

STATEMENT OF PURPOSE

RS26336

This is the FY 2019 original appropriation bill for the Department of Health and Welfare for the Divisions of Mental Health Services, Psychiatric Hospitalization, and Substance Abuse Treatment and Prevention. It appropriates \$109,093,800 and limits the number of authorized full-time equivalent positions at 716.58. The bill also includes an FY 2018 rescission of \$1,600,000 for the Adult Mental Health Program. This funding was transferred to the Child Welfare Division for the Home Visitation Program that is managed by the Public Health Districts.

For benefit costs, the bill removes \$1,450 per eligible FTP to bring the annual employer contribution for health insurance down to \$11,650 by including a two-month employee and employer premium holiday, adds a 6.8% increase for life insurance, and adjusts funding for workers' compensation in amounts that vary by agency. Inflationary adjustments include \$124,000 for medical inflation at both state hospitals. Funding for replacement items includes \$608,200 for items at both state hospitals, which are to be determined by the hospital administrator. For statewide cost allocation, \$44,900 is reduced for risk management costs. An annualization of \$45,200 is provided for State Hospital North for increased personnel costs that were approved in an FY 2018 supplemental appropriation. The bill also provides funding for a 3% ongoing merit-based salary increase for permanent employees, to be distributed at the discretion of the director, and a 3% increase in the compensation schedule. The bill also includes a shift of \$7,600 for nondiscretionary adjustments and a shift of \$375,500 for endowment adjustments.

The bill funds six line items. In Mental Health Services, two line items were approved. The first line item provides \$2,567,500 for the establishment of the remaining three community crisis centers, to be located in Nampa/Caldwell, Pocatello/Blackfoot, and Lewiston/Moscow. The second line item provides a net reduction of \$681,600. This includes an increase of \$500,000 to allow for two software programs to communicate, and for a transfer of \$1,181,600 from the Children's Mental Health Program to Medicaid. In Psychiatric Hospitalization one line item was added that reduced \$295,700 for contracted beds with the Department of Correction. It is expected that these funds will be added to the Department of Correction. For Substance Abuse Treatment and Prevention, the bill funds three line items. The first is for a 5% provider rate increase. The second is for \$1,955,000 to address the opioid crisis in Idaho. The third line item added \$160,000 from the Millennium Income Fund for tobacco compliance checks.

FISCAL NOTE

	FTP	Gen	Ded	Fed	Total
FY 2018 Original Appropriation	716.58	64,212,700	12,837,000	26,868,800	103,918,500
8. Home Visitation Program	0.00	(1,600,000)	0	0	(1,600,000)
Supplementals - Approved in H475		3,228,200	(450,000)	(1,117,000)	1,661,200
FY 2018 Total Appropriation	716.58	65,840,900	12,387,000	25,751,800	103,979,700
Noncognizable Funds and Transfers	0.00	0	0	1,955,000	1,955,000
FY 2018 Estimated Expenditures	716.58	65,840,900	12,387,000	27,706,800	105,934,700
Removal of Onetime Expenditures	0.00	(1,825,000)	(395,700)	(1,955,000)	(4,175,700)
Base Adjustments	0.00	2,200,000	0	0	2,200,000

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FY 2019 Base	716.58	66,215,900	11,991,300	25,751,800	103,959,000
Benefit Costs	0.00	(681,200)	(100,300)	(170,100)	(951,600)
Inflationary Adjustments	0.00	124,000	0	0	124,000
Replacement Items	0.00	305,400	302,800	0	608,200
Statewide Cost Allocation	0.00	(39,800)	0	(5,100)	(44,900)
Annualizations	0.00	45,200	0	0	45,200
Change in Employee Compensation	0.00	912,300	249,200	231,200	1,392,700
Nondiscretionary Adjustments	0.00	7,600	0	(7,600)	0
Endowment Adjustments	0.00	(375,500)	375,500	0	0
FY 2019 Program Maintenance	716.58	66,513,900	12,818,500	25,800,200	105,132,600
Mental Health Services					
2. Community Crisis Centers	0.00	2,567,500	0	0	2,567,500
7. Jeff D Settlement Implementation	0.00	(1,181,600)	250,000	250,000	(681,600)
Psychiatric Hospitalization					
57. Reduction for IDOC Beds	0.00	(295,700)	0	0	(295,700)
Substance Abuse Treatment and Prevention					
14. Provider Rate Increase	0.00	256,000	0	0	256,000
29. Opioid Crisis Grant	0.00	0	0	1,955,000	1,955,000
52. Tobacco Permit Fees	0.00	0	160,000	0	160,000
Budget Law Exemptions	0.00	0	0	0	0
FY 2019 Total	716.58	67,860,100	13,228,500	28,005,200	109,093,800
Chg from FY 2018 Orig Approp	0.00	3,647,400	391,500	1,136,400	5,175,300
% Chg from FY 2018 Orig Approp.	0.0%	5.7%	3.0%	4.2%	5.0%

Contact:

Jared Tatro
 Budget and Policy Analysis
 (208) 334-4740

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