

Office of Health Strategy OHS49100

Permanent Full-Time Positions

Fund	Actual FY 15	Actual FY 16	Appropriation FY 17	Governor Recommended		Legislative	
				FY 18	FY 19	FY 18	FY 19
General Fund	-	-	-	-	23	-	23
Insurance Fund	-	-	-	-	8	-	6

Budget Summary

Account	Actual FY 15	Actual FY 16	Appropriation FY 17	Governor Recommended		Legislative	
				FY 18	FY 19	FY 18	FY 19
Personal Services	-	-	-	-	1,937,390	-	1,937,390
Other Expenses	-	-	-	-	38,042	-	38,042
Agency Total - General Fund	-	-	-	-	1,975,432	-	1,975,432
Personal Services	-	-	-	-	729,528	-	560,785
Other Expenses	-	-	-	-	2,527,267	-	2,386,767
Other Current Expenses							
Fringe Benefits	-	-	-	-	574,832	-	430,912
Agency Total - Insurance Fund	-	-	-	-	3,831,627	-	3,378,464
Total - Appropriated Funds	-	-	-	-	5,807,059	-	5,353,896
Additional Funds Available							
Federal Funds	-	-	-	-	2,690,000	-	2,690,000
Private Contributions	-	-	-	-	86,400	-	86,400
Agency Grand Total	-	-	-	-	8,583,459	-	8,130,296

Account	Governor Recommended		Legislative		Difference from Governor	
	FY 18	FY 19	FY 18	FY 19	FY 18	FY 19

Policy Revisions

Transfer Funding & Positions from OHA

Personal Services	-	580,102	-	414,359	-	(165,743)
Other Expenses	-	2,527,267	-	2,386,767	-	(140,500)
Fringe Benefits	-	458,280	-	314,360	-	(143,920)
Total - Insurance Fund	-	3,565,649	-	3,115,486	-	(450,163)
Positions - Insurance Fund	-	7	-	5	-	(2)

Background

The Governor proposes to enhance coordination and consolidate accountability for the implementation of the state's health care reform strategies through the creation of a new Office of Health Strategy (OHS). He recommends the transfer of \$5,807,059 and 31 positions from across three agencies and two appropriated funds as follows to establish OHS:

1. **Department of Public Health (DPH)** - General Fund - \$1,975,432 and 23 positions,
2. **Department of Insurance (DOI)** - Insurance Fund - \$265,978 (including fringe benefits) and one position, and
3. **Office of the Healthcare Advocate (OHA)** - Insurance Fund - \$3,565,649 (including fringe benefits) and seven positions.

Governor

Transfer seven positions and associated funding of \$3,565,649, including fringe benefits, from OHA to OHS in FY 19.

Account	Governor Recommended		Legislative		Difference from Governor	
	FY 18	FY 19	FY 18	FY 19	FY 18	FY 19

Legislative

Transfer five positions and associated funding of \$3,115,486, including fringe benefits, from OHA to OHS in FY 19.

Transfer Funding & Positions from DPH

Personal Services	-	1,937,390	-	1,937,390	-	-
Other Expenses	-	38,042	-	38,042	-	-
Total - General Fund	-	1,975,432	-	1,975,432	-	-
Positions - General Fund	-	23	-	23	-	-

Background

The major functions of the Office of Health Care Access (OHCA), within DPH, are the administration of the Certificate of Need (CON) program, the *Statewide Health Care Facilities and Services Plan*, health care data collection, and hospital financial review and reporting. The CON program strives to ensure accessibility for needed services while limiting duplication or excess capacity of facilities and services.

Governor

Transfer OHCA funding of \$1,975,432 and 23 positions from DPH to OHS in FY 19.

Legislative

Same as Governor

Transfer Funding & Positions from DOI

Personal Services	-	149,426	-	146,426	-	(3,000)
Fringe Benefits	-	116,552	-	116,552	-	-
Total - Insurance Fund	-	265,978	-	262,978	-	(3,000)
Positions - Insurance Fund	-	1	-	1	-	-

Governor

Transfer funding of \$265,978, including fringe benefits, and one position from DOI to OHS in FY 19.

Legislative

Transfer funding of \$262,978, including fringe benefits, and one position from DOI to OHS in FY 19.

Totals

Budget Components	Governor Recommended		Legislative		Difference from Governor	
	FY 18	FY 19	FY 18	FY 19	FY 18	FY 19
FY 17 Appropriation - GF	-	-	-	-	-	-
Policy Revisions	-	1,975,432	-	1,975,432	-	-
Total Recommended - GF	-	1,975,432	-	1,975,432	-	-
FY 17 Appropriation - IF	-	-	-	-	-	-
Policy Revisions	-	3,831,627	-	3,378,464	-	(453,163)
Total Recommended - IF	-	3,831,627	-	3,378,464	-	(453,163)

Positions	Governor Recommended		Legislative		Difference from Governor	
	FY 18	FY 19	FY 18	FY 19	FY 18	FY 19
FY 17 Appropriation - GF	-	-	-	-	-	-
Policy Revisions	-	23	-	23	-	-
Total Recommended - GF	-	23	-	23	-	-
FY 17 Appropriation - IF	-	-	-	-	-	-
Policy Revisions	-	8	-	6	-	(2)
Total Recommended - IF	-	8	-	6	-	(2)

PA 17-2 JSS, An Act Concerning the State Budget for the Biennium Ending June 30, 2019

Sections 12 - 16 contain provisions that allow the Secretary of the Office of Policy and Management (OPM) to allocate specific lapses to state agencies in the three branches of government (these are typically called holdbacks). The agency's FY 18 appropriation levels will be reduced by the amounts shown in the table below to achieve the lapses included in PA 17-2 JSS and amended in PA 17-4 JSS. This includes a Hiring Reduction Savings of \$66,743, a Labor Concessions Savings of \$978,213, and a Targeted Savings of \$48,445. See the FY 18 Holdbacks schedule in Section V of this document for a further description of these statewide savings targets.

Account	Appropriation \$	Reduction Amount \$	Net Remaining \$	% Reduction
Personal Services	30,323,304	(1,044,956)	29,278,348	3.4%
Other Expenses	968,906	(48,445)	920,461	5.0%