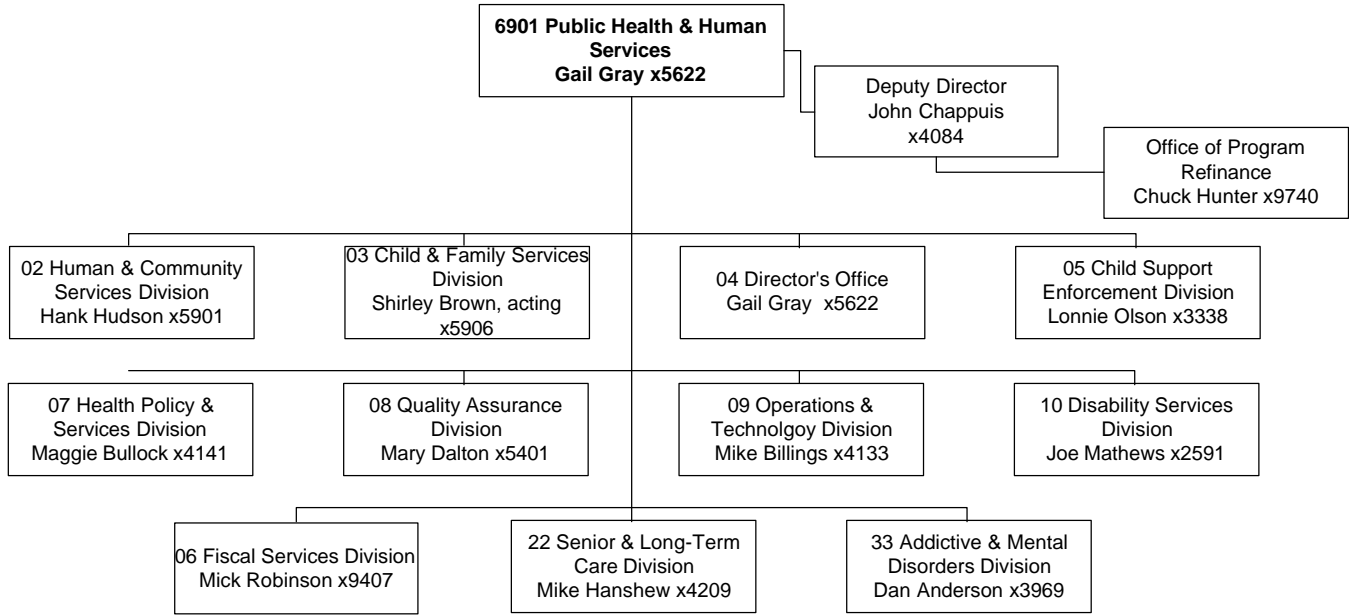


Public Health & Human Services-6901



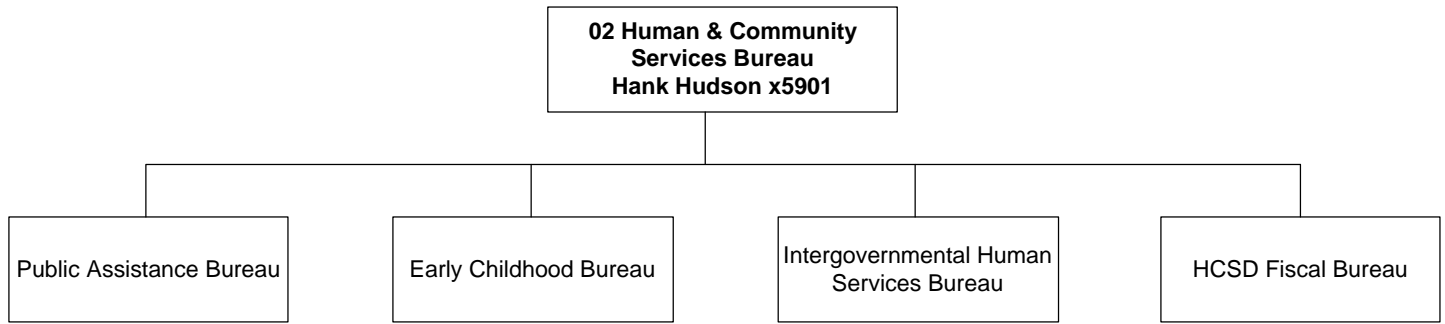
Mission Statement - Improving and Protecting the Health, Well-Being and Self-Reliance of All Montanans

Statutory Authority - 2-15-2201, MCA

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	2,788.09	8.01	22.23	2,818.33	10.51	22.23	2,820.83
Personal Services	103,056,530	14,005,953	1,007,022	118,069,505	14,378,574	1,006,237	118,441,341
Operating Expenses	74,254,507	9,476,324	4,388,176	88,119,007	9,700,705	3,653,570	87,608,782
Equipment	369,407	1,019,810	3,000	1,392,217	1,454,448	0	1,823,855
Capital Outlay	28,398	0	0	28,398	0	0	28,398
Grants	38,063,456	9,513,876	186,533	47,763,865	9,513,049	(613,217)	46,963,288
Benefits & Claims	711,437,161	107,035,314	4,573,202	823,045,677	143,088,385	6,809,933	861,335,479
Debt Service	467,562	36,837	52,738	557,137	36,837	750	505,149
Total Costs	\$927,677,021	\$141,088,114	\$10,210,671	\$1,078,975,806	\$178,171,998	\$10,857,273	\$1,116,706,292
General Fund	260,341,982	15,633,864	(14,242,997)	261,732,849	24,312,470	(15,173,958)	269,480,494
State/Other Special	23,836,105	7,087,689	7,864,401	38,788,195	7,513,268	9,035,210	40,384,583
Federal Special	643,498,934	118,366,561	16,589,267	778,454,762	146,346,260	16,996,021	806,841,215
Total Funds	\$927,677,021	\$141,088,114	\$10,210,671	\$1,078,975,806	\$178,171,998	\$10,857,273	\$1,116,706,292

----- Agency General Fund Target - \$531.21 million -----

Public Health & Human Services-6901 Human & Community Services Division-02



Program Description - The Human and Community Services Division is comprised of four bureaus: 1) Public Assistance, 2) Early Childhood Services, 3) Intergovernmental Human Services and 4) Division Fiscal Bureau.

The Public Assistance Bureau administers Montana's Temporary Assistance to Needy Families (TANF) program. The bureau also provides eligibility services for Medicaid and Food Stamps.

The Early Childhood Bureau: 1) manages the funds which pay for child care for TANF participants and low-income working families; 2) contracts with 12 resource and referral agencies to administer child care eligibility, provider recruitment, and technical assistance; 3) administers the Child and Adult Care Food Program which provides reimbursement to child care providers for the cost of meals served to eligible children and adults; and 4) Administers the Head Start State Collaboration and the Child Care Apprenticeship grant.

The Intergovernmental Human Services Bureau administers: 1) the Community Services block grant which is used by 10 Human Resource Development Councils to provide a wide range of community-based human services; 2) the Low-Income Energy Assistance Program and Weatherization program; 3) the DOE Weatherization program and four other weatherization programs; 4) the Emergency Shelter grants program; 5) the Housing Opportunities for People with Aids grant; and 6) three USDA commodities programs. In addition, the bureau stores and distributes USDA commodity foods to elderly feeding sites, and stores USDA commodity foods for school lunch programs.

Statutory authority is in Title 53, Chapter 2, MCA, and 45 CFR.

Program Indicators -

Indicator	Actual FY2000	Estimated 2001	Estimated 2002	Estimated FY2003	Requested FY2004	Requested FY2005
Pounds of food delivered to Indian Reservations, elderly feeding sites, charitable organizations, and soup kitchens (in millions)	9.3	9	9	9	9	9
Number of low-income homes weatherized	1,471	1,687	2,765	2,000	1,500	1,500
Number of households provided with energy assistance	14,717	16,824	16,977	18,000	18,000	18,000
Achieve the all family work participation rate to qualify for the 75% state maintenance of effort	40%	45%	50%	50%	50%	50%
Achieve the two-parent work participation rate to qualify for the 75% state maintenance of effort	90%	90%	90%	90%	90%	90%
Number of low-income working families receiving child care assistance	8,288	7,336	7,600	7,600	5,100	5,100

**Public Health & Human Services-6901
Human & Community Services Division-02**

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	451.20	1.00	(1.00)	451.20	1.00	(1.00)	451.20
Personal Services	17,195,689	748,988	(24,860)	17,919,817	731,800	(24,796)	17,902,693
Operating Expenses	6,432,681	(826,413)	278,109	5,884,377	(1,358,889)	0	5,073,792
Equipment	56,607	(24,726)	0	31,881	(31,518)	0	25,089
Grants	14,657,382	1,358,818	0	16,016,200	1,911,592	0	16,568,974
Benefits & Claims	88,796,202	56,701,277	689,705	146,187,184	55,328,159	0	144,124,361
Debt Service	56,592	36,837	0	93,429	36,837	0	93,429
Total Costs	\$127,195,153	\$57,994,781	\$942,954	\$186,132,888	\$56,617,981	(\$24,796)	\$183,788,338
General Fund	21,737,319	1,419,951	(12,430)	23,144,840	(325,257)	(12,398)	21,399,664
State/Other Special	411,046	99,205	0	510,251	99,205	0	510,251
Federal Special	105,046,788	56,475,625	955,384	162,477,797	56,844,033	(12,398)	161,878,423
Total Funds	\$127,195,153	\$57,994,781	\$942,954	\$186,132,888	\$56,617,981	(\$24,796)	\$183,788,338

----- **Present Law Adjustments** -----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	\$3,585,959	(\$276,931)
FY05	\$3,188,230	(\$676,931)

PL- 2 - ECSB Admin and Subsidy Caseload Adjustment -

This request adds \$3,862,890 in FY 2004, and \$3,865,161 in FY 2005 in federal fund authority for Early Childhood Services subsidy payments and program management. The general fund biennium base reductions of \$953,862 reduce the childcare matching funds that may be necessary for drawing federal matching dollars.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	(\$4,977,143)	\$0
FY05	(\$4,977,143)	\$0

PL- 3 - Elimination of TANF FAIM Phase IIR -

All of the FAIM Phase IIR (with the exception of those items tied to benefits) is reduced by \$4,977,143 federal funds each year of the biennium, which were anticipated last session be one-time appropriations.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	\$1,348,230	\$0
FY05	\$1,901,500	\$0

PL- 4 - CACFP Present Law Adjustment -

This request increases federal appropriation authority by \$1,348,230 in FY 2004 and \$1,901,500 in FY 2005 commensurate with the anticipated historical growth of the Child and Adult Care Food Program, which is an entitlement meals program.

**Public Health & Human Services-6901
Human & Community Services Division-02**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$4,188,173	FY04	\$0
FY05	\$4,188,090	FY05	\$0

PL- 6 - IHSB Present Law Adjustment -

This adjustment requests an increase of authority for the Universal Systems Benefits Charge (USBC) state special revenue fund in the amount of \$100,000 per year and a net increase of \$4,088,173 in FY 2004 and \$4,088,090 in FY 2005 for the following federally funded grants: 1) U.S. Department of Health & Human Services Low Income Energy Assistance Program (LIEAP) grant; 2) U.S. Department of Energy weatherization grant; 3) U.S. Department of Agriculture (USDA) Emergency Food Assistance Program (TEFAP) grant, and 4) USDA Commodity Supplemental Food Program. A total of 1.00 FTE is requested to increase existing partial FTE's to full time. Also included is a decrease of \$359,219 federal authority in each year for the Residential Energy Assistance Challenge (REACH) grant that will be discontinued.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$3,666,648	FY04	\$0
FY05	\$3,666,648	FY05	\$0

PL- 8 - TANF Cash Benefits -

This request adds \$7,333,296 federal fund authority for the 2005 biennium to support TANF cash benefits.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$55,753,308	FY04	\$25,864
FY05	\$55,753,308	FY05	\$25,864

PL- 10 - Food Stamp Benefits and EBT -

This request adds \$51,728 general fund for the biennium to support the Food Stamp Electronic Benefit Transfer program. It also adds \$55,000,000 of federal funds each year to support food stamp benefits, most of which were paid directly to clients by the contractor and, therefore do not show in the base budget.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$111,442	FY04	\$0
FY05	\$111,442	FY05	\$0

PL- 11 - Refugee Resettlement -

This request adds \$111,442 per year of federal appropriation authority to fund the three different refugee resettlement grants.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$189,836	FY04	\$0
FY05	\$189,836	FY05	\$0

PL- 12 - Food Stamp Program (FSNEP) -

This request adds \$189,836 per year of federal appropriation authority to annualize the Food Stamp Nutrition Education Program grant and expand to two more counties.

**Public Health & Human Services-6901
Human & Community Services Division-02**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$1,153,882	FY04	\$1,153,882
FY05	\$0	FY05	\$0

PL- 13 - TANF MOE For FFY 2003 -

This request adds \$1,153,882 general fund in FY 2004 as a one-time-only appropriation to allow the state to meet its TANF maintenance of effort (MOE) for FFY 2003. Other decision packages in this division have reduced other program budgets to support this action. If the state does not meet its MOE there are harsh federal penalties that would require additional state general fund to settle.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$7,612,239)	FY04	\$0
FY05	(\$7,612,239)	FY05	\$0

PL- 14 - Reduction in Child Care Base Budget -

There is a \$7,612,239 federal funds reduction in the base budget that supported childcare subsidy. This action is necessary because TANF block grant funds are not being transferred to the childcare discretionary fund due to the increased TANF caseload. Previously this funding supported TANF and working family childcare subsidies.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$376,206)	FY04	(\$188,103)
FY05	(\$776,206)	FY05	(\$388,103)

PL- 15 - County OPA Base Budget Reduction -

This request reduces the county Offices of Public Assistance base budgets by \$576,206 general fund and \$576,206 federal funds for the biennium. The reduction of this general fund supports the one-time only general fund request associated with decision package PL-13 (TANF MOE).

----- **New Proposals** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$228,905	FY04	\$0
FY05	\$0	FY05	\$0

NP- 7 - DOE Weatherization Training Grant -

A biennial federal appropriation is requested to continue the Department of Energy Region 8 Weatherization Training grant in the amount of \$228,905. Although the current grant will expire September 30, 2005, it is recommended to be included in HB2 because of expectations that it will be ongoing.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$738,909	FY04	\$0
FY05	\$0	FY05	\$0

NP- 9 - Housing Opportunities for Persons With AIDS-HOPWA -

A biennial federal appropriation of \$738,909 is requested to continue authority for the Housing Opportunities for Persons with AIDS (HOPWA) tri-state grant received from U.S. Department of Housing and Urban Development. The department was awarded the grant in FY 2002 to administer the program in Montana, North Dakota, and South Dakota. Although the current grant will expire September 30, 2005, it is recommended to be included in HB2 because of expectations that it will be ongoing.

**Public Health & Human Services-6901
Human & Community Services Division-02**

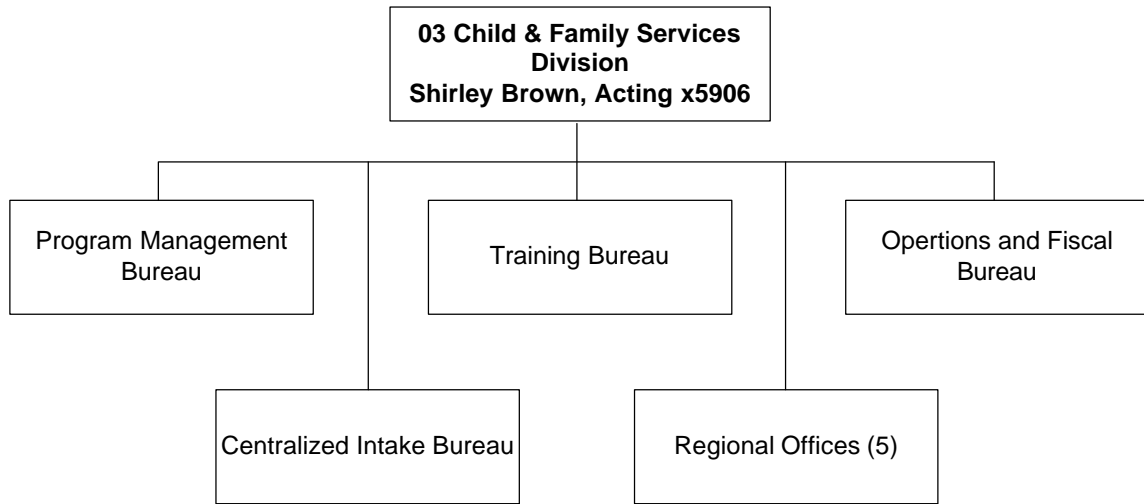
<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$24,860)	FY04	(\$12,430)
FY05	(\$24,796)	FY05	(\$12,398)

NP- 280 - FTE Reduction -

This proposal reduces 1.00 FTE for a saving of \$24,828 general fund and \$24,828 in federal funds for the biennium.

Language Recommendations - "The department may reduce the monthly TANF cash benefit payments to recipients for the following purpose(s): 1) to maintain the solvency of the grant; and/ or 2) as an attempt to meet departmental goals and performance indicators. In either case, the department will certify to the office of budget and program planning that the benefit reduction is required. Additionally, the department must conduct this cash benefit reduction in accordance with established administrative rules."

**Public Health & Human Services-6901
Child & Family Services Div-03**



Program Description - The Child and Family Services (CFS) Division administers child protective services, child abuse and neglect services, prevention services, domestic violence grants, and other programs designed to keep children safe and families strong. CFS oversees five regional offices that administer programs and are advised by Local Family Services Advisory Councils, which serve as the link between local communities and DPHHS. CFS is the primary user of the statewide CAPS (the Child and Adult Protective Services) computer system.

Statutory authority for the program is provided in Titles 41, 42, and 52, MCA, and 45 CFR, Parts 1355, 1356, 1357 and 1370.

Program Indicators -

Indicator	Actual FY2000	Actual 2001	Actual 2002	Estimated FY2003	Requested FY2004	Requested FY2005
Total Number of Children in Out of Home Care at some time throughout the year (unduplicated)	3,579	3,710	3,398	3,500	3,600	3,700
Finalized subsidized Adoption Caseload	970	1,180	1,376	1,556	1,736	1,916
Average Number of Placements per Child per year.	3.86	3.89	3.93	3.8	3.7	3.6
Total # of Families served by Prevention Programs	1,250 estimate	N/A	1,381	1,409	1,437	1,466
Average length of time (number of days) children remain in out of home placements	790	797	827	800	790	780
Permanent Placements	691	803	783	806	831	856
Use of extended families for kinship placement	908	978	882	1,000	1,100	1,200

**Public Health & Human Services-6901
Child & Family Services Div-03**

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	329.75	14.50	(6.30)	337.95	17.00	(6.30)	340.45
Personal Services	12,955,382	1,194,464	(227,879)	13,921,967	1,301,486	(227,283)	14,029,585
Operating Expenses	3,471,220	404,482	0	3,875,702	485,246	0	3,956,466
Equipment	22,955	0	0	22,955	0	0	22,955
Capital Outlay	28,398	0	0	28,398	0	0	28,398
Grants	3,712,927	0	(327,641)	3,385,286	0	(327,641)	3,385,286
Benefits & Claims	24,962,507	1,607,003	2,274,442	28,843,952	3,119,664	2,168,158	30,250,329
Debt Service	12,649	0	0	12,649	0	0	12,649
Total Costs	\$45,166,038	\$3,205,949	\$1,718,922	\$50,090,909	\$4,906,396	\$1,613,234	\$51,685,668
General Fund	21,330,764	762,440	(2,331,212)	19,761,992	1,036,551	(2,383,238)	19,984,077
State/Other Special	1,474,092	196,200	(2,742)	1,667,550	523,200	(2,742)	1,994,550
Federal Special	22,361,182	2,247,309	4,052,876	28,661,367	3,346,645	3,999,214	29,707,041
Total Funds	\$45,166,038	\$3,205,949	\$1,718,922	\$50,090,909	\$4,906,396	\$1,613,234	\$51,685,668

----- **Present Law Adjustments** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$335,615	FY04	\$218,150
FY05	\$335,615	FY05	\$218,150

PL- 16 - Convert Modified FTEs to Permanent FTEs -

This request is for 7.00 FTE funded with \$218,150 general fund and \$117,465 federal funds in each year of the biennium to restore modified in-home services personnel.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$1,055,000	FY04	\$0
FY05	\$1,055,000	FY05	\$0

PL- 17 - Increased Federal Grants -

The division is requesting \$1,055,000 federal funds each year of the 2005 biennium for the following grants: the Safe and Stable Families grant \$425,000; the Domestic Violence grant \$300,000 the Adoption Incentive grant \$200,000; the Children's Justice Act grant \$70,000; the Child Abuse Prevention and Treatment Act grant \$40,000; and the Community-Based Family Resource and Support grant \$20,000.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$613,352	FY04	\$295,779
FY05	\$2,134,237	FY05	\$968,521

PL- 18 - Subsidized Adoption Caseload Increase -

This decision package increases the Subsidized Adoption program by \$295,779 general fund and \$317,573 federal funds in FY 2004 and increases the general fund by \$968,521 and the federal funds by \$1,165,716 in FY 2005. Approximately 48 percent of the Subsidized Adoption program is general fund. The Subsidized Adoption rate is based on the Foster Care rate.

**Public Health & Human Services-6901
Child & Family Services Div-03**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	5,000	FY04	(\$42,720)
FY05	\$100,000	FY05	(\$213,920)

PL- 25 - SSI Specialists -

The division is requesting 1.50 FTE in FY 2004 and 2.00 FTE in FY 2005 for SSI specialists. The general fund will be reduced \$42,720, federal funds will be reduced \$78,480 and state special revenue funds will be increased \$196,200 in FY 2004. The general fund will be reduced \$213,920, federal funds will be reduced \$209,280 and state special revenue funds will be increased \$523,200 in FY 2005. These specialists will aggressively pursue SSI/SSA funding for kids who meet the SSI/SSA criteria and the positions should generate general fund savings of approximately \$42,720 in FY 2004 and \$213,920 in FY 2005.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$240,000	FY04	(\$190,122)
FY05	\$320,000	FY05	(\$458,885)

PL- 26 - IV-E Eligibility -

This proposal requests 6.00 FTE in FY 2004 and 8.00 FTE in FY 2005 to fund Title IV-E eligibility specialists. This will result in a savings of \$649,007 general fund and an increase of \$1,209,007 in federal funds over the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$334,024	FY04	\$183,713
FY05	\$380,184	FY05	\$209,101

PL- 27 - Rent Increases - Inflation -

The division is requesting \$334,024 in FY 2004 and \$380,184 in FY 2005 to provide additional funding for rent on current offices. Of these amounts, the general fund share is \$183,713 in FY 2004 and \$209,101 in FY 2005. The increase is needed to cover rent increases due to inflation and changes in office space location.

----- **New Proposals** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	(\$3,000,000)
FY05	\$0	FY05	(\$3,000,000)

NP- 28 - Refinancing - Federal Funds -

The department is currently working on a "refinancing" project, which saves \$3,000,000 general fund and increases \$3,000,000 in federal funds each year of the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$183,264)	FY04	(\$183,264)
FY05	(\$183,264)	FY05	(\$183,264)

NP- 271 - Base Adjustment to BBBS -

This request eliminates funding for the Big Brothers Big Sisters program for a savings of (\$183,264) general fund in FY 2004 and (\$183,264) general fund in FY 2005.

**Public Health & Human Services-6901
Child & Family Services Div-03**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	\$0
FY05	(\$30,034)	FY05	(\$30,034)

NP- 272 - Base Adjustment to Central Office -

This request reduces the budget by \$30,034 general fund in FY 2005 and will result in a decrease in In-Home services.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$325,013)	FY04	(\$325,013)
FY05	(\$325,013)	FY05	(\$325,013)

NP- 273 - Base Adjustment for CPS Daycare -

The Child Protective Services Day Care budget is eliminated for a savings of \$325,013 general fund in FY 2004 and \$325,013 in FY 2005.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$77,641)	FY04	(\$77,641)
FY05	(\$77,641)	FY05	(\$77,641)

NP- 274 - Base Adjustment for Domestic Violence -

The Domestic Violence program is reduced by \$77,641 general fund in each year of the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$3,647,083	FY04	\$2,500,000
FY05	\$3,592,825	FY05	\$2,500,000

NP- 275 - Base Adjustment for Foster Care -

This adjustment would increase the Foster Care general fund budget by \$2,500,000 and the federal funds by \$1,147,083 in FY 2004 and would increase the Foster Care general fund budget by \$2,500,000 and the federal funds by \$1,092,825 in FY 2005.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$1,114,364)	FY04	\$1,114,364)
FY05	(\$1,136,356)	FY05	(\$1,136,356)

NP- 276 - Base Adjustment for In Home Services -

This request reduces In-Home Services general fund by \$1,114,364 in FY 2004 and \$1,136,656 general fund in FY 2005. This amount reflects the maximum the general fund can be reduced without losing the ability to spend the federal IV-B, Subpart 2 Promoting Safe and Stable Families grant which requires 25 percent state matching funds.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$227,879)	FY04	(\$130,930)
FY05	(\$227,283)	FY05	(\$130,930)

NP- 281 - FTE Reduction -

This proposal reduces 6.30 FTE for a savings of \$261,860 general fund, \$5,484 state special revenue and \$187,818 federal funds for the biennium.

**Public Health & Human Services-6901
Director's Office-04**

04 Director's Office Gail Gray x5622

Program Description - The Director's Office provides overall policy development and administrative guidance for the department. Included in the Director's Office are legal affairs, personnel services, public information, customer relations, the prevention resource center, the Montana Tobacco Use Prevention Program, the AmeriCorps*VISTA Program, the Montana Abstinence First Education Program, and the Montana Telecommunications Access Program. The Department of Public Health and Human Services Statewide Advisory Council and the Native American Advisory Council are administratively attached and the director serves on the Interagency Coordinating Council for State Prevention Programs, which is attached to the Governor's Office.

Statutory authority is in Title 2, Chapter 15, part 22 and Title 53, Chapter 19, part 3, MCA.

Program Indicators -

Indicator	Actual FY2000	Actual 2001	Actual 2002	Estimated 2003	Estimated 2004	Estimated 2005
MTAP Relay Service total minutes per year	329,404	428,032	420,536	448,470	478,260	510,029
MTAP Relay Service total costs per year (cost per minute based on cost for service in contract with Sprint Communications)	395,285	451,942	448,702	583,012	621,738	663,038
Average calls per year (average minutes per call - 6.4 minutes)	51,469	66,880	65,709	70,073	74,728	79,692

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	47.00	0.00	2.75	49.75	0.00	2.75	49.75
Personal Services	2,420,580	(209,346)	108,213	2,319,447	(208,051)	107,867	2,320,396
Operating Expenses	2,345,303	192,864	456,743	2,994,910	202,413	456,743	3,004,459
Grants	22,896	0	0	22,896	0	0	22,896
Debt Service	22,025	0	750	22,775	0	750	22,775
Total Costs	\$4,810,804	(\$16,482)	\$565,706	\$5,360,028	(\$5,638)	\$565,360	\$5,370,526
General Fund	1,594,576	(560,184)	0	1,034,392	(557,476)	0	1,037,100
State/Other Special	1,171,486	626,095	179,527	1,977,108	631,975	179,423	1,982,884
Federal Special	2,044,742	(82,393)	386,179	2,348,528	(80,137)	385,937	2,350,542
Total Funds	\$4,810,804	(\$16,482)	\$565,706	\$5,360,028	(\$5,638)	\$565,360	\$5,370,526

**Public Health & Human Services-6901
Director's Office-04**

----- **Present Law Adjustments** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$172,297	FY04	\$0
FY05	\$177,700	FY05	\$0

PL- 31 - MTAP Program Increases - OTO -

Montana Relay Service growth, increased outreach efforts, increased rent, and anticipated equipment costs will require the addition of \$349,997 state special revenue over the biennium. This request is for a one-time-only appropriation.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	(\$453,611)
FY05	\$0	FY05	(\$453,577)

PL- 100 - Change Tobacco Prevention Funding -

This request replaces \$907,188 general fund with \$907,188 state special revenue funds (tobacco use prevention funds) for the biennium due to the passage of Initiative 146.

----- **New Proposals** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$144,600	FY04	\$0
FY05	\$144,600	FY05	\$0

NP- 29 - MTAP Mt Relay Video Relay Service - OTO -

This proposal requests \$289,200 state special revenue for the biennium to provide Video Relay Service. This request is for a one-time-only appropriation.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$34,927	FY04	\$0
FY05	\$34,823	FY05	\$0

NP- 30 - MTAP Eligibility Technician -

There is recommended \$69,750 state special revenue for the biennium and 1.00 FTE grade 13 eligibility technician to determine if applicants qualify to receive equipment based on changes by the 2001 Legislature to the Montana Telecommunications Access Program.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$42,264	FY04	\$0
FY05	\$42,126	FY05	\$0

NP- 32 - Montana Abstinence Program -

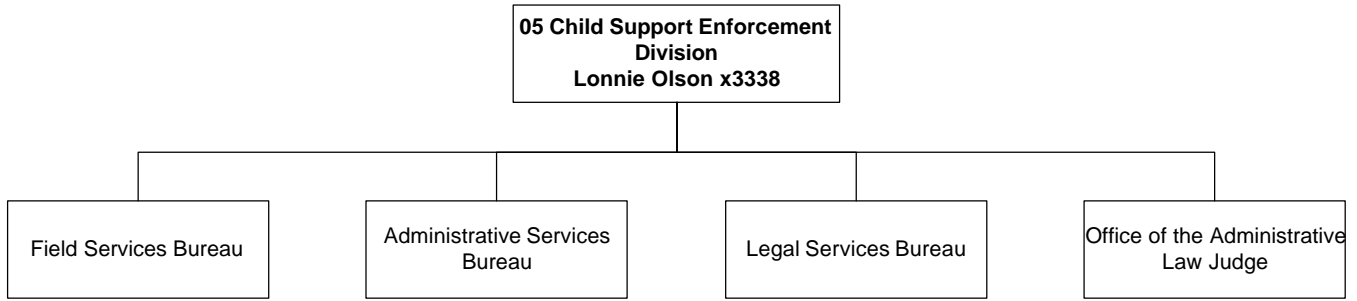
This proposal requests \$84,390 federal funds and 1.00 FTE for the biennium for the Abstinence Program.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$343,915	FY04	\$0
FY05	\$343,811	FY05	\$0

NP- 33 - Corporation for National Services -

Request \$687,726 federal funds and 0.75 FTE for the biennium for the Corporation for National Services grant.

Public Health & Human Services-6901 Child Support Enforcement-05



Program Description - The purpose of the Child Support Enforcement Division (CSED) is to pursue and obtain financial and medical support for children by establishing, enforcing, and collecting financial support owed by obligated parents. Program staff locates absent parents, identifies assets, establishes paternity, and ensures obligated parents maintain medical health insurance coverage for their dependent children. Child support payments are collected for families receiving public assistance, Families Achieving Independence in Montana (FAIM), and those not on assistance. Services are available to any applicant regardless of income level.

Activities carried out by program staff are authorized in Title 40, Chapter 5, MCA, and are mandated by the federal government in accordance with Title IV-D of the Social Security Act, 42 USC 651 et seq., and 45 CFR, Chapter 3.

Program Indicators -

Indicator	Actual FY2000	Actual 2001	Actual 2002	Estimated FY2003	Requested FY2004	Requested FY2005
Percent of cases in enforcement	76%	84%	84%	84%	84%	84%
Child Support Collections	48,418,470	50,100,038	51,423,420	51,400,000	51,500,000	51,500,000

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	176.25	0.00	0.00	176.25	0.00	0.00	176.25
Personal Services	6,477,726	921,840	0	7,399,566	937,544	0	7,415,270
Operating Expenses	2,708,616	(13,530)	0	2,695,086	(12,226)	0	2,696,390
Debt Service	14,264	0	0	14,264	0	0	14,264
Total Costs	\$9,200,606	\$908,310	\$0	\$10,108,916	\$925,318	\$0	\$10,125,924
General Fund	224,997	0	0	224,997	0	0	224,997
State/Other Special	2,799,172	358,742	0	3,157,914	364,297	0	3,163,469
Federal Special	6,176,437	549,568	0	6,726,005	561,021	0	6,737,458
Total Funds	\$9,200,606	\$908,310	\$0	\$10,108,916	\$925,318	\$0	\$10,125,924

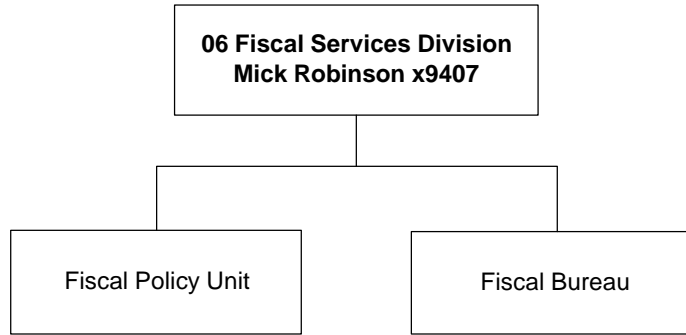
----- Present Law Adjustments -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$10,176)	FY04	\$0
FY05	(\$10,982)	FY05	\$0

PL- 236 - Reduce the Number of Leased Vehicles -

This request reduces \$7,194 in state special revenue and \$13,964 in federal funds for the biennium to lease two State Motor Pool vehicles that will no longer be needed.

Public Health & Human Services-6901 Fiscal Services Division-06



Program Description - Fiscal Services Division provides support including financial and accounting services; agency cash management; preparation and filing of federal financial reports; and purchasing of supplies and equipment for the department. The division provides leadership and guidance in the development and implementation of accounting policies and procedures, as well as innovative, effective and efficient business processes that represent best practices.

The division's funding is a complex mixture of state and federal money determined by ratios associated with total departmental funding. Approximately 46 percent of the funding comes from federal sources.

Statutory authority is in Title 17, Chapter 1, part 1, and Chapter 2, MCA, and 45 CFR Subtitle A, Part 92 and Subpart C92.2.

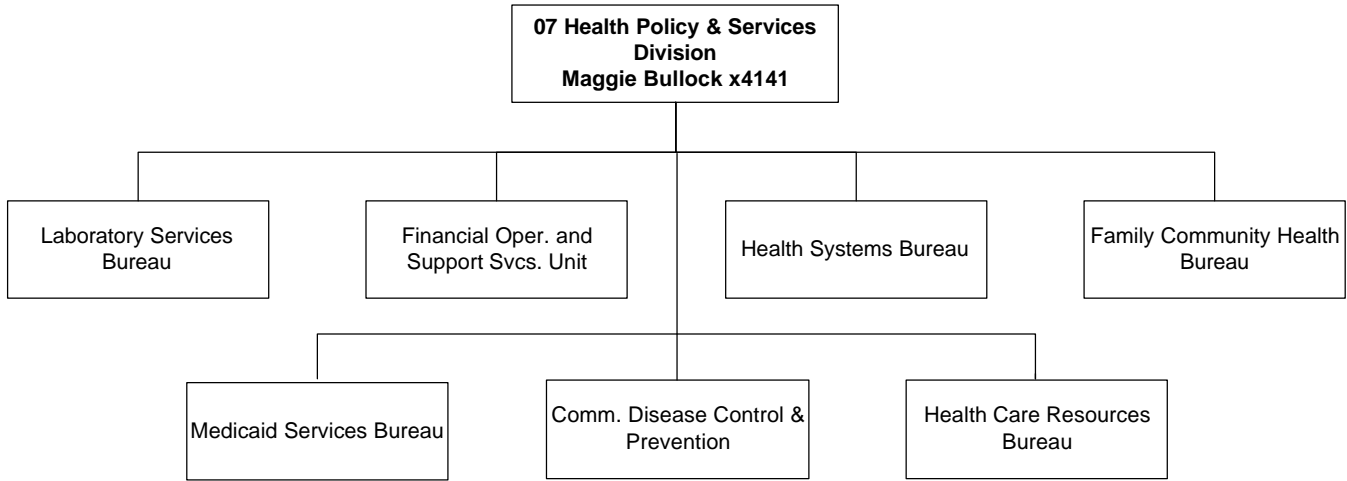
Program Indicators -

Indicator	Actual FY2000*	Actual FY2001*	Actual FY2002	Estimated FY2003	Requested FY2004	Requested FY2005
Total number of payments processed	n/a	n/a	650,419	660,175	670,078	680,129
Reimbursement Collections	n/a	n/a	\$23,839,437	\$23,845,000	\$23,850,000	\$23,855,000
Reimbursement Claims Processed	n/a	n/a	19,747	19,797	19,847	19,897
Number of Accountable Grants/Funds	n/a	n/a	152	153	154	155

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	50.00	0.00	0.00	50.00	0.00	0.00	50.00
Personal Services	1,907,552	143,188	0	2,050,740	145,761	0	2,053,313
Operating Expenses	3,011,475	133,720	0	3,145,195	(133,907)	0	2,877,568
Debt Service	40,895	0	0	40,895	0	0	40,895
Total Costs	\$4,959,922	\$276,908	\$0	\$5,236,830	\$11,854	\$0	\$4,971,776
General Fund	2,322,416	117,943	0	2,440,359	(6,635)	0	2,315,781
State/Other Special	278,275	25,347	0	303,622	(8,079)	0	270,196
Federal Special	2,359,231	133,618	0	2,492,849	26,568	0	2,385,799
Total Funds	\$4,959,922	\$276,908	\$0	\$5,236,830	\$11,854	\$0	\$4,971,776

Public Health & Human Services-6901

Health Policy & Services Division-07



Program Description - The purpose of the Health Policy and Services Division is to improve and protect the health and safety of Montanans. The division provides a wide range of preventive, primary, acute care, and public health services to individuals and communities. Services are provided through a broad range of private and public providers, including physicians, public health departments, clinics, and hospitals. The division administers public health programs including, but not limited to clinical and environmental laboratory services, Women's, Infants and Children's Special Nutrition Program (WIC), Maternal and Child Public Health Services, Immunization Programs, STD/HIV prevention, Food and Consumer Safety, Emergency Medical Services, Family Planning, chronic disease prevention, Bioterrorism and Hospital Disaster Preparedness, acute and primary care components of the Medicaid Program and the Children's Health Insurance Program (CHIP) and services for children with special health care needs.

Public health is administered at both the state level and at the local level through contract arrangements with local public health and other health service agencies. The division contracts with over 700 non-profit providers for the delivery of health care services. Medicaid is a voluntary state/federal partnership to provide and finance these services to the aged, blind, disabled, or low-income families.

The division administers CHIP as a separate health insurance program and contracts with an insurance plan to provide medical services. CHIP dental and eyeglasses benefits are provided by the department.

Statutory authority for Public health functions is in Title 50, MCA, including local public health activities. Rules concerning public health programs are in Title 37 of the Administrative Rules of Montana. Specific citations include: Maternal and Child Health Title 50, Chapter 1 and Chapter 19, MCA, and Title V of the Social Security Act; Family Planning Title X of the federal Public Health Service Act and 42 CFR, Subpart A, Part 59; WIC P. L. 95-627, Child Nutrition Act of 1966, and 7CFR part 246; Medicaid Title 53, Chapter 6, MCA, and Title XIX of the Social Security Act (42 USC. 1396, et seq.); and CHIP Title 53, Chapter 4, MCA, and Title XXI of the Social Security Act.

Program Indicators -

Indicator	Actual FY2000	Actual 2001	Actual 2002	Estimated FY2003	Requested FY2004	Requested FY2005
Number of clients served by WIC Program	21,229	21,330	21,121	21,332	21,545	21,760
Net Food Costs for WIC	\$7,946,395	\$8,774,269	\$8,798,845	\$9,241,022	\$9,708,177	\$10,197,258

**Public Health & Human Services-6901
Health Policy & Services Division-07**

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	172.03	17.00	14.00	203.03	17.00	14.00	203.03
Personal Services	7,272,990	1,488,080	655,241	9,416,311	1,489,512	653,326	9,415,828
Operating Expenses	13,059,322	1,817,503	3,000,644	17,877,469	1,960,991	2,562,242	17,582,555
Equipment	105,663	952,619	0	1,058,282	1,421,209	0	1,526,872
Grants	7,154,994	7,055,377	(588,826)	13,621,545	6,501,776	(588,576)	13,068,194
Benefits & Claims	265,239,721	22,915,407	(1,158,622)	286,996,506	40,963,239	(1,875,913)	304,327,047
Debt Service	17,881	0	51,988	69,869	0	0	17,881
Total Costs	\$292,850,571	\$34,228,986	\$1,960,425	\$329,039,982	\$52,336,727	\$751,079	\$345,938,377
General Fund	65,202,469	6,346,904	(7,577,453)	63,971,920	10,926,657	(8,137,892)	67,991,234
State/Other Special	4,034,013	2,079,113	4,562,719	10,675,845	2,123,114	4,672,601	10,829,728
Federal Special	223,614,089	25,802,969	4,975,159	254,392,217	39,286,956	4,216,370	267,117,415
Total Funds	\$292,850,571	\$34,228,986	\$1,960,425	\$329,039,982	\$52,336,727	\$751,079	\$345,938,377

----- **Present Law Adjustments** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$46,583	FY04	\$0
FY05	\$46,451	FY05	\$0

PL- 39 - Distance Learning Coordinator Position -

This request is for \$93,034 in federal funds and 1.00 FTE for the biennium to make permanent the modified position for the state's distance learning coordinator.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	\$0
FY05	\$0	FY05	\$0

PL- 41 - Primary Care Recruitment of Local Medical Provider -

This request is to transfer authority from contracted services to personal services for 0.50 FTE to improve recruitment and retention of medical providers in Montana's rural areas. These services are currently provided by temporary contracted services.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$20,240,103	FY04	\$5,904,545
FY05	\$36,903,750	FY05	\$10,231,918

PL- 50 - Medicaid Caseload Adjustment 2004 and 2005 -

The Medicaid caseload adjustment for the biennium is projected to increase by \$57,077,068 including \$16,136,463 general fund, \$3,500,000 state special revenue from tobacco interest and \$37,440,605 federal funds. Medicaid is an entitlement program for all who meet the eligibility criteria.

**Public Health & Human Services-6901
Health Policy & Services Division-07**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$1,485,704	FY04	\$402,923
FY05	\$2,270,003	FY05	\$625,840

PL- 56 - Medicare Buy-In Caseload Adjustment for 2004-2005 -

This request reflects expected increases in premiums for Medicare Part A and Part B that have been projected by the department. This request is for \$3,755,707 over the biennium including \$1,028,763 general fund as mandated by federal law.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$82,700	FY04	\$0
FY05	\$82,700	FY05	\$0

PL- 57 - Enhance SEARCH Program -

This request is for \$82,700 in federal funds to increase funding from \$69,300 to \$152,000 per year for the National Health Services Corps SEARCH program.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$8,000	FY04	\$0
FY05	\$8,000	FY05	\$0

PL- 60 - FDA Contract Increase -

There is an additional \$16,000 federal funds for the biennium for contract expenses by the Food and Consumer Safety Section with the FDA to inspect food manufacturers.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$50,000	FY04	\$0
FY05	\$50,000	FY05	\$0

PL- 62 - Hearing Aids/Devices for Children -

There is recommended \$100,000 of Montana Telephone Access Program state special revenue funds for the biennium to purchase hearing aids for infants and children through the age of five.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$10,181,468	FY04	\$0
FY05	\$10,181,296	FY05	\$0

PL- 64 - Bioterrorism Preparedness -

This proposal will authorize \$20,362,764 federal funds and 15.50 FTE for the biennium for bioterrorism preparedness. These funds are to upgrade state and local public health jurisdiction preparedness for and response to bioterrorism, other outbreaks of infectious disease and other public health threats and emergencies and to upgrade hospital preparedness.

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<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$1,139,600	FY04	\$0
FY05	\$1,739,486	FY05	\$0

PL- 68 - IHS Caseload Adjustment -

The \$2,879,086 in federal funds for the biennium is due to Indian Health Services caseload increases.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$64,000	FY04	\$0
FY05	\$98,000	FY05	\$0

PL- 70 - Increase Laboratory Supply Budget -

This request adds \$162,000 of state special revenue authority for the biennium to meet the projected increase in the laboratory supply budget for increased test volumes.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$130,000	FY04	\$32,500
FY05	\$132,960	FY05	\$33,240

PL- 72 - Increase for Utilization Review Contract -

This request adds \$197,220 in federal funds and \$65,740 in general fund for the biennium to increase the contract for utilization review and prior authorization of pharmacy services due to projected increases in Medicaid.

----- **New Proposals** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$251,963	FY04	\$0
FY05	\$115,583	FY05	\$0

NP- 37 - Family Planning Supplemental Authority -

This request is for \$367,546 additional federal funds for an increased family planning grant for the next biennium and a 0.50 FTE for the Women's and Men's Health Section.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$417,510	FY04	\$0
FY05	\$417,232	FY05	\$0

NP- 40 - Obesity Prevention Program -

The Obesity Prevention program is requesting additional federal funding of \$194,484 to make permanent 2.00 FTE and \$640,258 in operating expenses for a total of \$834,742 for the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$300,000	FY04	\$0
FY05	\$300,000	FY05	\$0

NP- 42 - Immunization Increase -

This proposal requests \$600,000 in federal funds over the biennium to support increased immunization activities at county public health departments and to distribute vaccine and provide required quality control for the vaccine supply.

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<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$53,398	FY04	\$0
FY05	\$53,252	FY05	\$0

NP- 45 - Behavior Risk Factor Surveillance Coordinator -

This request is for \$106,650 in federal funds over the biennium for 1.00 FTE to make permanent a modified position for the state Behavior Risk Factor Surveillance System coordinator and for data analysis and epidemiological support to the Montana Breast and Cervical Health Program.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$50,798	FY04	\$0
FY05	\$50,652	FY05	\$0

NP- 48 - Fetal Alcohol Syndrome Coordinator -

This request is for \$101,450 in federal funds for the biennium for fetal alcohol syndrome prevention and to convert the existing 1.00 FTE, modified fetal alcohol syndrome coordinator position, to permanent status.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$51,988	FY04	\$0
FY05	\$0	FY05	\$0

NP- 49 - Pay Off Wells Fargo Loan for Equipment -

An additional \$51,988 in state special revenue authority is needed for early pay off of the loan with Wells Fargo Bank for the purchase of organic chemistry equipment for the Environmental Laboratory. The fund balance is adequate now to pay off the loan.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	\$0
FY05	\$0	FY05	\$0

NP- 51 - WIC Administrative Support -

This request adds 1.00 FTE and \$53,550 for the biennium in federal funds to the Women, Infants and Children's Special Supplemental Nutrition Program (WIC) staff and reduces \$53,550 in federal funds for the biennium in operating expenses for a temporary person.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$546,229	FY04	\$207,174
FY05	\$546,229	FY05	\$208,378

NP- 52 - Medicaid Breast & Cervical Cancer Treatment Prog -

This request is for \$1,092,458 for the biennium including \$415,552 general fund to provide continued funding for the Medicaid expenditures related to the Breast & Cervical Cancer Treatment Program for those individuals determined to be Medicaid eligible.

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<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$939,750	FY04	\$0
FY05	\$939,618	FY05	\$0

NP- 53 - Montana Breast & Cervical Health Program -

The Montana Breast and Cervical Health (MBCH) program is requesting an increase in federal funding of \$93,034 for 1.00 FTE to make permanent the modified position for the American Indian screening coordinator position and \$1,786,334 for increased services for a total of \$1,879,368 over the 2005 biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$27,506	FY04	\$0
FY05	\$27,434	FY05	\$0

NP- 54 - Epidemiology Support for Diabetes Program -

This request is for 0.50 FTE and \$54,940 federal funds over the biennium for epidemiology support for the Montana Diabetes program.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$85,284	FY04	\$0
FY05	\$85,101	FY05	\$0

NP- 55 - School Health Coordinator -

This request is for 1.50 FTE (1.00 FTE grade 16 and 0.50 FTE grade 9) to make permanent the current modified positions for the Coordinated School Health program and additional operating expenses, adding \$170,385 in state special revenue authority for the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$8,064,978	FY04	(\$113,257)
FY05	\$7,748,978	FY05	(\$277,648)

NP- 65 - School Services Contract and Program Monitor -

Authority for a Medicaid school-based services contract and 1.00 FTE for a school-based services program monitor is recommended. There will be a net savings to the general fund of \$390,905 and an increase of \$16,204,861 in federal funds over the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$298,802)	FY04	(\$23,341)
FY05	(\$411,502)	FY05	(\$54,862)

NP- 66 - Medicaid Pharmacy Audit -

The \$78 million Medicaid pharmacy program has no audit component and its costs are increasing faster than all other health care costs. This request is for total savings of \$710,304 over the biennium including \$78,203 general fund as a result of establishing an in-depth audit program for the Medicaid pharmacy program.

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<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$195,000	FY04	\$0
FY05	\$195,000	FY05	\$0

NP- 67 - Laboratory Equipment Replacement -

Replacement of laboratory equipment will require \$390,000 in state special revenue authority for the biennium to replace laboratory equipment as it reaches the end of useful life expectancy.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$250,000	FY04	\$0
FY05	\$250,000	FY05	\$0

NP- 74 - County Public Health Department Administrative IGT -

Spending authority for intergovernmental transfers for county public health department to inform all eligible Medicaid recipients under 21 about EPSDT services in the amounts of \$250,000 in FY 2004 and \$250,000 in FY 2005 is recommended.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$54,128	FY04	\$0
FY05	\$53,997	FY05	\$0

NP- 237 - Cardiovascular Disease 1.5 FTE -

Last legislative session there were 1.50 FTE added as one-time-only with federal funds. Now \$108,125 in federal funds for the biennium is recommended to be restored for an administrative staff support person for the Cardiovascular Health Program and one half an epidemiology position shared by the Cardiovascular Health and the Diabetes Programs.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$100,000)	FY04	(\$100,000)
FY05	(\$100,000)	FY05	(\$100,000)

NP- 240 - Eliminate ESRD Program -

This proposal will eliminate the \$200,000 general fund support of the End Stage Renal Disease program over the biennium since there has never been sufficient funding for the program. There are 95 claimants of all ages who receive help with costs for hospital and medical care.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$921,829)	FY04	(\$250,000)
FY05	(\$906,783)	FY05	(\$250,000)

NP- 242 - Reduce Optional Services -

Reduce Optional Medicaid services for recipients over the age of 21 by \$500,000 general fund and \$1,328,612 federal funds for the biennium. The department will identify and reduce optional services in an effort to minimize the impact of cost shifting to other programs.

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<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$2,583,190)	FY04	(\$700,561)
FY05	(\$2,759,554)	FY05	(\$760,809)

NP- 244 - Limit Physicians Visits to 10 Per Year -

The number of physician visits for SSI and TANF recipients will be limited to 10 per year and will result in a saving of \$5,342,744 in total funds (\$1,461,370 general fund) over the biennium. If additional services are medically necessary they will be authorized and paid for by Medicaid.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$38,954)	FY04	(\$38,954)
FY05	(\$38,954)	FY05	(\$38,954)

NP- 245 - Eliminate Poison Control System -

The poison control system, which handles nearly 10,000 cases per year, is eliminated for a \$77,908 general fund biennial savings.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$26,774)	FY04	(\$26,774)
FY05	(\$26,774)	FY05	(\$26,774)

NP- 246 - Reduce Tumor Registry General Fund Support -

General fund support for the Tumor Registry is reduced by 33 percent for a \$53,548 general fund savings over the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$185,374)	FY04	(\$185,374)
FY05	(\$185,374)	FY05	(\$185,374)

NP- 247 - Eliminate Gen Fund Support for Public Health Lab -

This proposal reduces \$370,748 in general fund over the biennium from the public health laboratory. This request represents 100 percent of the general fund support for the state public health laboratory.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$25,000)	FY04	(\$25,000)
FY05	(\$25,000)	FY05	(\$25,000)

NP- 248 - Reduce Epidemiology and Surveillance Gen Fund -

This proposal saves \$50,000 general fund over the biennium for Epidemiology and Surveillance.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$42,000)	FY04	(\$42,000)
FY05	(\$42,000)	FY05	(\$42,000)

NP- 249 - Eliminate AIDS Prevention General Fund -

General fund support for AIDS treatment is reduced by \$84,000 over the biennium.

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<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$567,128)	FY04	(\$567,128)
FY05	(\$567,128)	FY05	(\$567,128)

NP- 250 - Eliminate MIAMI/ Perinatal General Fund Support -

This proposal will eliminate all general fund for the MIAMI/ Perinatal Program. The \$1,134,256 general fund in the 2005 biennium is about 30 percent of the required state match for the MCH block grant.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$12,828)	FY04	(\$12,828)
FY05	(\$12,828)	FY05	(\$12,828)

NP- 251 - Eliminate Gen Fund Support For Farmers Market -

General fund support for the farmer's market nutrition program of \$25,656 is eliminated for the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$25,948)	FY04	(\$25,948)
FY05	(\$25,948)	FY05	(\$25,948)

NP- 252 - Eliminate Family Planning Gen Fund Support -

General fund support for family planning of \$51,896 is eliminated over the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	(\$4,096,947)
FY05	\$0	FY05	(\$4,258,500)

NP- 253 - Fund Switch For The CHIP Program -

This proposal is a fund switch due to the passage of I-146 for the CHIP program. This request will reduce the general fund by \$8,355,447 and increase \$8,355,447 state special revenue for the biennium. A portion of the savings and the state special revenue will be used to offset Medicaid general fund due to restoring Medicaid eligibility cuts in order to continue the CHIP program.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$4,660,566)	FY04	(\$1,263,945)
FY05	(\$5,095,122)	FY05	(\$1,404,725)

NP- 254 - Reduce Provider Reimbursement -

This decision package reduces the payments made to Medicaid providers, saving \$2,668,670 general fund and \$7,087,018 federal funds for the biennium.

**Public Health & Human Services-6901
Health Policy & Services Division-07**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$510,866	FY04	\$0
FY05	\$510,866	FY05	\$0

NP- 255 - Environmental Health Tracking -

This proposal is to establish authority for Environmental Health Tracking. A five-year cooperative agreement between the National Center for Environmental Health at the Centers for Disease Control and Prevention and the DPHHS is in place. The funding is 100 percent federal at the rate of \$510,866 per year for five years or \$1,021,732 for the biennium. The hope is that with the establishment of a tracking program, tragedies such as Libby can be averted. Montana received one of 10 awards. Funding will provide for 2.00 FTE to work with the agency medical officer and consultants from other state agencies and institutions as well as the national center to establish a program linking environmental exposures and chronic diseases

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$590,000	FY04	\$0
FY05	\$590,000	FY05	\$0

NP- 256 - Libby Asbestos Screening -

This proposal is to establish and operate a screening and surveillance program for current and prior residents exposed to asbestos minerals from vermiculite in Libby. The federal Agency for Toxic Substances and Disease Registry will provide \$590,000 per year for a period of five years. This program will provide screening and surveillance and will require 2.00 FTE.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$305,634)	FY04	(\$82,888)
FY05	(\$312,071)	FY05	(\$86,038)

NP- 257 - Transportation program changes -

This proposal is to change the reimbursement rate for mileage for Medicaid transportation. This request will save \$168,926 general fund and \$448,779 in federal funds over the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$303,732)	FY04	(\$82,372)
FY05	(\$298,774)	FY05	(\$82,372)

NP- 258 - Pharmacy Program Changes -

This proposal will make administrative changes to the Medicaid pharmacy program that will result in a savings of \$164,744 general fund and \$437,762 federal funds over the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$35,000)	FY04	(\$35,000)
FY05	(\$35,000)	FY05	(\$35,000)

NP- 259 - Reduce HPSD Administration -

This proposal will reduce Health Policy and Services Division administrative budget by \$70,000 general fund over the biennium.

**Public Health & Human Services-6901
Health Policy & Services Division-07**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$339,605)	FY04	(\$92,101)
FY05	(\$334,062)	FY05	(\$92,101)

NP- 260 - Property Eligibility Exclusion Medicaid Reduction -

This proposal will change the way property is counted when determining eligibility for Medicaid. This request will save \$184,202 general fund and \$489,465 in federal funds over the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$77,521	FY04	\$0
FY05	\$77,521	FY05	\$0

NP- 261 - Rape Prevention -

This proposal is for new federal funding from the Center for Disease Control for the Montana rape prevention and education programs. This request is for \$155,042 in federal funds for the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$42,630)	FY04	(\$20,209)
FY05	(\$42,510)	FY05	(\$20,209)

NP- 282 - FTE Reduction -

This proposal reduces 1.00 FTE for a savings of \$40,418 general fund and \$44,722 federal funds for the biennium.

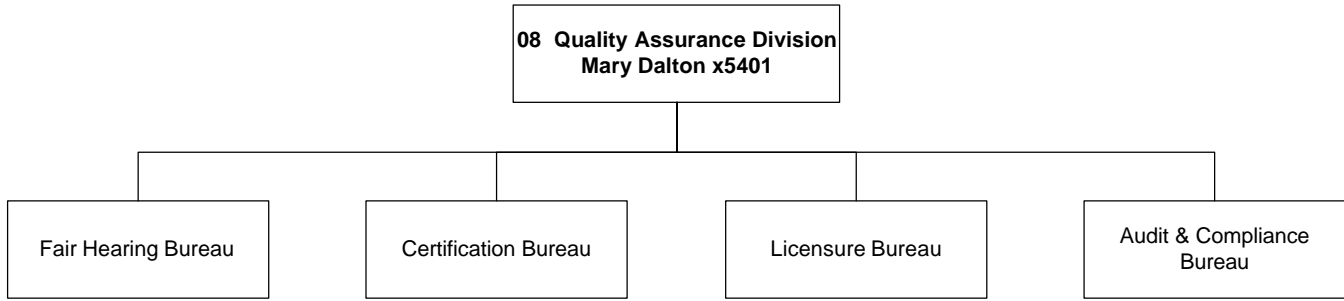
----- **Other Legislation Required to Implement HB 2** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$8,500	FY04	\$0
FY05	\$9,000	FY05	\$0

NP- 8063 - Pool & Spa Exemptions -

Swimming pools and spas owned and operated by subdivisions of state government are exempt from the \$50 or \$75 per year license fee, depending on type of facility, but are inspected and regulated identically to those operated by private entities. This request is for an increase in state special revenue of \$17,500 over the biennium, contingent on passage and approval of LC 434, which would charge for the inspections commensurate with costs.

Public Health & Human Services-6901 Quality Assurance Division-08



Program Description - The Quality Assurance Division provides comprehensive and services that:

- Protect the safety of clients utilizing Montana's health care, day care, and residential providers through licensure and/or certification of 2,567 facilities, 318 of which are certified for Medicare and Medicaid.
- Detect and investigate abusive or fraudulent practices Medicaid program and initiate recovery efforts
- Reduce Medicaid costs by identifying other insurers or parties responsible for paying a client's medical expenses
- Provide independent audits for DPHHS programs
- Provide independent fair hearings for clients and providers participating in DPHHS programs
- Furnish facility management services for the majority of state institutions
- Monitor and evaluate health maintenance organizations for quality assurance and network adequacy
- Maintain Certified Nurse Aide Registry
- Approve and monitor 74 Nurse Aide Training programs
- Operate the Certificate of Need (CON) Program

Quality Assurance Division accomplishments for FY 2002 include

- Saving Medicaid \$85,162,858 by identify other insurance resources for beneficiaries, including Medicare, health insurance, and casualty settlements
- Recovering through the Medicaid Lien and Estate Recovery program \$1,088,706
- Regaining \$1,032,216 in overpayments to clients for TANF, Food Stamps, Medicaid and day care
- Retrieving \$1,180,939 Medicaid overpayments to providers

Program Reorganization - The department internal audit function was moved to the Quality Assurance Division from the Director's Office in FY 2003. The reorganization involved the transfer of 1.00 FTE.

Statutory authority: 42 U.S.C. 1818 and 42 U.S.C. 1919; 45 U.S.C.; Title 50, Chapter 5, parts 1 and 2, Title 50, Chapter 5, part 11, Title 52, Chapter 2, part 7, and Title 53, Chapter 2, section 501, MCA; CFR 21, CFR 49, CFR 10; P.L. 102-359 (10-27-92).

Program Indicators -

Indicator	Actual FY2000	Actual 2001	Actual 2002	Estimated FY2003	Requested FY2004	Requested FY2005
State Health Care Licensure Visits	864	211	234	325	357	393
Medicaid Overpayment Recoveries/Cost Avoidance (in millions)	65,885,681	76,499,743	86,338,209	97,618,676	110,309,103	123,546,195

**Public Health & Human Services-6901
Quality Assurance Division-08**

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	109.70	0.00	(2.00)	107.70	0.00	(2.00)	107.70
Personal Services	4,258,309	780,964	(91,095)	4,948,178	776,077	(91,477)	4,942,909
Operating Expenses	2,278,519	82,593	0	2,361,112	86,948	0	2,365,467
Equipment	17,498	0	0	17,498	0	0	17,498
Grants	354,100	0	0	354,100	0	0	354,100
Total Costs	\$6,908,426	\$863,557	(\$91,095)	\$7,680,888	\$863,025	(\$91,477)	\$7,679,974
General Fund	1,955,210	323,615	(31,828)	2,246,997	321,879	(31,828)	2,245,261
State/Other Special	224,944	46,074	0	271,018	46,038	0	270,982
Federal Special	4,728,272	493,868	(59,267)	5,162,873	495,108	(59,649)	5,163,731
Total Funds	\$6,908,426	\$863,557	(\$91,095)	\$7,680,888	\$863,025	(\$91,477)	\$7,679,974

----- **Present Law Adjustments** -----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	\$73,782	\$0
FY05	\$73,782	\$0

PL- 76 - TPL Lien & Estate Recovery -

This request is for \$73,782 state special revenue and \$73,782 federal funds for the biennium to increase the contract that recovers funds from the estates and property of Medicaid clients who have received nursing home services and enhances recoveries from third party insurances. The contract, which was expanded in the third quarter of FY 2002 to include enhanced recoveries from third party insurance, will be annualized and increased for re-bid in January 2003

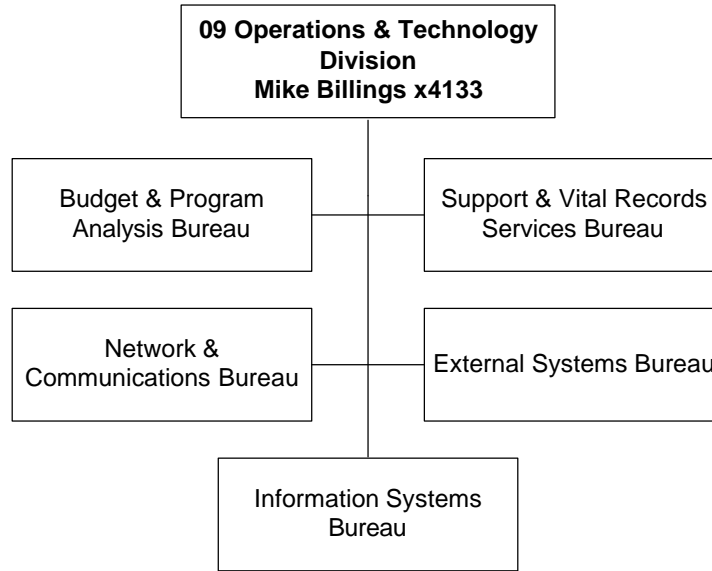
----- **New Proposals** -----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	(\$91,095)	(\$31,828)
FY05	(\$91,477)	(\$31,828)

NP- 286 - FTE Reduction -

This proposal reduces 2.00 FTE for a savings of \$63,656 general fund and \$118,916 in federal funds for the biennium.

Public Health & Human Services-6901 Operations & Technology Div-09



Program Description - Operations and Technology Division (OTD) provides support services including preparation and management of the executive budget and budget planning, financial services, and cost projections for benefit programs such as Medicaid. The division is responsible for the development and operation of internal computer systems including ISERV (time recording), PERQS (purchasing and accounts payable system), AWACS (payment data base), MICRS (institutional reimbursement tracking system), technical planning of electronic government applications, telecommunications, security, vital records management, and internal support services such as lease management, fleet management, and mailroom services.

The division manages contracts for major state computer systems: The Economic Assistance Management System (TEAMS), the Child Care Under the Big Sky (CCUBS), the System for Enforcement and Recovery of Child Support (SEARCHS), the Montana Medicaid Information System (MMIS), the Child & Adult Protective Services System (CAPS), and the Montana Medicaid Management Information Reporting System (MMIRS). The division also manages the Virtual Human Services Pavilion, designed and developed to provide citizens with easy access to a wide range of government services and information. OTD also manages vital records and statistics.

Statutory authority is in Title 17 and Title 40, MCA, and Title IV of the Social Security Act, Section 06, P.L 96-265.

Program Indicators -

Indicator	Actual FY2000	Actual 2001	Actual 2002	Estimated FY2003	Requested FY2004	Requested FY2005
Birth Certificates Issued On-Line	31,642	38,479	54,455	65,000	65,000	65,000
Networks Managed	90	95	100	70	70	70
External Systems – Transactions TEAMS SEARCHS CAPS	87,026,230	95,447,205	95,190,508	95,000,000	95,000,000	95,000,000
Leases Managed	79	76	76	78	78	78
Medicaid Warrants Issued	94,954	106,620	111,493	117,068	122,921	129,067
Medicaid Claims Processed	4,919,922	5,069,994	5,220,075	5,374,589	5,533,677	5,697,474
PC's Supported	2,850	2,900	2,950	3,000	3,025	3,025
Information Systems Work Orders Completed	201	97	148	100	125	125

Public Health & Human Services-6901 Operations & Technology Div-09

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	75.50	0.00	0.00	75.50	0.00	0.00	75.50
Personal Services	3,507,031	97,101	0	3,604,132	95,121	0	3,602,152
Operating Expenses	21,097,511	209,680	0	21,307,191	321,185	0	21,418,696
Equipment	60,151	0	0	60,151	0	0	60,151
Debt Service	229,101	0	0	229,101	0	0	229,101
Total Costs	\$24,893,794	\$306,781	\$0	\$25,200,575	\$416,306	\$0	\$25,310,100
General Fund	8,939,659	67,248	0	9,006,907	112,406	0	9,052,065
State/Other Special	864,332	63,282	0	927,614	72,785	0	937,117
Federal Special	15,089,803	176,251	0	15,266,054	231,115	0	15,320,918
Total Funds	\$24,893,794	\$306,781	\$0	\$25,200,575	\$416,306	\$0	\$25,310,100

----- Present Law Adjustments -----

<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04 (\$292,952)	FY04 (\$146,476)
FY05 (\$292,952)	FY05 (\$146,476)

PL- 77 - TEAMS FM Contract -

This proposal reduces \$585,904 total funds over the biennium, including \$292,952 general fund and \$292,952 federal funds. This action continues the Governor's 17-7-140 reductions.

<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04 (\$196,233)	FY04 (\$102,041)
FY05 (\$196,233)	FY05 (\$102,041)

PL- 78 - CAPS FM Contract -

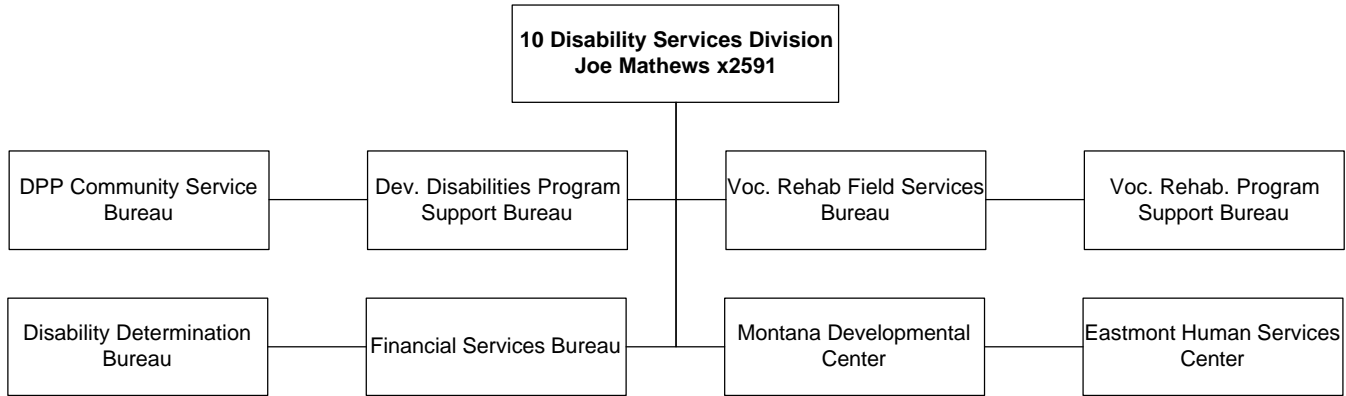
CAPS is the automated child and adult protective services information system. This proposal reduces \$392,466 total funds over the biennium including \$204,082 general fund and \$188,384 federal funds. This action continues the Governor's 17-7-140 reductions.

<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04 (\$10,624)	FY04 (\$5,312)
FY05 (\$6,310)	FY05 (\$3,155)

PL- 81 - TEAMS Mainframe Costs Reduction -

TEAMS ITSD mainframe costs are reduced \$16,934 over the biennium, including \$8,467 general fund and \$8,467 federal funds to continue the Governor's 17-7-140 reductions.

Public Health & Human Services-6901 Disability Services Division-10



Program Description - Disability Services Division assists Montanans with disabilities in living, working, and participating in their communities. The division provides or contracts for institutional care, residential services, home-based services to families, case management, and a variety of employment outcome-related services. These services include counseling and guidance, career training, transportation, adaptive equipment, orientation and mobility services to the blind, vocational rehabilitation training, independent living services, medical services, job placement, and supported employment. Disability Services Division is responsible for medical adjudication of all claims for Social Security Disability and Supplemental Security Income. The division is responsible for the state institutions in Glendive, the Eastmont Human Services Center, and Boulder, the Montana Developmental Center. The Developmental Disabilities Planning and Advisory Council (DDPAC) is administratively attached.

Vocational rehabilitation serves individuals with orthopedic, mental, visual, hearing, brain injury, and other disabilities. Developmentally disabled includes individuals with mental retardation, epilepsy, autism, or other neurological conditions that require treatment similar to those required by someone with mental retardation. The developmental disability must have originated before age 18 and have resulted in a substantial handicap for indefinite duration.

Statutory Title 53, MCA, 29 U.S.C. 721 et. seq., 29 U.S.C. 796, et. seq., 29 U.S.C. 774, 29 U.S.C. 777b, 29 U.S.C. 2201 et. seq., 42 U.S.C. 75, 6602, 72 U.S.C. 1300, 42 CFR 441.302(b), 42 CFR 441.302(g), 45 CFR 74.62, and 34 CRF Part 303

Program Indicators -

Indicator	Actual FY2000	Estimated 2001	Estimated 2002	Estimated FY2003	Requested FY2004	Requested FY2005
Vocational Rehabilitation number rehabilitated	985	960	942	900	930	942
Vocational Rehabilitation percentage severely disabled	75.7%	80.2%	79.5%	78%	78%	78%
Developmental Disabilities waiting for service and receiving no other DDP services	509	585	298	298	724	724
Developmental Disabilities waiting for additional services and receiving some DDP	625	719	830	830	830	830

Assumptions:

1. VR funding for Section 110 services remains at FY2002 level; FY03 reflects the 10% budget reduction
2. DDP funding for FY04/05 is reduced based on the budget submission of 11/8/02

NOTE: The drop from FY02 to prior years under "waiting for service and receiving no other" results from a change in how the waiting for service count was derived. Previously, individuals were double counted because of they were waiting for more than one service and/or requesting to be under both waivers.

**Public Health & Human Services-6901
Disability Services Division-10**

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	607.71	12.00	10.98	630.69	12.00	10.98	630.69
Personal Services	20,359,435	4,066,648	396,950	24,823,033	4,148,209	397,292	24,904,936
Operating Expenses	5,569,657	573,779	254,341	6,397,777	775,853	254,341	6,599,851
Equipment	53,355	0	0	53,355	0	0	53,355
Benefits & Claims	85,508,893	6,964,709	(1,607,354)	90,866,248	7,160,901	(1,609,372)	91,060,422
Debt Service	11,927	0	0	11,927	0	0	11,927
Total Costs	\$111,503,267	\$11,605,136	(\$956,063)	\$122,152,340	\$12,084,963	(\$957,739)	\$122,630,491
General Fund	43,633,447	4,094,593	(798,009)	46,930,031	4,266,953	(802,236)	47,098,164
State/Other Special	56,025	0	0	56,025	0	0	56,025
Federal Special	67,813,795	7,510,543	(158,054)	75,166,284	7,818,010	(155,503)	75,476,302
Total Funds	\$111,503,267	\$11,605,136	(\$956,063)	\$122,152,340	\$12,084,963	(\$957,739)	\$122,630,491

----- **Present Law Adjustments** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$368,921	FY04	\$368,921
FY05	\$369,111	FY05	\$369,111

PL- 86 - Maintain MDC Certification -

This request is for \$738,032 general fund and 12.00 FTE for the biennium to meet Medicaid certification and continue federal reimbursement of over \$9 million each year at the Montana Developmental Center.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	(\$38,247)
FY05	\$0	FY05	\$31,538

PL- 87 - DDP Change in FMAP -

This proposal requests a reduction of \$6,709 general fund and an increase of \$6,709 federal funds for the biennium due to a projected change in the FMAP rate.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$4,050,000	FY04	\$0
FY05	\$4,050,000	FY05	\$0

PL- 89 - DDP Federal Authority -

An increase in federal funds of \$8,100,000 for the biennium is necessary to capture increases in federal grants and to annualize the federal authority necessary for the Medicaid refinancing, completed partially in FY 2002. The federal authority will not require any future commitment of general fund dollars.

**Public Health & Human Services-6901
Disability Services Division-10**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$84,324	FY04	\$23,560
FY05	\$97,182	FY05	\$27,185

PL- 90 - DSD Base Adjustments -

This request is for \$50,745 general fund and \$130,761 federal funds for increased rental costs over the biennium. The additional funding is for the offices located in Billings, Kalispell, Bozeman, Butte, Miles City, Great Falls and Havre.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$671,110	FY04	\$671,110
FY05	\$671,110	FY05	\$671,110

PL- 91 - MDC Base Adjustments -

This request is for \$1,342,220 general fund for the biennium for zero-based and inflationary items necessary for normal operations. To ensure adequate staffing necessary to maintain Medicaid certification the facility must pay for overtime, differential, holidays worked, and substitutes to cover shifts when employees are on leave or staff terminate.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$311,224	FY04	\$311,224
FY05	\$311,565	FY05	\$311,565

PL- 92 - EHSC Base Adjustments -

This request is for \$622,789 general fund for the biennium, for the operations of Eastmont Human Services Center. EHSC operates 24 hours a day, seven days per week. To maintain Medicaid certification and \$2 million in Medicaid reimbursements, the facility must pay for overtime, differential, holidays worked and substitutes to cover shifts when employees are on leave or staff terminate. Also included are inflationary increases in operations for items such as food, utilities, outside medical, dental, fire protection and laundry services.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$135,585	FY04	\$28,880
FY05	\$135,585	FY05	\$28,880

PL- 93 - Annualize Tuition Increases -

This proposal requests \$57,760 general fund and \$213,410 federal funds for the biennium to annualize the four percent tuition increase for FY 2003. Vocational rehabilitation clients currently enrolled in school will be able to continue their rehabilitation plans and complete their goals on time.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$1,762,219	FY04	\$894,580
FY05	\$1,762,219	FY05	\$896,483

PL- 94 - Annualize DDP Wage Parity -

This proposal requests \$1,791,063 general fund and \$1,733,375 federal funds for the biennium to annualize the FY 2003 direct care wage parity authorized by the 2001 Legislature.

**Public Health & Human Services-6901
Disability Services Division-10**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$161,263	FY04	\$58,149
FY05	\$161,263	FY05	\$58,149

PL- 96 - Annualize VR Provider Rate Increase -

This request is for \$116,298 general fund and \$206,228 federal funds for the biennium to annualize the FY 2003 provider rate increase of 2.5 percent authorized by the 2001 Legislature for the private providers. Vocational Rehabilitation serves more than 7,600 individuals with disabilities and uses over 2,000 different vendors statewide who provide a variety of services or equipment to these individuals. Examples of services provided are vocational evaluations, job placement assistance, medical services, prosthetic appliances, adaptive equipment, transportation, and other items necessary to assist clients in retaining employment.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$247,470	FY04	\$0
FY05	\$430,627	FY05	\$0

PL- 97 - DDS Base Adjustments -

This request is for \$678,097 federal funds for Disability Determination Services workload increases for the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$1,430,237	FY04	\$0
FY05	\$1,617,757	FY05	\$0

PL- 98 - MDC and EHSC Medicaid Authority -

This request is for \$3,047,994 federal funds for the biennium to annualize the federal funds needed for the Medicaid reimbursement attributed to the facilities expenditures.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$84,834)	FY04	(\$84,834)
FY05	(\$84,834)	FY05	(\$84,834)

PL- 290 - Eliminate Visual Services Medical -

This proposal eliminates the Visual Services medical program, saving \$169,668 general fund for the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$270,639)	FY04	(\$270,639)
FY05	(\$270,639)	FY05	(\$270,639)

PL- 291 - Reduce Extended Employment Benefits -

This request is for a reduction of \$541,278 general fund for the biennium. This action will reduce Extended Employment benefits by 32 percent as a continuation of the cuts made during the special session.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$228,766)	FY04	(\$228,766)
FY05	(\$228,766)	FY05	(\$228,766)

PL- 292 - Eliminate Independent Living Parity -

This proposal is for a reduction of \$457,532 general fund for the biennium for the Independent Living parity.

**Public Health & Human Services-6901
Disability Services Division-10**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$25,000)	FY04	(\$25,000)
FY05	(\$25,000)	FY05	(\$25,000)

PL- 293 - Eliminate Donated Dental -

This proposal is for a reduction of \$50,000 general fund for the biennium in the donated dental program.

----- **New Proposals** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$1,899,878	FY04	\$1,899,878
FY05	\$1,899,878	FY05	\$1,899,878

NP- 82 - DD Funding at Current Level of Service -

This proposal requests \$3,799,756 in general fund for the biennium. This is the minimal level necessary to maintain existing services to over 4,000 developmentally disabled consumers.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$25,900	FY04	\$0
FY05	\$25,900	FY05	\$0

NP- 88 - DDPAC Federal Grant Increase -

This proposal is for \$51,800 federal funds for the biennium for the increase in the Developmental Disabilities Planning and Advisory Council grant. This requested funding will allow DDPAC to expand current services.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$932,864	FY04	\$932,864
FY05	\$933,277	FY05	\$933,277

NP- 95 - MDC Direct Care FTE -

This request is for \$1,866,141 general fund for the biennium for salaries, benefits and operational increases, which are necessary for the Montana Developmental Center to meet Medicaid licensure requirements for client care and to continue receiving over \$9 million in Medicaid reimbursement. This request is also to continue the 20.00 FTE current level staffing and associated operational expenses that were identified as one-time-only when the facility's population was reduced. However, MDC has experienced a growth in population above those individuals placed into community services.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$281,573)	FY04	(\$216,506)
FY05	(\$281,644)	FY05	(\$217,440)

NP- 285 - FTE Reduction -

This proposal reduces 9.02 FTE, for a savings of \$433,946 general fund and \$129,271 in federal funds for the biennium.

**Public Health & Human Services-6901
Disability Services Division-10**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$2,833,095)	FY04	(\$1,424,395)
FY05	(\$2,833,095)	FY05	(\$1,424,395)

NP- 294 - Eliminate Community Supports and Reduce SL -

This request is for a reduction of \$2,848,790 general fund and \$2,817,400 federal funds for the biennium by reducing community supports and supported living services to 426 individuals with developmental disabilities.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	(\$1,800,000)
FY05	\$0	FY05	(\$1,800,000)

NP- 296 - DDP GF Reduction Due to Refinancing -

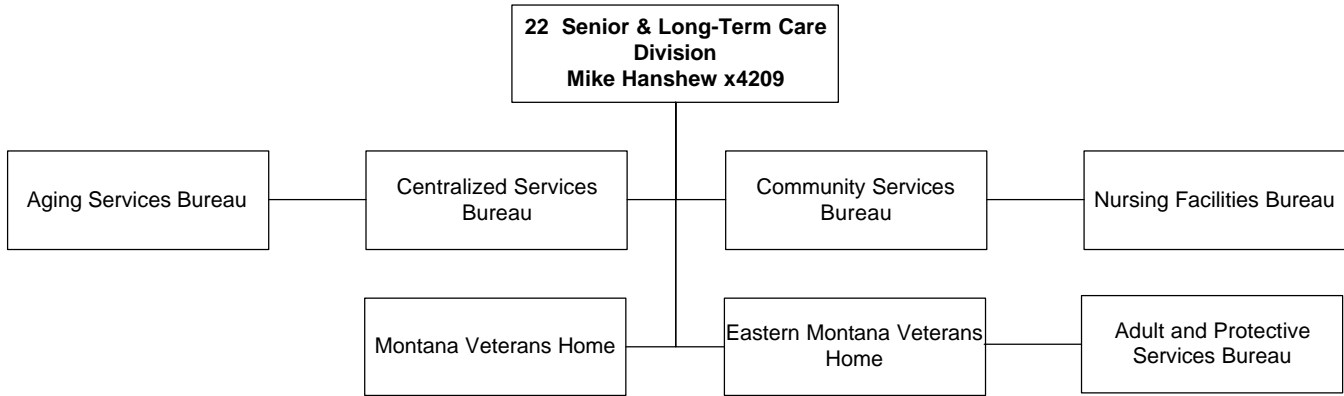
This proposal provides a funding switch from general fund to federal funds of \$1,800,000 each year of the biennium. Action reflects the reduced general fund needed as a result of the developmental disabilities program efforts to refinance general fund services with Medicaid funds.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$700,037)	FY04	(\$189,850)
FY05	(\$702,055)	FY05	(\$193,556)

NP- 297 - DDP Medicaid Provider Rate Reduction -

This decision package reduces the payments made to Medicaid providers, saving \$383,406 general fund and \$1,018,686 federal funds for the biennium.

Public Health & Human Services-6901 Senior & Long-Term Care -22



Program Description - The Senior and Long Term Care Division plans, administers, and provides publicly-funded long-term care services for Montana's senior citizens and persons with physical disabilities. In addition, the division provides education and support regarding aging and long-term care issues to Montanans of all ages. The division makes services available through six major programs: 1) The Office on Aging provides meals, transportation, public education, information and assistance, long-term care ombudsman and other services; 2) Medicaid Community Services Program pays for in-home, assisted living, and other community-based services to Medicaid-eligible individuals as an alternative to nursing home care; 3) Medicaid Nursing Facility Program pays for care to Medicaid-eligible individuals in 97 Montana nursing homes; 4) Protective services, including the investigation of abuse neglect and exploitation are provided by adult protective services social workers; 5) Skilled nursing facility care is provided to veterans at the 105-bed Montana Veterans Home (MVH) in Columbia Falls and the 80-bed Eastern Montana Veterans Home in Glendive; and 6) the State Supplemental Payments Program pays for a portion of the room and board costs for SSI eligible individuals residing in designated residential care facilities.

Statutory References: Aging Services, 52-3-201 et seq., MCA, (Protection Services Act for Aged Persons or Disabled Adults), 52-3-501 et seq., MCA, (Montana Older Americans Act), 52-3-801 et seq., MCA, (Montana Elder and Developmentally Disabled Abuse Prevention Act); P.L.89-75 (Federal Older Americans Act), P.L. 93-66 Section 212, P.L. 93-233 (authorizes states to supplement the Supplemental Security Income Amendments to the (SSI) Payments Program Social Security Act); Veteran's Homes, 10-2-401 (authorizes and establishes Montana Veteran's Homes), 53-1-202 (Eastern Montana Veteran's Home), Medicaid, Title 53, Chapter 6, MCA; Title 19, Social Security Act 42 USC 1396 et. seq. (establishes and authorizes Medicaid Program).

Program Indicators -

Indicator	Actual FY2000	Actual 2001	Actual 2002	Estimated FY2003	Requested FY2004	Requested FY2005
Persons receiving Personal Assistance	2,827	2,808	2,838	2,895	2,953	3,012
Persons receiving HCBS Waiver	1,607	1,715	1,686	1,705	1,705	1,705
Persons receiving Nursing Home	5,257	5,321	5,146	5,146	5,146	5,146

Personal Assistance: FY 2003 – Assumes 2 percent growth in people served
 FY 2004 – Assumes 2 percent growth in people served
 FY 2005 – Assumes 2 percent growth in people served

HCBS Waiver: FY 2003 - Assumes 19 additional slots
 FY 2004 - Assumes no additional slots
 FY 2005 - Assumes no additional slots

Nursing homes: FY 2003 – Assumes no growth in people served
 FY 2004 – Assumes no growth in people served
 FY 2005 – Assumes no growth in people served

Public Health & Human Services-6901 Senior & Long-Term Care -22

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	182.54	11.00	0.90	194.44	11.00	0.90	194.44
Personal Services	5,922,966	1,546,645	35,826	7,505,437	1,572,114	35,892	7,530,972
Operating Expenses	4,114,978	453,254	142,142	4,710,374	486,019	149,645	4,750,642
Equipment	29,188	44,166	3,000	76,354	44,006	0	73,194
Grants	6,733,625	475,644	303,000	7,512,269	475,644	303,000	7,512,269
Benefits & Claims	156,816,094	12,312,987	(64,296)	169,064,785	20,496,540	2,851,010	180,163,644
Debt Service	17,726	0	0	17,726	0	0	17,726
Total Costs	\$173,634,577	\$14,832,696	\$419,672	\$188,886,945	\$23,074,323	\$3,339,547	\$200,048,447
General Fund	43,176,672	2,177,231	(2,185,068)	43,168,835	4,513,448	(2,451,763)	45,238,357
State/Other Special	7,494,929	1,621,722	1,672,292	10,788,943	1,623,987	2,715,323	11,834,239
Federal Special	122,962,976	11,033,743	932,448	134,929,167	16,936,888	3,075,987	142,975,851
Total Funds	\$173,634,577	\$14,832,696	\$419,672	\$188,886,945	\$23,074,323	\$3,339,547	\$200,048,447

----- Present Law Adjustments -----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	\$71,821	\$0
FY05	\$71,593	\$0

PL- 99 - APS Lien and Estate PLA Annualization -

This proposal requests 2.00 FTE and \$143,414 in state special revenue funds over the biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	\$945,634	\$256,456
FY05	\$933,975	\$257,497

PL- 101 - HCBS Waiver Caseload -

This proposal requests \$513,953 general fund and \$1,365,656 in federal funds over the biennium to increase the Home and Community Based Waiver by 30 slots over current level.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	\$2,198,155	\$0
FY05	\$2,198,155	\$0

PL- 103 - Nursing Hm FY 02-03 IGT Budgeted Adjustments -

This request is for an additional \$4,396,310 (state special revenue and federal funds) to implement the legislatively approved FY 2003 Intergovernmental Transfer (IGT) for nursing homes during the 2005 Biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	\$3,820,723	\$1,036,180
FY05	\$7,277,711	\$2,006,465

PL- 105 - Home Based Caseload and FY 02 Base Correction -

Caseload growth in Medicaid personal assistance and home health of about 2 percent per year will require an increase of \$3,042,645 general fund and \$8,055,789 in federal funds for the biennium.

**Public Health & Human Services-6901
Senior & Long-Term Care -22**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$5,296,548	FY04	\$846,721
FY05	\$9,976,785	FY05	\$2,151,112

PL- 106 - NH Caseload Growth Base Correction & Rate Increase -

This proposal requests \$2,997,833 general fund and \$12,275,500 in federal funds for the biennium for changes in the federal interpretation regarding the eligibility of veterans for Medicaid funded nursing facility services, anticipated caseload growth and to correct a problem with the FY 2002 accrual that is reflected on the state's budgeting system.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$51,927	FY04	\$51,927
FY05	\$109,914	FY05	\$109,914

PL- 109 - State Supplement FY 02-03 Caseload -

This request is for \$161,841 general fund for the biennium for the State Supplement caseload increase projected to occur in FY 2003, FY 2004 and FY 2005. In addition, the proposal funds an expected increase in the processing fee charged by the Social Security Administration.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$283,607	FY04	\$0
FY05	\$304,323	FY05	\$0

PL- 115 - EMVH Program Adjustments -

The Eastern Montana Veterans Home requests to add \$587,930 (federal funds and state special revenue) to fund repair and maintenance costs and physicians services provided through a sharing arrangement with the Veterans Administration.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$18,000	FY04	\$0
FY05	\$18,000	FY05	\$0

PL- 116 - EMVH Equipment -

This request adds \$36,000 state special revenue for the biennium for equipment for the Eastern Montana Veterans Home. The funding is from the portion of the cigarette tax earmarked for state veterans.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$556,948	FY04	\$0
FY05	\$562,636	FY05	\$0

PL- 119 - MVH Program Adjustments -

This request is for \$1,119,584 state special revenue and 9.00 FTE for the biennium to adjust the base budget of the Montana Veterans Home for routine operational cost increases, restoring the base for overtime, holiday and differential pay and annualizes the cost and the staffing of the new Special Care Unit. The funding comes from the portion of the state cigarette tax earmarked for veterans.

**Public Health & Human Services-6901
Senior & Long-Term Care -22**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$198,255	FY04	\$0
FY05	\$198,255	FY05	\$0

PL- 120 - Aging FY03 Wage Increase, Fed Spending Auth -

This request is for \$396,510 federal funds for the biennium for the Title III grant for the Family Caregiver and Ombudsman programs.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$312,700	FY04	\$0
FY05	\$312,700	FY05	\$0

PL- 121 - APS Medicaid Spending Authority -

This proposal requests \$625,400 federal funds authority for the biennium to pursue Medicaid funding for a portion of the Adult Protective Services program.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$26,166	FY04	\$0
FY05	\$26,006	FY05	\$0

PL- 122 - MVH Equipment -

This request adds \$52,172 state special revenue for the biennium for equipment at the Montana Veterans Home at Columbia Falls with funding from the portion of the state cigarette tax that is earmarked for veterans.

----- **New Proposals** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$125,000	FY04	\$0
FY05	\$125,000	FY05	\$0

NP- 102 - TBI Grant Spending Authority -

This proposal is for \$250,000 federal funds and 1.00 FTE for the biennium for the Traumatic Brain Injury implementation grant during the 2005 biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$5,162,379	FY04	\$0
FY05	\$8,954,827	FY05	\$0

NP- 104 - Nursing Hm FY 04-05 IGT Spending Authority -

Additional authority of \$3,830,208 state special revenue and \$10,286,998 federal funds is recommended to pursue any possible increase in intergovernmental transfer payments to county and non-county nursing facilities during the 2005 biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$1,000,000	FY04	\$0
FY05	\$1,000,000	FY05	\$0

NP- 113 - Additional Federal Spending Authority -

This proposal adds an additional \$2,000,000 for the biennium language appropriation of federal spending authority in order to allow the SLTCD division to pursue additional federal funding.

Public Health & Human Services-6901 Senior & Long-Term Care -22

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$59,053	FY04	\$0
FY05	\$63,430	FY05	\$0

NP- 114 - Aging/HCBS Conference Spending Authority -

This proposal is for \$122,483 state special revenue for the biennium for the Governors Conference on Aging and the Home and Community Services Conference. This will allow the division to spend the fees, registrations and donations necessary to put on these two conferences.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$54,858	FY04	\$0
FY05	\$54,896	FY05	\$0

NP- 117 - MVH Staff -

This request is for \$109,754 state special revenue for 1.40 FTE additional staff at the Montana Veterans Home for the biennium. The funding comes from the portion of the state cigarette tax earmarked for veterans.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$560,000	FY04	\$0
FY05	\$560,000	FY05	\$0

NP- 125 - Older Workers Program Grant -

This request is for \$1,120,000 federal funds for the biennium for the Older American Community Service Employment Program in Montana to comply with a change in the funding distribution method.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$57,943)	FY04	(\$40,545)
FY05	(\$57,789)	FY05	(\$40,545)

NP- 284 - FTE Reduction -

This proposal reduces 1.50 FTE for a savings of \$81,090 general fund and \$34,642 in federal funds for the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$3,219,234)	FY04	(\$873,056)
FY05	(\$3,361,320)	FY05	(\$926,715)

NP- 992 - Medicaid Provider Rate Cut -

This decision package reduces the payments made to Medicaid providers saving \$1,799,771 general fund and \$4,780,783 in federal funds for the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$125,369)	FY04	(\$34,000)
FY05	(\$123,322)	FY05	(\$34,000)

NP- 993 - Cut Home Health Therapy Benefits -

This proposal saves \$68,000 general fund and \$180,691 of federal funds over the biennium by removing physical therapy, occupational therapy and speech therapy services under the Medicaid Home Health Program.

**Public Health & Human Services-6901
Senior & Long-Term Care -22**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$257,000)	FY04	(\$257,000)
FY05	(\$257,000)	FY05	(\$257,000)

NP- 994 - Reduce Meals on Wheels Program -

This proposal saves \$257,000 general fund in each year of the biennium and reduces the number of meals that can be delivered by the Aging Services program, Meals on Wheels.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$645,453)	FY04	(\$174,466)
FY05	(\$709,998)	FY05	(\$193,048)

NP- 995 - Eliminate Hospice Program -

This request is to save \$367,514 general fund and \$987,937 federal funds for the biennium and eliminate the Medicaid Hospice program, which is a valuable, but optional service.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$2,186,619)	FY04	(\$593,011)
FY05	(\$2,859,177)	FY05	(\$788,275)

NP- 996 - Change Medicaid Eligibility Standards -

This proposal saves \$1,381,286 general fund and \$3,664,510 federal funds for the biennium as a result of the Medicaid eligibility changes proposed by the Human and Community Services Division (H&CSD).

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$50,000)	FY04	(\$50,000)
FY05	(\$50,000)	FY05	(\$50,000)

NP- 998 - Remove APS Abuse Prevention Grants -

This request is to reduce general fund by \$50,000 each year in the Adult Protective Services abuse prevention grants.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	(\$162,990)
FY05	\$0	FY05	(\$162,180)

NP- 999 - FY 03 Lien and Estate Expenditures -

This proposal uses the portion of the proceeds from Medicaid lien and estate recovery that have traditionally been used to enhance nursing home and community services to offset general fund expenditures in the nursing home base budget. General fund expenditures are reduced by \$325,170 for the biennium and state special revenue expenditures are increased by an equal amount.

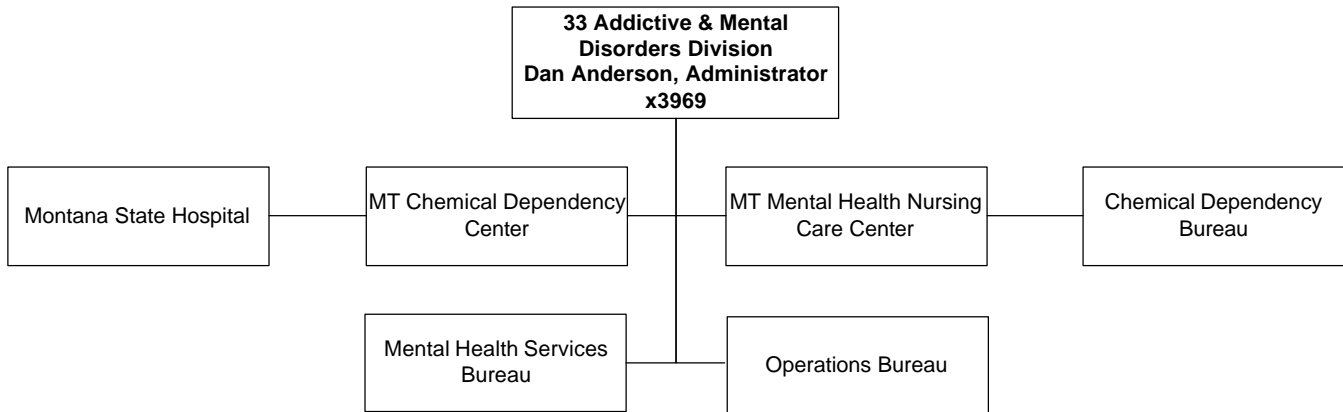
Public Health & Human Services-6901

Senior & Long-Term Care -22

Language Recommendations - "The senior and long term care division is appropriated \$5,794,452 in fiscal year 2004 and \$5,824,989 in fiscal year 2005 for the operation of the Montana Veterans' Home. In the event that federal funds totaling \$2,107,496 in fiscal year 2004 and \$2,149,611 in fiscal year 2005 are not available, the office of budget and program planning is authorized to increase state special revenue authority to allow expenditure of private reimbursement funds and/or cigarette tax revenue to maintain the funding for the Montana Veterans' Home at this level."

"State special revenue and federal special revenue associated with the nursing home intergovernmental program may be used to make one-time payments to nursing homes based on the number of Medicaid services provided. The funds for non-county nursing homes may be expended only after the office of budget and program planning has certified that the department has received \$2 million each year from counties participating in the intergovernmental transfer program for nursing homes."

Public Health & Human Services-6901 Addictive & Mental Disorders-33



Program Description - The Addictive and Mental Disorders Division (AMDD) is responsible for providing alcohol and drug prevention, treatment and aftercare services, and mental health treatment services. Alcohol and drug services are provided through inpatient and outpatient settings. Direct inpatient services are provided at the 76-bed Montana Chemical Dependency Center (MCDC) in Butte. Other inpatient, outpatient, and prevention services are provided through contracts with community-based programs around the state.

Community-based mental health services are delivered to eligible Medicaid and non-Medicaid individuals through a network of providers around the state. Non-Medicaid services are delivered through the Mental Health Services Plan (MHSP) and provide services to individuals earning up to 150 percent of the federal poverty level. Montana State Hospital (MSH) at Warm Springs (135 beds) and the Montana Mental Health Nursing Care Center (MMHNCC) at Lewistown (165 beds) provide institutional services to individuals with mental illness. The services at MSH are typically of a short duration while services for residents at the MMHNCC are considered to be long term.

Statutory references: Mental health is in Title 53, Chapter 21, parts 1 through 5 and part 64, MCA, and P. L. 102-321, CFR. Chemical dependency is in Title 53, Chapters 1, 24 and 26, MCA, and Part C, Title XIX of the Social Security Act.

Program Indicators -

Indicator	Actual FY2000	Actual 2001	Actual 2002	Estimated FY2003	Requested FY2004	Requested FY2005
Chemical Dependency Program unduplicated number of people served	5,778	5,622	5,626	5,907	6,202	6,512
Mental Health Medicaid Program Unduplicated number of people served	20,199	19,650	20,808	22,056	23,379	24,783

**Public Health & Human Services-6901
Addictive & Mental Disorders-33**

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2002	PL Base Adjustment Fiscal 2004	New Proposals Fiscal 2004	Total Exec. Budget Fiscal 2004	PL Base Adjustment Fiscal 2005	New Proposals Fiscal 2005	Total Exec. Budget Fiscal 2005
FTE	586.41	(47.49)	2.90	541.82	(47.49)	2.90	541.82
Personal Services	20,778,870	3,227,381	154,626	24,160,877	3,389,001	155,416	24,323,287
Operating Expenses	10,165,225	6,448,392	256,197	16,869,814	6,887,072	230,599	17,282,896
Equipment	23,990	47,751	0	71,741	20,751	0	44,741
Grants	5,427,532	624,037	800,000	6,851,569	624,037	0	6,051,569
Benefits & Claims	90,113,744	6,533,931	4,439,327	101,087,002	16,019,882	5,276,050	111,409,676
Debt Service	44,502	0	0	44,502	0	0	44,502
Total Costs	\$126,553,863	\$16,881,492	\$5,650,150	\$149,085,505	\$26,940,743	\$5,662,065	\$159,156,671
General Fund	50,224,453	884,123	(1,306,997)	49,801,579	4,023,944	(1,354,603)	52,893,794
State/Other Special	5,027,791	1,971,909	1,452,605	8,452,305	2,036,746	1,470,605	8,535,142
Federal Special	71,301,619	14,025,460	5,504,542	90,831,621	20,880,053	5,546,063	97,727,735
Total Funds	\$126,553,863	\$16,881,492	\$5,650,150	\$149,085,505	\$26,940,743	\$5,662,065	\$159,156,671

----- **Present Law Adjustments** -----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	\$1,608,980	FY04 \$0
FY05	\$1,608,980	FY05 \$0

PL- 135 - Mental Health Intergovernmental Transfer Caseload -

The community mental health centers participate with the agency in an inter-governmental transfer program for Medicaid services to encourage the delivery of services in frontier or rural areas of Montana. The mental health centers provide the Medicaid match for this program. This proposal requests \$882,224 state special revenue and \$2,335,736 federal Medicaid funds for the biennium for anticipated caseload and utilization changes.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	\$624,037	FY04 \$4,248
FY05	\$624,037	FY05 \$4,248

PL- 140 - Block Grant Increase -

This request is for \$1,248,074 over the biennium, comprised of \$8,496 general fund and \$1,239,578 of federal funds, because the state anticipates receiving an increased federal grant allocation from the Substance Abuse and Mental Health Services Administration and an increase for Mental Health Services to homeless individuals.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY04	(\$78,476)	FY04 (\$287,810)
FY05	\$247,292	FY05 (\$206,368)

PL- 141 - MH UR Contract /Retrospective Reviews -

AMDD's contract for its higher end services has been modified to eliminate the MHSP eligibility from the contract. MHSP eligibility is currently done by the community mental health centers. This modification has saved considerable state general fund dollars. In addition to the modifications to the contract, it is prudent to begin the process of modest retrospective reviews and the proposal adds \$75,000 per year for this purpose. The modifications and changes result in a decrease of \$494,178 general fund and an increase of \$662,994 federal funds over the 2005 biennium.

**Public Health & Human Services-6901
Addictive & Mental Disorders-33**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$11,692,476	FY04	\$3,350,771
FY05	\$21,240,227	FY05	\$5,994,587

PL- 143 - Medicaid Program Changes -

AMDD requests \$9,345,358 general fund, \$1,256,889 state special revenue and \$22,330,456 in federal funds for mental health Medicaid caseload and utilization increases over the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$50,000	FY04	\$0
FY05	\$50,000	FY05	\$0

PL- 144 - Mental Health Block Grant Increase -

The department requests an increase of \$100,000 federal funds for the biennium from an anticipated increase in the federal Community Mental Health Block Grant for FY 2004 and FY 2005.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$143,368	FY04	\$0
FY05	\$198,914	FY05	\$0

PL- 145 - MCDC Base Adjustment -

AMDD requests \$342,282 state special revenue for the biennium for routine MCDC base adjustments attributed to rent and food inflation, pharmacy inflation, outside medical costs, equipment, and restoration of zero-based overtime, differential and holiday pay for staff. The decision package also switches funding of alcohol tax and substance abuse block grant funds of \$714,090 over the biennium. In FY 2002 there was \$357,045 in excess block grant funds utilized at MCDC. It is anticipated that these funds will be utilized for community services in the 2005 biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$1,597,673	FY04	(\$31,651)
FY05	\$1,683,265	FY05	\$64,002

PL- 147 - MMHNCC Base Adjustments and Restructuring -

This proposal to restructure services for Montana mental health nursing care center residents reduces 21.56 FTE, saves \$32,351 general fund and \$3,248,587 federal funds over the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$103,480)	FY04	\$0
FY05	(\$103,224)	FY05	\$0

PL- 335 - Reduce CIP FTE -

The Community Incentive Grant has exhausted the administrative funding of 15 percent allowable under the grant. Positions were funded in the adjusted base with state special funds. This action eliminates 3.00 FTE and \$206,704 state special revenue funds in the 2005 biennium associated with the administration of the CIP grant.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$8,995,827)	FY04	(\$8,054,160)
FY05	(\$9,058,574)	FY05	(\$8,116,907)

PL- 344 - Restructure/Reduce Mental Health Services Plan -

This proposal both reduces the size and restructures the mental health services plan for a biennial savings of \$16,171,067 general fund, \$467,012 state special revenue funds and \$1,416,322 federal funds. The plan has been a quasi-entitlement since 1999.

**Public Health & Human Services-6901
Addictive & Mental Disorders-33**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	(\$657,600)
FY05	\$0	FY05	(\$648,600)

PL- 351 - IGT Refinancing - Medicaid Caseload -

The mental health centers typically receive county tax funds of approximately \$1,200,000 per year. Under this proposal, the counties would pay these funds to the State of Montana to provide the Medicaid match for this program, saving \$1,306,200 general fund over the biennium and replacing it with \$1,306,200 state special revenue funds for the biennium for anticipated caseload and utilization changes, and to pay mental health service providers. This proposal is a companion decision package with PL-135.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	\$72,480
FY05	\$0	FY05	\$214,582

PL- 352 - Mental Health Community Services FMAP Change -

This proposal increases general fund \$287,062 and reduces federal funds by a like amount to adjust for the changes in FMAP. This decision package is a companion to Mental Health Program Changes in PL-143.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$57,323)	FY04	(\$15,546)
FY05	(\$56,376)	FY05	(\$15,546)

PL- 354 - Medicaid Eligibility Changes -

This proposal reduces Medicaid expenditures by \$31,092 in biennial general fund and \$82,607 in federal funds due to eligibility changes, primarily regarding changes in the treatment of assets.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$6,477,346	FY04	\$2,987,324
FY05	\$6,431,455	FY05	\$3,077,012

PL- 8146 - MSH Base Adjustments and Restructuring -

This proposal requests \$6,064,336 general fund, \$467,012 in state special revenue and \$6,377,453 federal funds and a reduction of 22.93 FTE for the biennium to cap the Montana State Hospital patient capacity at 135 and to create 45 community-based inpatient psychiatric beds to offset the reduced capacity at Montana State Hospital (MSH).

----- **New Proposals** -----

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$146,415	FY04	\$0
FY05	\$103,585	FY05	\$0

NP- 131 - Continue Data Infrastructure & Integration Grant -

This proposal requests \$250,000 in federal funds and 1.00 FTE for the biennium for the continuation and completion of a Substance Abuse and Mental Health Services Administration Center for a Mental Health Services Data Infrastructure and Integration Grant designed to improve accountability, increase access, target resources and continuously improve the quality of care of adults and children with mental illness.

**Public Health & Human Services-6901
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<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$800,000	FY04	\$0
FY05	\$0	FY05	\$0

NP- 132 - Continue Community Incentive Grant -

This proposal requests \$800,000 in federal authority for the biennium to finalize the Substance Abuse and Mental Health Services Administration State Incentive Grant program. This grant was started in FY1999 for \$8.992 million and the request represents the estimated balance to complete the grant.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$113,301	FY04	\$0
FY05	\$113,645	FY05	\$0

NP- 133 - MCDC Staffing Changes -

This proposal requests \$226,946 state special revenue funds and 2.90 FTE for the biennium to fund aggregate positions at MCDC. This aggregate position pool is used to provide nursing coverage for the facility.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$339,304	FY04	\$0
FY05	\$356,960	FY05	\$0

NP- 154 - MSH DoC Agreements -

This proposal requests \$696,264 of state special revenue authority and 4.00 FTE at the Montana State Hospital for the services related to the department's agreement with the Department of Corrections for Xanthapoulos building maintenance and utility costs.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$188,197)	FY04	(\$154,942)
FY05	(\$188,175)	FY05	(\$155,010)

NP- 287 - FTE Reduction -

This proposal reduces 6.00 FTE for a saving of \$309,952 general fund and \$66,420 in federal funds for the biennium.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$5,000,000	FY04	\$0
FY05	\$6,000,000	FY05	\$0

NP- 339 - Federal Medicaid for School-based Mental Health -

It is recommended the budget include an increase of \$11 million in federal Medicaid funds for the biennium to match in-school mental health programs that are currently being re-financed through the use of state and local education funds for non-federal match.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$0	FY04	(\$1,000,000)
FY05	\$0	FY05	(\$1,000,000)

NP- 350 - Alcohol Tax - General Fund Replacement -

This proposal switches \$2,000,000 general fund to alcohol tax special revenue funds to continue to provide Medicaid services. These funds were previously distributed to counties and passed through to alcohol and drug programs.

**Public Health & Human Services-6901
Addictive & Mental Disorders-33**

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	(\$1,560,673)	FY04	(\$423,255)
FY05	(\$1,723,950)	FY05	(\$475,293)

NP- 353 - Medicaid Provider Reimbursement Reduction -

This proposal reduces provider payments across the board for the 2005 biennium and saves \$898,548 of state general funds and \$2,3864,075 of federal funds.

<u>Total Agency Impact</u>		<u>General Fund Total</u>	
FY04	\$1,000,000	FY04	\$271,200
FY05	\$1,000,000	FY05	\$275,700

NP- 355 - Chemical Dependency Access Payment -

This proposal requests \$546,900 general fund and \$1,453,100 in federal funds over the biennium for a single payment to chemical dependency providers to ensure services to Montana's rural communities. This previously was statutorily appropriated. The general fund replaces the alcohol tax revenue that went to county alcohol treatment programs