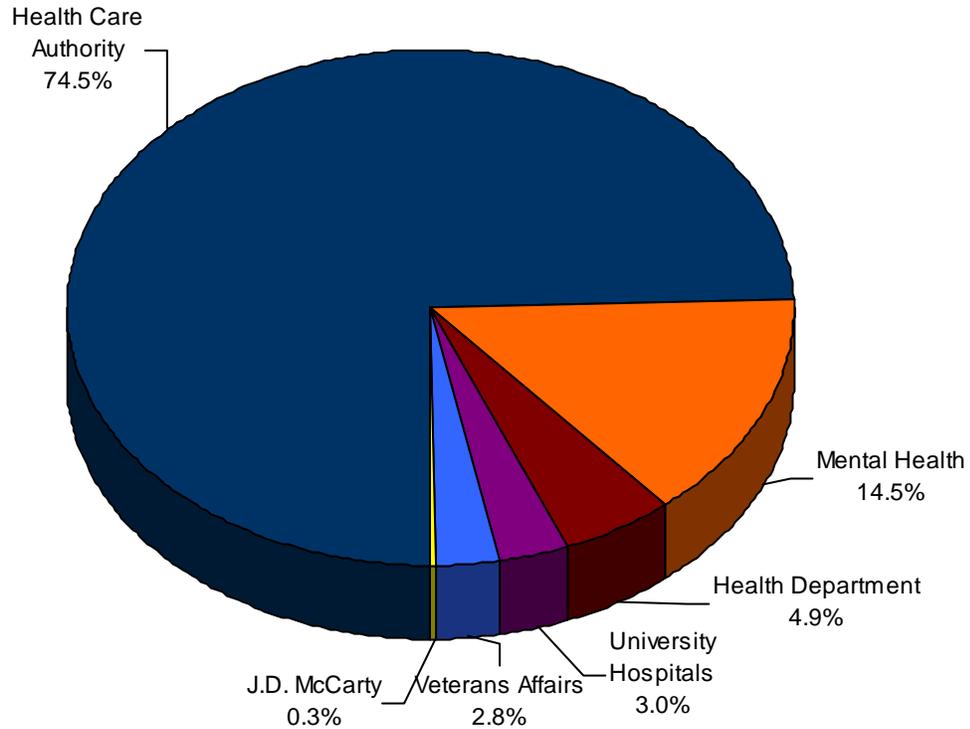


# Health and Social Services Subcommittee

## Distribution of FY-11 Appropriations



Health Care Authority	\$963,015,720
Mental Health & Substance Abuse	187,742,113
Health Department	63,709,238
University Hospitals	38,595,044
Veterans' Affairs	35,957,256
J.D. McCarty Center	<u>4,021,869</u>
<b>Committee Total</b>	<b>\$1,293,041,240</b>

Excludes supplemental appropriations, reappropriations, and Rainy Day spillover transfers.  
Includes capital and one-time expenditures.

**Health and Social Services Subcommittee**

Distribution of FY-10 Appropriations

Oklahoma Health Care Authority

Health Department

J.D. McCarty Center for Children with Developmental Disabilities

Department of Mental Health and Substance Abuse Services

University Hospitals Authority

Department of Veterans Affairs

# Oklahoma Health Care Authority

Agency #807

Mike Fogarty, Chief Operating Officer

## I. FY-10/FY-11 Appropriations Adjustments

	<b>Funding</b>	<b>FTE</b>
<b>FY-10 Appropriation and FTE Authorization*</b>	<b>\$979,796,994</b>	<b>464.5</b>
a. FY-10 Budget Base Cut	\$ (32,412,901)	
b. FY-10 Supplemental Funding	<u>\$ 33,000,000</u>	
<b>FY-10 Final Appropriation</b>	<b>\$980,384,093</b>	
<b>Percent Change from FY-10 Original Appropriation</b>	0.1%	
<b>FY-11 Base Appropriation</b>	<b>\$980,384,093</b>	
c. FY-11 Budget Base Cut	\$ (17,368,373)	
Total Adjustments	<u>\$ (17,368,373)</u>	
<b>FY-11 Appropriation and FTE Authorization</b>	<b>\$963,015,720</b>	<b>464.5**</b>
<b>Percent Change from FY-10 Final Appropriation</b>	<b>-1.8%</b>	<b>0.0%</b>

\* The original FY-10 appropriation was an increase of 16.3 percent from the FY-09 appropriation level.

\*\*The FY-11 FTE authorization contained in HB 2370 was vetoed by the Governor.

## II. FY-10/FY-11 Appropriations Adjustments Detail

- a. State agencies received cuts to monthly General Revenue Fund allocations for the last 11 months of FY-10 as a result of a 15.1 percent revenue shortfall.
- b. OHCA's FY-10 Budget was revised during the 2010 session. HB 2353 adjusted the agency General Revenue Fund appropriation downward, authorized addition at access to American Recovery and Reinvestment Act (ARRA) funds and appropriated funds from the Constitutional Reserve "Rainy Day" Fund. The net effect of these actions was \$33,000,000 in additional funding during FY-10.
- c. The FY-11 base appropriation is decreased by 1.8 percent, reflecting the ongoing negative effects of the nation wide economic recession on state revenue sources available for appropriation.

### III. FY-10 Policy Issues

**HB 2026**, the “Health Care for Oklahomans Act,” requires the Oklahoma Health Care Authority (OHCA) and the Oklahoma Insurance Department (OID) to establish the Health Care of the Uninsured Board (HUB). These agencies are required to establish a system of certification for insurance programs in this state, establish a counseling program for individuals who are without health insurance and not Medicaid eligible and to educate consumers on utilization of primary and preventative care. The measure also requires OHCA to initiate a program with hospitals and health care providers to enroll patients in health insurance programs at the point of service.

In addition, the legislation allows accident and health insurance carriers in Oklahoma to offer a standard health benefit plan to individuals under forty years of age which does not include all state mandated health benefits, but does require specific and complete disclosure of what is and is not a covered benefit.

HB 2026 also authorizes OHCA to create an option to purchase a high-deductible health insurance plan that is compatible with a health savings account within Insure Oklahoma, the state’s premium assistance program.

HB 2026 offers a \$500.00 annual income tax credit for all employers participating in a Section 125 plan beginning in tax year 2010.

**SB 487** allows volunteer health care providers serving at a Federally Qualified Health Center (FQHC) or an FQHC Look-Alike to be under the Governmental Tort Claims Act as a charitable health care provider. The legislation allows the Oklahoma State Department of Health (OSDH) to enter into agreements with community health care providers in which providers offer services without compensation but may assess a sliding scale co-pay fee. Community health care providers entering into agreements with OSDH will be under the provisions of the Act.

The measure also amends the Volunteer Professional Services Immunity Act by applying its provisions to volunteer professionals and any organization that arranges for care given by volunteer professionals and adds physicians’ assistants, nurses, dentists, optometrists, and pharmacists to the list of covered professionals.

Also, the measure allows the state or its political subdivisions settling a claim or suit to have settlement payouts structured in a manner agreed to by all the parties involved in the action.

**SB 757** establishes a Health Information Infrastructure Advisory Board to develop a strategy for the adoption and use of electronic medical records and health information technologies. The agency is designated to operate a hub for health information exchange between health related state agencies and other health organizations. The measure also adds city-county health departments to those entities authorized to receive information for use in studies to reduce morbidity and mortality.

#### **IV. FY-11 Policy Issues**

**HB 2437** creates the Health Carrier Access Payment Revolving Fund to be used to fund the state's Medicaid program and make full use of any federal matching funds available to the state. The measure establishes an access payment of one percent to be collected by the Insurance Department from health insurance carriers on all claims paid until January 1, 2015.

**HB 2596**, the Empower-OK Act, modifies the objectives for OHCA's plan relating to alternatives for long term care.

**HB 2777** directs the agency, when determining eligibility for Insure Oklahoma, to establish income verification procedures that utilize information available through the Oklahoma Tax Commission (OTC), the Oklahoma Employment Security Commission (OESC) and the Department of Human Services (DHS). The measure also permanently implements the Self-Directed Care Act on a state wide basis and postpones the mandated implementation of a durable medical equipment retrieval program until funds become available.

**HB 2778** instructs the agency to modify the incentive reimbursement rate plan for nursing facilities and make annual reports to the Governor, the Speaker of the House of Representatives and the President Pro-Tempore of the Senate.

**HB 2828** authorizes OHCA to assess and collect a Home-Based Support Quality Assurance Assessment of five and one-half percent of total annual Medicaid gross receipts from contracted community-based service providers. The assessments collected will be deposited in a newly created fund and will be used to leverage federal matching funds. The assessments and federal matching funds are to be the basis for increasing provider rates as listed in the measure. The measure also provides that in the event

state funds do not qualify for federal funds the home-Based support quality Assurance Assessment is null and void.

**HB 2999** directs the Department of Mental Health and Substance Abuse Services (DMHSAS) and OHCA to continue to purchase, on a fee-for-service basis, services provided by certified alcohol and drug counselors employed by organizations under contract with either agency.

**HB 3231** modifies the procedure by which the agency addresses errors in Medicaid billing by requiring training of providers for documentation standards, creating certain investigation duties for the Attorney General and providing for a hearing before an administrative law judge.

## V. FY-10 Budget Resources

	<u>FY-09</u>	<u>FY-10</u>	<u>% Change</u>
General Revenue Fund	\$689,953,292	\$581,040,412	-15.8%
Special Cash or Prior Year GR	16,500,000	58,146,080	252.4%
245 Fund Transfer	108,217,090	32,995,945	-69.5%
ARRA Funds	30,000,000	316,460,502	954.9%
Carryover	33,896,859	20,148,914	-40.6%
Tobacco Settlement Funds	26,617,239	24,150,000	-9.3%
Tobacco Tax Revenue	89,079,089	90,596,627	1.7%
Quality of Care Fund	51,698,633	51,540,524	-0.3%
Drug Rebates	110,884,965	120,147,222	8.4%
Supplemental Drug Rebates	4,320,567	7,337,189	69.8%
Medical Refunds	22,060,109	31,032,295	40.7%
Other State Agencies	320,816,741	345,842,602	7.8%
Other Revenue	8,097,065	7,646,763	-5.6%
Federal Medicaid Funds	2,643,904,560	2,773,267,800	4.9%
<b>Total</b>	<b>\$4,156,046,209</b>	<b>\$4,460,352,875</b>	<b>7.3%</b>

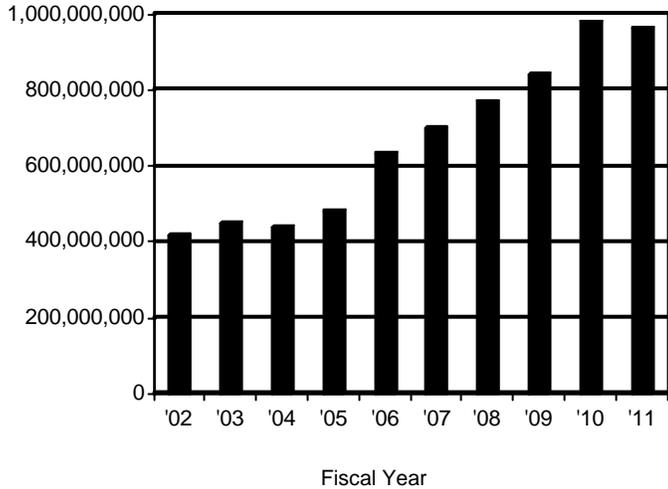
## VI. FY-11 Budget Resources

	<b>FY-10</b>	<b>FY-11</b>	<b>% Change</b>
General Revenue Fund	466,976,627	483,315,372	3.5%
Special Cash or Prior Year GR	58,980,721	150,417,082	155.0%
Rainy Day Funds	0	66,143,316	N/A
245 Fund Transfer	0	30,000,000	N/A
ARRA Funds	431,111,338	187,812,209	-56.4%
Carryover	28,114,277	33,448,876	19.0%
Health Carrier Access Assessment	0	52,000,000	N/A
Tobacco Settlement Funds	24,150,000	0	-100.0%
Tobacco Tax Revenue	99,543,372	97,231,854	-2.3%
Insure Oklahoma Premiums	5,677,195	7,757,796	36.6%
Quality of Care Fund	51,036,383	51,459,689	0.8%
Drug Rebates	136,216,423	115,562,631	-15.2%
Medical Refunds	54,777,010	39,032,295	-28.7%
Other State Agencies	349,413,482	348,113,515	-0.4%
Other Revenue	15,700,619	25,194,174	60.5%
Federal Deferral	3,531,803	0	-100.0%
Federal Medicaid Funds	2,724,508,963	2,878,174,563	5.6%
<b>Total</b>	<b>4,449,738,213</b>	<b>4,565,663,372</b>	<b>2.6%</b>

## VII. Budget References

- a. FY-10: SB 216, Sections 69 through 71; SB 131, Sections 1 through 10; HB 1198, Sections 1 through 3; HB 2353.
- b. FY-11: SB 1561, Sections 72 through 76; SB 1588.

## VI. Ten Year Appropriation History



FY-02	\$418,679,264	FY-07	\$701,964,163
FY-03	\$449,126,375	FY-08	\$771,709,298
FY-04	\$439,000,000	FY-09	\$842,122,261
FY-05	\$482,256,505	FY-10	\$980,384,093
FY-06	\$634,786,355	FY-11	\$963,015,720

### Note:

1. The significant increase in FY-06 General Revenue was a result of the FMAP reduction and funding provider rates.
2. The original FY-10 appropriation to the Oklahoma Health Care Authority was \$979,796,994.

# Oklahoma State Department of Health

Agency # 340

Dr. Terry Cline, Commissioner

## I. FY-10/FY-11 Appropriations Adjustments

	<b>Funding</b>	<b>FTE</b>
<b>FY-10 Appropriation and FTE Authorization *</b>	<b>\$74,360,930</b>	<b>2,530.0</b>
a. FY-10 Budget Base Cut	<u>\$ (5,477,271)</u>	
<b>FY-10 Final Appropriation</b>	<b>\$68,883,659</b>	
<b>Percent Change from FY-10 Original Appropriation</b>	<b>-7.4%</b>	
<b>FY-11 Base Appropriation</b>	<b>\$68,883,659</b>	
b. Pass Through Funding Moratorium	\$ (4,050,584)	
c. FY-11 Budget Base Cut	\$ (1,123,837)	
Total Adjustment	<u>\$ (5,174,421)</u>	
<b>FY-11 Appropriation and FTE Authorization</b>	<b>\$63,709,238</b>	<b>2,395.0 **</b>
<b>Percent Change from FY-10 Final Appropriation</b>	<b>-7.5%</b>	<b>-5.3%</b>

\* The original FY-10 appropriation was a reduction of 7.0 percent from the FY-09 appropriation level.

\*\*The FY-11 FTE authorization contained in HB 2370 was vetoed by the Governor.

## II. FY-10/FY-11 Appropriations Adjustments Detail

- a. State agencies experienced cuts in monthly General Revenue Fund allocations averaging 7.5 percent, as a result of a 15.1 percent revenue shortfall.
- b. Pass through funding for line item programs included in the agency's budget was placed on moratorium for FY-11.
- c. The FY-11 base appropriation less one time moratoriums is decreased 1.7 percent, reflecting the ongoing negative effect of the nation-wide economic recession on state revenue sources, available for appropriation.

### **III. FY-10 Policy Issues**

**HB 1065** modifies the Continuum of Care and Assisted Living Act by requiring the agency to post a consumer guide, inspection reports and plans of correction for assisted living centers on the agency website.

**HB 1069** amends the Licensed Professional Counselors Act, the Marital and Family Therapist Licensure Act and the Licensed Behavioral Practitioner Act and extends the effective date for education requirements for drug and alcohol counselors from January 1, 2010 to January 1, 2012. The legislation stipulates that if the agency moves to deny, revoke, suspend or place on probation any license based on a felony conviction, rendering the licensee unfit to practice, the licensee must be afforded the opportunity for an administrative hearing to contest the determination prior to final action.

**HB 1462** authorizes an advisory committee established in the agency to serve as a sports eye safety resource for public school districts and non-profit community sports organizations.

**HB 1576** modifies the Oklahoma State Athletic Commission Act by including definitions and references to mixed martial arts and combative sports participants and by eliminating the revenue cap on the Oklahoma State Athletic Commission Revolving Fund.

**HB 1595** modifies abortion related definitions and prohibits an abortion procedure based solely on the sex of an unborn child. The measure includes the Statistical Reporting of Abortion Act, requiring reports on complications of induced abortions. Other provisions require the agency to include an individual abortion form and the complications of induced abortion report on their website. OSDH is required to provide all statutes and regulations relating to abortion on its website and, by June 1 of each year, issue an annual on-line abortion report.

**HB 1729** modifies a pilot program in the agency's long-term care licensing division and creates a dispute resolution panel.

**HB 1736** amends the Home Care Act by providing requirements for the employment or contracting with personal home care assistants, specifies required training and supervision and authorizes background checks.

**SB 346** directs the agency to establish an internet-based advanced health care directive registry, establishes fees to cover costs of maintaining the registry database and offer advance directive forms on the website.

**SB 487** allows volunteer health care providers serving at a Federally Qualified Health Center (FQHC) or an FQHC Look-Alike to be under the Governmental Tort Claims Act as a charitable health care provider. The legislation allows the agency to enter into agreements with community health care providers in which providers offer services without compensation but may assess a sliding scale co-pay fee. Community health care providers entering into agreements with OSDH will be under the provisions of the Act.

The measure also amends the Volunteer Professional Services Immunity Act by applying its provisions to volunteer professionals and any organization that arranges for care given by volunteer professionals and adds physicians' assistants, nurses, dentists, optometrists, and pharmacists to the list of covered professionals.

This legislation allows the state or its political subdivisions settling a claim or suit to have a settlement payout structured in a manner agreed to by all the parties involved in the action.

**SB 541** sets the maximum application fee for a new long-term care facility at \$3,000, the maximum fee for the replacement of an existing facility at \$1,000 and the maximum filing fee on an application for an acquisition at \$5,000. The measure directs the agency to refund application fees in full on all disapproved applications.

**SB 572** provides that regulations adopted by county boards of health not be more stringent than state law and rules, including ordinances and rules of a city or town relating to an establishment offering to sell food and drink. The legislation exempts rules and fees pertaining to food managers and food handlers adopted prior to May 31, 2008 from certain provisions.

**SB 580** authorizes long-term care pharmacies to maintain an emergency electronic medication kit and directs the State Board of Pharmacy to promulgate rules relating to their use.

**SB 622** defines terms and conditions for the donation of anatomical gifts, any exemptions and criteria for the revocation of an anatomical gift and the requirements of the OSDH and the Department of Public Safety (DPS) in establishing protocols for identifying donors and for the proper handling of anatomical gifts.

**SB 661** directs the Commissioner to develop a grant program for private, nonprofit and public entities to administer the National Hospital Preparedness Program (HPP) and exempts the grant program from the Central Purchasing Act.

**SB 677** amends the State Travel Reimbursement Act by adding the agency to the list of state agencies granted the authority to arrange for and charge meals and lodging for agency personnel moved into an area under emergency conditions.

**SB 757** establishes a Health Information Infrastructure Advisory Board to develop a strategy for the adoption and use of electronic medical records and health information technologies and designates the agency to operate a hub for health information exchange between health related state agencies and other health organizations. The measure adds city-county health departments to those entities that may receive information for use in studies to reduce morbidity and mortality.

**SB 810** the Oklahoma Sleep Diagnostic Testing Regulation Act, requires a physician, physician assistant, or advance practice nurse to order certain testing and that testing be conducted in a facility meeting certain standards. The measure exempts testing conducted in a licensed hospital from the Act and designates the agency as the official agency for regulation.

**SB 1129**, the Uniform Emergency Volunteer Health Practitioners Act, establishes a registration system for volunteer health practitioners who provide health or veterinary services for a host entity while an emergency declaration is in effect.

**SB 1206** authorizes city-county health departments to enter into mutual aid compacts with municipalities, counties or sovereign tribal nations within the state. The measure allows health departments to become part of the statewide mutual aid system unless a jurisdiction chooses to withdraw from the system through a resolution of its governing body.

#### **IV. FY-11 Policy Issues**

**HB 2551** provides that OSDH pay a \$5,000 tax-exempt death benefit to the beneficiary of a registered emergency medical responder (EMR) who dies in the line of duty. A similar benefit currently exists for emergency medical technicians (EMTs). Benefits will be paid from a revolving fund, currently funded by a \$10.00 application fee paid by EMTs which is scheduled to expire July 1, 2010. The measure institutes a new application fee schedule of \$10.00 for each new EMT application, \$2.50 for each EMT renewal application, \$10.00 for initial EMR applications and \$5.00 for each EMR renewal application.

**HB 2774**, includes the Clean Air in Restaurants Act of 2012, authorizing the agency to implement a rebate program reimbursing restaurants fifty percent of the non-depreciated funds expended to establish smoking rooms prior to November 1, 2010. Rebate eligibility is established by conversion to a smoke-free environment no later than January 1, 2013. Rebate payments will be made from the Tobacco Prevention and Cessation Revolving Fund. The measure also includes the Oklahoma Certified Healthy Communities Act and the Oklahoma Certified Healthy Schools Act to be administered by OSDH promoting wellness and healthy behaviors in communities and schools. Each program includes incentives and monetary awards should funds become available. The measure creates advisory committees, five members and nine members respectively, whose members are eligible for travel reimbursement by their appointing authorities.

**HB 2775** authorizes OSDH to contract with vendors to deliver Women, Infants and Children (WIC) benefits electronically.

**HB 2920**, the Shaken Baby Prevention Education Initiative, creating an eleven member task force until December 31, 2015. Members of the task force will receive no compensation and does not provide for travel reimbursement.

**HB 3171** modifies procedures relating to death certificates, including filing requirements entry of data into an electronic system to be developed by the State Registrar of Vital Statistics. The system will be made available to all licensed funeral directors and physicians and the State Registrar of Vital Statistics will provide training and access to the system to registered users.

**HB 3284**, the Statistical Abortion Reporting Act, directing the agency to prepare electronic forms, available on the agency website, and provide a system in which physicians performing abortions may electronically submit the forms to OSDH. The measure also requires OSDH to provide certain information to physicians, collect data, and prepare reports for posting on the website. Further, the measure establishes fines or court orders for physicians performing abortions failing to provide complete and timely reports and makes knowingly or recklessly failing to report or submitting false information a misdemeanor.

**SB 673** clarifies the term “public bathing place” to exclude spray pads and spray grounds excluding those facilities from certain license fees.

**SB 1373**, the Oklahoma Plan for Comprehensive Treatment of Chronic Obstruction Pulmonary Disease Act, directing OSDH to create a comprehensive state plan addressing the disease and allowing OSDH to utilize plans developed by advocacy organizations to establish the plan.

**SB 1817** updates language related to eye care required for newborn infants and allows a parent of legal guardian to opt out based on religious grounds or when such person deems that it is in the best interest of the child.

## V. FY-10 Budget Resources

	<u>FY-09</u>	<u>FY-10</u>	<u>% Change</u>
General Revenue Fund	\$75,028,113	\$73,030,278	-2.7%
Revolving Funds	103,053,201	99,519,523	-3.4%
ARRA Funds	0	1,330,652	N/A
Federal Funds	216,347,345	215,391,926	-0.4%
<b>Total</b>	<b>\$394,428,659</b>	<b>\$389,272,379</b>	<b>-1.3%</b>

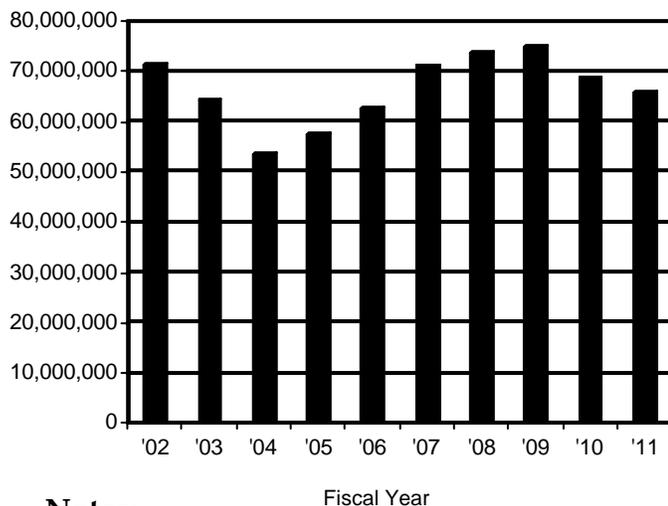
## VI. FY-11 Budget Resources

	<u>FY-10</u>	<u>FY-11</u>	<u>% Change</u>
General Revenue Fund	\$67,553,007	\$61,547,757	-8.9%
Revolving Funds	79,000,599	86,156,253	9.1%
ARRA Funds	1,330,652	2,161,481	62.4%
Federal Funds	228,326,532	219,102,243	-4.0%
<b>Total</b>	<b>\$376,210,790</b>	<b>\$368,967,734</b>	<b>-1.9%</b>

## VII. Budget References

- a. FY-10: SB 216, Section 67; HB 1200, Sections 1 through 8 and 10 through 18, [Section 9, which allocated \$2,500,000 for the Disaster and Emergency Medicine residency program at OU Tulsa, was vetoed by Governor Henry.]
- b. FY-11: SB 1561, Sections 68 & 69.

## VIII. Ten Year Appropriation History



FY-02	\$71,436,628	FY-07	\$71,234,131
FY-03	\$64,292,965	FY-08	\$73,786,143
FY-04	\$53,649,633	FY-09	\$75,028,113
FY-05	\$57,563,226	FY-10	\$68,883,659
FY-06	\$62,790,819	FY-11	\$65,870,719

### Notes:

- The original FY-10 appropriation to the Oklahoma State Department of Health was \$74,360,930.

# J. D. McCarty Center for Children with Developmental Disabilities

Agency # 670  
Curtis Peters, Director

## I. FY-10/FY-11 Appropriations Adjustments

	<b>Funding</b>	<b>FTE</b>
<b>FY-10 Appropriation and FTE Authorization *</b>	<b>\$4,452,961</b>	<b>230.0</b>
a. FY-10 Budget Base Cut	\$ (306,704)	
<b>FY-10 Final Appropriation</b>	<b>\$4,146,257</b>	
<b>Percent Change from FY-10 Original Appropriation</b>	<b>-6.9%</b>	
<b>FY-11 Base Appropriation</b>	<b>\$4,146,257</b>	
b. FY-11 Budget Base Cut	\$ (124,388)	
Total Adjustment	\$ (124,388)	
<b>FY-11 Appropriation and FTE Authorization</b>	<b>\$4,021,869</b>	<b>225.0 **</b>
<b>Percent Change from FY-10 Final Appropriation</b>	<b>-3.0%</b>	<b>-2.2%</b>

\* The original FY-10 appropriation was unchanged from the FY-09 appropriation level.

\*\*The FY-11 FTE authorization contained in HB 2370 was vetoed by the Governor.

## II. FY-10/FY-11 Appropriations Adjustments Detail

- a. State agencies experienced cuts in monthly General Revenue allocations averaging 7.5 percent as a result of a 15.1 percent revenue shortfall.
- b. The FY-11 base appropriation is decreased by 3.0 percent, reflecting the ongoing negative effect of the nation-wide economic recession on state revenue sources available for appropriation.

## III. FY-10 Policy Issues

None.

#### IV. FY-11 Policy Issues

None.

#### V. FY-10 Budget Resources

	<u>FY-09</u>	<u>FY-10</u>	<u>% Change</u>
General Revenue Fund	\$4,452,961	\$4,089,389	-8.2%
ARRA Funds	0	363,572	N/A
Revolving Funds	10,717,072	11,270,316	5.2%
<b>Total</b>	<b>\$15,170,033</b>	<b>\$15,723,277</b>	<b>3.6%</b>

#### VI. FY-11 Budget Resources

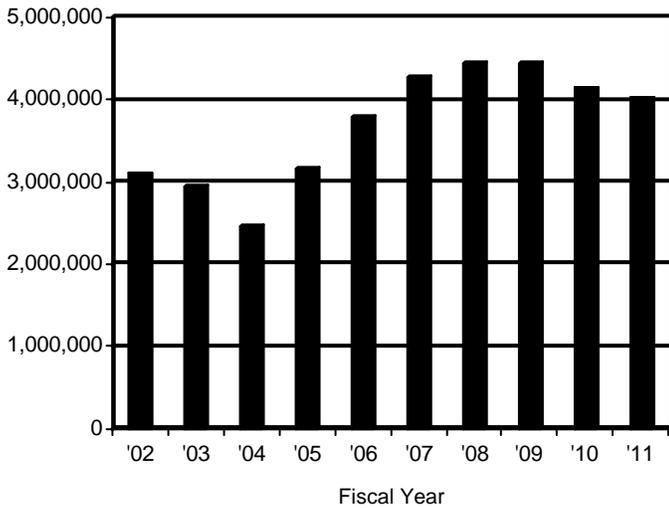
	<u>FY-10</u>	<u>FY-11</u>	<u>% Change</u>
General Revenue Fund	\$3,788,062	\$3,664,060	-3.3%
ARRA Funds	345,715	357,809	3.5%
Revolving Funds	12,342,965	11,095,816	-10.1%
<b>Total</b>	<b>\$16,476,742</b>	<b>\$15,117,685</b>	<b>-8.2%</b>

#### VII. Budget References

a. FY-10: SB 216, Section 72; SB 139, Sections 1 through 7.

b. FY-11: SB 1561, Sections 77 and 78.

## VIII. Ten Year Appropriation History



FY-02	\$3,101,630	FY-07	\$4,278,944
FY-03	\$2,946,549	FY-08	\$4,452,961
FY-04	\$2,457,898	FY-09	\$4,452,961
FY-05	\$3,162,767	FY-10	\$4,146,257
FY-06	\$3,792,283	FY-11	\$4,021,869

**Note:**

1. The FY-02 increase represents funds for debt service obligations against the bond issue used to finance the Center's new facility.
2. The original FY-10 appropriation to the J.D. McCarty Center for Children with Developmental Disabilities was \$4,452,961.

# Oklahoma Department of Mental Health and Substance Abuse Services

Agency # 452  
Terri White, Commissioner

## I. FY-10/FY-11 Appropriations Adjustments

	<b>Funding</b>	<b>FTE</b>
<b>FY-10 Appropriation and FTE Authorization *</b>	<b>\$203,275,222</b>	<b>2575.0</b>
a. FY-10 Budget Base Cut	\$ (14,589,681)	
<b>FY-10 Final Appropriation</b>	<b>\$188,685,541</b>	
<b>Percent Change from FY-10 Original Appropriation</b>	<b>-7.2%</b>	
<b>FY-11 Base Appropriation</b>	<b>\$188,685,541</b>	
b. FY-11 Budget Base Cut	\$ (943,428)	
Total Adjustment	\$ (943,428)	
<b>FY-11 Appropriation and FTE Authorization</b>	<b>\$187,742,113</b>	<b>2,200.0 **</b>
<b>Percent Change from FY-10 Final Appropriation</b>	<b>-0.5%</b>	<b>-14.6%</b>

\* The original FY-10 appropriation was a reduction of 3.0 percent from the FY-09 appropriation level.

\*\* The FY-11 FTE authorization contained in HB 2370 was vetoed by the Governor

## II. FY-10/FY-11 Appropriations Adjustments Detail

- a. State agencies experienced cuts in monthly General Revenue Fund allocations averaging 7.5 percent as a result of a 15.1 percent revenue shortfall.
- b. The FY-11 base appropriation is decreased by 0.5 percent, reflecting the ongoing negative effect of the nation-wide economic recession on state revenue sources, available for appropriation.

## III. FY-10 Policy Issues

**HB 1067** requires initial assessments by licensed mental health professionals to include drug and alcohol-screening tests.

**HB 1069** amends the Licensed Professional Counselors Act, the Marital and Family Therapist Licensure Act and the Licensed Behavioral Practitioner Act and extends the effective date for education requirements for drug and alcohol counselors from January 1, 2010 to January 1, 2012. The legislation stipulates that if the agency moves to deny, revoke, suspend or place on probation any license based on a felony conviction, rendering the licensee unfit to practice, the licensee must be afforded an opportunity for an administrative hearing to contest the determination prior to final action.

**HB 1616** establishes procedures for a peace officer to employ when encountering a person who is medically unstable, authorizes physicians to detain such persons until deemed medically stable and specifies procedures to be used upon the determination of emergency detention based on an initial assessment.

**SB 1075** allows an offender to participate in a drug court program when the individual has not had a prior felony conviction for a violent offense within ten years of the drug offense. The measure requires offenders who have not paid all costs and fees pursuant to a court order, but who have otherwise successfully completed the drug court program, to not be considered as an active drug court participant for purposes of drug court contracts or program participant enumeration.

#### **IV. FY-11 Policy Issues**

**HB 2999** provides that the maintenance of enumerated facilities is no longer mandatory. The legislation also requires DMHSAS and the Health Care Authority (OHCA) to continue to purchase on a fee-for-services basis, services provided by certified alcohol and drug counselors employed by organizations under contract with either agency.

**SB 1488** authorizes, contingent upon the receipt of \$6,000,000 in matching private funds, the Capital Improvement Authority (OCIA) to issue obligations generating net proceeds not to exceed \$6,000,000 to acquire, improve and expand a facility to provide inpatient and outpatient services for the agency. The obligations will be secured by legislative appropriations sufficient to make lease payments from the agency to OCIA.

## V. FY-10 Budget Resources

	<u>FY-09</u>	<u>FY-10</u>	<u>% Change</u>
General Revenue Fund	\$204,579,129	\$194,529,080	-4.9%
Special Cash or Prior Year GR	5,000,000	5,000,000	0.0%
Carryover	6,757,490	4,757,490	-29.6%
ARRA Funds	0	3,746,142	N/A
Revolving Funds	58,799,988	55,235,618	-6.1%
Federal Funds	51,381,375	48,259,375	-6.1%
<b>Total</b>	<b>\$326,517,982</b>	<b>\$311,527,705</b>	<b>-4.6%</b>

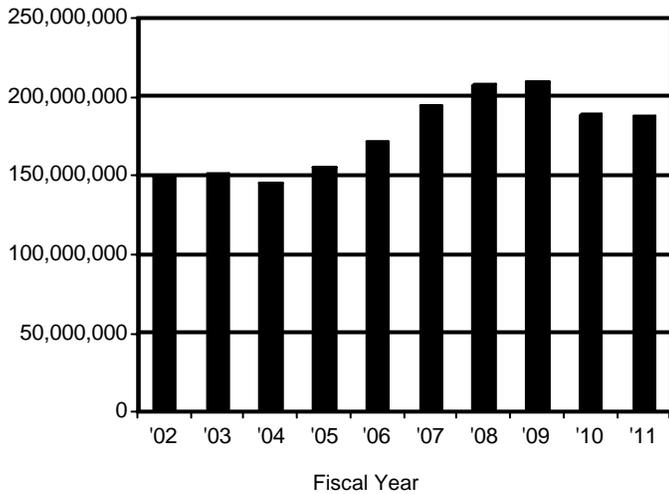
## VI. FY-11 Budget Resources

	<u>FY-10</u>	<u>FY-11</u>	<u>% Change</u>
General Revenue Fund	\$177,709,625	\$183,634,910	3.3%
Special Cash or Prior Year GR	5,000,000	0	-100.0%
Carryover	6,729,185	2,206,699	-67.2%
ARRA Funds	3,746,142	4,107,203	9.6%
Revolving Funds	66,014,236	54,889,961	-16.9%
Federal Funds	50,758,096	42,663,227	-15.9%
Governor Stabilization Funds	2,500,000	2,500,000	0.0%
<b>Total</b>	<b>\$312,457,284</b>	<b>\$290,002,000</b>	<b>-7.2%</b>

## VII. Budget References

- a. FY-10: SB 216, Sections 65 and 66; HB 1204, Sections 1 through 9.
- b. FY-11: SB 1561, Sections 66 & 67.

## VIII. Ten Year Appropriation History



FY-02	\$149,135,211	FY-07	\$194,703,800
FY-03	\$150,924,452	FY-08	\$207,529,129
FY-04	\$145,018,006	FY-09	\$209,579,129
FY-05	\$155,447,428	FY-10	\$188,685,541
FY-06	\$171,810,647	FY-11	\$187,742,113

### Notes:

1. The original FY-10 appropriation to the Oklahoma Department of Mental Health and Substance Abuse Services was \$203,275,222.

# University Hospitals Authority

Agency # 825

Dean Gandy, Director

## I. FY-10/FY-11 Appropriations Adjustments

	<b>Funding</b>	<b>FTE</b>
<b>FY-10 Appropriation and FTE Authorization *</b>	<b>\$43,493,342</b>	<b>10.0</b>
a. FY-10 Budget Base Cut	\$ (2,488,249)	
<b>FY-10 Final Appropriation</b>	<b>\$41,005,093</b>	
<b>Percent Change from FY-10 Original Appropriation</b>	<b>-5.7%</b>	
<b>FY-11 Base Appropriation</b>	<b>\$41,005,093</b>	
b. FY-11 Budget Base Cut	\$ (2,410,049)	
Total Adjustment	\$ (2,410,049)	
<b>FY-11 Appropriation and FTE Authorization</b>	<b>\$38,595,044</b>	<b>10.0 **</b>
<b>Percent Change from FY-10 Final Appropriation</b>	<b>-5.9%</b>	<b>0.0%</b>

\* The original FY-10 appropriation was reduced by 0.6 percent from the FY-09 appropriation level.

\*\*The FY-11 FTE authorization contained in HB 2370 was vetoed by the Governor.

## II. FY-10/FY-11 Appropriations Adjustments Detail

- a. State agencies experienced cuts in monthly General Revenue Fund allocations averaging 7.5 percent as a result of a 15.1 percent revenue shortfall.
- b. The FY-11 base appropriation is decreased 5.9 percent, reflecting the ongoing negative effect of the nation-wide economic recession on state revenue sources available for appropriation.

### III. FY-10 Policy Issues

**SB 135** authorizes the Developmental Disabilities Services Division (DDSD) of the Department of Human Services (DHS) to establish a licensing process for Licensed Behavioral Analysts and Licensed Assistant Behavioral Analysts certified by the national Behavior Analyst Certification Board. The legislation requires the State Department of Education to deliver specialized training for providers in the Sooner Start program to develop skills necessary to treat children with autism spectrum disorder. The measure also requires funds be used by the University Hospitals Authority (UHA) for primary care provider evaluation training for providers in the Sooner SUCCESS program to acquire skills necessary to evaluate children with autism spectrum disorder and requires the DHS to establish an applied behavioral analysis research pilot project utilizing three board certified behavioral analysts to treat children with autism. Also, the legislation requires UHA to establish a program modeled after Early Foundations, an outreach program providing early intervention for children with autism, in a county where an Early Foundations program does not presently exist.

### IV. FY-11 Policy Issues

**HB 2446** directs \$5,000,000 of the University Hospitals Authority (UHA) Disbursing Fund to be used to provide a grant to the OU College of Medicine, Department of Ophthalmology. The legislation also authorizes expense by, of the principal and earned interest of the University Hospitals Authority Disbursing Fund.

### V. FY-10 Budget Resources

	<u>FY-09</u>	<u>FY-10</u>	<u>% Change</u>
General Revenue Fund	\$43,198,085	\$33,176,659	-23.2%
ARRA Funds	0	10,316,683	N/A
Operating/Revolving Funds	64,726,645	64,837,309	0.2%
<b>Total</b>	<b>\$107,924,730</b>	<b>\$108,330,651</b>	<b>0.4%</b>

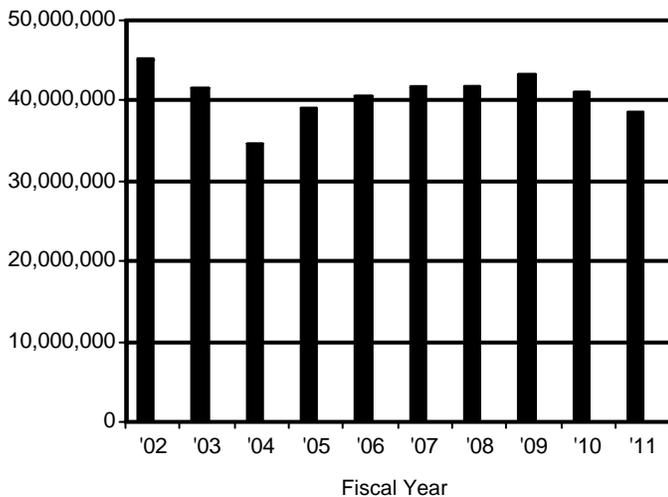
## VI. FY-11 Budget Resources

	<u>FY-10</u>	<u>FY-11</u>	<u>% Change</u>
General Revenue Fund	\$30,688,418	\$14,187,924	-53.8%
ARRA Funds	10,316,683	24,407,120	136.6%
Operating/Revolving Funds	69,544,662	88,961,263	27.9%
<b>Total</b>	<b>\$110,549,763</b>	<b>\$127,556,307</b>	<b>15.4%</b>

## VII. Budget References

- a. FY-10: SB 216, Section 68; SB 147, Sections 1 through 7
- b. FY-11: SB 1561, Sections 70 & 71

## VI. Ten Year Appropriation History



FY-02	\$45,149,895	FY-07	\$41,665,342
FY-03	\$41,499,895	FY-08	\$41,865,342
FY-04	\$34,598,585	FY-09	\$43,250,342
FY-05	\$39,029,342	FY-10	\$41,005,093
FY-06	\$40,549,342	FY-11	\$38,595,044

### Notes:

1. The FY-02 figure reflects an increase of funding for GME.
2. The original FY-10 appropriation to the University Hospitals Authority was \$43,493,342.

# Oklahoma Department of Veterans Affairs

Agency # 650

Martha Spear, Director

## I. FY-10/FY-11 Appropriations Adjustments

	Funding	FTE
<b>FY-10 Appropriation and FTE Authorization *</b>	<b>\$40,282,600</b>	<b>1998.0</b>
a. FY-10 Budget Base Cut	\$ (3,021,195)	
<b>FY-10 Final Appropriation</b>	<b>\$37,261,405</b>	
<b>Percent Change from FY-10 Original Appropriation</b>	<b>-7.5%</b>	
<b>FY-11 Base Appropriation</b>	<b>\$37,261,405</b>	
b. FY-11 Budget Base Cut	\$ (1,304,149)	
Total Adjustment	\$ (1,304,149)	
<b>FY-11 Appropriation and FTE Authorization</b>	<b>\$35,957,256</b>	<b>1,998.0 **</b>
<b>Percent Change from FY-10 Final Appropriation</b>	<b>-3.5%</b>	<b>0.0%</b>

\* The original FY-10 appropriation was reduced by 7% from the FY-09 appropriation level.

\*\*The FY-11 FTE authorization contained in HB 2370 was vetoed by the Governor.

## II. FY-10/FY-11 Appropriations Adjustments Detail

- a. State agencies experienced cuts in monthly General Revenue Fund allocations averaging 7.5 percent as a result of a 15.1 percent revenue shortfall.
- b. The FY-11 base appropriation is decreased 3.5 percent, reflecting the ongoing negative effect of the nation-wide economic recession on state revenue sources available for appropriation.

## III. FY-10 Policy Issues

None

## IV. FY-11 Policy Issues

None

## V. FY-10 Budget Resources

	<u>FY-09</u>	<u>FY-10</u>	<u>% Change</u>
General Revenue Fund	\$40,282,600	\$40,282,600	0.0%
Carryover	3,000,000	2,000,000	-33.3%
Revolving Funds	36,315,136	35,558,740	-2.1%
Federal Funds	36,790,069	58,886,380	60.1%
<b>Total</b>	<b>\$116,387,805</b>	<b>\$136,727,720</b>	<b>17.5%</b>

**Notes:** The significant change in federal funds is a result of retroactive payments for residents with seventy percent or greater disability classifications and due to a change in federal regulations.

## VI. FY-11 Budget Resources

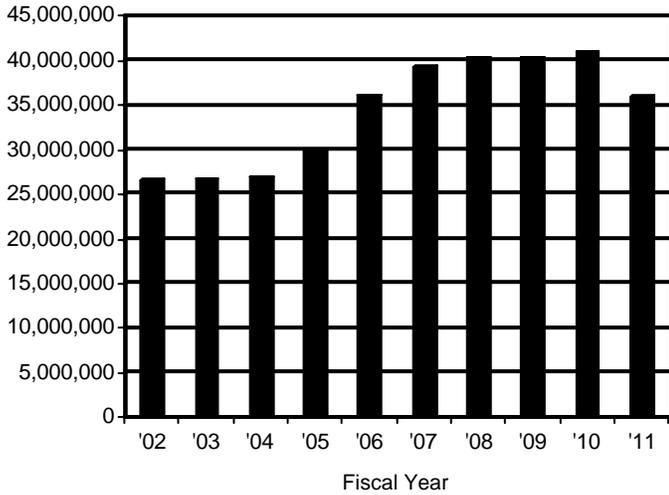
	<u>FY-10</u>	<u>FY-11</u>	<u>% Change</u>
General Revenue Fund	\$37,261,401	\$35,957,256	-3.5%
Carryover	2,000,000	1,000,000	-50.0%
Revolving Funds	35,558,740	32,650,310	-8.2%
Federal Funds	58,886,360	50,933,154	-13.5%
<b>Total</b>	<b>\$133,706,501</b>	<b>\$120,540,720</b>	<b>-9.8%</b>

**Notes:** The significant change in federal funds is a result of retroactive payments for residents with seventy percent or greater disability classifications and due to a change in federal regulations.

## VII. Budget References

- a. FY-10: SB 216, Section 73; HB 1208, Sections 1 through 5.
- b. FY-11: SB 1561, Sections 79.

## VIII. Ten Year Appropriation History



FY-02	\$26,570,641	FY-07	\$39,324,159
FY-03	\$26,687,506	FY-08	\$40,282,600
FY-04	\$26,943,202	FY-09	\$40,282,600
FY-05	\$30,091,172	FY-10	\$37,261,405
FY-06	\$36,040,332	FY-11	\$35,957,256

### Notes:

1. The original FY-10 appropriation to the Oklahoma Department of Veterans Affairs was \$40,282,600.