

## Budget Narrative

### A. Expenditures

Budget and expenditure data from Forms 3, 4, and 5 are provided for the application year, interim year, and reporting year to assist the reviewer in analysis of the budget and expenditure narrative. For complete financial data, refer to all the financial data reported on Forms 2-5, especially when reviewing the federal allocation on Form 2 for the 30%/30%/10% breakdown for the budgets planned for primary and preventive care for children, children with special health care needs, and administrative costs.

#### A. Expenditures

Significant Variances -- Forms 3, 4, and 5 -- Budgeted vs. Expended

##### Form 3

###### Program Income

Program Income related to Wisconsin's Title V program is associated with Women's Health Program. It includes patient fees and third party payor reimbursements collected by local health agencies receiving Title V grants.

This variance, a decrease of approximately \$4.1 million (44%), was due to a change in Wisconsin statutes that redefined the eligibility for agencies that could receive grant funds through the Title V program. This change in eligibility eliminated the largest agency with which the MCH Women's Health Program had previously contracted resulting in a subsequent decrease in Program Income.

This decrease in Program Income is the underlying cause of several of the variances associated with Forms 4 and 5, as indicated below.

##### Form 4

###### Pregnant

This variance, a decrease of \$283,744 (12%), was primarily due to a decrease of \$144,000 in Program Income and a decrease of \$144,000 Match.

###### Children

This variance, a decrease of \$3 million (31%), was due primarily to a decrease of \$1.9 million Program Income and a decrease of \$808,000 and a decrease of \$347,000 in related state operations

###### Other

This variance, a decrease of approximately \$1.9 million (19%), was due primarily to a similar decrease in Program Income.

##### Form 5

A reinterpretation of the definition of the types of services associated with the four pyramid categories, beginning with the 2014 application, has resulted in a major reallocation of funds among the four categories and subsequent significant variances. The large decrease in Program Income, as mentioned above, has also contributed to these variances.

### B. Budget

#### The Title V MCH/CYSHCN Program Budget

The Title V MCH/CYSHCN Program anticipated award of \$10,721,686 is budgeted into two broad categories - State Operations and Local Aids.

The State Operations budget of \$4,270,315 accounts for the salary \$2,387,655, fringe benefits \$1,063,939, indirect cost \$155,675, and related services/supplies \$663,046 associated with 32.90 full time equivalent positions. Related support services and supplies include information technology infrastructure, staff travel/training, telecommunications, personnel/fiscal, office supplies, and rent.

The Local Aids budget of \$6,451,371 is allocated as follows:

Statewide Projects .....	\$ .....473,741
Regional CYSHCN Centers.....	\$ ....1,218,526
Grants to Local Health Depts., Tribes, & non-government agencies .....	\$ ....4,759,104

### **30%-30% Spending Requirement**

31.42% of the Title V MCH/CYSHCN Program funds are budgeted for Preventive and Primary Care for Children and 30.63% for CYSHCN.

### **Administrative Costs**

Administrative costs are budgeted at \$725,948 or 6.77% of the total Title V Program allocation. Administrative costs include DPH charges for services to the Title V MCH/CYSHCN Program imposed through a cost allocation plan, costs to support Title V MCH/CYSHCN funded program staff that function in an administrative capacity, and indirect charges.

### **Maintenance of Effort (MOE)**

The MOE listed below and used to prepare Forms 2-5 is state MOE that is eligible for Match. This amount is \$4,721,800.

	<u>1989</u>	<u>2015</u>
WIC .....	\$ .....978,800	\$ .....0
Reproductive Health .....	\$ ....1,150,000	\$ .....0
Pregnancy Counseling .....	\$ .....275,000	\$ .....69,100
Congenital Disorders .....	\$ .....505,000	\$ .....0
Immunization .....	\$ .....660,000	\$ .....0
Pregnancy Outreach.....	\$ .....250,000	\$ .....0
WisconCare .....	\$ .....903,000	\$ .....0
Poison Control .....	\$ .....0	\$ .....382,500
Preventive Oral Health .....	\$ .....0	\$ .....229,494
Rural Cervical Cancer .....	\$ .....0	\$ .....11,478
Colposcopy Testing .....	\$ .....0	\$ .....66,800
Fetal/Infant Mortality/Morbid .....	\$ .....0	\$ .....222,700
Tobacco Control .....	\$ .....0	\$ .....3,739,728
<b>TOTAL</b>	<b>\$ 4,721,800</b>	<b>\$ 4,721,800</b>

Total state match of \$9,014,081 consists of Maintenance of Effort in the amount of \$4,721,800 and match earned through grants to local agencies in the amount of \$4,292,281.

Program Income from fees and third party reimbursements for services provided by local women's health projects is expected to be \$5,253,763.

### **Other Federal Funds**

SSDI .....	\$ .....91,045
EMSC .....	\$ .....130,000
WIC .....	\$ .....92,356,067
AIDS (Ryan White) .....	\$ .....4,227,016
CDC .....	\$ .....49,738,021
Education.....	\$ .....85,101
Other .....	\$ .....1,674,839
<b>Total .....</b>	<b>\$ .....148,302,089</b>

All “Other Federal Funds” amounts are estimates based on information available at the time of application preparation.

**CDC** includes Immunization, Sexual Assault Prevention, STD Control, Cardiovascular Health, Tobacco Control, AIDS/HIV, Violent Death Reporting, PRAMS, Comprehensive Cancer Control, Oral Health, and Diabetes/Heart Disease/Obesity Prevention.

**Other** includes Universal Newborn Hearing Screening, ECCS, Lead Control, AIDS HIV, Project LAUNCH, Tobacco Control, and Oral Health.