



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

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Briefing Topics

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

Population Health and Aging and Adult Services

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

- The **Public Health** portion of the DHHS budget provides funding to carry out 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 2020-21 is October 1, 2020 through September 30, 2021.

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 that establishes spending authorization for a particular program or function in a budget bill.

Boilerplate: Specific language sections in a budget bill that 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.

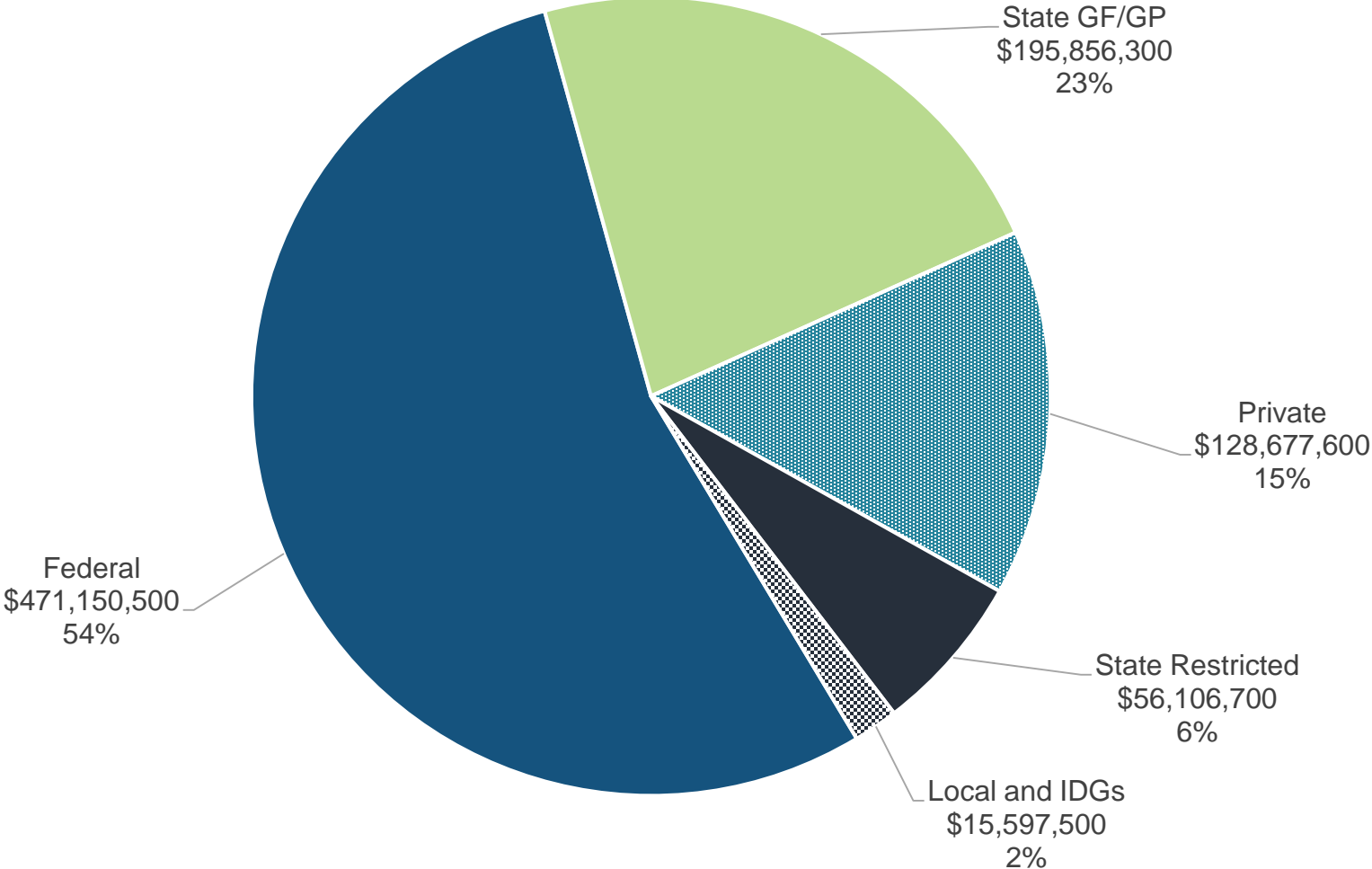
Funding Sources

FY 2020-21 Budget for Population Health and Aging and Adult Services

Fund Source	Funding	Description
Gross Appropriations	\$867,388,600	Total spending authority from all revenue sources
Interdepartmental Grants (IDG) Revenue	1,929,800	Funds received from state departments of Licensing and Regulatory Affairs, Environmental Quality, and Treasury for services provided
Adjusted Gross Appropriations	\$865,458,800	Gross appropriations excluding IDGs; avoids double counting when adding appropriation amounts across budget areas
Federal Revenue	471,150,500	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	13,667,700	Revenue received from local units of government for state services, including funds from school districts
Private Revenue	128,677,600	Revenue from individuals and private entities, including grants, donations, contributions, and manufacturer rebates
State Restricted Revenue	56,106,700	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	\$195,856,300	Unrestricted revenue from taxes and other sources available to fund basic state programs and other purposes determined by the legislature

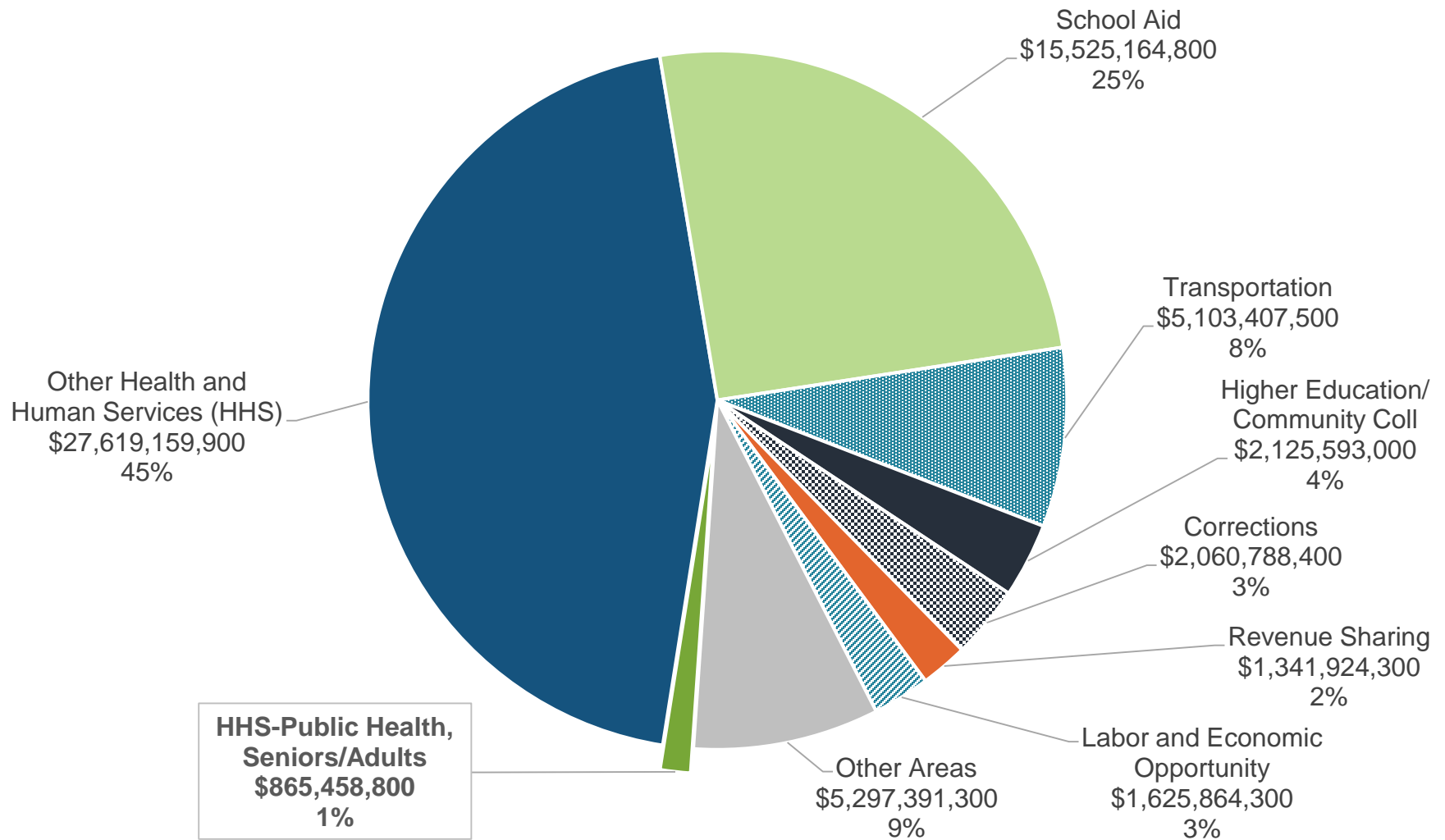
FY 2020-21 Fund Sources for Population Health and Aging and Adult Services

54% of the \$867.4 million population health and aging budget is funded by federal revenue, including block grants and grant awards for food programs, AIDS/HIV care, bioterrorism preparedness, senior community services, immunization, and other programs.



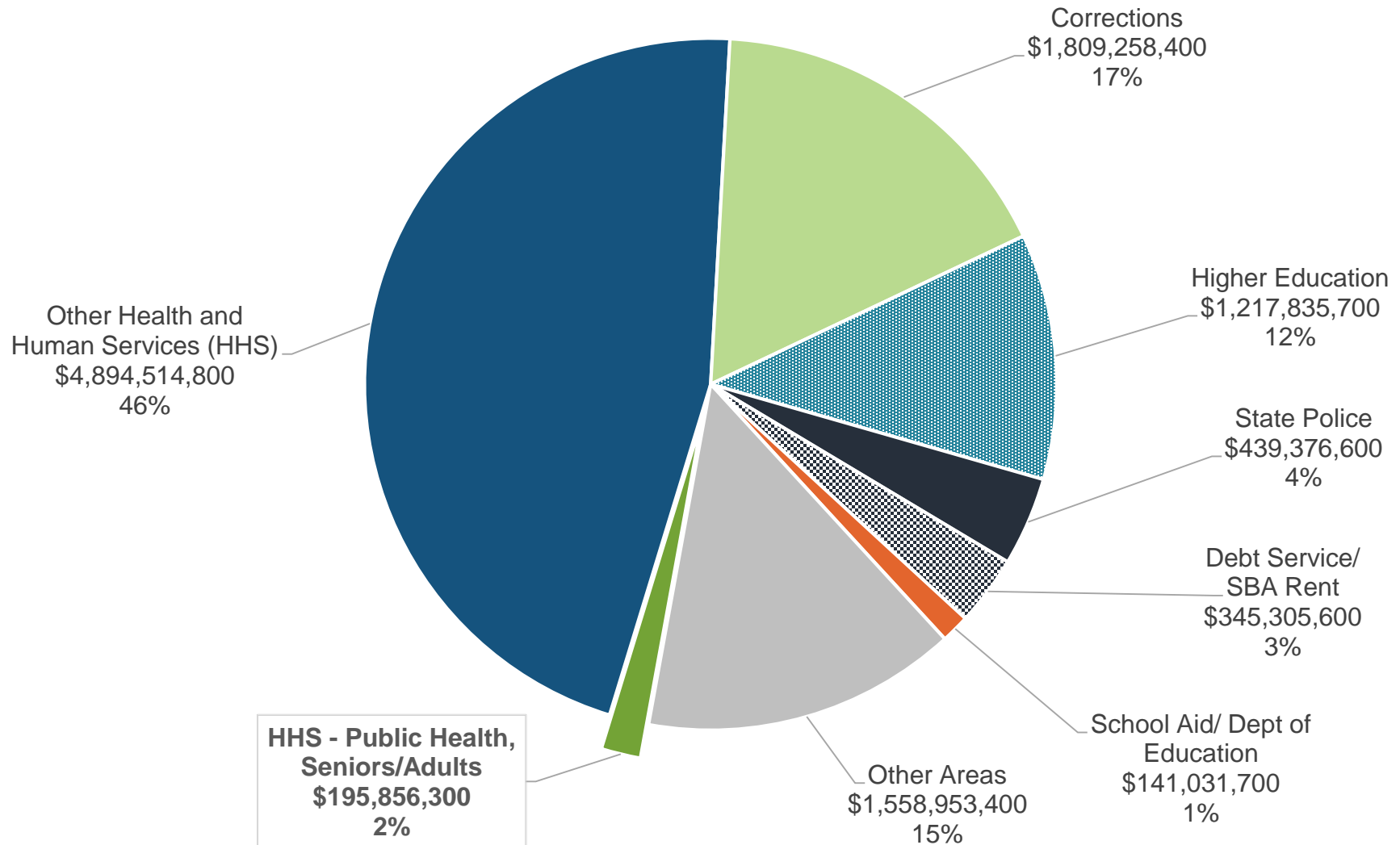
Share of Total State Budget - Population Health and Aging and Adult Services

The population health and aging and adult services budget represents **1.4%** of the **\$61.6 billion** state budget (adjusted gross) for FY 2020-21.



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

The population health and aging and adult services budget represents **1.9%** of the state's **\$10.6 billion** GF/GP budget for FY 2020-21.



Appropriation Areas

FY 2020-21 Appropriation Areas for Population Health and Aging and Adult Services

Population Health/Public Health - \$753.3 million Gross (\$149.7 million GF/GP)

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 and response
- Childhood lead poisoning prevention programs
- Healthy homes and lead abatement

Family, maternal, and children's health services

- 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
- Immunization and dental programs
- Flint drinking water emergency response and support services

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 Population Health and Aging and Adult Services

(continued)

Aging and Adult Services Health - *\$114.1 million Gross (\$46.2 million GF/GP)*

Senior community-based and in-home programs and services

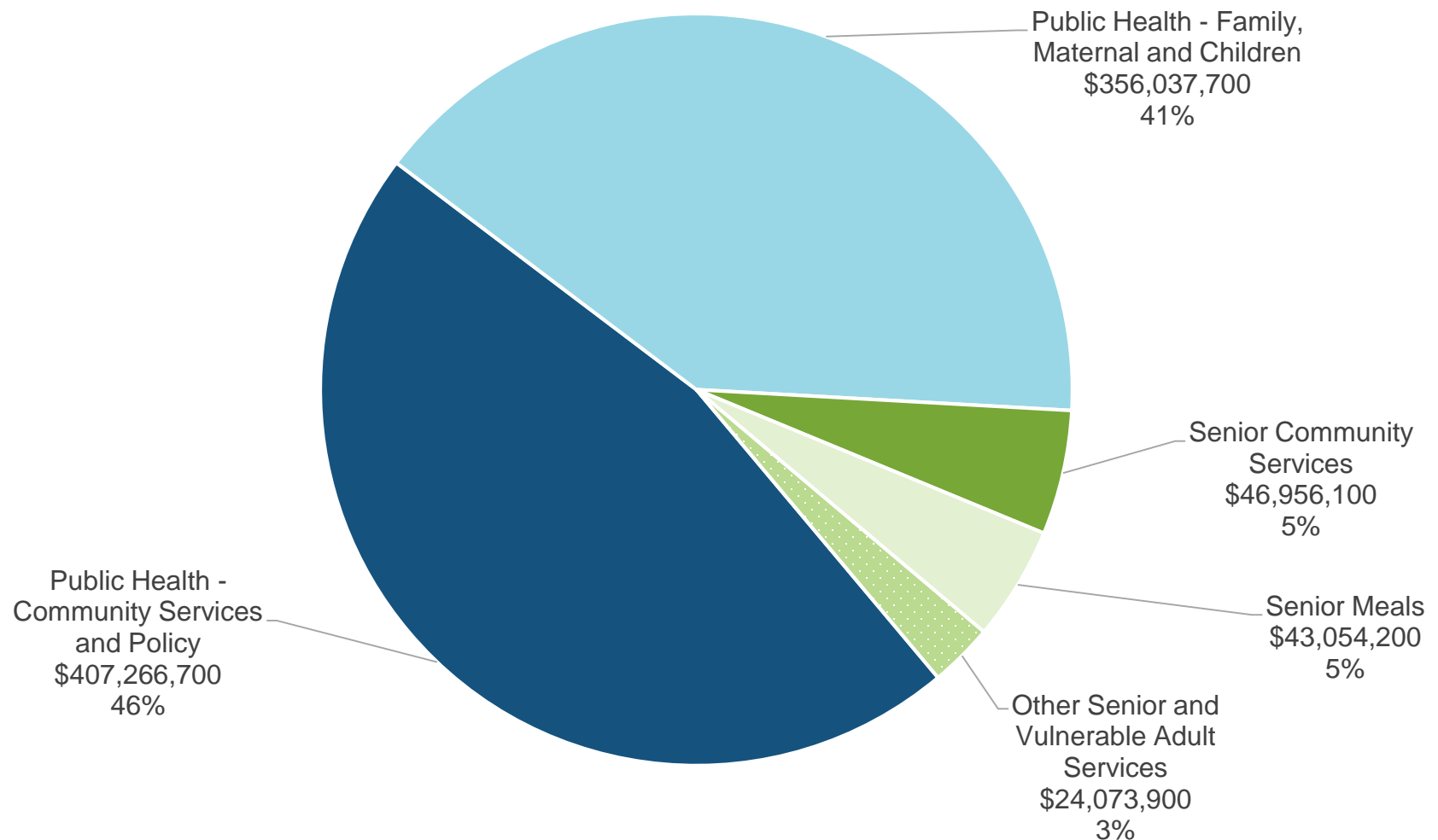
Senior home-delivered and congregate meals

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

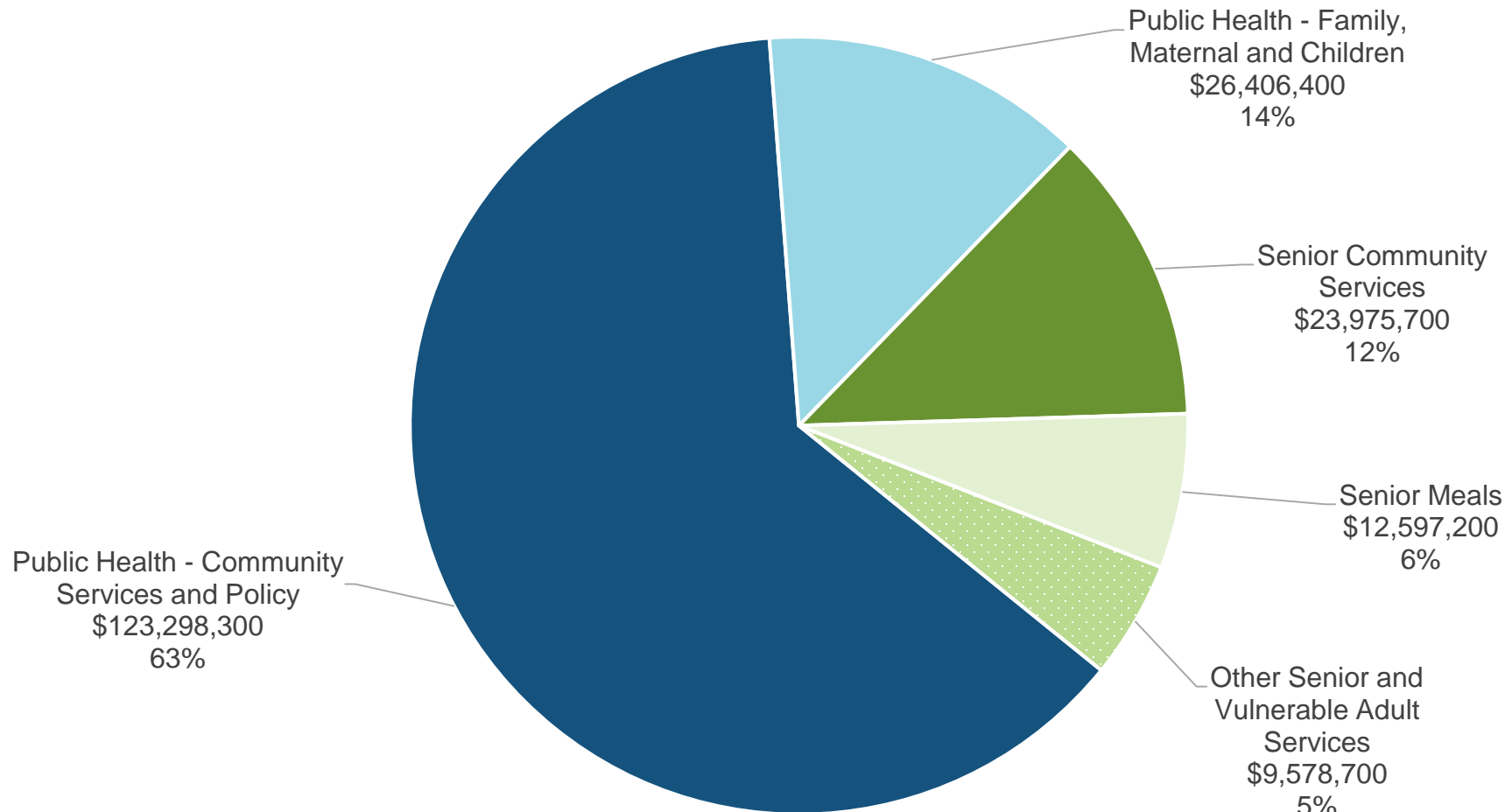
FY 2020-21 Gross Appropriations by Areas for Population Health and Aging and Adult Services

\$753.3 million supports population health community and family services, and **\$114.1 million** supports services for Michigan's senior population.



FY 2020-21 GF/GP Appropriations by Areas for Population Health and Aging and Adult Services

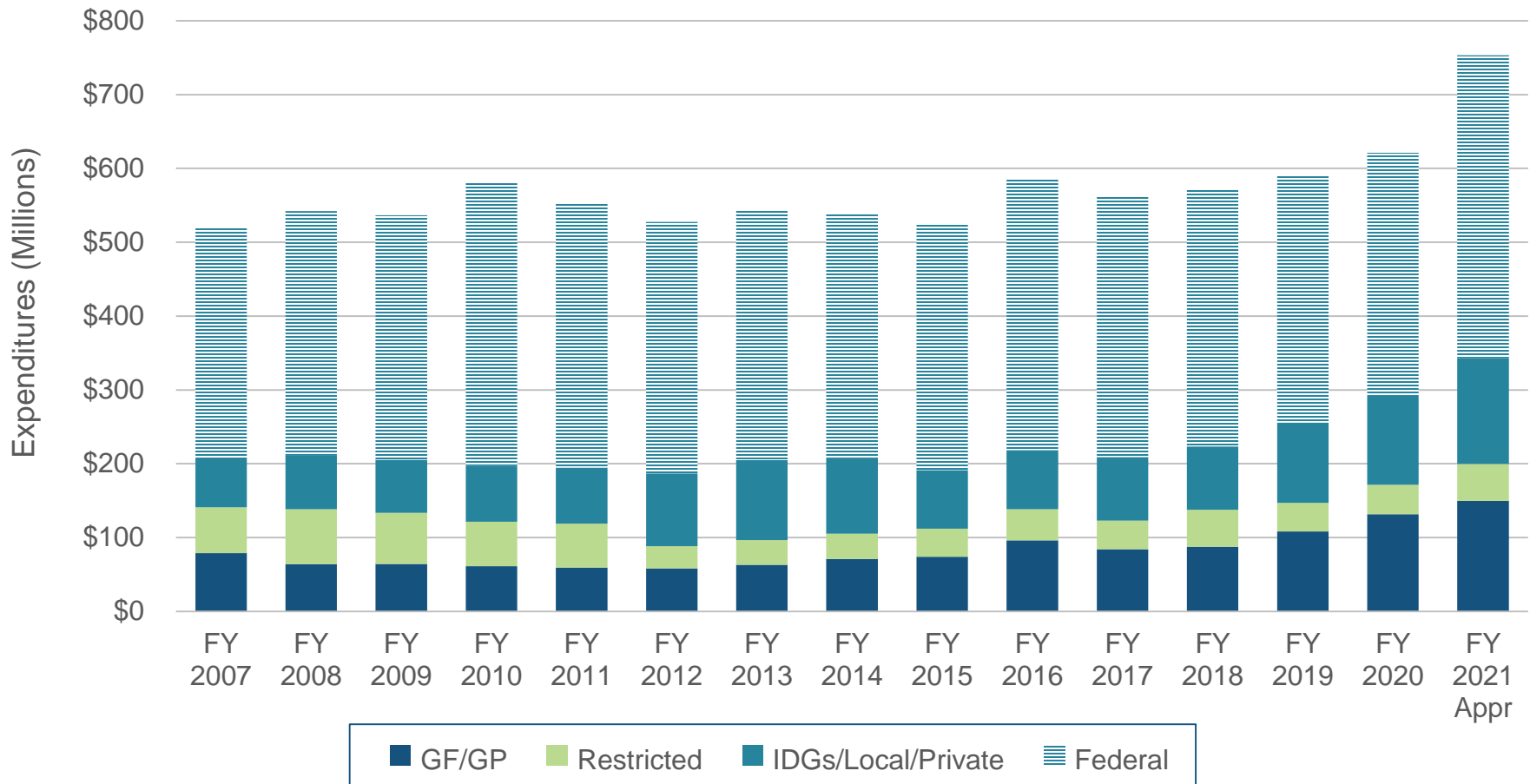
\$149.7 million GF/GP supports population health community and family services, and **\$46.2 million** GF/GP supports services for seniors.



Major Budget Topics – POPULATION HEALTH

Funding History for Population Health

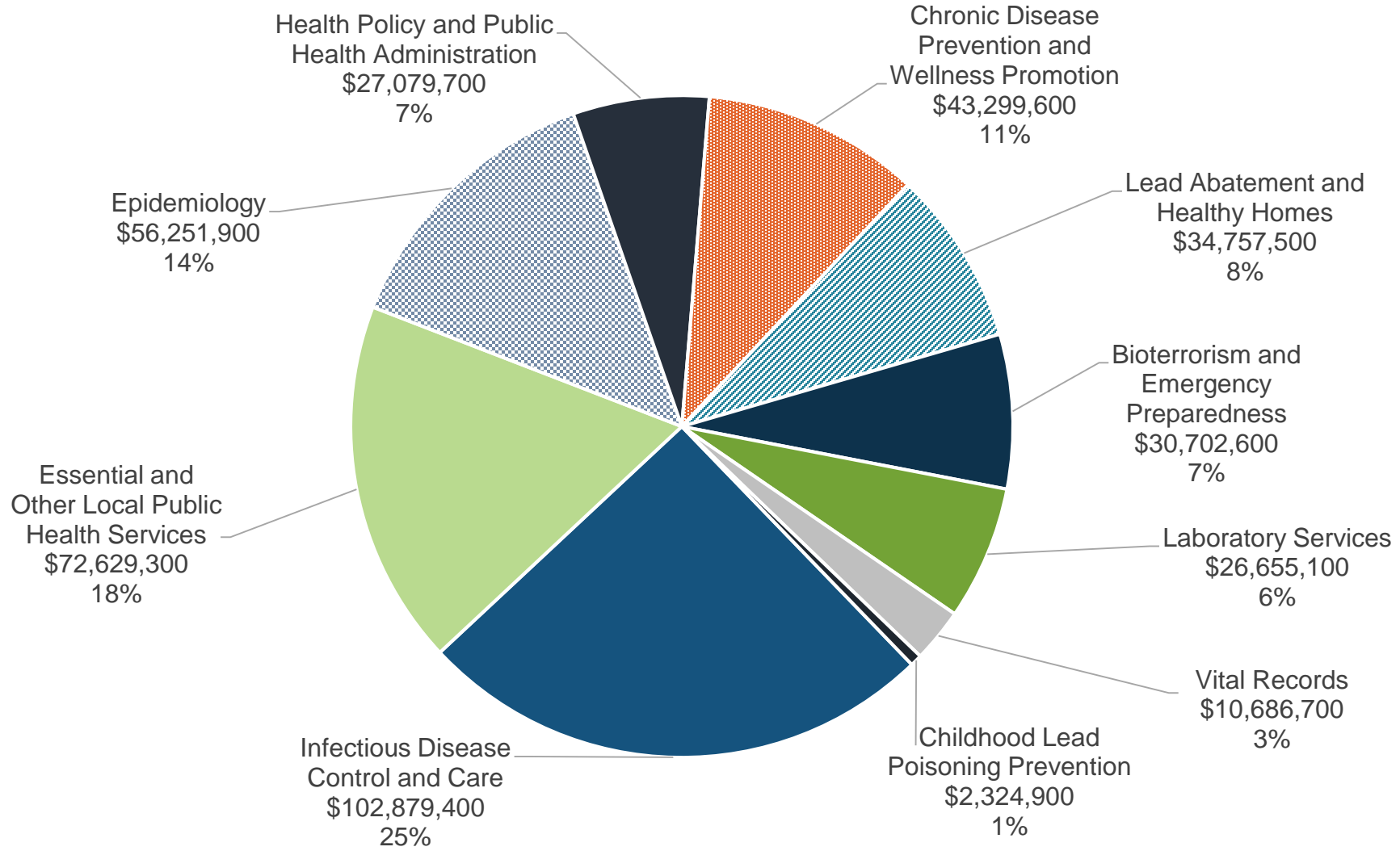
FY 2020-21 appropriations of \$753.3 million for population health include state-funded expansion of maternal, prenatal, and child health, and increases for AIDS care, laboratory, and epidemiology primarily from private pharmaceutical rebate revenue and federal grant funds. Flint drinking water emergency funding since FY 2015-16 is included in this chart.



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.

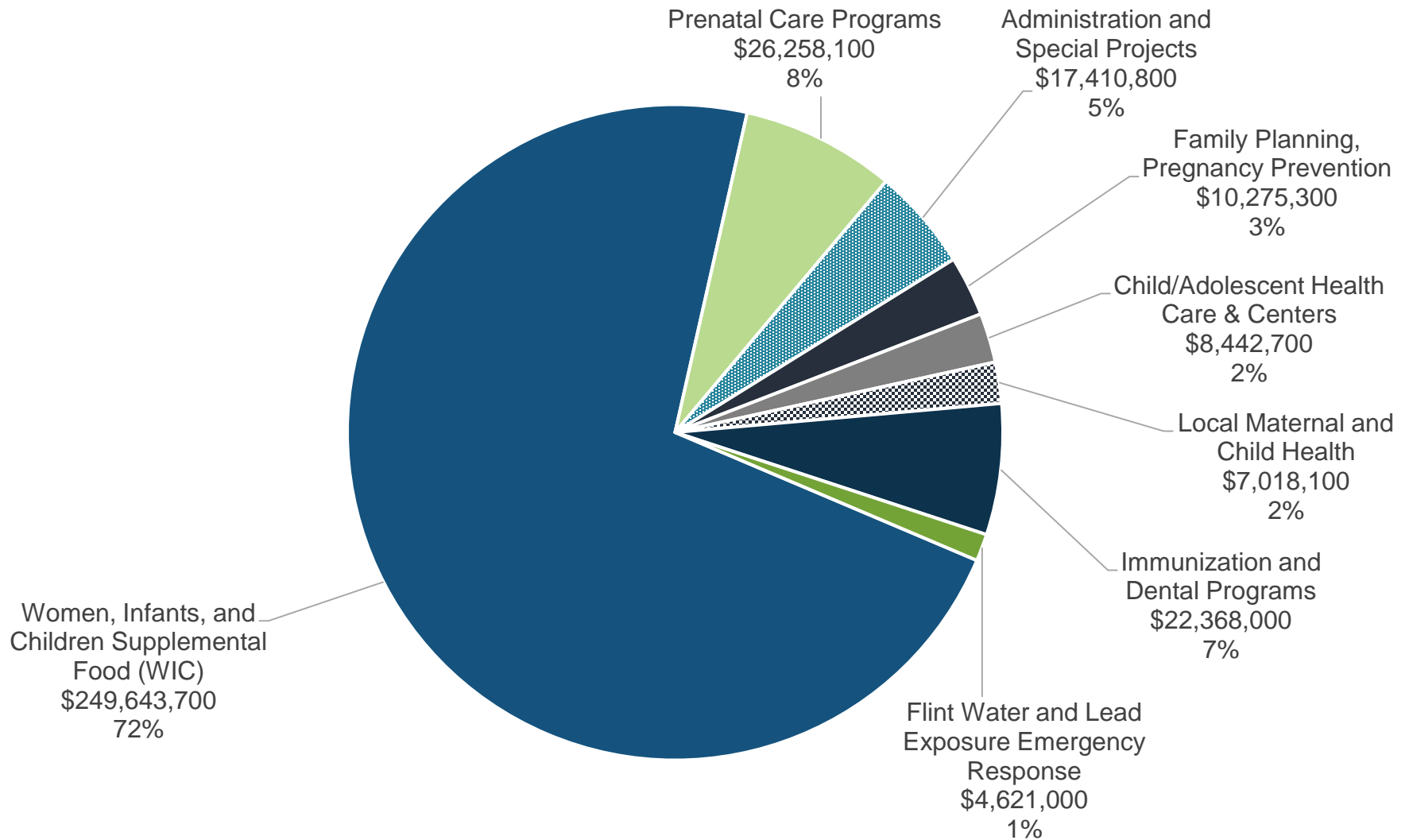
Overview By Program FY 2020-21 for Community Public Health Services

The DHHS population health budget includes **\$407.3 million** Gross (**\$123.3 million** GF/GP) for the following community public health programs.



Overview By Program FY 2020-21 for Family, Maternal, and Children's Public Health

The DHHS population health budget includes **\$346.0 million** gross (**\$26.4 million** GF/GP) for the following family, maternal, and children's public health services.



FY 2020-21 Budget Changes for Population Health – *Community Public Health Services*

- AIDS programs funding authorization increase of **\$32.8 million** Gross (**\$2.8 million** federal, **\$30.0 million** private) to align with actual revenue and expenditures
- New **\$7.0 million** federal grant to improve opioid overdose data collection and quality, to better address current drug overdose epidemic
- New **\$1.0 million** federal grant for PFAS health studies
- Laboratory – **\$1.5 million** increase of restricted funds for newborn screening testing equipment, and new **\$1.0 million** federal grant for targeted biomonitoring assessment
- Epidemiology and laboratory capacity federal grant increase of **\$1.4 million**
- Reallocate **\$1.5 million** federal Preventive Health Block Grant funds to 7 projects
- New funding of **\$750,000** GF/GP for bone marrow donor and blood bank programs
- Increase of **\$200,000** private funding for breast cancer prevention and treatment
- New funding of **\$70,000** GF/GP for rare disease review committee and **\$25,000** for free family emergency readiness public events
- New one-time **\$2.0 million** GF/GP for a Lead Poisoning Prevention Fund for low-cost loans to homeowners and landlords for lead hazard remediation

FY 2020-21 Budget Changes for Population Health – *Community Public Health Services*

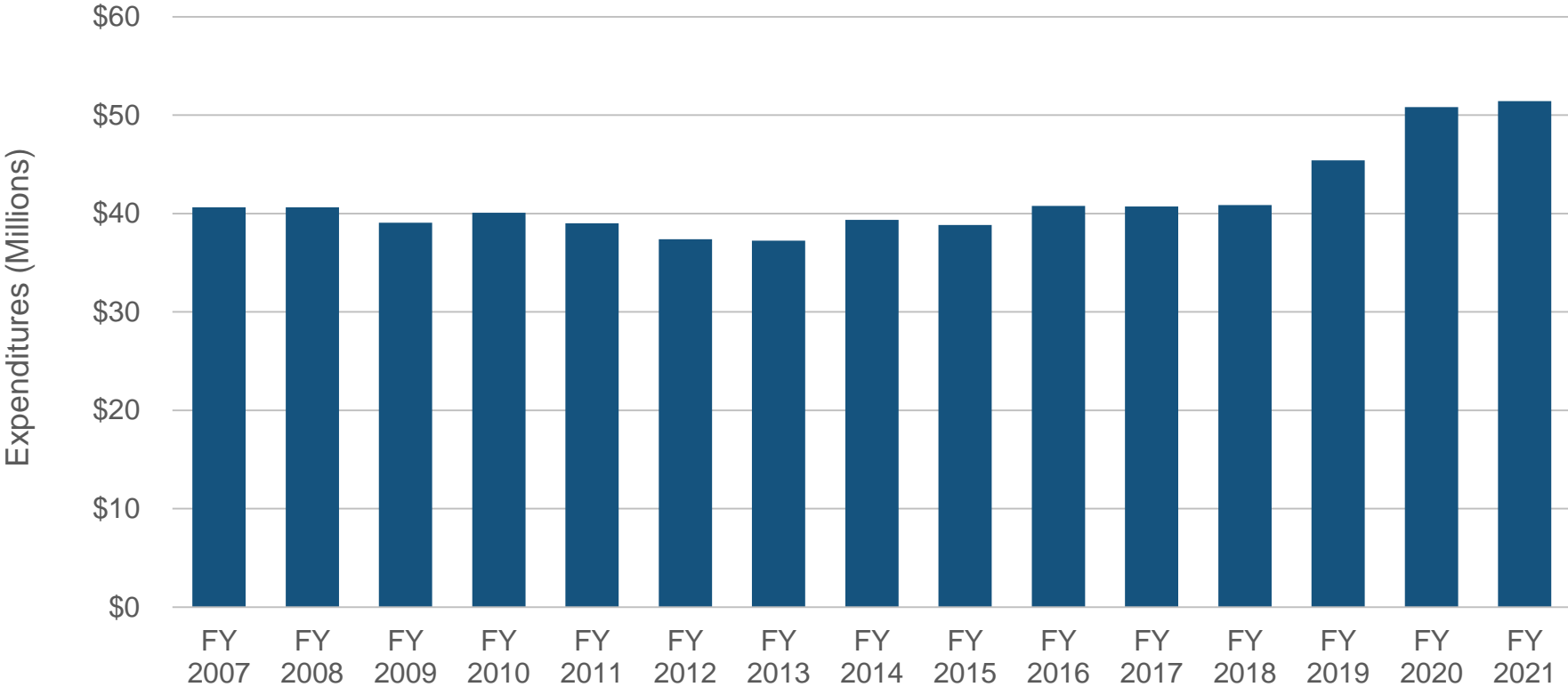
- New one-time **\$100,000** GF/GP for nonprofit vision clinic services
- Continue one-time **\$300,000** GF/GP for healthy communities grant program
- Transfer from one-time to ongoing **\$4.6 million** GF/GP for continuation of services and support to address City of Flint drinking water and lead exposure emergency
- **\$1.0 million** GF/GP reduction to Michigan essential health provider program
- **\$500,000** GF/GP reduction to school children’s healthy exercise program
- **\$1.0 million** GF/GP reduction to public health initiatives for communities with lead level exceedances related to revised lead and copper rules
- Additional reductions for **\$1.6 million** GF/GP savings from: PFAS programs, HIV program fund shift, and various Michigan Public Health Institute contracts
- Eliminate **\$10 million** for completed federal State Innovation Model (SIM) grant and one-time **\$3.0 million** GF/GP to 5 SIM community health innovation regions (CHIRs)
- Eliminate one-time **\$250,000** GF/GP for suicide prevention commission
- Eliminate one-time **\$3.4 million** GF/GP for statewide lead exposure response and abatement

FY 2020-21 Budget Changes for Population Health – *Family, Maternal, and Children’s Public Health*

- **\$4.9 million** GF/GP increase for expansion of maternal and infant health and support programs within the public health portion of the budget including an increase in home visits for high risk mothers, an integrated home visit management system, and enhancement of mental health consultation services for home visit participants; program enhancements across DHHS total \$23.5 million Gross (\$12.6 million GF/GP)
- **\$8.4 million** increase for expanded child and adolescent health care center and emotional health services in schools, originating from the state School Aid Fund and included as a new line item; also appropriated in FY 2019-20 supplemental
- **\$500,000** federal grant increase for family planning services
- New one-time funding of **\$1.0 million** GF/GP for rapid whole genome sequencing testing for critically ill infants and children through Spectrum Children’s Hospital
- **\$40,000** GF/GP reduction to prenatal care home visit program
- **\$500,000** reduction to recognize completion of federal oral health workforce grant

Funding History – Essential Local Public Health Services

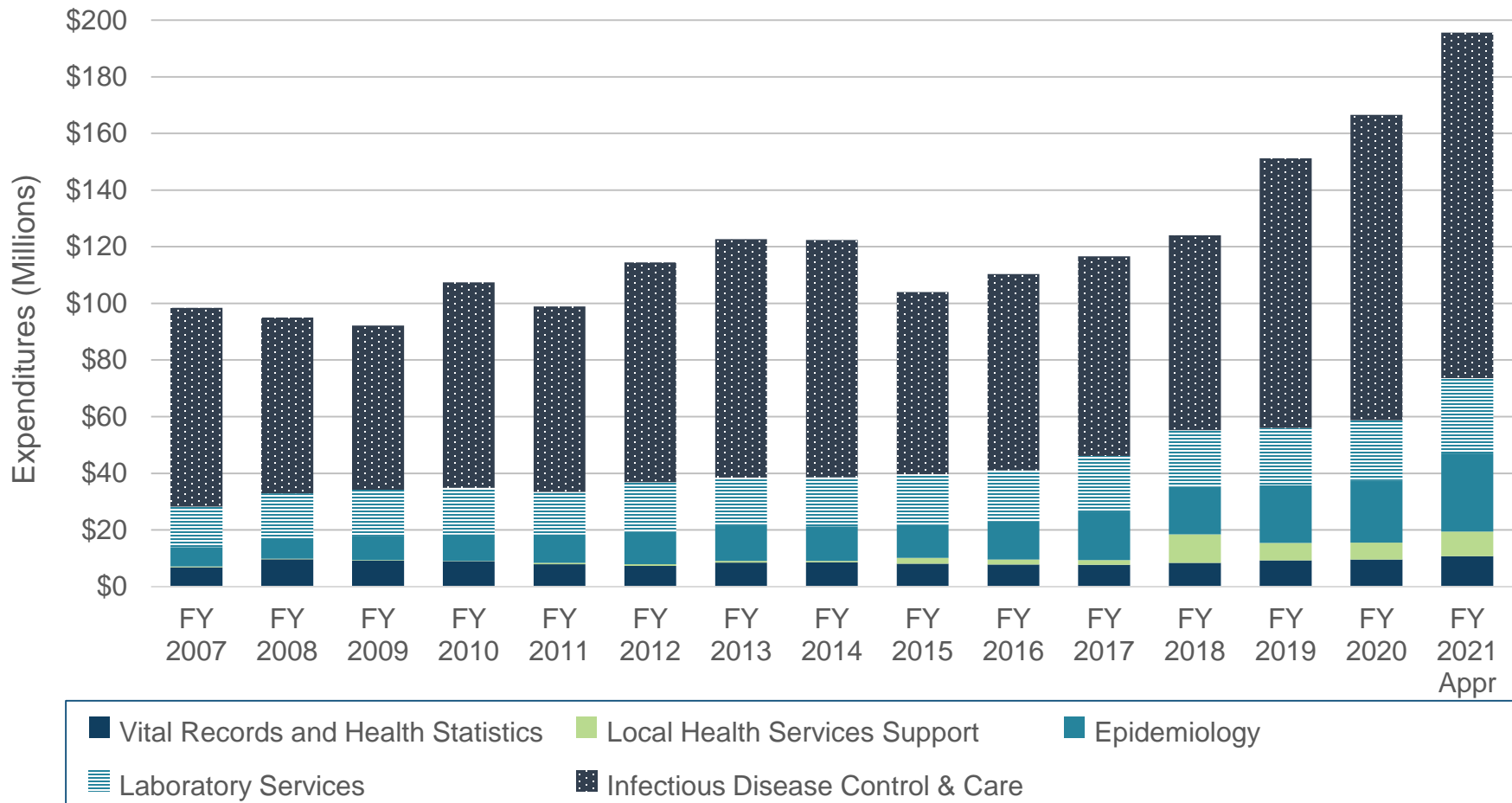
Essential Local Public Health Services funding is distributed to local health departments to support required local public health services including infectious disease control, food and water protection, and hearing and vision screening for school children. Funding is 90% GF/GP; a new distribution formula was implemented beginning FY 2019-20.



Note: Public Act 616 of 2018 establishes a new \$10 million annual allocation of use tax funding to local health departments for essential services, paid through the Local Community Stabilization Authority beginning November 2019. This amount is not part of the state budget.

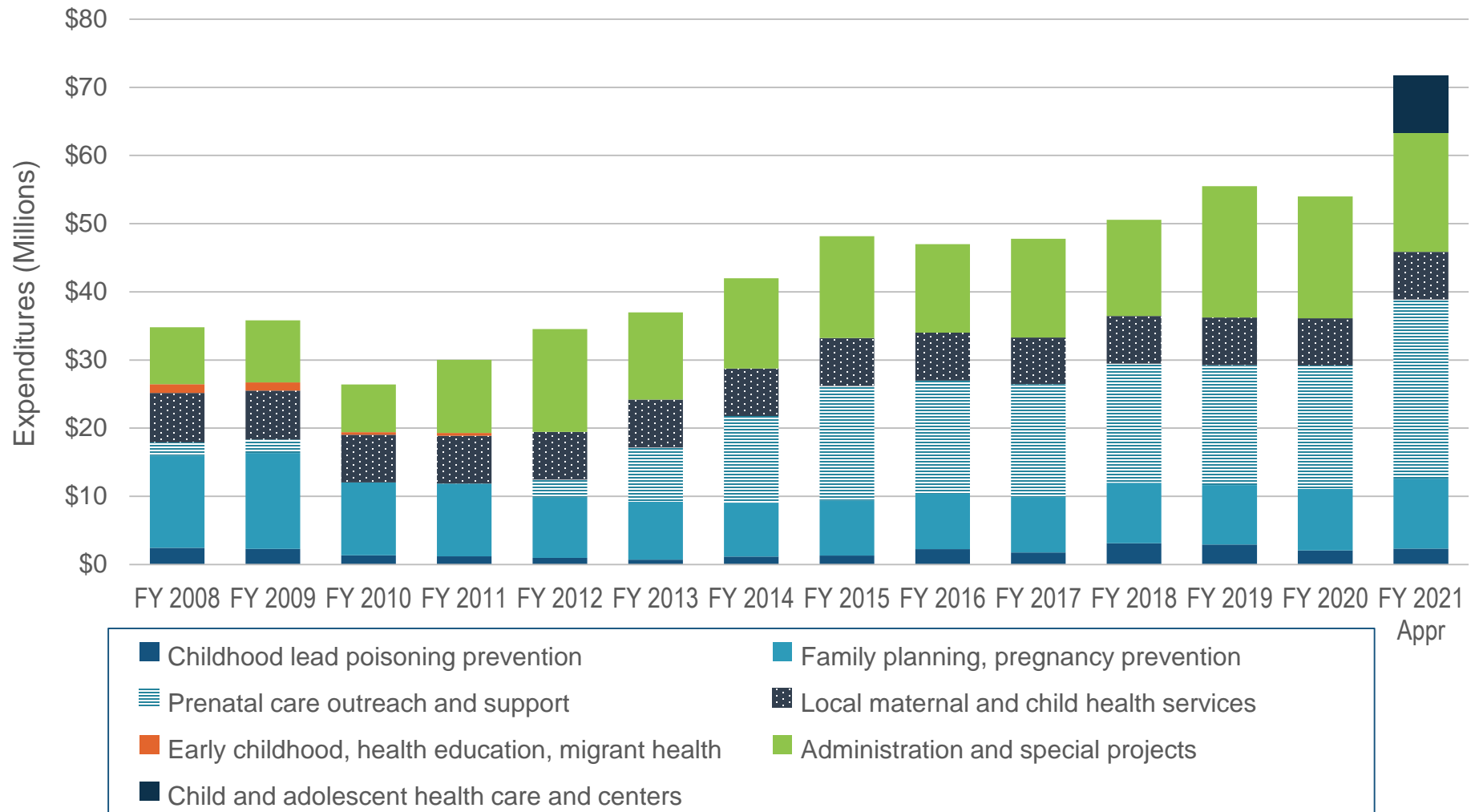
Funding History by Program Areas – Key Population Health Services

Funding for key state and local population health functions of infectious disease surveillance and control, laboratory services, local health services, and vital records has increased over the past 15 years. Recent increases include state emergency response funding, and private and federal funds for AIDS and HIV prevention and care, laboratory, and epidemiology.



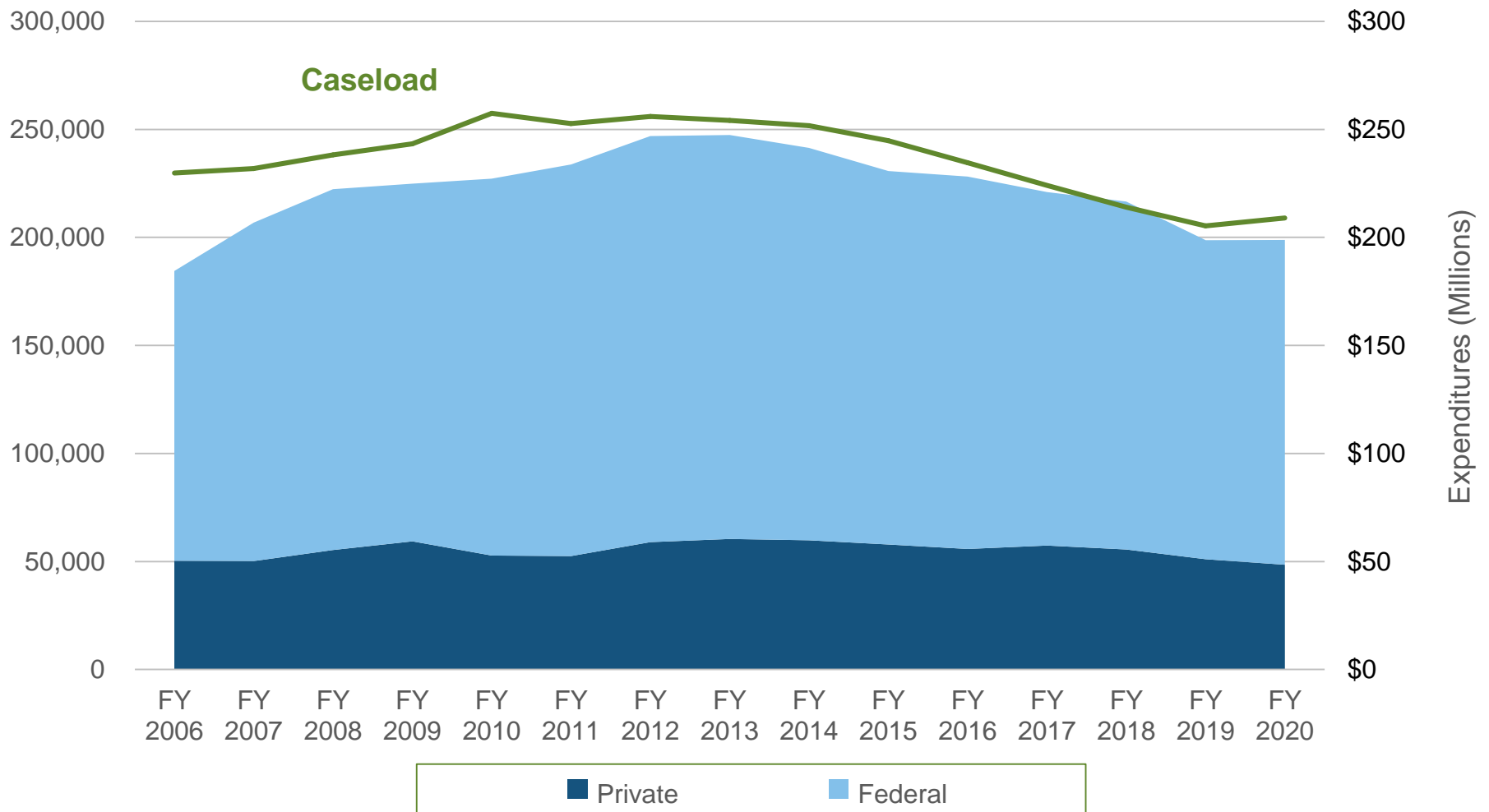
Funding History by Program Areas - Family, Maternal, and Children's Public Health

New initiatives for child and adolescent health services and Healthy Moms, Healthy Babies as well as prenatal program funding increases continue an upward funding trend for public health family, maternal, and children's health programs since FY 2011-12.



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

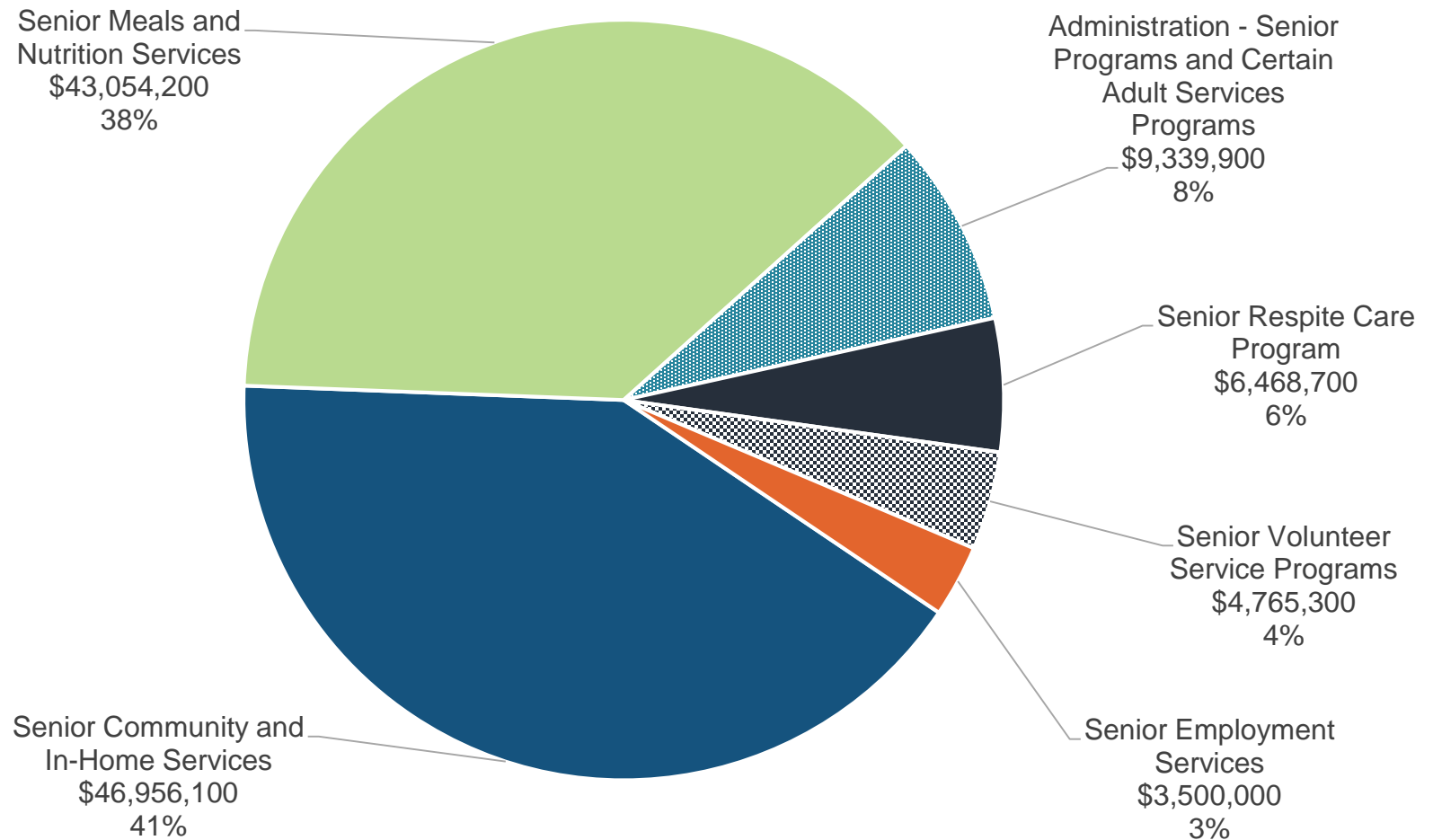
WIC caseload reflects an increase in FY 2019-20 due to the economic effects of the coronavirus pandemic after 7 years of decline. Federal funds and infant formula manufacturer rebates support WIC monthly supplemental food benefits for nutritionally at-risk mothers, infants, and small children, averaging 214,000 participants in FY 2019-20.



Major Budget Topics – AGING AND ADULT SERVICES

Overview By Program FY 2020-21 Aging and Adult Services Agency

The DHHS budget includes **\$114.1 million** gross (**\$46.2 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

- **\$700,000** federal grant increase for supportive services
- **\$40,000** GF/GP for a new senior call check pilot program for voluntary regular contact with participating seniors
- One-time **\$150,000** GF/GP funding for a grant program for health-related senior programs at senior citizen centers

Senior Meals and Nutrition Services

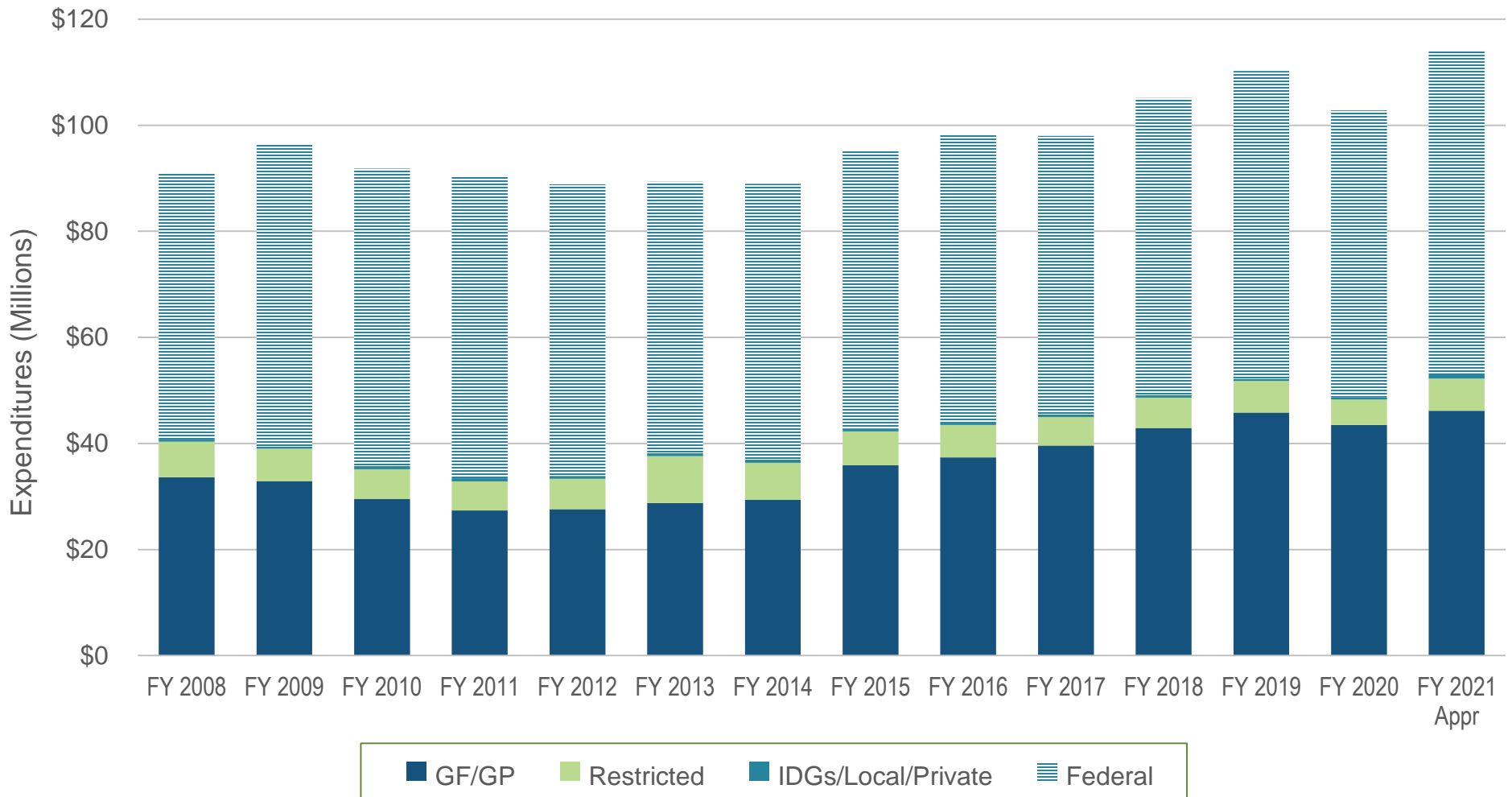
- **\$800,000** federal grant increase for congregate meals and home-delivered meals and nutrition services

Administration for Senior Programs

- New **\$500,000** private grant to improve the health of individuals receiving public long-term care supports and services, from the Michigan Health Endowment Fund Corporation for 2 years

Funding History for Aging and Adult Services

Recent growth in funding for senior programs includes federal and GF/GP funds for community and in-home services, federal funds for meals and nutrition services, and one-time GF/GP funds. Some underspending occurred in FY 2019-20 due to the coronavirus pandemic and the availability of additional federal funding not shown here.



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

HFA Resources

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

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