



## 2020 Supplemental Budget Decision Package

**Agency:** 303 - Department of Health  
**Decision Package Code-Title:** A9 - Comply with HIV Reinvest Rule  
**Budget Session:** 2020 Supp  
**Budget Level:** Maintenance Level  
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### Agency Recommendation Summary

The federal Ryan White Care Act requires the state to reinvest all pharmaceutical drug rebate revenue it receives through its AIDS Drug Assistance Program into additional services to support those living with HIV/AIDS. DOH requests additional authority from the general fund (local) to comply with the federal requirement to reinvest rebate funds to continue providing community services, medical services, case management, and support services for people living with HIV.

### Fiscal Summary

*Dollars in Thousands*

Operating Expenditures	FY 2020	FY 2021	FY 2022	FY 2023
Fund 001 - 7	\$0	\$8,000	\$0	\$0
<b>Total Expenditures</b>	<b>\$0</b>	<b>\$8,000</b>	<b>\$0</b>	<b>\$0</b>
<b>Biennial Totals</b>		<b>\$8,000</b>		<b>\$0</b>
Object of Expenditure	FY 2020	FY 2021	FY 2022	FY 2023
Obj. E	\$0	\$8,000	\$0	\$0
Revenue	FY 2020	FY 2021	FY 2022	FY 2023
001 - 0597	\$0	\$8,000	\$0	\$0
<b>Total</b>	<b>\$0</b>	<b>\$8,000</b>	<b>\$0</b>	<b>\$0</b>
<b>Biennial Totals</b>		<b>\$8,000</b>		<b>\$0</b>

### Package Description

The Department of Health (DOH) administers an AIDS Drug Assistance Program (ADAP) supported by the federal Ryan White Care Act. A state operated ADAP receiving financial assistance under this Act is eligible to receive pharmaceutical rebates on medication purchases for clients. These rebates are collected and recorded as local revenue to the state's general fund, and are required to be reinvested back into the ADAP; these funds cannot be used for other programs.[1] DOH does not have sufficient spending authority to comply with this required reinvestment provision.

DOH requests additional local spending authority to match estimated revenue earnings, including the revenue from these rebates. These funds are used to support HIV/AIDS services such as medical services, case management, and support services for people living with HIV, including the AIDS Drug Assistance Program (ADAP).

[1] <https://hab.hrsa.gov/sites/default/files/hab/Global/faq15031504.pdf>

## Assumptions and Calculations

### Expansion or alteration of a current program or service:

This request does not drive any changes in workload or policy assumptions, expenditures or revenue.

### Detailed assumptions and calculations:

Amounts requested represent the difference between total revenue to support the ADAP and the agency's current General Fun-Local spending authority to support this program.

### Workforce Assumptions:

See attache financial calculator (FNCal)

## Strategic and Performance Outcomes

### Strategic framework:

This request directly aligns with Results Washington Goal 4: Healthy and Safe Communities.

### Performance outcomes:

This will allow the DOH to continue the same level of service and help us meet our performance measure as described in the DOH strategic plan goal 3, objective 1: Increase access to affordable healthcare, strategy 2:Assure that people diagnosed with HIV have access to care and antiretroviral therapy.

## Other Collateral Connections

### Intergovernmental:

This proposal does not impact other governmental entities.

### Stakeholder response:

DOH does not anticipate any interest from outside stakeholders.

**Legal or administrative mandates:**

This proposal ensures compliance with the federal Ryan White Care Act.

**Changes from current law:**

This request does not require any changes to statutes or rules.

**State workforce impacts:**

This request does not impact existing collective bargaining agreements.

**State facilities impacts:**

This request does not create state facility impacts.

**Puget Sound recovery:**

This request is not related to Puget Sound recovery efforts.

**Reference Documents**

- ML A9 Comply with HIV Reinvest Rule-FNCAL.xlsm

**IT Addendum**

**Does this Decision Package include funding for any IT-related costs, including hardware, software, (including cloud-based services), contracts or IT staff?**

No