



June 7, 2021

Honorable Nancy Skinner, Chair
Joint Legislative Budget Committee
Senate Budget and Fiscal Review Committee

Honorable Phil Ting, Chair
Assembly Budget Committee

Honorable Anthony Portantino, Chair
Senate Appropriations Committee

Honorable Lorena Gonzalez, Chair
Assembly Appropriations Committee

Section 28.00—Department of Public Health

Pursuant to the provisions of Section 28.00, 2020 Budget Act, the following report is respectfully submitted.

The Department of Finance has received the attached Section 28.00 application from the Department of Public Health for the purposes of increasing expenditure authority in Item 4265-001-0890 by \$2,473,726 for Program 4050—Licensing and Certification as a result of CARES Act funding received by the U.S. Department of Health and Human Services. The increase in authority is needed to offset the costs associated with increased survey workload due to the COVID-19 pandemic.

Finance concurs with the necessity of the this change to the approved budget and respectfully requests expedited review of this request so that it can be processed by the State Controller's Office prior to the closing of the current fiscal year.

If you have any questions or need additional information regarding this matter, please call Jack Zwald, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER
Director
By:

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1
Honorable Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
Subcommittee No. 3
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Gabriel Petek, Legislative Analyst (3)
Joe Stephenshaw, Staff Director, Senate Budget and Fiscal Review Committee
Kirk Feely, Fiscal Director, Senate Republican Fiscal Office
Christopher W. Woods, Senate President pro Tempore's Office (2)
Christian Griffith, Chief Consultant, Assembly Budget Committee
Joseph Shinstock, Fiscal Director, Assembly Republican Caucus, Office of Policy
and Budget
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Luigi Luciano, Legislative Director, Assembly Republican Leader's Office
Jason Sisney, Assembly Speaker's Office (2)
Mark McKenzie, Staff Director, Senate Appropriations Committee
Jay Dickenson, Chief Consultant, Assembly Appropriations Committee
Dr. Mark Ghaly, Secretary, California Health and Human Services Agency
Michelle Baass, Undersecretary, California Health and Human Services Agency
Marko Mijic, Deputy Secretary of Program and Fiscal Affairs, California Health and
Human Services Agency
Julie Souliere, Assistant Secretary, California Health and Human Services Agency
Tomás J. Aragón, State Public Health Officer, Director of California Department of
Public Health
Brandon Nunes, Chief Deputy Director of Operations, California Department of
Public Health
Susan Fanelli, Chief Deputy Director of Policy and Programs, California Department
of Public Health



California Department of Public Health
MEMORANDUM

DATE: May 26, 2021

TO: Jack Zwald
Principal Program Budget Manager
Department of Finance
915 L Street, Ninth Floor

FROM: Katherine Lira Clark
Chief, Financial Management Branch
Department of Public Health
1615 Capitol Avenue, Suite 73.341

SUBJECT: Center for Health Care Quality Budget Increase for Fiscal Year 2020-21

Pursuant to Section 28.00, the California Department of Public Health (CDPH) respectfully requests approval of a budget revision to the Budget Act of 2020 to increase expenditure authority in accordance with a notice of award in the amount of \$2,473,726, which was received from the U.S. Department of Health and Human Services (HHS) on February 18, 2021. This funding will provide CDPH with the ability to effectively respond, manage, and address a variety of work relating to the COVID-19 crisis in California.

Chapter 06, Statutes of 2020 (Budget Act of 2020)

4265-001-0890

4050-Licensing and Certification	<u>\$2,473,726</u>
Total	<u>\$2,473,726</u>

If you have any questions or require further information, please contact Jovan Montantes, Budget Officer, at Jovan.Montantes@cdph.ca.gov.

Attachments

cc: Phuong La, Deputy Director
Administration Division
1615 Capitol Avenue, MS 1602

Jovan Montantes, Budget Officer
Budget Section
1615 Capitol Avenue, MS 1602

Eric Lau, Chief Accounting Officer
Accounting Reporting Section
1615 Capitol Avenue, MS 1602

Inessa Gotishan, Chief Accounting Officer
Accounting Operations Section
1615 Capitol Avenue, MS 1602

Please report dollars in thousands.

DEPARTMENT California Department of Public Health (CDPH)	ITEM NO./ FISCAL YEAR 4265-001-0890 2020-21	NOTIFICATION LETTER TO LEGISLATURE: <input type="checkbox"/> 30-DAY NOTICE <input checked="" type="checkbox"/> REQUEST WAIVER OF 30-DAY NOTICE
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PROGRAM TITLE PER GOVERNOR'S BUDGET:

4050-Licensing and Certificat

FUNDING (SPECIFY FUND)	CURRENTLY BUDGETED	REQUESTED CHANGE (+) OR (-)	TOTAL
4265-001-0890	449,308,000	+2,474,000	451,782,000

(Check appropriate boxes)

- The funds will be expended for a purpose that is consistent with state law (explain use of funds in Part A below).
- The funds are made available to the state under conditions permitting their use only for a specified purpose, and the additional expenditure proposed under this section would apply to that specified funding purpose (as supported by explanation for the purpose of the funds).
- Acceptance of additional funding does not impose on the state any requirement to commit or expend new state funds for any program or purpose.
- The need exists to expend the additional funding during the current fiscal year (explain in Part B below).
- This application is provided to Finance within 45-days of official notice of receipt of funds.
- Explanation of delayed notification to Finance is attached (required if 45-day notification period is exceeded).
- A copy of the official notice of fund availability is attached to this application.
- One-time expenditure.
- Ongoing commitment from this source (if checked, explain under Program Proposal).
- Matching funds required (if checked, explain under Program Proposal).
- Expenditure either supplements or supplants an existing state-funded program (if checked, explain under Program Proposal).

PART A: For what purpose will the funds be expended?

Consistent with the CARES Act, California will use these funds to supplement and offset the costs associated with increased survey workload due to the COVID-19 pandemic. The funds will be used for COVID-19 survey work and other costs incurred due to the need for increased protection from the virus, including:

- Prioritization of immediate jeopardy and focused infection control surveys.
- Completion of the backlog of pending recertification surveys created during this public health emergency.
- Complaint surveys related to infection control violations and associated sanctions, which are expected to increase considerably as a result of the Coronavirus outbreak.
- Increased volume of revisit surveys to provide greater oversight outside of compliant activity.

PART B: Explain the need to expend the funds in the current fiscal year, including the consequence of waiting until budget year to expend the funds:

Consistent with the CARES Act, California will use these funds to supplement and offset the costs associated with increased survey workload due to the COVID-19 pandemic.

PROGRAM PROPOSAL (Attach additional information as necessary)

TITLE:

STATUTORY AUTHORITY: (state, federal, as appropriate)

DESCRIPTION:

JUSTIFICATION:

SUBMITTED BY:

BUDGET OFFICER:



DATE:
5/26/2021

APPROVED BY DEPARTMENT OF FINANCE:

DATE SUBMITTED TO LEGISLATURE:

6/7/2021

DIRECTOR:



DATE:
6/1/21

PPBA:

DATE:

SEE SAM SECTION 6230, ET SEQ. FOR INSTRUCTIONS--to fill out form online, click in Department Name field.

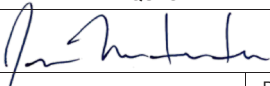
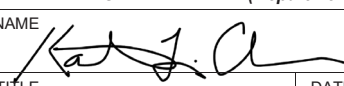
DEPARTMENT NAME California Department of Public Health	FUND 0890	DOCUMENT NUMBER BR-25
		FISCAL YEAR 2020-21

SOURCE OF FUNDS	AMOUNTS AVAILABLE	INCREASE (+) OR DECREASE (-)	
		REVISION REQUESTED	REVISION APPROVED (DEPT. OF FINANCE USE ONLY)
APPROPRIATION (List adjustments in detail):			
4265-001-0890, Chapter 6, Statutes 2020	314,750,000	2,474,000	
Budget Revision-05	11,775,000		
Budget Revision-10	18,725,000		
Budget Revision-14	1,314,000		
Budget Revision - 19	9,875,000		
Budget Revision - 23	92,869,000		
TOTAL (Must equal the NET APPROPRIATIONS TOTAL below)	449,308,000	2,474,000	
UNSCHEDULED APPROPRIATIONS:			
LIST OF PROGRAMS, CATEGORIES OR PROJECTS IN SCHEDULED APPROPRIATION:			
1) 4040-Public Health Emergency Preparedness	32,797,000		
(2) 4045-Public and Environmental Health	180,422,000		
Budget Revision-05	11,775,000		
Budget Revision-10	18,725,000		
Budget Revision - 19	9,875,000		
Budget Revision - 23	92,869,000		
(3) 4050-Licensing and Certification	101,531,000	2,474,000	
Budget Revision-14	1,314,000		
NET APPROPRIATION TOTAL	449,308,000	2,474,000	

PURPOSE OF REVISION (List in detail, including workload, fiscal history on capital outlay, and cross-reference supporting and related documents.)

Request for additional expenditure authority in the Federal Trust Fund for State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare program per Section 28.00. The additional funding is from CARES Act to provide California Department of Public Health with the ability to effectively respond, manage, and address a variety of work relating to the COVID-19 crisis in California.

(for additional space, see reverse)

REQUESTED BY		RECOMMENDED BY (Department)		APPROVED BY (Dept. of Finance)	
NAME	DATE	NAME	DATE	TITLE	DATE
	5/26/2021		6/1/21		
Budget Officer		Fin Mgmt Branch Chief			

BUDGET REVISION¹

STD. 26 (REV. 9-94) (REVERSE)

SEE SAM SECTION 6230, ET SEQ. FOR INSTRUCTIONS

BUDGET ALLOTMENT TITLES	AMOUNTS AVAILABLE	INCREASE (+) OR DECREASE (-)	
		REQUESTED	APPROVED <small>(DEPT. OF FINANCE USE ONLY)</small>
TOTALS			

UNALLOTTED BALANCES:

PERSONAL SERVICES

OPERATING EXPENSES AND EQUIPMENT

PURPOSE OF REVISION (Con'td):