

HUMAN SERVICES - OTHER

Agency 303

**Department of Health
Recommendation Summary**

Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
2017-19 Original Appropriations	1,775.4	143,907	1,090,344	1,234,251
Maintenance Other Changes:				
1. Reduce Expenditure Authority	0.0	0	(15,177)	(15,177)
2. Public Disclosure Impacts	5.0	836	213	1,049
3. Rural Health Proviso	0.0	500	0	500
4. Technical Adjustments	1.7	769	178	947
Maintenance -- Other Total	6.7	2,105	(14,786)	(12,681)
Maintenance Comp Changes:				
5. Move Pension Fund Shift to Agencies	0.0	(3,821)	3,821	0
6. Updated PEBB Rate	0.0	(176)	(884)	(1,060)
7. Wellness \$25 Gift Card	0.0	0	4	4
8. Paid Family Leave--Employer Premium	0.0	5	16	21
Maintenance -- Comp Total	0.0	(3,992)	2,957	(1,035)
Maintenance Central Services Changes:				
9. Audit Services	0.0	(6)	(30)	(36)
10. Legal Services	0.0	(2)	(21)	(23)
11. CTS Central Services	0.0	(3)	(14)	(17)
12. DES Central Services	0.0	0	2	2
13. OFM Central Services	0.0	6	34	40
14. Workers' Compensation	0.0	(20)	(58)	(78)
15. DES Rate Compensation Changes	0.0	2	14	16
Maintenance -- Central Svcs Total	0.0	(23)	(73)	(96)
Total Maintenance Changes	6.7	(1,910)	(11,902)	(13,812)
2017-19 Maintenance Level	1,782.1	141,997	1,078,442	1,220,439
Policy Other Changes:				
16. Opioid Response: Data Tracking	5.1	1,817	0	1,817
17. Behavioral Health Integration	4.2	1,009	0	1,009
18. Contract for Hospital Patient Data	0.0	556	0	556
19. Backfill Early Hearing Program	0.0	124	0	124

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Dollars in Thousands	Annual FTEs	General Fund State	Other Funds	Total Funds
20. Federal Funding Adjustments	19.8	0	0	0
21. Continue Online License Effort	0.0	0	468	468
22. Expand Newborn Screening Panel	1.3	0	683	683
23. Ensure Water System Workforce	0.7	0	168	168
Policy -- Other Total	31.0	3,506	1,319	4,825
Policy Comp Changes:				
24. PERS & TRS Plan 1 Benefit Increase	0.0	23	109	132
Policy -- Comp Total	0.0	23	109	132
Policy Transfer Changes:				
25. Behavioral Health Transfer	11.0	1,386	1,181	2,567
Policy -- Transfer Total	11.0	1,386	1,181	2,567
Policy Central Services Changes:				
26. Legal Services	0.0	3	30	33
27. CTS Central Services	0.0	20	104	124
28. DES Central Services	0.0	5	34	39
29. OFM Central Services	0.0	18	95	113
30. CTS Fee for Service Adjustment	0.0	3	16	19
Policy -- Central Svcs Total	0.0	49	279	328
Total Policy Changes	42.0	4,964	2,888	7,852
2017-19 Policy Level	1,824.0	146,961	1,081,330	1,228,291

POLICY CHANGES

1. Reduce Expenditure Authority

Expenditure authority is reduced to align with revenue projections. (Universal Vaccine Purchase Account-Non-Appr; Youth Tobacco Prevention Account-State)

2. Public Disclosure Impacts

Funding is provided for additional public disclosure staffing to accommodate the requirements mandated by Chapter 303, Laws of 2017. (General Fund-State; Health Professions Account-State)

3. Rural Health Proviso

Funding is provided for the Department of Health (DOH) to contract with a nongovernmental entity to address health disparities in rural communities. (General Fund-State)

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4. Technical Adjustments

Funding is provided to make technical corrections to the agency budget for bills that passed in the 2017 legislative session but were unfunded. (General Fund-State; Health Professions Account-State)

5. Move Pension Fund Shift to Agencies

In the enacted 2017-19 budget, the Legislature shifted a portion of General Fund pension costs to the Pension Funding Stabilization Account, and instructed the Office of Financial Management to allocate this change to agency budgets. This item implements that requirement. (General Fund-State; Pension Funding Stabilization Account-State)

6. Updated PEBB Rate

The funding rate for the Public Employees' Benefits Board (PEBB) insurance program is adjusted for fiscal year 2019 to reflect updated actuarial projections, administrative costs and payments to third-party administrators. The funding is sufficient for a new virtual diabetes prevention program and a change in the waiting period for dental crown replacements in the Uniform Dental Program (UDP) from seven to five years. The change would bring UDP into alignment with the current waiting period in the managed dental plans. This reduces the fiscal year 2019 funding rate from \$957 per month to \$906. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

7. Wellness \$25 Gift Card

Some employees are eligible, under the terms of their collective bargaining agreements, to earn a \$25 gift card after completing a health risk assessment. This item provides funding for agencies to pay the employer's share of Social Security and Medicare taxes on the gift cards. (General Fund-Federal; Health Professions Account-State)

8. Paid Family Leave--Employer Premium

A paid family and medical leave program was created by Chapter 5, Laws of 2017, 3rd Special Session. Beginning January 1, 2019, the state, as an employer, will be responsible for payment of employer premiums for employees not covered by a collective bargaining agreement. This item provides funding for this obligation. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

9. Audit Services

Agency budgets are adjusted to reflect each agency's allocated share of charges for state government audits. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

10. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

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11. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways and geospatial imaging services. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

12. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (Health Professions Account-State)

13. OFM Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Office of Financial Management for the One Washington project. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

14. Workers' Compensation

Agency budgets are adjusted to reflect each agency's estimated charges from the Department of Labor and Industries for workers' compensation. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

15. DES Rate Compensation Changes

Funding is provided to cover compensation and central service cost increases that were included in the 2017-19 biennial budget in lines of business at the Department of Enterprise Services that have a fee for service structure. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

16. Opioid Response: Data Tracking

This item is part of a multi-agency package to build infrastructure to prevent opioid-related overdose deaths in the state. Specific investments within DOH include increased access to the Prescription Monitoring Program (PMP), and a requirement that all prescribers and pharmacists check the prescription monitoring program prior to prescribing or dispensing a controlled substance. Other data system improvements will allow for increased coordination among medical professionals, service providers and DOH. (General Fund-State)

17. Behavioral Health Integration

Funding is provided to integrate the behavioral health certification and licensing program with the other professional management systems and processes at DOH, which will require updates to information technology systems, updates to rules and procedures, and relocation of existing staff. (General Fund-State)

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Department of Health (cont.)**Recommendation Summary****18. Contract for Hospital Patient Data**

Funding is provided to replace the Comprehensive Hospital Abstract Reporting System (CHARS) which reaches the end of its lifecycle in 2019. CHARS collects record-level hospital data and is used to identify and analyze hospitalization and other trends. (General Fund-State)

19. Backfill Early Hearing Program

New restrictions on federal grant funds used to operate the Early Hearing Detection, Diagnosis and Intervention (EHDDI) program have resulted in an emergent funding shortfall. Funding is provided to maintain the program while the Department of Health (DOH) concurrently develops a long-term funding strategy to ensure program sustainability. (General Fund-State)

20. Federal Funding Adjustments

Expenditure authority is adjusted to align with current federal grant funding.

21. Continue Online License Effort

One-time expenditure authority is provided in fiscal year 2018 to continue the Online Licensing and Information Collection project. Additional authority reflects the unspent authority from delays in the prior biennia when vendor contract issues emerged during development of the online license application. The project is now scheduled to be completed by March 2018. (Health Professions Account-State)

22. Expand Newborn Screening Panel

Authority is provided for the department to collect fees necessary to conduct blood testing for Pompe disease and MPS-I as part of the mandatory newborn screening panel. (General Fund-Local)

23. Ensure Water System Workforce

Funding is provided to increase opportunities for training and internships/apprenticeships, and to make quality improvements to the application and renewal process for drinking water system operators and those interested in joining this workforce. (Waterworks Operator Certification-State)

24. PERS & TRS Plan 1 Benefit Increase

For eligible Public Employees' and Teachers' Retirement System Plan 1 members, this item provides a one-time ongoing increase of 3%, up to a maximum of \$62.50 per month. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

25. Behavioral Health Transfer

Effective July 1, 2018, the Behavioral Health Certification and Licensing program will transfer from the Department of Social and Health Services to the Department of Health. (General Fund-State; General Fund-Federal; General Fund-Local)

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26. Legal Services

Agency budgets are adjusted to reflect each agency's anticipated share of legal service charges. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

27. CTS Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Consolidated Technology Services Agency (WaTech) for the Office of the Chief Information Officer, Office of Cyber Security, state network, enterprise systems, security gateways and geospatial imaging services. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

28. DES Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Department of Enterprise Services (DES) for campus rent, utilities, parking and contracts; a capital project surcharge; financing cost recovery; public and historic facilities; real estate services; risk management services; small agency financial and human resource services; personnel service rates; the Perry Street child care center; and the department's enterprise applications. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

29. OFM Central Services

Agency budgets are adjusted to reflect each agency's allocated share of charges from the Office of Financial Management for the One Washington project. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)

30. CTS Fee for Service Adjustment

Rates for wireless, virtual private network, and server infrastructure services are increased effective January 1, 2018 to align revenues with WaTech's cost of providing services. Monthly rates per device or service will increase for wireless to \$50, Centrex services to \$45 and virtual private network to \$285 per tunnel per month with a \$500 setup fee. (General Fund-State; General Fund-Federal; General Fund-Local; other accounts)