



**Delaware Health  
and Social Services**

**Office of the Secretary**

1901 N. DUPONT HIGHWAY, NEW CASTLE, DE 19720 \* TELEPHONE: 302-255-9040 FAX: 302-255-4429

**MEMORANDUM**

TO: Governor Jack Markell  
Members of the General Assembly

FROM: Rita M. Landgraf, Secretary *RML*

DATE: December 18, 2013

SUBJECT: **Delaware Health Fund Advisory Committee  
Fiscal Year 2015 Recommendations**

On behalf of the Delaware Health Fund Advisory Committee (HFAC), I present you with our Fiscal Year 2015 Health Fund recommendations. The Committee's final decisions reflect several hours of discussion.

The State anticipates receiving \$26.9 million (principal payment and interest) in Tobacco Settlement Funds for FY15 and a one-time payment of \$2.8 million for the FY 2003 Adjustment. The available Reserve balance is \$4,664.8 million.

The FY 15 recommendation of the HFAC is to provide level funding to all applicants except to accept the increases requested by the Delaware Cancer Consortium, Tobacco Prevention, and Medicaid. The details of this recommendation are set forth more fully in the attached spreadsheet. This recommendation expends \$31.5 million, which requires utilizing \$1.8 million from the endowment.

In addition, the HFAC recommends \$2.8 million be moved from the reserve to Grant in Aid and that these funds be invested in a foundation which can increase the revenue the funds generate and leverage the funds with other resources. HFAC would then make awards from the foundation funds to seed innovative health projects. A committee will be formed to develop the details of this process, including the criteria for awards and metrics used to evaluate if the foundation approach and projects funded are successful and should be made permanent.

As Chair of the HFAC, I would like to commend the members for their dedication and contribution to the Health Fund process:

Senator Patricia Blevins  
Senator David McBride  
Senator Bethany Hall-Long  
Dr. Charles Reinhardt  
Ms. Bettina Riveros, Esq.

Representative Michael Barbieri  
Representative Edward Osienski  
Mr. Donald Fulton  
Ms. Paula Roy  
Dr. Gregory Bahtiarian

HFAC Recommendations  
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Please contact me if you have any questions.

Enclosure

pc: Health Fund Advisory Committee Members  
Ann Visalli, Director, OMB  
Michael Morton, Office of the Controller General  
Kimberly Reinagel-Nietubicz, Office of the Controller General

**FY 2015 Health Fund Advisory Committee Final Recommendations - Summary**

**November 21, 2013 Meeting**

ITEM	AMOUNT
<b>Funding Requests</b>	
HFAC Funding Recommendations	\$31,494.7
<b>TOTAL FUNDING NEEDED</b>	<b>\$31,494.7</b>
<b>Revenue</b>	
Projected MSA Payment ( <i>Received during FY 2014</i> )	\$26,700.0
Projected MSA Payment (2003 Adjustment) ( <i>Received during FY 2014</i> )	\$2,800.0
Projected Interest ( <i>Accrued during FY 2014</i> )	\$204.0
<b>Subtotal- Total Revenue / Funding Available</b>	<b>\$29,704.0</b>
Additional Funds Used From Strategic Reserve to Fund Requests	\$4,664.8
<b>TOTAL REVENUE / FUNDING AVAILABLE</b>	<b>\$34,368.8</b>
<b>Balance</b>	<b>\$2,874.1</b>

# FY 2015 Health Fund Advisory Committee Final Recommendations - Details

November 21, 2013 Meeting

EXISTING PROGRAMS	FY '14 Budget	FY '15 Request	Final HFAC Recommendation
<b>Cancer Programs</b>			
Cancer Consortium Recommendations (DHSS - DPH)	\$11,668.5	\$11,703.5	\$11,703.5
Consortium Sub-Grantees:			
a) DE Breast Cancer Coalition	\$72.7	\$125.0	\$72.7
b) Breast and Cervical Cancer Treatment (DHSS - DMMA)	\$600.0	\$600.0	\$600.0
c) Cancer Care Connection	\$144.1	\$144.1	\$144.1
d) Cancer Support Community Delaware (Formerly The Wellness Community)	\$145.4	\$200.0	\$145.4
<b>Subtotal</b>	<b>\$12,630.7</b>	<b>\$12,772.6</b>	<b>\$12,665.7</b>
<b>Disability Programs</b>			
Medical Coverage for SSI Transition (DHSS - DMMA)	\$3,760.0	\$4,068.7	\$4,068.7
Attendant Care/HB 30 (DHSS - DDDS)	\$63.2	\$70.0	\$63.2
Attendant Care/HB 30 (DHSS - DSAAPD)	\$686.1	\$686.1	\$686.1
SSI Supplement (DHSS - DSS)	\$1,072.0	\$1,072.0	\$1,072.0
Money Follows the Person (DHSS - OSEC - \$30.0; DMMA - \$433.5)	\$463.5	\$463.5	\$463.5
<b>Subtotal</b>	<b>\$6,044.8</b>	<b>\$6,360.3</b>	<b>\$6,353.5</b>
<b>Tobacco Prevention and Control Programs</b>			
Tobacco Prevention - Department of Justice	\$211.0	\$221.5	\$211.0
Tobacco Prevention - Department of Services for Children, Youth & Their Families	\$42.4	\$45.0	\$42.4
Tobacco Prevention - Div. of Alcohol and Tobacco Enforcement	\$473.1	\$473.1	\$473.1
Tobacco Prevention (DHSS - DPH)	\$2,271.7	\$3,753.7	\$3,753.7
<b>Subtotal</b>	<b>\$2,998.2</b>	<b>\$4,493.3</b>	<b>\$4,480.2</b>
<b>Delaware Prescription Assistance Program (DHSS - DMMA)</b>	<b>\$2,346.0</b>	<b>\$2,346.0</b>	<b>\$2,346.0</b>
<b>Subtotal</b>	<b>\$2,346.0</b>	<b>\$2,346.0</b>	<b>\$2,346.0</b>
<b>Workforce Development Programs</b>			
New Nurse Formation Programs - Del Tech	\$1,977.0	\$2,516.7	\$1,977.0
Nursing Program - Wesley College	\$196.2	\$197.2	\$196.2
Nursing Program - Polytech Adult Education	\$79.1	\$140.2	\$79.1
Delaware State University - Nursing Program	\$115.3	\$115.3	\$115.3
<b>Subtotal</b>	<b>\$2,367.6</b>	<b>\$2,969.4</b>	<b>\$2,367.6</b>

# FY 2015 Health Fund Advisory Committee Final Recommendations - Details

November 21, 2013 Meeting

EXISTING PROGRAMS	FY '14 Budget	FY '15 Request	Final HFAC Recommendation
<b>Behavioral Health Programs</b>			
Heroin Residential Program - Gaudenzia, Inc.	\$327.2	\$327.3	\$327.2
Substance Abuse Transitional Housing (DHSS - DSAMH)	\$159.9	\$177.0	\$159.9
Limen House	\$54.4	\$62.7	\$54.4
Delaware Schools ATODA Survey - University of Delaware	\$20.6	\$20.6	\$20.6
Project Renewal Program - Brandywine Counseling	\$128.4	\$148.0	\$128.4
<b>Subtotal</b>	<b>\$690.5</b>	<b>\$735.6</b>	<b>\$690.5</b>
<b>Consumer Education Programs</b>			
Nurse Family Partnership - Children & Families First	\$180.5	\$182.3	\$180.5
<b>Subtotal</b>	<b>\$180.5</b>	<b>\$182.3</b>	<b>\$180.5</b>
<b>Other Programs</b>			
Public Access Defibrillation (DHSS - DPH)	\$67.7	\$75.0	\$67.7
Community Healthcare Access Program (DHSS - DHCC)	\$478.4	\$478.4	\$478.4
Chronic Disease Program [Diabetes] (DHSS - DPH)	\$322.7	\$357.4	\$322.7
Caregiver Program - Delaware Ecumenical Council on Children & Families	\$160.8	\$178.1	\$160.8
Medicaid Increase for Pregnant Women (DHSS - DMMA)	\$1,000.0	\$1,000.0	\$1,000.0
Family Planning Services - Planned Parenthood of Delaware	\$104.1	\$104.1	\$104.1
Neonatal Intensive Care Unit Family Support Project - March of Dimes	\$21.8	\$21.8	\$21.8
Delaware Hospice - (Comprehensive Care Facilities and Programmatic Support)	\$90.3	\$100.0	\$90.3
St. Francis Hospital - Operating Funds	\$90.5	\$250.0	\$90.5
American Lung Association of Mid-Atlantic - Asthma Project	\$47.3	\$52.4	\$47.3
Easter Seals - Respite Care Services	\$18.1	\$25.0	\$18.1
AIDS Delaware	\$9.0	\$10.0	\$9.0
<b>Subtotal</b>	<b>\$2,410.7</b>	<b>\$2,652.2</b>	<b>\$2,410.7</b>
<b>"Switch Funded" Programs</b>			
First Responders Vaccinations (DHSS - DPH)	\$36.0	\$0.0	\$0.0
Hepatitis B Vaccine for DOC (DHSS - DPH)	\$75.0	\$0.0	\$0.0
<b>Subtotal</b>	<b>\$111.0</b>	<b>\$0.0</b>	<b>\$0.0</b>
<b>GRAND TOTAL</b>	<b>\$29,780.0</b>	<b>\$32,511.7</b>	<b>\$31,494.7</b>