

MEMORANDUM

TO: Joint Fiscal Office
 FROM: Richard Donahey, AHS CFO
 DATE: October 12, 2023
 RE: AHS Response to 2023 Act 78 Sec. E.127(a)(8)

This memo is submitted as a supplement to the AHS Fee Report required by 2023 Act 78 Sec. E.127 to respond to subsection (a)(8) and provide additional context for programs funded by fees and state General Fund. 2023 Act 78 Sec. E.127(a)(8) dictates “the relationship between the revenue raised and the cost of the service, product, or regulatory function supported by the fee”. As requested by JFO, the analysis below reflects the aggregate revenue as compared to total program cost in cases where multiple fees support one program.

Dept	Program Supported by Fee	FY'25 Projected Revenue ¹	FY'25 Projected Expense ¹	Additional Notes
Program is fully funded by fees.				
VDH	X-ray Equipment Registration	\$ 154,615	\$ 154,615	
VDH	Newborn Screening Program	\$ 993,888	\$ 993,888	
VDH	Asbestos Program	\$ 186,565	\$ 186,565	
VDH	Lead Abatement Program	\$ 98,890	\$ 98,890	
VDH	Medical Licensure Program	\$ 2,868,765	\$ 1,867,697	Biennial renewal cycle results in higher receipts in odd-numbered fiscal years and lower receipts in even-numbered fiscal years.
VDH	Hospital Licensing Program	\$ 144,822	\$ 144,822	
VDH	Laboratory Certification Program	\$ 40,600	\$ 40,600	
VDH	Radioactive Materials Program	\$ 312,300	\$ 312,300	
DCF	Vermont Spay Neuter Incentive Program	\$ 250,000	\$ 285,000	In years where expenses outpace revenue, DCF utilizes the special fund balance accumulated from prior year fee revenue.
DAIL	Non-budgeted activities to benefit CMS certified Nursing Home residents	unknown	\$ -	DAIL cannot project revenue for FY24 or FY25 because to do so would be making an assumption on the number of citations issued in a year; citations are distributed as a direct result of non-compliance discovered in random inspections and to predict them in the future would be problematic. Actual revenues for FY2019-FY2023 are included in the fee report spreadsheet.
DAIL	Assistive Technology Fee for Service Activities	\$ -	\$ -	
Program is funded by fees and state General Fund.				
VDH	Food & Lodging Program	\$ 1,520,200	\$ 2,601,422	
VDH	Chemicals of High Concern to Children Program	\$ 87,400	\$ 229,807	
DAIL	EAP HireAbility Program	\$ 1,989,461	\$ 3,299,022	This fee is market-driven.
Program is funded by fees and at least one federal funding source.				
VDH	Public Health Laboratory Services	\$ 598,122	\$ 6,145,671	Federal funding source: Global Commitment Investment
VDH	Impaired Driver Rehabilitation Program	\$ 84,816	\$ 335,322	Federal funding source: Substance Abuse Prevention and Treatment Block Grant and General Fund
DMH	Conference costs	\$ 25,000	\$ 46,000	Federal funding source: Mental Health Block Grant and General Fund
DAIL	DOL Screening Program	\$ 24,563	\$ 37,800	Federal funding source: VocRehab grant
The activity paid for related to each of these programs is a sub-component of the program. The activity cost cannot be broken out as a separate and distinct				
DOC	Supervision of Supervised Individuals	\$ 340,000	\$ 33,500,000	The fee is intended to offset a portion of costs for DOC Field Services.
DMH	Patient care and treatment at VPCH	\$ 29,419	\$ 33,360,480	The fee is intended to offset a portion of costs for the VPCH facility.
DMH	Patient care and treatment at MTCR	\$ 26,436	\$ 8,751,930	The fee is intended to offset a portion of costs for the MTCR facility.
VDH	Vital Records Certification	\$ 133,630	\$ 764,462	The fee is intended to offset a portion of costs for the Vital Records Program.
VDH	Cremation Permitting	\$ 133,750	\$ 4,210,733	The fee is intended to offset a portion of costs for the office of the Chief Medical Examiner.
DCF/DVHA	Provision of Medicaid Health Care Benefits	\$ 1,776,717	\$ 2,000,000,000	The fee is intended to offset a portion of costs for the Medicaid program.
DCF	Child Support Registry Administrative Costs	\$ 45,000	\$ 16,891,306	The fee is intended to offset a portion of costs for OCS personnel and operating.

¹FY'25 projected revenues is a requirement per section (a)(6) and drawing a relationship between revenues and expenses is a requirement per section (a)(8). Preliminary estimates for FY2025 receipts and expenditures are provided above. This is not intended forecast what may or may not be reflected in the Governor's Recommended Budget for FY2025.