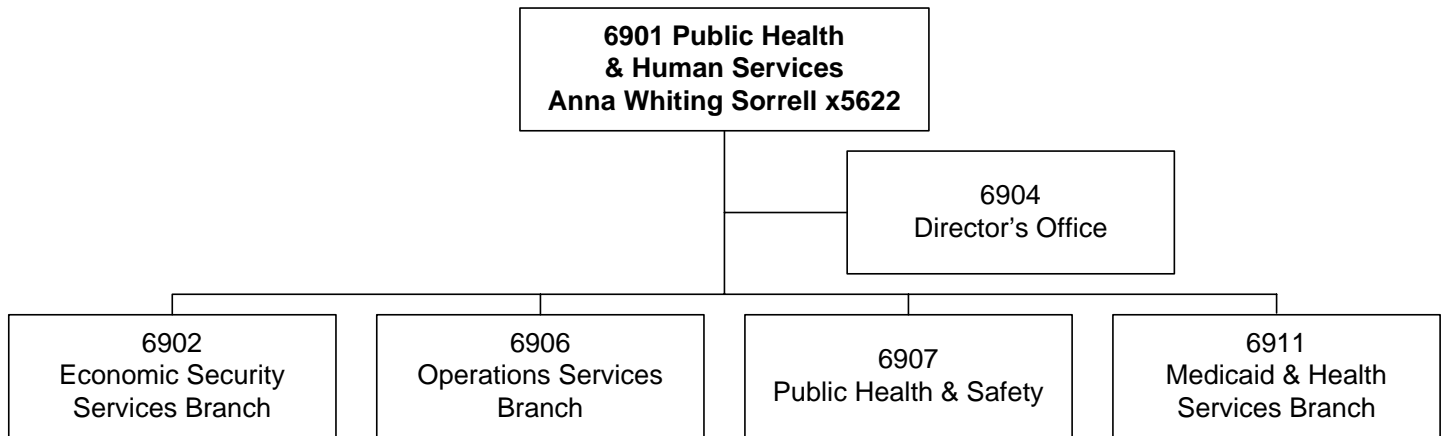


DEPARTMENT OF PUBLIC HEALTH & HUMAN SERVICES - 6901



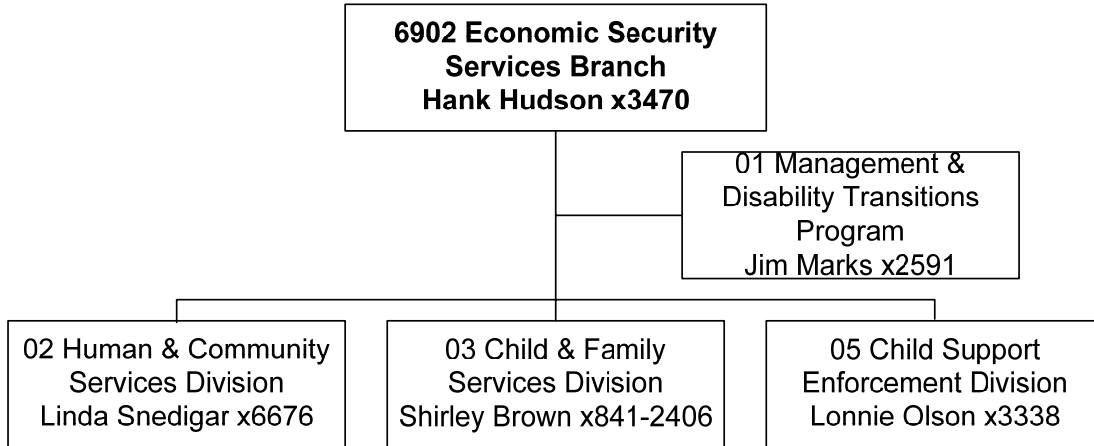
Mission Statement - Improving and Protecting the Health, Well-Being and Self-Reliance of All Montanans.

Statutory Authority - 2-15-2201, MCA

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	2,944.93	0.00	(1.50)	2,943.43	0.00	(5.79)	2,939.14
Personal Services	153,766,363	7,388,018	(57,077)	161,097,304	7,384,474	(325,655)	160,825,182
Operating Expenses	98,996,562	6,325,202	2,157,971	107,479,735	7,806,450	2,270,125	109,073,137
Equipment & Intangible Assets	663,318	7,000	0	670,318	7,000	0	670,318
Grants	63,535,583	3,670,851	732,434	67,938,868	2,674,479	734,507	66,944,569
Benefits & Claims	1,147,446,375	327,208,518	4,785,253	1,479,440,146	411,908,878	6,103,609	1,565,458,862
Debt Service	203,030	0	0	203,030	0	0	203,030
Total Costs	\$1,464,611,231	\$344,599,589	\$7,618,581	\$1,816,829,401	\$429,781,281	\$8,782,586	\$1,903,175,098
General Fund	303,495,348	123,868,494	(3,568,073)	423,795,769	117,105,933	(3,387,898)	417,213,383
State/Other Special	118,771,216	19,664,987	3,014,495	141,450,698	39,683,368	3,025,541	161,480,125
Federal Special	1,042,344,667	201,066,108	8,172,159	1,251,582,934	272,991,980	9,144,943	1,324,481,590
Total Funds	\$1,464,611,231	\$344,599,589	\$7,618,581	\$1,816,829,401	\$429,781,281	\$8,782,586	\$1,903,175,098

Agency Organization – For presentation purposes, the Department of Public Health and Human Services is shown in 5 branches, as shown in the org chart above. Each branch is made up of programs as shown on the org charts for the individual branch budgets.

ECONOMIC SECURITY SERVICES BRANCH-6902



Mission Statement - To develop an organized approach to family economic security.

Statutory Authority - Statutory authority for the Economic Security Services Branch is in Title 53, Chapter 2, Part 2 MCA and 45 CFR. The Branch was established in ARM Title 37, Chapter 1.

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	1,161.02	0.00	(8.30)	1,152.72	0.00	(8.30)	1,152.72
Personal Services	57,157,124	2,673,737	(300,260)	59,530,601	2,653,835	(295,867)	59,515,092
Operating Expenses	17,788,237	2,298,342	1,384,823	21,471,402	2,471,271	1,569,691	21,829,199
Equipment & Intangible Assets	94,840	7,000	0	101,840	7,000	0	101,840
Grants	26,380,918	3,430,039	0	29,810,957	2,417,156	0	28,798,074
Benefits & Claims	224,134,404	129,893,456	29,856	354,057,716	174,238,508	40,062	398,412,974
Debt Service	189,926	0	0	189,926	0	0	189,926
Total Costs	\$325,745,449	\$138,302,574	\$1,114,419	\$465,162,442	\$181,787,770	\$1,313,886	\$508,847,105
General Fund	69,002,422	4,477,499	(846,602)	72,633,319	6,144,422	(846,602)	74,300,242
State/Other Special	6,520,447	427,505	1,332,112	8,280,064	423,774	1,331,350	8,275,571
Federal Special	250,222,580	133,397,570	628,909	384,249,059	175,219,574	829,138	426,271,292
Total Funds	\$325,745,449	\$138,302,574	\$1,114,419	\$465,162,442	\$181,787,770	\$1,313,886	\$508,847,105

ECONOMIC SECURITY SERVICES BRANCH-6902 MANAGEMENT & DISABILITY TRANSITIONS-01

Program Description - Disability Transitions Programs (DTP) assists Montanans with disabilities in living, working, and participating in their communities. The program provides or contracts for a variety of employment outcome-related, independent living, and transition 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. DTP is responsible for medical adjudication of all claims for Social Security Disability and Supplemental Security Income.

Vocational Rehabilitation (VR) serves individuals with physical, mental, visual, hearing, brain injury, and other disabilities.

Disability Transitions Programs (DTP) serves the telecommunications needs of Montanans who are deaf, hard of hearing, speech disabled, or mobility disabled through the Montana Telecommunication Access Program (MTAP).

The Economic Security Services Branch manager is attached to this program for budget purposes.

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 Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	146.00	0.00	0.00	146.00	0.00	0.00	146.00
Personal Services	7,491,367	488,508	101,318	8,081,193	481,699	104,358	8,077,424
Operating Expenses	4,119,037	20,720	1,036,766	5,176,523	31,700	1,222,489	5,373,226
Benefits & Claims	12,164,156	39,901	29,856	12,233,913	80,202	40,062	12,284,420
Total Costs	\$23,774,560	\$549,129	\$1,167,940	\$25,491,629	\$593,601	\$1,366,909	\$25,735,070
General Fund	5,317,820	118,821	(65,972)	5,370,669	192,976	(65,972)	5,444,824
State/Other Special	865,705	(36,745)	775,000	1,603,960	(35,945)	775,000	1,604,760
Federal Special	17,591,035	467,053	458,912	18,517,000	436,570	657,881	18,685,486
Total Funds	\$23,774,560	\$549,129	\$1,167,940	\$25,491,629	\$593,601	\$1,366,909	\$25,735,070

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$39,901	\$39,901
FY 2013	\$80,202	\$80,202

PL- 1001 - Tuition Increase -

This decision package provides a general fund increase of \$39,901 in FY 2012 and \$80,202 in FY 2013 for a 1% increase each year to fund a portion of the increase tuition costs for Vocational Rehabilitation benefits. This will assist individuals with disabilities in returning to work.

**ECONOMIC SECURITY SERVICES BRANCH-6902
MANAGEMENT & DISABILITY TRANSITIONS-01**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$58,365	\$63,593
FY 2013	\$69,048	\$73,422

PL- 1002 - Non DofA rent adjustment -

This Management and Disability Transitions program requests funding for rent increases for offices in non-state owned buildings. This decision package requests a total of \$137,284 of general fund and a total reduction of \$9,652 of state special revenue for the 2013 biennium. This increase supports the MTAP and Vocational Rehabilitation programs and are built into the lease agreements for field offices. Reductions due to lease negotiations and increases for leases that could not be reduced were factored into this calculation.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	(\$43,200)
FY 2013	\$0	(\$43,200)

PL- 55140 - 17-7-140 Optimize In-Service and ILOB funding -

This decision package reduces the general fund base budget by \$43,200 and increases federal fund by the same amount each year of the biennium for the Management and Disability Transitions program. This amount annualizes and makes permanent the 17-7-140, MCA, 5% general fund budget reduction put in place in the 2011 biennium. Costs will be reduced in training and education due to using WebEx and increasing federal participation. There will be additional reductions in personal services costs associated with hands on benefits for individuals in the older blind program by capping the grant.

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$775,000	\$0
FY 2013	\$775,000	\$0

NP- 1103 - MTAP New Technologies -

Management and Disability Transitions requests \$1.55 million state special revenue authority for the 2013 biennium for the Montana Telecommunications Access Program (MTAP), in the event the federal government mandates that the states pay for new technologies. MTAP predicts the federal mandate will come with advance notice of at least 18 months.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$392,940	\$0
FY 2013	\$591,909	\$0

NP- 1104 - Disability Determination Federal Funds Adjustment -

This decision package requests an increase of \$984,850 in federal funds over the 2013 biennium for the Disability Determination Services for client travel, zero-based personal services, and medical consultants. This request will allow the Disability Determination Services bureau to process their workload in an electronic environment to meet Social Security Administration (SSA) required productivity levels.

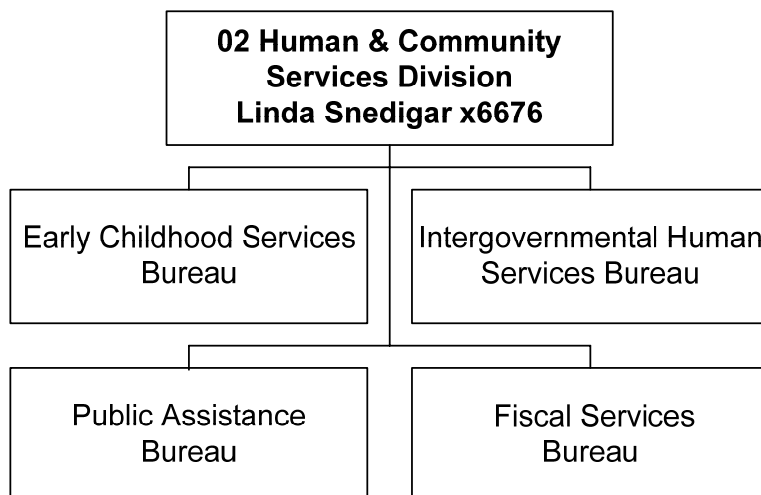
**ECONOMIC SECURITY SERVICES BRANCH-6902
MANAGEMENT & DISABILITY TRANSITIONS-01**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	(\$65,972)
FY 2013	\$0	(\$65,972)

NP- 55401 - 4% Personal Svs GF Bud Reduction -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Management and Disability Transition program by \$65,972 in general fund each year of the biennium to implement this reduction. No positions will be eliminated to accomplish this permanent general fund reduction. The savings will be realized by restructuring a previously restricted general fund only position. The position will move into the general program and allow 78.7% of the cost to come from federal funds. This will reduce the general fund spending and will carry forward permanently.

ECONOMIC SECURITY SERVICES BRANCH-6902 HUMAN & COMMUNITY SERVICES-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) Fiscal Services.

The Public Assistance Bureau administers and provides eligibility services for Montana's Temporary Assistance to Needy Families (TANF) program, Refugee Assistance program, and Supplemental Nutrition Assistance Program (SNAP) in locations across the state. At these same locations, the bureau also provides eligibility services for over 40 Medicaid groups including Healthy Montana Kids (HMK) Plus.

The Early Childhood Services Bureau: 1) manages the funds which pay for child care for TANF participants, working caretaker relatives and low-income working families; 2) contracts with resource and referral agencies to administer child care eligibility, recruit providers, and provide 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; 4) administers the Head Start State Collaboration grant; 5) administers the Early Childhood Comprehensive Systems Grant; and 6) manages the funds which pay for quality child care initiatives including professional development.

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 including funding for weatherization from five other sources; 4) the Emergency Shelter grants program; 5) the Housing Opportunities for Persons with AIDS grants; 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.

The Fiscal Services Bureau coordinates implementation and monitoring of the division's budget.

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

**ECONOMIC SECURITY SERVICES BRANCH-6902
HUMAN & COMMUNITY SERVICES-02**

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	467.32	0.00	5.00	472.32	0.00	5.00	472.32
Personal Services	21,850,090	1,260,125	238,225	23,348,440	1,255,701	238,225	23,344,016
Operating Expenses	6,390,876	2,401,692	(36,000)	8,756,568	2,448,250	(36,000)	8,803,126
Equipment & Intangible Assets	80,600	7,000	0	87,600	7,000	0	87,600
Grants	20,042,893	3,430,039	0	23,472,932	2,417,156	0	22,460,049
Benefits & Claims	183,415,718	128,298,798	0	311,714,516	170,156,163	0	353,571,881
Total Costs	\$231,780,177	\$135,397,654	\$202,225	\$367,380,056	\$176,284,270	\$202,225	\$408,266,672
General Fund	30,868,237	589,093	(489,127)	30,968,203	524,439	(489,127)	30,903,549
State/Other Special	1,408,638	420,412	557,112	2,386,162	420,472	556,350	2,385,460
Federal Special	199,503,302	134,388,149	134,240	334,025,691	175,339,359	135,002	374,977,663
Total Funds	\$231,780,177	\$135,397,654	\$202,225	\$367,380,056	\$176,284,270	\$202,225	\$408,266,672

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$5,627,179	\$0
FY 2013	\$4,230,979	\$0

PL- 2009 - Child Care Development & Food Program Grant Increase -

The Early Childhood Services Bureau is requesting additional federal authority of \$9,858,158 for the 2013 biennium to realize full availability of federal funding. The additional Child Care Development Fund funding will be used for child care scholarship services and for quality activities as required by the grant. The Child and Adult Care Food Program is a USDA entitlement program with a 2.6% meal reimbursement cost increase annually, as well as anticipated meal service increases. The CACFP serves 148 child care organizations at over 220 facilities, including: child care centers; Head Starts; Programs; Boys and Girls Clubs; and after-school programs.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$5,688,695	\$0
FY 2013	\$6,329,569	\$0

PL- 2012 - TANF Cash Benefit Increase -

This adjustment requests \$12,018,264 federal TANF appropriation authority for the 2013 biennium. This will fund a projected three percent increase per year in the case load of TANF benefit recipients and will maintain the benefit level at 33% of the 2009 federal poverty level.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$104,198,052	\$0
FY 2013	\$145,801,860	\$0

PL- 2013 - SNAP Benefit Increases -

This present law adjustment requests an increase in \$249,999,912 federal appropriation authority for the 2013 biennium to fund the projected caseload and poverty level adjustments for the Supplemental Nutrition Assistance Program (SNAP). From March 2005 to March 2010, the food stamp benefit cases have increased from 35,156 cases per month to 51,417 cases per month, this is a 46.26% increase in five years.

**ECONOMIC SECURITY SERVICES BRANCH-6902
HUMAN & COMMUNITY SERVICES-02**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$137,961	\$45,252
FY 2013	\$177,196	\$57,294

PL- 20014 - Non DofA Rent Adjustment - HCSD -

The Human and Community Services Division requests \$315,157 additional authority for the biennium, including \$102,546 general fund and \$8,066 state special revenue fund, and the remainder in federal funds to pay the net increase in leases of non-state owned buildings located throughout the state. Some leases have been reduced for the next biennium and some remain the same. This request represents the net difference.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$44,429	\$0
FY 2013	\$44,429	\$0

PL- 20015 - TANF Second Chance Homes -

This request is from the Public Assistance Bureau to increase federal TANF authority \$44,429 each year of the biennium for Second Chance Homes. The start-up of one of the homes was delayed until part way through FY 2010. With this request, funding remains at the level approved in the 2009 legislative session. This proposal ensures that, on a statewide basis, there are 26 beds available for TANF eligible teenage mothers who are at high risk of negative outcomes.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$469,525	\$0
FY 2013	\$469,525	\$0

PL- 20016 - TANF Family Economic Security -

This adjustment by the Human and Community Services Division requests \$939,050 federal TANF appropriation authority for the 2013 biennium to maintain the authority approved in the 2009 legislative session for the Family Economic Security initiative. This project increases the financial security of low-income families and, thereby, works to address the concerns about people who leave TANF but are still not financially independent.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$965,000	\$0
FY 2013	\$965,000	\$0

PL- 20017 - TANF Employment Programs -

This adjustment by the Human and Community Services Division requests \$1,930,000 federal appropriation authority for the 2013 biennium to redefine the Accelerated Employment Support Program (AESP) to include the Subsidized Employment Program (SEP). SEP was funded as a pilot project and has proven to be effective in securing employment and moving participants towards improved financial security.

**ECONOMIC SECURITY SERVICES BRANCH-6902
HUMAN & COMMUNITY SERVICES-02**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,928,610	\$0
FY 2013	\$2,928,610	\$0

PL- 20018 - Weatherization and Other IHSB Increases -

This request from the Intergovernmental Human Services Bureau (IHSB) is to increase total biennium spending authority by \$5,857,220 which includes \$690,000 state special revenue funds and \$5,167,220 federal funds. These funds will provide support for six federally funded grants including: Department of Energy Weatherization (DOE); Community Services Block Grant (CSBG); Housing Opportunities for Persons with AIDS (HOPWA); The Emergency Food Assistance Programs (TEFAP); Food Distribution Program on Indian Reservations (FDPIR); Commodity Supplemental Food Program (CSFP); and one state special revenue fund, Universal Systems Benefit Weatherization (USB).

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$14,803,255	\$0
FY 2013	\$14,803,255	\$0

PL- 20019 - LIEAP Grant Increase -

This request by Intergovernmental Human Services bureau is to increase federal spending authority by \$14,803,255 per year of the biennium for the LIEAP federal grant. These funds will be used to either supplement low-income energy assistance benefits or to weatherize homes in an effort to defray heating costs for Montana families. As per the federal LIEAP set aside, Montana reservations will be eligible to access a portion of this funding.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$96,545	\$22,758
FY 2013	\$96,545	\$22,758

PL- 20020 - Restore OT/Holidays Worked -

This request by Human & Community Services Division is for a \$96,545 increase in total funds each year of the 2013 biennium, including \$22,758 per year in general fund and \$8,653 per year of state special revenue funds, to restore zero-based authority for overtime for Office of Public Assistance staff, Child Care staff, and truck drivers.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$42,983)	(\$42,983)
FY 2013	(\$42,983)	(\$42,983)

PL- 55141 - 17-7-140 Reduction-PAB Operation Efficiencies -

This decision package reduces the general fund base budget by \$42,983 each year of the biennium for the Human and Community Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The Public Assistance Bureau in the Human and Community Services Division will make operations reductions through efficiencies in the areas of travel, conferences, supplies, newspaper ads, cell phone use, postage, and contracting.

**ECONOMIC SECURITY SERVICES BRANCH-6902
HUMAN & COMMUNITY SERVICES-02**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$24,545)	(\$24,545)
FY 2013	(\$24,545)	(\$24,545)

PL- 55142 - 17-7-140 Reduction-Child Care Operation Efficiency -

This decision package reduces the general fund base budget by \$24,545 each year of the biennium for the Human and Community Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The Early Childhood Services Bureau will make operations reductions in federal funds through efficiencies in the areas of travel, conferences, supplies, newspaper ads, cell phone use, postage and contracting. Federal Funds made available in these efficiencies will be used for benefits previously paid for with general fund.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$75,000)	(\$75,000)
FY 2013	(\$75,000)	(\$75,000)

PL- 55143 - 17-7-140 Eliminate Child Care RR Network Contract -

This decision package reduces the general fund base budget by \$75,000 each year of the biennium for the Human and Community Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The Early Childhood Services Bureau in the Human and Community Services Division will realize a cost savings as a result of discontinuing the contract to the Child Care Resource & Referral Network and assigning of select functions to child care resource and referral agencies.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$150,000)	(\$150,000)
FY 2013	(\$150,000)	(\$150,000)

PL- 55144 - 17-7-140 Reduction-Centralize Child Care Referrals -

This decision package reduces the general fund base budget by \$150,000 each year of the biennium for the Human and Community Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The Early Childhood Services Bureau of the Human and Community Services Division will restructure one function of child care resource and referral agencies by establishing a centralized child care referral call center in conjunction with the NACCRRAWare software. NACCRRAWare is a software product run through the National Association of Child Care Resource & Referral Agencies. Centralization of operations with expert operators via phone or e-mail will more efficiently serve the public.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$150,000)	(\$150,000)
FY 2013	(\$150,000)	(\$150,000)

PL- 55145 - 17-7-140 Reduction-Child Care RR Agency Re-org -

This decision package reduces the general fund base budget by \$150,000 each year of the biennium for the Human and Community Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The Early Childhood Services Bureau in the Human and Community Services Division is reorganizing the child care resource and referral services for greater administrative efficiency and reduced contract expense by reducing the number of districts by one.

**ECONOMIC SECURITY SERVICES BRANCH-6902
HUMAN & COMMUNITY SERVICES-02**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$200,000)	(\$200,000)
FY 2013	(\$200,000)	(\$200,000)

PL- 55146 - 17-7-140 Reduction-Dual Eligibility for Child Care & SNAP -

This decision package reduces the general fund base budget by \$200,000 each year of the biennium for the Human and Community Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The Early Childhood Services Bureau in the Human and Community Services Division will realize a cost savings by using SNAP eligibility information to more efficiently qualify children of SNAP participating families for child care assistance.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$50,000)	(\$50,000)
FY 2013	(\$50,000)	(\$50,000)

PL- 55147 - 17-7-140 Eliminate Child Care Consumer Ed Contract -

This decision package reduces the general fund base budget by \$50,000 each year of the biennium for the Human and Community Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The Early Childhood Services Bureau in the Human and Community Services Division will realize cost savings and efficiencies by ending the consumer education contract.

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$238,225	\$0
FY 2013	\$238,225	\$0

NP- 20101 - Make Permanent Temporary and Modified HMK FTE -

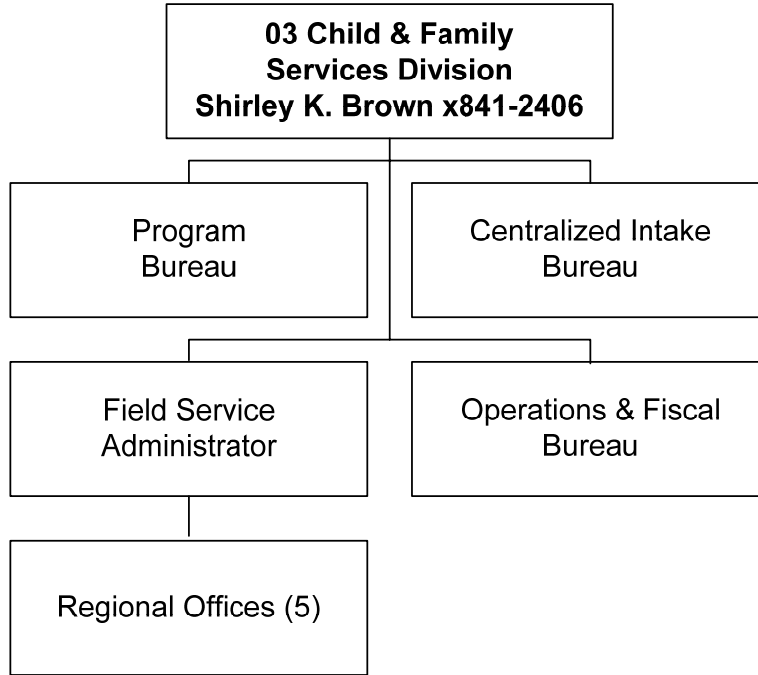
The Human and Community Services Division is requesting \$207,208 state special revenue funds and \$269,242 federal revenue funds over the biennium and five positions be made permanent to maintain needed eligibility functions. The 2009 Legislature approved temporary full time equivalent (FTE) positions to implement the Healthy Montana Kids HMK Plan, which expanded CHIP eligibility for children from 175% to 250% of the federal poverty level. HCSD received three of the temporary positions. In addition, two modified positions were hired in 2011 because of the increased number of applications. HMK Plus (Medicaid Expansion) has received the bulk of the increases in eligibility determinations and current eligibility staff is needed to continue to process applications. The positions are funded with federal dollars and 155 state special revenue funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$36,000)	(\$489,127)
FY 2013	(\$36,000)	(\$489,127)

NP- 55402 - 4% Personal Services GF Budget Reduction -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces general fund in Human and Community Services by \$489,127 and increases state special revenue by \$453,127 in each year of the biennium to implement this reduction. The package includes a decrease of \$36,000 in operating expenses resulting from the implementation of RAMP, a paperless filing system at the offices of public assistance.

**ECONOMIC SECURITY SERVICES BRANCH-6902
CHILD & FAMILY SERVICES-03**



Program Description - The Child and Family Services Division (CFSD) 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. CFSD is composed of three bureaus and five regions that administer programs and are advised by Local Family Services Advisory Councils, which serve as the link between local communities and DPHHS. CFSD is the primary user of the statewide Child and Adult Protective Services (CAPS) 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 Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	380.45	0.00	(10.80)	369.65	0.00	(10.80)	369.65
Personal Services	18,935,742	632,754	(495,497)	19,072,999	626,005	(494,144)	19,067,603
Operating Expenses	5,449,646	(126,973)	384,057	5,706,730	(29,518)	383,202	5,803,330
Equipment & Intangible Assets	14,240	0	0	14,240	0	0	14,240
Grants	6,338,025	0	0	6,338,025	0	0	6,338,025
Benefits & Claims	28,554,530	1,554,757	0	30,109,287	4,002,143	0	32,556,673
Debt Service	130,912	0	0	130,912	0	0	130,912
Total Costs	\$59,423,095	\$2,060,538	(\$111,440)	\$61,372,193	\$4,598,630	(\$110,942)	\$63,910,783
General Fund	30,727,782	1,727,243	(242,439)	32,212,586	3,374,631	(242,439)	33,859,974
State/Other Special	2,495,422	0	0	2,495,422	0	0	2,495,422
Federal Special	26,199,891	333,295	130,999	26,664,185	1,223,999	131,497	27,555,387
Total Funds	\$59,423,095	\$2,060,538	(\$111,440)	\$61,372,193	\$4,598,630	(\$110,942)	\$63,910,783

**ECONOMIC SECURITY SERVICES BRANCH-6902
CHILD & FAMILY SERVICES-03**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$547,384	\$275,792
FY 2013	\$1,564,301	\$804,920

PL- 30001 - Adoption Caseload Increase -

The Child and Family Services Division is requesting a Subsidized Adoption Caseload increase of \$1,080,712 general fund and \$1,030,973 federal funds for the 2013 Biennium. This request is to increase the Subsidized Adoption program by 4.5% in FY 2012 and 8% in FY 2013 to account for a projected increase in the caseload.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,007,373	\$698,300
FY 2013	\$2,437,842	\$1,689,886

PL- 30002 - Foster Care Caseload Increase -

The Child and Family Services Division is requesting a Foster Care Caseload increase of \$2,388,186 in general fund and \$1,057,029 in federal funds for the 2013 Biennium. This request is to increase the Foster Care program by 6.0% in FY 2012 and 8.0% in FY 2013 to account for a projected increase in caseload.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$105,317
FY 2013	\$0	\$133,093

PL- 30003 - FMAP Rate Decrease - Foster Care -

The Child and Family Services Division is requesting an increase of \$238,410 in general fund and a decrease of the same amount in federal funds for the 2013 Biennium to address federal changes in the FMAP rate for Foster Care. The foster care adjusted base expenditures were calculated based upon an FMAP of 68.04%. This adjustment reduces the FMAP from 68.04% to 66.22% in FY 2012 and to 65.74% in FY 2013.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$165,878
FY 2013	\$0	\$209,625

PL- 30004 - FMAP Rate Decrease - Subsidized Adoption -

The Child and Family Services Division is requesting an increase of \$375,503 in general fund and a decrease of the same amount in federal funds for the 2013 Biennium to address federal changes in the FMAP rate for Subsidized Adoption. The subsidized adoption adjusted base expenditures were calculated based upon an FMAP of 68.04%. This adjustment reduces the FMAP from 68.04% to 66.22% in FY 2012 and to 65.74% in FY 2013.

**ECONOMIC SECURITY SERVICES BRANCH-6902
CHILD & FAMILY SERVICES-03**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$87,698	\$64,959
FY 2013	\$87,698	\$64,959

PL- 30005 - Restore OT/Holidays Worked -

The Child and Family Services Division is requesting funding increases of \$129,918 in general fund and \$45,478 in federal funds for the 2013 biennium to restore zero-based authority for overtime compensation and holidays worked. Overtime and holidays worked are zero-based and are on-going routine costs for this division.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$56,169	\$36,182
FY 2013	\$151,062	\$96,876

PL- 30006 - Non DofA Rent Annualization -

This Child and Family Services request of \$133,058 in general fund and \$74,173 in federal funds for the 2013 biennium annualizes lease amounts for non-state owned buildings. This adjustment annualizes lease amounts costs for the relocation of the Child and Family Services Central Office and the Region IV office. Reductions due to the lease negotiations and increases for leases that could not be reduced were factored into this calculation.

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$384,057	\$80,000
FY 2013	\$383,202	\$80,000

NP- 30101 - Continue Chafee Independent Living Support -

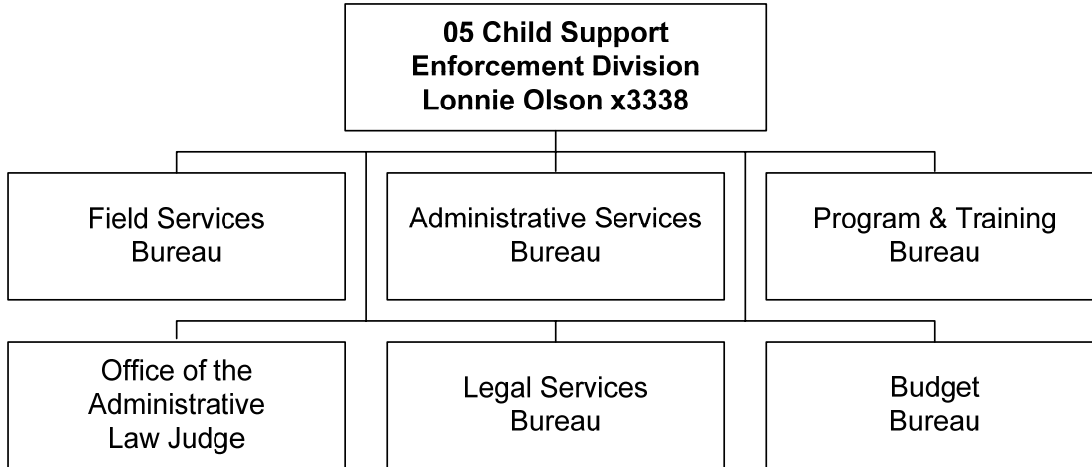
This is a request for \$767,259 in the 2013 biennium of which \$80,000 per year is general fund to continue support services to the Independent Living Project. The department is considering using contracted services, or modified FTE, or a combination of the two in order to provide services to every region in the state.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$495,497)	(\$322,439)
FY 2013	(\$494,144)	(\$322,439)

NP- 55403 - 4% Personal Services GF Budget Reduction -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces Child and Family Services by \$989,634 for the biennium, including \$644,878 of general fund, to implement the budget reduction. The reduction includes the elimination of 10.80 FTE. Funding for positions that are 24-7 were exempted from the 4% calculation, which includes the Centralized Intake Unit and on-call Child Protective Specialists.

**ECONOMIC SECURITY SERVICES BRANCH-6902
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 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 Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	167.25	0.00	(2.50)	164.75	0.00	(2.50)	164.75
Personal Services	8,879,925	292,350	(144,306)	9,027,969	290,430	(144,306)	9,026,049
Operating Expenses	1,828,678	2,903	0	1,831,581	20,839	0	1,849,517
Debt Service	59,014	0	0	59,014	0	0	59,014
Total Costs	\$10,767,617	\$295,253	(\$144,306)	\$10,918,564	\$311,269	(\$144,306)	\$10,934,580
General Fund	2,088,583	2,042,342	(49,064)	4,081,861	2,052,376	(49,064)	4,091,895
State/Other Special	1,750,682	43,838	0	1,794,520	39,247	0	1,789,929
Federal Special	6,928,352	(1,790,927)	(95,242)	5,042,183	(1,780,354)	(95,242)	5,052,756
Total Funds	\$10,767,617	\$295,253	(\$144,306)	\$10,918,564	\$311,269	(\$144,306)	\$10,934,580

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$7,512)	(\$2,554)
FY 2013	\$10,306	\$3,504

PL- 50001 - Non DofA Rent Adjustment -

This request increases general fund by \$950 and federal funds by \$1,844 in the 2013 biennium for the renegotiated and inflationary changes for rent on non-state-owned buildings. Reductions due to lease negotiations and increases for leases that could not be reduced were factored into this calculation.

**ECONOMIC SECURITY SERVICES BRANCH-6902
CHILD SUPPORT ENFORCEMENT-05**

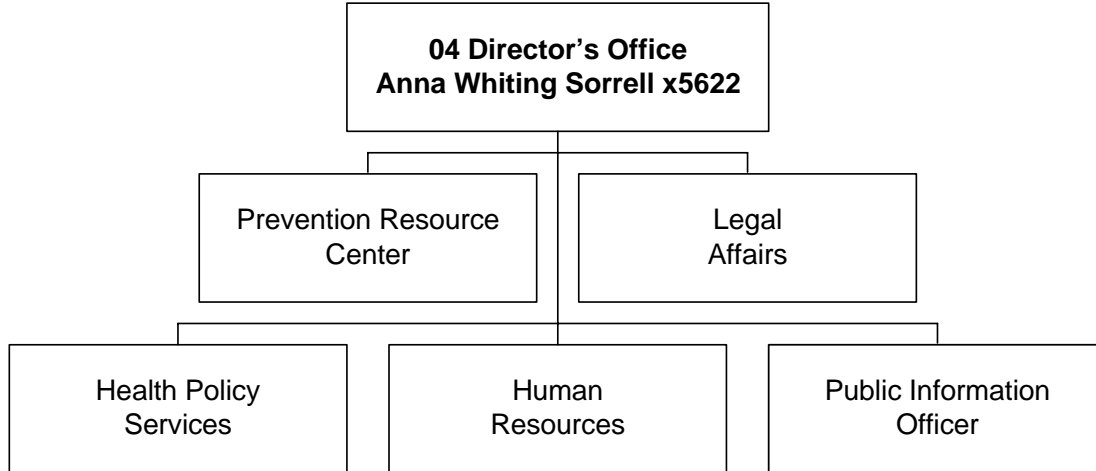
-----New Proposals-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$144,306)	(\$49,064)
FY 2013	(\$144,306)	(\$49,064)

NP- 55405 - 4% Personal Services GF Bud Reduction -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces Child Support Enforcement by \$144,306, including \$49,064 general fund, in each year of the biennium to implement the budget reduction. The reduction includes the elimination of 2.50 FTE.

**DIRECTOR'S OFFICE-6904
DIRECTOR'S OFFICE-04**



Mission Statement - The Director's Office is responsible for overall policy development, management, and coordination of programs.

The Director supervises the department's three branch managers and the administrator for Public Health and Safety Division as well as the Office of Human Resources, the Office of Legal Affairs, the Prevention Resource Center, and the Public Information Office.

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

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, the prevention resource center, and the AmeriCorps*VISTA Program. The Department of Public Health and Human Services Statewide Advisory Council, the Native American Advisory Council, and the Montana Health Coalition are administratively attached and the director serves on the Interagency Coordinating Council for State Prevention Programs, which is attached to the Governor's Office.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	41.25	0.00	(1.00)	40.25	0.00	(1.00)	40.25
Personal Services	3,772,476	(615,828)	(121,272)	3,035,376	(618,399)	(120,969)	3,033,108
Operating Expenses	980,185	(35,854)	0	944,331	(35,227)	0	944,958
Total Costs	\$4,752,661	(\$651,682)	(\$121,272)	\$3,979,707	(\$653,626)	(\$120,969)	\$3,978,066
General Fund	1,992,454	(309,819)	(43,646)	1,638,989	(311,000)	(43,646)	1,637,808
State/Other Special	439,899	(54,781)	0	385,118	(54,659)	0	385,240
Federal Special	2,320,308	(287,082)	(77,626)	1,955,600	(287,967)	(77,323)	1,955,018
Total Funds	\$4,752,661	(\$651,682)	(\$121,272)	\$3,979,707	(\$653,626)	(\$120,969)	\$3,978,066

**DIRECTOR'S OFFICE-6904
DIRECTOR'S OFFICE-04**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$27,509)	(\$27,509)
FY 2013	(\$27,509)	(\$27,509)

PL- 55140 - 17-7-140 Operations Efficiencies -

This decision package reduces the general fund base budget \$27,509 for each year of the biennium for the Director's Office. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The Director's Office will make operations reductions through efficiencies in the areas of travel, conferences, supplies, and contracting.

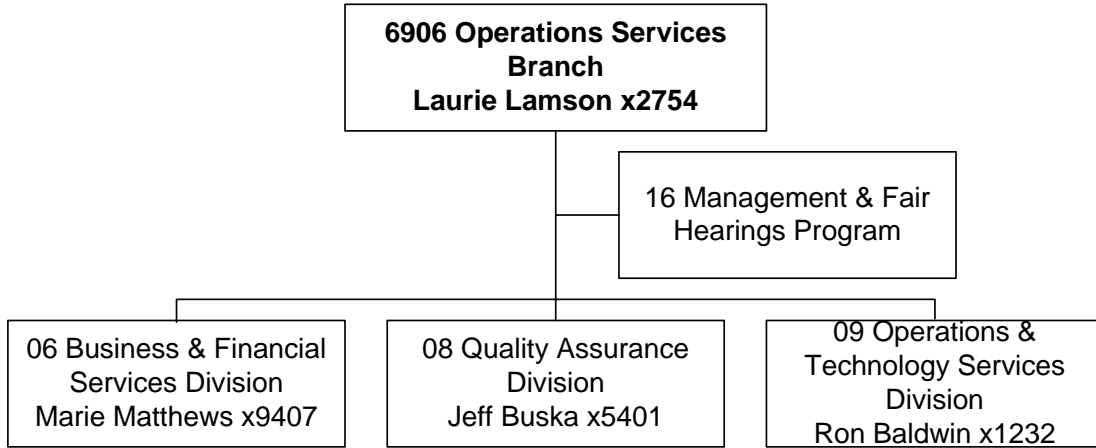
-----New Proposals-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$121,272)	(\$43,646)
FY 2013	(\$120,969)	(\$43,646)

NP- 55404 - 4% FTE Reduction -

The Governor has included a 4% reduction in general fund personal services as part of his budget recommendations. This decision package reduces the Director's Office by \$43,646 in FY 2012 and FY 2013 to implement the budget reduction for the biennium. Federal funds are also reduced as the general fund is used as match.

OPERATIONS SERVICES BRANCH-6906

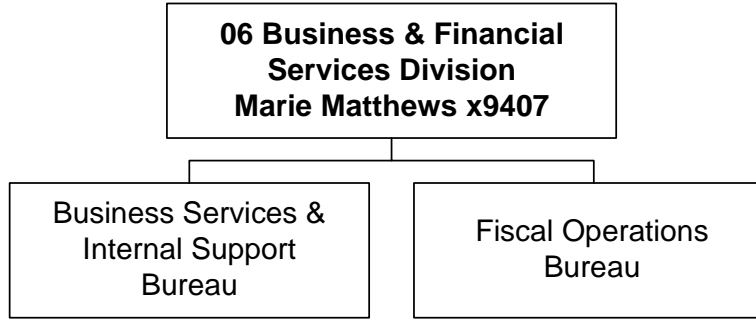


Mission Statement - To manage the Operations Branch of the department by providing, maintaining, and supporting systems and processes of the department in the areas of financial, budget, and technology management; quality assurance; and fair hearings.

Statutory Authority - Statutory authority is in Title 17, Chapter 1, part 1, and Chapter 2, MCA, and 45 CFR Subtitle A, Part 92, Subpart C92.2, and Title 50 Chapter 15, MCA, as well as Title 40, MCA, and Title IV of the Social Security Act, Section 06, P.L. 96-265.

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	250.84	0.00	3.50	254.34	0.00	3.50	254.34
Personal Services	14,454,328	502,146	175,703	15,132,177	495,776	175,105	15,125,209
Operating Expenses	25,194,211	619,077	(79,772)	25,733,516	1,085,429	(129,772)	26,149,868
Equipment & Intangible Assets	110,563	0	0	110,563	0	0	110,563
Grants	554,578	0	0	554,578	0	0	554,578
Debt Service	148,871	0	0	148,871	0	0	148,871
Total Costs	\$40,462,551	\$1,121,223	\$95,931	\$41,679,705	\$1,581,205	\$45,333	\$42,089,089
General Fund	15,604,180	(162,681)	(124,913)	15,316,586	56,318	(124,913)	15,535,585
State/Other Special	1,966,753	329,881	183,545	2,480,179	333,688	182,804	2,483,245
Federal Special	22,891,618	954,023	37,299	23,882,940	1,191,199	(12,558)	24,070,259
Total Funds	\$40,462,551	\$1,121,223	\$95,931	\$41,679,705	\$1,581,205	\$45,333	\$42,089,089

**OPERATIONS SERVICES BRANCH-6906
BUSINESS & FINANCIAL SERVICES DIVISION-06**



Program Description - The division provides support services for the department, including financial and accounting oversight, cash management, preparation, and filing of federal financial reports, purchasing supplies and equipment, payroll processing, accounts payable, facility reimbursement, audit coordination, lease management, mail handling, property management, and records management. The division also provides leadership and guidance in the development and implementation of accounting policies and procedures and best business practices.

Statutory authority is in Title 17, Chapter 1, part 1, and Chapter 2, MCA, and 45 CFR Subtitle A, Part 92, Subpart C92.2, and Title 50 Chapter 15 MCA.

Program Proposed Budget	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	66.50	0.00	0.00	66.50	0.00	0.00	66.50
Personal Services	3,097,980	368,236	0	3,466,216	365,939	0	3,463,919
Operating Expenses	5,316,086	441,139	0	5,757,225	161,281	0	5,477,367
Equipment & Intangible Assets	9,653	0	0	9,653	0	0	9,653
Debt Service	5,674	0	0	5,674	0	0	5,674
Total Costs	\$8,429,393	\$809,375	\$0	\$9,238,768	\$527,220	\$0	\$8,956,613
General Fund	3,330,441	337,404	0	3,667,845	202,524	0	3,532,965
State/Other Special	634,216	42,640	0	676,856	39,557	0	673,773
Federal Special	4,464,736	429,331	0	4,894,067	285,139	0	4,749,875
Total Funds	\$8,429,393	\$809,375	\$0	\$9,238,768	\$527,220	\$0	\$8,956,613

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$70,000	\$27,331
FY 2013	\$70,000	\$27,331

PL- 6003 - Internal Controls Contract Annualization -

This request provides for \$70,000 in contracted services funds for the Business and Financial Services Division to provide additional assistance in enhancing the department's internal control structure. These funds were appropriated by the 2009 Legislature for FY 2011. Funding for this decision package is \$27,331 general fund, \$10,606 state special revenue, and \$32,063 federal funds each year of the biennium.

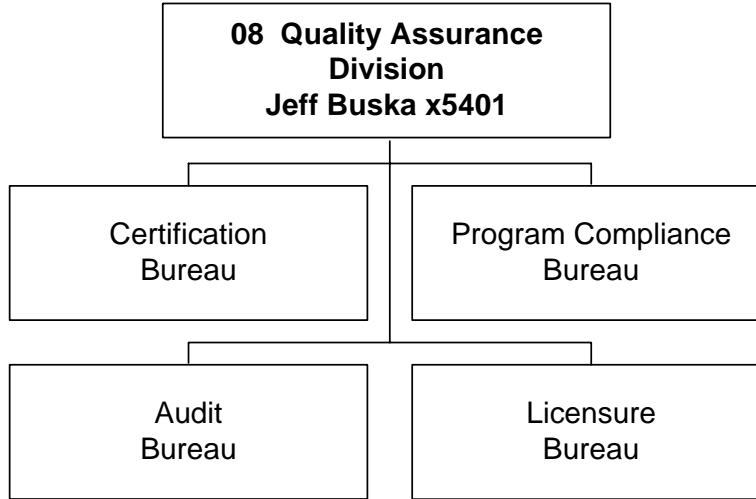
**OPERATIONS SERVICES BRANCH-6906
BUSINESS & FINANCIAL SERVICES DIVISION-06**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$25,031)	(\$25,031)
FY 2013	(\$25,031)	(\$25,031)

PL- 55140 - 17-7-140 Reduction - Operations Reduction -

This decision package reduces the general fund base budget by \$25,031 each year of the biennium for the Business & Financial Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The division will make operations reductions in the areas of travel, conferences, supplies, newspaper ads, cell phone use, postage, and contracting.

**OPERATIONS SERVICES BRANCH-6906
QUALITY ASSURANCE DIVISION-08**



Program Description - The role of the Quality Assurance Division (QAD) is to protect the safety and well being of Montanans by monitoring and ensuring the integrity and cost-effectiveness of department programs.

The division fulfills its role by: licensing, registering, and certifying health care, day care, and residential services; detecting and investigating abusive or fraudulent practices within the Medicaid and Supplemental Nutrition Assistance Program (SNAP, previously food stamps) and initiating recovery efforts; reducing Medicaid costs by identifying other insurers or parties responsible for paying a beneficiary's medical expenses; providing internal and independent audits for DPHHS programs; providing independent fair hearings for clients and providers participating in DPHHS programs; providing informal dispute resolution conferences for nursing facilities that dispute deficiency citations; monitoring and evaluating health maintenance organizations (HMOs) for quality assurance and network adequacy; maintaining a registry of certified nurse aides; approving and monitoring training programs for nurse aides; operating the Certificate of Need program; ensuring department compliance with the federal Health Information Portability and Accountability Act; and operating the medical marijuana registry.

The division has field offices in Anaconda, Billings, Bozeman, Great Falls, Havre, Hinsdale, Kalispell, Miles City, and Missoula.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	114.24	0.00	3.50	117.74	0.00	3.50	117.74
Personal Services	6,224,216	279,534	175,703	6,679,453	278,036	175,105	6,677,357
Operating Expenses	1,637,079	(19,784)	(40,307)	1,576,988	(8,523)	(90,307)	1,538,249
Grants	554,578	0	0	554,578	0	0	554,578
Total Costs	\$8,415,873	\$259,750	\$135,396	\$8,811,019	\$269,513	\$84,798	\$8,770,184
General Fund	2,318,099	109,020	(85,448)	2,341,671	110,794	(85,448)	2,343,445
State/Other Special	424,193	61,042	183,545	668,780	61,487	182,804	668,484
Federal Special	5,673,581	89,688	37,299	5,800,568	97,232	(12,558)	5,758,255
Total Funds	\$8,415,873	\$259,750	\$135,396	\$8,811,019	\$269,513	\$84,798	\$8,770,184

**OPERATIONS SERVICES BRANCH-6906
QUALITY ASSURANCE DIVISION-08**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$49,771)	(\$49,771)
FY 2013	(\$49,771)	(\$49,771)

PL- 55140 - 17-7-140 Operational Reductions -

This decision package reduces the general fund base budget by \$49,771 each year of the biennium for the Quality Assurance Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The division will make operations reductions in the areas of travel, conferences, supplies, newspaper ads, cell phone use, postage, and contracting.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$16,649	\$4,753
FY 2013	\$27,490	\$7,846

PL- 80003 - Non DofA rent adjustment -

This Quality Assurance Division request is for \$16,649 total funds, including \$4,753 in general fund in FY 2012 and for \$27,490 total funds, including \$7,846 in general fund in FY2013 to pay the leases on non-state owned buildings.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$29,620	\$0
FY 2013	\$29,620	\$0

PL- 80005 - Medical Marijuana Program Annualization -

This decision package requests \$29,620 increased funding authority in state special revenue funds each year of the biennium to the Quality Assurance Division for the Medical Marijuana program. The funds will be used for increases in the participants in the program and for added cost in the production and issuance of registry identification cards.

-----New Proposals-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$4,895	(\$85,448)
FY 2013	\$4,656	(\$85,448)

NP- 55408 - 4% Personal Services GF Reduction -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Quality Assurance Division by \$170,896 in general fund, increases state special revenue funding by \$205,706, and reduces federal funding by \$25,259 for the 2013 biennium to implement this reduction. The general fund savings will be realized through reassignment of three positions from a unit paid through a combination of general, state special revenue, and federal funds to units paid with state special revenue funds or federal funds. The overall increase of \$9,551 in total funds is a result of a change in classification of these positions.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$50,000	\$0
FY 2013	\$0	\$0

NP- 80001 - Nurse Aide Registry Database -

This decision package is for \$50,000 in federal title 18 funds in FY2012 to support an electronic database to track the federal requirement for a Nurse's Aide Registry, a registry the Quality Assurance Division administers for Certified Nurse Aides in Montana.

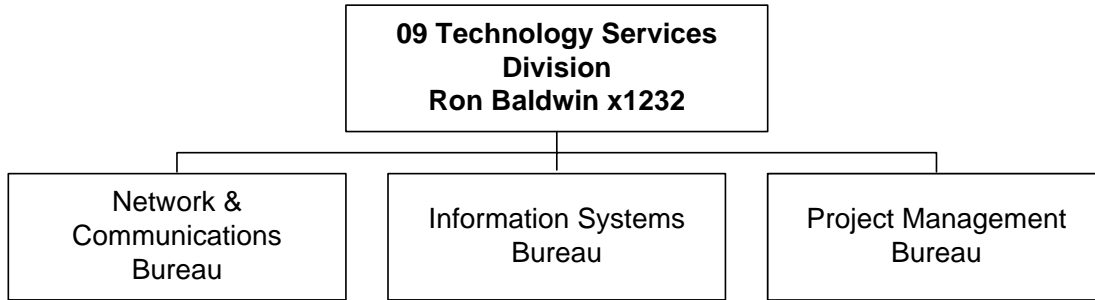
**OPERATIONS SERVICES BRANCH-6906
QUALITY ASSURANCE DIVISION-08**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$80,501	\$0
FY 2013	\$80,142	\$0

NP- 80002 - Medical Marijuana Program Staffing -

This decision package requests \$160,643 increased state special revenue funding authority for the 2013 biennium to the Quality Assurance Division for staffing adjustments for the Medical Marijuana program. The funds will be used to address staffing needs for processing of the applications for patients and care givers. This request is for the difference in funding between base year costs associated with temporary personnel services and the estimated cost for 3.50 permanent FTE.

OPERATIONS SERVICES BRANCH-6906 TECHNOLOGY SERVICES DIVISION-09



Program Description - The Technology Services Division is responsible for the management, implementation and operations of information technology (IT) systems and infrastructure that directly support department programs. The division administrator, who also serves as the department's chief information officer, is responsible for implementing strategic IT goals and objectives. TSD is made up of three bureaus that provide a wide range of IT services including computer programming, computer help desk functions, database support, web development, enterprise architecture, project management, IT contract management, data security, computer, and network services.

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 Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	56.10	0.00	0.00	56.10	0.00	0.00	56.10
Personal Services	4,196,624	(258,815)	0	3,937,809	(260,421)	0	3,936,203
Operating Expenses	18,102,989	199,959	(39,465)	18,263,483	934,793	(39,465)	18,998,317
Equipment & Intangible Assets	100,910	0	0	100,910	0	0	100,910
Debt Service	143,197	0	0	143,197	0	0	143,197
Total Costs	\$22,543,720	(\$58,856)	(\$39,465)	\$22,445,399	\$674,372	(\$39,465)	\$23,178,627
General Fund	9,529,407	(653,430)	(39,465)	8,836,512	(300,939)	(39,465)	9,189,003
State/Other Special	877,354	221,552	0	1,098,906	228,057	0	1,105,411
Federal Special	12,136,959	373,022	0	12,509,981	747,254	0	12,884,213
Total Funds	\$22,543,720	(\$58,856)	(\$39,465)	\$22,445,399	\$674,372	(\$39,465)	\$23,178,627

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$17,518)	(\$17,518)
FY 2013	(\$17,518)	(\$17,518)

PL- 55141 - 17-7-140 Reduction - Operations Reduction -

This decision package reduces the general fund base budget by \$17,518 each year of the biennium for the Technology Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The division will make operations reductions in areas of travel, conferences, supplies, newspaper ads, cell phone use, postage, and contracting.

**OPERATIONS SERVICES BRANCH-6906
TECHNOLOGY SERVICES DIVISION-09**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$40,368)	(\$40,368)
FY 2013	(\$40,368)	(\$40,368)

PL- 55142 - 17-7-140 Reductions - Systems Reductions M&E -

This decision package reduces the general fund base budget by \$40,368 each year of the biennium for the Technology Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The division will make operations reductions by reducing services provided in several contracts affecting agency data systems, such as: the Child and Adult Protective Services system; the systems for the Enforcement and Recovery of Child Support; and Montana Access.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$28,462)	(\$28,462)
FY 2013	(\$28,462)	(\$28,462)

PL- 55143 - 17-7-140 Reductions - Systems Reductions IVR Ports -

This decision package reduces the general fund base budget by \$28,462 each year of the biennium for the Technology Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The division will make operations reductions by reducing the number of ports (or phone lines) available on the Montana Access Interactive Voice Response (IVR) 1-800 system used by Montana citizens who are recipients of cash benefits paid on the agency's Montana Access debit card to call in to verify their balances and benefits.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,198,975	\$97,936
FY 2013	\$1,202,475	\$99,686

PL- 90004 - Systems M&E Contract Increases -

This request is for \$197,622 general fund, \$335,352 state special revenue funds, and \$1,868,476 federal funds authority for the 2013 biennium to the Technology Services Division. These funds support anticipated contractual cost increases for the large data systems currently supported under the Information Technology Facilities Management, Child and Adult Protective Services, and the system for the Enforcement and Recovery of Child Support contracts. Changes to federal and state program reporting requirements, rules, regulations, and identified system efficiencies and repairs are traditionally managed through a maintenance and enhancement contract. The division currently holds three contracts for legacy systems maintenance and enhancements (M&E). All of these contracts will have reached their expiration dates by the end of FY 2011.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$0
FY 2013	\$642,288	\$310,716

PL- 90007 - TANF/SNAP Systems M&E -

This request is for \$310,716 general fund and \$331,572 federal funds authority to the Technology Services Division for FY 2013 for anticipated contractual costs for the maintenance and enhancement of the TANF and SNAP eligibility determination and benefits payment systems. Changes to federal and state program reporting requirements, rules, regulations, and identified system efficiencies and repairs are traditionally managed through a maintenance and enhancement contract.

**OPERATIONS SERVICES BRANCH-6906
TECHNOLOGY SERVICES DIVISION-09**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$39,465)	(\$39,465)
FY 2013	(\$39,465)	(\$39,465)

NP- 55409 - 4% Personal Services GF Reduction -

The Governor has included a 4% reduction in general fund personal services as part of his budget recommendations. This decision package reduces the Technology Services Division by \$39,465 each year of the biennium to implement the budget reduction.

OPERATIONS SERVICES BRANCH-6906 MANAGEMENT & FAIR HEARINGS-16

16 Management & Fair Hearings
Bridgitt Erickson x2472

Program Description - The Management and Fair Hearings Office (MFH) is responsible for all the oversight and management of the Operations Branch of the Department. MFH is made up of two offices:

The Office of Budget & Finance manages the department's budgeting processes and provides guidance and support to the department's 11 divisions concerning the reporting and operation of their financial structure, as well as overseeing the day-to-day management of appropriations and operating budget changes for the agency. The office ensures that uniform budgeting processes are used throughout the department and promotes standards that present complex budgeting and accounting records in the most simplified manner.

The Office of Fair Hearings provides impartial administrative hearings for individuals or entities who have been negatively impacted by a program administered by the Department. The Office of Fair Hearings does not have jurisdiction over issues determined by the Child Support Enforcement Division.

Program Proposed Budget								
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013	
FTE	14.00	0.00	0.00	14.00	0.00	0.00	14.00	
Personal Services	935,508	113,191	0	1,048,699	112,222	0	1,047,730	
Operating Expenses	138,057	(2,237)	0	135,820	(2,122)	0	135,935	
Total Costs	\$1,073,565	\$110,954	\$0	\$1,184,519	\$110,100	\$0	\$1,183,665	
General Fund	426,233	44,325	0	470,558	43,939	0	470,172	
State/Other Special	30,990	4,647	0	35,637	4,587	0	35,577	
Federal Special	616,342	61,982	0	678,324	61,574	0	677,916	
Total Funds	\$1,073,565	\$110,954	\$0	\$1,184,519	\$110,100	\$0	\$1,183,665	

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$1,266)	(\$1,266)
FY 2013	(\$1,266)	(\$1,266)

PL- 55140 - 17-7-140 Operations Reduction -

This decision package reduces the general fund base budget by \$1,266 each year of the biennium for the Management and Fair Hearings program. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The program will make operations reductions in the areas of travel, conferences, supplies, newspaper ads, cell phone use, postage, and contracting.

PUBLIC HEALTH-6907
PUBLIC HEALTH & SAFETY DIVISION-07

6907 Public Health & Safety
Jane Smilie x0303

Mission Statement - The mission of the Public Health and Safety Division (PHSD) is to improve the health of Montanans to the highest possible level.

Program Description - Program Description - The division provides a wide range of public health services to individuals and communities that are aimed at prevention of disease and promotion of health. Services are provided through nearly 500 contracts with a broad range of private and public providers, including local and tribal public health departments, clinics, hospitals and other community-based organizations. Programs administered by the division include, but are not limited to:

- 1) Clinical and environmental laboratory services;
- 2) Chronic and communicable disease prevention and control;
- 3) Maternal and child public health services;
- 4) Public health emergency preparedness;
- 5) Women's, Infants and Children's Special Nutrition Program (WIC);
- 6) Food and Consumer Safety; and
- 7) Emergency Medical Services.

Statutory Authority - 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.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	193.50	0.00	2.50	196.00	0.00	2.50	196.00
Personal Services	10,896,808	547,108	206,887	11,650,803	545,781	206,224	11,648,813
Operating Expenses	12,741,886	78,531	602,028	13,422,445	83,464	602,028	13,427,378
Equipment & Intangible Assets	277,242	0	0	277,242	0	0	277,242
Grants	22,355,513	(39,384)	732,434	23,048,563	(39,384)	734,507	23,050,636
Benefits & Claims	13,892,311	0	0	13,892,311	0	0	13,892,311
Total Costs	\$60,163,760	\$586,255	\$1,541,349	\$62,291,364	\$589,861	\$1,542,759	\$62,296,380
General Fund	3,396,584	34,187	(65,245)	3,365,526	31,790	(65,245)	3,363,129
State/Other Special	18,024,188	304,801	0	18,328,989	311,676	0	18,335,864
Federal Special	38,742,988	247,267	1,606,594	40,596,849	246,395	1,608,004	40,597,387
Total Funds	\$60,163,760	\$586,255	\$1,541,349	\$62,291,364	\$589,861	\$1,542,759	\$62,296,380

**PUBLIC HEALTH-6907
PUBLIC HEALTH & SAFETY DIVISION-07**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$3,212)	(\$3,212)
FY 2013	(\$3,212)	(\$3,212)

PL- 55140 - 17-7-140 Reductions - Optimizing Fed Funding BRFSS -

This request reduces the general fund support for Behavioral Risk Factor Surveillance System (BRFSS) by \$3,212 per year of the biennium. This amount represents the 5% budget reduction per 17-7-140, MCA, that is above the amount removed from the base FY 2010 expenditure level. The Public Health and Safety Division will make reductions in expenditures in the areas of travel, conferences, supplies, newspaper ads, cell phone use, postage and contracting.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$39,384)	(\$39,384)
FY 2013	(\$39,384)	(\$39,384)

PL- 55141 - 17-7-140 Reduction - Optimizing Fed Poison Cont -

This request reduces the general fund support for Poison Control by \$39,384 per year of the biennium. This amount represents the 5% budget reduction per 17-7-140, MCA, that is above the amount removed from the base FY 2010 expenditure level. The Public Health and Safety Division will make reductions in expenditures in the areas of travel, conferences, supplies, newspaper ads, cell phone use, postage and contracting.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$4,947)	(\$4,947)
FY 2013	(\$4,947)	(\$4,947)

PL- 55142 - 17-7-140 Reductions Operations Efficiencies -

This decision package reduces the general fund base budget \$4,947 each year of the biennium for the Public Health and Safety Division. This amount represents the 5% budget reduction per 17-7-140, MCA, that is above the amount removed from the base FY 2010 expenditure level. The Public Health and Safety Division will make reductions in expenditures in the areas of travel, conferences, supplies, newspaper ads, cell phone use, postage and contracting.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$125,000	\$0
FY 2013	\$125,000	\$0

PL- 70004 - Increased authority for State Laboratory -

This request adds \$125,000 each year of the biennium in state special revenue to meet projected increases in DPHHS laboratory supplies and other operating expenses. The expenses for laboratory supplies and other operating expenses are expected to increase an estimated 4% or \$125,000 each year. This estimate is based on maintaining current level test volumes. Increased expenses will be covered by laboratory fees.

**PUBLIC HEALTH-6907
PUBLIC HEALTH & SAFETY DIVISION-07**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$65,245)	(\$65,245)
FY 2013	(\$65,245)	(\$65,245)

NP- 55407 - 4% Personal Services GF Bud Reduction -

The Governor has included a 4% reduction in general fund personal services budgets as part of his budget recommendations. This decision package reduces the Public Health and Safety Division by \$65,245 per year of the biennium to implement the budget reduction. This reduction includes the elimination of 1.00 FTE.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$71,453	\$0
FY 2013	\$71,453	\$0

NP- 70105 - Health Professions Loan Repayment Program -

This request adds \$71,453 each year of the biennium in federal funds to support the loan repayment program for health professionals, who practice in designated shortage areas, accept Medicaid and Medicare, and offer sliding scale payments. The funds will be used to pay for student loans up to \$15,000 per year for two years.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$348,942	\$0
FY 2013	\$350,000	\$0

NP- 70106 - Asthma Control Program -

This request adds 2.50 FTE and approximately \$350,000 each year of the biennium in federal funds to address asthma from a public health perspective. DPHHS received a cooperative agreement award from the Centers for Disease Control and Prevention for approximately \$350,000 per year. These funds are used to: support primary care practices to improve the quality of asthma care; provide public education regarding tobacco use/cessation related to asthma; and for a school grant program.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$846,199	\$0
FY 2013	\$846,551	\$0

NP- 70107 - Colorectal Cancer Screening -

This request adds 1.00 FTE and \$1.7 million of federal funds in the biennium to support the colorectal cancer screening program. DPHHS received a cooperative agreement from the Centers for Disease Control and Prevention to implement the colorectal cancer screening program for under-insured and uninsured Montanans aged 50 to 64 years. This program is designed to provide public awareness regarding screening and to implement policy and systems approaches to increase screening among the broader Montana population.

**PUBLIC HEALTH-6907
PUBLIC HEALTH & SAFETY DIVISION-07**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$300,000	\$0
FY 2013	\$300,000	\$0

NP- 70108 - WIC Infrastructure Funding -

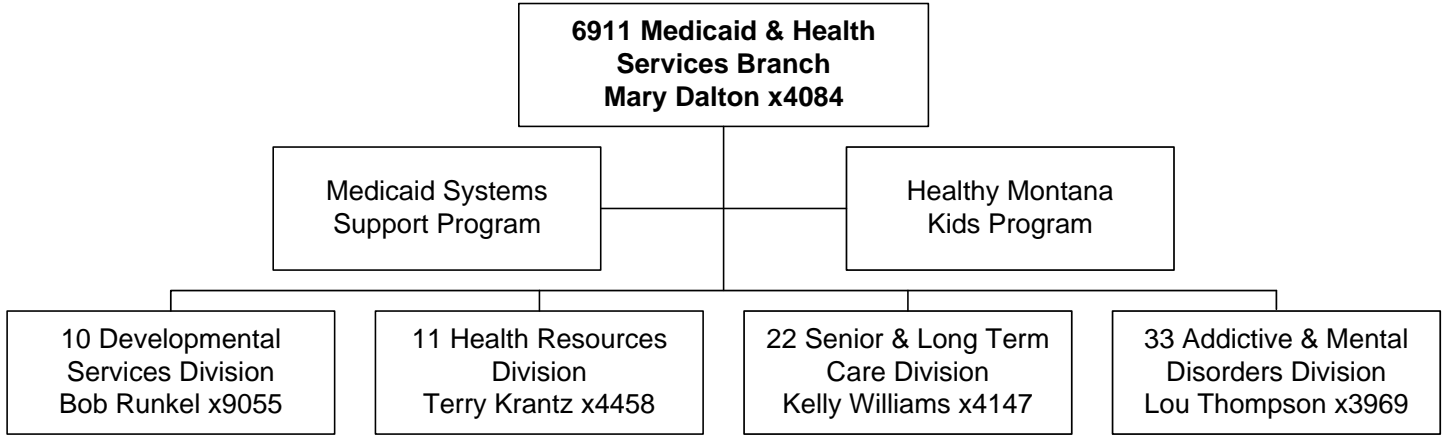
This request adds \$300,000 each year of the biennium in federal funding to support Women, Infants, and Children (WIC) infrastructure efforts. These funds will be used for the development and support of projects, including rebranding of WIC educational materials, promotion of locally grown produce, and working with farmers markets.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$40,000	\$0
FY 2013	\$40,000	\$0

NP- 70109 - Diabetes Prevention -

This request adds \$40,000 each year of the biennium in federal funding to support Diabetes Prevention. DPHHS received a cooperative agreement from the Centers for Disease Control and Prevention to support the delivery of the department's cardiovascular disease and diabetes prevention program. This program brings lifestyle intervention to remote rural communities through tele-health videoconferencing. These funds are also being used to support training for health professionals from Tribal Health Departments and Indian Health Service Units regarding implementing the diabetes prevention program lifestyle curriculum.

MEDICAID & HEALTH SERVICES BRANCH-6911

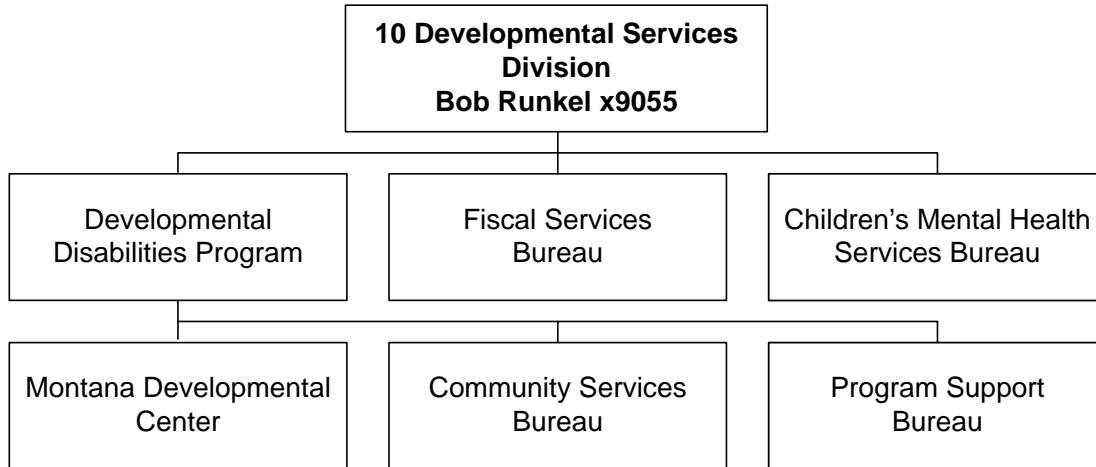


Mission Statement - Coordinate Medicaid and Health Services Programs to optimize efficient delivery of services.

Statutory Authority - Title 53 Social Services and Institutions and Title 2 Chapter 4, MCA

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	1,298.32	0.00	1.80	1,300.12	0.00	(2.49)	1,295.83
Personal Services	67,485,627	4,280,855	(18,135)	71,748,347	4,307,481	(290,148)	71,502,960
Operating Expenses	42,292,043	3,365,106	250,892	45,908,041	4,201,513	228,178	46,721,734
Equipment & Intangible Assets	180,673	0	0	180,673	0	0	180,673
Grants	14,244,574	280,196	0	14,524,770	296,707	0	14,541,281
Benefits & Claims	909,270,789	197,315,062	4,755,397	1,111,341,248	237,670,370	6,063,547	1,153,004,706
Debt Service	13,104	0	0	13,104	0	0	13,104
Total Costs	\$1,033,486,810	\$205,241,219	\$4,988,154	\$1,243,716,183	\$246,476,071	\$6,001,577	\$1,285,964,458
General Fund	213,499,708	119,829,308	(2,487,667)	330,841,349	111,184,403	(2,307,492)	322,376,619
State/Other Special	91,819,929	18,657,581	1,498,838	111,976,348	38,668,889	1,511,387	132,000,205
Federal Special	728,167,173	66,754,330	5,976,983	800,898,486	96,622,779	6,797,682	831,587,634
Total Funds	\$1,033,486,810	\$205,241,219	\$4,988,154	\$1,243,716,183	\$246,476,071	\$6,001,577	\$1,285,964,458

MEDICAID & HEALTH SERVICES BRANCH-6911 DISABILITY SERVICES DIVISION-10



Program Description - The Developmental Services Division (DSD) assists Montanans with disabilities and children with mental health needs to live, work, and participate in their communities. The division includes the Developmental Disabilities Program, the Montana Developmental Center, and the Children's Mental Health Bureau. The division provides or contracts for institutional care, inpatient care, residential services, home and community based services, and case management.

The Developmental Disabilities Program operates three home and community based Medicaid waivers, the state's IDEA early intervention program, and the state facility for behavioral treatment at the Montana Developmental Center in Boulder. These services include transportation, residential and work habilitation, adaptive equipment, and some medical services not covered by state plan Medicaid.

The Children's Mental Health Bureau manages a continuum of services to address the needs of youth with serious emotional disturbance and their families. These services are funded by Medicaid and offered by Medicaid enrolled providers. In addition, the bureau builds linkages to other child serving agencies to support the development of a system of care for youth.

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 Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	367.92	0.00	(8.71)	359.21	0.00	(13.00)	354.92
Personal Services	17,811,546	1,392,992	(341,765)	18,862,773	1,407,044	(611,898)	18,606,692
Operating Expenses	6,256,198	(130,485)	(21,147)	6,104,566	(115,775)	(31,406)	6,109,017
Grants	400,941	0	0	400,941	0	0	400,941
Benefits & Claims	164,418,427	18,426,020	1,854,314	184,698,761	19,912,028	3,162,464	187,492,919
Total Costs	\$188,887,112	\$19,688,527	\$1,491,402	\$210,067,041	\$21,203,297	\$2,519,160	\$212,609,569
General Fund	53,214,370	23,044,875	(1,753,663)	74,505,582	24,322,800	(1,576,982)	75,960,188
State/Other Special	5,607,178	0	0	5,607,178	0	0	5,607,178
Federal Special	130,065,564	(3,356,348)	3,245,065	129,954,281	(3,119,503)	4,096,142	131,042,203
Total Funds	\$188,887,112	\$19,688,527	\$1,491,402	\$210,067,041	\$21,203,297	\$2,519,160	\$212,609,569

**MEDICAID & HEALTH SERVICES BRANCH-6911
DISABILITY SERVICES DIVISION-10**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$688,470
FY 2013	\$0	\$1,346,538

PL- 10001 - FMAP Adj - DD & CMH -

This request provides an increase in general fund and a decrease in federal Medicaid funds over the biennium due to a projected change in Federal Medical Assistance Percentage (FMAP) rates for FY 2012 and FY 2013 as they apply to Developmental Disabilities Program and Children's Mental Health Program benefit expenditures. The decrease in federal funds is equal to the increase in general fund in the amount of \$688,470 in FY 2012 and \$1,346,538 in FY 2013.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$8,821,708	\$2,982,619
FY 2013	\$9,830,490	\$3,367,926

PL- 10002 - Med Ben - CMH Caseload -

This request is for general fund and federal Medicaid funds to support projected caseload increases for children receiving mental health services. The funding request is for \$18.7 million total funds, \$6.4 million general fund, over the 2013 biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$7,591,366	\$2,564,364
FY 2013	\$8,068,592	\$2,764,300

PL- 10003 - Med Ben - DD Caseload -

This request is for general fund and federal Medicaid funds to support ongoing Medicaid caseload and service utilization projections for individuals receiving Developmental Disabilities Program services, including comprehensive waiver, community services waiver and autism waiver services. The funding request is for \$15.7 million total funds, \$5.3 million general fund, over the 2013 biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$927,631	\$927,631
FY 2013	\$933,187	\$933,187

PL- 10006 - Restore OT/Holidays Worked -

This request provides \$1.9 million general fund over the 2013 biennium to adjust for zero-based personal services funding. This is not a request for new funding. This request is necessary to maintain minimum Montana Developmental Center (MDC) staffing requirements at this 24-hour day, 7-days-a-week facility and to maintain Medicaid certification.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$6,312	\$2,015
FY 2013	\$15,462	\$4,764

PL- 10007 - Non DofA rent adjustment -

The Developmental Services Division requests \$21,774 total funds, \$6,779 general fund, over the biennium for rent increases for offices in non-state owned buildings. The increases are negotiated in the lease agreements for field offices across the state.

**MEDICAID & HEALTH SERVICES BRANCH-6911
DISABILITY SERVICES DIVISION-10**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,012,946	\$679,973
FY 2013	\$2,012,946	\$689,636

PL- 10008 - Med Ben - Annualization of Service Expansion -

This request is for general fund and federal Medicaid funds to support FY 2011 Medicaid caseload levels for individuals receiving Developmental Disabilities Program services, including comprehensive waiver and autism waiver services. These individuals entered waiver services during the 2011 biennium; however, their annual cost plans were not part of base budget due to timing. The funding request is for \$4.0 million total funds, \$1.4 million general fund, over the 2013 biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$165,013
FY 2013	\$0	\$168,077

PL- 10009 - FMAP Adj - DD Operating Costs -

This request provides a \$0.3 million increase in general fund and a \$0.3 million decrease in federal Medicaid funds over the biennium due to a projected change in Federal Medical Assistance Percentage (FMAP) rates for FY 2012 and FY 2013 as they apply to Developmental Disabilities Program operating costs.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$924,237)	(\$924,237)
FY 2013	(\$924,237)	(\$924,237)

PL- 10010 - Reduction to DSD Base -

In FY 2010, Developmental Services Division experienced increased service needs in the Comprehensive Services Waiver (for residential, group home, and day treatment services) beyond the budgeted benefit appropriation. Funds were available in other areas of the division. This negative decision package removes \$924,237 in general fund from the base and brings the program back to the level established by the 2009 Legislature.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$924,237	\$924,237
FY 2013	\$924,237	\$924,237

PL- 10011 - Re-establish Comprehensive Waiver Base -

This is a request for \$924,237 each year of the biennium in general fund to bring the Comprehensive Services Waiver back to the FY 2010 expenditure level. Additional funding was needed to provide services for residential, group home and day treatment clients, and the division anticipates the continuing need for these client services.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$98,584)	(\$98,584)
FY 2013	(\$98,584)	(\$98,584)

PL- 55140 - 17-7-140 reductions - Operations Efficiency -

This decision package reduces the general fund base by \$98,584 for each year of the biennium for the Developmental Services Division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The Developmental Services Division will make operations reductions through efficiencies in the areas of travel, conferences, supplies, newspaper ads, cell phone use, postage and contracting.

**MEDICAID & HEALTH SERVICES BRANCH-6911
DISABILITY SERVICES DIVISION-10**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$642,338	\$216,982
FY 2013	\$642,338	\$220,065

NP- 10103 - Med Ben - Restore Autism Group Home -

This request is for \$1.3 million total funds, \$0.4 million general fund over the 2013 biennium to restore OTO funding from the 2009 Legislative Session for a group home for people with autism. This group home is at capacity. Four people remain in treatment.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$370,097	\$125,019
FY 2013	\$1,257,126	\$430,691

NP- 10104 - Med Ben - MDC Transition to Waiver -

This request is for \$1.6 million total funds, \$0.6 million general fund over the 2013 biennium to support services in community for individuals residing at MDC, whose commitments have expired and who are referred for community placement.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	(\$2,017,138)
FY 2013	\$0	(\$2,017,138)

NP- 10107 - Med Ben - DD Refinancing -

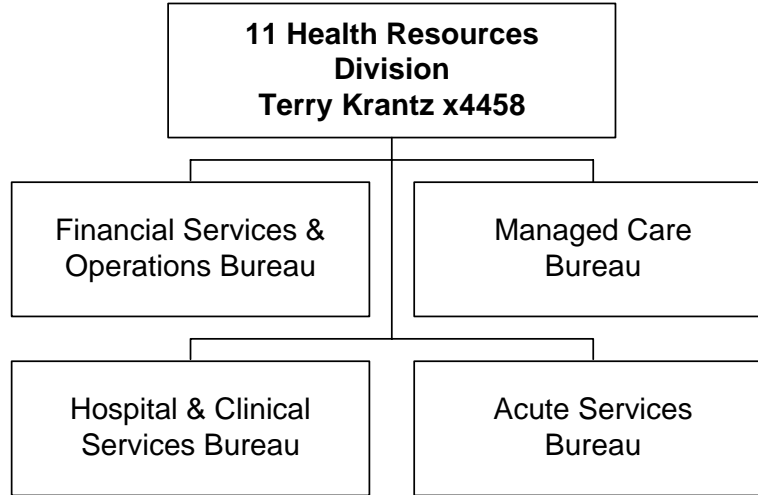
This request is for a decrease of \$4.0 million general fund and an increase of \$4.0 million federal Medicaid funds over the biennium to support the transition of individuals in DDP funded services from state only funded services to services funded with federal Medicaid participation. This decision package would transfer approximately \$3 million per year of state-only funded cost plans to cost plans funded with federal Medicaid participation at the FMAP rate. This proposal increases the Medicaid caseload and Medicaid costs, but also reduces the general fund support of these cost plans by \$2 million per year. The general fund savings is equivalent to the increased federal participation.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$478,967	(\$78,526)
FY 2013	\$619,696	(\$210,600)

NP- 55410 - 4% GF - MDC Reconfiguration -

This decision package is part of the department's 4% general fund personal services reduction. This request is for \$1.1 million total funds (a decrease of \$0.3 million general fund and an increase of \$1.4 million federal Medicaid funds) over the 2013 biennium to reconfigure the operations of MDC and move people residing at MDC to services in community settings. The general fund reduction here will be the result of staffing reductions associated with placement of twelve individuals at MDC, who have been referred for community placement and a simultaneous reduction to the number of licensed beds.

MEDICAID & HEALTH SERVICES BRANCH-6911 HEALTH RESOURCES DIVISION-11



Program Description - The Health Resources Division (HRD) administers Medicaid primary care services, Healthy Montana Kids (formerly the Children’s Health Insurance Program), and Big Sky Rx. The purpose of the division is to improve and protect the health and safety of Montanans. The division reimburses private and public providers for a wide range of preventive, primary, and acute care services. Major service providers include: physicians, public health departments, clinics, hospitals, dentists, pharmacies, durable medical equipment, and mental health providers. The division develops tools, measurements and reports necessary to allow division management to administer and control programs and expenditures in the division, and to report those results in an accurate and timely manner to others. The division strives to provide superior customer service in a respectful, fair, and timely manner.

The majority of services in the division are funded through Medicaid. Medicaid is a voluntary state/federal partnership that reimburses for medical services for the aged, blind, disabled, children and low-income families. The division administers Healthy Montana Kids (HMK) as a separate health insurance program and contracts with Blue Cross Blue Shield to provide third party administrator services. HMK dental and eyeglasses benefits are reimbursed directly by the department. HMK is a voluntary state/federal partnership that reimburses for medical services for children at or below 250% of poverty. HMK eligibility is determined by division staff.

Big Sky Rx is a state-funded program that helps Montanans, who are at or below 200% of poverty and who are eligible for the Medicare Part D prescription drug program, pay for their Medicare premium. Big Sky Rx eligibility is determined by division staff. A related program, PharmAssist, pays for prescription drug counseling by a pharmacist and provides drug information and technical assistance to all Montanans.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	76.00	0.00	20.00	96.00	0.00	20.00	96.00
Personal Services	3,859,994	453,686	882,144	5,195,824	450,801	880,162	5,190,957
Operating Expenses	8,446,921	1,508,660	305,163	10,260,744	1,774,056	292,355	10,513,332
Equipment & Intangible Assets	2,950	0	0	2,950	0	0	2,950
Benefits & Claims	475,835,262	143,389,003	3,866,525	623,090,790	177,983,037	3,866,525	657,684,824
Total Costs	\$488,145,127	\$145,351,349	\$5,053,832	\$638,550,308	\$180,207,894	\$5,039,042	\$673,392,063
General Fund	64,901,357	61,981,527	187,864	127,070,748	50,039,555	191,358	115,132,270
State/Other Special	47,033,799	14,737,079	1,498,838	63,269,716	33,490,906	1,511,387	82,036,092
Federal Special	376,209,971	68,632,743	3,367,130	448,209,844	96,677,433	3,336,297	476,223,701
Total Funds	\$488,145,127	\$145,351,349	\$5,053,832	\$638,550,308	\$180,207,894	\$5,039,042	\$673,392,063

**MEDICAID & HEALTH SERVICES BRANCH-6911
HEALTH RESOURCES DIVISION-11**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$81,920,153	\$23,455,855
FY 2013	\$97,401,747	\$25,728,600

PL- 11001 - Medicaid Benefits - Physical Health Caseload -

This request for the Health Resources Division is necessary to reflect changes in Medicaid caseload including the number of eligible, utilization, and patient acuity levels. Examples of caseload services are: inpatient, outpatient, dental, pharmacy, and physicians. This decision package requests \$179.3 million in total funds. The biennial funding is \$48.6 million in general fund, \$7,859 in state special revenue, and \$130.6 million in federal funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,746,387	\$928,553
FY 2013	\$3,466,387	\$1,187,584

PL- 11002 - Medicaid Benefits - Medicare Buy-In Caseload -

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 \$6.2 million over the biennium with \$2,116,137 in general fund. The program is mandated by federal law.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$114,121	\$38,584
FY 2013	\$262,863	\$90,056

PL- 11003 - Medicaid Benefits - For Workers w/ Disabilities Caseload -

This decision package requests \$376,984 over the biennium. The funding for the biennium is \$128,640 general fund and \$248,344 in federal funds. Federal statutes authorize states to enact a Medicaid buy-in program for workers with disabilities and allows them to set their own eligibility requirements for the buy-in programs, Montana's eligibility standards cover people to 250% of the federal poverty level. This program allows workers with disabilities, whose resources or income exceeds the limits for eligibility under existing coverage groups, to qualify for Medicaid. The program eliminates a significant barrier, which prevented people from working due to loss of comprehensive health care coverage.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$98,771	\$23,310
FY 2013	\$148,897	\$35,661

PL- 11004 - Medicaid Benefits - Breast & Cervical Cancer Caseload -

This request is for \$247,668 for the biennium including \$58,971 general fund and \$188,697 in federal funds to continue to provide funding for the Medicaid expenditures related to the Breast & Cervical Cancer Treatment Program for those individuals determined to be Medicaid eligible.

**MEDICAID & HEALTH SERVICES BRANCH-6911
HEALTH RESOURCES DIVISION-11**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$2,569,918
FY 2013	\$0	\$3,879,402

PL- 11005 - FMAP Adjustment - HRD Medicaid -

This request is for \$6.4 million in general fund and an equal reduction of \$6.4 million in federal funds. This decision package reflects the federal participation rate change (FMAP).

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,033,190	\$2,033,190
FY 2013	\$3,115,190	\$3,115,190

PL- 11008 - Medicaid Benefits - Clawback Caseload -

This decision package provides the financing necessary to increase the Clawback payment, subject to changes in caseload. This is a request for \$5.1 million in general fund over the biennium. The Medicare Modernization ACT (MMA) requires the federal government to pay prescription drug costs for Medicaid clients, who had previously been covered in part by states. States are required to pay back to the federal government a phased down contribution known as Clawback. The Clawback amount is adjusted each year based on Montana's medical expenditures.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$16,249,579	\$0
FY 2013	\$28,436,763	\$0

PL- 11009 - Medicaid Benefits - IHS Caseload -

This decision package reflects projected caseload and federal rate increases as well as major modification to the method of payment for services for the Medicaid Indian Health Services program. The establishment of rates for Indian Health Services will now be based on an encounter (per visit) rate rather than an all-inclusive rate, which covers multiple services received in one day with one billed claim. This request is 100% pass through of federal funds. Federal funds requested in FY 2012 are \$16,249,579 and \$28,436,763 in FY 2013.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$4,198,641	\$4,198,641
FY 2013	\$4,198,641	\$4,198,641

PL- 11010 - FMAP Adjustment - Clawback -

This decision package is the financing necessary to increase the Clawback payment that was due to changes in the ARRA FMAP. This request is for \$8,397,282 in general fund for the biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$250,000	\$125,000
FY 2013	\$250,000	\$125,000

PL- 11011 - Hospital Cost Rpt Audit Contract Increases -

The decision package requests \$500,000 for hospital cost report audits. The funding for this decision package is \$250,000 general fund and \$250,000 in federal funds over the biennium. The audits are required by federal law and are critical for calculating items related to disproportionate share payments.

**MEDICAID & HEALTH SERVICES BRANCH-6911
HEALTH RESOURCES DIVISION-11**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$0
FY 2013	\$0	\$0

PL- 11016 - EFMAP Adjustment - HMK -

This decision package reflects the Enhanced Federal Medical Assistance Percentage (EFMAP) participation rate change. This adjustment provides funding for the change in Healthy Montana Kids EFMAP over the biennium. This requests \$744,126 in state special revenue and reduces \$744,126 in federal funds over the biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$17,947,757	\$0
FY 2013	\$21,326,257	\$0

PL- 11017 - HMK - CHIP - Caseload -

This request reflects the caseload growth for Healthy Montana Kids (HMK). This caseload consists of the number of eligible, utilization, and patient acuity levels for those who are between 133%-250% of the federal poverty level. This decision package requests \$39.2 million in total funds. The biennial funding is \$9.3 million in state special and \$29.9 million in federal funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$23,024,847	\$0
FY 2013	\$25,131,135	\$0

PL- 11020 - Medicaid Benefits - HMK Expansion Caseload -

This request reflects the caseload growth for Healthy Montana Kids (HMK). This caseload consists of the number of eligible, utilization, and patient acuity levels for those who are between 101%-133% of the federal poverty level. This decision package requests \$48.1 million in total funds. The biennial funding is \$11.4 million in state special and \$36.7 million in federal funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$421,537	\$106,547
FY 2013	\$640,242	\$161,827

PL- 11022 - CPI - MMIS Components -

This request is for \$1,061,779 total funds for the biennium. The biennial funding is \$268,374 in general fund and \$793,405 in federal funds. This request reflects the pricing adjustment for 3 components (Smart PA, Impact Pro, and Enrollment Broker) of the Medicaid Management Information System within the Health Resources Division.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$0
FY 2013	\$0	(\$16,984,522)

PL- 11023 - Medicaid Benefits Hold Harmless Account - OTO -

This decision package requests the authority to spend \$16.9 million in FY 2013 in state special revenue and reduce general fund in the same amount one time only. A Medicaid reserve account was established in HB 645, Section 34. Funds in the account must be used by the department for Medicaid benefits after June 30, 2011.

**MEDICAID & HEALTH SERVICES BRANCH-6911
HEALTH RESOURCES DIVISION-11**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$2,991,314)	\$0
FY 2013	(\$3,506,427)	\$0

PL- 11112 - Hospital Utilization Fee Authority -

This decision package is an increase in state special authority of \$8,429,553 and a decrease of \$14,927,294 in federal funds due to the change in FMAP. The Montana Medicaid program has historically reimbursed the Montana hospitals at a rate less than the cost of providing hospital services to the Medicaid clients. This provides for the Montana Hospital Utilization Fee to be used as the state match to draw down a federal allotment to increase Medicaid hospital reimbursement.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$145,000	\$0
FY 2013	\$145,000	\$0

PL- 11113 - Administrative Claiming - MAC & MAM -

This request is for \$290,000 in federal funds for the biennium. It provides funding for the administrative match claiming with the seven tribal governments. This provides a method of federal reimbursement for eligible Medicaid Title XIX outreach and administrative services, currently performed by both the school districts and tribal nations.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$307,268)	(\$307,268)
FY 2013	(\$307,268)	(\$307,268)

PL- 11122 - Reduction to HRD Base -

Health Resources Division experienced increased service demands in Medicaid hospital services beyond the budgeted benefit appropriation. Funds were available in other areas of the department. This negative decision package removes \$307,268 in general fund from the base and brings the program back to the level established by the 2009 Legislature.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$307,268	\$307,268
FY 2013	\$307,268	\$307,268

PL- 11123 - Re-establish Medicaid Hospital Services Base -

This is a request for \$307,268 general fund each year of the biennium to bring Medicaid hospital services back to the FY 2010 expenditure level. Additional funding was needed to provide for hospital services, and the division anticipates the continuing need for this level of services.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$1,268,960)	(\$1,268,960)
FY 2013	(\$1,268,960)	(\$1,268,960)

PL- 55140 - 17-7-140 Reduction -Pharmacy Savings w/SMAC Program -

This decision package reduces the general fund base budget by \$1,268,960 each year of the biennium in the Health Resources Division. This amount is the portion of the budget reduction per 17-7-140. This change is a result of the State Maximum Allowable Cost (SMAC) program.

**MEDICAID & HEALTH SERVICES BRANCH-6911
HEALTH RESOURCES DIVISION-11**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,340,000	\$0
FY 2013	\$2,340,000	\$0

NP- 11014 - Health Care Reform Rebate Reduction -

This request is for \$4,680,000 for the biennium. The biennial funding for this decision package is \$1,592,838 state special revenue funds and \$3,087,162 in federal funds. Montana had supplemental rebate agreements in place in excess of the federal minimum rebate amounts and previously collected the state share of these rebates. A change in the Patient Protection and Affordable Care Act increases the minimum federal rebate in many cases from 15.1% to 23.1%. Effective January 1, 2010, the federal government will collect 100% of the rebate between the previous minimum rebate amount and the new minimum. This change will result in loss of the state share of a portion of supplemental rebates that were collected. It is estimated that this change will decrease Montana's share of rebates by \$2,340,000 each year.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$776,525	\$262,543
FY 2013	\$776,525	\$266,037

NP- 11027 - Medicaid Benefits - Indian Property Exclusion -

This request is for \$1,553,050 total funds for the biennium. The biennial funding is \$528,580 in general fund and \$1,024,470 in federal funds. This decision package provides the funding for a change in eligibility determination under Medicaid for Native Americans. This change prohibits consideration of four classes of property from resources determining Medicaid eligibility. It also provides for protection for Certain Indian Property for Medicaid Estate Recovery. Certain income, resources, and property will remain exempt from Medicaid estate recovery, if they are exempted under Section 1917(b) (3) of the Social Security Act instructions regarding Indian tribes as of April 1, 2003.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$591,966	\$0
FY 2013	\$591,364	\$0

NP- 11029 - Medicaid Benefits - Family Planning -

This decision package requests 5.00 FTE that would be used for the family planning program. This request is for \$591,666 in state special revenue funds and \$591,664 in federal funds over the biennium. The personnel would be used to perform functions for the Medicaid family planning, including program development, eligibility determinations, and operations. Previously, Montana had submitted a waiver request to add this group prior to the passage of the Affordable Care Act (ACA) and was awaiting action by the Centers for Medicaid and Medicare (CMS). Now, under the ACA, family planning services are available as a state plan service.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$750,000	\$0
FY 2013	\$750,000	\$0

NP- 11119 - Medicaid Benefits - Restore Adult Transplants -

This decision package makes permanent coverage for adults to obtain a non-experimental organ or tissue transplant. This request is for \$1.5 million total funds for the biennium. The biennial funding is \$510,525 in state special revenue (tobacco tax) and \$989,475 in federal funds.

**MEDICAID & HEALTH SERVICES BRANCH-6911
HEALTH RESOURCES DIVISION-11**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$670,020	\$0
FY 2013	\$655,832	\$0

NP- 11121 - Make Temporary HMK FTE Permanent -

This request would provide 15.00 FTE and \$315,196 in state special revenue and \$1,010,656 in federal funding over the biennium. The 2009 Legislature approved temporary full time equivalent (FTE) positions to implement the Healthy Montana Kids Plan (HMK), which expanded Children's Health Insurance Program (CHIP) eligibility for children from 175% to 250% of the federal poverty level. HMK Plus (Medicaid) has received the bulk of the increases in enrollment, and current eligibility staff is needed in order to continue determining eligibility for HMK. This request would allow the fifteen positions to be made permanent and maintain needed administrative and eligibility functions. The positions are funded with federal dollars and I-155 state special revenue funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$24,772)	(\$24,772)
FY 2013	(\$24,772)	(\$24,772)

NP- 55411 - 4% Personal Services Budget Reduction -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the general fund base budget for the Health Resources Division by \$24,772 per year and represents a 2% contract reduction. This amount was calculated based on the anticipated general fund budgeted for personal services and will reduce operating expenses in consultant and professional services category.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$49,907)	(\$49,907)
FY 2013	(\$49,907)	(\$49,907)

NP- 55420 - 17-7-140 Operation Efficiencies -

This decision package reduces the general fund base budget \$49,907 for each year of the biennium in the Health Resources division. This amount annualizes and makes permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. This request will eliminate the Oregon Health and Science Contract for the purpose of collaborating and weighing evidence-based benefits and design coverage. Loss of this contract reduces the capacity to develop evidence-based coverage and reimbursement policy for the Health Resources Division.

MEDICAID AND HEALTH SERVICES BRANCH-6911 MEDICAID AND HEALTH SERVICES MANAGEMENT-12

Program Description - The Medicaid Systems Support Program works in conjunction with the state Medicaid director and division administrators by providing oversight and guidance on management of the Medicaid programs. It also oversees the Medicaid Management Information System (MMIS) contractor that is responsible for the processing and payment of Medicaid claims. The Medicaid and Health Services Branch Manager is attached to this program for budget purposes.

Statutory Authorization can be found in 2-4-201, MCA.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	5.00	0.00	0.00	5.00	0.00	0.00	5.00
Personal Services	444,575	17,619	0	462,194	16,688	0	461,263
Operating Expenses	7,490,576	367,196	0	7,857,772	558,301	0	8,048,877
Total Costs	\$7,935,151	\$384,815	\$0	\$8,319,966	\$574,989	\$0	\$8,510,140
General Fund	2,195,280	126,925	0	2,322,205	172,309	0	2,367,589
State/Other Special	38,345	(1,637)	0	36,708	1,410	0	39,755
Federal Special	5,701,526	259,527	0	5,961,053	401,270	0	6,102,796
Total Funds	\$7,935,151	\$384,815	\$0	\$8,319,966	\$574,989	\$0	\$8,510,140

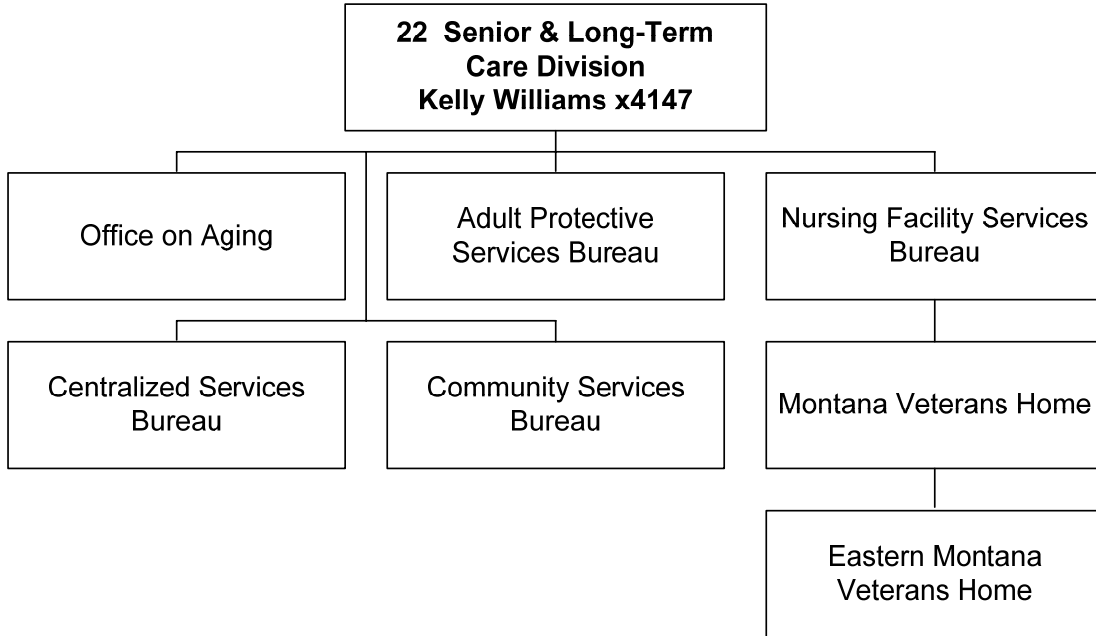
-----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$368,259	\$93,228
FY 2013	\$559,322	\$141,597

PL- 12001 - MMIS Contract Increase -

This decision package requests \$927,581 over the biennium for Medicaid Management Information System (MMIS) components (different from those requested in HRD, DP 11022). The current MMIS Fiscal Agent contract contains a pricing adjustment per an increase in CPI. The annual pricing adjustment shall not exceed 75% of the rate of increase in the cost of living as reflected in the Federal Bureau of Labor Statistics, Consumer Price Index (CPI). The increase is implemented annually in July and over the prior 6 years has increased on average 2.5% annually. The funding for the biennium is \$234,825 in general fund and \$692,756 in federal funds.

MEDICAID & HEALTH SERVICES BRANCH-6911 SENIOR & LONG-TERM CARE-22



Program Description - The Senior and Long Term Care Division (SLTC) 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) the 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) the Medicaid Nursing Facility Program pays for care to Medicaid-eligible individuals in 82 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, MCA (authorizes and establishes Montana Veteran's Homes); 53-1-602, MCA (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).

MEDICAID & HEALTH SERVICES BRANCH-6911 SENIOR & LONG-TERM CARE-22

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	221.05	0.00	(1.00)	220.05	0.00	(1.00)	220.05
Personal Services	10,810,841	651,879	(43,746)	11,418,974	649,678	(43,644)	11,416,875
Operating Expenses	7,046,860	1,282,569	(33,124)	8,296,305	1,304,287	(32,771)	8,318,376
Equipment & Intangible Assets	132,303	0	0	132,303	0	0	132,303
Grants	8,697,634	280,196	0	8,977,830	296,707	0	8,994,341
Benefits & Claims	210,905,351	20,729,399	(965,442)	230,669,308	22,756,425	(965,442)	232,696,334
Debt Service	11,484	0	0	11,484	0	0	11,484
Total Costs	\$237,604,473	\$22,944,043	(\$1,042,312)	\$259,506,204	\$25,007,097	(\$1,041,857)	\$261,569,713
General Fund	34,998,185	28,718,172	(407,100)	63,309,257	30,059,661	(407,100)	64,650,746
State/Other Special	28,230,568	1,206,837	0	29,437,405	1,575,439	0	29,806,007
Federal Special	174,375,720	(6,980,966)	(635,212)	166,759,542	(6,628,003)	(634,757)	167,112,960
Total Funds	\$237,604,473	\$22,944,043	(\$1,042,312)	\$259,506,204	\$25,007,097	(\$1,041,857)	\$261,569,713

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$9,935,589	\$1,575,221
FY 2013	\$8,740,785	\$1,155,352

PL- 22101 – Medicaid Benefits - Nursing Home Caseload -

This request is to recognize the impact of a 1.1% decline in the first year of the biennium and a 0.85% decline in the second year of the biennium for caseload in the Medicaid-funded nursing facility program. The request is for \$18,676,374 total funds over the biennium with \$ 2,730,573 in the general fund.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$1,641,322
FY 2013	\$0	\$2,284,394

PL- 22102 - Nursing Home FMAP Adjustment -

This decision package is to recognize the change in the federal matching rate (FMAP) for Medicaid-funded nursing facility services from the 2010 match rate to 0.3381 in FY 2012 and 0.3426% in FY 2013. The decrease in federal funds is equal to the increase in general fund in the amount of \$1,641,322 in FY 2012 and \$2,284,394 in FY 2013.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$4,779,875	\$1,616,076
FY 2013	\$6,987,621	\$2,393,959

PL- 22104 - Medicaid Benefits - Home Based Caseload -

This request is to recognize the impact of anticipated caseload changes in Medicaid-funded personal assistance, home health and hospice services. This request is for \$11,767,496 in total funds over the biennium with \$4,010,035 in the general fund.

MEDICAID & HEALTH SERVICES BRANCH-6911 SENIOR & LONG-TERM CARE-22

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$426,988
FY 2013	\$0	\$598,106

PL- 22105 - Home Based FMAP Adjustment -

This decision package is to recognize the change in the federal matching rate (FMAP) for Medicaid-funded personal assistance, home health and hospice services from the 2010 match rate to 0.3381 in FY 2012 and 0.3426 in FY 2013. The decrease in federal funds is equal to the increase in general fund in the amount of \$426,988 in FY 2012 and \$598,106 in FY 2013.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,081,866	\$365,779
FY 2013	\$1,081,866	\$370,647

PL- 22107 - HCHCW Funding Annualization -

This decision package is to annualize the costs associated with Health Care for Health Care Workers program. The 2007 Legislature appropriated funding to pay health insurance premiums for workers in the personal assistance and private duty nursing programs. In order to receive these funds, a provider agency employing the workers must provide health insurance coverage that meets an established benchmark for all of its employees. This adjustment will continue the coverage of this insurance program at the current level. This request is for \$2,163,732 of total funds and \$736,426 of general fund over the biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$41,032
FY 2013	\$0	\$57,476

PL- 22108 - HCHCW FMAP Adjustment -

This decision package is to recognize the change in the federal matching rate (FMAP) for the Medicaid-funded Health Care for Health Care Workers program from the 2010 match rate to 0.3381 in FY 2012 and 0.3426 in FY 2013. The decrease in federal funds is equal to the increase in general fund in the amount of \$41,032 in FY 2012 and \$57,476 in FY 2013.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,427,244	\$482,551
FY 2013	\$1,427,244	\$488,974

PL- 22109 - Med Ben - Waiver Annualization -

This decision package is to annualize the cost of nursing home transition placements into community based service settings. Approximately 38 individuals transitioned at different times during the year from the nursing facility to home and community based waiver placements, resulting in less than a full year of expenditures being recognized in the 2010 base year. This request is for \$2,854,488 total funds over the biennium with \$971,525 in the general fund.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	(\$203,853)
FY 2013	\$0	(\$62,804)

PL- 22110 - Waiver FMAP Adjustment -

This decision package is to recognize the change in the federal matching rate (FMAP) for Medicaid-funded home and community based waiver services from the 2010 match rate to 0.3381 in FY 2012 and 0.3426 in FY 2013. The decrease in general fund is equal to the increase in federal funds in the amount of \$203,853 in FY 2012 and \$62,804 in FY 2013.

MEDICAID & HEALTH SERVICES BRANCH-6911 SENIOR & LONG-TERM CARE-22

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$3,495,744	\$0
FY 2013	\$4,509,828	\$0

PL- 22112 - Nursing Facility IGT Spending Authority -

This request reflects the anticipated increase in Nursing Facility Intergovernmental Payments (IGT) between the FY 2010 base and the 2013 biennium. The increased ability to leverage matching funds between the Medicaid rate and the Medicare upper payment limit (UPL) is anticipated at approximately \$8,005,572 total funds over the biennium with the state match provided by county governments and none from the general fund.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$508,300	\$0
FY 2013	\$508,300	\$0

PL- 22113 - MVH Restore OT/Holidays Worked -

This request is to fund personal services costs that are removed from the FY 2010 base budget for Montana Veterans' Home (MVH). This includes overtime, differential, holidays worked, and doctor on-call pay as necessary costs related to operating a facility with 24-hour staffing. This request also includes funding of aggregate positions. Aggregate positions are used to provide coverage for staff on sick leave, vacation leave, and in nurse aide training classes. The total request is for \$1,016,600 of state special revenue over the biennium from cigarette tax revenue dedicated to the Veterans Homes.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$336,312	\$0
FY 2013	\$342,058	\$0

PL- 22114 - MVH - Medical & Pharmacy Inflation -

This decision package requests \$678,370 in state special revenue from cigarette tax over the biennium to fund inflationary increases in operations, medical, and pharmacy costs for the state-run Montana Veterans Home (MVH).

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$0
FY 2013	\$0	\$0

PL- 22115 - Increase Fed Authority for VA Per Diem MVH -

This decision package is to request increased federal authority related to the increase in federal veteran's administration per diem rates that will be reimbursed for the domiciliary and nursing facility days of care at the Montana Veterans Home in the 2013 biennium. This request is for increased federal authority of \$888,062 over the biennium and a reduction from state special revenue from cigarette taxes in the same amount.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$954,881	\$0
FY 2013	\$954,881	\$0

PL- 22116 - Increase Fed Authority for VA Per Diem EMVH -

This decision package is a request for increased federal authority for veteran's administration per diem paid for nursing facility days of care at the Eastern Montana Veterans Home. This increase includes \$381,000 that was requested for the FY 2010 increased per diem and \$573,881 that is related to the increase in VA per diem for 2011, 2012, and 2013. These per diem payments are a pass through cost that are paid to the contractor, who is responsible for the operation of the EMVH. Total request is for \$1,909,762 of federal spending authority over the biennium.

MEDICAID & HEALTH SERVICES BRANCH-6911 SENIOR & LONG-TERM CARE-22

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$280,196	\$0
FY 2013	\$296,707	\$0

PL- 22117 - Aging Grant Funding -

This decision package is to recognize the expected increases in federal aging grants for community aging services, such as ombudsman, Title III nutrition programs, and SHIP. The request is for \$576,903 of federal funds over the biennium and would augment contracts with Area Agencies on Aging.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$9,081	\$9,081
FY 2013	\$9,081	\$9,081

PL- 22118 - State Supplement Growth -

This decision package is to increase general fund by \$18,162 over the biennium for growth of approximately 10 people in State Supplement Program. These increases are expected to come from children in foster homes and a small number of individuals moving into DD group homes. These payments are made to SSI eligible individuals, who reside in designated residential care facilities, such as community homes for persons with developmental disabilities, adult foster homes, or assisted living facilities.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$28,671	\$27,668
FY 2013	\$28,671	\$27,668

PL- 22119 - Motor Pool Car Request -

This decision package is a request to exchange three department-owned cars for three motor pool leased cars that are used by field staff in adult protective services. The department owned cars are high mileage and in need of increased maintenance and repairs due to their age. The total request is for \$57,342 of total funds over the biennium with \$55,336 coming from the general fund and \$2,006 from federal funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$30,383	\$27,150
FY 2013	\$34,113	\$30,271

PL- 22120 - Non DofA Rent Adjustment -

This present law adjustment requests funding to pay the leases on non-state owned buildings. Reductions due to the Governor's lease negotiations as well as lease increases that could not be reduced were factored into this calculation.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$33,982)	(\$33,982)
FY 2013	(\$33,982)	(\$33,982)

PL- 55140 - 17-7-140 Reductions, MCA - SLTC Operations Efficiencies -

This decision package reduces the general fund and state special revenue base budget to annualize and make permanent the 17-7-140, MCA, 5% budget reduction put in place in the 2011 biennium. The Senior and Long Term Care Division will make operations reductions through efficiencies in the areas of travel, conferences, supplies, newspaper ads, cell phone use, postage and contracting.

**MEDICAID & HEALTH SERVICES BRANCH-6911
SENIOR & LONG-TERM CARE-22**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$86,870)	(\$92,641)
FY 2013	(\$86,415)	(\$92,641)

NP- 55422 - 4% Personal Services GF Budget Reduction -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the general fund base budget for the Senior and Long Term Care Division by \$92,641 each year of the biennium and increases federal funds by \$5,771 in FY 2012 and \$6,226 in FY 2013. This amount was calculated based on 4% of the anticipated general fund budget for personal services. Some funding was exempted from the 4% calculation. These exemptions include funding for positions that provide 24/7 coverage and are required for facility licensure and a limited number of adult protective services workers. This request eliminates 1.00 FTE and provides for operations reductions in the areas of supplies and materials, contracted services and travel.

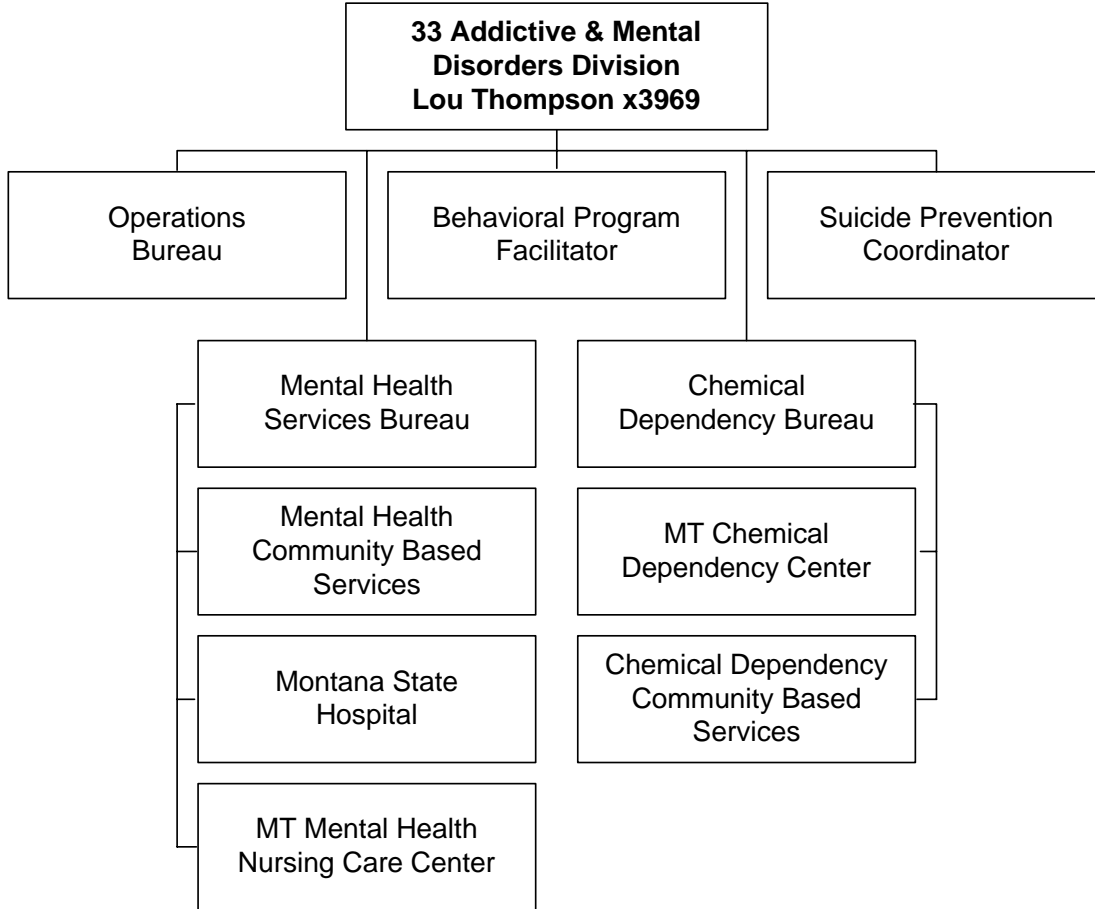
	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$955,442)	(\$314,459)
FY 2013	(\$955,442)	(\$314,459)

NP- 55423 - PACE Elimination -

The Program of All-inclusive Care for the Elderly (PACE) program will be permanently removed from the base budget of the Senior and Long Term Care division. The reduction removes the base budget expenditure amount of \$314,459 per year in general fund.

Language Recommendations - County Nursing Home Intergovernmental Transfer (IGT) (DP 22112) may be used as one-time only payments to nursing homes based on the number of Medicaid services provided. State special revenue in County Nursing Home IGT may be expended only after the Office of Budget and Program Planning has certified that the department has collected from these participating counties the amount necessary to make one-time only payments to nursing homes and to fund the base budget in the nursing facility program and the community services program at the level of \$829,969.

**MEDICAID & HEALTH SERVICES BRANCH-6911
ADDICTIVE & MENTAL DISORDERS-33**



Program Description - The Addictive and Mental Disorders Division provides chemical dependency and mental health services through contracts with behavioral health providers across the state. People with substance abuse disorders, who have family incomes below 200% of the federal poverty level, are eligible for public funding of treatment services. In addition, the Medicaid program funds outpatient and residential chemical dependency treatment services for adolescents and outpatient services for adults who are Medicaid eligible. The mental health program provides services to adults, who are eligible for Medicaid, as well as non-Medicaid adults up to 150% of FPL. The Division also manages three inpatient facilities: the Montana State Hospital in Warm Springs, Montana Chemical Dependency Center in Butte, and Montana Mental Health Nursing Care Center in Lewistown.

MEDICAID & HEALTH SERVICES BRANCH-6911 ADDICTIVE & MENTAL DISORDERS-33

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	628.35	0.00	(8.49)	619.86	0.00	(8.49)	619.86
Personal Services	34,558,671	1,764,679	(514,768)	35,808,582	1,783,270	(514,768)	35,827,173
Operating Expenses	13,051,488	337,166	0	13,388,654	680,644	0	13,732,132
Equipment & Intangible Assets	45,420	0	0	45,420	0	0	45,420
Grants	5,145,999	0	0	5,145,999	0	0	5,145,999
Benefits & Claims	58,111,749	14,770,640	0	72,882,389	17,018,880	0	75,130,629
Debt Service	1,620	0	0	1,620	0	0	1,620
Total Costs	\$110,914,947	\$16,872,485	(\$514,768)	\$127,272,664	\$19,482,794	(\$514,768)	\$129,882,973
General Fund	58,190,516	5,957,809	(514,768)	63,633,557	6,590,078	(514,768)	64,265,826
State/Other Special	10,910,039	2,715,302	0	13,625,341	3,601,134	0	14,511,173
Federal Special	41,814,392	8,199,374	0	50,013,766	9,291,582	0	51,105,974
Total Funds	\$110,914,947	\$16,872,485	(\$514,768)	\$127,272,664	\$19,482,794	(\$514,768)	\$129,882,973

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$553,000	\$0
FY 2013	\$797,000	\$0

PL- 33000 - MHSP Pharmacy Benefit and Cost Increases -

This request is to cover pharmaceutical cost inflation for the Mental Health Services Plan (MHSP) program, which is anticipated to be 10% per year. It is a request for \$553,000 in FY 2012 and \$797,000 in FY 2013 in state special revenue funds. This decision package will not be needed if the department's request for the HIFA waiver is approved by the federal government.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,612,310	\$0
FY 2013	\$1,612,310	\$0

PL- 33001 - Med Ben- HCBS Waiver Annualization -

This PL adjustment asks to continue the Home and Community-Based Waiver at 155 slots. The program is currently operating with 125 slots, with an additional 30 slots planned in 2011. FY 2010 expenditures were \$2,167,690. This present law adjustment requests the annualization or difference between the projected cost for 155 waiver slots and the FY 2010 expenditures. The total request is for \$3,224,620 with state special revenue funds of \$545,122 in FY 2012 and \$552,377 in FY 2013. The balance is in matching Medicaid federal funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,619,978	\$1,619,978
FY 2013	\$1,613,397	\$1,613,397

PL- 33002 - Restore OT/Holidays Worked MSH -

This request is to fund personal services costs that are removed from the FY 2010 base budget for Montana State Hospital. This includes overtime, differential, holidays worked and doctor on-call pay as necessary costs related to operating a facility with 24 hour staffing. This is not an increase over the base expenses. It is a request for \$1,619,978 in FY 2012 and \$1,613,397 in FY 2013. This request also includes funding of aggregate positions. Aggregate positions are used to provide coverage for staff on sick leave, vacation leave, and in nurse aide training classes.

**MEDICAID & HEALTH SERVICES BRANCH-6911
ADDICTIVE & MENTAL DISORDERS-33**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$367,979	\$367,979
FY 2013	\$556,531	\$556,531

PL- 33003 - MSH- Medical and Pharmacy Inflation -

This budget request is for inflationary increases for pharmacy, outside medical, and food services expenses at the Montana State Hospital (MSH). MSH provides prescription drugs for residents during their stay at the facility and incurs costs for services outside the facility such as lab, hospital, x-rays, dental, and optometry. The request is for \$367,979 in FY 2012 and \$556,531 in FY 2013 in general fund.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$382,907	\$382,907
FY 2013	\$395,301	\$395,301

PL- 33004 - Restore OT/Holidays Worked NCC -

This request is to fund personal services costs that are removed from the FY 2010 base budget for Montana Mental Health Nursing Care Center (MMHNCC). This includes overtime, differential, holidays worked and doctor on-call pay as necessary costs related to operating a facility with 24 hour staffing. This is not an increase over the base expenses. This is a request for \$382,907 in FY 2012 and \$395,301 in FY 2013 in general fund. This request also includes funding of aggregate positions. Aggregate positions are used to provide coverage for staff on sick leave, vacation leave, and in nurse aide training classes.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$220,347	\$220,347
FY 2013	\$346,568	\$346,568

PL- 33005 - MMHNCC-Medical & Pharmacy Inflation -

Montana Mental Health Nursing Care Center (MMHNCC) is a long term care facility for persons who have a mental disorder. This request would cover a 5% inflationary increase for pharmacy contracted services, and a 10% inflationary increase for drug costs, outside medical, and dental costs for residents who do not have other forms of insurance. The budget request is for \$220,347 in FY 2012 and \$346,568 in FY 2013 in general fund.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$6,472,617	\$2,188,392
FY 2013	\$6,802,120	\$2,330,406

PL- 33006 - Medicaid Benefits - Mental Health Caseload Adjustment -

The department continues to determine Medicaid caseload and FMAP costs by analyzing recent changes in the Medicaid and CHIP programs including new and revised legal restrictions and the utilization patterns due to the economic conditions. This PL Adjustment requests funding for a projected Medicaid caseload and utilization growth in existing Mental Health services for each year of the biennium. This a total request of \$13,274,737 for the biennium with \$2,188,392 in general fund for FY 2012 and \$2,330,406 in general fund in FY 2013 and the balance in Medicaid federal funds.

**MEDICAID & HEALTH SERVICES BRANCH-6911
ADDICTIVE & MENTAL DISORDERS-33**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	(\$526,524)
FY 2013	\$0	(\$383,349)

PL- 33007 - FMAP Adjustment - Mental Health -

This request provides a decrease in the general fund and an increase in state special revenue and federal Medicaid funds over the biennium due to a projected change in the Federal Medical Assistance Participation (FMAP) rates for FY 2012 and FY 2013 as they apply to the Mental Health Medicaid program. This is a request to decrease general fund in FY 2012 by \$526,524 and in FY 2013 by \$383,349. State special revenue will increase \$249,529 in FY 2012 and \$259,284 in FY 2013. The balance of the increase will be in federal Medicaid funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$15,000)	(\$7,277)
FY 2013	\$1,884	\$914

PL- 33012 - Non DofA rent adjustment -

This present law adjustment requests funding to pay the leases on non-state owned buildings. Reductions due to the Governor's lease negotiations and increases for leases that could not be reduced were factored into this calculation. This request is to decrease general fund budget by \$7,277 in FY 2012 and increase general fund budget by \$914 in FY 2013.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$7,660,958	\$0
FY 2013	\$9,335,695	\$0

PL- 33013 - Medicaid Ben--HIFA Waiver -

This PL adjustment requests funding to implement the HIFA Medicaid Waiver program approved by CMS. The funding is a combination of state special revenue (tobacco tax) and federal matching funds. The state special revenue needed to fund the waiver will be taken from funds appropriated to the MHSP Pharmacy Program. This request is for \$1,226,487 in FY 2012 and \$1,843,997 in FY 2013 in state special revenue funds along with matching federal Medicaid funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$908,777)	(\$966,812)
FY 2013	(\$908,777)	(\$966,812)

PL- 33801 - Reduction to MHSP Base -

AMDD experienced a spike in the demand for their Mental Health Services Plan services in FY 2010. Mitigation activities undertaken by the division included limiting enrollment by eligibility determination conducted by AMDD staff and capping the monthly case management reimbursement. However, the services provided exceeded the budgeted amounts available and additional help was found within the division's 72-hour program and other available funds. This negative Decision Package removes the additional expenditures from the base and brings this program back to the level established by the 2009 Legislature. Other mitigation plans are in progress to maintain the program at this level.

**MEDICAID & HEALTH SERVICES BRANCH-6911
ADDICTIVE & MENTAL DISORDERS-33**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$57,407)	(\$57,407)
FY 2013	(\$57,407)	(\$57,407)

PL- 55140 - AMDD Operations Efficiencies 17-7-140 -

This decision package reduces the general fund base budget by \$57,407 each year for the Addictive and Mental Disorders division. This amount represents the 5% budget reduction per 17-7-140, MCA, that is above the amount removed from the base FY 2010 expenditure level. The Addictive and Mental Disorders Division will make operations reductions through efficiencies in the areas of travel, conferences, supplies, newspaper ads, cell phone use, postage, and contracting.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$619,468)	(\$619,468)
FY 2013	(\$619,468)	(\$619,468)

PL- 55141 - HB 130 Crisis Diversion Funding in HB 2 per 17-7-140, MCA -

This decision package reduces the general fund base budget by \$619,468 each year for the Addictive and Mental Disorders Division. This amount represents the 5% budget reduction per 17-7-140, MCA, that is above the amount removed from the base FY 2010 expenditure level. The Addictive and Mental Disorders Division reduced funding for the crisis diversion programs enacted in HB 130, 131, and 132 and funded in HB 2 by the 2009 Legislature. This adjustment eliminates funding for expansion that is not sustainable.

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$514,768)	(\$514,768)
FY 2013	(\$514,768)	(\$514,768)

NP- 55433 - 4% FTE Reduction -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Addictive and Mental Disorders division by \$514,768 in FY 2012 and \$514,768 in FY 2013. The reduction includes the elimination of 8.49 FTE.

Language Recommendations - DP 33000 - MHSP Pharmacy Benefits and Cost Increases is a request to cover pharmaceutical cost inflation for the Mental Health Services Plan (MHSP) program, which is anticipated to be 10% or \$553,000 in FY 2012 and \$797,000 in FY 2013 in SSR funds. This appropriation is contingent on the Health Insurance, Flexibility, and Accountability (HIFA) Waiver not being authorized by the final Federal approving agencies.