AFY2013 and FY2014 Budget Presentation

Joint Appropriations Committee
January 24, 2013
Governor’s Strategic Goals for Georgia

**EDUCATED**
Developing life-, college-, and work-ready students

**MOBILE**
Transporting people and products in a 21st century Georgia

**GROWING**
Creating jobs and growing businesses

**HEALTHY**
Accessible care and active lifestyles

**SAFE**
Protecting the public’s safety and security

**RESPONSIBLE & EFFICIENT GOVERNMENT**
Fiscally sound, principled, conservative

*We Protect Lives.*
Health and Economic Development

Unhealthy Communities
• Dangerous roadways
• Lack access to affordable, healthy foods
• Unsafe and inaccessible parks

Unhealthy Economy
• High health care expenditures
• Lost productivity
• Less community investment

Unhealthy People
• Obesity
• Diabetes
• Heart disease
• Cancer

Source:
New York Academy of Medicine “Health & Economic Development”
http://www.nyam.org/dash-ny/pdfs/NYAM_HealthEcoDev.pdf
Accessed 10/22/2012
Purpose of Public Health

PROTECT THE LIVES OF GEORGIANS

*For example...*

- Fungal Meningitis
- Statewide School based Flu program
- Mass Dispensing Improvement (Emergency Preparedness)
  - *Currently at 96% of CDC requirements, up from 24% in 2007*

DECREASE HEALTHCARE COSTS FOR GEORGIA

- Reduce Premature Birth
  - Reduce 39 week Elective Delivery through public-private collaboration – From 65% in 2009 to 4.12% in September 2012
    - $191 million - Potential Cost Savings based on 2010 birth data

- Centering Program in Dougherty County
  - Preterm Birth %:
    - All Centering Participants 5.90%
    - Baseline for Dougherty County Whites 13.80%
    - Baseline for Dougherty County Blacks 17.60%
# Georgia’s Health Indicators

<table>
<thead>
<tr>
<th>Indicator</th>
<th>Georgia Ranking</th>
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<tbody>
<tr>
<td>Obesity in Children (2007)</td>
<td>2</td>
</tr>
<tr>
<td>Infant Mortality per 1,000 Live Births (2008)</td>
<td>5</td>
</tr>
<tr>
<td>Tuberculosis (2010)</td>
<td>5</td>
</tr>
<tr>
<td>AIDS Cumulative Cases, 13 &amp; Older (2009)</td>
<td>6</td>
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<tr>
<td>Immunization Gap, Children Aged 19-35 Months without All Immunizations (2010)</td>
<td>17</td>
</tr>
<tr>
<td>Tobacco, % of Adult Current Smokers (2010)</td>
<td>24</td>
</tr>
</tbody>
</table>

Source: Trust for America’s Health  
http://www.healthyamericans.org/states/?stateid=GA#  
Accessed 10/22/2012
Accomplishments

**Obesity**
- Georgia S.H.A.P.E program launch
  - 21 schools awarded grants
  - 17 hospitals awarded funds

**Infant Mortality**
- Decreased Infant Mortality - From 8.4 in 2006 to 6.3 per live birth in 2010

**Tuberculosis**
- Decreased active case in targeted areas

**AIDS**
- Eliminated ADAP waiting list - 1778 September 2011 to 0 August 2012

**Immunizations**
- Increase Immunization rates - 82.4%, in 2011 up from 76.3% in 2010

**Tobacco**
- Increased the number of schools with Tobacco free policy from 0 in 2004 to 90 in 2012
  - Over 1 million children impacted
DPIH FY13 Total Funds Budget

Total Funds = $684,337,564

- Federal Funds $464,862,810 (68%)
- State Funds $187,836,051 (27%)
- Tobacco Funds $12,013,120 (2%)
- Other Funds $1,291,789 (0.2%)
- Attached Agencies $18,333,794 (3%)

Attached agencies:
- Georgia Trauma Commission - $15,937,214
- Brain & Spinal Injury Trust Fund - $2,396,580
AFY13 Recommendation

Common Changes:
Reduce funds to reflect an adjustment in property liability premiums. ($7,399)
Reflect adjustment in telecommunications expenses. $2,642,703

Adolescent & Adult Health Promotion
Eliminate three vacant positions in adolescent health and youth development due to organizational restructure. ($172,243)
Reduce funds for programmatic grant-in-aid (Columbus STD program) ($30,000)
Provide funds for the SHAPE Initiative contract $85,000

Adult Essential Health Treatment Services
Reduce funds for hypertension outreach services. ($511,737)

Departmental Administration
Reduce funds for personal services ($1,880,240) and operating expenses ($40,000). ($1,920,240)

Emergency Preparedness
Eliminate one-time funds to evaluate a real-time interactive web-based quality assessment and assurance system utilizing American Association of Neurological Surgeons (AANS) approved evidence-based medicine for Traumatic Brain Injury. ($350,000)

Infant & Child Essential Health Treatment Services
Replace state funds with existing federal funds in the oral health prevention program. ($475,340)
Reduce funds for programmatic grant-in-aid. Children’s Medical Services ($525,574); Genetics/Sickle Cell ($525,172) ($1,101,746)
Recognize contract savings by moving high cost hemophilia clients into the federal Pre-existing Condition Insurance Plan (PECIP). ($478,036)

Infant & Child Health Promotion
Reduce funds for programmatic grant-in-aid. (Rome Foster Care program) ($27,500)

Public Health Grants to Counties
Reduce funds for programmatic grant-in-aid. (Health Check Outreach) ($493,276)

Total Changes ($2,839,814)
## FY14 State Funds Recommendation

### Common Changes:
- Increase funds to reflect an adjustment in the employer share of the Employees' Retirement System. $5,683,105
- Increase funds to reflect an adjustment in TeamWorks billings. $23,376
- Reflect adjustment in telecommunications expenses. $1,967,384

### Adolescent & Adult Health Promotion
- Eliminate three vacant positions in adolescent health and youth development due to organizational restructure. ($239,233)
- Reduce funds for programmatic grant-in-aid. (Columbus STD program) ($60,000)
- Transfer tobacco settlement funds for the Georgia Center for Oncology Research and Education (CORE) ($275,000) and Regional Cancer Coalitions ($1,204,740) from the Department of Economic Development to the Department of Public Health. $1,479,740

### Adult Essential Health Treatment Services
- Eliminate funds for hypertension outreach services. ($611,737)

### Departmental Administration
- Reduce funds for personal services ($1,880,240) and operating expenses ($40,000). ($1,920,240)

### Emergency Preparedness
- Eliminate one-time funds to evaluate a real-time interactive web-based quality assessment and assurance system utilizing American Association of Neurological Surgeons (AANS) approved evidence-based medicine for Traumatic Brain Injury. ($350,000)

### Infant & Child Essential Health Treatment Services
- Reduce funds for programmatic grant-in-aid. Children’s Medical Services ($525,574); Genetics/Sickle Cell ($525,172) ($1,101,746)
- Replace state funds with existing federal funds in the oral health prevention program. ($274,657)
- Recognize contract savings by moving high cost hemophilia clients into the federal Pre-existing Condition Insurance Plan (PECIP). ($239,018)
- Increase funds for the sickle cell disease treatment contract. $150,000

### Infant & Child Health Promotion
- Reduce funds for programmatic grant-in-aid. (Rome Foster Care program) ($55,000)

### Public Health Grants to Counties
- Reduce funds for programmatic grant-in-aid. (Health Check Outreach) ($986,551)

### Total Changes
$3,636,048
## DPH Budget Summary

<table>
<thead>
<tr>
<th>State General Funds</th>
<th>FY2013 Budget</th>
<th>AFY13 Change</th>
<th>AFY2013 Recommendation</th>
<th>FY14 Change</th>
<th>FY2014 Recommendation</th>
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<tbody>
<tr>
<td>Adolescent and Adult Health Promotion</td>
<td>$3,751,224</td>
<td>($117,243)</td>
<td>$3,633,981</td>
<td>($102,540)</td>
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<td>Adult Essential Health Treatment Services</td>
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<td>($511,737)</td>
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<td>($608,566)</td>
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<td>Departmental Administration</td>
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<td>Emergency Preparedness</td>
<td>$2,753,939</td>
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<td>Epidemiology</td>
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<td>Immunization</td>
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<td>Infant and Child Essential Health Treatment Services</td>
<td>$22,079,771</td>
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<td>($1,434,880)</td>
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<td>Infant and Child Health Promotion</td>
<td>$12,203,708</td>
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<td>Infectious Disease Control</td>
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<td>Public Health Grants to Counties</td>
<td>$81,858,779</td>
<td>($493,276)</td>
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<td>Vital Records</td>
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<td><strong>DPH Budget Programs</strong></td>
<td><strong>$187,836,051</strong></td>
<td><strong>($2,839,814)</strong></td>
<td><strong>$184,996,237</strong></td>
<td><strong>$2,156,308</strong></td>
<td><strong>$189,992,359</strong></td>
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<td>Attached Agency:</td>
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<td>Georgia Trauma Care Network Commission</td>
<td>$15,937,214</td>
<td>($478,116)</td>
<td>$15,459,098</td>
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<td><strong>Total State General Funds</strong></td>
<td><strong>$203,773,265</strong></td>
<td><strong>($3,317,930)</strong></td>
<td><strong>$200,455,335</strong></td>
<td><strong>$2,165,066</strong></td>
<td><strong>$205,938,331</strong></td>
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**Tobacco Funds:**

| Administration                                         | $131,795      | $131,795     | $131,795               | $131,795   | $131,795               |
| Adolescent and Adult Health Promotion                  | $5,152,439    | $5,152,439   | $5,152,439             | $1,479,740 | $6,632,179             |
| Adult Essential Health Treatment Services               | $6,613,249    | $6,613,249   | $6,613,249             | $6,613,249 | $6,613,249             |
| Epidemiology                                           | $115,637      | $115,637     | $115,637               | $115,637   | $115,637               |
| **Total Tobacco Funds**                                | **$12,013,120** | **$12,013,120** | **$12,013,120**       | **$1,479,740** | **$13,492,860** |
| **Total DPH State Fund Changes:**                      | **$199,849,171** | **($2,839,814)** | **$197,009,357**       | **$3,636,048** | **$203,485,219** |

We Protect Lives.
Increase Access to Care

**Telehealth**
- Provide alternatives for private providers to treat patients
- Cost savings for patients
- All districts will have access by December 2012
- Services include:
  - Specialist referrals
  - Patient consultations
  - Remote patient monitoring
  - Medical Education
  - Dentistry

**Georgia Responds**
- Increase access to quality health care for underserved Georgians
- Approximately 3500 physicians in volunteer database
- Website: [www.GeorgiaResponds.org](http://www.GeorgiaResponds.org) (February 1, 2013)
Rising Cost of Obesity

- $2.4 Billion in direct medical costs and lost productivity in 2008
- Obesity-related health costs could climb by 24.3% by 2030
- Obesity-related hospitalizations of children ages 2-19 increased 338% from 1999-2010
- Five percent reduction in BMIs could save 7.7% in health care costs

SHAPE Results

- Fitness Assessments in 182 school districts
- 20% of children did not pass any of the five basic fitness measures
- 43% were not at a healthy weight
- Only 16% passed all five basic fitness measures