

COMMITTEE ON HEALTH
FISCAL YEAR 2018 BUDGET MARK-UP
SUMMARY OF COMMITTEE ACTIONS
March 17, 2017; 5:00 p.m.

Fiscal Year 2018 Operating Budget Changes

1. Transfer out \$1,545,628.09 of recurring Local funds to the Committee on Education and the Committee of the Whole.

Source: Overbudgeted fixed costs - \$1,078,646

Agency	Program	Activity	CSG	Fund	FY2018 Reduction
DBH (RM0)	3800	3815	30 Energy, Comm. And Bldg Rentals	Local	299,980
DBH (RM0)	1000	1030	32 Rentals - Land and Structure	Local	139,785
DBH (RM0)	1000	1030	35 Occupancy Fixed Costs	Local	68,077
DOH (HT0)	1000	1030	30 Energy, Comm. And Bldg Rentals	Local	137,790
DOH (HT0)	1000	1040	30 Energy, Comm. And Bldg Rentals	Local	13,862
DOH (HT0)	1000	1030	32 Rentals - Land and Structure	Local	209,152
DHCF (HT0)	1000	1030	30 Energy, Comm. And Bldg Rentals	Local	40,000
DHCF (HT0)	1000	1030	35 Occupancy Fixed Costs	Local	170,000
					1,078,646

Source: Reduce 4.0 vacant FTEs at the Department of Health - \$466,982.09

Agency	Position #	Title	Program	Activity	Salary	Fringe	Total
DOH (HC0)	00011580	Sanitarian	4500	4515	69,400.00	14,851.60	84,251.60
DOH (HC0)	00091345	Investigator	4500	4540	76,082.00	16,281.55	92,363.55
DOH (HC0)	00077793	Program Manager	8500	8505	119,591.00	25,592.47	145,183.47
DOH (HC0)	00088904	Program Manager	8500	8505	119,591.00	25,592.47	145,183.47
							466,982.09

Uses:

- **Committee on Education**
 - \$261,698 and 2.5 FTEs to D.C. Public Library for the Capitol View Library
 - \$1,218,930.09 for increasing the Uniform Per Student Funding Formula (UPSFF)
 - \$658,664.33 for District of Columbia Public Schools
 - \$560,265.76 for D.C. Public Charter Schools

- **Committee of the Whole**

- Reduce local revenue by the following amounts, FY18 \$15,000, FY19 \$23,000, FY20 \$28,000, and FY21 \$33,000 to fund the Bill 22-0120, the “Public Use of Public Buildings Amendment Act of 2017” as a Budget Support Act subtitle for the Committee of the Whole.
- \$50,000 to the Council of the District of Columbia for Council-wide initiatives

2. Reallocate recurring Local funds internally within the Department of Behavioral Health:

Source: Reduce 32.0 vacant FTEs at the Department of Behavioral Health - \$3,413,614.72

Agency	Position #	Title	Program	Activity	Salary	Fringe	Total
DBH (RM0)	00069758	Risk Mgmt Specialist	1800	1810	81,050.00	20,100.40	101,150.40
DBH (RM0)	00073592	Director of Programs	1800	1889	147,300.00	36,530.40	183,830.40
DBH (RM0)	00000049	Billing Services Specialist	1000	1088	65,709.00	16,295.83	82,004.83
DBH (RM0)	00000919	MEDICAL OFFICER PSYCH RES	3800	3810	50,649.00	12,560.95	63,209.95
DBH (RM0)	00015146	Nurse Practitioner	3800	3810	84,797.00	21,029.66	105,826.66
DBH (RM0)	00024148	Supvy. Medical Officer (Psychi	3800	3810	208,219.00	51,638.31	259,857.31
DBH (RM0)	00011423	Facilities Systems Specialist	3800	3815	90,428.00	22,426.14	112,854.14
DBH (RM0)	00045796	Climate Control Maint Mechanic	3800	3815	54,454.40	13,504.69	67,959.09
DBH (RM0)	00003706	CASHIER	3800	3820	33,027.00	8,190.70	41,217.70
DBH (RM0)	00016563	HOUSEKEEPING AIDE	3800	3830	35,027.20	8,686.75	43,713.95
DBH (RM0)	00021763	HOUSEKEEPING AIDE	3800	3830	41,895.48	10,390.08	52,285.56
DBH (RM0)	00002617	CLERK TYPING	3800	3845	34,413.00	8,534.42	42,947.42
DBH (RM0)	00045791	SUPERVISORY PSYCHIATRIC NURSE	3800	3845	112,455.40	27,888.94	140,344.34
DBH (RM0)	00003213	SUPERVISORY PSYCHIATRIC NURSE	3800	3845	77,993.66	19,342.43	97,336.09
DBH (RM0)	00004599	Public Information Officer	1800	1889	105,637.67	26,198.14	131,835.81
DBH (RM0)	00015490	PSYCHIATRIC NURSE	3800	3845	68,806.00	17,063.89	85,869.89
DBH (RM0)	00046650	Program Analyst	3800	3845	92,881.80	23,034.69	115,916.49
DBH (RM0)	00024681	FOOD SERVICE WORKER	3800	3850	37,564.80	9,316.07	46,880.87
DBH (RM0)	00000560	Supervisory Clinical Psychologist	3800	3880	107,399.00	26,634.95	134,033.95
DBH (RM0)	00010280	Recovery Advocate	3800	3880	42,250.00	10,478.00	52,728.00
DBH (RM0)	00002378	Supv Medical Officer Psych	5800	5810	197,078.00	48,875.34	245,953.34
DBH (RM0)	00009414	Community Support Worker	5800	5831	61,491.00	15,249.77	76,740.77
DBH (RM0)	00015593	SOCIAL WORKER	5800	5831	73,867.00	18,319.02	92,186.02
DBH (RM0)	00046401	Performance Improve Advisor	5800	5840	95,791.00	23,756.17	119,547.17
DBH (RM0)	00021039	Clinical Care Coordinator	5800	5870	76,082.00	18,868.34	94,950.34
DBH (RM0)	00000666	Forensic Mental Health Coord	5800	5880	76,082.00	18,868.34	94,950.34
DBH (RM0)	00002981	Director of Organizational Dev	5900	5911	119,216.52	29,565.70	148,782.22
DBH (RM0)	00045685	Chief of Staff	3800	3875	122,750.25	30,442.06	153,192.31
DBH (RM0)	00024637	Info Technology Proj Mgr	5900	5911	103,992.00	25,790.02	129,782.02
DBH (RM0)	00077235	Senior Research Analyst	5900	5911	76,082.00	18,868.34	94,950.34
DBH (RM0)	00082673	SOCIAL WORKER	6900	6912	84,797.00	21,029.66	105,826.66
DBH (RM0)	00020417	Residential Clinical Coord	6900	6933	76,082.00	18,868.34	94,950.34
							3,413,614.72

Source: Reduce Department of Behavioral Health’s \$1.31 million overtime enhancement by \$400,000.

Uses:

- Increase non-personal services by \$2,931,600 for MHRS/ASARS rate increases for behavioral health providers.

- Leave unallocated \$706,742.56 in salary and \$175,272.16 in fringe to allow the agency to restore the vacant positions it deems as most crucial to its operations.

3. Amend Bill 22-244, the “Fiscal Year 2018 Budget Support Act of 2017” and Bills 22-239 and 22-240, the “Fiscal Year 2017 Revised Budget Request Emergency and Temporary Adjustment Acts of 2017” to carry forward one-time fund balance for use in Fiscal Year 2018.

Source: Sweep \$824,839.67 in Fiscal Year 2016 special fund balances that were not budgeted for use by the agencies in Fiscal Years 2017 or 2018 by adding these funds to Subtitle (IX)(A) of Bill 22-244, the “Fiscal Year 2018 Budget Support Act of 2017” in the Committee of the Whole. The funds will be added to Local fund balance use in FY 2018.

Agency	Fund #	Fund Title	Amount
DHCF (HTO)	0631	Medicaid Collections-3rd Party Liability	595,295.67
DHCF (HTO)	0633	Medicaid Recovery Audit Contractor	141.81
DOH (HCO)	0655	SHPDA Admission Fee	26,899.19
DOH (HCO)	0661	ICF / MR Fees & Fines	202,503.00
			824,839.67

Source: Reduce the Department of Health’s Local funds budget by \$200,000 (the unused portion of a \$1.2 million initiative for school-based health centers) in Fiscal Year 2017 in Bills 22-239 and 22-240, the “Fiscal Year 2017 Revised Budget Request Emergency and Temporary Adjustment Acts of 2017” and carry an equivalent amount of additional Local fund balance over into Fiscal Year 2018.

Uses: The Committee on Health recommends the following uses of \$1,024,839.67 in non-recurring Local funds:

- \$600,000 to the Department of Health Care Finance non-personal services to support a new Budget Support Act subtitle, the Department of Healthcare Finance Grant-Making Amendment Act of 2017.
- \$41,219 to the Department of Health to support a grant to non-profit that has a program designed to support teen peer educators who work to provide sexual health information to youth.
- Transfer out of \$250,000 to the Committee on Business and Economic Development for the Department of Small and Local Business Development for a micro-grant program to award grants between \$1,000 and \$10,000 to Ward 7 and 8 residents who open businesses in Ward 7 or Ward 8.
- Transfer out of \$25,000 to the Committee on Government Operations for the Executive Office of the Mayor, Mayor’s Office on African Affairs’ (Activity 5004) African Community Grant Program to support Hepatitis Outreach for African-led organizations.
- \$108,620.67 to be deposited in the Department of Health’s local nonlapsing fund, the Health Professional Recruitment Fund, and budgeted in Fiscal Year 2018.

4. In consultation with the Council Budget Office and the Office of Chief Financial Officer, include the certified revenue and Department of Health Care Finance expenditure amounts generated by three new Budget Support Act subtitles approving the hospital provider tax for Fiscal Year 2018.

5. As a result of the elimination of Budget Support Act Subtitle (V)(F), reduce the Special Purpose Revenue budget of the Department of Health by \$557,000 and increase the Local budget by an identical amount. Additionally, special purpose revenue is reduced by \$557,000 in FY 2018, \$568,000 in FY 2019, \$579,000 in FY 2020, and \$591,000 in FY 2021, and Local revenue is increased by an identical amount.

6. The Committee accepts the changes to the Deputy Mayor for Health and Human Services and the Department of Behavioral Health, in the Mayor’s errata letter, and committee staff shall adjust the final report accordingly in consultation with the Council’s Budget Office and the Committee on the Judiciary and Public Safety.

7. The Committee accepts all transfers-in of FY 2018 operating funding from other committees, and committee staff shall adjust the final report accordingly in consultation with the Council’s Budget Office.

Fiscal Year 2018 Capital Budget Changes

1. Department of Health Care Finance capital project – United Medical Center Improvements (UMC02) is reduced to the following amounts:

FY 2018	\$19,000,000
FY 2019	\$14,000,000
FY 2020	\$4,500,000
FY 2021	\$4,500,000
FY 2022	\$2,000,000
FY 2023	\$0
FY18-23	\$44,000,000

2. Create a new Department of Health Care Finance capital project – East End Medical Center (UMV01) which is funded as follows:

FY 2018	\$0
FY 2019	\$4,000,000
FY 2020	\$13,700,000
FY 2021	\$10,800,000
FY 2022	\$38,000,000
FY 2023	\$69,500,000
FY18-23	\$136,000,000

3. The Committee accepts all FY18-23 capital funds transferred in from other committees, and committee staff shall adjust the final report accordingly in consultation with the Council’s Budget Office.

Fiscal Year 2018 Budget Support Act Changes

1. Budget Support Act Subtitles proposed by the Mayor:

- **Subtitle I(D) – D.C. Access System Amendment Act of 2017** – The Committee recommends striking this subtitle, because it is not germane to the budget. The Mayor also asked that this subtitle be removed in her *errata* letter.
- **Subtitle V(B) – Behavioral Health Improvement Amendment Act of 2017** – The Committee recommends approval of Sec. 5013 only, and striking the remainder of the subtitle because it is not germane to the budget.
- **Subtitle V(C) – Medical Assistance Program Relief** – The Committee recommends striking this subtitle because it is not germane to the budget.

- **Subtitle V(D) – Department Health Care Finance Establishment Amendment Act of 2017** – The Committee recommends striking this subtitle because it is not germane to the budget.
- **Subtitle V(E) – Animal Control Act of 1979 Amendment Act of 2017** – The Committee recommends striking this subtitle because it is not germane to the budget. The Mayor also asked that this subtitle be removed in her *errata* letter.
- **Subtitle V(F) – Medical Marijuana Program Fund Establishment Amendment Act of 2017** – The Committee recommends striking this subtitle, because special funds should only be created when absolutely necessary.

2. New Budget Support Act Subtitles proposed by the Committee:

- **Subtitle V(X) – East End Medical Center Construction Amendment Act of 2017** - creates a new capital project that funds site planning, design, and construction of a high-quality full-service community hospital on the St. Elizabeths East Campus, an urgent care center, and an ambulatory care clinic.
- **Subtitle V(X) – Medical Assistance Program Amendment Act of 2017** - provides the Department of Health Care Finance with the necessary Council approval for any needed State Plan Amendments (SPA) to implement the two provider fees. This subtitle is routinely included in the BSA to help expedite implementation of policies requiring SPAs.
- **Subtitle V(X) – Medicaid Hospital Outpatient Supplemental Payment Act of 2017** - provides for the continuation of an outpatient supplemental payment program. This program levies a provider fee on the hospitals in an amount necessary to draw down federal funds to fill the gap between the outpatient hospital rates (77%) and the Medicaid Outpatient Upper Payment Limit. The estimated taxes raised by this program are \$5,866,667, which would drawdown an additional \$13,188,890 in federal Medicaid payments.
- **Subtitle V(X) – Medicaid Hospital Inpatient Rate Supplement Act of 2017** - provides for the continuation of an inpatient provider fee program to maintain Fee-for-Service inpatient reimbursement rates at 98% of cost for non-specialty hospitals. Without this provider fee, reimbursement rates will drop 12%, to 86% of cost, resulting in a loss of approximately \$30 million in hospital reimbursements. The proposed subtitle sets the fee at \$8.8 million and was based on the amount of local funds needed to maintain Fee-for-Service rates at 98% of cost. The tax would result in approximately \$21,200,000 in matching federal Medicaid funds.
- **Subtitle V(X) – Early Childhood and School-Based Behavioral Health Comprehensive Plan Amendment Act of 2017** - Requires any expansion of School Mental Health services to include a plan, and all plans to be submitted to Council for approval.
- **Subtitle V(X) – Department of Healthcare Finance Grant-Making Amendment Act of 2017** - Requires the Department of Health Care Finance to administer three grant programs: (1) Four \$50,000 grants to promote telehealth interventions by providers located in Ward 7 and 8, or to residents located in Wards 7 and 8; (2) Two \$75,000 grants to facilitate the development and application of telehealth services to a homeless shelter or a public housing project to improve the health outcomes of the individuals residing in these locations; (3) One \$250,000 grant to a college of pharmacy to help substance abuse providers utilize precision medicine to prescribe targeted medication to patients suffering from opioid abuse.

Fiscal Year 2018 Committee Policy Recommendations

1. Department of Behavioral Health (RM0)

- Delay the implementation of the proposed School Mental Health Plan until at least August of 2018.
- Unless required by federal law, abandon plans for extrapolation.
- Convene a meeting with representatives from Green Door and Youth Villages to determine underlying causes for closure and provide a report to Council by August 15, 2017
- Require the Assessment and Referral Center (ARC) to educate and offer clients access to all medication assisted treatment (MAT) options, including buprenorphine, and maintain a current list of MAT providers in the District as well as the insurance plans that they are credentialed with.
- Transfer residents receiving locally funded methadone treatment to available providers, including buprenorphine providers, who also accept the patient's insurance.
- Lift the moratorium restricting Substance Use Disorder (SUD) providers from performing assessments.
- Closely monitor DBH spending in FY 2017, as was agreed at the FY 2018 budget oversight hearing, to close \$3.6 million gap in FY 2017 and avoid a year-end deficit.

2. Department of Health (HC0)

- Provide a report detailing the timeline to implement the Bill 21-210, the "Medical Marijuana Reciprocity Act of 2016" by August 15, 2017.
- Assume a leading role in among the three public state health agencies (DOH, DHCF, and the DBH) in the planning and creation of a framework for a true citywide, integrated health care system in the District of Columbia, including the construction of a new East End Medical Center on the St. Elizabeth's campus, a 24/7 urgent care center, and an ambulatory care clinic to serve as anchors.
- Provide a report detailing the implementation schedule for Bill 21-38, the "Death with Dignity Act of 2016" by August 15, 2017.

3. Department of Health Care Finance (HT0)

- Provide regular briefings and information to Council regarding federal action that could impact the cost of providing health care to District residents.
- Closely monitor spending at United Medical Center in FY 2017, as was agreed at the FY 2018 budget oversight hearing, to avoid a year-end deficit.
- Move expeditiously to support the construction of a new East End Medical Center on the St. Elizabeths campus, a 24/7 urgent care center, and an ambulatory care clinic to serve as anchors for the creation of a true health care system on the East End of the District of Columbia.
- Explore the feasibility of transitioning the D.C. Healthcare Alliance back to an annual certification.

4. Office of the Deputy Mayor for Health and Human Services (HG0)

- Monitor consent decree exit criteria to ensure the District is meeting deadlines.
- Participate in oversight of agency spending pressures that exist within the Health and Human Services Cluster.
- Coordinate agencies to address the unacceptably long lines at DHS service centers.

5. Not-for-Profit Hospital Corporation (HW0)

- Establish a transition plan for moving towards a new hospital, while maintaining patient safety and hospital accreditation at the current United Medical Center.
- Manage revenue and spending in FY 2017, to ensure United Medical Center does not need an additional Local funds operating subsidy.

6. D.C. Health Benefit Exchange Authority (HI0)

- Do not transfer D.C. Health Benefit Exchange Authority's management of DC Health Link's I.T. function to the Office of the Chief Technology Officer.