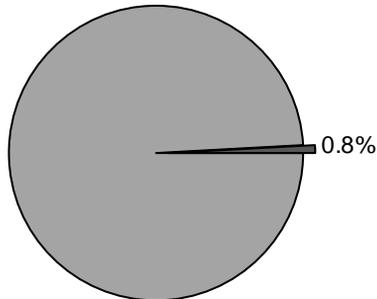


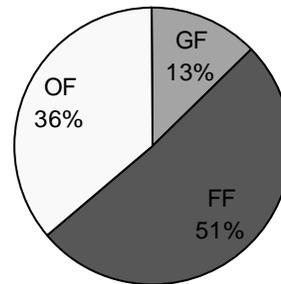
FY2007 Budget Briefing

Department of Health

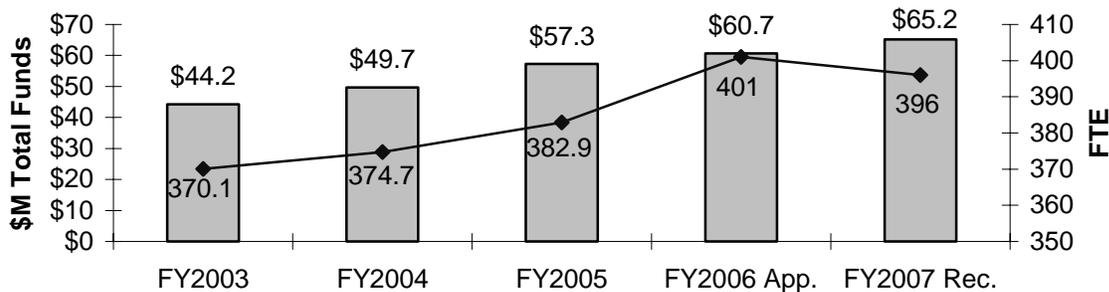
Agency's Share of Total Recommended State General Fund FY2007



Agency's Funding Source Split FY2007 Recommended



Budget History



Key Responsibilities

- To reduce the incidence of preventable disease and premature death by promoting healthy behaviors; to assure access to necessary, quality health care to all state residents; and to efficiently manage resources to administer public health programs. (SDCL 1-43 & 34-1)

Key Personnel

- Doneen Hollingsworth, Department Secretary
- Kari Weisbeck, Budget & Finance Director

Department Total – Health

The total recommended budget for the Department of Health consists of \$8,251,167 from the General Fund, \$33,305,598 from federal funds, \$23,718,016 from other funds, and 396.0 FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	19,578,784	21,267,396	21,071,852	21,899,708	632,312	3.0%
Travel	1,256,193	1,318,451	1,332,225	1,332,225	13,774	1.0%
Contractual Services	17,828,774	19,061,891	19,380,110	20,393,516	1,331,625	7.0%
Supplies and Materials	4,882,539	4,660,317	4,781,811	4,781,811	121,494	2.6%
Grants and Subsidies	11,429,346	11,586,889	13,994,758	13,994,758	2,407,869	20.8%
Capital Outlay	2,327,714	2,821,168	2,869,363	2,869,363	48,195	1.7%
Other	14,019	3,400	3,400	3,400	-	0.0%
TOTAL	57,317,369	60,719,512	63,433,519	65,274,781	4,555,269	7.5%
Funding Sources:						
General Funds	8,709,242	8,115,154	8,115,154	8,251,167	136,013	1.7%
Federal Funds	28,596,926	30,067,451	31,902,451	33,305,598	3,238,147	10.8%
Other Funds	20,011,201	22,536,907	23,415,914	23,718,016	1,181,109	5.2%
TOTAL	57,317,369	60,719,512	63,433,519	65,274,781	4,555,269	7.5%
FTE	382.9	401.0	396.0	396.0	(5.0)	-1.2%

SALARY POLICY:

The Governor's recommendation throughout this analysis also includes funding for Performance And Compensation Equity (PACE) movement of 2.5% for those employees who are paid under the job-worth of their pay range, a 3% across-the-board increase for all permanent employees, and an increase in the employer paid portion of the state health insurance plan. The recommended amounts for each segment of the compensation package are as follows:

	General Funds	Federal Funds	Other Funds	Total
2.5% PACE Movement	19,947	59,474	40,690	120,111
3% Across-the-Board	93,030	280,369	203,570	576,969
Health Insurance	23,036	63,304	44,436	130,776
Total	136,013	403,147	288,696	827,856

Major Expansion and Reduction

Budget Item	Agency Request			Governor's Recommendation		
	State General Fund	All Funds	FTE	State General Fund	All Funds	FTE
A. Health Systems Development & Regulation	-	340,000	0.0	-	1,340,000	0.0
B. Health & Medical Services	-	1,665,874	0.0	-	1,665,874	0.0
C. Correctional Health	-	702,031	-5.0	-	702,031	-5.0
Total Change	-	2,707,905	-5.0	-	3,707,905	-5.0

Boards are not included in this chart.

A. Health Systems Development and Regulation

Rural Health: The Governor recommends an increase of **\$90,000** from federal funds for the National Health Service Corps Loan Repayment Program (LRP) to help repay the educational loans of health professionals in exchange for practice in a health care shortage area. The expansion will allow for an additional 2 physicians/dentists, or 4 allied health professionals to provide service annually. These federal dollars are matched with local funds.

Rural Health: The Governor recommends an increase of **\$50,000** from federal funds for the Health Occupations for Today and Tomorrow (HOTT) initiative. The HOTT initiative proposes to contract with 40 rural hospitals to allow each facility to purchase educational materials to promote health careers within their surrounding communities. Most of these funds will be used for HIPE (Health In Partnership with Education) Week activities every February. The purpose is to promote health careers in local communities.

Public Health Preparedness & Response: The Governor recommends an increase of **\$200,000** of federal funds for the development and implementation of a state-wide system for the advance registration and credentialing of volunteer health professionals. The system will allow health professionals to assist with response efforts outside their normal place of employment during a large scale public health emergency.

Public Health Preparedness & Response: Increased federal funds of **\$1,000,000** are recommended by the Governor for the Bio-Terrorism grant. The grant will be used to finish the creation of a National Electronic Disease Surveillance System (NEDSS). The NEDSS is a set of standards set up by the Centers for Disease Control to standardize and improve the collection of contagious disease reports occurring in the United States and Territories. The system is designed to give greatly improved speed and analysis to outbreaks of naturally occurring or man-made (terrorist) contagious disease thereby increasing the likelihood of containing or limiting the spread. DOH contracts with Scientific Technologies Company (STC) to provide a system that is compliant with NEDSS standards.

B. Health and Medical Services

Family Health: The Governor recommends an increase of **\$62,000** from federal funds for state computer services. This request is for the improvement and continued development to the computer programs used in the areas of Maternal Child Health, Women, Infant & Children (WIC) and Children Special Health Services. All programs have an on-line client chart including client demographics and billing component for services provided. Also, WIC is moving toward electronic benefits transfer (EBT) for WIC foods obtained by participants at grocery stores across the state to eliminate the need for the current paper vouchers.

Family Health: The Governor recommends an increase of **\$50,000** from federal funds for the addition of a pediatric gastroenterology specialist to provide outreach and telemedicine clinic services in the Children's Special Health Services program. Additional clinics will allow families to receive specialty services closer to their home. Children currently wait up to six months to be seen by the pediatric gastroenterologist in Sioux Falls.

Family Health: The Governor recommends an increase of **\$500,000** from federal funds to support funding for consult to Maternal and Child Health (MCH) programs. This increase is to further help address the issues of infant mortality and to improve early access to prenatal care. This federal funding will support programming in the following areas: training for health care providers; health education materials and resources for health care providers; public health education and information; expansion of outreach services; increased access to screening services; technical assistance to communities and healthcare facilities; expansion of surveillance, epidemiology and evaluation; quality assurance; and revision of practice guidelines.

Community Health Services: The Governor recommends an increase of **\$95,874** from other funds for providing influenza vaccine to the general public and to state employees, dependents, spouses, and retirees on the state insurance plan. Approximately 27,160 doses of vaccine are ordered to provide this service. The cost of the influenza vaccine in FY04 was \$6.68 per dose; in FY05 it was \$8.62; and in FY06 it is \$10.21. Based on this trend it is anticipated to increase by \$3.53 in FY07 for an increased cost of \$95,874 of other funds.

Health Promotion: The Governor recommends an increase of **\$958,000** (\$883,000 federal funds and \$75,000 other funds) for additional resources to expand chronic disease prevention programming. With the development of state plans to address chronic disease such as cancer and diabetes, and the completion of the state plan to improve physical activity and nutrition, programs are eligible to move to the implementation phase of chronic disease prevention.

C. Correctional Health

The Governor recommends a **reduction of (\$258,473) and 5.0 FTEs** (2 LPNs and 3 RNs) which occurs from a savings of staff time as a result of efficiencies gained through the new agreement with Diamond Pharmacy. The new contract went into effect June 1, 2005 and is a two year agreement with three one-year options.

The Governor recommends an increase of **\$33,515** from other funds for 3% inflation for contractual medical providers (physicians, physician assistants, dentists, optometrists) who provide on-site medical services to inmates. The agency originally requested a 1.8% inflation factor.

The Governor recommends an increase of **\$926,989** from other funds for Correctional Health services and supplies requested based on projected FY06 expenditures, projected growth in the prison population, and inflation. The projected inmate growth is 135 from FY06 to FY07. Of the total increase, \$218,244 is for 4.4% inflation and \$708,745 is for expansion. Also, due to cost savings expected from the new pharmacy contract, the agency did *not* request an annual inflationary increase for prescription drugs (typically 10%).

Administration

The Administration division provides financial management, computer systems, communications, health planning, grant writing, and health data and collection services to the entire department. It also maintains the vital records of the state.

The total recommended budget for Administration consists of \$1,332,252 from the General Fund, \$1,018,198 from federal funds, and \$876,030 from other funds, for a total budget of \$3,226,480 and 32.5 FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	1,467,069	1,573,318	1,573,318	1,636,497	63,179	4.0%
Travel	45,064	51,816	51,816	51,816	-	0.0%
Contractual Services	1,385,360	1,406,535	1,406,535	1,406,535	-	0.0%
Supplies and Materials	72,313	73,145	73,145	73,145	-	0.0%
Grants and Subsidies	2,500	-	-	-	-	0.0%
Capital Outlay	66,096	58,487	58,487	58,487	-	0.0%
Other	2	-	-	-	-	0.0%
TOTAL	3,038,404	3,163,301	3,163,301	3,226,480	63,179	2.0%
Funding Sources:						
General Funds	1,249,908	1,306,247	1,306,247	1,332,252	26,005	2.0%
Federal Funds	972,887	990,609	990,609	1,018,198	27,589	2.8%
Other Funds	815,609	866,445	866,445	876,030	9,585	1.1%
TOTAL	3,038,404	3,163,301	3,163,301	3,226,480	63,179	2.0%
FTE	31.8	32.5	32.5	32.5	-	0.0%

Revenues

Other Fund Revenue Source	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007	% change from FY2004
Contracts with National Center for Health Statistics and SSA	\$467,244	\$238,048	\$185,752	\$185,752	-60.2%
Fees for Vital Records Services--General	74,521	57,680	59,898	59,898	-19.6%
Children's Trust Fund	32,536	25,550	27,951	27,951	-14.1%
Electronic Vital Records Fund	452,488	469,191	470,000	470,000	3.9%
Total	\$1,026,789	\$790,469	\$743,601	\$743,601	-27.6%

Selected Performance Indicators

	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007
Vital Records (VR) Filed	27,727	27,358	28,000	28,000
Certified Vital Records Issued	19,339	17,458	17,500	17,500
Vital Records Maintained	3,124,596	3,179,954	3,207,954	3,235,954
Court Ordered and Other Required Changes	3,602	3,780	3,800	3,800
Entities Connected to Electronic VR System:				
Hospitals (Births)/Physicians	29/12	29/53	29/90	29/125
Funeral Homes/County Coroners	104/42	119/51	130/60	140/66
Responses to Media	1203	879	950	950
Page Views of Department's Website	1,641,085	2,662,470	2,800,000	3,000,000

Family Practice Residency Program

The Family Practice Residency Program helps to provide physicians in rural areas of the state.

The total recommended budget for Family Practice Residency Program consists of \$895,000 of general funds and no FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	-	-	-	-	-	0.0%
Travel	-	-	-	-	-	0.0%
Contractual Services	895,000	895,000	895,000	895,000	-	0.0%
Supplies and Materials	-	-	-	-	-	0.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	-	-	-	-	-	-
TOTAL	895,000	895,000	895,000	895,000	-	0.0%
Funding Sources:						
General Funds	895,000	895,000	895,000	895,000	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	-	-	-	-	-	0.0%
TOTAL	895,000	895,000	895,000	895,000	-	0.0%
FTE	0.0	0.0	0.0	0.0	-	0.0%

Revenues

No revenues reported.

Selected Performance Indicators

Sioux Falls Program	23	24	24	24
Rapid City Program	14	19	16	18
First-Year Residents Accepted:				
Sioux Falls Program	9	9	8	8
Rapid City Program	2	7	5	6
Percent of Residents from USD				
School of Medicine	32%	16%	15%	17%
Initial Practice Locations of Graduates:				
South Dakota, Urban	0	5	2	4
South Dakota, Large Rural	4	2	2	4
South Dakota, Small Rural	1	2	2	3
Out-of-State	4	5	5	5
Undecided/Military/Other	1	3	1	1
Total Graduates	10	17	12	17
Community-at-a-Glance Programs:				
Community Presentations/Placements	3/0	1/0	4/1	4/1

Health Systems Development and Regulation

The division licenses and inspects health care facilities; and food service, lodging, and campground establishments. It trains and certifies emergency medical technicians and life support personnel. It also assists in the recruitment and retention of health care providers in under-served areas of the state.

The total recommended budget for Health Systems Development and Regulation consists of \$2,094,047 from the General Fund, \$11,187,912 from federal funds, and \$45,555 from other funds, for a total budget of \$13,327,514 and 63.5 FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	3,523,186	3,760,221	3,760,221	3,907,982	147,761	3.9%
Travel	440,307	452,550	452,550	452,550	-	0.0%
Contractual Services	2,948,912	4,258,267	4,598,267	5,598,267	1,340,000	31.5%
Supplies and Materials	238,464	231,134	231,134	231,134	-	0.0%
Grants and Subsidies	3,280,588	1,757,974	1,757,974	1,757,974	-	0.0%
Capital Outlay	703,113	1,379,607	1,379,607	1,379,607	-	0.0%
Other	8,101	-	-	-	-	0.0%
TOTAL	11,142,671	11,839,753	12,179,753	13,327,514	1,487,761	12.6%
Funding Sources:						
General Funds	2,008,275	2,041,794	2,041,794	2,094,047	52,253	2.6%
Federal Funds	9,109,821	9,752,404	10,092,404	11,187,912	1,435,508	14.7%
Other Funds	24,575	45,555	45,555	45,555	-	0.0%
TOTAL	11,142,671	11,839,753	12,179,753	13,327,514	1,487,761	12.6%
FTE	63.6	63.5	63.5	63.5	-	0.0%

Revenues

Other Fund Revenue Source	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007	% change from FY2004
Fees from Licensing	\$359,134	\$431,482	\$385,000	\$390,000	8.6%
Fees from Bed and Breakfast Registration	980	925	500	600	-38.8%
Fees from Licensing Health Care Facilities	80,851	78,124	79,000	80,000	-1.1%
Fees from DSS' Child Care Consultations	5,590	5,216	6,000	6,000	7.3%
Controlled Substance Registration	0	69,783	120,000	125,000	N/A
X-Ray Licensing	0	56,475	57,000	57,000	N/A
Total	\$446,555	\$642,005	\$647,500	\$658,600	47.5%

- **Rural Health:** The Governor recommends an increase of **\$90,000** from federal funds for the National Health Service Corps Loan Repayment Program (LRP) to help repay the educational loans of health professionals in exchange for practice in a health care shortage area. The expansion will allow for an additional 2 physicians/dentists, or 4 allied health professionals to provide service annually. These federal dollars are matched with local funds.

- **Rural Health:** The Governor recommends an increase of **\$50,000** from federal funds for the Health Occupations for Today and Tomorrow (HOTT) initiative. The HOTT initiative proposes to contract with 40 rural hospitals to allow each facility to purchase educational materials to promote health careers within their surrounding communities. Most of these funds will be used for HIPE (Health In Partnership with Education) Week activities every February. The purpose is to promote health careers in local communities.
- **Public Health Preparedness & Response:** The Governor recommends an increase of **\$200,000** from federal funds for the development and implementation of a state-wide system for the advance registration and credentialing of volunteer health professionals. The system will allow health professionals to assist with response efforts outside their normal place of employment during a large scale public health emergency.
- **Public Health Preparedness & Response:** Increased federal funds of **\$1,000,000** are recommended by the Governor for the Bio-Terrorism grant. The grant will be used to finish the creation of a National Electronic Disease Surveillance System (NEDSS). The NEDSS is a set of standards set up by the Centers for Disease Control to standardize and improve the collection of contagious disease reports occurring in the United States and Territories. The system is designed to give greatly improved speed and analysis to outbreaks of naturally occurring or man-made (terrorist) contagious disease thereby increasing the likelihood of containing or limiting the spread. DOH contracts with Scientific Technologies Company (STC) to provide a system that is compliant with NEDSS standards.

Selected Performance Indicators

	Actual FY 2004	Actual FY 2005	Estimated FY 2006	Estimated FY 2007
Hospitals/Beds Licensed and Certified	28/2,699	26/2,555	23/2,500	23/2,500
Critical Access Hospitals/Beds Licensed & Certified	35/644	36/719	38/769	38/769
Nursing Facilities/Beds Licensed & Certified	112/7,318	112/7,274	112/7,274	113/7,324
Adult Foster Care/Beds Licensed	39/94	33/78	34/82	34/82
Assisted Living Centers/Beds Licensed	161/3,411	154/3,346	166/3,733	170/3,800
Residential Living Centers Registered	68	61	60	62
Other Health Care Providers Regulated	867	842	887	926
Food Service Establishments Licensed	3,525	3,560	3,570	3,575
Lodging Establishments Licensed	776	839	850	860
Bed and Breakfast Establishments Registered	260	292	312	336
Campgrounds Licensed	206	218	225	228
Construction Reviews:				
Health/Other Public Facilities	195/456	210/500	210/500	210/500
Controlled Substance Registrations	3,515	3,703	3,755	3,800
X-Ray Equipment Registrations	1,948	2,020	2,040	2,060
Rural Communities Assisted:				
Assessments/Recruitments	44/107	47/104	45/111	45/112
J-1 Visa Waiver Applications Processed	10	3	7	7
J-1 Visa Waiver Contacts	252	302	310	320
Medical Shortage Areas Reviewed/Designated	43/29	42/26	42/26	42/30
Connections to Public Health Communications Network	1,031	3,164	3,900	4,500
Bioterrorism Persons Trained	1,964	2,119	2,500	3,000
State, Local, Regional BT Exercises	5	18	50	50

Health and Medical Services

The division works to reduce communicable diseases and control epidemics. It also designs and implements a network of health services, education, and training programs to ensure a healthy quality of life for people.

The total recommended budget for Health and Medical Services consists of \$3,221,985 from the General Fund, \$18,060,847 from federal funds, and \$2,528,277 from other funds, for a total budget of \$23,811,109 and 179.0 FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	8,306,803	8,892,931	8,892,931	9,242,826	349,895	3.9%
Travel	574,307	625,198	625,198	625,198	-	0.0%
Contractual Services	7,320,223	7,466,140	7,528,140	7,528,140	62,000	0.8%
Supplies and Materials	2,885,801	2,861,446	2,957,320	2,957,320	95,874	3.4%
Grants and Subsidies	1,412,264	1,728,498	3,236,498	3,236,498	1,508,000	87.2%
Capital Outlay	406,943	221,127	221,127	221,127	-	0.0%
Other	114	-	-	-	-	0.0%
TOTAL	20,906,455	21,795,340	23,461,214	23,811,109	2,015,769	9.2%
Funding Sources:						
General Funds	3,128,374	3,164,230	3,164,230	3,221,985	57,755	1.8%
Federal Funds	15,754,568	16,304,269	17,799,269	18,060,847	1,756,578	10.8%
Other Funds	2,023,513	2,326,841	2,497,715	2,528,277	201,436	8.7%
TOTAL	20,906,455	21,795,340	23,461,214	23,811,109	2,015,769	9.2%
FTE	177.6	179.0	179.0	179.0	-	0.0%

Revenues

Other Fund Revenue

Source	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007	% change from FY2004
Fees	\$1,622,280	\$1,595,801	\$1,600,000	\$1,600,000	-1.4%
Total	\$1,622,280	\$1,595,801	\$1,600,000	\$1,600,000	-1.4%

- Family Health: The Governor recommends an increase of **\$62,000** from federal funds for State computer services. This request is for the improvement and continued development to the computer programs used in the areas of Maternal Child Health, WIC and Children Special Health Services. All programs have an on-line client chart including client demographics and billing component for services provided. Also, WIC is moving toward electronic benefits transfer (EBT) for WIC foods obtained by participants at grocery stores across the state to eliminate the need for the current paper vouchers.
- Family Health: The Governor recommends an increase of **\$50,000** from federal funds for the addition of a pediatric gastroenterology specialist to provide outreach and telemedicine clinic services in the Children's Special Health Services program. Additional clinics will allow families to receive specialty services closer to their home. Children currently wait up to six months to be seen by the pediatric gastroenterologist in Sioux Falls.

- **Family Health:** The Governor recommends an increase of **\$500,000** from federal funds for Maternal and Child Health (MCH) programs. This increase is to further help address the issues of infant mortality and to improve early access to prenatal care. This federal funding will support programming in the following areas: training for health care providers; health education materials and resources for health care providers; public health education and information; expansion of outreach services; increased access to screening services; technical assistance to communities and healthcare facilities; expansion of surveillance, epidemiology and evaluation; quality assurance; and revision of practice guidelines.
- **Community Health Services:** The Governor recommends an increase of **\$95,874** from other funds for providing influenza vaccine to the general public, to state employees, dependents, spouses, and retirees on the state insurance plan. Approximately 27,160 doses of vaccine are ordered to provide this service. The cost of the influenza vaccine in FY04 was \$6.68 per dose; in FY05 it was \$8.62; and in FY06 it is \$10.21. Based on this trend it is anticipated to increase by \$3.53 in FY07 for an increased cost of \$95,874 of other funds.
- **Health Promotion:** The Governor recommends an increase of **\$958,000** (\$883,000 federal funds and \$75,000 other funds) for additional resources to expand chronic disease prevention programming. With the development of state plans to address chronic disease such as cancer and diabetes, and the completion of the state plan to improve physical activity and nutrition, programs are eligible to move to the implementation phase of chronic disease prevention.

Selected Performance Indicators

	Actual <u>FY 2004</u>	Actual <u>FY 2005</u>	Estimated <u>FY 2006</u>	Estimated <u>FY 2007</u>
Developmental Screenings - Age 0-5	7,617	7,685	7,700	7,700
Infants Screened for Mandated Metabolic Disorders	11,710	11,966	12,000	12,000
Newborn Hearing Screenings/%of Total Births	10,981/93%	11,272/93%	11,382/93%	11,495/93%
Children Special Health Svcs Patients Served	8,992	7,618	7,696	7,771
WIC Avg. Monthly Participants	19,514	19,623	19,819	20,105
WIC Avg. Monthly Expenditure for Food	\$898,915	\$921,719	\$930,936	\$950,245
Cancer Data Records Maintained	44,754	53,843	59,343	64,843
Breast and Cervical Cancer Screenings	5,733	6,080	6,500	7,000
Breast and Cervical Diagnostic Tests	363	292	350	350
Breast and Cervical Cancer Cases	17	13	20	20
Diabetes Professionals Trained	244	278	280	300
# School Students measured for Height/Weight	27,245	37,186	41,000	45,000
% School Students Overweight-above 95th percentile	15.8%	15.6%	15.4%	15.2%
Childhood Vaccine Doses Distributed	360,000	478,000	489,000	500,000
Immunization Registry (Individuals)	401,000	427,499	460,000	486,500
HIV Counseling and Testing	4,698	4,880	5,000	5,200
Rabies Exposures Managed	247	200	300	300
Enteric Disease Investigations Incl. Outbreak	681	886	850	850
STD Investigations	9,583	9,497	9,600	9,700
TB Investigations	1,500	2,082	1,500	1,750
Other Disease Investigations Incl. Outbreaks	1,287	4,046	2,500	2,500
Bright Start Home Visiting Program Families	395	432	440	440

Laboratory Services

The State Laboratory provides analytical services to the public and to local, state, and federal government entities.

The total recommended budget for Laboratory Services consists of \$1,945,301 from federal funds, and \$3,203,437 from other funds, for a total budget of \$5,148,738 and 29.0 FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	1,232,912	1,565,666	1,565,666	1,628,326	62,660	4.0%
Travel	37,431	32,943	32,943	32,943	-	0.0%
Contractual Services	1,126,830	1,141,712	1,141,712	1,141,712	-	0.0%
Supplies and Materials	979,413	1,006,501	1,006,501	1,006,501	-	0.0%
Grants and Subsidies	177,523	200,000	200,000	200,000	-	0.0%
Capital Outlay	1,026,790	1,139,256	1,139,256	1,139,256	-	0.0%
Other	46	-	-	-	-	0.0%
TOTAL	4,580,945	5,086,078	5,086,078	5,148,738	62,660	1.2%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	1,786,307	1,931,477	1,931,477	1,945,301	13,824	0.7%
Other Funds	2,794,638	3,154,601	3,154,601	3,203,437	48,836	1.5%
TOTAL	4,580,945	5,086,078	5,086,078	5,148,738	62,660	1.2%
FTE	27.1	29.0	29.0	29.0	-	0.0%

Revenues

Other Fund Revenue

Source	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007	% change from FY2004
Fees Collected	\$3,075,107	\$3,079,805	\$3,141,000	\$3,204,000	4.2%
Total	\$3,075,107	\$3,079,805	\$3,141,000	\$3,204,000	4.2%

➤ No budget changes were requested or recommended.

Selected Performance Indicators

	<u>Actual</u> <u>FY 2004</u>	<u>Actual</u> <u>FY 2005</u>	<u>Estimated</u> <u>FY 2006</u>	<u>Estimated</u> <u>FY 2007</u>
Tests Performed:				
Chemistry Section	82,568	85,070	86,000	87,700
Microbiology Section	66,022	62,280	63,500	65,000
Forensics Section	31,306	32,006	33,600	35,300
Effectiveness--Proficiency Test Scores:				
Chemistry Section	97%	97%	100%	100%
Microbiology Section	98%	99%	100%	100%
Forensics Section	100%	100%	100%	100%

Correctional Health

The division works to provide quality, cost-effective health care services to adult and juvenile offenders in the state's correctional facilities; to meet the basic health care needs through the provision of general primary care, acute inpatient hospital care, dental services, and optometric care; and, to continually explore new ways of providing basic health care services more efficiently.

The Department of Health bills the Department of Corrections for expenses paid in the Correctional Health program. The Health Department recognizes the revenue as fees. Department of Corrections pays the Health Department with money appropriated from the State General Fund.

Following the state's termination of health service contracts for the Department of Corrections, the Special Committee on Appropriations, on May 21, 2001, approved the Health Department to provide health services to the inmate and juvenile populations.

The total recommended budget for Correctional Health consists of \$14,476,374 from other funds and 71.0 FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	4,280,113	4,331,291	4,072,818	4,229,973	(101,318)	-2.3%
Travel	29,526	31,325	31,325	31,325	-	0.0%
Contractual Services	936,830	1,282,779	1,302,888	1,316,294	33,515	2.6%
Supplies and Materials	315,399	294,690	304,810	304,810	10,120	3.4%
Grants and Subsidies	6,363,972	7,675,417	8,592,286	8,592,286	916,869	11.9%
Capital Outlay	24,978	1,686	1,686	1,686	-	0.0%
Other	60	-	-	-	-	0.0%
TOTAL	11,950,878	13,617,188	14,305,813	14,476,374	859,186	6.3%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	11,950,878	13,617,188	14,305,813	14,476,374	859,186	6.3%
TOTAL	11,950,878	13,617,188	14,305,813	14,476,374	859,186	6.3%
FTE	69.1	76.0	71.0	71.0	(5.0)	-6.6%

Revenues

Other Fund Revenue Source	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007	% change from FY04
No Revenue Reported					

- The Governor recommends a **reduction of (\$258,473) and 5.0 FTEs** (2 LPNs and 3 RNs) of other funds which occur from a savings of staff time as a result of efficiencies gained through the new agreement with Diamond Pharmacy. The new contract went into effect June 1, 2005 and is a two year agreement with three one-year options.
- The Governor recommends an increase of **\$33,515** from other funds for 3% inflation for contractual medical providers (physicians, physician assistants, dentists, and optometrists) who provide on-site medical services to inmates. The agency originally requested a 1.8% inflation factor.
- The Governor recommends an increase of **\$926,989** from other funds for Correctional Health services and supplies requested based on projected FY06 expenditures, projected growth in the prison population, and inflation. The projected inmate growth is 135 from FY06 to FY07. Of the total increase, \$218,244 is for 4.4% inflation and \$708,745 is for expansion. Also, due to cost savings expected from the new pharmacy contract, the agency did **not** request an annual inflationary increase for prescription drugs (typically 10%).

Selected Performance Indicators

	<u>Actual</u> <u>FY 2004</u>	<u>Actual</u> <u>FY 2005</u>	<u>Estimated</u> <u>FY 2006</u>	<u>Estimated</u> <u>FY 2007</u>
Average Daily Count--Adult	2,892	3,048	3,365	3,500
Total Adult Costs	\$11,172,225	\$11,389,212	\$13,080,419	\$13,764,839
Average Cost per Adult	\$3,863	\$3,737	\$3,887	\$3,933
On-Site Costs	\$5,009,645	\$5,025,240	\$5,405,929	\$5,173,606
On-Site Costs per Adult per Year	\$1,732	\$1,649	\$1,607	\$1,478
Pharmacy Costs	\$2,138,058	\$2,226,375	\$2,715,350	\$2,952,384
Pharmacy Costs per Adult per Year	\$739	\$730	\$807	\$844
Off-Site Services:				
Inpatient Costs	\$936,243	\$1,224,947	\$1,062,403	\$1,208,019
Inpatient Cost per Adult per Year	\$324	\$402	\$316	\$345
Outpatient Costs	\$1,655,131	\$1,380,126	\$2,335,699	\$2,655,833
Outpatient Cost per Adult Per Year	\$572	\$453	\$694	\$759
Physician Services Costs	\$937,797	\$999,121	\$1,111,038	\$1,263,319
Physician Services Cost per Adult per Year	\$324	\$328	\$330	\$361
Diagnostic Services	\$495,351	\$533,403	\$450,000	\$511,678
Diagnostic Services Cost per Adult/Year	\$171	\$175	\$134	\$146
Average Daily Count--Juvenile	208	189	218	218
On-Site Costs	\$530,836	\$561,671	\$536,769	\$540,974
On-Site Cost per Juvenile per Year	\$2,552	\$2,972	\$2,462	\$2,482

Tobacco Prevention

The mission of the South Dakota Tobacco Control Program is to reduce morbidity and mortality caused by tobacco use through a comprehensive approach that coordinates efforts to prevent young people from starting to use tobacco products, help current users quit, and reduce nonsmokers' exposure to secondhand smoke.

The total recommended budget for Tobacco Prevention consists of \$707,883 from the General Fund and \$1,093,340 from federal funds, for a total budget of \$1,801,223 and 2.0 FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	116,029	123,166	123,166	127,814	4,648	3.8%
Travel	29,624	18,896	18,896	18,896	-	0.0%
Contractual Services	2,219,882	1,535,448	1,535,448	1,535,448	-	0.0%
Supplies and Materials	323,166	119,065	119,065	119,065	-	0.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	55,070	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
TOTAL	2,743,771	1,796,575	1,796,575	1,801,223	4,648	0.3%
Funding Sources:						
General Funds	1,427,685	707,883	707,883	707,883	-	0.0%
Federal Funds	973,342	1,088,692	1,088,692	1,093,340	4,648	0.0%
Other Funds	342,744	-	-	-	-	0.0%
TOTAL	2,743,771	1,796,575	1,796,575	1,801,223	4,648	0.3%
FTE	2.0	2.0	2.0	2.0	-	0.00%

Revenues

Other Fund Revenue Source	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007
----------------------------------	--------------------------	--------------------------	-----------------------------	-----------------------------

None reported

➤ No changes are requested or recommended.

Selected Performance Indicators

	Actual FY 2004	Actual FY 2005	Estimated FY 2006	Estimated FY 2007
Total callers to Tobacco Quit Line	2,822	3,034	3,500	3,500
12-Month Quit Rate for those in Counseling vs National 5%				
Self Quit Rate	36%	36%	36%	36%
Percent of 18-24 year olds who currently smoke	26%	25%	24%	23%
Percent of 18-24 year olds males who use spit tobacco some day or every day	17%	16%	15%	14%
Percent of youth grades 9-12 who currently smoke	30%	29%	28%	27%
Percent of adults who currently smoke	20%	19%	18%	17%
Tobacco Quit Line 12-month quit rate	36%	36%	36%	36%

Board of Chiropractic Examiners – Informational

The Board regulates the practice of chiropractors.

The total recommended budget for Board of Chiropractic Examiners consists of \$97,228 from other funds and 1.0 FTE.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	37,535	30,730	47,042	48,681	17,951	58.4%
Travel	10,848	13,500	13,500	13,500	-	0.0%
Contractual Services	17,531	34,892	26,992	26,992	(7,900)	-22.6%
Supplies and Materials	3,303	5,300	5,300	5,300	-	0.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	63	2,755	2,755	2,755	-	0.0%
Other	-	-	-	-	-	0.0%
TOTAL	69,280	87,177	95,589	97,228	10,051	11.5%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	69,280	87,177	95,589	97,228	10,051	11.5%
TOTAL	69,280	87,177	95,589	97,228	10,051	11.5%
FTE	0.9	1.0	1.0	1.0	-	0.0%

Revenues

Other Fund Revenue Source	Actual <u>FY2004</u>	Actual <u>FY2005</u>	Estimated <u>FY2006</u>	Estimated <u>FY2007</u>	% change from FY2004
Application Fees--Not Included in Examination	\$3,400	\$2,200	\$2,200	\$1,800	-47.1%
New License Fees	5,650	3,100	4,400	3,600	-36.3%
Renewal Fees	60,960	65,360	67,000	68,550	12.5%
Interest Income	1,394	1,822	1,900	1,925	38.1%
Peer Review	8,700	9,300	10,000	9,500	9.2%
CA X-Ray Registration	1,525	500	525	525	-65.6%
Preceptorship Program	100	225	225	250	150.0%
Miscellaneous	7,148	6,577	6,750	6,600	-7.7%
Reciprocity Fees	200	200	200	200	0.0%
Total	\$89,077	\$89,284	\$93,200	\$92,950	4.3%

- The fee fund that finances the Board is continuously appropriated.
- The personal services request includes additional funds to reclassify the Executive Director position from Senior Secretary to Executive Director. This reclassification was approved by the BOP, costing \$16,312.
- Contractual services is being reduced by \$6,200 for a reduction in legal and other consulting due to a decrease in legal activity and peer reviews.

Selected Performance Indicators

	Actual <u>FY 2004</u>	Actual <u>FY 2005</u>	Estimated <u>FY 2006</u>	Estimated <u>FY 2007</u>
Licenses Renewed	398	388	400	410
New Licenses	32	20	20	18
Practitioners	430	408	420	428
Examinations:				
Nationally Prepared (Times Given)	2	2	2	2
State Prepared (Times Given)	4	4	4	4
Applicants Examined/Passed	34/34	20/20	20/20	18/18
Complaints:				
Received/Investigated/Resolved	46/46/44	31/31/28	45/45/44	50/50/49
Hearings Held/Pending	1/2	0/3	1/1	1/1
Licenses Reprimanded/Probationed	1	0	1	0
No Action Taken Against Licensee	45	28	44	49
Audits	1	0	1	0
Inquiries Received and Answered	2,200	2,175	2,200	2,225
Board Meetings Held	6	4	5	5

Board of Dentistry – Informational

The Board regulates the practice of dentists, hygienists, and dental assistants.

The total recommended budget consists of \$80,570 from other funds and no FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	2,972	10,821	10,821	11,170	349	3.2%
Travel	14,989	10,500	10,500	10,500	-	0.0%
Contractual Services	70,518	51,200	51,200	51,200	-	0.0%
Supplies and Materials	6,784	4,700	4,700	4,700	-	0.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	3,264	3,000	3,000	3,000	-	0.0%
TOTAL	98,527	80,221	80,221	80,570	349	0.4%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	98,527	80,221	80,221	80,570	349	0.4%
TOTAL	98,527	80,221	80,221	80,570	349	0.4%
FTE	0.0	0.0	0.0	0.0	-	0.0%

Revenues

Other Fund Revenue Source	Actual <u>FY2004</u>	Actual <u>FY2005</u>	Estimated <u>FY2006</u>	Estimated <u>FY2007</u>	% change <u>from FY2004</u>
Examination Fees	\$3,920	\$2,110	\$3,500	\$3,500	-10.7%
New License Fees	7,950	7,200	7,600	7,600	-4.4%
Renewal Fees	62,330	74,920	70,000	70,000	12.3%
Interest Income	13,856	11,248	15,000	15,000	8.3%
Miscellaneous	3,230	6,530	6,000	6,000	85.8%
Fines, Late Fees	165	840	800	800	384.8%
Temporary Licenses	275	625	400	400	45.5%
Credential Verifications	5,075	4,725	5,000	5,000	-1.5%
Corporations	3,400	3,675	3,600	3,600	5.9%
Reinstate		2,200			
Total	\$100,201	\$114,073	\$111,900	\$111,900	11.7%

➤ The fee fund that finances the board is continuously appropriated.

Selected Performance Indicators

	Actual <u>FY 2004</u>	Actual <u>FY 2005</u>	Estimated <u>FY 2006</u>	Estimated <u>FY 2007</u>
Licenses Renewed	1,229	1,603	1,250	1,250
New Licenses	156	163	175	175
Practitioners	1,705	1,793	1,600	1,600
Applicants Examined/Passed	57/57	76/76	55/55	55/55
Complaints Received/Investigated/Resolved	12/12/9	13/5/4	11/11/14	10/10/13
Hearings Held/Pending	0/3	1/0	0/0	0/0
Licensees Reprimanded/Probationed	2	0	2	2
Licenses Suspended/Revoked	0	1	0	0
Applicants Denied SD Licensure	0	1	0	0

Board of Hearing Aid Dispensers – Informational

The Board regulates the hearing aid dispensers and audiologists.

The total recommended budget for Board of Hearing Aid Dispensers consists of \$19,160 of other fund expenditure authority and no FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	519	946	946	975	29	3.1%
Travel	2,103	2,103	2,103	2,103	-	0.0%
Contractual Services	14,236	15,422	15,422	15,422	-	0.0%
Supplies and Materials	1,362	660	660	660	-	0.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
TOTAL	18,220	19,131	19,131	19,160	29	0.2%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	18,220	19,131	19,131	19,160	29	0.2%
TOTAL	18,220	19,131	19,131	19,160	29	0.2%
FTE	0.0	0.0	0.0	0.0	-	0.0%

Revenues

Other Fund Revenue Source	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007	% change from FY2004
Application Fees--Not Included in Exam/New	\$2,000	\$1,400	\$1,600	\$1,600	-20.0%
Re-Examination Fees	0	100	100	100	N/A
Renewal Fees	14,700	17,500	18,000	18,000	22.4%
Interest Income	1,396	1,092	1,200	1,350	-3.3%
Temporary Licensure	300	300	300	300	0.0%
Late Fees	100	150	100	100	0.0%
Total	\$18,496	\$20,542	\$21,300	\$21,450	16.0%

➤ The fee fund that finances the board is continuously appropriated.

Selected Performance Indicators

	Actual FY 2004	Actual FY 2005	Estimated FY 2006	Estimated FY 2007
Licenses Renewed	74	87	90	90
New Licenses	10	10	10	10
Practitioners	87	90	91	94
Applicants Examined	4	6	4	5
Applicants Passed	4	4	4	4
State Prepared (Times Given)	2	2	2	2
Applicants Examined	4	6	4	5
Applicants Passed (Includes Reexams)	4	5	4	5
Complaints Received/Investigated/Resolved	3/3/0	0/3/3	2/2/2	3/2/2
Inquiries Received and Answered	875	880	895	900

Board of Funeral Service – Informational

The Board regulates the morticians and funeral establishments.

The total recommended budget for Board of Funeral Service consists of \$55,505 from other funds and no FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	5,042	4,784	4,784	4,943	159	3.3%
Travel	4,834	3,500	3,500	3,500	-	0.0%
Contractual Services	33,063	45,059	45,059	45,059	-	0.0%
Supplies and Materials	144	2,003	2,003	2,003	-	0.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
TOTAL	43,083	55,346	55,346	55,505	159	0.3%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	43,083	55,346	55,346	55,505	159	0.3%
TOTAL	43,083	55,346	55,346	55,505	159	0.3%
FTE	0.0	0.0	0.0	0.0	-	0.0%

Revenues

Other Fund Revenue Source	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007	% change from FY2004
Application Fees (Not Included in Exam)	\$400	\$300	\$400	\$400	0.0%
Examination Fees	500	750	750	750	50.0%
Renewal Fees	17,000	17,250	17,250	17,350	2.1%
Interest Income	3,018	2,080	2,100	2,200	-27.1%
Trainee Fee	375	400	400	400	6.7%
Trust Reporting	500	565	565	565	13.0%
Reciprocity Fee	195	585	585	585	200.0%
Establishment Renewal	10,300	10,300	10,300	10,300	0.0%
Crematory Renewal	500	700	700	700	40.0%
Establishment Application	200	0	100	100	-50.0%
Total	\$32,988	\$32,930	\$33,150	\$33,350	1.1%

➤ The fee fund that finances the board is continuously appropriated.

Selected Performance Indicators

	Actual FY 2004	Actual FY 2005	Estimated FY 2006	Estimated FY 2007
Licenses Renewed	450	455	455	455
New Licenses	28	22	24	24
Practitioners	449	418	420	420
Applicants Examined/Passed	8/8	14/14	10/10	10/10
Complaints Received/Investigated/Resolved	2/2/2	8/8/5	8/8/8	8/8/8
Hearings Held/Pending	0/0	0/3	1/0	0/0
No Action Taken Against Licensee	2	5	7	8
Inspections	104	112	112	112

Board of Medical & Osteopathy Examiners – Informational

The Board licenses doctors of medicine, doctors of osteopathy, physical therapists, advanced life support personnel, physicians assistants, athletic trainers, occupational therapists, respiratory therapists, nurse practitioners, nurse midwives, and dietitians.

The total recommended budget for Board of Medical & Osteopathy Examiners consists of \$812,357 from other funds and 5.0 FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	1,033	274,528	283,655	294,912	20,384	7.4%
Travel	7,738	10,500	12,500	12,500	2,000	19.0%
Contractual Services	526,438	549,000	459,945	459,945	(89,055)	-16.2%
Supplies and Materials	22,206	28,000	35,000	35,000	7,000	25.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	10,000	10,000	10,000	0.0%
Other	-	-	-	-	-	0.0%
TOTAL	557,415	862,028	801,100	812,357	(49,671)	-5.8%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	557,415	862,028	801,100	812,357	(49,671)	-5.8%
TOTAL	557,415	862,028	801,100	812,357	(49,671)	-5.8%
FTE	-	5.0	5.0	5.0	-	0.0%

Revenues

Other Fund Revenue

Source	Actual <u>FY2004</u>	Actual <u>FY2005</u>	Estimated <u>FY2006</u>	Estimated <u>FY2007</u>	% change from FY2004
Examination Fees	\$3,000	\$3,300	\$3,000	\$3,000	0.0%
New License Fees	81,260	64,955	70,000	70,000	-13.9%
Renewal Fees	223,410	389,975	235,000	615,000	175.3%
Interest Income	17,725	10,049	15,000	5,000	-71.8%
Other License Revenue	104,840	105,613	110,000	110,000	4.9%
Temporary Licensures	1,785	1,110	1,500	1,500	-16.0%
Reinstatements	1,965	3,100	1,750	2,000	1.8%
Total	\$433,985	\$578,102	\$436,250	\$806,500	85.8%

- \$9,127 increase in personal services is due to the Board now having employees rather than contracting services. Also, the number of directors on the Board increased from six to nine directors.
- \$2,000 increase in travel is due to the number of Board members increasing from six to nine.
- \$89,055 reduction in contractual services is due to having state employees rather than contracting services.
- \$7,000 increase in supplies due to the transition from contracted services to state employees.
- \$10,000 increase in capital outlay to complete the transition from contracted services to state employees.

Selected Performance Indicators

	Actual <u>FY 2004</u>	Actual <u>FY 2005</u>	Estimated <u>FY 2006</u>	Estimated <u>FY 2007</u>
Licenses Renewed	6,074	6,170	6,200	6,300
New Licenses	680	726	700	650
Practitioners	6,754	6,896	6,900	6,900
Examinations:				
Applicants Passed (Includes Reexams)	20	22	20	20
Complaints:				
Received/Investigated/Resolved	41/41/21	36/36/25	50/50/50	50/50/50
Hearings Held/Pending	30/20	2/11	1/5	1/5
Licensees Reprimanded/Probationed	1	3	1	1
Licenses Suspended/Revoked	1	2	5	5
No Action Taken Against Licensee	21	20	35	35
Prosecutions	2	2	5	5
Board Meetings Held	4	4	4	4

Board of Nursing – Informational

The Board licenses any person practicing or offering to practice as a registered nurse, a licensed practical nurse, or a certified registered nurse anesthetist.

The total recommended budget for Board of Nursing consists of \$981,414 from other funds and 8.0 FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	372,291	388,132	425,955	442,864	54,732	14.1%
Travel	36,317	22,500	36,000	36,000	13,500	60.0%
Contractual Services	238,160	236,650	216,700	216,700	(19,950)	-8.4%
Supplies and Materials	28,108	20,100	28,600	28,600	8,500	42.3%
Grants and Subsidies	192,500	225,000	208,000	208,000	(17,000)	-7.6%
Capital Outlay	42,602	10,250	49,250	49,250	39,000	380.5%
Other	2,434	-	-	-	-	
TOTAL	912,412	902,632	964,505	981,414	78,782	8.7%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	912,412	902,632	964,505	981,414	78,782	8.7%
TOTAL	912,412	902,632	964,505	981,414	78,782	8.7%
FTE	-	8.0	8.0	8.0	-	0.0%

Revenues

Other Fund Revenue Source	<u>Actual FY2004</u>	<u>Actual FY2005</u>	<u>Estimated FY2006</u>	<u>Estimated FY2007</u>	<u>% change from FY2004</u>
Application Fees--(Not in Exam/New)	\$28,350	\$32,600	\$33,000	\$33,500	18.2%
Examination Fees	\$55,025	61,950	\$62,000	\$62,000	12.7%
Reexamination Fees	\$6,875	12,400	12,000	12,000	74.5%
New License Fees	\$4,675	7,000	7,200	7,200	54.0%
Renewal Fees	\$419,080	464,785	470,000	475,000	13.3%
Materials Sold	\$1,593	1,756	1,500	1,500	-5.8%
Interest Income	\$7,645	14,811	20,000	21,000	174.7%
Temporary Permits	\$12,325	8,320	7,500	7,500	-39.1%
School Survey	\$1,293	1,625	1,600	1,600	23.7%
HPAP Reimbursements	\$26,830	33,324	39,000	39,000	45.4%
Contacted Service	\$46,958	47,341	53,000	53,000	12.9%
ADV Practice Reimbursement	\$13,201	0	20,000	20,000	51.5%
Loan Program	\$67,615	70,734	70,000	70,000	3.5%
Nurse Tuition Reimburse Escrow	\$150,000	135,000	135,000	135,000	-10.0%
Endorsement from SD	\$1,795	2,475	2,000	2,000	11.4%
Penalty Reinstatement	\$7,820	8,100	8,000	8,000	2.3%
Miscellaneous	\$23,577	2,641	3,000	3,000	-87.3%
Center for Nursing	\$79,915	62,900	63,000	63,000	-21.2%
Other	\$0	11,474	8,100	8,100	NA
Total	\$954,572	\$979,236	\$1,015,900	\$1,022,400	7.1%

- \$37,823 increase in personal services because salary levels were adjusted to reflect payment for the full year.
- \$13,500 increase in travel for required travel needs.
- \$19,950 reduction in contractual services to align budget with expenditure needs.
- \$8,500 increase in supplies: \$2,500 for the printing of tamper proof plastic nursing licenses and \$6,000 for increased postage costs.
- \$17,000 reduction in grants to match expected awards.
- \$39,000 increase in capital outlay for computer software needed for the "LicenSur" data system.

Selected Performance Indicators

	Actual <u>FY 2004</u>	Actual <u>FY 2005</u>	Estimated <u>FY 2006</u>	Estimated <u>FY 2007</u>
Licenses Renewed	5879	6,216	6,250	6,300
New Licenses	875	634	950	950
Practitioners	13,045	13,244	13,350	13,400
Examinations:				
Applicants Examined	615	721	725	750
Applicants Passed (Includes Reexams)	517	583	600	610
Percentage Required for Passing	PASS	PASS	PASS	PASS
Complaints:				
Received/Investigated/Resolved	102/102/93	162/162/146	200/200/180	225/225/200
Hearings Held/Pending	2/9	7/16	15/20	20/25
Licensees Reprimanded/Probationed	27	20	50	55
Licenses Suspended/Revoked	11	25	25	25
No Action Taken Against Licensee	23	36	15	20
Prosecutions	38	52	110	125
Non Disciplinary Actions	32	64	75	80
Audits	0	0	1	0
Inquiries Received and Answered	36,500	38,000	38,000	39,000
Applicants Denied SD Licensure	0	0	10	15
Board Meetings Held	5	5	5	5

Board of Nursing Home Administrators – Informational

The Board regulates and licenses nursing home administrators.

The total recommended budget for Board of Nursing Home Administrators consists of \$38,612 from other funds and no FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	581	1,547	1,547	1,595	48	3.1%
Travel	622	1,750	1,750	1,750	-	0.0%
Contractual Services	27,016	34,467	34,467	34,467	-	0.0%
Supplies and Materials	643	800	800	800	-	0.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
TOTAL	28,862	38,564	38,564	38,612	48	0.1%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	28,862	38,564	38,564	38,612	48	0.1%
TOTAL	28,862	38,564	38,564	38,612	48	0.1%
FTE	0.0	0.0	0.0	0.0	0.0	0.0%

Revenues

Other Fund Revenue Source	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007	% change from FY2004
Application Fees	\$1,700	\$1,400	\$2,000	\$1,500	-11.8%
Examination Fees	\$100	0	\$0	\$0	-100.0%
Reexamination Fees	\$0	100	100	100	NA
New License Fees	\$525	1,050	525	825	57.1%
Renewal Fees	\$0	31,350	0	31,350	NA
Materials Sold	\$931	427	500	400	-57.0%
Interest Income	\$5,437	3,838	4,000	3,500	-35.6%
State Examination	\$1,000	1,100	800	1,000	0.0%
Reciprocity Application	\$400	400	400	400	0.0%
Emergency Permits	\$1,700	900	1,500	900	-47.1%
Miscellaneous	\$75	422	100	200	166.7%
Inactive Status Fee	\$0	750	0	375	NA
Total	\$11,868	\$41,737	\$9,925	\$40,550	241.7%

- The fee fund that finances the board is continuously appropriated.

Selected Performance Indicators

	<u>Actual</u> <u>FY 2004</u>	<u>Actual</u> <u>FY 2005</u>	<u>Estimated</u> <u>FY 2006</u>	<u>Estimated</u> <u>FY 2007</u>
Licenses Renewed	0	209	0	200
New Licenses	18	18	18	15
Practitioners	253	247	245	240
Examinations:				
Applicants Examined--Nationally	16	13	14	15
Applicants Passed (Includes Reexams)	13	13	14	15
Percentage Required for Passing	75%	75%	75%	75%
State Prepared (Times Given)	18	20	14	15
Applicants Examined	16	19	14	15
Applicants Passed (Includes Reexams)	16	20	14	15
Percentage Required for Passing	75%	75%	75%	75%
Applicants Reexamined	2	2	2	2
Applicants Passing Reexam	2	2	2	2
Licenses Reprimanded/Probationed	0	1	0	0
Licenses Suspended/Revoked	0	1	0	0
No Action Taken Against Licensee	1	0	0	0
Inquiries Received and Answered	275	275	275	275
Board Meetings Held	1	3	2	2

Board of Optometry – Informational

The Board regulates the practice of optometry.

The total recommended budget for Board of Optometry consists of \$37,192 from other funds and no FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	971	1,342	1,009	1,040	(302)	-22.5%
Travel	1,203	4,500	2,574	2,574	(1,926)	-42.8%
Contractual Services	31,182	25,000	31,183	31,183	6,183	24.7%
Supplies and Materials	-	1,200	1,200	1,200	-	0.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	1,195	-	1,195	1,195	1,195	0.0%
Other	-	-	-	-	-	0.0%
TOTAL	34,551	32,042	37,161	37,192	5,150	16.1%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	34,551	32,042	37,161	37,192	5,150	16.1%
TOTAL	34,551	32,042	37,161	37,192	5,150	16.1%
FTE	0.0	0.0	0.0	0.0	0.0	0.0%

Revenues

Other Fund Revenue Source	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007	% change from FY2004
Application Fees (Not in Exam/New)	\$1,375	\$1,000	\$625	\$1,050	-23.6%
New License Fees	182	440	200	218	19.8%
Renewal Fees	29,925	29,050	31,850	30,625	2.3%
Interest Income	1,013	807	1,200	1,000	-1.3%
Corporation	300	300	350	350	16.7%
TPA Certification	350	210	175	125	-64.3%
Corporation Application	350	250	150	200	-42.9%
Reciprocity	0	50	0	0	NA
Late Fee	50	0	100	50	0.0%
Total	\$33,545	\$32,107	\$34,650	\$33,618	0.2%

- The fee fund that finances the board is continuously appropriated.
- The agency indicates budget changes are necessary to more closely reflect actual expenditure history.

Selected Performance Indicators

	<u>Actual FY 2004</u>	<u>Actual FY 2005</u>	<u>Estimated FY 2006</u>	<u>Estimated FY 2007</u>
Licenses Renewed	171	170	177	175
New Licenses	6	6	5	5
Practitioners	177	176	182	180
Examinations:				
Nationally Prepared (Times Given)	2	2	2	2
Applicants Examined	6	6	5	5
Applicants Passed (Includes Reexams)	6	6	5	5
Percentage Required for Passing	75%	75%	75%	75%
Complaints:				
Received/Investigated/Resolved	3/3/3	1/1/1	2/2/2	3/3/3
Inspections	2	4	3	2
Inquiries Received and Answered	217	266	280	295
Board Meetings Held	2	3	3	3

Board of Pharmacy – Informational

The Board regulates the distribution of drugs, both prescription and nonprescription.

The total recommended budget for Board of Pharmacy consists of \$349,728 from other funds and 4.0 FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	231,728	266,385	266,385	277,065	10,680	4.0%
Travel	21,279	29,320	29,520	29,520	200	0.7%
Contractual Services	25,764	27,413	34,245	34,245	6,832	24.9%
Supplies and Materials	5,390	6,998	6,998	6,998	-	0.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	863	3,500	1,500	1,500	(2,000)	-57.1%
Other	-	400	400	400	-	0.0%
TOTAL	285,024	334,016	339,048	349,728	15,712	4.7%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	285,024	334,016	339,048	349,728	15,712	4.7%
TOTAL	285,024	334,016	339,048	349,728	15,712	4.7%
FTE	-	4.0	4.0	4.0	-	0.0%

Revenues

Other Fund Revenue Source	Actual <u>FY2004</u>	Actual <u>FY2005</u>	Estimated <u>FY2006</u>	Estimated <u>FY2007</u>	% change <u>from FY2004</u>
Renewal Fees	\$267,310	\$272,471	\$273,000	\$273,000	2.1%
Materials Sold	3,625	3,595	3,400	3,400	-6.2%
Interest Income	16,339	13,401	15,000	16,000	-2.1%
Reciprocity and Grades	2,400	3,000	2,500	2,500	4.2%
Late License Fees	1,425	0	1,200	1,100	-22.8%
Technician Registration	0	23550	25,000	25,000	N/A
Total	\$291,099	\$316,017	\$320,100	\$321,000	10.3%

- The fee fund that finances the board is continuously appropriated.
- \$6,832 increase in contractual services for the required biannual state audit and expenses for publishing and postage for the Board's quarterly newsletter.
- \$2,000 decrease in capital outlay is requested as the Board will purchase lap top computers in FY06.

Selected Performance Indicators

	<u>Actual</u> <u>FY 2004</u>	<u>Actual</u> <u>FY 2005</u>	<u>Estimated</u> <u>FY 2006</u>	<u>Estimated</u> <u>FY 2007</u>
Licenses Renewed	3,957	4,879	5,089	5,108
Practitioners	1,442	1,485	1,490	1,500
Examinations:				
Nationally Prepared (Times Given)	Open	Open	Open	Open
Applicants Examined	46	46	40	40
Applicants Passed (Includes Reexams)	46	46	40	40
Percentage Required for Passing	75%	75%	75%	75%
State Prepared (Times Given) Jurisprudence	Open	Open	Open	Open
Applicants Examined	61	57	55	56
Applicants Passed (Includes Reexams)	61	57	55	56
Percentage Required for Passing	75%	75%	75%	75%
Applicants Reexamined	3	1	1	1
Applicants Passing Reexam	2	1	1	1
Complaints:				
Received/Investigated/Resolved	9/9/8	12/12/12	12/12/12	12/12/12
Hearings Held	0	1	2	2
Licensees Reprimanded/Probationed	0	1	1	1
Licenses Suspended/Revoked	0	1	1	1
Prosecutions	0	1	1	1
Inspections - Stores	367	298	325	325
Audits - Continuing Education	72	74	75	75
Inquiries Received and Answered	5,570	6,225	6,225	6,225
Board Meetings Held	6	7	6	6

Board of Podiatry Examiners – Informational

The Board regulates the practice of podiatry.

The total recommended budget for Board of Podiatry Examiners consists of \$20,292 from other funds and no FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	-	-	-	-	-	
Travel	-	750	750	750	-	0.0%
Contractual Services	11,829	19,367	19,367	19,367	-	0.0%
Supplies and Materials	44	175	175	175	-	0.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
TOTAL	11,873	20,292	20,292	20,292	-	0.0%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	11,873	20,292	20,292	20,292	-	0.0%
TOTAL	11,873	20,292	20,292	20,292	-	0.0%
FTE	0.0	0.0	0.0	0.0	-	0.0%

Revenues

Other Fund Revenue Source	Actual <u>FY2004</u>	Actual <u>FY2005</u>	Estimated <u>FY2006</u>	Estimated <u>FY2007</u>	% change from FY2004
Application Fees (Not in Exam/New)	\$500	\$2,000	\$1,000	\$1,000	100.0%
Renewal Fees	5,550	9,600	9,750	9,750	75.7%
Interest Income	2,075	1,521	1,600	1,600	-22.9%
Reciprocity Application Fee	750	1,000	1,500	1,500	100.0%
Incorporation Fee	60	150	150	150	150.0%
Total	\$8,935	\$14,271	\$14,000	\$14,000	56.7%

➤ The fee fund that finances the board is continuously appropriated.

Selected Performance Indicators

	Actual <u>FY 2004</u>	Actual <u>FY 2005</u>	Estimated <u>FY 2006</u>	Estimated <u>FY 2007</u>
Licenses Renewed	37	64	65	65
New Licenses	3	5	5	5
Practitioners	52	57	58	58
Complaints:				
Received/Investigated/Resolved	2/2/2	0/2/2	1/1/1	1/1/1
No Action Taken Against Licensee	2	2	1	1
Inquiries Received and Answered	160	165	170	170
Board Meetings Held	3	3	2	2

Board of Massage Therapy – Informational

The Board regulates the practice of massage therapy.

The total recommended budget for Board of Massage Therapy consists of \$96,285 from other funds and 1.0 FTE.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	-	41,588	41,588	43,045	1,457	
Travel	-	6,800	6,800	6,800	-	0.0%
Contractual Services	-	37,540	37,540	37,540	-	0.0%
Supplies and Materials	-	4,400	4,400	4,400	-	0.0%
Grants and Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	4,500	4,500	4,500	-	0.0%
Other	-	-	-	-	-	0.0%
TOTAL	-	94,828	94,828	96,285	1,457	1.5%
Funding Sources:						
General Funds	-	-	-	-	-	0.0%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	-	94,828	94,828	96,285	1,457	1.5%
TOTAL	-	94,828	94,828	96,285	1,457	1.5%
FTE	-	1.0	1.0	1.0	-	0.0%

Revenues

Other Fund Revenue Source	<u>Actual FY2004</u>	<u>Actual FY2005</u>	<u>Estimated FY2006</u>	<u>Estimated FY2007</u>	<u>% change from FY2004</u>
None reported					

➤ The fee fund that finances the board is continuously appropriated.

Selected Performance Indicators

	<u>Actual FY 2004</u>	<u>Actual FY 2005</u>	<u>Estimated FY 2006</u>	<u>Estimated FY 2007</u>
None reported				

Other Departmental Issues

- A. No interim appropriation actions were taken.**
- B. There were no audit findings related to the Department of Health in the FY2004 Single Audit Report.**
- C. Agency Specific Questions**

The following agency specific questions were asked by the committee of the Department:

1. Provide an update on the Legionnaire's outbreak in the summer of 2005.
2. Provide an update on the Correctional Health Program including the new prescription drug contract information.
3. Provide a status report on the state's preparedness for a pandemic flu such as the avian flu.
4. Provide an update of the Bioterrorism Hospital Preparedness Program.
5. Provide an update on West Nile control and outbreaks as well as projections for 2006.
6. Provide an update on new Disease Intervention Specialist and Chronic Disease Epidemiologist, including when they were filled and budgeted versus actual expenditures.
7. Provide an update on Tobacco Cessation Programs and trends in tobacco use. Include the source of funds used for the SD Quits bags that were distributed at the State Fair.
8. Describe the policies and procedures for dispensing flu vaccine including how quantities of vaccine are determined for the state and to whom it is distributed.