
\$75,000 OF

The Budget Act reflects an increase of \$75,000 in Lead-Related Construction Fund (Fund 3155) expenditure authority in State Operations. This increase will reduce the processing time of lead certification applications to within 60 days.

**Systems of Care for Amyotrophic Lateral Sclerosis**

\$9,000,000 TF  
\$9,000,000 GF

The Budget Act reflects a one-time increase of \$9 million in General Fund (Fund 0001) expenditure authority in Local Assistance. This increase will support the Amyotrophic Lateral Sclerosis (ALS) Association to provide integration of community and clinic based multidisciplinary services model of care for individuals diagnosed with ALS and their caregivers.

**All Children Thrive Program Implementation**

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

The Budget Act reflects a one-time increase of \$10 million in Mental Health Services Fund (Fund 3805) expenditure authority in State Operations. This increase will provide funding for a pilot program to prevent childhood trauma, counter its effects, foster individual, and family and community resilience.



### **III. Center for Infectious Diseases**

This Center works to prevent and control infectious diseases such as HIV/AIDS, viral hepatitis, influenza and other vaccine preventable illnesses, tuberculosis, emerging infections, vector-borne disease, sexually transmitted diseases, infant botulism, and foodborne illnesses. This Center includes the Division of Communicable Disease Control, Office of AIDS, Office of Binational Border Health, and Office of Refugee Health. Major budget adjustments include:

#### **AIDS Drug Assistance Program (ADAP) May Estimate**

-\$2,330,000 TF  
-\$2,330,000 OF

The Budget Act reflects a decrease of \$2.3 million in ADAP Rebate Fund (Fund 3080) expenditure authority in Local Assistance. This decrease is primarily due to a projected decrease in caseload.

#### **Local Comprehensive HIV Prevention**

\$5,000,000 TF  
\$5,000,000 GF

The Budget Act reflects a one-time increase of \$5 million in General Fund (Fund 0001) expenditure authority. This includes an increase of \$4,581,000 in Local Assistance to provide grants to support comprehensive HIV prevention services and \$419,000 in State Operations for the administration of the grants.

#### **Valley Fever Funding**

\$5,000,000 TF  
\$5,000,000 GF

The Budget Act reflects a one-time increase of \$5 million in General Fund (Fund 0001) expenditure authority. This includes an increase of \$3 million in Local Assistance to support valley fever research at the Valley Fever Institute at Kern Medical and \$2 million in State Operations to implement a valley fever public awareness campaign.

#### **Binational Border Health Funding**

\$0 TF  
\$300,000 GF  
-\$300,000 OF

The Budget Act reflects a net zero change in expenditure authority in State Operations. This includes an increase of \$300,000 in General Fund (Fund 0001) and a decrease of \$300,000 in Federal Trust Fund (Fund 0890). This increase offsets the loss of federal funds for border health efforts.

### **Sexually Transmitted Diseases (STD) Prevention**

\$2,000,000 TF  
\$2,000,000 GF

The Budget Act reflects a one-time increase of \$2 million in General Fund (Fund 0001) expenditure authority in Local Assistance. This increase will provide funding to targeted local health jurisdictions with higher STD rates to support STD prevention activities.

### **Modify and Expand PrEP Assistance Program**

\$2,000,000 TF  
\$2,000,000 OF

The Budget Act reflects an increase of \$2 million in AIDS Drug Assistance Program Rebate Fund (Fund 3080) expenditure authority in Local Assistance. This increase will expand the eligibility and support additional costs of services and medication for the Pre-Exposure Prophylaxis (PrEP) Assistance Program.

## **IV. Center for Family Health**

The Center for Family Health focuses on improving health and birth outcomes and reducing health disparities for families, including women of reproductive age, pregnant and breastfeeding women, infants, children, and adolescents. This Center includes the Genetic Disease Screening Program (GDSP), the Maternal, Child and Adolescent Health Program (MCAH), and the Women, Infants, and Children Special Supplemental Nutrition Program (WIC). Major budget adjustments include:

### **GDSP May Estimate**

\$28,000 TF  
\$28,000 OF

The Budget Act reflects an increase of \$28,000 in Genetic Disease Testing Fund (Fund 0203) expenditure authority in Local Assistance. The increase is due to updated actual caseload numbers for prenatal and newborn tests and updated live birth projections from Department of Finance Demographic Research Unit.

### **WIC Program May Estimate**

-\$47,061,000 TF  
-\$47,061,000 OF

The Budget Act reflects a decrease of \$47.1 million in WIC expenditure authority in Local Assistance. This includes a decrease of \$46.0 million in Federal Trust Fund (Fund 0890) and a decrease of \$1.1 million in WIC Manufacturer Rebate Fund (Fund 3023). These decreases are due to lower than projected participation levels and lower projected food costs based on the most recent Consumer Price Index rate for food at home.

## **Black Infant Health Program**

\$8,000,000 TF  
\$8,000,000 GF

The Budget Act reflects an increase of \$8 million in General Fund (Fund 0001) expenditure authority in Local Assistance. This increase will provide funding to select Local Health Jurisdictions to establish the California Perinatal Equity Initiative to expand the scope of interventions provided under the Black Infant Health Program with the goal of improving black infant birth outcomes.

## **V. Center for Health Statistics and Informatics**

This Center works to improve the public's health by developing data systems and facilitating the collection, validation, analysis, and dissemination of health information and demographic information on the California population. This Center includes Vital Records, Public Health Policy and Research, and Public Health Informatics. There are no major budget adjustments.

## **VI. Center for Environmental Health**

This Center works to protect and improve the health of all California residents by ensuring the safety of food, drugs, medical devices, and manufactured cannabis products; conducting underage tobacco enforcement; conducting environmental management programs; and overseeing the use of radiation through investigation, inspection, laboratory testing, and regulatory activities. This Center includes the Division of Food, Drug, and Cannabis Safety, and the Division of Radiation Safety and Environmental Management. A major budget adjustment includes:

### **Medicinal and Adult Use Cannabis and Regulation Safety Act (MAUCRSA)**

38.0 Positions  
\$11,101,000 TF  
\$11,101,000 OF

The Budget Act reflects an increase of 38 positions and \$11.1 million expenditure authority in State Operations. This includes an increase of \$10.6 million and 38 phased-in positions (28.5 in 2018-19, and 38 positions in 2019-20 and thereafter) in Cannabis Control Fund (Fund 3288) and \$533,000 in Reimbursements (Fund 0995). These increases will provide resources for the implementation of the additional requirements and mandates of MAUCRSA, Track and Trace efforts, and other licensing activities.

**VII. Center for Health Care Quality**

This Center regulates the quality of care in approximately 10,000 public and private health facilities, clinics, and agencies throughout the state; licenses nursing home administrators, and certifies nurse assistants, home health aides, and hemodialysis technicians; and oversees the prevention, surveillance, and reporting of healthcare-associated infections in California’s general acute care hospitals. Major budget adjustments include:

**Health Care Licensing and Oversight**

22.0 Positions  
\$2,669,000 TF  
\$2,669,000 OF

The Budget Act reflects an increase of 22 positions and \$2.7 million expenditure authority in State Operations. This includes an increase of \$2.4 million in State Department of Public Health Licensing and Certification Program Fund (Fund 3098) and \$294,000 in Internal Departmental Quality Improvement Account (Fund 0942). These increases will provide resources to improve core operations and effectiveness, foster quality improvement projects, and address workforce needs.

**Licensing and Certification: Los Angeles County Contract Extension**

\$2,600,000 TF  
\$2,600,000 OF

The Budget Act reflects an increase of \$2.6 million in State Department of Public Health Licensing and Certification Program Fund (Fund 3098) expenditure authority in State Operations. This increase will augment the Los Angeles County contract to fully fund a one-year extension of the existing contract for 2018-19, accounting for updated indirect cost rate, employee benefits rate, personnel costs, and lease costs.