

STATE OF MAINE  
**DEPARTMENT OF ADMINISTRATIVE & FINANCIAL SERVICES**  
State House Station #58  
Augusta, Maine 04333

**DATE:** October 1, 2015

**TO:** Senator Erik L. Brakey, Chair  
Representative Andrew Gattine, Chair  
Members, Joint Standing Committee on Health and Human Services

**FROM:** Richard Rosen, Commissioner

**SUBJECT:** Fund for a Healthy Maine

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Please see the attached report containing expenditure detail for Fiscal Year 2015 that has been received from state agencies as required by Public Law 2011, chapter 701, section 2:

“A state agency that receives allocations from the fund and a contractor or vendor that receives funding allocated from the fund shall maintain that money in a separate account and shall report by September 1st of each year to the Commissioner of Administrative and Financial Services providing a description of how those funds for the prior state fiscal year were targeted to the prevention and health-related purposes listed in subsection 6. The Commissioner of Administrative and Financial Services shall by October 1st of each year compile the reports provided under this subsection and forward the information in a report to the Legislature.”

As of this date, the Department of Administrative and Financial Services has not received any additional reporting describing Fiscal Year 2015 expenditures from contractors or vendors.

Cc: Office of Fiscal and Program Review

## Fund for a Healthy Maine Expenditures by Agency - Fiscal Year 2015

### Health and Human Services

Expenditure Category	Definition	OMS	CDC	OCFS	SAMHS	Total
6A	Smoking prevention, cessation and control activities, including, but not limited to, reducing smoking among the children of the State		8,475,672			8,475,672
6A1	Prevention, education and treatment activities concerning unhealthy weight and obesity		2,710,379			2,710,379
6B	Prenatal and young children's care including home visits and support for parents of children from birth to 6 years of age					-
6C	Child care for children up to 15 years of age, including after-school care			3,312,234		3,312,234
6D	Health care for children and adults, maximizing to the extent possible federal matching funds	6,612,022	674,759			7,286,781
6E	Prescription drugs for adults who are elderly or disabled, maximizing to the extent possible federal matching funds	27,846,495				27,846,495
6F	Dental and oral health care to low-income persons who lack adequate dental coverage		315,499			315,499
6G	Substance abuse prevention and treatment	1,166,851			1,785,130	2,951,981
6H	Comprehensive school health and nutrition programs, including school-based health centers		580,751			580,751
<b>Total by Office</b>		35,625,368	12,757,060	3,312,234	1,785,130	53,479,792

## **Department of Education**

Hungry students have a much harder time learning. The Child Nutrition program assists schools in providing a healthy breakfast and lunch to students in order to give them the sustenance they need to be able to learn. Fund for a Healthy Maine dollars are used to provide breakfast for those students who receive meals at a reduced cost. Public schools are reimbursed 30 cents per reduced meal. Breakfast is highly correlated with improved learning and higher test scores.

## **Office of the Attorney General**

The Office of the Attorney General's Tobacco Enforcement section within the Consumer Protection Division works toward prevention and health-related purposes as those goals stem from tobacco use in the State in a number of ways. As a signatory state to the 1998 Tobacco Master Settlement Agreement, Maine is an active participant in multi-state efforts to promote public health awareness, education and legislative advances around myriad tobacco issues, including, but not limited to: marketing to youth; introduction and regulation of new tobacco products on the market; and smoking in movies and other mass-marketed depictions. The OAG also oversees the enforcement of the State's tobacco laws as they pertain to retailers, and to tobacco use in public and employment settings.

## **Finance Authority of Maine**

The Finance Authority of Maine (FAME) receives via the biennial budget two FFHM allocations: one is for the FAME-administered Maine Dental Loan and Loan Repayment Programs (\$237,740 in each year of the biennium), while the other is "pass-through money" that supports the University of New-England-administered Maine Area Health Education Centers (\$110,000 in each year of the biennium). As required by statute, these allocations are indeed maintained by FAME in a separate account.

The Maine Dental Education Loan and Loan Repayment Programs provide need-based, forgivable loans to Maine residents pursuing post-graduate education in dentistry and loan repayment for dentists providing services to underserved populations in Maine. The FFHM allocations allow for the selection of new participants in the program and provide continued funding for students needing loans and loan repayment as dentists practicing in underserved areas in Maine. Through the funding, FAME is able to meet its commitment to existing program participants, as well as to add new participants. A commitment in this program is four years for both students receiving loans and for dentists receiving loan repayments. FAME has been able to leverage money in this program twice in the loan repayments program: once through a Health Resources and Services Administration (HRSA) grant, and another time with Delta Dental money. Thus, the program has been efficient and innovative.

For FY 15, the Maine Dental Loan Program spent \$260,000 to assist 13 students. These students received \$20,000 each for their loans. The Maine Dental Loan Repayment Program spent \$130,000 to assist 10 loan recipients. These loan repayment participants received payments ranging from \$10,000 to \$30,000, depending on the terms of their particular agreements.

The Maine Area Health Education Centers (AHEC) funding is "pass-through" money that FAME transfers to the University of New England. This money helps to fund the rural health workforce development programs in the Area Health Education Centers, which are located in Bangor, Farmington, and Presque Isle. These funds are matched 1:1 by HRSA.

The AHEC network works to alleviate shortages of health professionals in Maine’s rural and underserved areas by actively engaging with academic and community partners to:

- Encourage Maine youth and mid-career professionals to explore health careers and create a “pipeline” to target those Maine residents, particularly those from rural areas with the most likelihood of staying within Maine to live and work;
- Provide rural, community-based clinical training experiences for medical and other health professions students. Evidence shows that where students’ initial placements occur creates a likelihood that they will return to practice in those communities;
- Support practicing health professionals with continuing education and distance learning opportunities to train and retain Maine health professionals within the state of Maine.

Please find the FY 15 budget included in the following table by the Area Health Education Centers to FAME. As you can see, it includes the FFHM budgeted allocation for \$110,000, as well as some carry-over funds of \$459.03.

**Maine Area Health Education Centers Network  
FAME Budget FY15  
July 1, 2014 – June 30, 2015**

Activities	Budget Amount
<p><b>Western Maine AHEC (Franklin Memorial Hospital)</b></p> <ul style="list-style-type: none"> <li>• Support retention and recruitment activities for health care personnel through program curriculum development, materials, training supplements, speakers, and conference support</li> <li>• Support youth related programs such as Scrub Club and Public Health Pipeline to increase interest in health careers</li> <li>• Hold health care career fair for college students, high school students and mid-career workers to expand interest in health careers</li> </ul>	\$27,000.00
<p><b>Northern Maine AHEC (Northern Maine Community College)</b></p> <ul style="list-style-type: none"> <li>• Provide support for non-credit and short term health care training programs with program educational supplies, IT support for distance education opportunities, and training materials and equipment</li> <li>• Support travel related to AHEC program activities and staff development</li> <li>• Provide support for pipeline activities such as Survivor Aroostook and DOC4ADay to expose students to health careers</li> </ul>	\$27,000.00
<p><b>Eastern Maine AHEC (Penobscot Community Health Care)</b></p> <ul style="list-style-type: none"> <li>• Support pipeline activities for high school students including DOC4ADay, Dentist4ADay, and Medical Outreach Maine in conjunction with Tufts/MMC students, UMaine Orono students and Waldo County public schools</li> <li>• Develop and implement new retention programs such as “Finance 101” and “Geriatric Issues”</li> <li>• Support placement of health profession students in clinical rotations including students in PA, Nurse Practitioners, Pharmacists, physicians, dental and other health profession programs</li> </ul>	\$25,000.00

<p><b>Tribal Outreach Activities (Maine Indian Education)</b></p> <ul style="list-style-type: none"> <li>• Support the 4<sup>th</sup> Annual Career Expo for tribal students in Washington County to expose all Maine tribal students to a variety of careers including health careers</li> </ul>	\$7,000.00
<p><b>Pipeline, Primary Care and Interprofessional Education Activities (Maine Medical Center)</b></p> <ul style="list-style-type: none"> <li>• Support pipeline activities such a DOC4ADay and activities to interest medical students in primary care such as conferences, speakers and community involvement activities</li> <li>• Support development of an Interprofessional Education clinical rotation placement program for UNE health profession students (DO, Pharmacy, Social Work)</li> </ul>	\$17,800.00
<p><b>AHEC Program Office (University of New England)</b></p> <ul style="list-style-type: none"> <li>• Support implementation of interprofessional programs and community involvement projects during clinical placements through mini-grants and training opportunities</li> <li>• Increase interest in family medicine and primary care among health profession students through outreach, conferences and speakers/training support</li> <li>• Support pipeline activities such as summer enrichment or other pipeline activities</li> </ul>	\$6,659.03
<b>Total</b>	<b>\$110,459.03</b>

**Fund for a Healthy Maine  
Cash Analysis  
Fiscal Year 2015**

**Beginning Cash Balance 07/01/2014    \$   7,284,324.10**

Plus:

General Fund Advance	-
Tobacco Settlement	49,475,682.05
Slot Maching	4,107,613.86
Audit Settlements	430,389.55
Treasurer's Cash Pool Earnings	8,956.27
	<u>54,022,641.73</u>

Less:

Transfers to using agencies	53,668,446.96
PL2013 Chapter 502, Sec C-1	-
	<u>53,668,446.96</u>

**Ending Cash Balance 06/30/2015                    \$   7,638,518.87**

**Department of Administrative & Financial Services**  
**Fund for a Healthy Maine**  
**014 18F 0921 01**  
**Sources & Uses**  
**For Fiscal Year 2015**  
**As of June 30, 2015**

	FY 2015 Budgeted Sources/Uses	Net FY 2014 Encumbrances Forward	FY 2015 Actual Year To Date Sources/Uses	FY 2014 Balances Forward	Actual Less Budget	Cash Outlays	Cash Balance	Net Encumbrances	Unobligated Balance
<b>Sources</b>									
Revenue From Settlement	\$ 48,832,108.00		\$ 49,475,682.05		\$ 643,574.05				
Revenue From Slot Machines	4,288,409.00		4,107,613.86		(180,795.14)				
Interest Income	7,826.00		8,956.27		1,130.27				
Prior Year Adjustments	2115, 2952, 2956		430,389.55		430,389.55				
Contributions from OSR	0.00		-		0.00				
Transfers from Unappropriated Surplus	0.00		-		0.00				
Balance Forward	7,284,324.10		7,284,324.10		0.00				
General Fund Advance	0.00		-		0.00				
<b>Total Available</b>	<b>\$ 60,412,667.10</b>		<b>\$ 61,306,965.83</b>		<b>\$ 894,298.73</b>				
<b>USES</b>									
Tobacco Prevention & Control	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Community School Grants	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Public Health Infrastructure	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Purchased Social Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Drugs for the Elderly	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Immunization	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Substance Abuse	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FHM - School Breakfast	213,720.00	0.00	201,972.90	0.00	(11,747.10)	201,972.90	0.00	0.00	0.00
FHM - Oral Health	300,000.00	0.00	298,500.00	0.00	(1,500.00)	279,036.00	19,464.00	19,464.00	0.00
FHM - Community/School Grants & Statewide	5,018,896.00	399,234.50	4,753,017.92	399,234.50	(265,878.08)	4,816,106.11	336,146.31	336,146.31	0.00
FHM - Public Health Infrastructure	1,355,923.00	104,148.00	1,149,165.29	104,148.00	(206,757.71)	1,185,403.63	67,909.66	67,909.66	0.00
FHM - Donated Dental	36,463.00	0.00	36,463.00	0.00	0.00	36,463.00	0.00	0.00	0.00
FHM - Immunization	1,078,884.00	27,452.10	647,306.71	27,452.10	(431,577.29)	674,758.81	0.00	0.00	0.00
FHM - Tobacco Prevention, Control & Treatm	6,417,178.00	1,241,111.27	5,327,636.78	1,241,111.27	(1,089,541.22)	5,765,293.02	0.00	0.00	0.00
FHM - Medical Care	27,668,900.00	0.00	27,668,899.28	0.00	(0.72)	27,668,899.28	0.00	0.00	0.00
FHM - Drugs for the Elderly & Disabled	2,275,081.00	154,568.41	2,691,751.07	154,568.41	416,670.07	2,682,003.61	164,315.87	164,315.87	0.00
FHM - Purchased Social Services	1,971,118.00	0.00	1,970,810.17	0.00	(307.83)	1,970,810.17	0.00	0.00	0.00
FHM - Head Start	1,354,580.00	35,795.90	1,341,288.25	35,795.90	(13,291.75)	1,341,424.25	35,659.90	35,659.90	(0.00)
FHM - Substance Abuse	1,848,306.00	54,078.75	1,813,898.96	54,078.75	(34,407.04)	1,785,129.77	82,847.94	82,847.94	0.00
FHM - Office of Substance Abuse Medicaid N	1,306,059.00	0.00	1,166,850.50	0.00	(139,208.50)	1,166,850.50	0.00	0.00	0.00
FHM - Attorney General	152,532.00	0.00	145,532.27	0.00	(6,999.73)	145,532.27	0.00	0.00	0.00
FHM - Health Education Centers	110,000.00	0.00	110,000.00	0.00	0.00	110,000.00	0.00	0.00	0.00
FHM - Dental Education	237,740.00	0.00	237,740.00	0.00	0.00	237,740.00	0.00	0.00	0.00
FHM - Drugs for the Elderly & Disabled - SLC	4,489,682.00	0.00	4,107,613.86	0.00	(382,068.14)	4,107,613.86	0.00	0.00	0.00
<b>TOTAL</b>	<b>55,835,062.00</b>	<b>2,016,388.93</b>	<b>53,668,446.96</b>	<b>2,016,388.93</b>	<b>(2,166,615.04)</b>	<b>54,175,037.18</b>	<b>1,509,798.71</b>	<b>1,509,798.71</b>	<b>0.00</b>
<b>UNDISTRIBUTED NET BALANCE</b>	<b>\$ 4,577,605.10</b>	<b>\$ (2,016,388.93)</b>	<b>\$ 7,638,518.87</b>	<b>\$ (2,016,388.93)</b>	<b>\$ 3,060,913.77</b>				

Footnotes

<sup>1</sup> All other balances are to satisfy encumbrances carried forward. This is also recognized in the encumbrances column as a liability. The balances forward shown have also been reduced by the amounts returned to the Fund as a result of lapsed prior year encumbrances.