

FISCAL RESEARCH DIVISION

A Staff Agency of the North Carolina General Assembly

DHHS Division of Health Service Regulation

FY 2021-23 Budget Overview

Joint House and Senate HHS Appropriations
Committee

Presentation Outline

- Overview
- Budget
- COVID-19 Major Initiatives



Overview Health Service Regulation (DHSR)

Major functions:

- Licensure and regulation of construction & operation of health care facilities
- Jail Inspection
- Radiation Protection
- Establish curricula and competency testing of Nurse Aides and Medication Aides, maintain Nurse Aide Registry
- Health care facilities planning - Certificates of Need
- Office of Emergency Medical Services: 1. Foster statewide emergency medical services (EMS), 2. Hospital preparedness Program

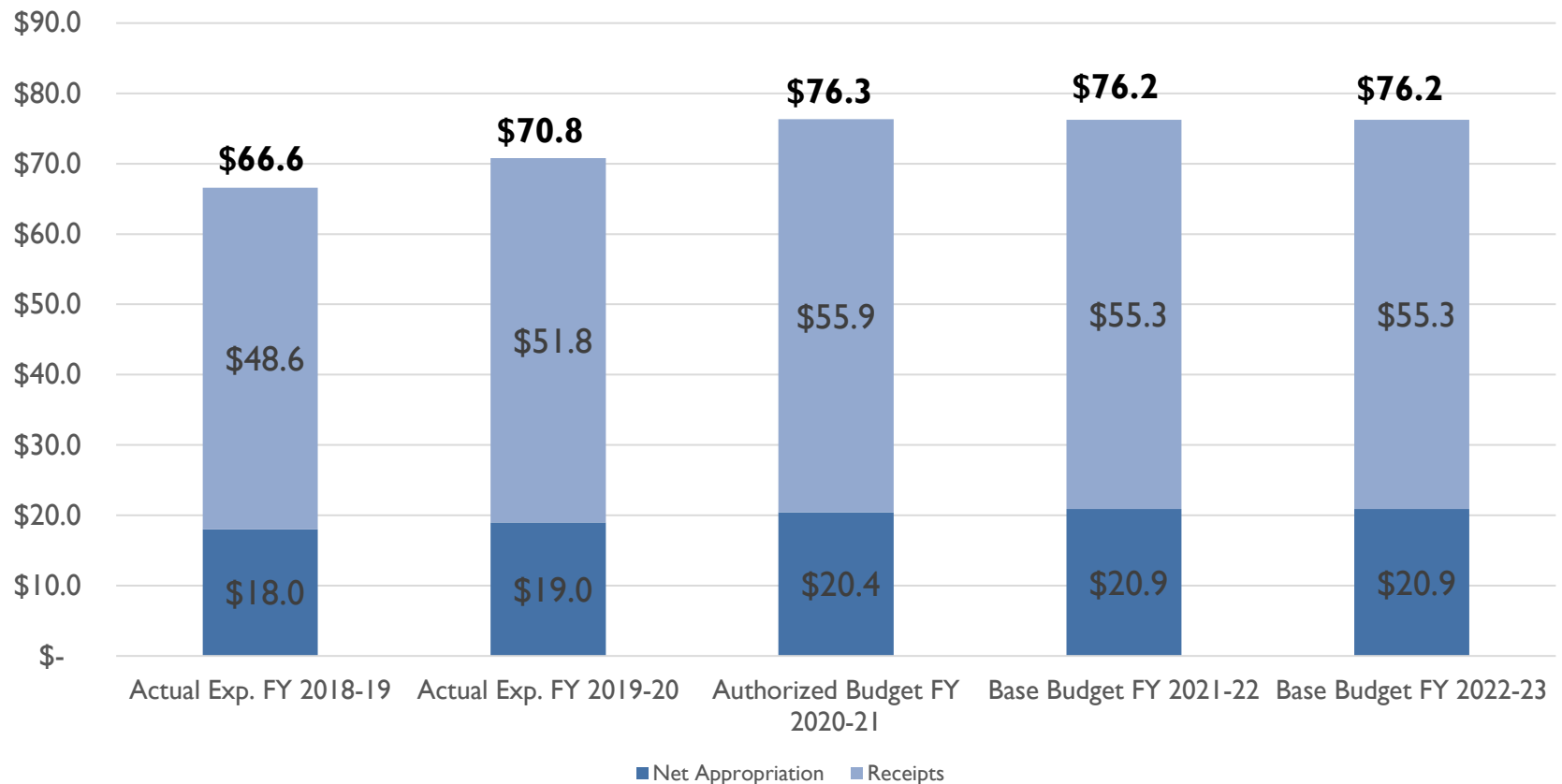


Budget



Five-Year Budget Summary

DHSR Five-Year Budget Summary (in millions)



* Figures may not add to total due to rounding.

Sources: DHSR June 2020 BD701, DHSR Worksheet I, Biennium 2021-23.



Fiscal Biennium 2021-23

For both years of the biennium the proposed base budget Net Appropriation is \$491,725 more than the FY 2020-21 Authorized Budget

DHSR Fiscal Biennium 2021-23 Base Budget

(\$ Millions)	Actual FY 19-20	Authorized FY 20-21	Change from FY 20-21	Base FY 21-22	Change from FY 20-21	Base FY 22-23
Total Requirements	\$70.8	\$76.3	(\$0.1)*	\$76.2	(\$0.1)*	\$76.2
Receipts	\$51.8	\$55.9	(\$0.6)	\$55.3	(\$0.6)	\$55.3
Net Appropriation	\$19.0	\$20.4	\$0.5	\$20.9	\$0.5	\$20.9
FTE Employees	578.5	578.5	0.0	578.5	0.0	578.5

Note: Figures may not add to total due to rounding, *Less than 100K reduction.

Source: DHSR Worksheet I, Biennium 2021-23.



Base Budget Adjustments

DHSR 2021-23 Base Budget Net Appropriation Adjustments

Description	FY 2021-22 Increase/Decrease	FY 2022-23 Increase/Decrease
➤ Rent/Lease Motor Vehicles	\$276,035	\$276,035
➤ Postage	\$2,259	\$2,259
➤ Other Internal Service/Utility Adjustments	\$213,430	\$213,430
Total	\$491,725	\$491,725

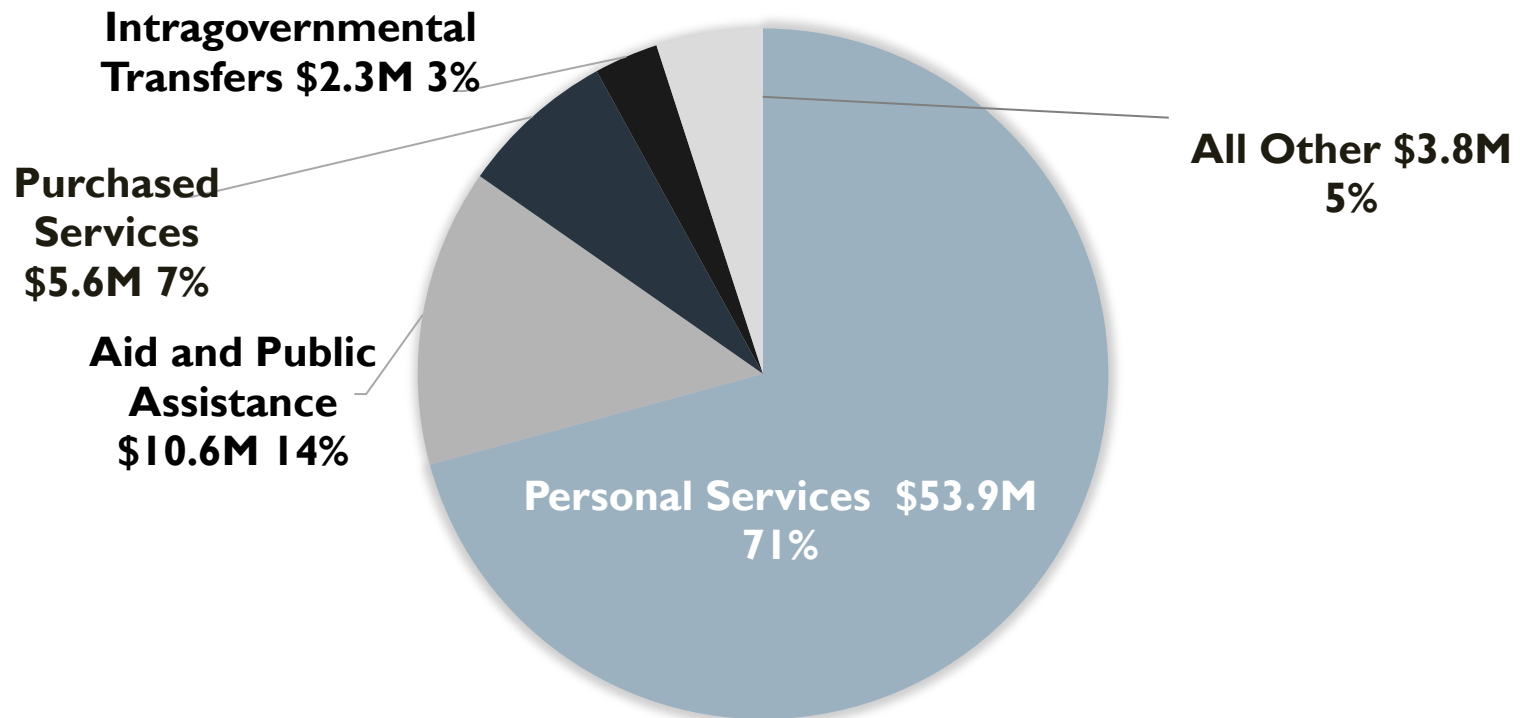
Source: DHSR Worksheet I, Biennium 2021-23.



Base Budget Requirements

DHSR FY 2021-22 Base Budget Requirements

Total Requirements: \$76.2M



Note: Figures may not add to total due to rounding.

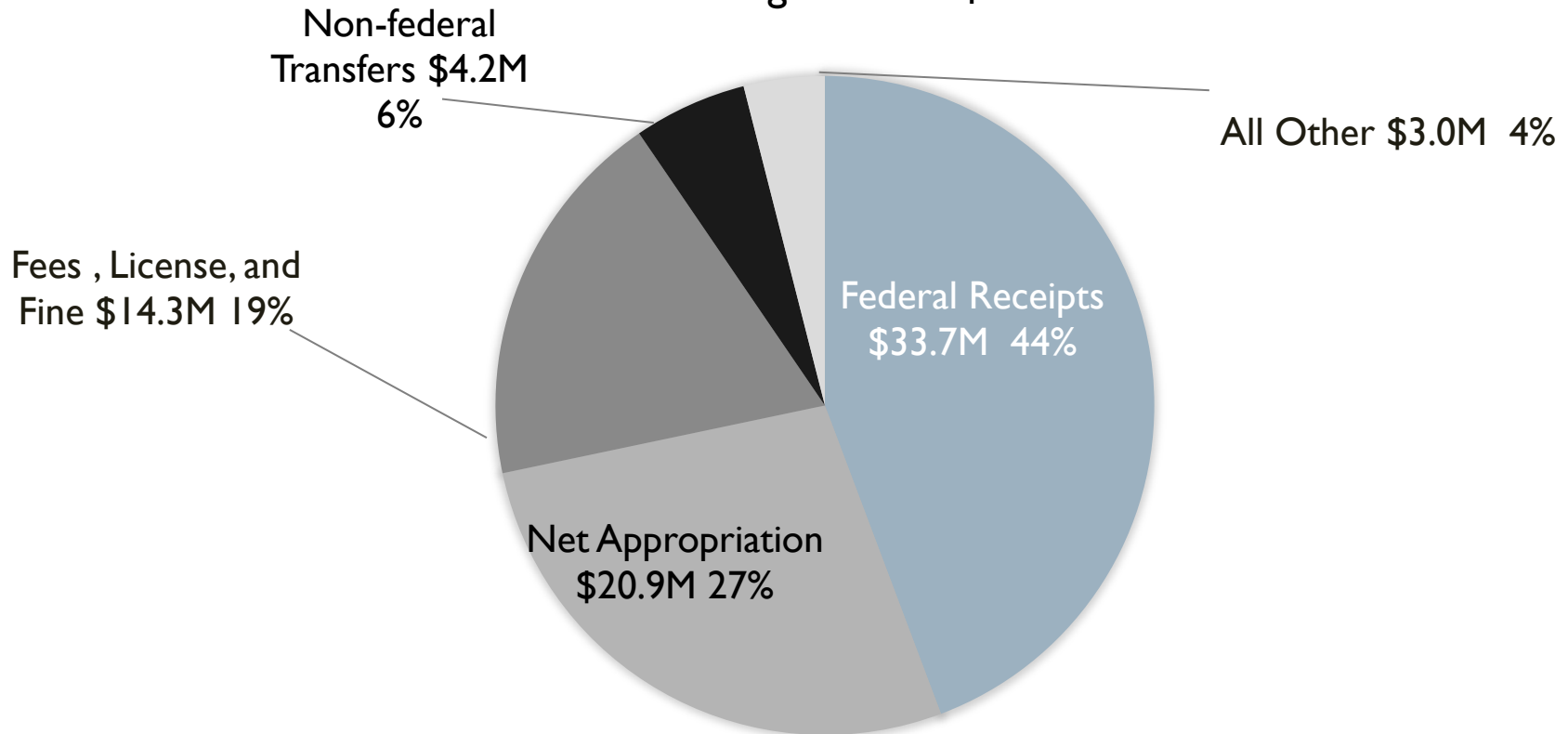
Source: DHSR Worksheet I, Biennium 2021-23.



Base Budget Funding Sources

DHSR FY 2021-22 Base Budget Funding Sources

Total Funding Sources: \$76.2M



Note: Figures may not add to total due to rounding. All other includes 432XXX 434XXX, 436XXX, and 437XXX Source: DHSR Worksheet I, Biennium 2021-23.



FTE by Functional Area

Licensure, Certification & Inspections		
➤ Acute and Home Care Licensure and Certification	54	9%
➤ Nursing Home and Adult Care Licensure and Certification	207	36%
➤ Mental Health Licensure and Certification	75	13%
➤ Construction	50	9%
➤ Radiation Protection	48.5	8%
➤ Jails and Detention Centers Inspections	2	0%
➤ Health Care Personnel Registry	50	9%
Preparedness & Planning		
➤ Preparedness - Statewide Health Planning	21	4%
➤ Preparedness - Healthcare Preparedness	9.5	2%
➤ Preparedness - Local Emergency Medical Services	31.5	5%
Service Support	30	5%
Total FTE	578.5	100%

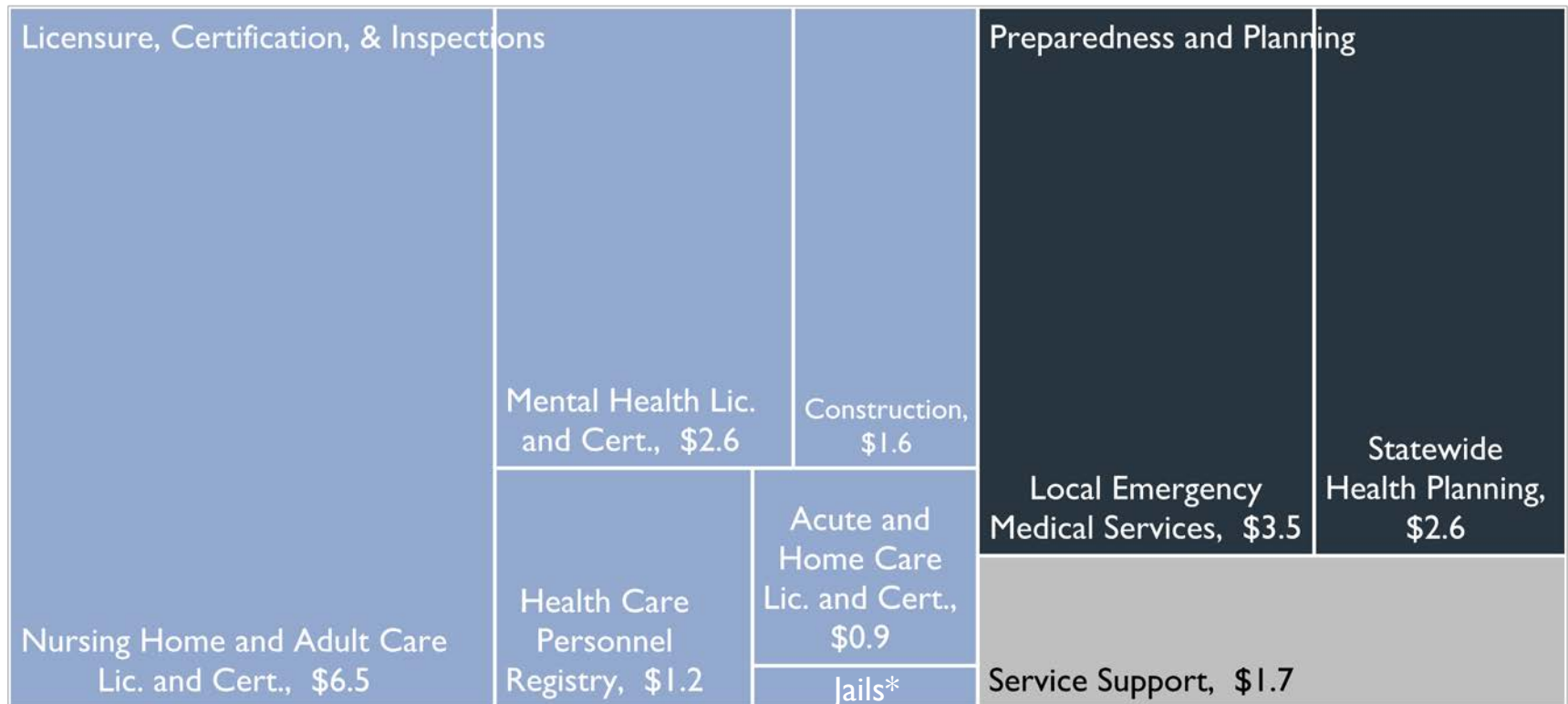
Note: Figures may not add to total due to rounding. Source: DHSR Worksheet I, Biennium 2021-23.



Programs With Net Appropriation

Total Net Appropriation \$20.9
In Millions

■ Licensure, Certification, & Inspections ■ Preparedness and Planning



*Jails and Detention Centers Inspections \$184K

Source: DHSR Worksheet I, Biennium 2021-23

COVID-19



Key Division Responsibilities

During the COVID-19 response routine survey activities at DHSR were suspended either by the NC General Assembly and/or by CMS. The suspension of the routine survey work allowed DHSR to focus efforts on COVID-19 matters including infection control/prevention surveys and complaint investigations

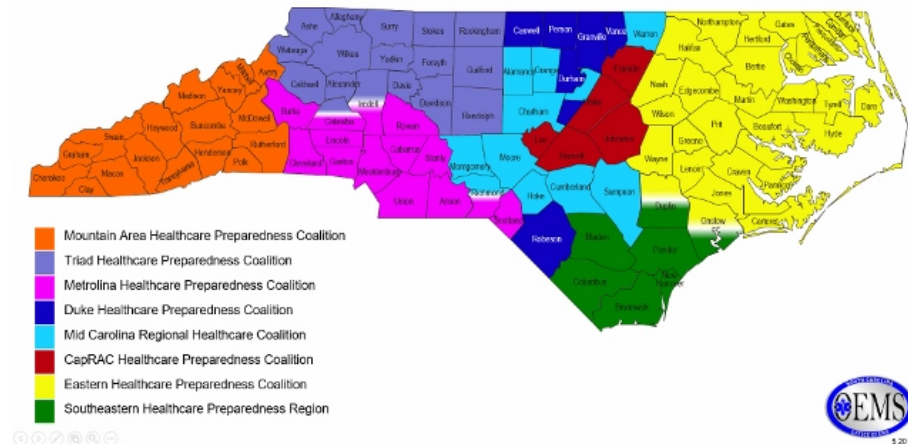
- DHSR staff are involved in Statewide health planning, including allocating Personal Protective Equipment (PPE)
- Emergency temporary nursing staff for Skilled Nursing Facilities and Adult Care Homes
- DHSR estimates a total cost of \$2.1M in staff time including \$400K of overtime cost related to COVID-19



Healthcare Preparedness Program (HPP)

- A federal cooperative agreement to promote a consistent national focus to improve patient outcomes during emergencies and disasters and enable rapid recovery*
- State award of approximately \$3.4M**

HEALTHCARE PREPAREDNESS COALITIONS



Source: *<https://www.phe.gov/Preparedness/planning/hpp/Pages/default.aspx>

**[HHS Invests \\$350 Million to Bolster U.S. Healthcare System Response to COVID-19 \(phe.gov\)](#)

Topics Covered

- Overview
- Budget
- COVID-19 Major Initiatives



Questions?

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