



Budget Briefing: HHS - Public Health, Aging and Adult Services

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Briefing Topics

- Funding Sources
- Appropriations Areas
- Major Budget Topics
 - Public Health
 - Community Public Health Services and Health Policy
 - Family, Maternal, and Children's Public Health Services
 - Aging and Adult Services

Public Health and Aging and Adult Services

This is one of three program area briefings about the Department of Health and Human Services (DHHS) budget. See also briefings on Human Services and on Medicaid/Behavioral Health.

- The **Public Health** portion of the DHHS budget provides funding to carry out the provisions of the state Public Health Code and national health priorities:
 - Prevent and control disease for all populations
 - Protect and promote human health for all populations
 - Address priority health issues of vulnerable populations

- The **Aging and Adult Services** portion of the DHHS budget provides funding for priorities established by the Older Michiganians Act and the Older Americans Act:
 - Services and support for older persons in need and their families
 - Coordination and administration of adult human services programs

Key Budget Terms

Fiscal Year: The state's fiscal year (FY) runs from October to September. FY 2018-19 is October 1, 2018 through September 30, 2019.

Appropriation: Authority to expend funds. An appropriation is not a mandate to spend. Constitutionally, state funds cannot be expended without an appropriation by the Legislature.

Line Item: Specific appropriation amount in a budget bill which establishes spending authorization for a particular program or function.

Boilerplate: Specific language sections in a budget bill which direct, limit, or restrict line item expenditures, express legislative intent, and/or require reports.

Lapse: Appropriated amounts that are unspent or unobligated at the end of a fiscal year. Appropriations are automatically terminated at the end of a fiscal year unless designated as a multi-year work project under a statutory process. Lapsed funds are available for expenditure in the subsequent fiscal year.

Note: Unless otherwise indicated, historical budget figures in this presentation have not been adjusted for inflation.

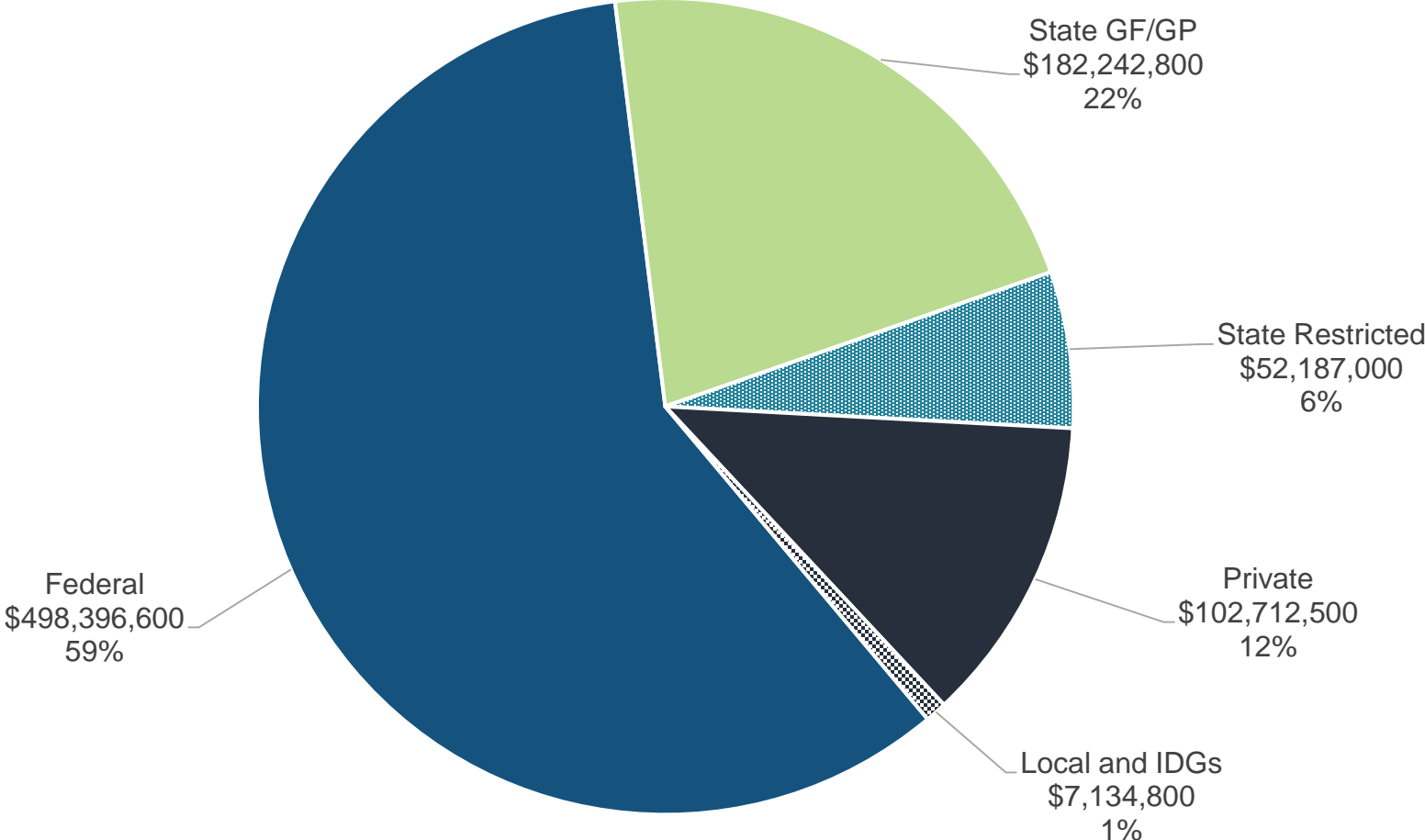
Funding Sources

FY 2018-19 Budget for Public Health and Aging and Adult Services

Fund Source	Funding	Description
Gross Appropriations	\$842,673,700	Total spending authority from all revenue sources
Interdepartmental Grants (IDG) Revenue	1,909,800	Funds received from state departments of Licensing and Regulatory Affairs, Environmental Quality, and Treasury for services provided
Adjusted Gross Appropriations	\$840,763,900	Gross appropriations excluding IDGs; avoids double counting when adding appropriation amounts across budget areas
Federal Revenue	498,396,600	Federal grant or matching revenue, including block grants for preventive health and health services, and for maternal and child health services, and numerous grants dedicated to specific programs or purposes
Local Revenue	5,225,000	Revenue received from local units of government for state services, including funds from school districts
Private Revenue	102,712,500	Revenue from individuals and private entities, including grants, donations, contributions, and manufacturer rebates
State Restricted Revenue	52,187,000	State revenue restricted by the State Constitution, state statute, or outside restriction that is available only for specified purposes; including user and licensing fee revenue, and numerous special funds
State General Fund/General Purpose (GF/GP) Revenue	\$182,242,800	Unrestricted revenue from taxes and other sources available to fund basic state programs and other purposes determined by the Legislature

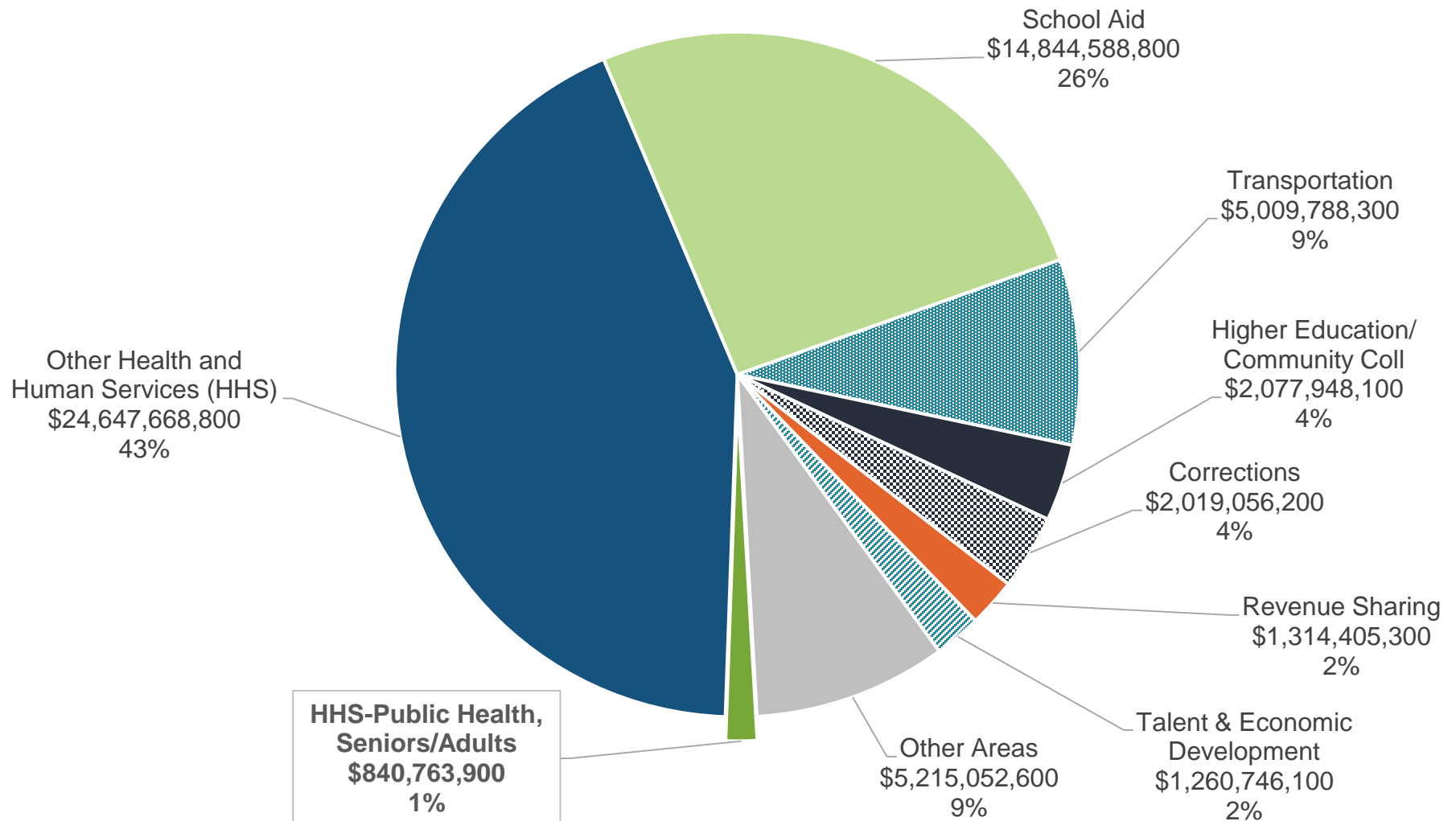
FY 2018-19 Fund Sources for Public Health and Aging and Adult Services

Almost 60% of the **\$842.7 million** budget is funded by federal revenue, which includes block grants, and grant awards for food programs, AIDS/HIV care, bioterrorism preparedness, senior community services, immunization, and other programs.



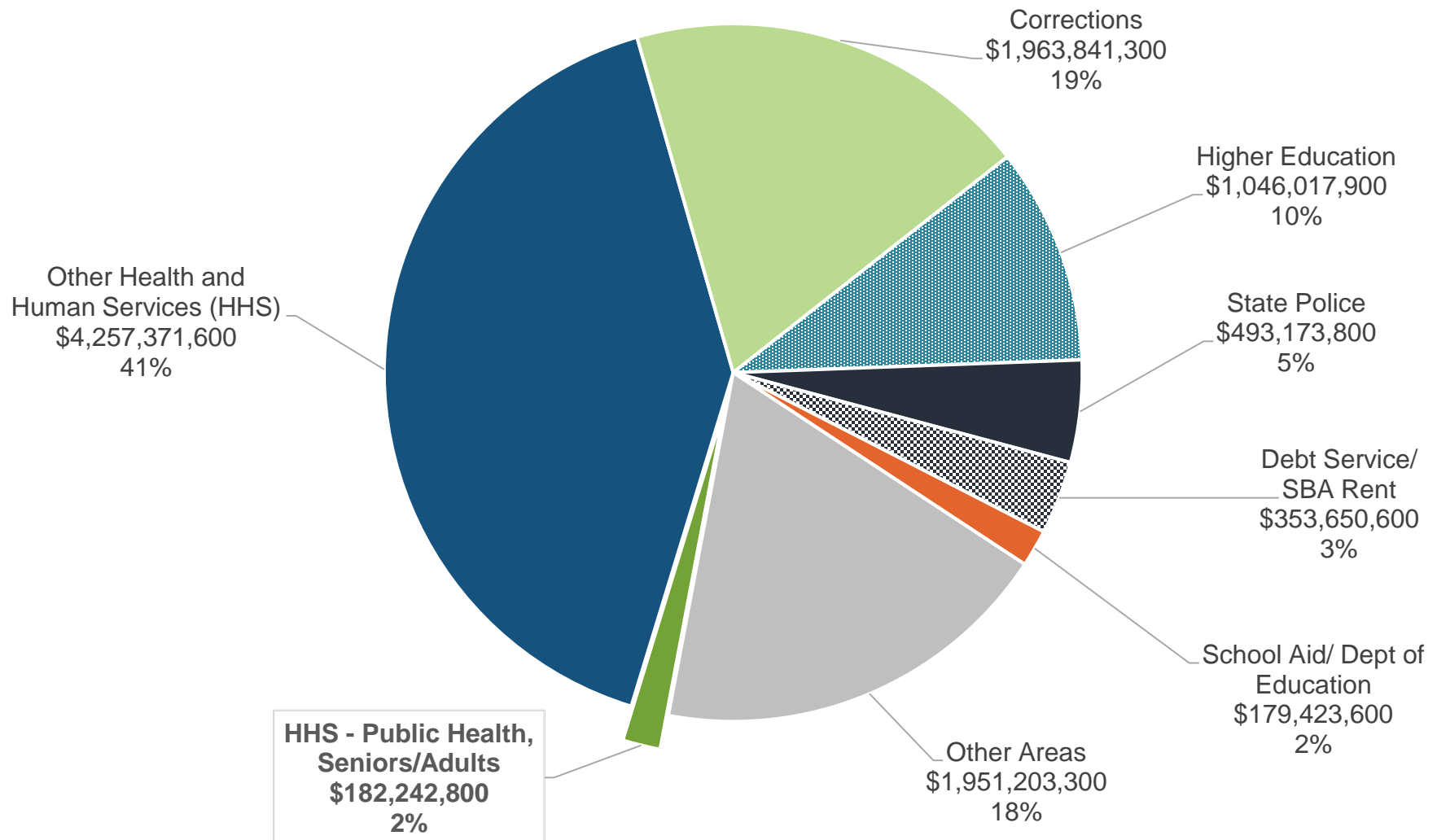
Share of Total State Budget - Public Health and Aging and Adult Services

The Public Health and Aging and Adult Services budgets represent about 1.5% of the **\$57.2 billion** state budget (adjusted gross) for FY 2018-19.



Share of Total State GF/GP Budget - Public Health and Aging and Adult Services

The Public Health and Aging and Adult Services budget represents 1.8% of the state's **\$10.4 billion** GF/GP budget for FY 2018-19.



Appropriation Areas

Appropriation Areas for Public Health and Aging and Adult Services

Public Health/Population Health

Community public health services and health policy

- Infectious and chronic disease prevention and control
- Essential local public health services and support
- Epidemiology and surveillance of disease and health status
- Vital records and laboratory
- Bioterrorism and emergency preparedness
- Healthy homes and lead abatement
- Flint drinking water emergency response

Family, maternal and children's health services

- Childhood lead poisoning prevention
- Prenatal care outreach and support
- Family planning and pregnancy prevention
- Women, infants and children (WIC) supplemental food and nutrition
- Local maternal and child health program support

Services are provided in partnership with the state's 45 local public health departments, established under Part 24 of the Michigan Public Health Code

Appropriation Areas for Public Health and Aging and Adult Services

(continued)

Aging and Adult Services

Senior community-based and in-home programs and services

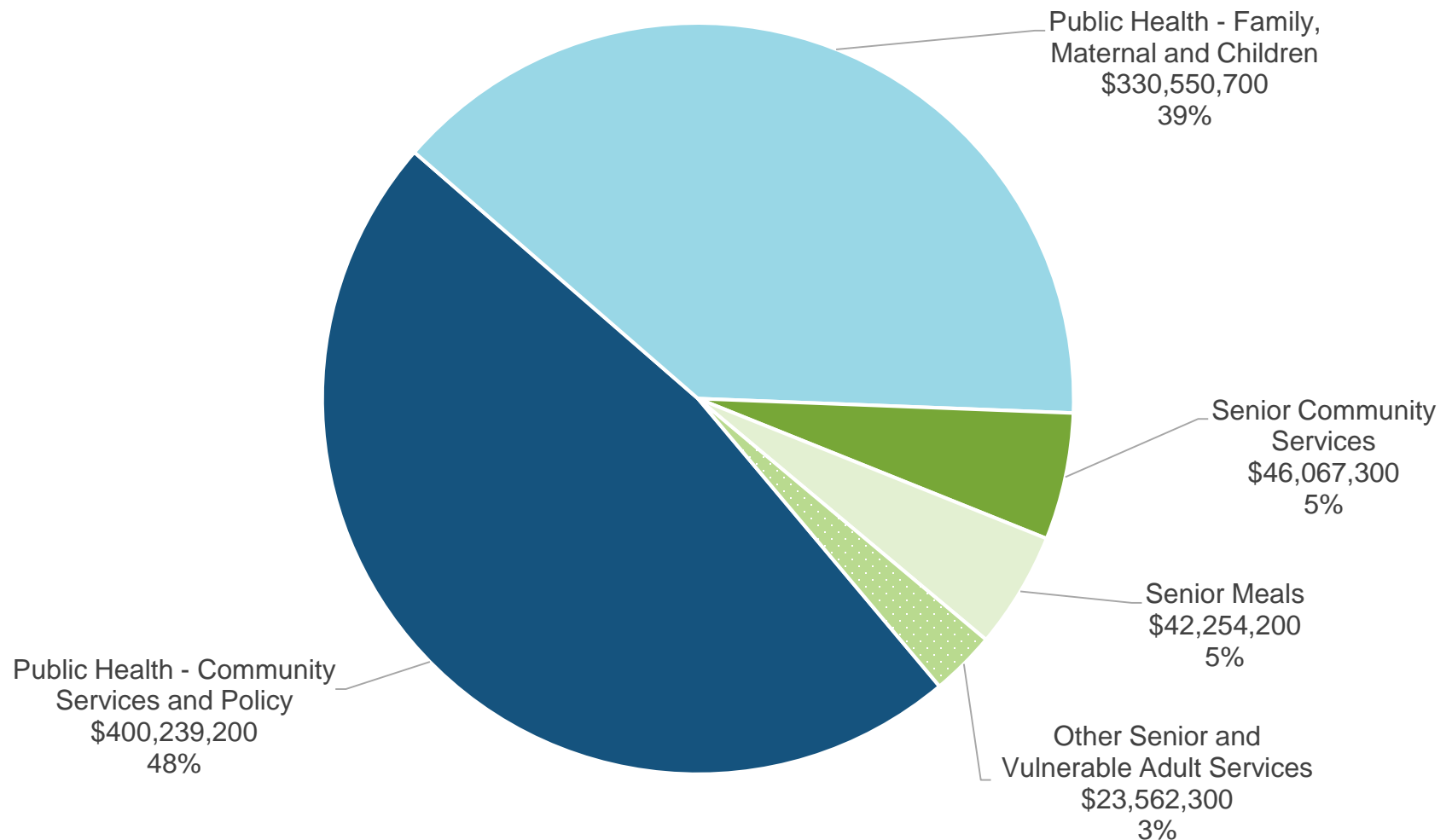
Senior home-delivered and congregate meals

Senior employment, volunteer and respite care services, and coordination and administration of human services programs for vulnerable adults

Services are provided in partnership with Michigan's 16 regional area agencies on aging (AAAs), established under the Older Americans Act and the Older Michiganians Act

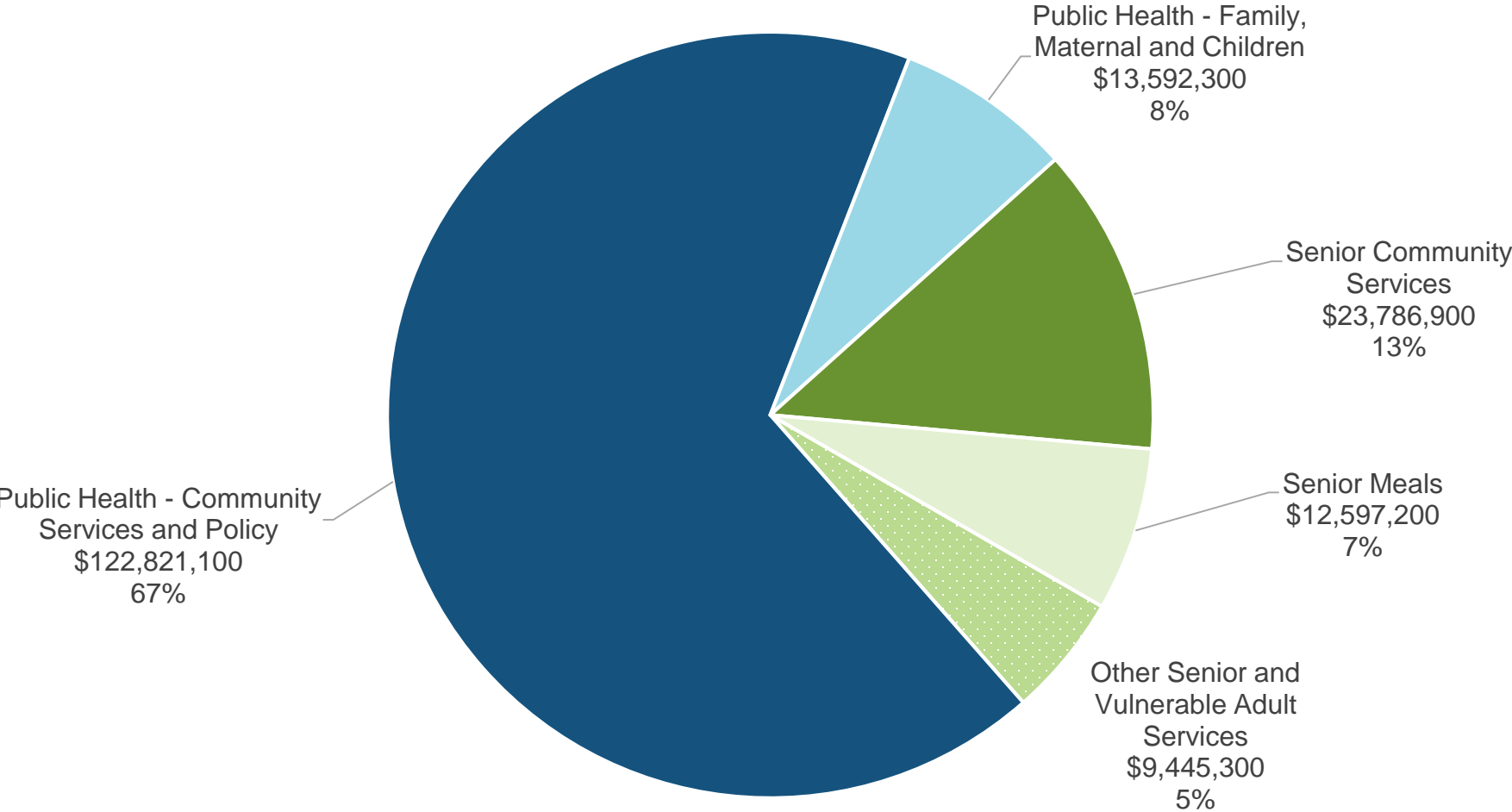
FY 2018-19 Gross Appropriations by Areas for Public Health and Aging and Adult Services

48% of the \$842.7 million budget supports public health community services, and 39% supports public health services for vulnerable women and children.



FY 2018-19 GF/GP Appropriations by Areas for Public Health and Aging and Adult Services

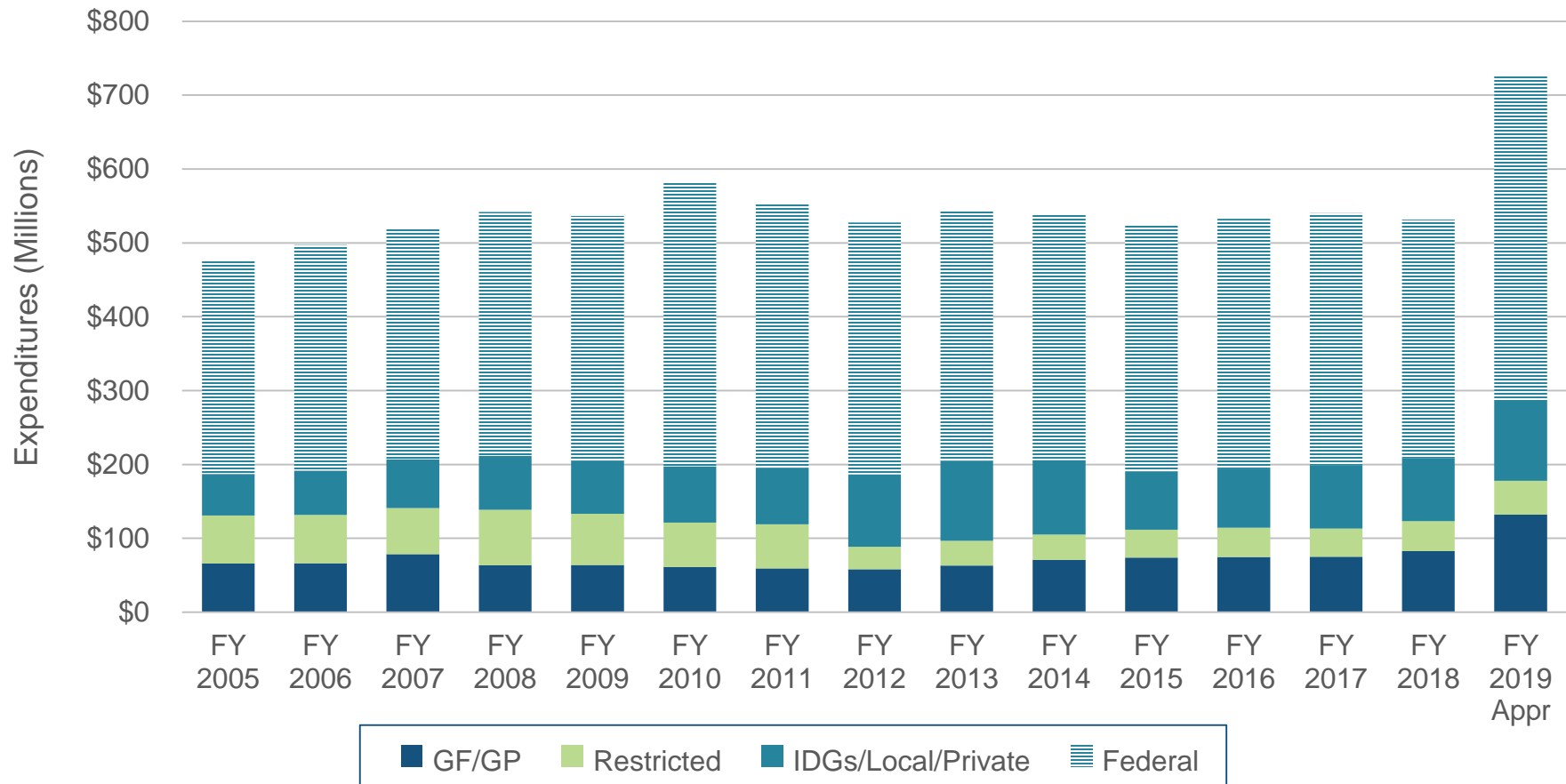
GF/GP funds totaling **\$182.2 million** are most heavily concentrated in community services for public health, and community services for seniors.



Major Budget Topics – PUBLIC HEALTH

Funding History for Public Health

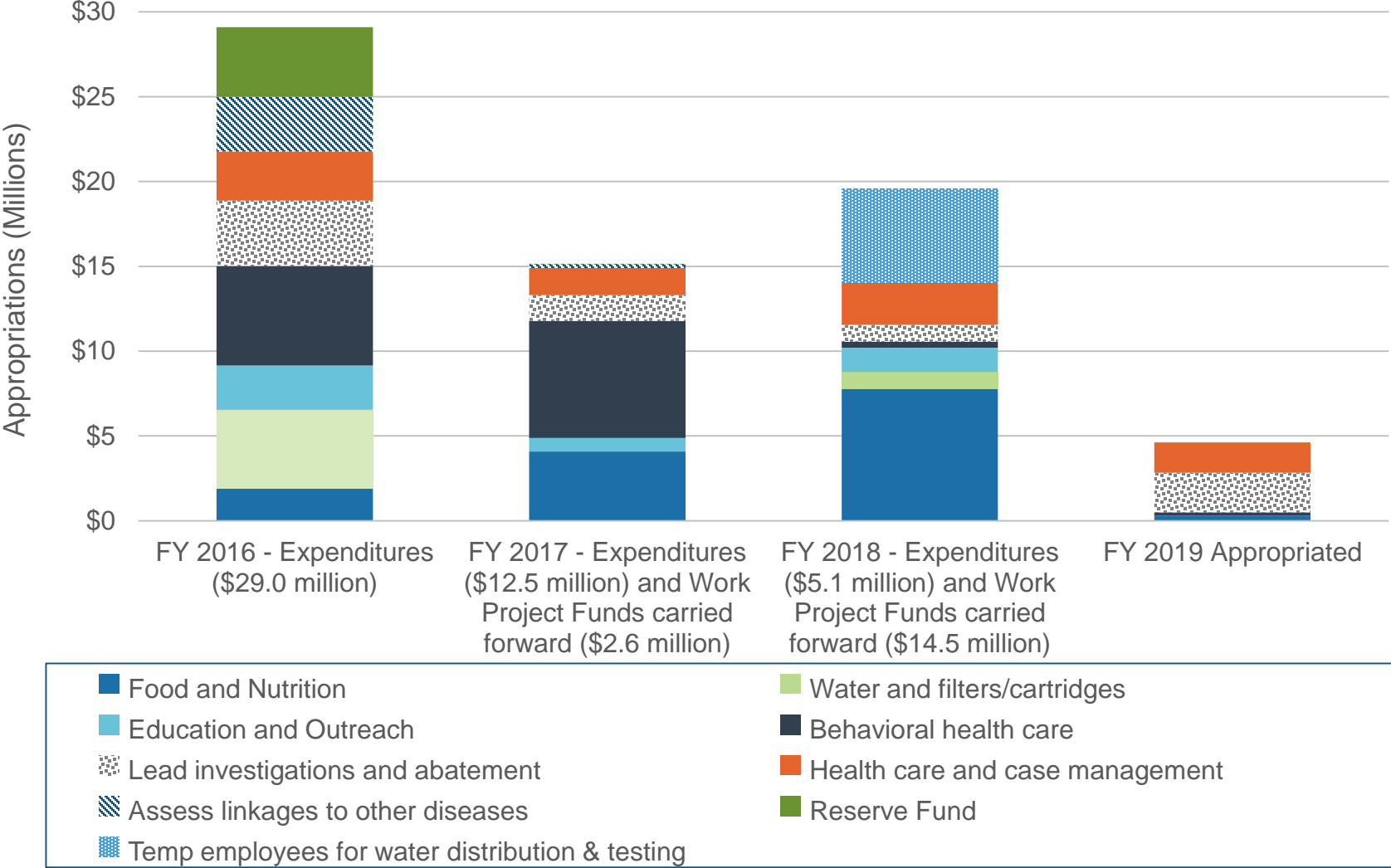
FY 2018-19 appropriations include increases for essential local public health services, and infectious disease and contamination events. FY 2017-18 spending was 76% of the budgeted amount as some expanding or declining program areas spent less than budgeted, including WIC. Flint drinking water emergency funding is shown separately on the next slide.



Note: Amounts shown for FY 2006-07 through FY 2010-11 include health regulatory and licensing functions, transferred to Department of Licensing and Regulatory Affairs in 2011.

Flint Drinking Water Emergency Funding

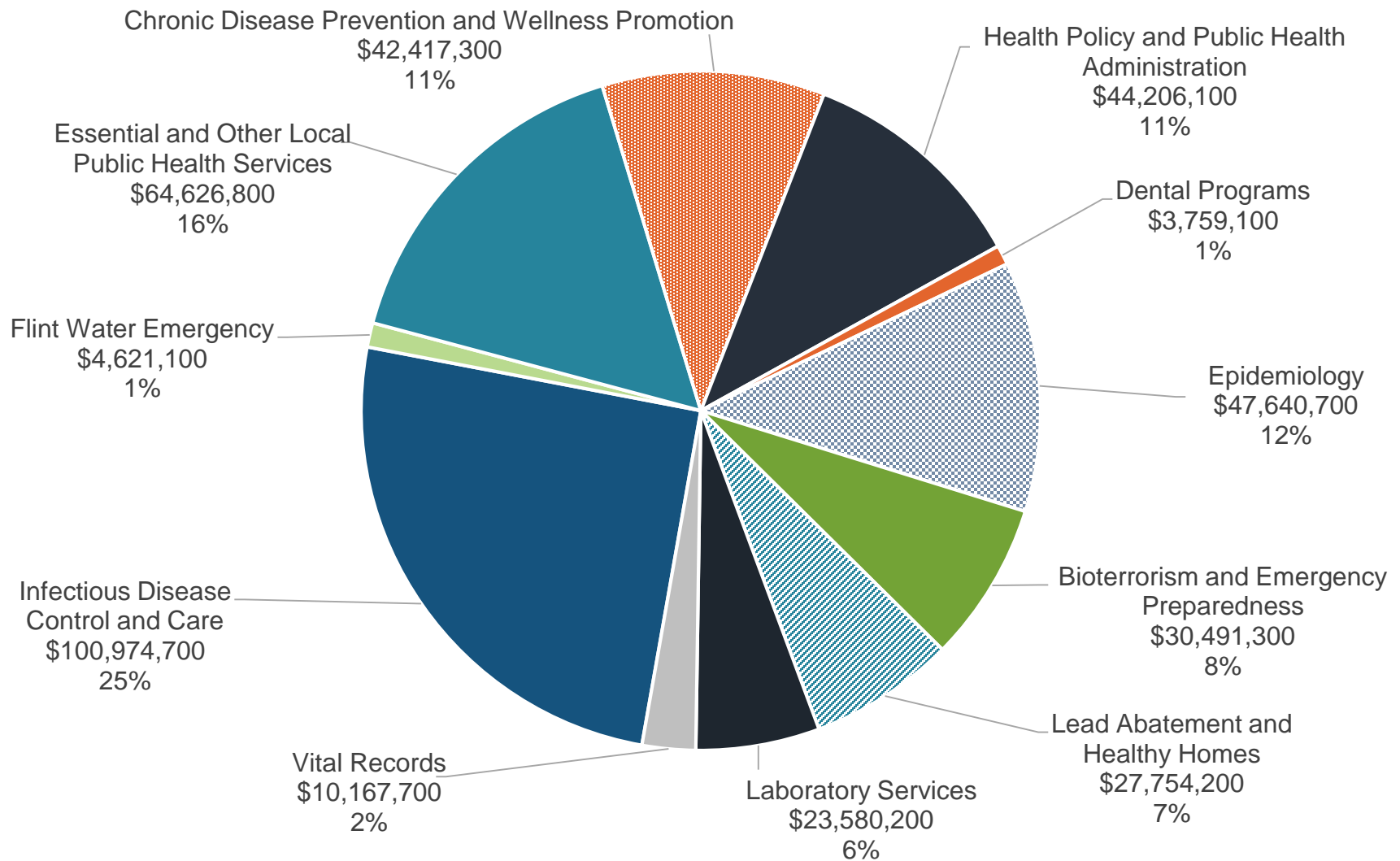
Public health appropriations support services for residents in Flint in response to a drinking water and lead exposure emergency. Funds designated as work projects are available for spending through FY 2019-20. Flint also benefits from statewide lead abatement funds of \$23.5 million annually for up to five years since FY 2016-17 (not included here).



Major Budget Topics – PUBLIC HEALTH – COMMUNITY PUBLIC HEALTH SERVICES AND HEALTH POLICY

Overview By Program FY 2018-19 for Community Public Health and Health Policy

The DHHS budget includes **\$400.2 million** Gross (\$122.8 million GF/GP) for community public health services and health policy, appropriated to the following program areas.



Recent Budget Changes for Public Health

Community Public Health Services and Health Policy

- Essential local public health services funding increase of \$4.5 million GF/GP, and revise distribution formula for FY 2018-19 (Sec. 1234)
- Continue support for primary care clinics (\$1.3 million GF/GP) and free health clinics (\$250,000 GF/GP), to replace federal funds no longer available (\$0 Gross)
- Enhance public health laboratory and county examiner testing of opioids in cases of drug overdose or drug poisoning death (\$1.0 million GF/GP)
- Violence prevention federal grant increase of \$180,000, and epidemiology and laboratory capacity federal grant increase of \$1.5 million
- Continue early primary care incentive program to place physicians in underserved areas and assist with student loans following first year of residency (reduction from \$1.0 million to \$500,000 GF/GP)
- One-time \$5.0 million GF/GP for new 5-year Michigan Medical Resident Loan Repayment Program for primary care in medically underserved areas
- One-time \$2.0 million GF/GP grant to Western Michigan University Unified Clinics
- Continue one-time grant for primary care services totaling \$300,000 GF/GP
- Hepatitis A outbreak response and prevention continued at \$7.1 million GF/GP

Recent Budget Changes for Public Health

Public Health Emerging Issues

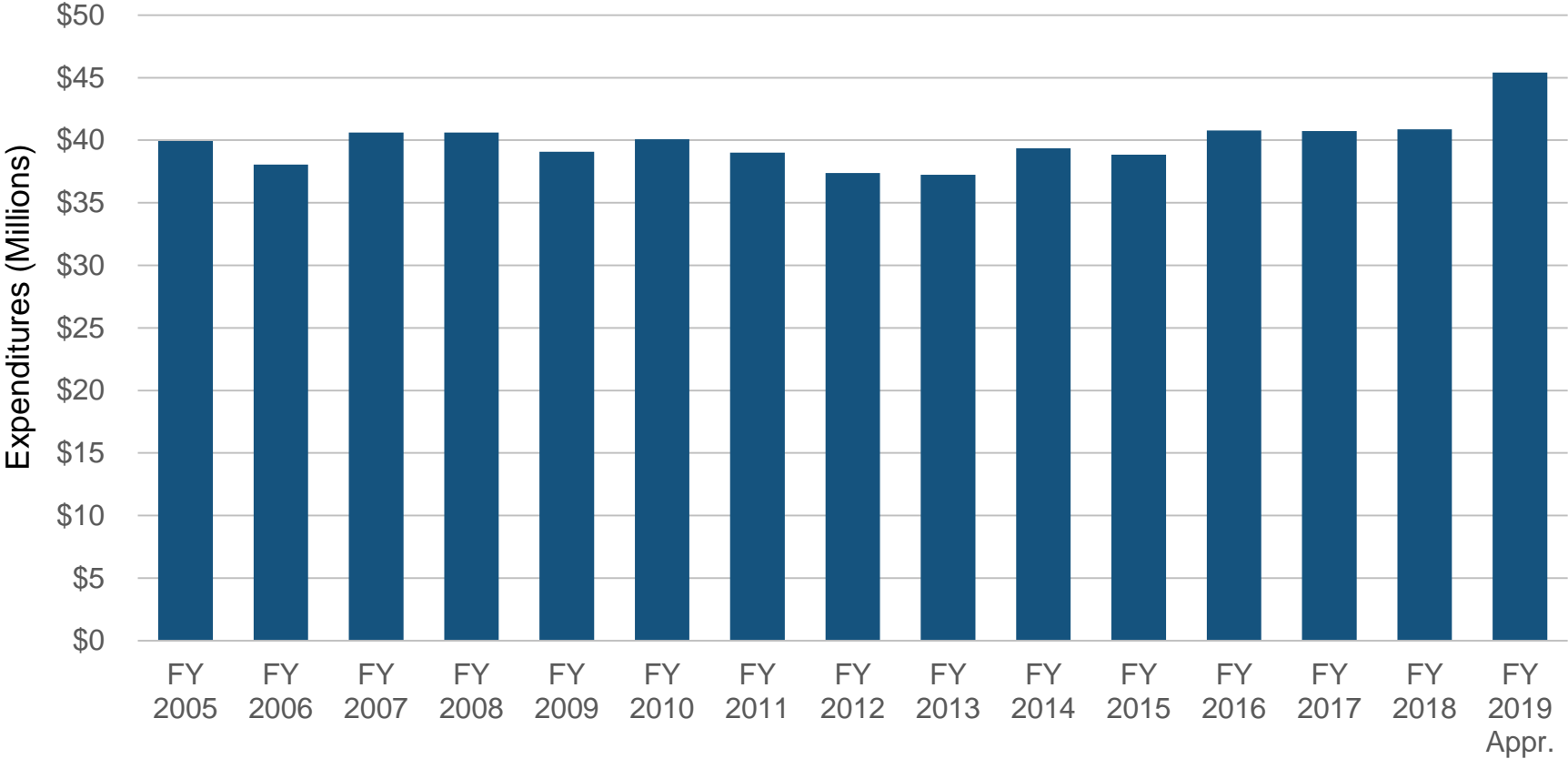
- Annualize and supplement funding to address environmental contamination from polyfluoroalkyl and perfluoroalkyl substances (PFAS) with a total increase of \$2.9 million GF/GP for laboratory testing and analysis, and a total increase of \$10.2 million GF/GP for environmental health toxicology and response
- Expand and increase funding for local health departments to respond to PFAS contamination sites and to respond to other emerging or urgent health threats, from \$2.5 million GF/GP for PFAS response to \$4.75 million GF/GP for PFAS and other threats

City of Flint Drinking Water and Lead Exposure Emergency

- One-time funding of \$4.6 million Gross (\$4.2 million GF/GP), for continued support of nutrition and health services including double up food bucks, health services access for school children and adolescents, lead investigations and abatement, lead poisoning prevention, nurse family partnership, child collaborative care, and more (see also Sec. 1905). Note that significant funding remains available for Flint drinking water emergency expenditures through FY 2019-20 as work projects from prior fiscal year appropriations

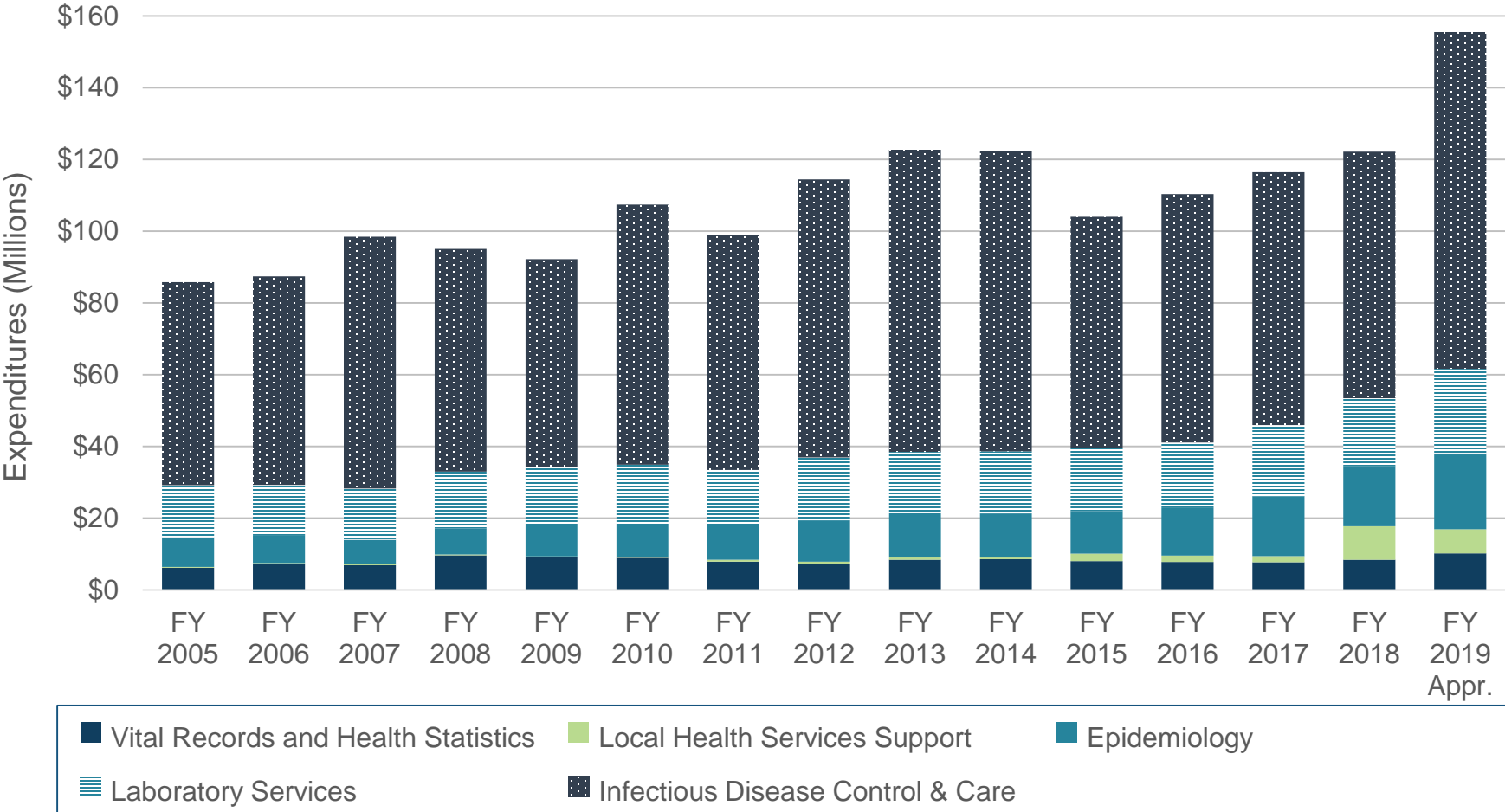
Essential Local Public Health Services - Funding History

Prior to a FY 2018-19 \$4.5 million increase, Essential Local Public Health Services funding to local health departments for infectious disease control, food and water protection and hearing and vision screening for school children has been approximately the same as in FY 2004-05, with some reductions and restorations in the interim; funding is primarily state GF/GP.



Other Key Public Health Services - Funding History

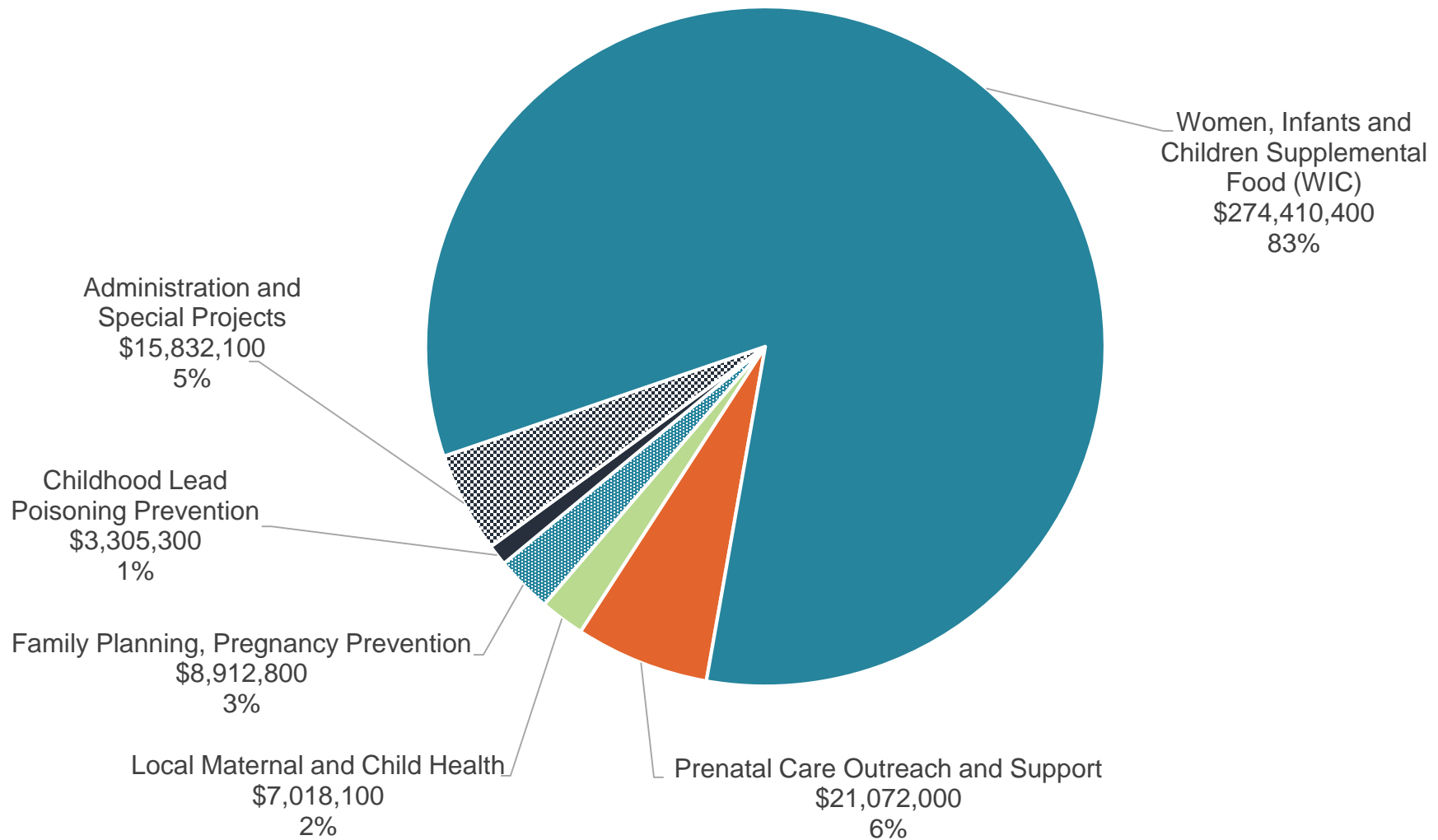
Funding for other key state and local health functions of disease surveillance and control, laboratory services, and vital records has trended upward over the past 15 years. Recent increases are in response to a Hepatitis A infectious disease outbreak and PFAS water contamination events. Declines seen in FY 2014-15 relate to reduced AIDS spending.



Major Budget Topics – PUBLIC HEALTH – FAMILY, MATERNAL, AND CHILDREN’S PUBLIC HEALTH SERVICES

Overview By Program FY 2018-19 for Family, Maternal, and Children's Public Health

The DHHS budget includes **\$330.6 million** gross (\$13.6 million GF/GP) for public health family, maternal, and children's services, appropriated to the following programs.



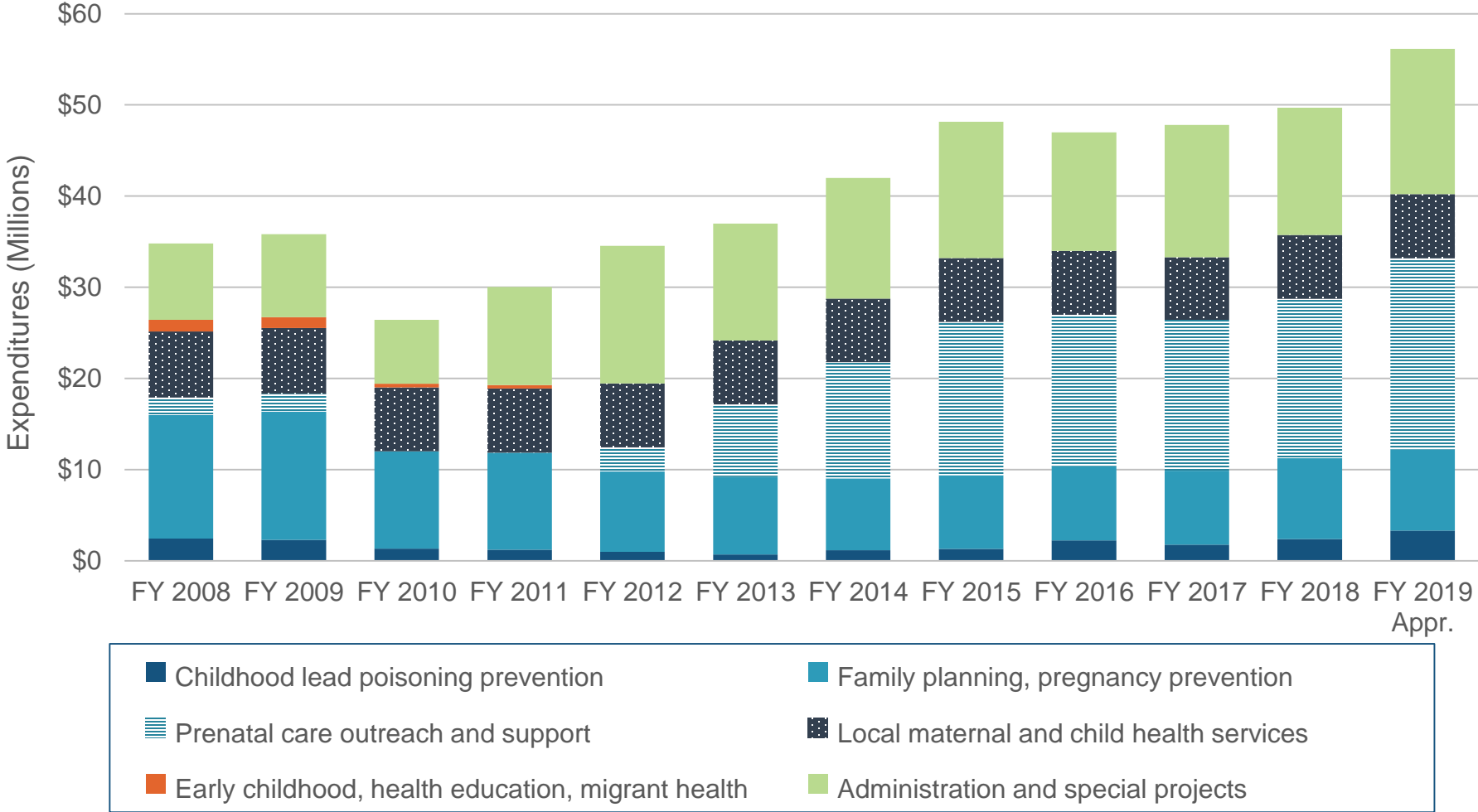
Recent Budget Changes for Public Health

Family, Maternal and Child Health

- Increase of \$1.0 million GF/GP for home visit program for prenatal, maternal, infant, and early childhood families, half directed to the GF/GP-funded rural home visit program; and supplemental funding of \$325,000 to support nurse family partnership home visit programs in Kent County and Ingham County
- Increase of \$50,000 GF/GP for alternative pregnancy and parenting program
- Pediatric traumatic brain injury assessment and treatment interactive software support in hospitals, \$1.0 million GF/GP
- Continuation of one-time \$1.25 million GF/GP funding to implement recommendations of the Childhood Lead Poisoning Elimination Board
- One-time funding of \$100,000 GF/GP for an infant mortality program grant to Cradle Kalamazoo

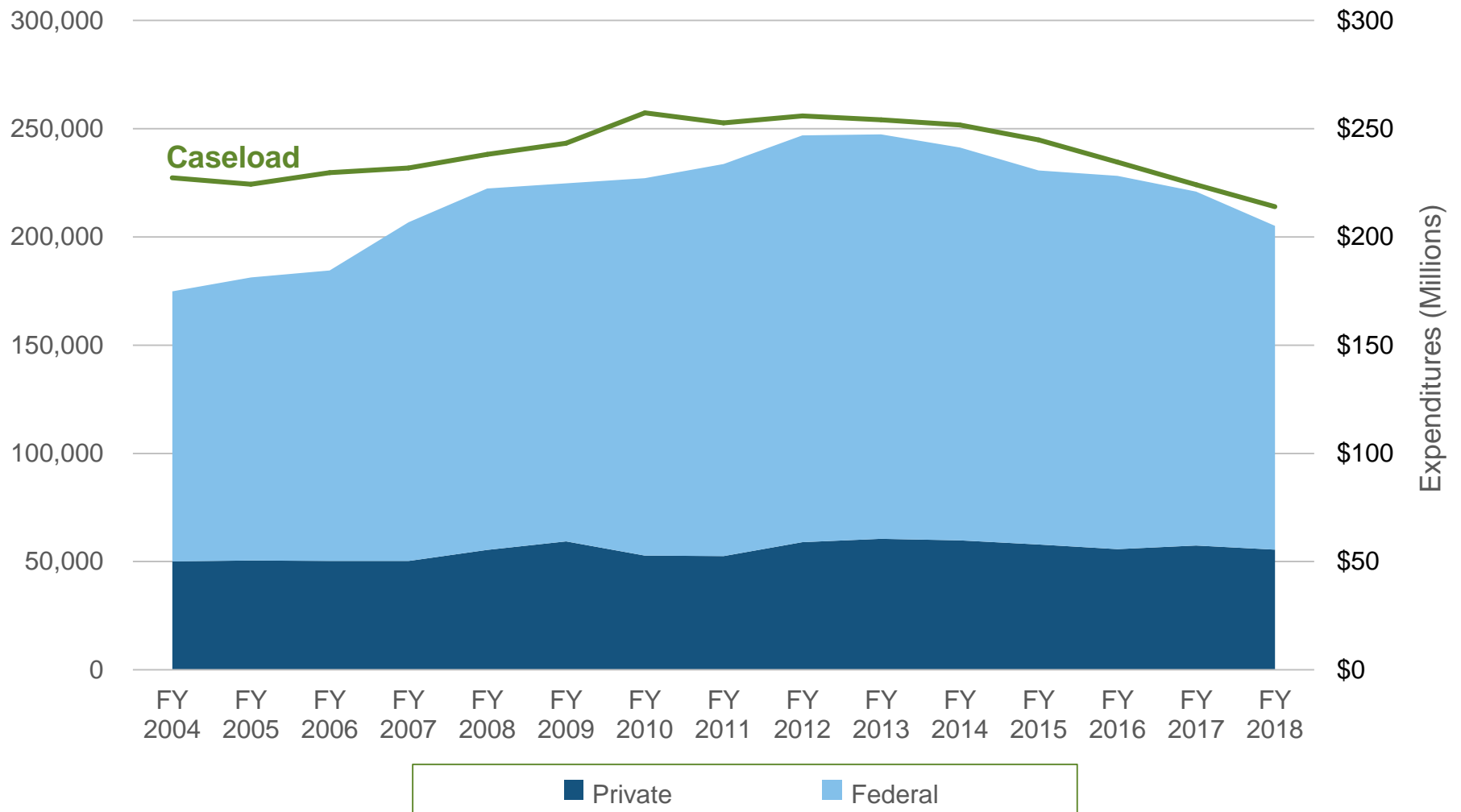
Family, Maternal, and Children’s Health – Funding History by Program Areas

Prenatal program federal and state funding increases have created an overall upward funding trend for public health family, maternal, and children’s health programs since FY 2010-11. WIC program funding is shown separately on the next slide.



Women, Infants, and Children (WIC) Special Supplemental Food and Nutrition Program

The WIC caseload continues to decline since peaking in FY 2009-10. Federal funds and infant formula manufacturer rebates support WIC monthly supplemental food benefits for over 213,000 nutritionally at-risk mothers, infants, and small children.

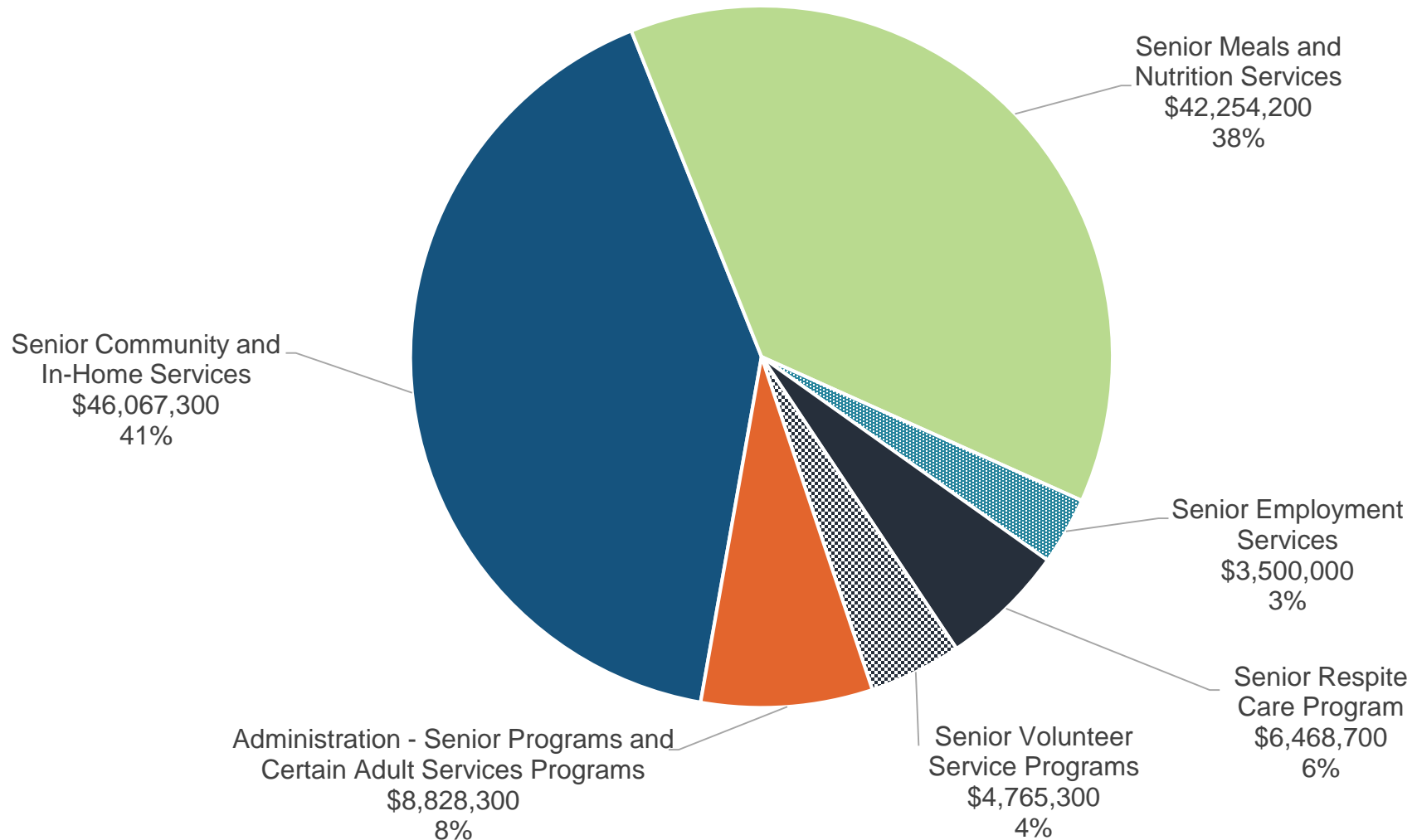


Major Budget Topics – AGING AND ADULT SERVICES

Overview By Program FY 2018-19

Aging and Adult Services Agency

The DHHS budget includes **\$111.9 million** gross (\$45.8 million GF/GP) for aging and adult services, appropriated to the following program areas.



Recent Budget Changes for Aging and Adult Services Agency

Senior Community and In-Home Services

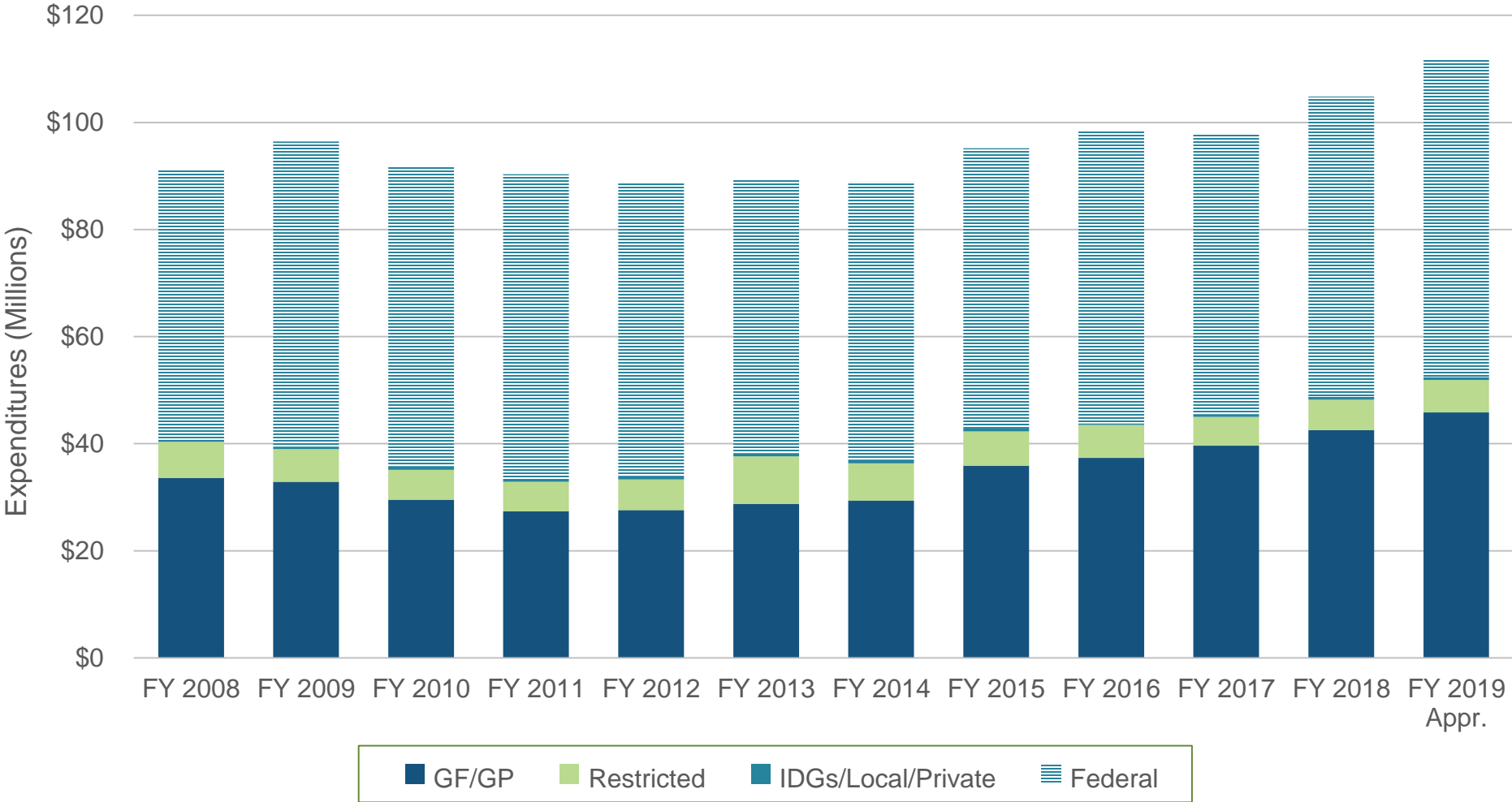
- Funding is increased by \$2.5 million GF/GP for senior community services administered through Area Agencies on Aging, from \$43.6 million Gross (\$21.3 million GF/GP) to \$46.1 million Gross (\$23.8 million GF/GP)

Senior Volunteer Service Programs

- Funding is increased by \$300,000 GF/GP, and increase of \$100,000 for each of the three programs: foster grandparent program, retired and senior volunteer program, and senior companion program. Total spending for senior volunteer service programs is increased from \$4.5 million GF/GP to \$4.7 million GF/GP

Funding History for Aging and Adult Services

Recent increases for senior programs are from GF/GP funding for senior community and in-home services, and for senior meals and nutrition services.



For more information about the DHHS Public Health or Aging and Adult Services Agency budget:

HFA Resources

<http://www.house.mi.gov/hfa/HealthandHumanServices.asp>

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