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

<table>
<thead>
<tr>
<th>Operating Expenditures</th>
<th>FY 2020</th>
<th>FY 2021</th>
<th>FY 2022</th>
<th>FY 2023</th>
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<th>Object of Expenditure</th>
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<tr>
<td>Biennial Totals</td>
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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).


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 attached 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.

https://abs.ofm.wa.gov/budget/2019-21/S1/303/versions/50/decision-packages/A9-ML/review
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