



## Governor's FY 2018-19 Budget Recommendations Minnesota Department of Health

Dr. Ed Ehlinger | Commissioner of Health

February 2017



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## MDH Budget Recommendations

- Address persistent health disparities across racial, income, and geographic lines
- Intervene early to give at-risk kids the opportunity to be healthy and successful
- Protect the growing number of vulnerable adults in long-term care settings
- Ensure clean drinking water for all Minnesotans—now and into the future
- Maintain the service levels that Minnesotans expect

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## MDH Budget Recommendations

Impact of FY 2018-19 General Fund Recommendations	\$ in 000s
<b>General Fund Base</b>	<b>182,172</b>
Home Visiting for Pregnant & Parenting Teens	31,000
Protecting Vulnerable Adults in Health Care Settings	1,192
Preventing Opioid Overdoses in American Indian Communities	4,000
Improving Health through Community-Driven Data	1,000
Operating Adjustment	6,535
Medical Cannabis	300
Technical Assistance for Infrastructure Review	460
<b>Total General Fund Change</b>	<b>44,487</b>
<b>Proposed FY 2018-19 General Fund Budget</b>	<b>226,659</b>

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## MDH Budget Recommendations



### RETURN ON INVESTMENT:

ONE \$1 = \$2<sup>88</sup> to \$5<sup>70</sup>



**20%** less  
time on  
welfare



**59%**  
fewer child  
arrests at  
age 15



**48%**  
decline in  
child abuse



**67%** less  
behavioral  
problems  
in school

### 1: Home Visiting for Pregnant and Parenting Teens

- Gives 3,659 at-risk teen parents and their children the skills and opportunity to be healthy and successful
- A healthy start for kids significantly reduces the need for future social services spending and improves school readiness
- Services delivered through community health boards, tribal nations and non-profits

**\$31M GF in FY 2018-19**

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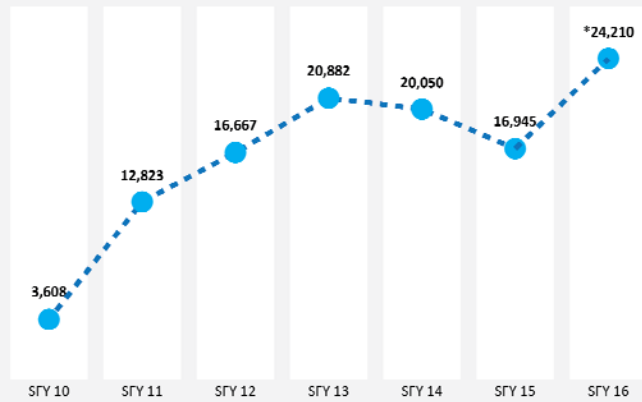
## MDH Budget Recommendations

### 2: Protecting Vulnerable Adults in Health Care Settings

- Dramatic increase in complaints as state population ages and more people enter care settings
- Ensures concerned families see a faster response to complaints by adding inspectors to keep pace

\$1.2M GF / \$1.4M fees in FY 2018-19

Total Vulnerable Adult Maltreatment Allegations



\*SFY16 allegation count may increase.

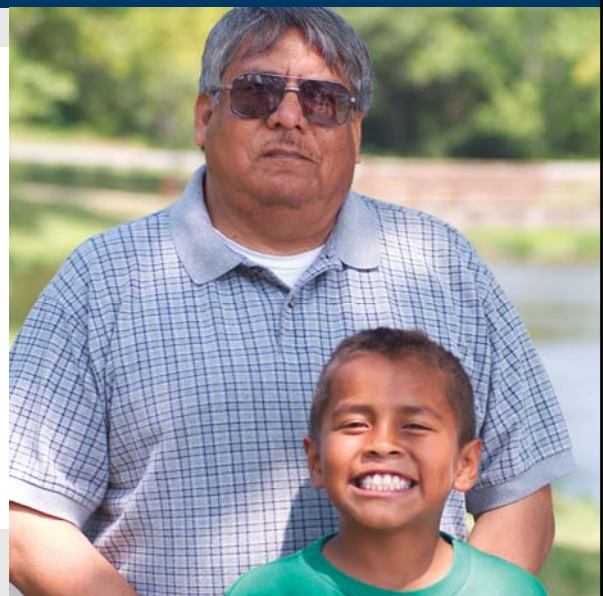
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## MDH Budget Recommendations

### 3: Preventing Opioid Overdoses in American Indian Communities

- Minnesota's American Indian communities have highest opioid overdose rate in U.S.
- Grants to tribes will strengthen family and cultural connections to prevent opioid use and addiction
- Developed through tribal consultation at October 2016 State-Tribal Summit

\$4M GF one-time in FY 2018-19



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## MDH Budget Recommendations



### 4: Improving Health through Community-Driven Data

- Overall healthy state masks wide, persistent disparities—geographic, racial, economic
- Aligns health data to needs of Minnesota's rapidly changing communities
- Community-informed data are a powerful resource to guide policy decisions that address health disparities

\$1M one-time in FY 2018-19

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## MDH Budget Recommendations

### 5: Operating Adjustment

- Modest inflationary growth in rent, technology, and employee compensation
- MDH continually finds new efficiencies and improves on performance measures
- Protects core services that Minnesotans expect and deserve

\$6.5M GF/\$1.4M HCAF in FY 2018-19



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## MDH Budget Recommendations



### 6: Medical Cannabis

- Registry technology and manufacturers' activities are complex and costly, requiring 24-hr/7-day per week maintenance and oversight
- Maintains key services that protect patient safety and provide vital research on patients' experiences
- Reflects revenue from recent increase in manufacturer fee

\$0.3M GF / \$0.2M fees in FY 2018-19

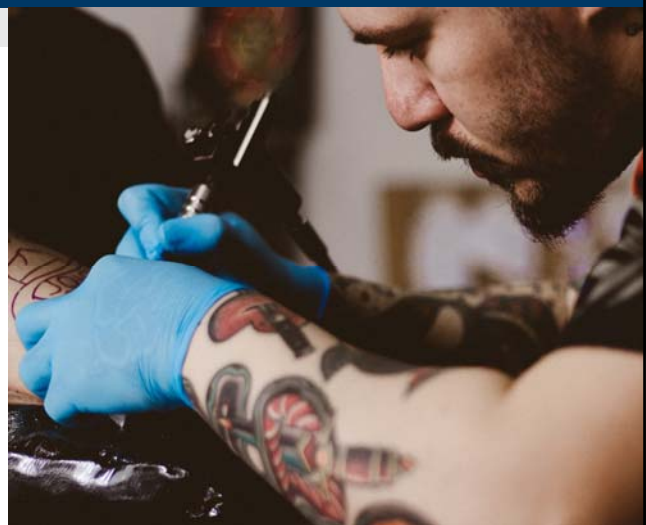
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## MDH Budget Recommendations

### 7: Body Art Regulation

- Minnesota's body art industry has grown larger and more complex than 2010 regulation anticipated
- Protects Minnesotans' health and our blood supply

\$0.55M expense/\$0.4M fees in FY 2018-19



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## MDH Budget Recommendations



### 8: Health Occupations Program

- Ensures allied health professionals meet state standards of practice
- Reflects higher costs, industry growth, and mandated implementation of criminal background checks

\$0.07M expense/\$0.3M fees in FY 2018-19

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## MDH Budget Recommendations



### 9: Drinking Water Protection

- Post-Flint, Minnesota communities are focused on protecting their drinking water
- Supports local communities to ensure a safe, adequate supply of drinking water for years to come
- Frees up federal funds for local water infrastructure projects

\$5M expense/fees in FY 2018-19

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## MDH Budget Recommendations

### 10: Food, Pools and Lodging

- Food service sector is increasingly complex, with businesses blurring old category lines
- Aligns regulation and fees between departments of Health and Agriculture
- Increases food safety and reduces confusion for regulated businesses

\$1.6M expense/fees in FY 2018-19



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## MDH Budget Recommendations

### 11: Wells and Borings

- Protects groundwater used for drinking from contaminants that enter through wells and borings
- Modernizes requirements and fees to simplify regulation, increase fairness and maintain service levels that well owners expect

\$0.4M fees in FY 2018-19



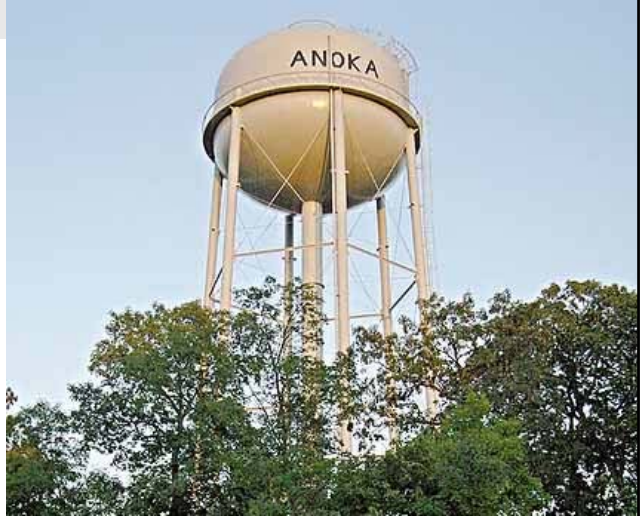
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## MDH Budget Recommendations

### 12: Technical Assistance for Infrastructure Improvement Review

- Supports Governor's bonding proposal to invest \$167 million in clean, affordable water
- Delivers timely review and assistance to Minnesota communities improving local drinking water systems

\$0.46M GF in FY 2018-19



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## MDH Budget Recommendations



### 13-18: Clean Water Fund

- Maintain 23 staff and grants/local assistance to:
  - Determine what level of water contaminants are dangerous to people's health
  - Protect sources that supply drinking water to the public
  - Help local governments and public water systems ensure their water is safe to drink

\$9.65M CWF in FY 2018-19

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## MDH Budget Recommendations

### 19: Help Me Grow

- Connects high-needs children to Minnesota's strong system of early learning and development resources
- MDH part of multi-agency proposal including Education and Human Services

Costs reflected in Education budget



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## MDH Budget Recommendations

### 20: Nonrefundable Fee Clarification

- Clarifies that fees for health facilities and home care regulation are nonrefundable, consistent with most other regulatory programs
- Retains funding needed to support cost of regulation

\$0.14M retained fee revenue in FY 2018-19



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# Thank you!

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