



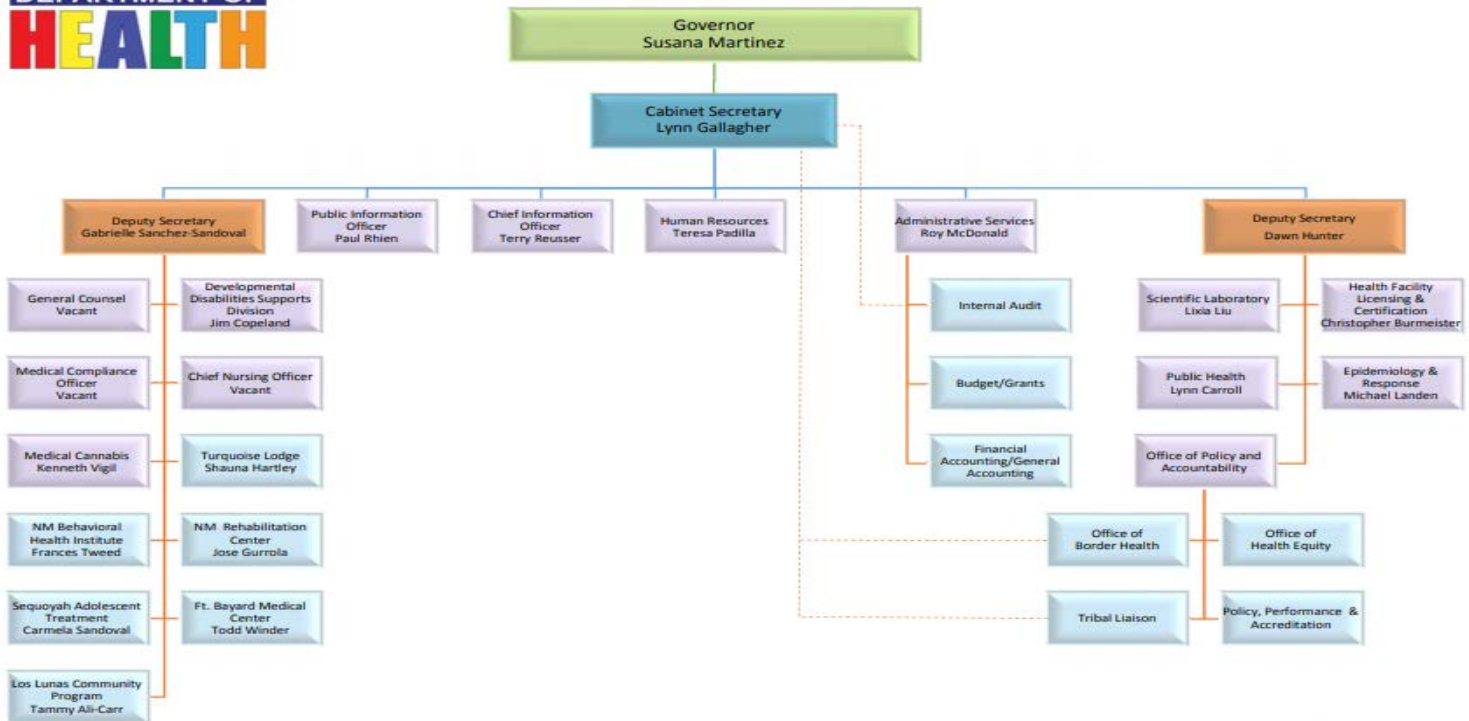
LEGISLATIVE FINANCE COMMITTEE HEARING  
DECEMBER 11, 2018

---

LYNN GALLAGHER, CABINET SECRETARY

1190 S. St. Francis Drive • Santa Fe, NM 87505 • Phone: 505-827-2613 • Fax: 505-827-2530 • [nmhealth.org](http://nmhealth.org)





*Lynn Gallagher*  
 Lynn Gallagher, Cabinet Secretary  
 November 2018

1190 S. St. Francis Drive • Santa Fe, NM 87505 • Phone: 505-827-2613 • Fax: 505-827-2530 • nmhealth.org



# FY20 Appropriation Request Department of Health Roll-Up

(Dollars in Thousands)

	FY18 Actuals	FY19 Operating Budget	FY20 Appropriation Request
<b><u>Revenue</u></b>			
<b>General Fund</b>	<b>283,269.5</b>	<b>292,148.9</b>	<b>309,712.4</b>
<b>Other Transfers</b>	<b>32,614.7</b>	<b>35,438.4</b>	<b>35,937.9</b>
<b>Federal Funds</b>	<b>92,930.8</b>	<b>106,359.2</b>	<b>107,674.2</b>
<b>Other State Funds</b>	<b>104,230.0</b>	<b>109,141.3</b>	<b>110,090.4</b>
<b>Fund Balance</b>	<b>548.6</b>	<b>0.0</b>	<b>0.0</b>
<b>Total</b>	<b>513,593.6</b>	<b>543,087.8</b>	<b>563,414.9</b>



# Supplemental/Special Appropriation Request

**DEPARTMENT OF HEALTH**  
**FY19 SUPPLEMENTAL, FY19/FY20 SPECIAL APPROPRIATION REQUESTS**

P-Code	Program Area	Purpose	FY19 Supplemental (SU)		FY19-FY20 Special (SP)	
			GF	Other	GF	Other
P001	Administration	To restore IT PS&EB budget that was cut during the 2017 and 2018 Legislative Sessions. IT is experiencing a 17% vacancy rate.	1,700.00			
P006	Facilities Management	DOH Hospitals (FBMC, TLH and NMRC) equipment are reaching end of life use. Replacement beds and support items are being requested.			420	
P006	Facilities Management	Master planning of DOH facilities (TLH, SATC, NMRC). Includes analysis, recommendations, and proposals for facilities and programs, campuses, infrastructure, community and associated needs.			400	
P007	Developmental Disabilities Support	Due to increased cost and "units of service" per client, a base increase is necessary to sustain the current number of DDW clients in service .	4,000.00			
P007	Developmental Disabilities Support	The requested base increase will ensure adequate support staff for the dentist and hygienist resulting in improved oral care for individuals with developmental disabilities.			113.5	
P007	Developmental Disabilities Support	To ensure funding for the projected increase of children referred and eligible for the Family Infant Toddler (FIT) Program. The increase is expected to be 5% or 807 children.	4,900.00			
P007	Developmental Disabilities Support	To properly fund a rate adjustment for all DDW providers. This rate adjustment will ensure capacity building as the infrastructure needs in the DD system expand and enhance.	800			
P008	Health Certification, Licensing & Oversight (DHI)	To cover surveying and licensing of all medical facilities and investigations of abuse, neglect and exploitation throughout New Mexico's hospitals, boarding homes, crisis triage, assisted living facilities, nursing homes and among DD clients. The requested funding will ensure the Department can complete the required workload.	250	250		
P008	Health Certification, Licensing & Oversight (DHI)	Division of Health Improvement (DHI) is requesting a base increase to right-size its staffing levels. There are currently more than 400 open cases, with new cases assigned regularly. The inability to reduce the backlog and directly impacts our Jackson disengagement efforts.	220	220		
<b>Total</b>			<b>11,870.00</b>	<b>470</b>	<b>933.50</b>	
			<b>12,340.00</b>		<b>933.5</b>	

13,273.50

1190 S. St. Francis Drive • Santa Fe, NM 87505 • Phone: 505-827-2613 • Fax: 505-827-2530 • nmhealth.org



# FY20 Appropriation Request

## Administrative Services Division

(Dollars in Thousands)

	FY18 Actuals	FY19 Operating Budget	FY20 Appropriation Request
<b><u>Revenue</u></b>			
<b>General Fund</b>	5,038.1	5,564.2	7,264.2
<b>Other Transfers</b>	972.5	1,361.9	1,140.0
<b>Federal Funds</b>	6,815.4	7,423.1	7,105.5
<b>Other State Funds</b>	0.4	0.0	0.0
<b>Fund Balance</b>	0.0	0.0	0.0
<b>Total</b>	<b>12,826.4</b>	<b>14,349.2</b>	<b>15,509.7</b>

1190 S. St. Francis Drive • Santa Fe, NM 87505 • Phone: 505-827-2613 • Fax: 505-827-2530 • nmhealth.org



# FY20 Appropriation Request Public Health Division

(Dollars in Thousands)

	FY18 Actuals	FY19 Operating Budget	FY20 Appropriation Request
<b><u>Revenue</u></b>			
<b>General Fund</b>	48,246.5	49,775.3	49,775.3
<b>Other Transfers</b>	14,287.3	14,664.5	14,733.1
<b>Federal Funds</b>	58,512.3	69,804.4	69,984.4
<b>Other State Funds</b>	39,736.7	41,349.1	41,449.1
<b>Fund Balance</b>	35.0	0.0	
<b>Total</b>	<b>160,817.8</b>	<b>175,593.3</b>	<b>175,941.9</b>

1190 S. St. Francis Drive • Santa Fe, NM 87505 • Phone: 505-827-2613 • Fax: 505-827-2530 • nmhealth.org



# Public Health Division



- Train high school students to lead tobacco control efforts and projects within their schools and communities
  - *PM*: Number of high school youth trained in the Evolverment youth engagement program to implement tobacco projects in their school/community
  - *Why this matters*: Smoking is the leading cause of preventable death and 90% of adult smokers start before age 18.
- Increase the percent of contraceptive-seeking teens that choose effective methods
  - *PM*: Percent of female clients ages 15-19 seen in NMDOH public health offices who are provided most or moderately effective contraceptives
  - *Why this matters*: The use of most- or moderately effective contraceptives by young women reduces teen pregnancies.

1190 S. St. Francis Drive • Santa Fe, NM 87505 • Phone: 505-827-2613 • Fax: 505-827-2530 • nmhealth.org



# FY20 Appropriation Request

## Epidemiology and Response Division

(Dollars in Thousands)

	FY18 Actuals	FY19 Operating Budget	FY20 Appropriation Request
<b><u>Revenue</u></b>			
<b>General Fund</b>	<b>11,802.7</b>	<b>9,915.7</b>	<b>10,065.7</b>
<b>Other Transfers</b>	<b>735.9</b>	<b>614.2</b>	<b>660.8</b>
<b>Federal Funds</b>	<b>15,242.8</b>	<b>15,951.5</b>	<b>17,207.1</b>
<b>Other State Funds</b>	<b>468.3</b>	<b>625.1</b>	<b>411.1</b>
<b>Fund Balance</b>	<b>125.9</b>	<b>0.0</b>	<b>0.0</b>
<b>Total</b>	<b>28,375.6</b>	<b>27,106.5</b>	<b>28,344.7</b>

1190 S. St. Francis Drive • Santa Fe, NM 87505 • Phone: 505-827-2613 • Fax: 505-827-2530 • nmhealth.org





# Epidemiology and Response



- Improve health status in NM by focusing on 7 health status indicators (one example is the cardiovascular death rate)
- Break ground on a new vital records building in Santa Fe
- Use emergency department syndromic surveillance data to improve health status
  - **Relevant health status indicators:** older adult falls; drug overdose death; suicide; pneumonia and influenza deaths

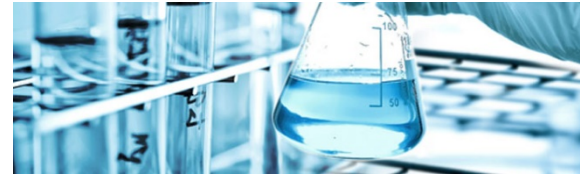
# FY20 Appropriation Request Scientific Laboratory Division

(Dollars in Thousands)



	FY18 Actuals	FY19 Operating Budget	FY20 Appropriation Request
<b><u>Revenue</u></b>			
<b>General Fund</b>	<b>7,199.6</b>	<b>7,578.0</b>	<b>7,578.0</b>
<b>Other Transfers</b>	<b>976.2</b>	<b>808.0</b>	<b>778.0</b>
<b>Federal Funds</b>	<b>2,234.6</b>	<b>2,868.3</b>	<b>3,108.1</b>
<b>Other State Funds</b>	<b>1,279.2</b>	<b>1,930.7</b>	<b>1,863.1</b>
<b>Fund Balance</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Total</b>	<b>11,689.6</b>	<b>13,185.0</b>	<b>13,327.2</b>

# Scientific Laboratory



## ■ Key Accomplishments

- Exceeds the turnaround time percentage goal for detecting/identifying infectious diseases causing pathogens from clinical, environmental, dairy and animal samples
- Exceeds the turnaround time percentage goal for detecting/identifying chemicals from environmental or clinical samples
- DWI testing and expert witness
- Legionella outbreak investigation and 2017-2018 flu season response

## ■ Major Initiatives

- Expanding staff cross-training
- Building infrastructure for next generation sequencing data movement and analyses
- Enhancing testing capability to detect multidrug resistant bacteria, and new illicit drugs

# FY20 Appropriation Request

## Developmental Disabilities Supports Division

(Dollars in Thousands)

---

	FY18 Actuals	FY19 Operating Budget	FY20 Appropriation Request
<b>Revenue</b>			
<b>General Fund</b>	<b>148,664.2</b>	<b>154,710.2</b>	<b>169,923.7</b>
<b>Other Transfers</b>	<b>9,554.3</b>	<b>9,154.0</b>	<b>9,354.0</b>
<b>Federal Funds</b>	<b>3,178.0</b>	<b>2,830.8</b>	<b>2,830.8</b>
<b>Other State Funds</b>	<b>1,315.6</b>	<b>1,385.0</b>	<b>1,385.0</b>
<b>Fund Balance</b>	<b>387.7</b>	<b>0.0</b>	<b>0.0</b>
<b>Total</b>	<b>163,099.8</b>	<b>168,080.0</b>	<b>183,493.5</b>



# Developmental Disabilities Supports



- Rate Study – DDS is conducting a comprehensive rate in FY19 which will include services in all three (3) Waivers. The rate study is required by CMS and will be completed by June 30, 2019.
- CMS Final Settings Rule - DDS is working toward final approval of the Statewide Transition Plan for the CMS Final Settings Rule. The plan must receive final approval by March 2022.
- Town Hall Meetings - DDS in collaboration with the Developmental Disabilities Planning Council (DDPC) is holding town hall meetings for people with I/DD and their families with a focus on advocacy and rights and responsibilities related to the CMS Final Settings Rule.
- Waiver renewal applications - DDS in collaboration with the Medical Assistance Division of the Human Services Department is working on the renewal of the three (3) Medicaid Waivers over the next three (3) years.
- FIT Program – Served 15,734 children in FY18 with annual growth of 5.25% over four years.
- Waiting List – there are 4,619 individuals on the wait list for DD and Mi Via waivers. 80 individuals were allocated from the FY19 appropriation.

# FY20 Appropriation Request

## Division of Health Improvement

(Dollars in Thousands)

	FY18 Actuals	FY19 Operating Budget	FY20 Appropriation Request
<b><u>Revenue</u></b>			
General Fund	4,192.6	5,010.0	5,260.0
Other Transfers	3,152.6	4,404.0	4,840.2
Federal Funds	2,085.0	2,422.8	2,442.8
Other State Funds	2,009.4	1,961.7	1,997.5
Fund Balance	0.0	0.0	0.0
<b>Total</b>	<b>11,439.6</b>	<b>13,798.5</b>	<b>14,540.5</b>

1190 S. St. Francis Drive • Santa Fe, NM 87505 • Phone: 505-827-2613 • Fax: 505-827-2530 • nmhealth.org



# Division of Health Improvement

## Budget Requests

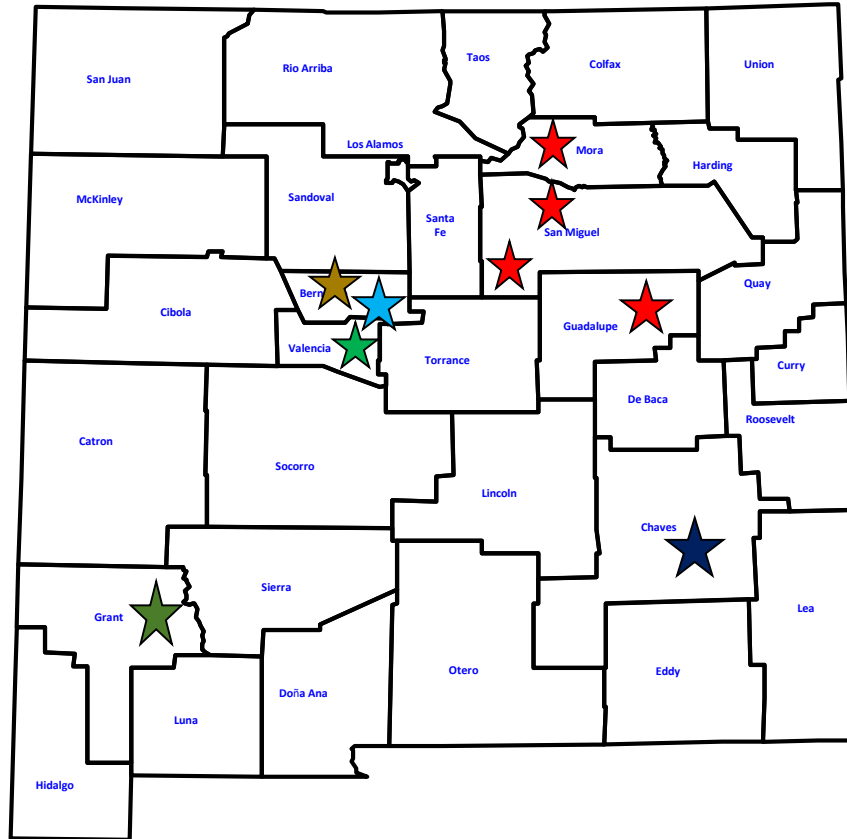


- **Crisis Triage Centers:** the rule became effective 10/30/2018 and is available online – 7.30.13 NMAC. Licenses are in process in Santa Fe and Silver City.
- **Jackson Disengagement:** Internal ‘Individual Quality Review’ system continues to be fine tuned and DHI staff are being trained in its use.
- **Strategic Planning and Performance Improvement:** DHI continues to review internal processes and develop measures that can be used for continuous improvement efforts.
- **Assisted Living Facilities:** Despite staffing challenges, DHI continues to make progress in ALF investigations and surveys.

#### Other activities of HFIC in FY19 include:

• <a href="#">ALF Surveys</a>	111
• <a href="#">Adult Day Care Surveys</a>	1
• <a href="#">Non-long-term care surveys</a>	107
• <a href="#">New Long-term care surveys</a>	164
• <a href="#">Life Safety Code surveys</a>	126
• <a href="#">New facility applications</a>	63
• <a href="#">Complaint investigations</a>	159
• <a href="#">Complaint Triage</a>	14,754
• <a href="#">Clinical Lab Improvement Act (lab) surveys</a>	32
• <a href="#">New lab applications</a>	117
• <a href="#">Informal Dispute Resolution meetings</a>	15
• <a href="#">Community mental health surveys</a>	0
• <a href="#">Freestanding birthing centers</a>	3
• <a href="#">Persons placed on Employee Abuse Registry</a>	0

# New Mexico Health Facilities



**Turquoise Lodge Hospital**  
**NM Behavioral Health Institute**  
**NM Rehabilitation Center**  
**Sequoyah Adolescent Treatment Center**  
**Fort Bayard Medical Center**  
**Los Lunas Community Program**

1190 S. St. Francis Drive • Santa Fe, NM 87505 • Phone: 505-827-2613 • Fax: 505-827-2530 • nmhealth.org





# FY20 Appropriation Request Facilities Management Division

(Dollars in Thousands)

	FY18 Actuals	FY19 Operating Budget	FY20 Appropriation Request
<b><u>Revenue</u></b>			
<b>General Fund</b>	58,125.8	59,595.5	59,845.5
<b>Other Transfers</b>	2,935.9	4,431.8	4,431.8
<b>Federal Funds</b>	4,862.7	5,058.3	4,995.5
<b>Other State Funds</b>	56,247.8	58,731.4	59,809.9
<b>Fund Balance</b>	0.0	0.0	0.0
<b>Total</b>	<b>122,172.2</b>	<b>127,817.0</b>	<b>129,082.7</b>



# Facilities Management Division

---

## Improving Electronic Medical Information Systems

Stepping up to new cloud hosting environments through Software as a Service (SAAS) systems. This allows secure access from any browser and creates staff efficiencies. New systems include:

- Electronic Health Record-Consolidating and upgrading our current 3 systems to 1 to create efficient, consistent and effective methods for managing patient medical and billing information. (PHD included)
- Pharmacy-Replacing 2 disparate, outdated systems which will improve pharmacy operations and allow for interface with new eHR.
- Billing Clearinghouse-Improving the auditing and tracking of medical claims and collection rates.

## Building/Environment of Care Improvements

- Master planning for 3 of DOH's largest healthcare facilities began, and the remaining 3 will follow, to ensure the facilities keep pace with industry standards for care and address evolving program needs well into the future.
- Completion of NMBHI's Meadows Home Phase 3, allowing all Long-Term residents to occupy the new facility.
- Eliminating ligature points, for suicide prevention, through building modifications at NMBHI.
- Building relocation of TLH which will allow for program growth, accreditation and an improved dietary program for patients.

# Facilities Management Division

---

## Increase Number of Individuals Served

- Expansion of telepsychiatry services via SKYPE to local outpatient clinics at NMBHI.
- Increasing the number of NMBHI's Assisted Living beds to provide individuals with severe mental illness the opportunity to reside in a setting that is supportive yet de-institutionalized.
- Increasing Medical Detox and Social Rehab beds and expanding outpatient services (i.e. increase tracks of Intensive Outpatient Services, provide individual, family and psychiatry services) at the TLH due to a building relocation.
- Reopening of outpatient physical, occupational, aquatic and speech therapy services at NMRC.
- Planning and development of an opioid treatment or Metropolitan Assessment and Treatment (MAT) program at NMRC.

# FY20 Appropriation Request Medical Cannabis Division

(Dollars in Thousands)

	FY18 Actuals	FY19 Operating Budget	FY20 Appropriation Request
<b><u>Revenue</u></b>	-		
<b>General Fund</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Other Transfers</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Federal Funds</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Other State Funds</b>	<b>3,172.6</b>	<b>3,158.3</b>	<b>3,174.7</b>
<b>Fund Balance</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Total</b>	<b>3,172.6</b>	<b>3,158.3</b>	<b>3,174.7</b>



# Medical Cannabis Program

---

- Nearly 66,725 patients.
- 35 Licensed Non-Profit Producers
- More than 80 dispensaries serving patients.
- Released RFP 11/30 for vendor to implement electronic applications.

1190 S. St. Francis Drive • Santa Fe, NM 87505 • Phone: 505-827-2613 • Fax: 505-827-2530 • nmhealth.org



# Thank you!

---

1190 S. St. Francis Drive • Santa Fe, NM 87505 • Phone: 505-827-2613 • Fax: 505-827-2530 • [nmhealth.org](http://nmhealth.org)

