

The Budget Adjustment Proposal for the Health Department includes two items:

1. AHS Central Office allocation of funding to pay for services provided by Agency of Digital Services billings.

This is a cost neutral assignment of central office funding to departments.

2. AHS Central Office allocation of AHS-wide grant reduction plan.

The Health Department's share of the AHS-wide grant budget reduction is \$275,385. This is about 0.3% of total grants budget, and about 1.3% of state funds appropriated for grants.

In fiscal year 2019 we made no reductions in grant awards, provider fees, client benefits or eligibility.

To reduce total grant spending by this amount, we have advised grantees that we'll reimburse only actual costs incurred to accomplish grant objectives.

In the past, when grantee costs were lower than anticipated, we would negotiate additional work to be performed or permit grantees to carry forward unspent grant commitments to the next grant agreement.

Health Department Grant Budget FY '19				
	Administration	Public Health	ADAP	Total
Budget	\$ 3,058,000	\$ 36,418,759	\$ 49,407,962	\$ 88,884,721
State Share	\$ 653,735	\$ 1,865,637	\$ 17,881,230	\$ 20,400,602
BAA reduction				
GF	\$ (6,849)	\$ (24,414)	\$ (118,079)	\$ (149,342)
GC	\$ (17,234)		\$ (255,527)	\$ (272,761)
Total	\$ (24,083)	\$ (24,414)	\$ (373,606)	\$ (422,103)
State \$	\$ (14,813)	\$ (24,414)	\$ (236,158)	\$ (275,385)
% state \$	-2.3%	-1.3%	-1.3%	-1.3%