



**SB 870, Chapter 712
Budget Act Highlights
Fiscal Year 2010-11**

California Department of Public Health

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State of California**

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October 8, 2010
Version 1.7

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 Enacted 2010-11 Budget Act allocates \$3.4 billion (\$273.6 million General Fund) for the Department, a net increase of \$70.6 million (a decrease of \$31.3 million General Fund) above the 2010-11 Governor's Budget. Of the amount approved, \$655.8 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)

Fund Source	2009-10 Amended Budget	2010-11 Governor's Budget	2010-11 Enacted Budget *	% Change from 2010-11 Governor's Budget to 2010-11 Enacted Budget
General Fund	\$199,452	\$304,902	\$273,605	-10.26%
Federal Funds	\$1,747,471	\$1,753,323	\$1,781,622	1.61%
Special Funds & Reimbursements	\$1,474,581	\$1,284,974	\$1,358,578	5.73%
Total Funds	\$3,421,504	\$3,343,199	\$3,413,805	2.11%

Note: the amounts quoted include all non-Budget Act appropriations.

** Includes \$52.0 million for ADAP*

The charts below and the narrative that follows describe the specific budget adjustments. The amounts quoted include all non-Budget Act appropriations and other minor adjustments.

State Operations

(Dollars in thousands)

State Operations by Program					
Program Title	Program	2009-10 Enacted Budget	2010-11 Governor's Budget	2010-11 Enacted Budget*	% Change from 2010-11 Governor's Budget to 2010-11 Enacted Budget
Public Health Emergency Preparedness	10	\$39,777	\$41,036	\$41,057	0.05%
Public and Environmental Health	20	\$437,013	\$425,415	\$425,586	0.04%
Licensing & Certification	30	\$163,596	\$171,071	\$189,177	10.58%
Department Administration	40.01	\$24,148	\$26,177	\$26,177	0.00%
Distributed Administration	40.02	-\$24,148	-\$26,177	-\$26,177	0.00%
Total State Operations		\$640,386	\$637,522	\$655,820	2.87%

State Operations by Fund Source					
Fund Source		2009-10 Enacted Budget	2010-11 Governor's Budget	2010-11 Enacted Budget*	% Change from 2010-11 Governor's Budget to 2010-11 Enacted Budget
General Fund		\$95,684	\$96,546	\$95,866	-0.70%
Federal Funds		\$219,511	\$222,194	\$240,676	8.32%
Special Funds & Reimbursements		\$325,191	\$318,782	\$319,278	0.16%
Total State Operations		\$640,386	\$637,522	\$655,820	2.87%

Local Assistance
(Dollars in thousands)

Local Assistance by Program					
Program Title	Program	2009-10 Enacted Budget	2010-11 Governor's Budget	2010-11 Enacted Budget *	% Change from 2010-11 Governor's Budget to 2010-11 Enacted Budget
Public Health Emergency Preparedness	10	\$63,453	\$63,579	\$63,579	0.00%
Public and Environmental Health	20	\$2,717,665	\$2,642,098	\$2,694,406	1.98%
Total Local Assistance		\$2,781,118	\$2,705,677	\$2,757,985	1.93%

Local Assistance by Fund Source*					
Fund Source		2009-10 Enacted Budget	2010-11 Governor's Budget	2010-11 Enacted Budget *	% Change from 2010-11 Governor's Budget to 2010-11 Enacted Budget
General Fund		\$103,768	\$208,356	\$177,739	-14.69%
Federal Fund		\$1,527,960	\$1,531,129	\$1,540,946	0.64%
Special Funds & Reimbursements		\$1,149,390	\$966,192	\$1,039,300	7.57%
Total Local Assistance		\$2,781,118	\$2,705,677	\$2,757,985	1.93%

PROGRAMMATIC ADJUSTMENTS

The specific adjustments listed below reflect the major budgetary changes since the 2010-11 Governor's Budget. The major changes include Spring Finance Letters, May Revise Letters, May Estimates, Section Letters, Legislative Adjustments, Governor's Vetoes and Chaptered Legislation.

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.

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 the prevention and surveillance of disease and injury surveillance, tobacco control, obesity, nutrition and physical activity, diabetes, cancer prevention and control, cardiovascular diseases, asthma, obesity, injuries and violence prevention, and occupational and environmental disease control, climate action, and Health in All Policies.

Public Health Aspects of AB 32 Implementation

\$299,000 TF
\$299,000 OF

The Budget Act reflects an increase in State Operations expenditure authority to establish a dedicated, core infrastructure of staff to support Assembly Bill 32-related CDPH activities of the Climate Action Team Public Health Work Group. The Public Health Work Group will be the entity responsible for providing critical public health input related to AB 32 implementation process. CDPH will have a direct appropriation from the Air Pollution Control Fund.

ARRA Funding for Statewide Policy and Environmental Change and Tobacco Cessation

\$2,474,000 TF
\$2,474,000 OF

The Budget Act reflects an increase of \$430,000 in State Operations and \$2.044 million in Local Assistance expenditure authority to accept ARRA funding from the Centers for Disease Control and Prevention. These funds will enable CDPH to further its strategic efforts to reduce the needless death and disability that is exacted by the obesity epidemic; and in creating tobacco-free environments to impact smoking, which remains the number one cause of death among Californians.

Cancer Detection Program: Every Woman Counts (CDP: EWC) Clinical Claims Budget Shortfall

\$18,346,000 TF
\$20,086,000 GF
-\$1,740,000 OF

The Budget Act reflects a reduction to the Breast Cancer Control Account appropriation by \$1.740 million due to reduced tobacco tax revenue. The Governor approved a \$20.086 million on-going General Fund, Local Assistance augmentation to *CDP: EWC* for clinical claims and three policy changes to *CDP: EWC*. *CDP: EWC* will not implement biennial screenings, case management costs will be discontinued for a normal screen, and *CDP: EWC* will open enrollment to women aged 40+.

Amyotrophic Lateral Sclerosis/Lou Gehrig's Disease Research Fund Pass Through Funds

\$521,000 TF
\$521,000 OF

The Budget Act reflects an increase in Local Assistance appropriation authority for the Amyotrophic Lateral Sclerosis (ALS)/Lou Gehrig's Disease Fund in order to fulfill the mandates of Senate Bill 1502. CDPH will serve as a pass through of funds to the ALS Association, who will use these funds for the purpose of funding research grants to develop and advance the understanding, techniques, and modalities effective in the prevention, treatment, and cure of ALS.

Reduction to Proposition 99 Revenue

-\$2,640,000 TF
-\$2,640,000 OF

The Budget Act reflects a decrease in both State Operations and Local Assistance authority to programs within the Center for Chronic Disease Prevention and Health Promotion due to decreasing Proposition 99 revenues. Following are the specific breakdown of the revenue adjustments as they impact various programs:

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.

Increase in Ryan White Grant Local Assistance Authority

\$668,000 TF
\$668,000 OF

The Budget Act reflects an increase in Ryan White Local Assistance expenditure authority for the Federal Trust Fund. The Health Resources and Services Administration Ryan White Part B HIV Grant, awarded to CDPH, will enable Californians living with HIV/AIDS to utilize many life-saving services including outpatient and ambulatory health services, case management services, and early intervention services.

AIDS Drug Assistance Program (Governor's Action)

\$2,400,000 TF
-\$7,600,000 GF
\$10,00,000 OF

The Budget Act reflects a net increase of \$2.4 million to the ADAP. This is a result of the Governor's action towards the legislative augmentation as follows:

- -\$7.6 million: reduction in local assistance General Fund in ADAP.
- \$2.4 million: augmentation to the Ryan White Care Act Grant.
- \$7.6 million: The Department of Public Health may utilize funding from the ADAP Rebate Fund, which is continuously appropriated, to maintain services, if necessary.

HIV/AIDS Care, Education and Prevention

-\$52,133,000 TF
-\$52,133,000 GF

The Budget Act reflects a deletion of a legislative augmentation of \$52,133,000 for the Office of AIDS local assistance programs. This reduction is necessary to help keep ongoing expenditures in line with existing resources. With this reduction, \$55,412,000 still remains to support Office of AIDS local assistance programs.

Valley Fever

\$1,000,000 TF
\$1,000,000 GF

The Budget Act reflects an augmentation of \$1,000,000 General Fund in for Valley Fever research and related activities. This is a permanent augmentation.

Immunization Program

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

The Budget Act reflects a reduction of \$18,000,000 General Fund for the Immunization Program within the Infectious Disease Branch. The local assistance funding supported Collaborative Projects Awards to increase up-to-date immunization status of California children, community health centers awards to provide pediatric vaccinations, Immunization Registries, and the purchase of pediatric and adult vaccines for distribution to local jurisdictions.

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. The Center administers the world's largest genetic screening program for newborns and pregnant women; the Federal Title V Block Grant to develop systems that protect and improve the health of California's women of reproductive age, infants, children, adolescents, and their families; comprehensive education, assistance, and services relating to family planning, and teen pregnancy prevention; and WIC Program efforts improving the health of low-income women, infants and preschool children through nutrition education classes and counseling, support for breastfeeding, referrals to healthcare, and access to nutritious foods at grocery stores throughout the State.

Umbilical Cord Blood Banking in California

\$471,000 TF
\$471,000 OF

The Budget Act reflects an increase of \$471,000 in State Operations expenditure authority to implement a Health Resources and Services Administration Public Cord Banking grant to support the collection and storage of publicly donated and ethnically diverse umbilical cord blood in California for use in transplantation. Assembly Bill 52 (Portantino, 2010) removes the responsibility for the Umbilical Cord Blood Collection Program (UCBC Program) activities from the California Department of Public Health and requests the University of California to establish and administer the UCBC Program on or before July 1, 2011.

Business Systems Upgrade Project

\$868,000 TF
\$868,000 OF

The Budget Act reflects an increase of \$868,000 in State Operations expenditure authority to upgrade the current obsolete Business Services System. The total project period has been revised from five years to a three year period.

Maternal, Child and Adolescent Health Program

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

The Budget Act reflects a deletion of a legislative augmentation of \$5,000,000 local assistance General Fund for the Maternal, Child and Adolescent Health program. These reductions are necessary to help bring ongoing expenditures in line with existing resources. With these reductions, \$55,109,000 still remains to support the Maternal, Child, and Adolescent Health Program.

V. 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.

SB X2 1 Five Year Reappropriation Request

\$79,991,000 TF
\$79,991,000 GF

The Budget Act reflects an increase in Local Assistance appropriation authority pursuant to Senate Bill (SB) X2 1 for Proposition 84, the Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Act of 2006. CDPH will be able to utilize funds made available from Proposition 84 for infrastructure improvements, reducing potential for illness and death, and for water quality improvement projects that will assist Public Water Systems with source protection, treatment, and contaminant removal.

VI. 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.

Increased Positions and Funding for Federal Grant Workload

124.8 Positions

\$17,581,000 TF
\$17,581,000 OF

The Budget Act reflects an increase in State Operations expenditure authority to support 124.8 new permanent positions in the L&C Program for federal certification activities using increased federal funds.

Federal Health Facilities Citation Penalties Account

-\$1,653,000 TF
-\$680,000 GF
-\$973,000 OF

The Budget Act reflects elimination in State Operations expenditure authority of \$973,000 from the Federal Health Facilities Citation Penalty Account. In addition, there is a reduction of \$680,000 in the annual General Fund transfer to the Licensing and Certification Special Fund based on updated state hospital workload estimates. The reduction in the transfer amount will in no way compromise the work done at state facilities.

Quality and Accountability Payment System for Freestanding Skilled Nursing Facilities

38.5 Positions

\$2,195,000 TF
\$2,195,000 OF

The Budget Act reflects an increase of \$2.195 million in Support Reimbursement authority to revise and implement changes to the rate reimbursement methodology for freestanding skilled nursing facilities (SNFs) funded under the Medi-Cal Long Term Care Reimbursement Act of 2004 (AB 1629). The goal of the reimbursement change is to help improve the overall quality of care rendered to SNF residents, and to increase accountability of SNFs.