



**May Revision Highlights
Fiscal Year 2018-19**

California Department of Public Health

**Edmund G. Brown Jr.
Governor
State of California**

**Diana S. Dooley
Secretary
California Health and Human Services Agency**

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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 May Revision provides \$3.16 billion for the support of Public Health programs and services, a decrease of 0.9 percent from the 2018-19 Governor's Budget. Of the amount approved, \$1.01 billion is for State Operations and \$2.15 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*

General Fund**	\$135,537	\$137,923	\$137,923	0.0%
Federal Funds	\$1,594,078	\$1,589,349	\$1,543,368	-2.9%
Special Funds & Reimbursements	\$1,491,464	\$1,462,221	\$1,479,886	1.2%
Total Funds	\$3,221,079	\$3,189,493	\$3,161,177	-0.9%

*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*

State Operations by Program					
Program Title	Program	2017-18 Enacted Budget	2018-19 Governor's Budget	2018-19 May Revision	% Change from 2018-19 Governor's Budget
Public Health Emergency Preparedness	4040	\$31,278	\$31,975	\$31,975	0.0%
Public and Environmental Health	4045	\$680,153	\$666,179	\$682,245	2.4%
Licensing & Certification	4050	\$277,606	\$291,786	\$294,455	0.9%
Administration	9900100	\$44,724	\$47,710	\$47,710	0.0%
Distributed Administration	9900200	-\$44,724	-\$47,710	-\$47,710	0.0%
Total State Operations		\$989,037	\$989,940	\$1,008,675	1.9%

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

State Operations by Fund Source				
Fund Source	2017-18 Enacted Budget	2018-19 Governor's Budget	2018-19 May Revision	% Change from 2018-19 Governor's Budget
General Fund	\$90,335	\$91,352	\$91,352	0.0%
Federal Fund	\$305,702	\$316,814	\$316,814	0.0%
Special Funds & Reimbursements	\$593,000	\$581,774	\$600,509	3.2%
Total State Operations	\$989,037	\$989,940	\$1,008,675	1.9%

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

Local Assistance

Dollars in thousands*

Local Assistance by Program					
Program Title	Program	2017-18 Enacted Budget	2018-19 Governor's Budget	2018-19 May Revision	% Change from 2018-19 Governor's Budget
Public Health Emergency Preparedness	4040	\$61,859	\$64,055	\$64,055	0.0%
Public and Environmental Health	4045	\$2,169,565	\$2,134,880	\$2,087,829	-2.2%
Licensing and Certification	4050	\$618	\$618	\$618	0.0%
Total Local Assistance		\$2,232,042	\$2,199,553	\$2,152,502	-2.1%

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

Local Assistance by Fund Source				
Fund Source	2017-18 Enacted Budget	2018-19 Governor's Budget	2018-19 May Revision	% Change from 2018-19 Governor's Budget
General Fund	\$45,202	\$46,571	\$46,571	0.0%
Federal Fund	\$1,288,376	\$1,272,535	\$1,226,554	-3.6%
Special Funds & Reimbursements	\$898,464	\$880,447	\$879,377	-0.1%
Total Local Assistance	\$2,232,042	\$2,199,553	\$2,152,502	-2.1%

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Capital Outlay

Dollars in thousands*

Capital Outlay by Program				
Program Title	2017-18 Enacted Budget	2018-19 Governor's Budget	2018-19 May Revision	% Change from 2018-19 Governor's Budget
Capital Outlay	\$0	\$4,866	\$4,866	0.0%
Total Local Assistance	\$0	\$4,866	\$4,866	0.0%

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

Capital Outlay by Fund Source				
Fund Source	2017-18 Enacted Budget	2018-19 Governor's Budget	2018-19 May Revision	% Change from 2018-19 Governor's Budget
General Fund	\$0	\$4,866	\$4,866	0.0%
Total Local Assistance	\$0	\$4,866	\$4,866	0.0%

*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, and 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.

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 May Revision 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.

Tobacco Prevention and Control Programs Account

\$3,522,000 TF
\$3,522,000 OF

The May Revision reflects an increase of \$3.5 million in Tobacco Prevention and Control Programs Account (Fund 3322) as a result of updated Proposition 56 revenue projections. These increases includes \$1.3 million for Media Campaign, \$1.4 million for Competitive Grants (Support and Local Assistance), and \$900,000 for Evaluation.

Proposition 99 Health Education Account

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

The May Revision 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 million for Competitive Grants (Local Assistance) and \$122,000 for State Administration.

Proposition 99 Unallocated Account

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

The May Revision 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.

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:

2017-18 Budget Adjustments

ADAP Drug Assistance Program (ADAP) May Revision Estimate

-\$6,167,000 TF

-\$6,167,000 OF

The May Revision Estimate reflects a decrease of \$6.2 million in ADAP Rebate Fund (Fund 3080) expenditure authority in Local Assistance. This decrease is primarily due to a projected decrease in caseload.

2018-19 Budget Adjustments

ADAP May Revision Estimate

-\$2,330,000 TF

-\$2,330,000 OF

The May Revision Estimate 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.

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:

2017-18 Budget Adjustments

GDSP May Revision Estimate

-\$293,000 TF

-\$293,000 OF

The May Revision Estimate reflects a decrease of \$293,000 in Genetic Disease Testing Fund (Fund 0203) expenditure authority in Local Assistance. The decrease is due to updated actual caseload numbers for prenatal and newborn tests and updated live birth projections from the Department of Finance's (DOF) Demographic Research Unit (DRU)

WIC Program May Revision Estimate

-\$30,548,000 TF
-\$30,548,000 OF

The May Revision Estimate reflects a decrease of \$30.5 million in WIC expenditure authority in Local Assistance. This includes a decrease of \$29.9 million in Federal Trust Fund (Fund 0890) and a decrease of \$615,000 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 (CPI) rate for food at home.

2018-19 Budget Adjustments **GDSP May Revision Estimate**

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

The May Revision Estimate 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 DOF DRU.

WIC Program May Revision Estimate

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

The May Revision Estimate reflects a decrease of \$47.1 million in WIC expenditure authority in Local Assistance. This includes a decrease of \$46 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 CPI rate for food at home.

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 May Revision 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. A major budget adjustment includes:

Health Care Licensing and Oversight

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

The May Revision 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.