



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

Susan Frey, Senior Fiscal Analyst

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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 2021-22 is October 1, 2021 through September 30, 2022.

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.

Lapses: 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.

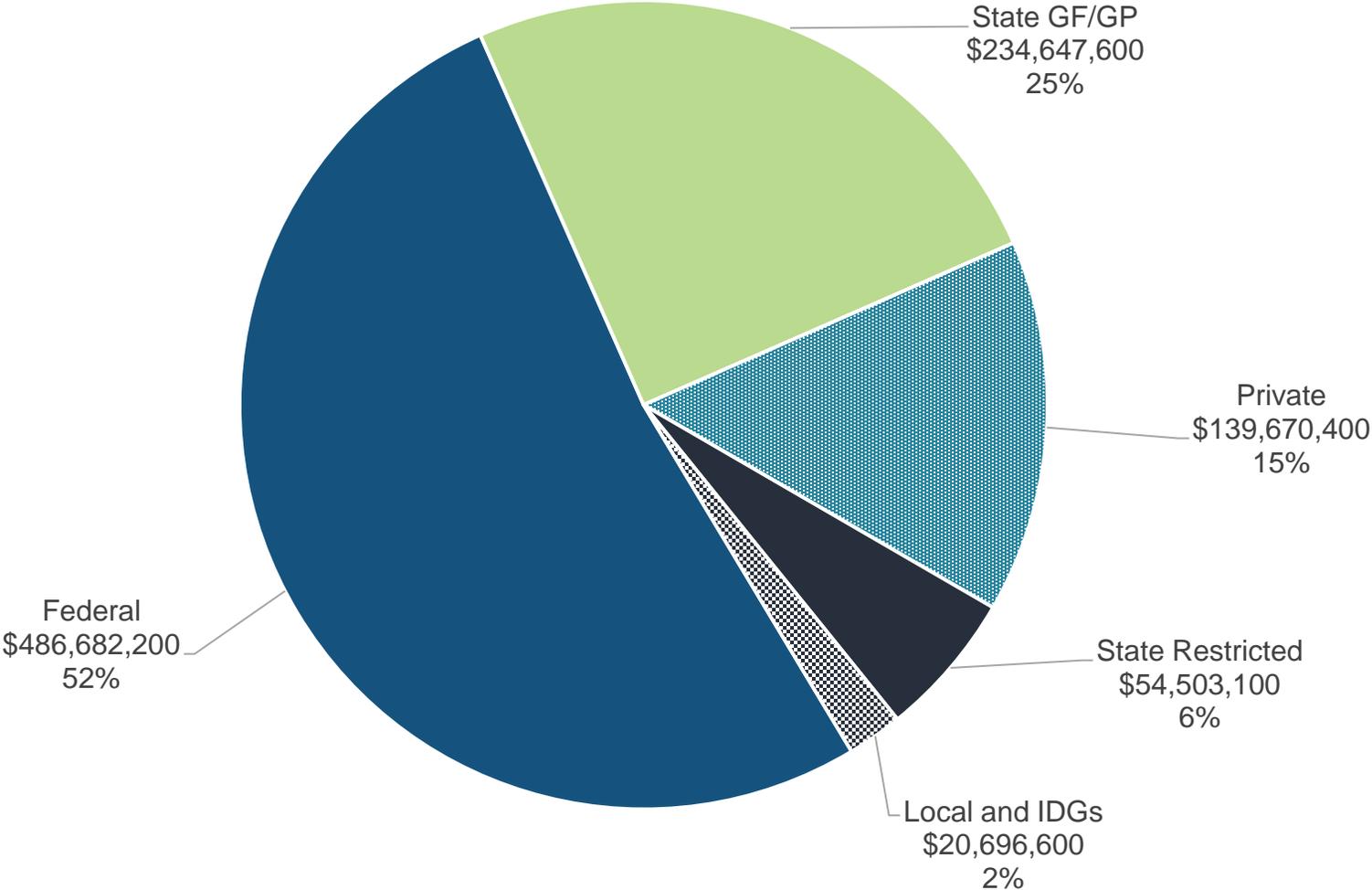
Funding Sources

FY 2021-22 Budget for Population Health and Aging and Adult Services

Fund Source	Funding	Description
Gross Appropriations	\$936,199,900	Total spending authority from all revenue sources
Interdepartmental Grants (IDG) Revenue	2,728,900	Funds received from state departments of Licensing and Regulatory Affairs, Environmental Quality, and Treasury for services provided
Adjusted Gross Appropriations	\$933,471,000	Gross appropriations excluding IDGs; avoids double counting when adding appropriation amounts across budget areas
Federal Revenue	486,682,200	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	17,967,700	Revenue received from local units of government for state services, including funds from school districts originating from the State School Aid Fund
Private Revenue	139,670,400	Revenue from individuals and private entities, including grants, donations, contributions, and manufacturer rebates
State Restricted Revenue	54,503,100	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	\$234,647,600	Unrestricted revenue from taxes and other sources available to fund basic state programs and other purposes determined by the legislature

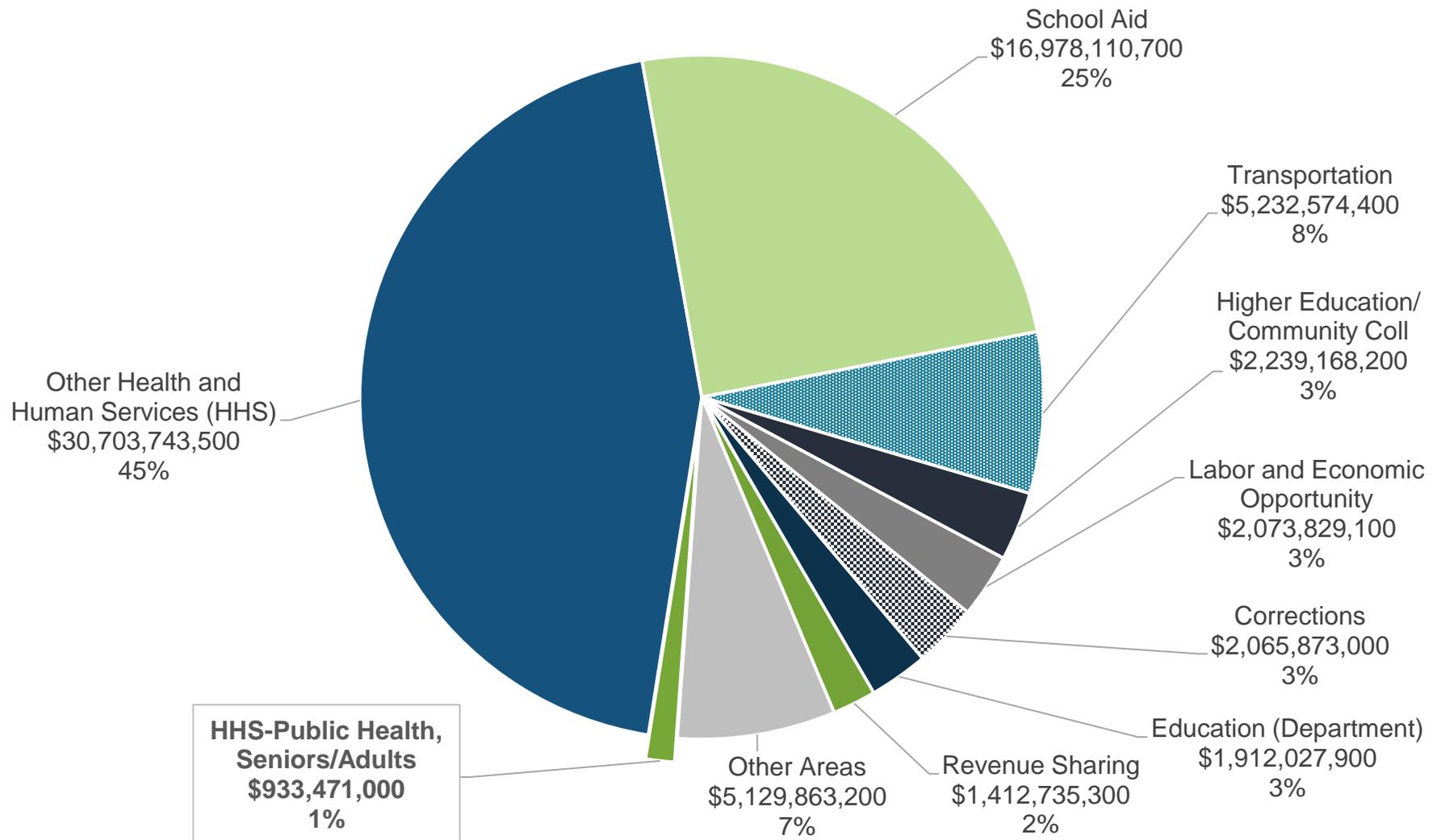
FY 2021-22 Fund Sources for Population Health and Aging and Adult Services

52% of the \$936.2 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.



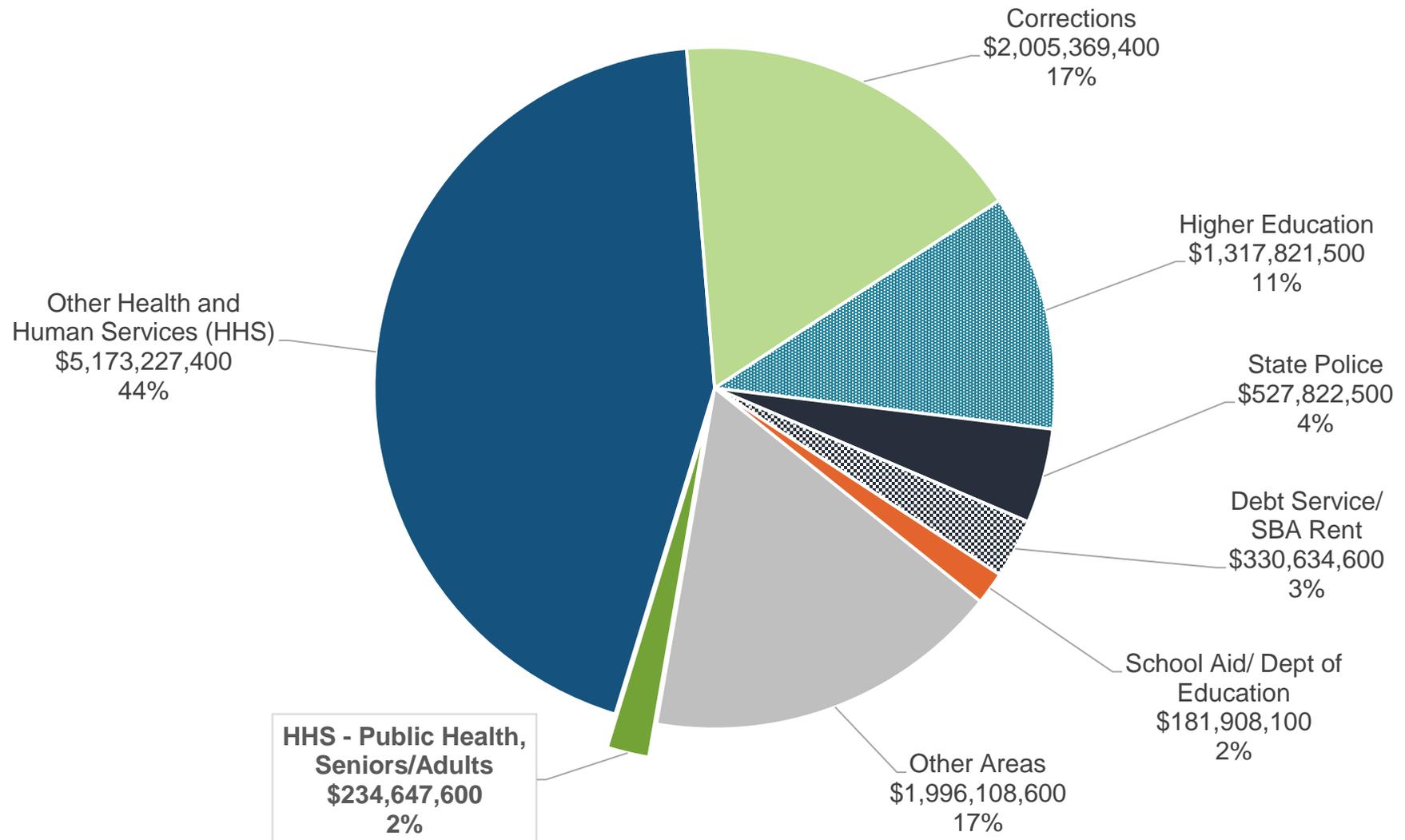
Share of Total State Budget - Population Health and Aging and Adult Services

The population health and aging and adult services budget represents **1.4%** of the **\$68.7 billion** state budget (adjusted gross) for FY 2021-22.



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

The population health and aging and adult services budget represents **2.0%** of the state's **\$11.8 billion** GF/GP budget for FY 2021-22.



Appropriation Areas

FY 2021-22 Appropriation Areas for Population Health and Aging and Adult Services

Population Health/Public Health - \$812.6 million Gross (\$183.5 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
- 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
- Child and adolescent health care and centers

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

FY 2021-22 Appropriation Areas for Population Health and Aging and Adult Services

(continued)

Aging and Adult Services Health - *\$123.6 million Gross (\$51.2 million GF/GP)*

Senior community-based and in-home programs and services

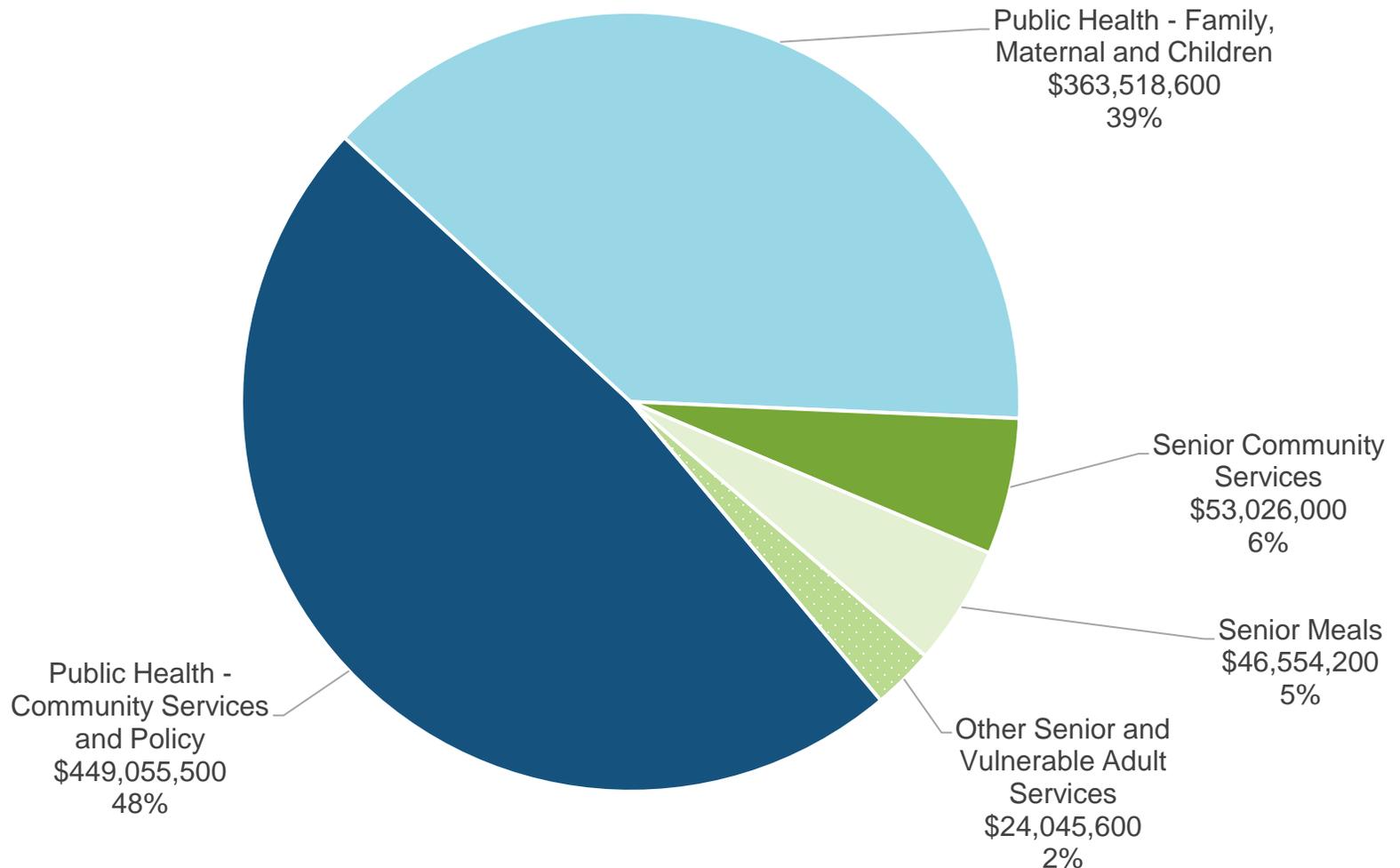
Senior home-delivered and congregate meals, and other nutrition services

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

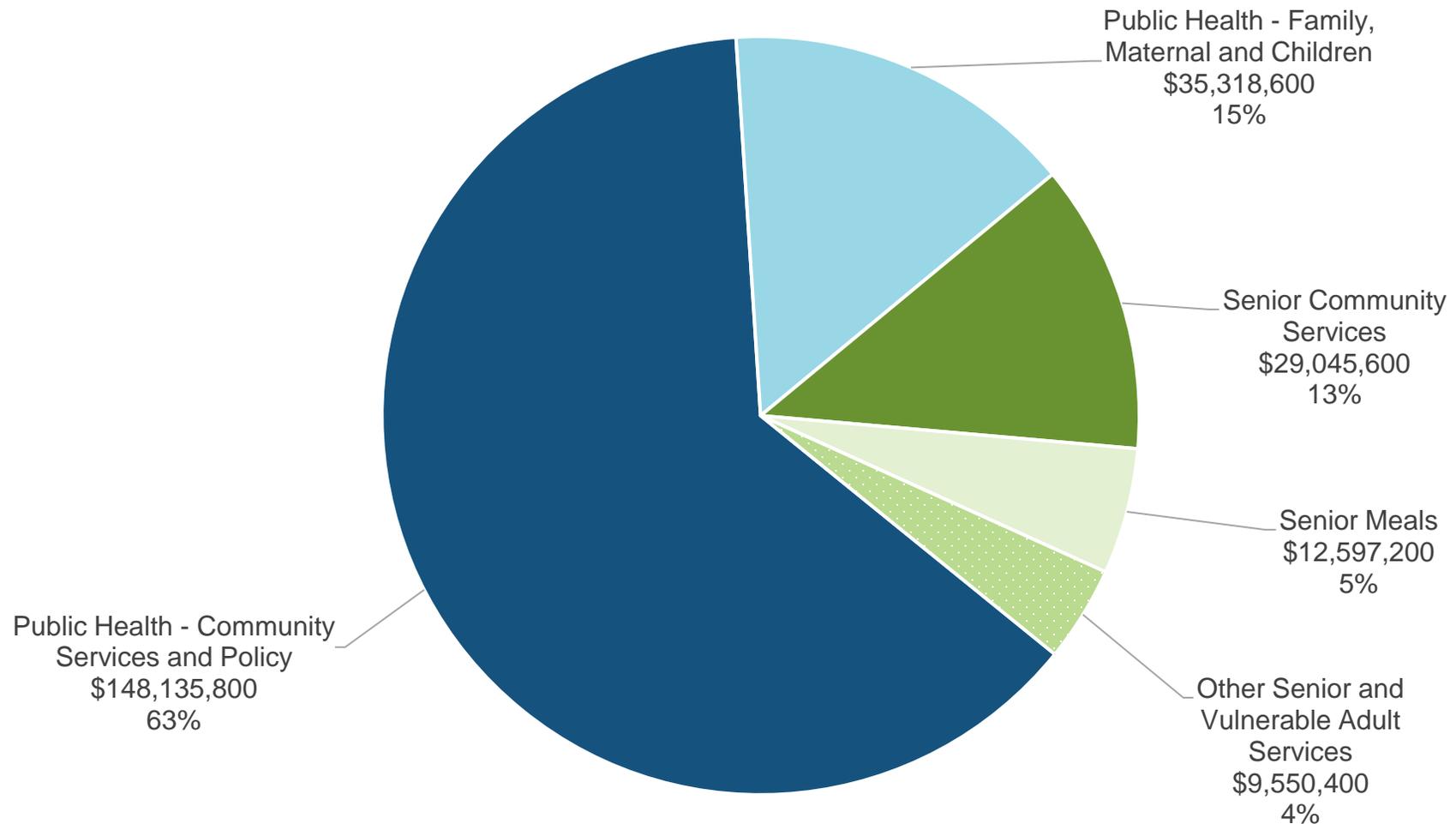
FY 2021-22 Gross Appropriations by Areas for Population Health and Aging and Adult Services

\$812.6 million supports population health community and family services, and **\$123.6 million** supports services for Michigan's senior population.



FY 2021-22 GF/GP Appropriations by Areas for Population Health and Aging and Adult Services

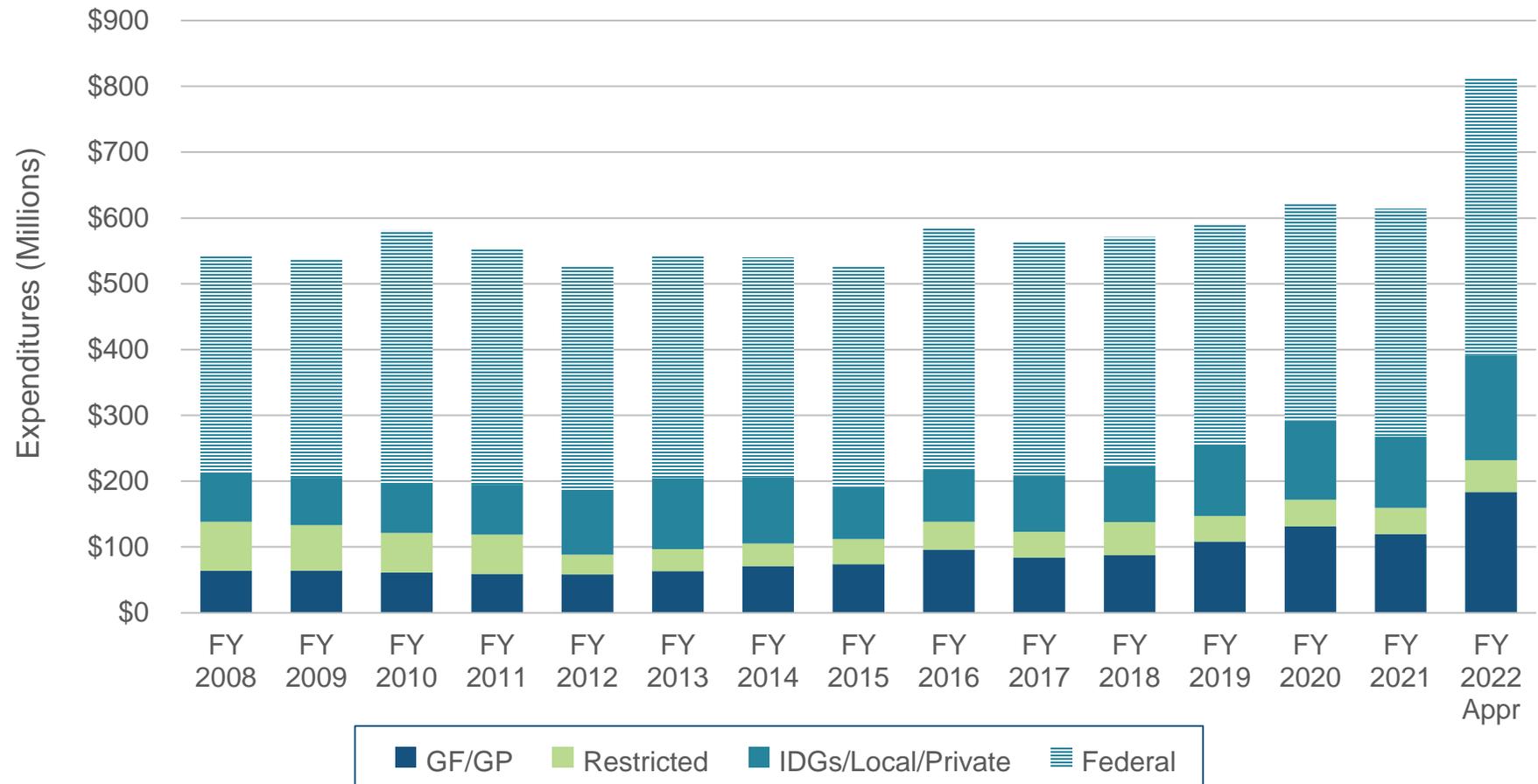
\$183.5 million GF/GP supports population health community and family services, and **\$51.2 million** GF/GP supports services for seniors.



Major Budget Topics – POPULATION HEALTH

Funding History for Population Health

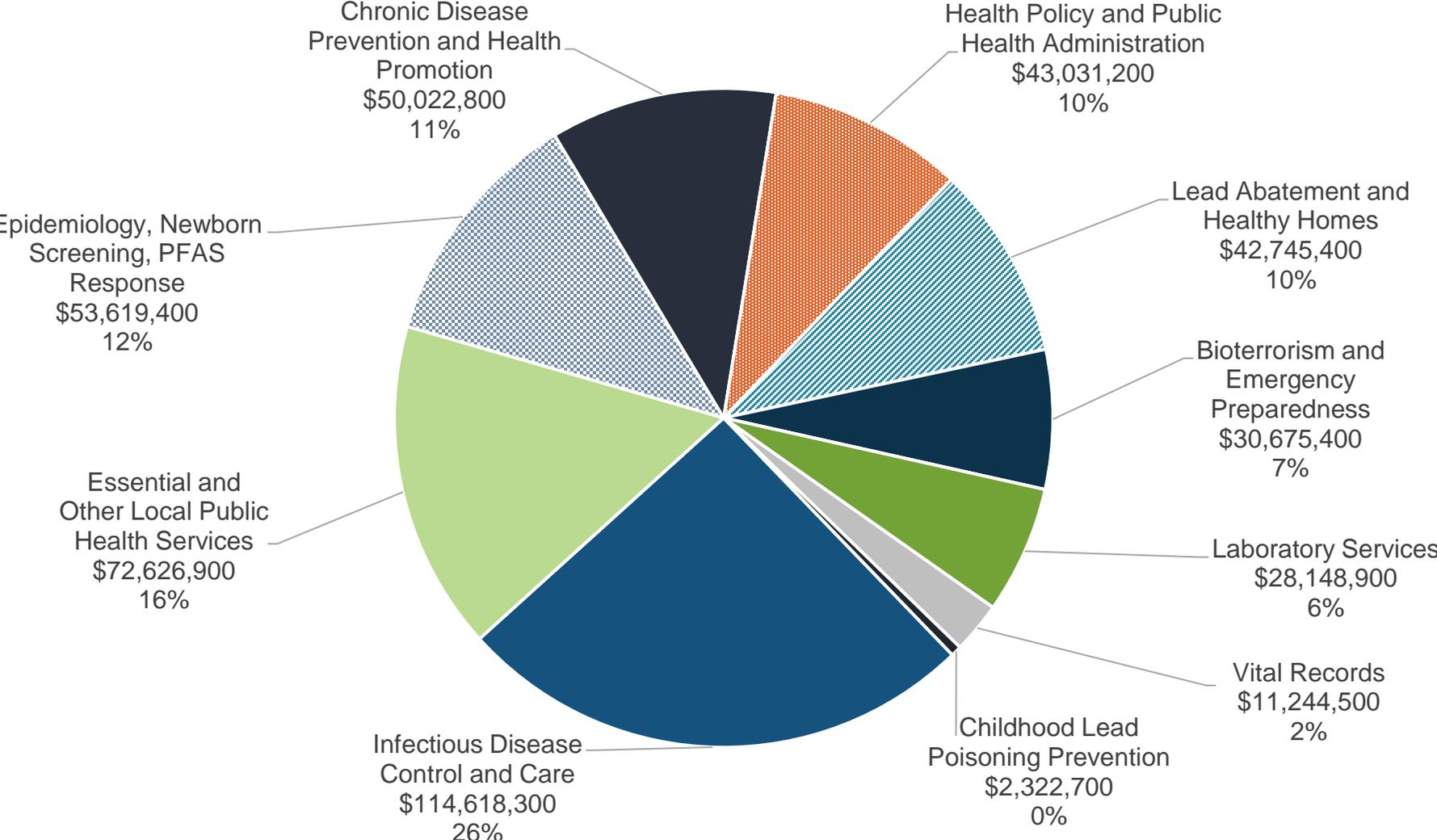
FY 2021-22 appropriations of \$812.6 million for population health include continued state-funded expansion of maternal, prenatal, and child health programming, AIDS private pharmaceutical rebate revenue increase of \$9.4 million, other GF and federal grant funds net increases, and one-time appropriations of \$26.5 million Gross (\$23.2 million GF/GP). FY 2020-21 funding was expended at 81.6% of the original \$753.3 million appropriation.



Note: Amounts shown for FY 2007-08 through FY 2010-11 include health regulatory and licensing functions, transferred to Department of Licensing and Regulatory Affairs in 2011.

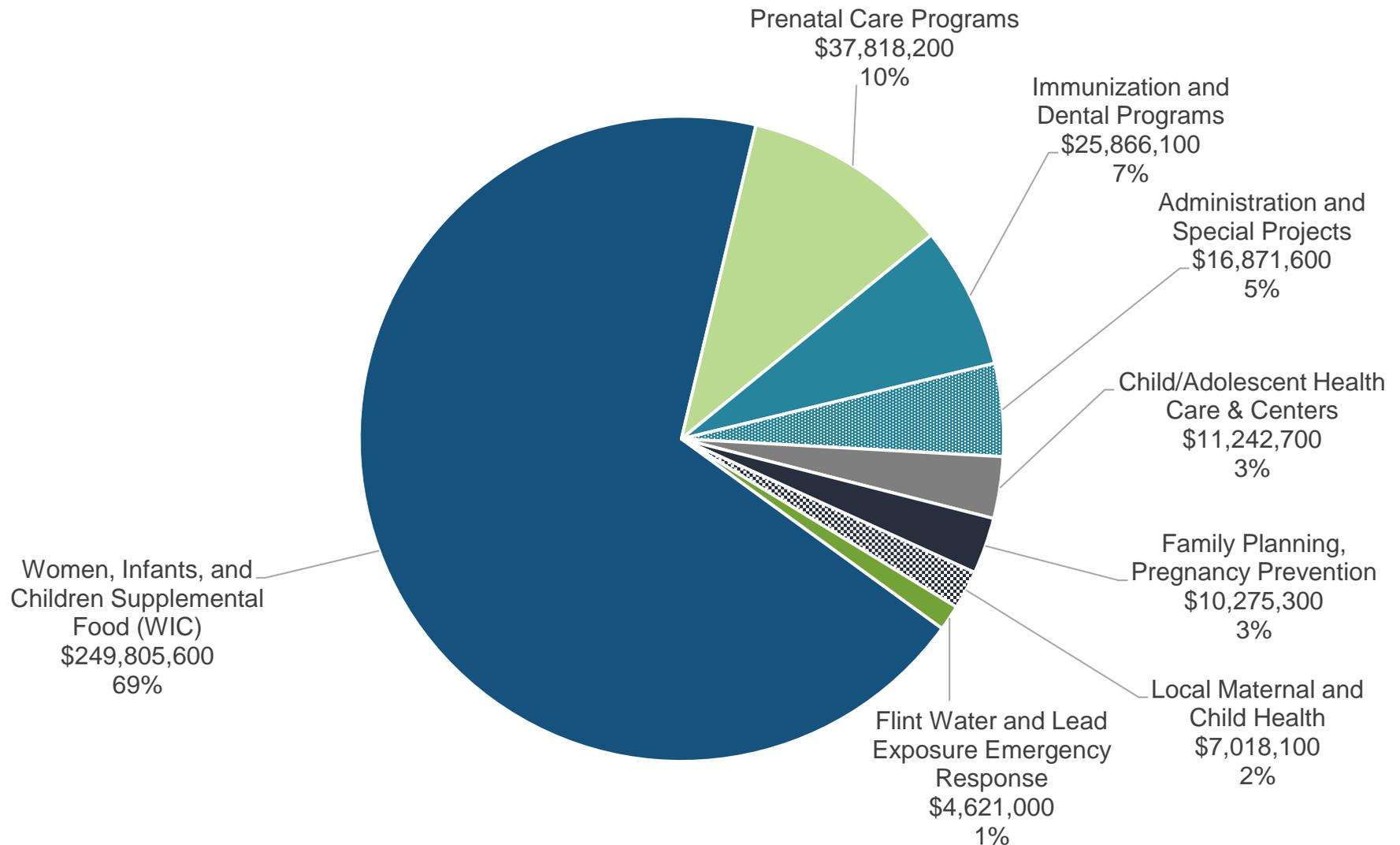
Overview By Program FY 2021-22 for Community Public Health Services

The DHHS population health budget includes \$449.1 million Gross (\$148.1 million GF/GP) for the following community public health programs.



Overview By Program FY 2021-22 for Family, Maternal, and Children's Public Health

The DHHS population health budget includes **\$363.5 million** gross (**\$35.3 million** GF/GP) for the following family, maternal, and children's public health services.



FY 2021-22 Budget Changes for Population Health – *Community Public Health Services*

- AIDS program increase of **\$9.4 million** private funds to reflect manufacturer drug rebate revenue, and fund 18.0 additional positions to administer contracts
- New **\$3.0 million** GF/GP for a proposed statewide stroke and heart attack time-sensitive system of care (Senate Bill 521 - not yet enacted)
- New 5-year federal grant of **\$870,000** annually for prevention of suicide in men
- Includes **\$1.5 million** of available carryforward federal grant funds to improve opioid overdose data collection and quality, to better address the drug overdose epidemic
- Laboratory – New federal grants of **\$315,000** for enhanced disease detection in newborns, and **\$400,000** for enhanced food testing surveillance; **\$802,100** IDG increase for environmental services; and net **\$0** Gross (\$1.0 million GF/GP) fund shift from restricted funds to GF/GP (reversal of FY 2019-20 fund shift)
- Vital Records - **\$600,000** GF/GP increase for statutory changes for local registrar services provided without charge, and net **\$0** Gross (\$845,900 GF/GP) adjustment to fund program costs and remove excess authorization for revenue from fees
- Net increase of **\$1.2 million** Gross to public health part of the budget from 2 transfers including increase of \$2.5 million Gross (\$950,000 GF/GP) for statewide 211 call system support, and reduction of \$1.3 million GF/GP for administrative services

FY 2021-22 Budget Changes for Population Health – *Community Public Health Services*

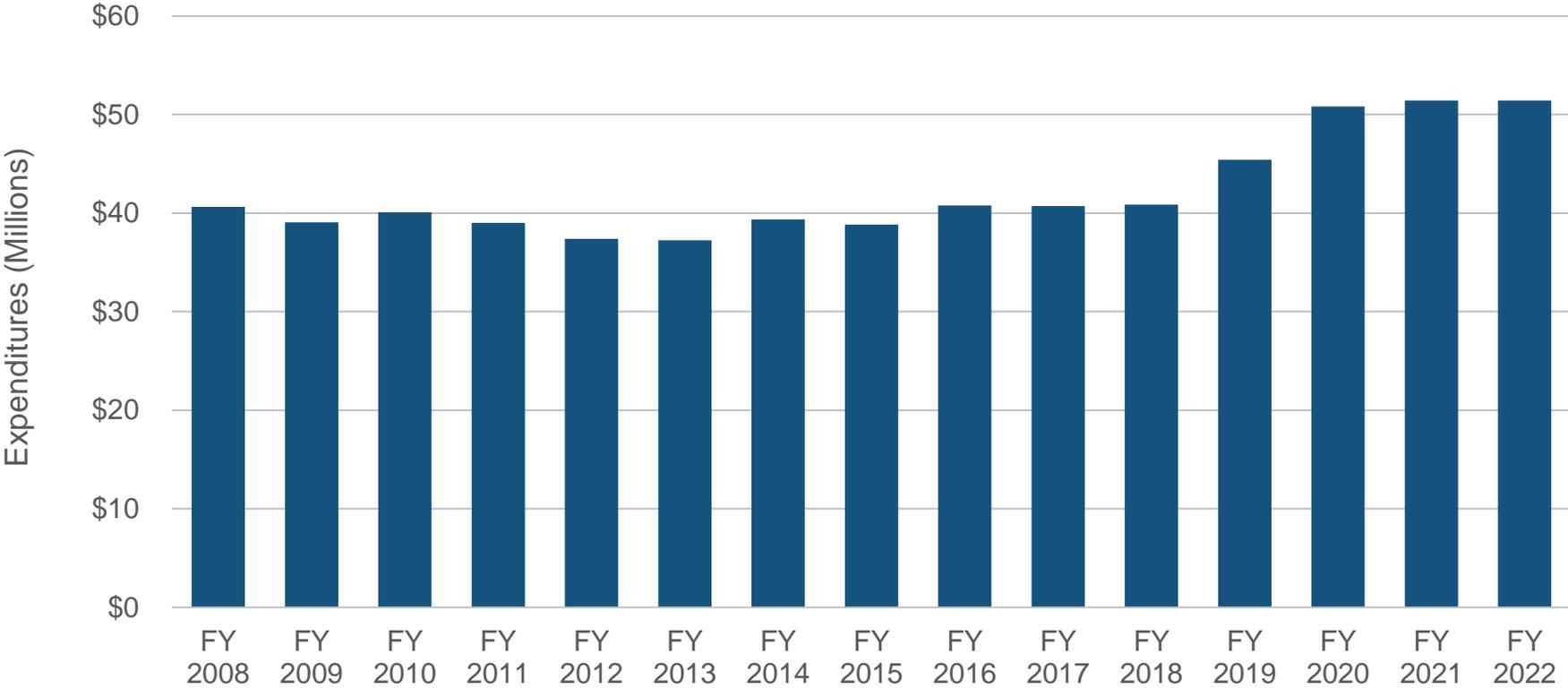
- New **\$100,000** GF/GP for information materials on human embryo and embryonic stem cell research and Michigan Constitution provisions
- One-time **\$10.0 million** GF/GP to the Lead Poisoning Prevention Fund for low-cost loans to homeowners and landlords for lead hazard remediation, under development
- New one-time **\$8.4 million** Gross (\$5.1 million GF/GP) for initiatives to reduce health disparities including access to care, data sharing, and health-related social needs
- New one-time **\$5.0 million** GF/GP for traumatic brain injury treatment software
- New one-time **\$1.6 million** GF/GP for 4-year nurse practitioner expansion program
- New one-time **\$1.0 million** GF/GP for primary care integrated services and facility needs
- New one-time **\$250,000** GF/GP for increased grant funding to free health clinics
- Continue one-time **\$300,000** GF/GP for healthy communities grant program
- Reduction of **\$500,000** GF/GP from transfer of school children’s healthy exercise program to family, maternal, and children’s public health portion of the budget
- Reduction of **\$500,000** GF/GP for PFAS contamination analytical laboratory services based on prior year lapsed funds
- Elimination of one-time funding of **\$100,000** GF/GP for special needs vision clinic

FY 2021-22 Budget Changes for Population Health – *Family, Maternal, and Children’s Public Health*

- **\$7.1 million** Gross (\$5.9 million GF/GP) increase for annualization and expansion of maternal and infant Healthy Moms Healthy Babies programs within the public health portion of the budget including expanded home visits for families with an infant born with substance exposure; also an increase of **\$4.5 million** Gross (\$2.3 million GF/GP) for related family home visits, transferred from human services portion of the budget
- **\$3.3 million** Gross (\$260,000 GF/GP) for new oral health assessment program for children entering public school kindergarten who do not have dental insurance, established under Act 261 of 2020
- **\$2.8 million** increase for expanded child and adolescent health care center and emotional health services in schools, funds originating from the state School Aid Fund
- **\$200,000** GF/GP increase for outstate local public health dental clinics
- **\$200,000** private funds increase for WIC program vendor management
- **\$50,000** GF/GP increase for free distribution of immunization information brochures
- **\$500,000** GF/GP increase from transfer of school children’s healthy exercise program from community public health portion of the budget
- Elimination of one-time funding of **\$1.0 million** GF/GP for rapid whole genome sequencing for critically ill infants and children through Spectrum Children’s Hospital

Funding History – Essential Local Public Health Services

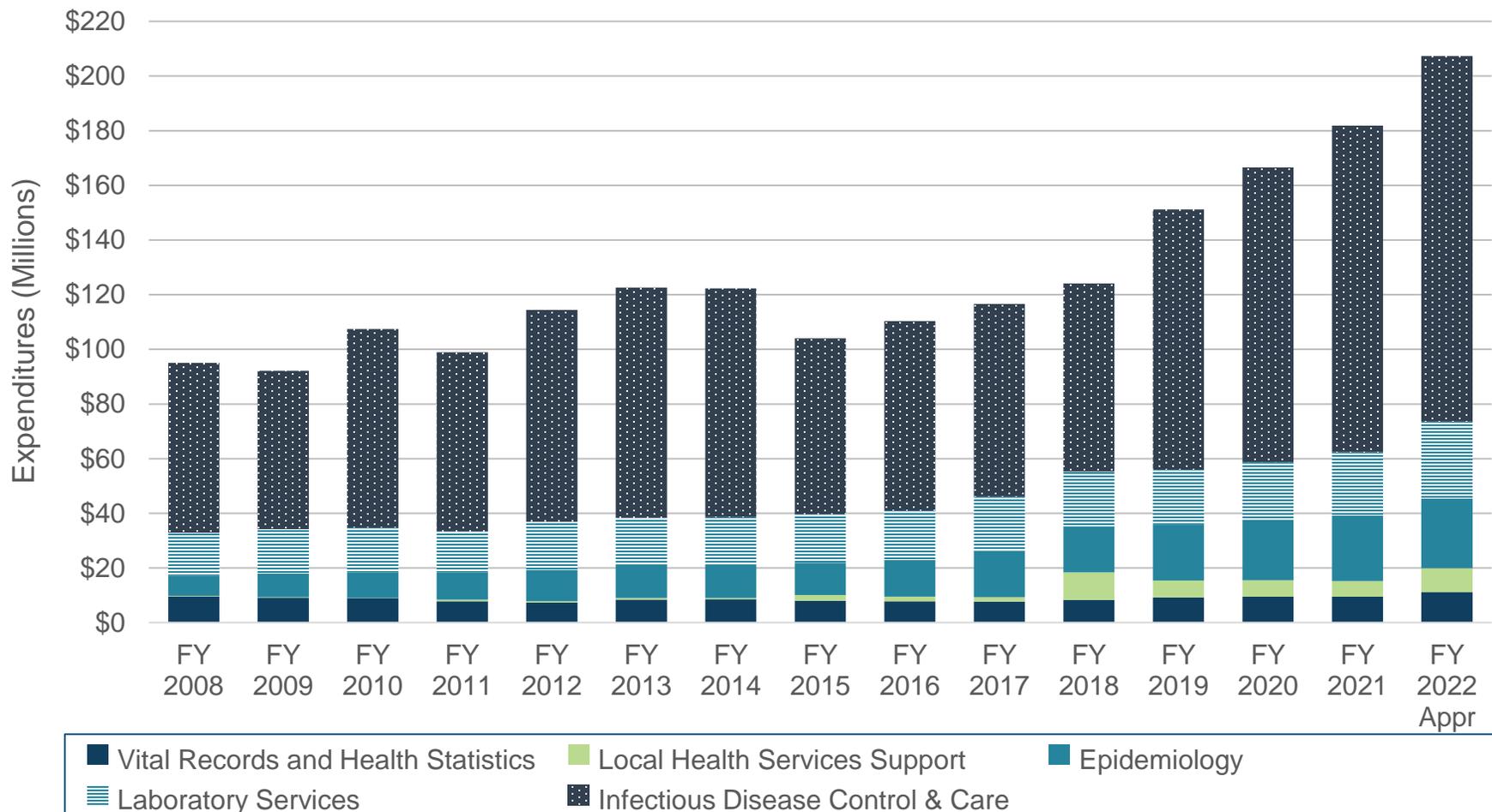
Essential Local Public Health Services funding is distributed to local health departments to support required local public health services including infectious disease control, food and water protection, and hearing and vision screening for school children. Funding is 90% GF/GP. A new distribution formula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

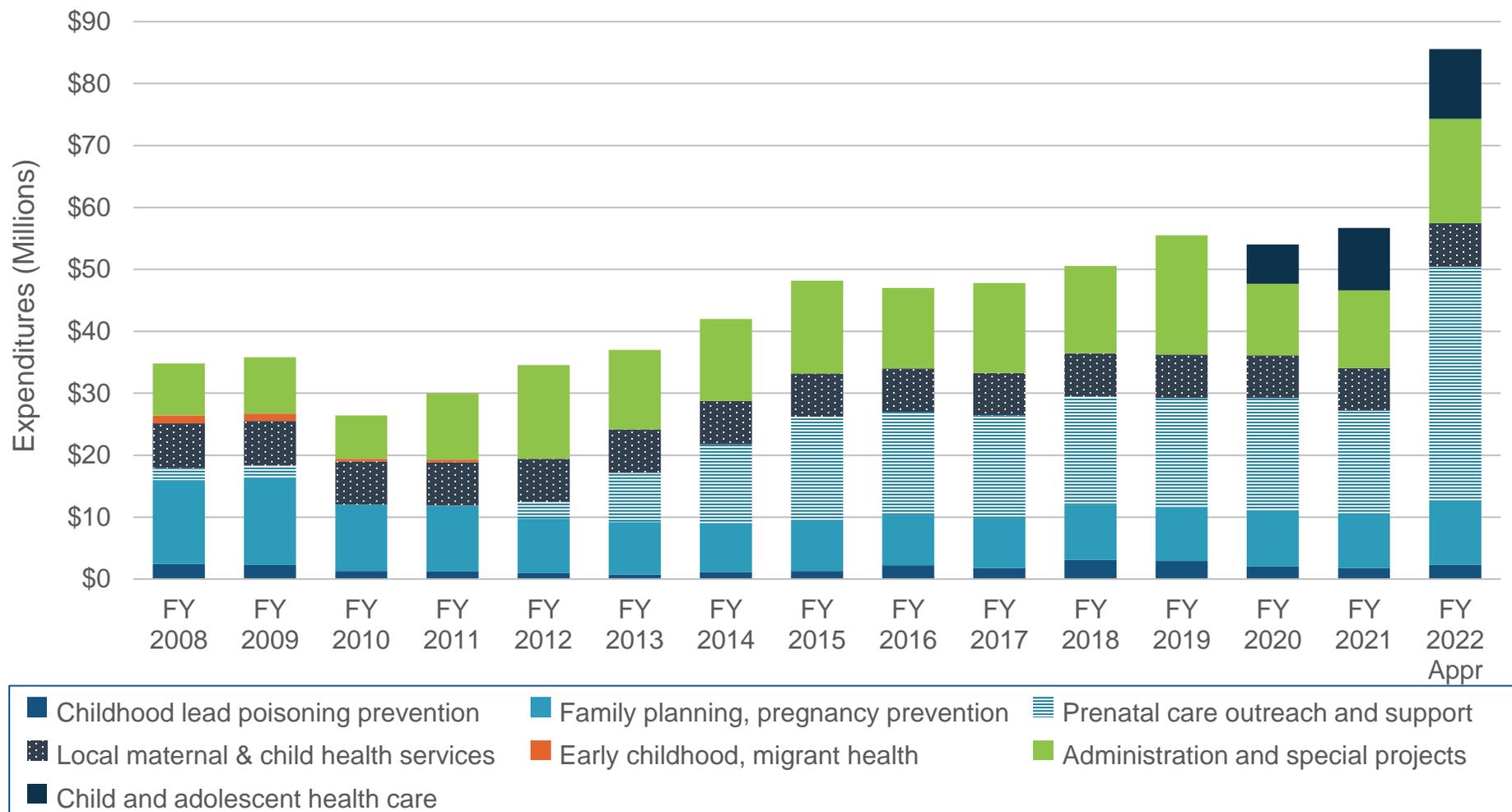
Funding History by Program Areas – Key Population Health Services

Funding for key state and local population health functions of infectious disease surveillance and control, laboratory services, local health services, and vital records has grown over the past 15 years. Recent increases include vital records, AIDS drug assistance, and laboratory. Table does not include COVID pandemic supplemental funds.



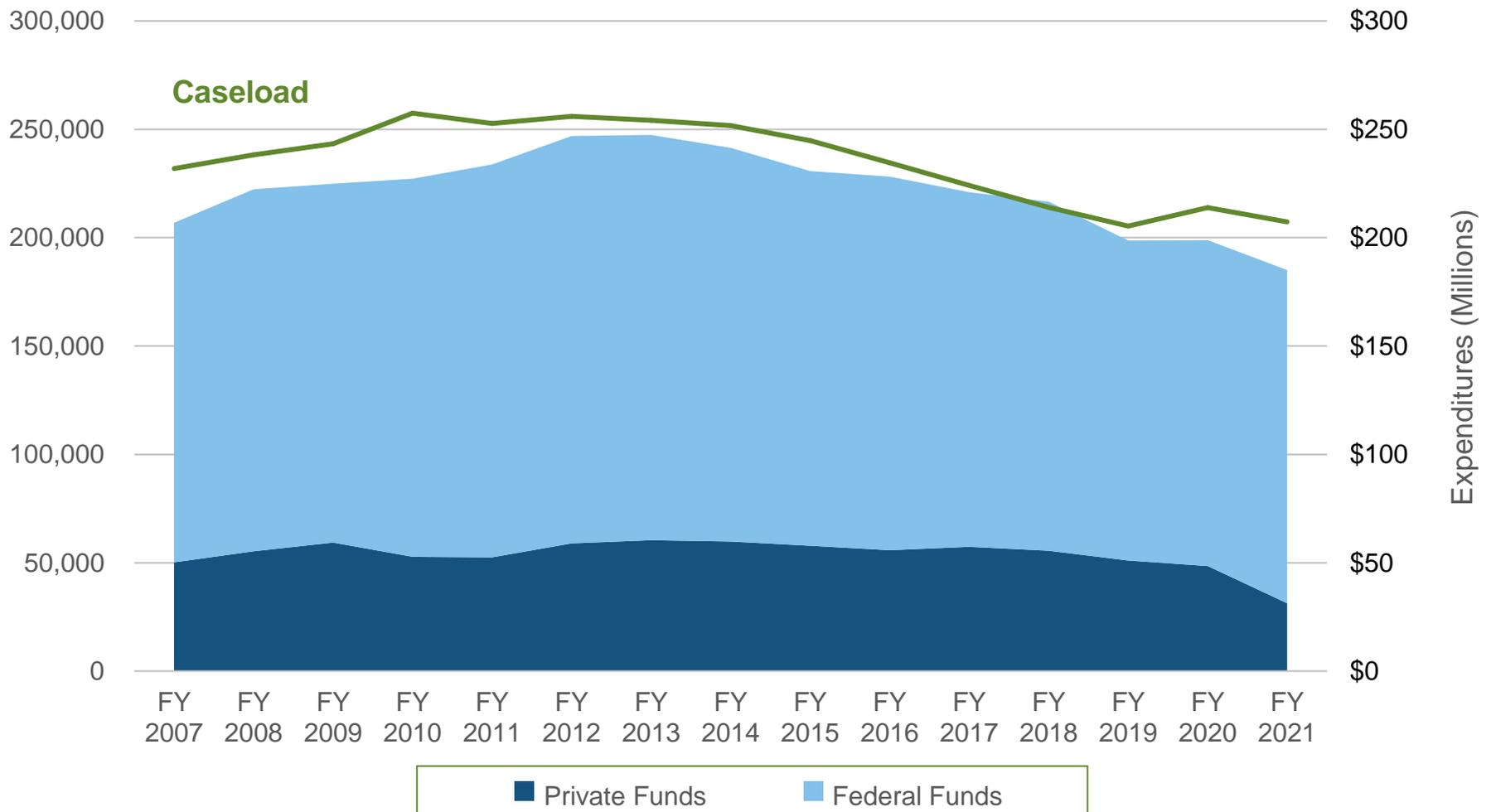
Funding History by Program Areas - Family, Maternal, and Children's Public Health

Further investment in new initiatives for child and adolescent health services, and Healthy Moms Healthy Babies programming continues an upward funding trend for public health family, maternal, and children's health programs since FY 2010-11. Expenditures in FY 2020-21 were 79.0% of the original \$71.9 million appropriation.



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

WIC caseloads continue a pattern of decline in FY 2020-21, following an increase in FY 2019-20 due to the economic effects of the coronavirus pandemic. Federal funds and infant formula manufacturer rebates support supplemental food benefits for nutritionally at-risk mothers, infants, and small children, averaging 207,300 participants in FY 2020-21.

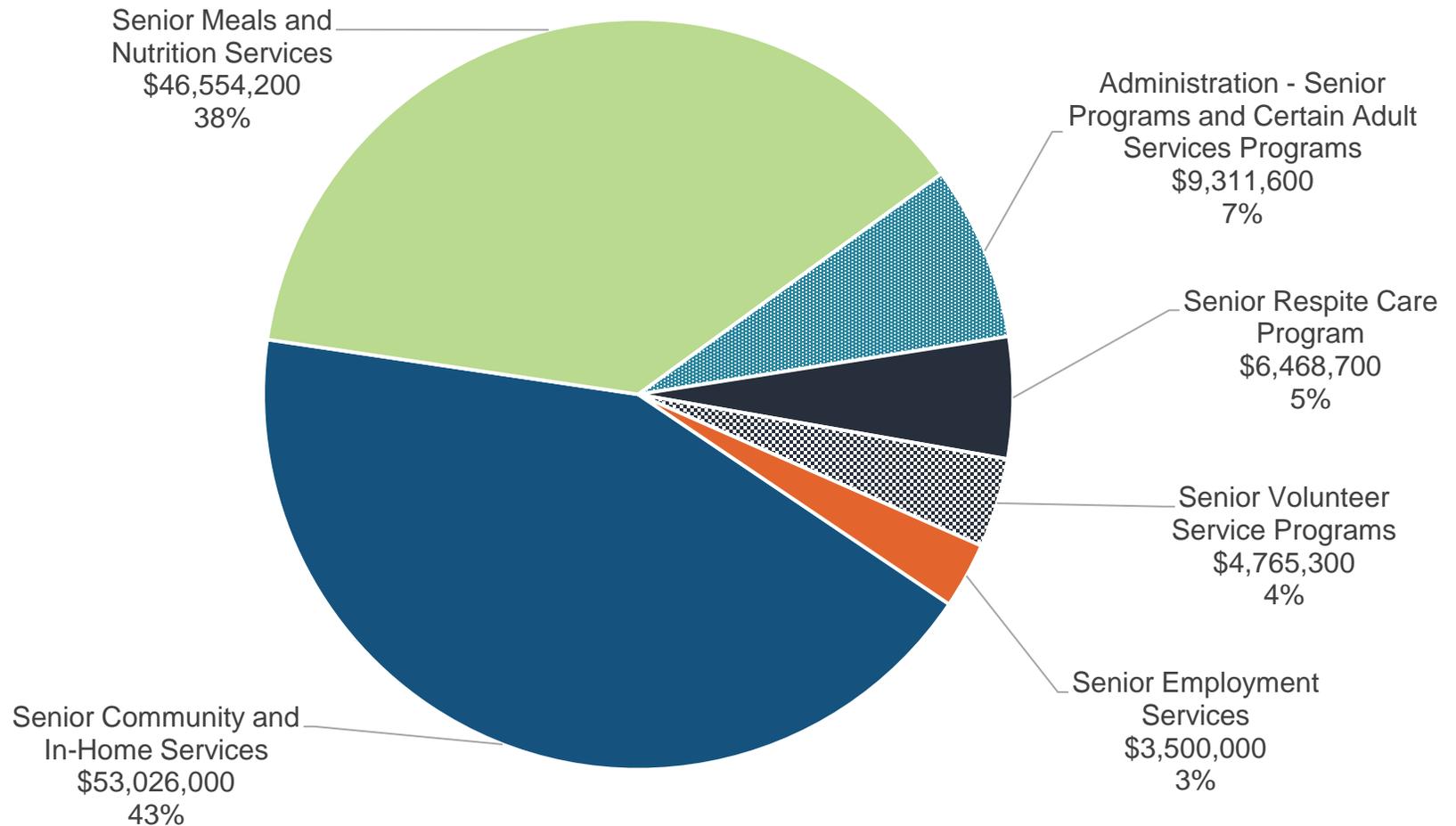


Major Budget Topics – AGING AND ADULT SERVICES

Overview By Program FY 2021-22

Aging and Adult Services Agency

The DHHS budget includes **\$123.6 million** gross (**\$51.2 million** GF/GP) for aging and adult services, appropriated to the following program areas.



FY 2021-22 Budget Changes for Aging and Adult Services Agency

Senior Community and In-Home Services

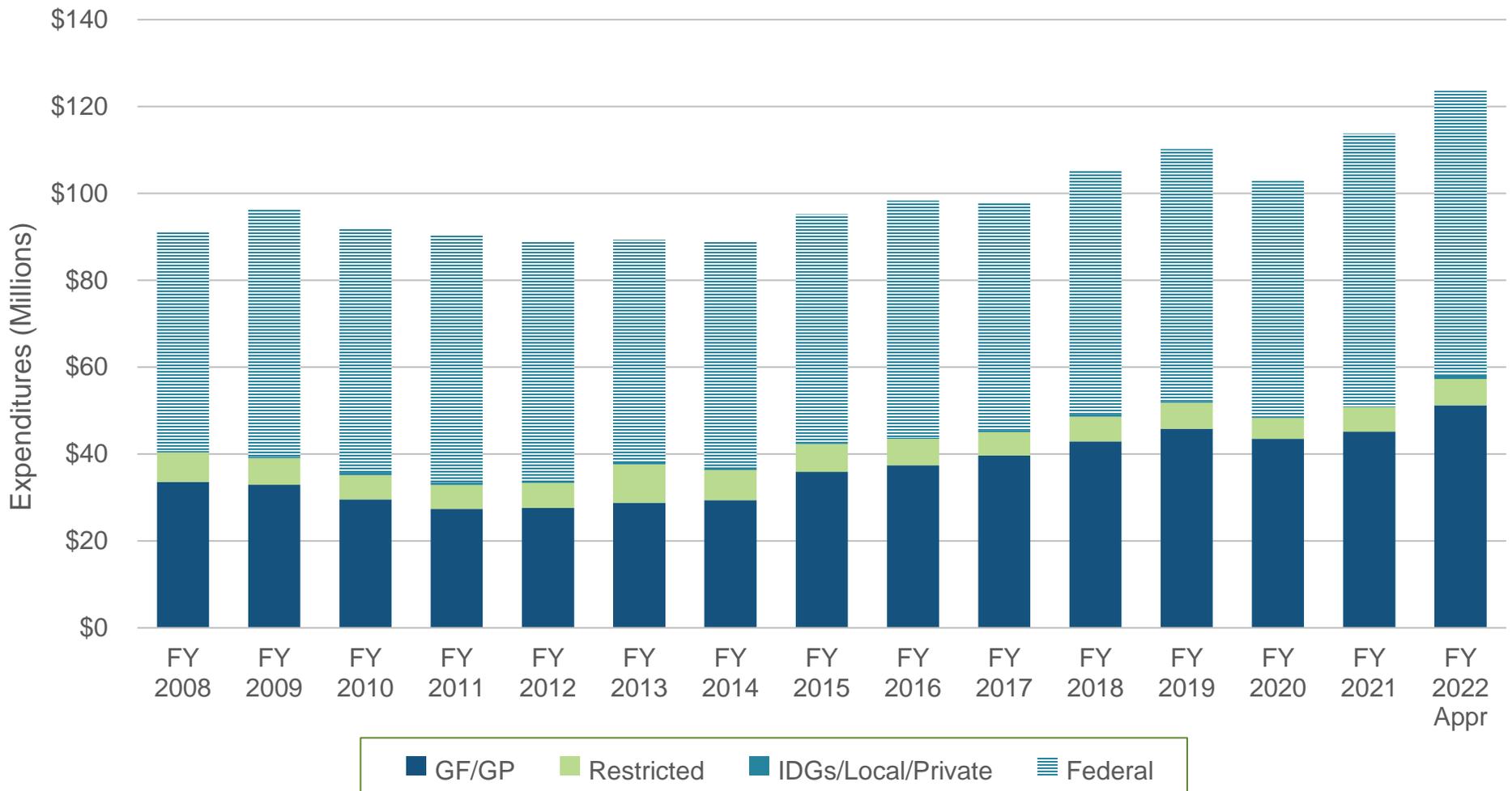
- **\$4.7 million** GF/GP increase for annualization of prior fiscal year wage increase for direct care workers and for additional wage increase, for services funded by this program
- **\$1.0 million** federal grant increase for supportive services
- **\$400,000** GF/GP one-time funding for dementia program coordination and implementation
- Continuation of 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

- **\$3.5 million** federal grant increase for congregate meals, home-delivered meals, and nutrition services

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 including a direct care worker wage increase, 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. Table does not include COVID pandemic supplemental funds.



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>

Contact Information

Susan Frey

Senior Fiscal Analyst

sfrey@house.mi.gov

(517) 373-8080