



MEMORANDUM

DATE: May 2, 2007

TO: Debbie Van Saun
Assistant City Manager

FROM: Dan Partridge, RS
Director

RE: 2008 Budget Request

Healthy People Build Strong Communities - The mission of the Lawrence-Douglas County Health Department is to prevent disease and protect and promote the health of the people in Lawrence and Douglas County. Public health programs are aimed at prevention and are shown to be cost-effective. As a city-county health department, our agency is an official governmental entity with responsibilities for protecting the public's health. This letter summarizes the Health Department's budget request to the City of Lawrence for 2008 and reflects a status quo level of services. (See 2006 Annual Report distributed previously.)

In addition to local support from the City and County, the Health Department funds a significant portion of its budget through fees for services and grants. Grant funds are primarily related to core public health services such as immunizations, communicable disease control, maternal and child health services and environmental protection. We anticipate level funding from the Kansas Department of Health and Environment (KDHE) for these essential public health programs with two exceptions. The exceptions are a 10% cut in maternal and child health funding and a 5% decrease in public health emergency preparedness funds. The Health Board routinely reviews fees for services and increases fees when appropriate and has recently adopted a policy to provide the vaccine known as Gardasil which provides protection against cervical cancer. In order to offer this vaccine, the 2008 budget reflects increased expenses for pharmaceutical supplies, but it must be noted that the cost of vaccines are offset by revenues received from clients and health insurance for those services. Grant and fee sources of revenue have been included in the 2008 Budget.

The Health Department continues to serve as the fiscal agent for the Douglas County Community Health Improvement Project (CHIP). Grant revenues and expenditures for

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Douglas County CHIP related to comprehensive tobacco use prevention are included in our attached budget.

The 2008 Budget includes a 2% wage adjustment as a budgeted figure. The actual amount will be determined by the Health Board at the end of 2007.

Health Department employees are covered under the Douglas County health insurance plan. Premiums for the coming year have not yet been determined due to current ongoing negotiations. The County will communicate to the City the exact amount of health insurance costs when it is known. The amount included in our 2008 Budget request is an estimate only and reflects a 5% rate increase.

Historically, the City and County have funded the local portion of the Health Department's budget on a 40/60 basis. Using the same percentage in 2008, the amount requested from the City is \$652,300, which includes an estimate for health insurance. City monies will be utilized to assist with funding the budgeted program expenses and to meet the local match/maintenance of effort requirements of the grants. The City funds a portion of all Health Department programs which assists us in meeting our responsibilities to the public.

The Health Department's total budget for 2008 reflects an 8.0% increase over 2007 due primarily to increases in payroll and related costs and pharmaceutical costs. The local portion requested from the City, however, would increase at a lower 5.5% rate reflecting only increases associated with salaries and benefits. The remaining increases in expenditures will be funded through additional revenues from immunizations and from a \$110,021 transfer from reserves. This transfer will deplete operating reserves by 18.6%.

We look forward to discussing the 2008 budget with you and answering any questions you may have.

Attachments

2008 Budget

	2006 Actual	2007 Budget	2008 Budget
Revenue			
Fund Balance as of 1/1/xx	347,276	133,618	119,291
City of Lawrence			
Operating	445,882	481,487	503,154
Health Insurance	134,438	137,082	149,146
Douglas County			
Operating	656,967	712,231	744,281
Health Insurance	197,135	205,623	223,718
County Mill Levy Aging	10,000	10,000	10,000
Operating			
Contract Services	8,343	10,375	10,000
Family Planning	110,619	105,500	110,000
Environmental Health	49,920	49,200	49,000
License Fees	21,866	13,385	19,500
Immunizations	164,518	238,809	316,143
Other Program Fees	13,782	10,542	13,250
Interest	69,529	39,900	65,000
Grants			
State	844,891	796,971	834,465
Federal	23,428	38,427	-
Local/Private	5,181	4,800	6,150
Other			
Other Revenue	43,986	2,000	2,000
CHIP Grant	132,612	204,931	212,201
FROM Designated Fund Balance	-	42,145	110,021
FROM Funded Depreciation	-	-	-
Total Operating Revenue	2,933,097	3,103,407	3,378,029
Total Revenue and Fund Balance	3,280,373	3,237,025	3,497,320
Expenditures			
Gross Payroll	1,701,914	1,910,031	1,982,531
Payroll Related			
Social Security & Medicare	123,975	146,117	151,664
Insurance - Health	307,287	333,744	356,880
Retirement - KPERS	60,664	99,240	113,727
Insurance - Unemployment	1,700	1,866	1,983
Insurance - Work Comp	12,327	15,761	16,344
Insurance - Prof Liability	9,375	10,851	9,061
Fees/Contractual Services	229,594	218,583	234,255
Commodities			
Medical Supplies	18,456	20,753	19,500
Pharmaceuticals	149,613	225,214	326,000
Office Supplies	14,624	17,716	18,604
Other Supplies	11,776	8,771	11,750
Other			
CHIP Personnel	87,564	173,804	153,716
CHIP Contractual	24,377	10,000	38,951
CHIP Commodities	50,718	8,774	19,534
Capital Purchases	20,036	5,800	7,820
TO Board Designated Fund	208,464	-	-
TO Funded Depreciation	25,000	30,000	35,000
Total Expenditures	3,057,464	3,237,025	3,497,320

CURRENT YEAR ACCOMPLISHMENTS

See section below for actual service units for 2006. The Lawrence-Douglas County Health Department continues to emphasize essential public health services related to disease prevention through immunization, communicable disease investigation, public health emergency preparedness, nutrition and case management services to maternal and child health populations as well as child care facility and environmental health inspections. Additionally the Lawrence-Douglas County Health Department promotes wellness within the community through public education efforts using a variety of channels including health fairs, community forums, individual instruction and mass media.

The Lawrence-Douglas County Health Department continues to monitor the community's health notifying the community of an increase in the number of mumps cases and working with health care providers, schools, cases and contacts to limit the spread of this disease.

MAJOR GOALS AND OBJECTIVES FOR 2008

Safeguard community health and safety

- By protecting individuals of all ages against vaccine-preventable diseases.
- By evaluating compliance with child care licensing regulations.
- By enforcing local environmental health codes and regulations.

Identify urgent and everyday health problems

- In order to prevent or reduce the spread of communicable diseases.
- In order to improve the health outcomes for pregnant women and their infants.

Assess health problems and promote wellness

- By helping teen parents become self-sufficient through goal setting and life skills development.
- By helping mothers and pregnant women meet their nutritional needs and those of their children.

Work with the community to protect health and control costs

- By assisting seniors to remain living safely in their own homes.
- By working with local and state partners to prepare for potential public health emergencies.

PERFORMANCE INDICATORS

	2006 Actual	2007 Estimated	2008 Projected	Standard
Total Immunizations	9,234	9,155	9,155	N/A
Pregnancy and Parenting Services Visits	1,808	1,800	1,800	N/A
WIC Caseload at end of Year	1,336	1,400	1,450	N/A
Teen Pregnancy Case Management Visits	396	400	400	N/A
Child Care Facility Visits	488	465	465	N/A
Care Management for Seniors Visits	1,656	1,550	1,550	N/A
Swimming Pool Inspection Visits	464	475	475	N/A

Lawrence-Douglas County Health Department

