



GOVERNOR
STEVE BULLOCK

STATE OF MONTANA

SECTION B: PUBLIC HEALTH & HUMAN SERVICES

Department of Public Health and Human Services

OBPP Staff:

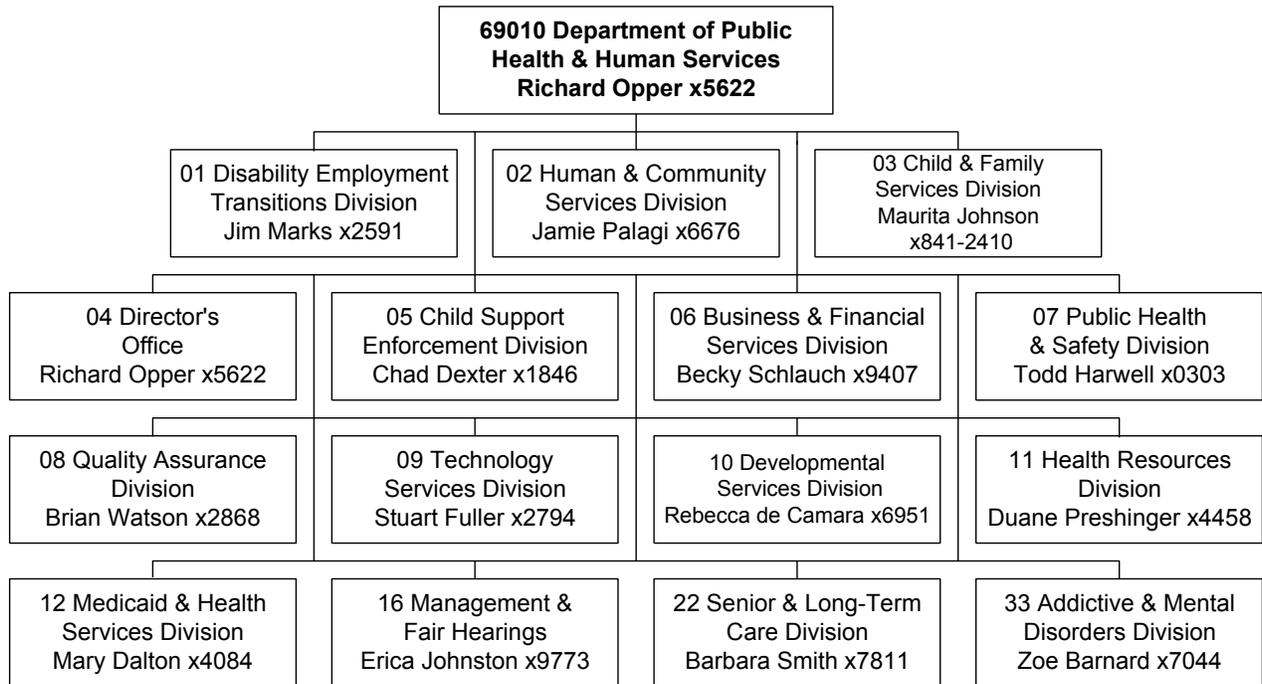
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GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Department of Public Health & Human Services - 69010



Mission Statement - The mission of the Montana Department of Public Health and Human Services (DPHHS) is to improve and protect the health, well-being, and self-reliance of all Montanans.

Statutory Authority - Title 2-15-2201, MCA

Language - The following language is recommended for HB 2:

"The Disability Employment & Transitions Division is appropriated \$775,000 of state special revenue from the Montana Telecommunications Access Program (MTAP) during each year of the 2019 biennium to cover a contingent FCC mandate, which would require states to provide both Video and Internet Protocol relay services for people with severe hearing, mobility or speech impairments."

"If legislation authorizing a statutory appropriation for SNAP benefits (LC ####) is not passed and approved, the appropriation for the Human and Community Services Division is increased by \$179,540,458 federal funds each year."

Senior and Long Term Care - County Nursing Home Intergovernmental Transfer may be used only to make one-time 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 budget and program planning has certified that the department has collected the amount that is necessary to make one-time payments to nursing homes based on the number of Medicaid services provided and to fund the base budget in the nursing facility program and the community services program at the level of \$564,785 from the counties participating in the intergovernmental transfer program for the nursing facilities.

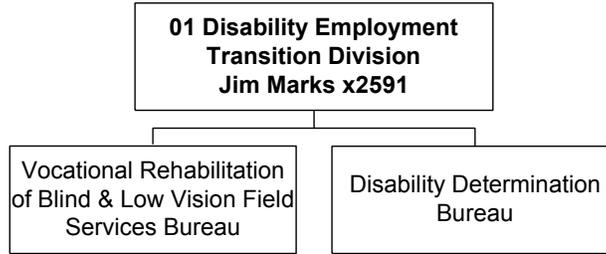
Department of Public Health & Human Services - 69010

Agency Proposed Budget	Total Exec. Budget Fiscal 2018	Total Exec. Budget Fiscal 2019	Total Exec. Budget 2019 Biennium
Budget Item			
FTE	2,935.24	2,935.24	
Personal Services	194,759,450	195,164,570	389,924,020
Operating Expenses	119,456,975	119,884,098	239,341,073
Equipment & Intangible Assets	651,721	651,721	1,303,442
Capital Outlay	0	0	0
Local Assistance	6,000,000	6,000,000	12,000,000
Grants	77,363,202	76,863,205	154,226,407
Benefits & Claims	1,588,447,432	1,653,637,907	3,242,085,339
Transfers	2,885,901	2,885,901	5,771,802
Debt Service	292,007	292,007	584,014
Total Costs	\$1,989,856,688	\$2,055,379,409	\$4,045,236,097
General Fund	518,595,248	530,418,334	1,049,013,582
State/Other Special	169,862,171	170,044,668	339,906,839
Federal Spec. Rev. Funds	1,301,399,269	1,354,916,407	2,656,315,676
Total Funds	\$1,989,856,688	\$2,055,379,409	\$4,045,236,097

Agency Appropriated Biennium to Biennium Comparison								
Program	2017 Biennium Appropriated Budget		2019 Biennium Requested Budget		Biennium to Biennium Difference (dollars)		Biennium to Biennium Difference (percent)	
	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds
01 - Disability Employment & Transitions Div	12,450,660	60,326,929	11,034,328	57,380,417	(1,416,332)	(2,946,512)	(11.38)%	(4.88)%
02 - Human & Community Services	66,541,486	639,815,459	78,589,263	308,070,560	12,047,777	(331,744,899)	18.11 %	(51.85)%
03 - Child and Family Services Division	89,205,573	155,697,929	95,457,615	167,860,441	6,252,042	12,162,512	7.01 %	7.81 %
04 - Director's Office	6,372,467	14,904,814	5,660,042	14,003,365	(712,425)	(901,449)	(11.18)%	(6.05)%
05 - Child Support Enforcement Division	7,611,737	26,330,967	7,351,876	25,696,556	(259,861)	(634,411)	(3.41)%	(2.41)%
06 - Business and Financial Services Division	7,826,346	20,401,165	7,985,558	20,625,358	159,212	224,193	2.03 %	1.10 %
07 - Public Health & Safety Div	7,776,850	126,699,659	7,851,609	124,846,283	74,759	(1,853,376)	0.96 %	(1.46)%
08 - Quality Assurance Division	4,989,914	18,962,877	5,085,755	19,088,928	95,841	126,051	1.92 %	0.66 %
09 - Technology Services Division	23,039,427	56,999,651	25,145,282	59,147,797	2,105,855	2,148,146	9.14 %	3.77 %
10 - Developmental Services Division	186,660,878	604,384,874	191,827,544	626,175,296	5,166,666	21,790,422	2.77 %	3.61 %
11 - Health Resource Division	298,821,410	1,541,229,589	306,074,823	1,654,963,997	7,253,413	113,734,408	2.43 %	7.38 %
12 - Medicaid & Health Svr Mgt	4,744,634	36,837,697	4,674,321	37,653,900	(70,313)	816,203	(1.48)%	2.22 %
16 - Management and Fair Hearings	1,687,723	4,387,056	1,751,240	4,443,859	63,517	56,803	3.76 %	1.29 %
22 - Senior & Long-Term Care	150,966,916	638,824,979	147,534,661	621,497,801	(3,432,255)	(17,327,178)	(2.27)%	(2.71)%
33 - Addictive and Mental Disorders Division	159,623,048	319,423,632	152,989,665	303,781,539	(6,633,383)	(15,642,093)	(4.16)%	(4.90)%
Agency Total	\$1,028,319,069	\$4,265,227,277	\$1,049,013,582	\$4,045,236,097	\$20,694,513	(\$219,991,180)	2.01 %	(5.16)%

Department of Public Health & Human Services - 69010

Disability Employment & Transitions Div - 01



Program Description - The Disability Employment and Transitions Division (DETD) is composed of two bureaus: Vocational Rehabilitation and Blind Services and Disability Determination Services. The Montana Telecommunications Access Program is administratively attached to DETD. In addition, DETD includes several small programs serving Montanans with disabilities and their families.

Program Proposed Budget	Starting Point Fiscal 2017	Budget Adjustments Fiscal 2018	Total Exec. Budget Fiscal 2018	Budget Adjustments Fiscal 2019	Total Exec. Budget Fiscal 2019	Executive Budget Request 2019 Biennium
FTE	140.97	0.00	140.97	0.00	140.97	
Personal Services	9,532,929	(181,197)	9,351,732	(147,627)	9,385,302	18,737,034
Operating Expenses	5,144,001	(255,973)	4,888,028	(255,376)	4,888,625	9,776,653
Benefits & Claims	14,951,100	(542,735)	14,408,365	(542,735)	14,408,365	28,816,730
Transfers	25,000	0	25,000	0	25,000	50,000
Total Costs	\$29,653,030	(\$979,905)	\$28,673,125	(\$945,738)	\$28,707,292	\$57,380,417
General Fund	6,160,497	(645,980)	5,514,517	(640,686)	5,519,811	11,034,328
State/Other Special	961,863	(6,892)	954,971	(6,293)	955,570	1,910,541
Federal Spec. Rev. Funds	22,530,670	(327,033)	22,203,637	(298,759)	22,231,911	44,435,548
Total Funds	\$29,653,030	(\$979,905)	\$28,673,125	(\$945,738)	\$28,707,292	\$57,380,417

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	(43,171)	(181,197)	(37,961)	(147,627)
SWPL - 2 - Fixed Costs	7	33	27	128
SWPL - 3 - Inflation Deflation	(151)	(1,076)	(87)	(574)
<i>Total Statewide Present Law Adjustments</i>	<i>(\$43,315)</i>	<i>(\$182,240)</i>	<i>(\$38,021)</i>	<i>(\$148,073)</i>
New Proposals				
NP - 555 - Appropriation Rebase	(602,665)	(797,665)	(602,665)	(797,665)
<i>Total New Proposals</i>	<i>(\$602,665)</i>	<i>(\$797,665)</i>	<i>(\$602,665)</i>	<i>(\$797,665)</i>
Total Budget Adjustments	(\$645,980)	(\$979,905)	(\$640,686)	(\$945,738)

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$43,171)	(\$181,197)
FY 2019	(\$37,961)	(\$147,627)

SWPL - 1 - Personal Services -

The budget includes a reduction of \$181,197 in FY 2018 and \$147,627 in FY 2019 to annualize various personal services costs including HB13 pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefits rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2019 biennium.

Department of Public Health & Human Services - 69010

Disability Employment & Transitions Div - 01

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$7	\$33
FY 2019	\$27	\$128

SWPL - 2 - Fixed Costs -

This request includes \$33 in FY 2018 and \$128 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$151)	(\$1,076)
FY 2019	(\$87)	(\$574)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$1,076 in FY 2018 and \$574 in FY 2019 to reflect the budetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

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

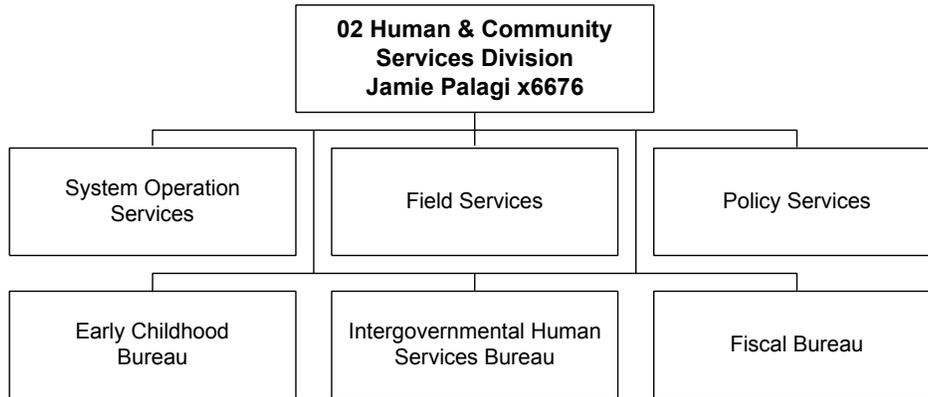
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$602,665)	(\$797,665)
FY 2019	(\$602,665)	(\$797,665)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Disability Employment & Transitions Division Appropriation Rebase totaling \$797,665 per year was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

Department of Public Health & Human Services - 69010

Human & Community Services - 02



Program Description - The Human and Community Services Division is led by an administrator and a senior team, comprised of associate administrators, bureau chiefs and program managers. There are six main areas:

- Public Assistance Business Process and Policy
- Public Assistance Data Analytics and Systems
- Public Assistance Field Services
- Early Childhood Services
- Intergovernmental Human Services
- Public Assistance includes policy, process, training, and system support for eligibility services to clients for Montana's Temporary Assistance to Needy Families (TANF) program, Refugee Assistance program, the Supplemental Nutrition Assistance Program (SNAP), and Health Coverage including Medicaid programs and Healthy Montana Kids (HMK) programs across the state. There are over 40 offices statewide providing eligibility services, in addition to supporting the Public Assistance Helpline and the apply.mt.gov, self-service portal.

The Early Childhood Services Bureau manages the funds which pay for child care for TANF participants, child protective services child care, working caretaker relatives, and low-income working families. The bureau partners with resource and referral agencies to administer child care eligibility, recruit providers, and provide technical assistance. Early Childhood Services administers the Best Beginnings STARS to Quality Program. Additional programs include 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, the Head Start State Collaboration grant, and services to pregnant and parenting teens.

The Intergovernmental Human Services Bureau administers the Community Services block grant which is used by 10 Human Resource Development Councils to provide a wide range of community-based human services. In addition, this bureau provides the Low-Income Energy Assistance and Weatherization Program as well as other supports including the emergency solutions grant and USDA food commodities.

The Fiscal Bureau coordinates, analyzes, implements, and monitors the division budget; purchases supplies and equipment; and assists with grant reporting, contracts, and leases.

Statutory Authority - is in Title 53, Chapter 2, part 2 MCA and 45 CFR.

Department of Public Health & Human Services - 69010

Human & Community Services - 02

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	488.31	0.00	488.31	0.00	488.31	
Personal Services	29,491,041	(141,295)	29,349,746	(218,703)	29,272,338	58,622,084
Operating Expenses	8,583,117	40,953	8,624,070	122,216	8,705,333	17,329,403
Equipment & Intangible Assets	25,000	0	25,000	0	25,000	50,000
Local Assistance	0	6,000,000	6,000,000	6,000,000	6,000,000	12,000,000
Grants	21,050,893	810,305	21,861,198	810,308	21,861,201	43,722,399
Benefits & Claims	259,357,301	(173,305,174)	86,052,127	(173,305,174)	86,052,127	172,104,254
Transfers	2,286,044	(164,834)	2,121,210	(164,834)	2,121,210	4,242,420
Total Costs	\$320,793,396	(\$166,760,045)	\$154,033,351	(\$166,756,187)	\$154,037,209	\$308,070,560
General Fund	32,955,774	6,360,272	39,316,046	6,317,443	39,273,217	78,589,263
State/Other Special	2,624,401	(22,211)	2,602,190	(25,321)	2,599,080	5,201,270
Federal Spec. Rev. Funds	285,213,221	(173,098,106)	112,115,115	(173,048,309)	112,164,912	224,280,027
Total Funds	\$320,793,396	(\$166,760,045)	\$154,033,351	(\$166,756,187)	\$154,037,209	\$308,070,560

Program Proposed Budget Adjustments				
	Budget Adjustments		Budget Adjustments	
	Fiscal 2018		Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	(148,118)	(141,295)	(192,216)	(218,703)
SWPL - 2 - Fixed Costs	(51,630)	101,663	(50,844)	108,854
SWPL - 3 - Inflation Deflation	(4,386)	(38,083)	(3,903)	(31,684)
<i>Total Statewide Present Law Adjustments</i>	<i>(\$204,134)</i>	<i>(\$77,715)</i>	<i>(\$246,963)</i>	<i>(\$141,533)</i>
Present Law Adjustments				
PL - 2101 - Child Care Federal Authority	0	5,900,273	0	5,967,949
PL - 2103 - IHSB Grant Funding	0	643,198	0	643,198
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$6,543,471</i>	<i>\$0</i>	<i>\$6,611,147</i>
New Proposals				
NP - 2104 - SNAP Benefits Statutory Appropriation	0	(179,540,458)	0	(179,540,458)
NP - 2202 - Child Care STARS to Quality	1,200,000	1,200,000	1,200,000	1,200,000
NP - 24151 - Early Childhood Education (Rst/Bien)	6,000,000	6,000,000	6,000,000	6,000,000
NP - 555 - Appropriation Rebase	(635,594)	(885,343)	(635,594)	(885,343)
<i>Total New Proposals</i>	<i>\$6,564,406</i>	<i>(\$173,225,801)</i>	<i>\$6,564,406</i>	<i>(\$173,225,801)</i>
Total Budget Adjustments	\$6,360,272	(\$166,760,045)	\$6,317,443	(\$166,756,187)

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$148,118)	(\$141,295)
FY 2019	(\$192,216)	(\$218,703)

SWPL - 1 - Personal Services -

The budget includes a reduction of \$141,295 in FY 2018 and \$218,703 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

Department of Public Health & Human Services - 69010

Human & Community Services - 02

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$51,630)	\$101,663
FY 2019	(\$50,844)	\$108,854

SWPL - 2 - Fixed Costs -

The request includes \$101,663 in FY 2018 and \$108,854 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$4,386)	(\$38,083)
FY 2019	(\$3,903)	(\$31,684)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$38,083 in FY 2018 and \$31,684 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$5,900,273
FY 2019	\$0	\$5,967,949

PL - 2101 - Child Care Federal Authority -

This present law adjustment is made to maintain existing services for the Child Care Development Fund program in the Human and Community Services Division. The request adjusts the FY 2017 budgeted expenses by \$5,900,273 in FY 2018 and \$5,967,949 in FY 2019. The increase is necessary to fund the CCDF Reauthorization Act of 2014 requirements. This request is funded with 100% federal funds.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$643,198
FY 2019	\$0	\$643,198

PL - 2103 - IHSB Grant Funding -

This present law adjustment is made to maintain existing services for the Department of Energy Weatherization program in the Human and Community Service Division. The request adjusts the FY 2017 budgeted expenses by \$643,198 in FY 2018 and \$643,198 in FY 2019. The increase is necessary to provide training and weatherize more homes. This service is funded with 100% federal funds.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$179,540,458)
FY 2019	\$0	(\$179,540,458)

NP - 2104 - SNAP Benefits Statutory Appropriation -

Due to the pass-through and unpredictable nature of federal Supplemental Nutrition Assistance Program (SNAP) benefits, the Executive has recommended legislation to remove this funding from HB 2 and establish it as a statutory appropriation. This decision package requests that federal funds be reduced by \$179,540,458 during each year of the 2019 biennium. If the proposed legislation is not approved, then federal SNAP authority will need to be increased by \$179,540,458 in HB 2 each year of the 2019 biennium. This change package is contingent on passage and approval of LC **XXXX**.

Department of Public Health & Human Services - 69010

Human & Community Services - 02

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$1,200,000	\$1,200,000
FY 2019	\$1,200,000	\$1,200,000

NP - 2202 - Child Care STARS to Quality -

This proposal requests \$1,200,000 general fund each year of the biennium for the Best Beginnings STARS to Quality Program, which is a voluntary quality rating improvement system that aligns achievement of quality indicators with support and grant incentives for early childhood education programs and early childhood professionals. The request will continue the one-time-only funding from the 2015 legislative session.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$6,000,000	\$6,000,000
FY 2019	\$6,000,000	\$6,000,000

NP - 24151 - Early Childhood Education (Rst/Bien) -

The Executive requests \$12 million for the 2019 biennium to provide early education for 4-year olds in Montana. The request is contingent on passage and approval of legislation.

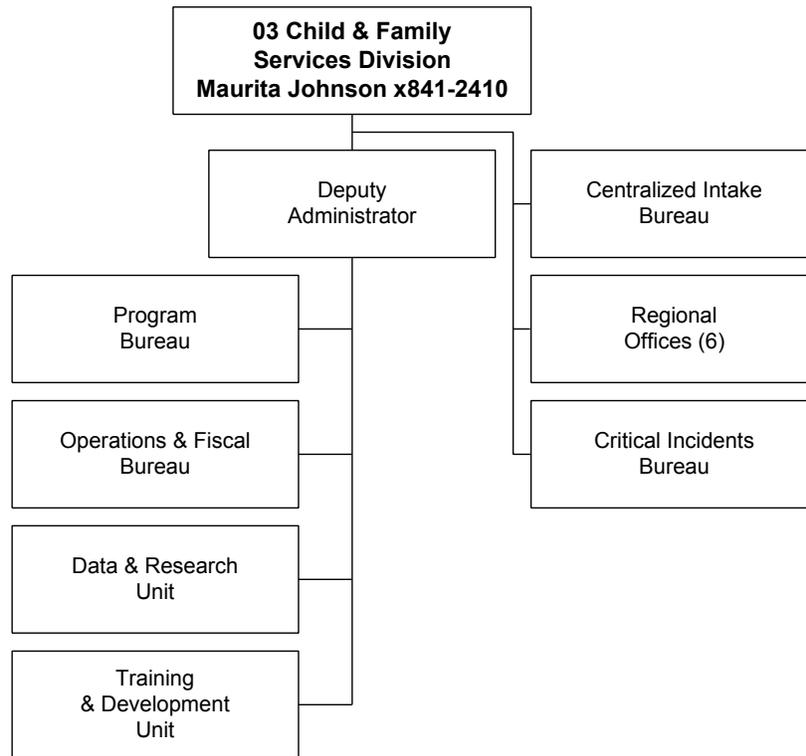
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$635,594)	(\$885,343)
FY 2019	(\$635,594)	(\$885,343)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Human and Community Services Division Appropriation Rebase totaling \$885,343 per year was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

Department of Public Health & Human Services - 69010

Child and Family Services Division - 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 with the overarching goal of improving safety, permanency, and well-being for children. CFSD is composed of three bureaus and six 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 - Titles 41, 42 and 52, MCA 45 CFR, Parts 1355, 1356, 1357 and 1370.

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	381.65	0.00	381.65	0.00	381.65	
Personal Services	24,285,632	(555,668)	23,729,964	(496,571)	23,789,061	47,519,025
Operating Expenses	5,888,818	12,054	5,900,872	19,813	5,908,631	11,809,503
Grants	6,813,280	0	6,813,280	0	6,813,280	13,626,560
Benefits & Claims	38,892,121	7,737,182	46,629,303	8,905,431	47,797,552	94,426,855
Transfers	238,091	0	238,091	0	238,091	476,182
Debt Service	1,158	0	1,158	0	1,158	2,316
Total Costs	\$76,119,100	\$7,193,568	\$83,312,668	\$8,428,673	\$84,547,773	\$167,860,441
General Fund	42,858,995	4,860,036	47,719,031	4,879,589	47,738,584	95,457,615
State/Other Special	1,897,614	0	1,897,614	0	1,897,614	3,795,228
Federal Spec. Rev. Funds	31,362,491	2,333,532	33,696,023	3,549,084	34,911,575	68,607,598
Total Funds	\$76,119,100	\$7,193,568	\$83,312,668	\$8,428,673	\$84,547,773	\$167,860,441

Department of Public Health & Human Services - 69010

Child and Family Services Division - 03

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
	Statewide Present Law Adjustments			
SWPL - 1 - Personal Services	(253,355)	(555,668)	(212,802)	(496,571)
SWPL - 3 - Inflation Deflation	5,761	12,054	9,470	19,813
<i>Total Statewide Present Law Adjustments</i>	<i>(\$247,594)</i>	<i>(\$543,614)</i>	<i>(\$203,332)</i>	<i>(\$476,758)</i>
Present Law Adjustments				
PL - 3991 - Foster Care, Adoption, Guardianship Caseload	5,107,630	7,737,182	5,082,921	8,905,431
<i>Total Present Law Adjustments</i>	<i>\$5,107,630</i>	<i>\$7,737,182</i>	<i>\$5,082,921</i>	<i>\$8,905,431</i>
Total Budget Adjustments	\$4,860,036	\$7,193,568	\$4,879,589	\$8,428,673

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$253,355)	(\$555,668)
FY 2019	(\$212,802)	(\$496,571)

SWPL - 1 - Personal Services -

The budget includes a reduction of \$555,668 in FY 2018 and \$496,571 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$5,761	\$12,054
FY 2019	\$9,470	\$19,813

SWPL - 3 - Inflation Deflation -

This change package includes an increase of \$12,054 in FY 2018 and \$19,813 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

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

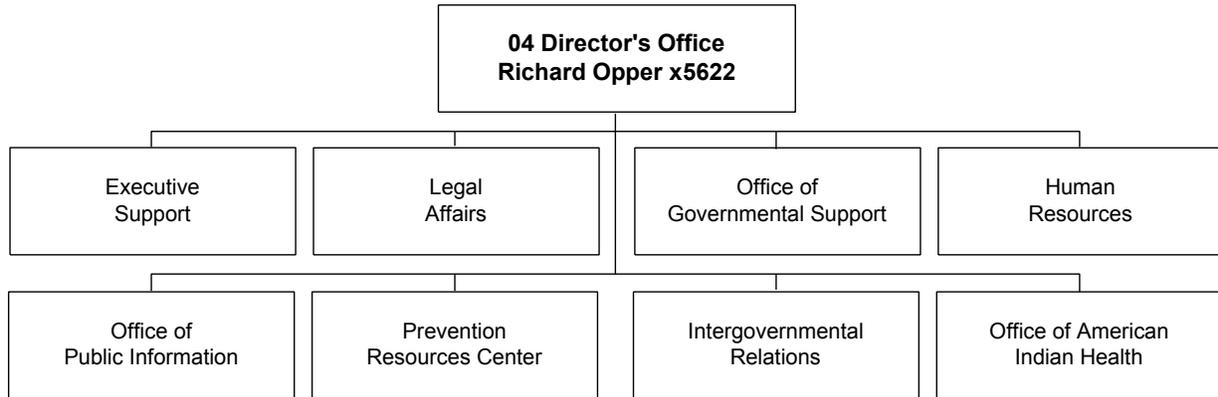
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$5,107,630	\$7,737,182
FY 2019	\$5,082,921	\$8,905,431

PL - 3991 - Foster Care, Adoption, Guardianship Caseload -

This present law adjustment requests \$16,642,613 in total funds over the biennium, including general fund of \$5,107,630 in FY 2018 and \$5,082,921 in FY 2019 to fund the projected increases in the number of children entering foster care. This present law adjustment addresses the needs of the combined programs of Foster Care, Subsidized Adoption, and Subsidized Guardianship caseload growth for the Child and Family Services Division.

Department of Public Health & Human Services - 69010

Director's Office - 04



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 Montana Health Coalition is administratively attached. The director serves on many councils including the Interagency Coordinating Council for State Prevention Programs, which is attached to the Governor's Office.

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

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments	Exec. Budget	Adjustments	Exec. Budget	Budget Request
		Fiscal 2018	Fiscal 2018	Fiscal 2019	Fiscal 2019	2019 Biennium
FTE	49.50	0.00	49.50	0.00	49.50	
Personal Services	4,440,376	20,264	4,460,640	31,069	4,471,445	8,932,085
Operating Expenses	2,257,487	(167,249)	2,090,238	(164,603)	2,092,884	4,183,122
Grants	146,411	547,668	694,079	47,668	194,079	888,158
Total Costs	\$6,844,274	\$400,683	\$7,244,957	(\$85,866)	\$6,758,408	\$14,003,365
General Fund	2,700,840	376,421	3,077,261	(118,059)	2,582,781	5,660,042
State/Other Special	633,272	48,943	682,215	50,075	683,347	1,365,562
Federal Spec. Rev. Funds	3,510,162	(24,681)	3,485,481	(17,882)	3,492,280	6,977,761
Total Funds	\$6,844,274	\$400,683	\$7,244,957	(\$85,866)	\$6,758,408	\$14,003,365

Program Proposed Budget Adjustments				
	Budget Adjustments		Budget Adjustments	
	Fiscal 2018		Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	22,943	20,264	27,332	31,069
SWPL - 2 - Fixed Costs	525	1,220	1,564	3,635
SWPL - 3 - Inflation Deflation	222	565	314	796
<i>Total Statewide Present Law Adjustments</i>	<i>\$23,690</i>	<i>\$22,049</i>	<i>\$29,210</i>	<i>\$35,500</i>
Present Law Adjustments				
PL - 4003 - Children's Trust Fund Funding	0	155,000	0	155,000
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$155,000</i>	<i>\$0</i>	<i>\$155,000</i>
New Proposals				
NP - 4004 - Boulder Development Fund OTO	500,000	500,000	0	0
NP - 555 - Appropriation Rebase	(147,269)	(276,366)	(147,269)	(276,366)
<i>Total New Proposals</i>	<i>\$352,731</i>	<i>\$223,634</i>	<i>(\$147,269)</i>	<i>(\$276,366)</i>
Total Budget Adjustments	\$376,421	\$400,683	(\$118,059)	(\$85,866)

Department of Public Health & Human Services - 69010

Director's Office - 04

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$22,943	\$20,264
FY 2019	\$27,332	\$31,069

SWPL - 1 - Personal Services -

The budget includes \$20,264 in FY 2018 and \$31,069 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$525	\$1,220
FY 2019	\$1,564	\$3,635

SWPL - 2 - Fixed Costs -

The request includes \$1,220 in FY 2018 and \$3,635 in FY 2019 in total funds to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$222	\$565
FY 2019	\$314	\$796

SWPL - 3 - Inflation Deflation -

This change package includes an increase of \$565 in FY 2018 and \$796 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$155,000
FY 2019	\$0	\$155,000

PL - 4003 - Children's Trust Fund Funding -

This present law adjustment is made to maintain existing services for the Children's Trust Fund program within the Director's Office. The requests adjust the FY 2017 budgeted expenses to \$155,000 in FY 2018 and \$155,000 in FY 2019. This request is funded with state special and federal funds.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$500,000	\$500,000
FY 2019	\$0	\$0

NP - 4004 - Boulder Development Fund OTO -

This change package requests \$500,000 general fund to help mitigate impacts to communities due to the closure of the Montana Developmental Center. This one-time-only change package is contingent upon passage of a bill which transfers \$500,000 from the Big Sky Economic Development Trust Fund spendable interest to the general fund.

Department of Public Health & Human Services - 69010

Director's Office - 04

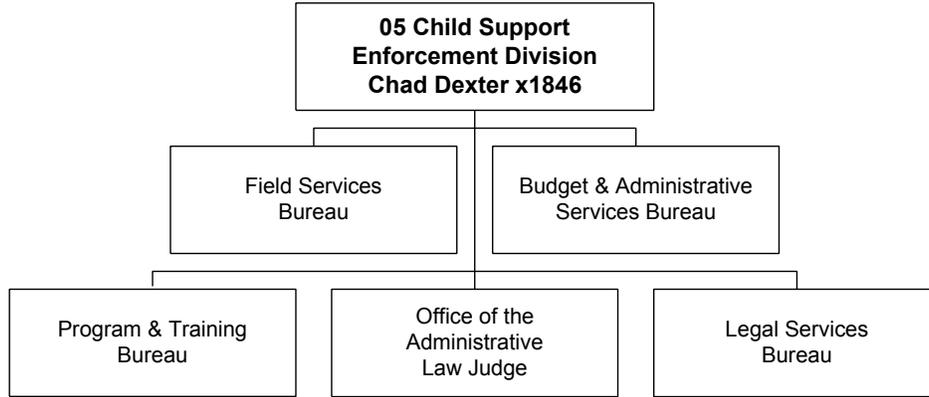
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$147,269)	(\$276,366)
FY 2019	(\$147,269)	(\$276,366)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Director's Office Division Appropriation Rebase totaling \$276,366 each year and was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

Department of Public Health & Human Services - 69010

Child Support Enforcement Division - 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 obligations from non-custodial parents. Program staff locates absent parents, identifies assets, establishes paternity, and ensures obligated parents maintain medical health insurance coverage for their dependent children.

Statutory Authority - 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	Starting Point	Budget Adjustments	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	157.31	0.00	157.31	0.00	157.31	
Personal Services	11,044,342	(166,160)	10,878,182	(129,425)	10,914,917	21,793,099
Operating Expenses	2,276,626	(346,403)	1,930,223	(346,304)	1,930,322	3,860,545
Equipment & Intangible Assets	21,456	0	21,456	0	21,456	42,912
Total Costs	\$13,342,424	(\$512,563)	\$12,829,861	(\$475,729)	\$12,866,695	\$25,696,556
General Fund	3,839,213	(169,520)	3,669,693	(157,030)	3,682,183	7,351,876
State/Other Special	401,494	(4,751)	396,743	(4,719)	396,775	793,518
Federal Spec. Rev. Funds	9,101,717	(338,292)	8,763,425	(313,980)	8,787,737	17,551,162
Total Funds	\$13,342,424	(\$512,563)	\$12,829,861	(\$475,729)	\$12,866,695	\$25,696,556

Program Proposed Budget Adjustments	Budget Adjustments		Budget Adjustments	
	Fiscal 2018		Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	(56,495)	(166,160)	(44,005)	(129,425)
SWPL - 3 - Inflation Deflation	0	(13,976)	0	(13,877)
<i>Total Statewide Present Law Adjustments</i>	<i>(\$56,495)</i>	<i>(\$180,136)</i>	<i>(\$44,005)</i>	<i>(\$143,302)</i>
New Proposals				
NP - 555 - Appropriation Rebase	(113,025)	(332,427)	(113,025)	(332,427)
<i>Total New Proposals</i>	<i>(\$113,025)</i>	<i>(\$332,427)</i>	<i>(\$113,025)</i>	<i>(\$332,427)</i>
Total Budget Adjustments	(\$169,520)	(\$512,563)	(\$157,030)	(\$475,729)

Department of Public Health & Human Services - 69010

Child Support Enforcement Division - 05

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$56,495)	(\$166,160)
FY 2019	(\$44,005)	(\$129,425)

SWPL - 1 - Personal Services -

The budget includes a reduction of \$166,160 in FY 2018 and \$129,425 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$13,976)
FY 2019	\$0	(\$13,877)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$13,976 in FY 2018 and \$13,877 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others

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

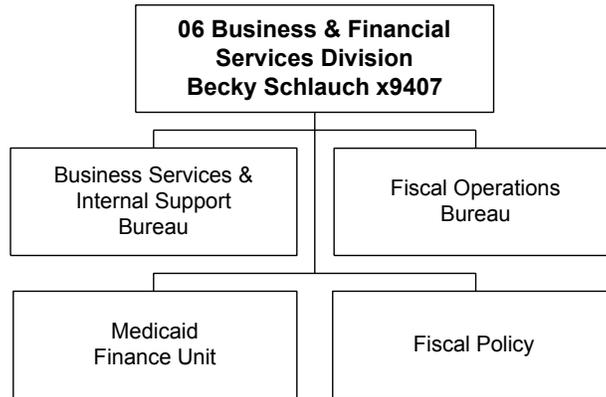
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$113,025)	(\$332,427)
FY 2019	(\$113,025)	(\$332,427)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Child Support Enforcement Division Appropriation Rebase totaling \$332,427 per year was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

Department of Public Health & Human Services - 69010

Business and Financial Services Division - 06



Program Description - The Business and Financial Services Division (BFSD) provides leadership and guidance in the development and implementation of accounting policies, procedures, and best business practices that support the mission of the Operations Branch.

Statutory Authority - Business and Financial Services Division - 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	Starting Point	Budget Adjustments	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	60.00	0.00	60.00	0.00	60.00	
Personal Services	3,875,913	128,970	4,004,883	141,438	4,017,351	8,022,234
Operating Expenses	6,532,675	(5,009)	6,527,666	(468,569)	6,064,106	12,591,772
Debt Service	5,676	0	5,676	0	5,676	11,352
Total Costs	\$10,414,264	\$123,961	\$10,538,225	(\$327,131)	\$10,087,133	\$20,625,358
General Fund	4,025,458	54,473	4,079,931	(119,831)	3,905,627	7,985,558
State/Other Special	524,697	2,385	527,082	(20,347)	504,350	1,031,432
Federal Spec. Rev. Funds	5,864,109	67,103	5,931,212	(186,953)	5,677,156	11,608,368
Total Funds	\$10,414,264	\$123,961	\$10,538,225	(\$327,131)	\$10,087,133	\$20,625,358

Program Proposed Budget Adjustments	Budget Adjustments		Budget Adjustments	
	Fiscal 2018		Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	49,851	128,970	54,670	141,438
SWPL - 2 - Fixed Costs	167,372	433,152	(11,833)	(30,622)
SWPL - 3 - Inflation Deflation	(14,798)	(38,285)	(14,716)	(38,071)
<i>Total Statewide Present Law Adjustments</i>	<i>\$202,425</i>	<i>\$523,837</i>	<i>\$28,121</i>	<i>\$72,745</i>
New Proposals				
NP - 555 - Appropriation Rebase	(147,952)	(399,876)	(147,952)	(399,876)
<i>Total New Proposals</i>	<i>(\$147,952)</i>	<i>(\$399,876)</i>	<i>(\$147,952)</i>	<i>(\$399,876)</i>
Total Budget Adjustments	\$54,473	\$123,961	(\$119,831)	(\$327,131)

Department of Public Health & Human Services - 69010

Business and Financial Services Division - 06

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$49,851	\$128,970
FY 2019	\$54,670	\$141,438

SWPL - 1 - Personal Services -

The budget includes \$128,970 in FY 2018 and \$141,438 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$167,372	\$433,152
FY 2019	(\$11,833)	(\$30,622)

SWPL - 2 - Fixed Costs -

The request includes an increase of \$433,152 in FY 2018 and a reduction of \$30,622 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$14,798)	(\$38,285)
FY 2019	(\$14,716)	(\$38,071)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$38,285 in FY 2018 and \$38,071 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

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

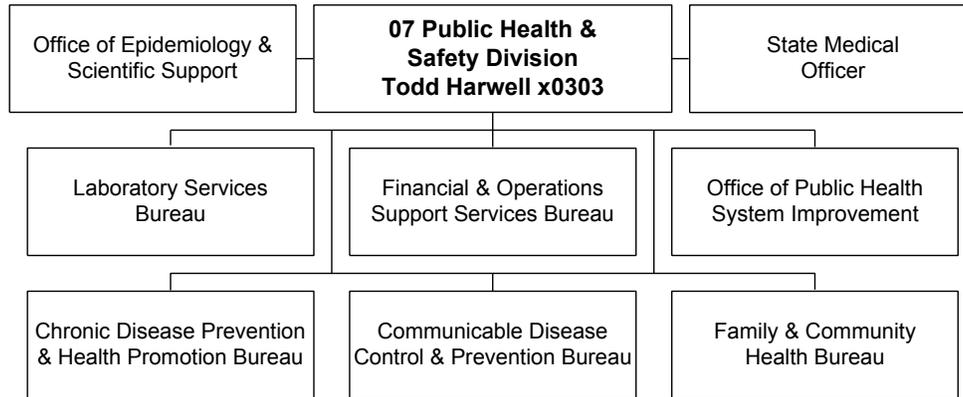
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$147,952)	(\$399,876)
FY 2019	(\$147,952)	(\$399,876)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Business and Financial Services Division Appropriation Rebase totaling \$399,876 per year was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

Department of Public Health & Human Services - 69010

Public Health & Safety Div - 07



Program Description - The mission of the Public Health and Safety Division (PHSD) is to improve and protect the health of Montanans by creating conditions for healthy living. 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:

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

Statutory authority for public health functions is in Title 50, MCA, including local public health activities. Rules concerning public health programs are in Title 37 of the Administrative Rules of Montana. Specific citations include: Title V of the Social Security Act; Family Planning Title X of the federal Public Health Service Act and 42 CFR, Subpart A, Part 59; WIC P. L. 95-627, Child Nutrition Act of 1966, and 7CFR part 246.

Program Proposed Budget	Starting Point	Budget Adjustments	Total	Budget Adjustments	Total	Executive
Budget Item	Fiscal 2017	Fiscal 2018	Exec. Budget Fiscal 2018	Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	181.26	0.00	181.26	0.00	181.26	
Personal Services	13,384,997	288,818	13,673,815	334,142	13,719,139	27,392,954
Operating Expenses	11,064,630	(717,714)	10,346,916	(701,699)	10,362,931	20,709,847
Equipment & Intangible Assets	216,741	0	216,741	0	216,741	433,482
Grants	22,825,172	(1,000,000)	21,825,172	(1,000,000)	21,825,172	43,650,344
Benefits & Claims	15,602,043	252,685	15,854,728	252,685	15,854,728	31,709,456
Transfers	475,100	0	475,100	0	475,100	950,200
Total Costs	\$63,568,683	(\$1,176,211)	\$62,392,472	(\$1,114,872)	\$62,453,811	\$124,846,283
General Fund	3,917,018	6,197	3,923,215	11,376	3,928,394	7,851,609
State/Other Special	18,274,680	(2,203,226)	16,071,454	(2,186,660)	16,088,020	32,159,474
Federal Spec. Rev. Funds	41,376,985	1,020,818	42,397,803	1,060,412	42,437,397	84,835,200
Total Funds	\$63,568,683	(\$1,176,211)	\$62,392,472	(\$1,114,872)	\$62,453,811	\$124,846,283

Department of Public Health & Human Services - 69010

Public Health & Safety Div - 07

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	5,258	288,818	6,709	334,142
SWPL - 2 - Fixed Costs	650	5,005	3,700	19,893
SWPL - 3 - Inflation Deflation	289	(7,369)	967	(6,242)
<i>Total Statewide Present Law Adjustments</i>	<i>\$6,197</i>	<i>\$286,454</i>	<i>\$11,376</i>	<i>\$347,793</i>
Present Law Adjustments				
PL - 7004 - Ryan White Emergency Relief Fund	0	799,650	0	799,650
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$799,650</i>	<i>\$0</i>	<i>\$799,650</i>
New Proposals				
NP - 7003 - Pregnancy Risk Assessment Monitoring System (PRAMS)	0	175,000	0	175,000
NP - 7006 - Adjustment in Tobacco Settlement Funds	0	(2,437,315)	0	(2,437,315)
<i>Total New Proposals</i>	<i>\$0</i>	<i>(\$2,262,315)</i>	<i>\$0</i>	<i>(\$2,262,315)</i>
Total Budget Adjustments	\$6,197	(\$1,176,211)	\$11,376	(\$1,114,872)

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$5,258	\$288,818
FY 2019	\$6,709	\$334,142

SWPL - 1 - Personal Services -

The budget includes \$288,818 in FY 2018 and \$334,142 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$650	\$5,005
FY 2019	\$3,700	\$19,893

SWPL - 2 - Fixed Costs -

The request includes \$5,005 in FY 2018 and \$19,893 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$289	(\$7,369)
FY 2019	\$967	(\$6,242)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$7,369 in FY 2018 and \$6,242 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

Department of Public Health & Human Services - 69010

Public Health & Safety Div - 07

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$799,650
FY 2019	\$0	\$799,650

PL - 7004 - Ryan White Emergency Relief Fund -

This present law adjustment is made to maintain existing services for the Ryan White HIV/AIDS Treatment Program in the Public Health and Safety Division. The request is for \$799,650 for each year of the biennium. The increase is necessary to accept and spend additional funding for the provision of case management, medications, and support of insurance premiums. This service is funded with 100% federal funds.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$175,000
FY 2019	\$0	\$175,000

NP - 7003 - Pregnancy Risk Assessment Monitoring System (PRAMS) -

This new proposal adds \$175,000 of federal spending authority each year to the Family and Community Health Bureau in the Public Health and Safety Division for the Pregnancy Risk Assessment Monitoring System (PRAMS). The grant will be used to develop public health programs aimed at improving the health of pregnant women and infants.

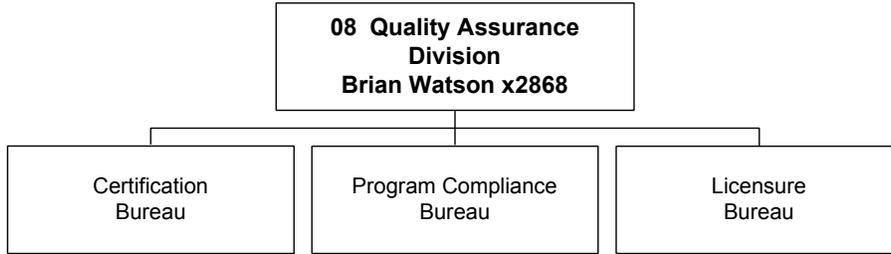
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$2,437,315)
FY 2019	\$0	(\$2,437,315)

NP - 7006 - Adjustment in Tobacco Settlement Funds -

This new proposal requests the reduction of \$2,437,315 in state special revenue (Statewide Tobacco Settlement funds) each year of the biennium in the Chronic Disease Bureau of the Public Health and Safety Division due to a reduction in revenue from the Tobacco Master Settlement.

Department of Public Health & Human Services - 69010

Quality Assurance Division - 08



Program Description - The Quality Assurance Division (QAD) promotes and protects the safety and well-being of people in Montana by providing responsive and independent assessment and monitoring of human services. This includes activities related to licensing, fraud investigations, fair hearings, ensuring federal compliance, and operating the medical marijuana registry. The division has field offices in Anaconda, Billings, Bozeman, Great Falls, Havre, Hinsdale, Kalispell, Miles City, and Missoula.

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

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	104.23	0.00	104.23	0.00	104.23	
Personal Services	7,418,133	(148,633)	7,269,500	(125,690)	7,292,443	14,561,943
Operating Expenses	1,619,644	57,422	1,677,066	59,343	1,678,987	3,356,053
Equipment & Intangible Assets	525	0	525	0	525	1,050
Grants	584,941	0	584,941	0	584,941	1,169,882
Total Costs	\$9,623,243	(\$91,211)	\$9,532,032	(\$66,347)	\$9,556,896	\$19,088,928
General Fund	2,569,173	(29,538)	2,539,635	(23,053)	2,546,120	5,085,755
State/Other Special	370,336	23,110	393,446	23,735	394,071	787,517
Federal Spec. Rev. Funds	6,683,734	(84,783)	6,598,951	(67,029)	6,616,705	13,215,656
Total Funds	\$9,623,243	(\$91,211)	\$9,532,032	(\$66,347)	\$9,556,896	\$19,088,928

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	67,484	(148,633)	73,501	(125,690)
SWPL - 2 - Fixed Costs	8	32	29	130
SWPL - 3 - Inflation Deflation	480	1,215	927	3,038
<i>Total Statewide Present Law Adjustments</i>	<i>\$67,972</i>	<i>(\$147,386)</i>	<i>\$74,457</i>	<i>(\$122,522)</i>
Present Law Adjustments				
PL - 8001 - Recovery Audit Contract (Biennial)	0	153,685	0	153,685
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$153,685</i>	<i>\$0</i>	<i>\$153,685</i>
New Proposals				
NP - 555 - Appropriation Rebase	(97,510)	(97,510)	(97,510)	(97,510)
<i>Total New Proposals</i>	<i>(\$97,510)</i>	<i>(\$97,510)</i>	<i>(\$97,510)</i>	<i>(\$97,510)</i>
Total Budget Adjustments	(\$29,538)	(\$91,211)	(\$23,053)	(\$66,347)

Department of Public Health & Human Services - 69010

Quality Assurance Division - 08

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$67,484	(\$148,633)
FY 2019	\$73,501	(\$125,690)

SWPL - 1 - Personal Services -

The budget includes a reduction of \$148,633 in FY 2018 and \$125,690 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$8	\$32
FY 2019	\$29	\$130

SWPL - 2 - Fixed Costs -

The request includes \$32 in FY 2018 and \$130 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$480	\$1,215
FY 2019	\$927	\$3,038

SWPL - 3 - Inflation Deflation -

This change package includes an increase of \$1,215 in FY 2018 and \$3,038 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$153,685
FY 2019	\$0	\$153,685

PL - 8001 - Recovery Audit Contract (Biennial) -

This biennial present law adjustment requests \$153,685 each year of state special and federal special revenue for the biennium to maintain existing services for the Recovery Audit program in the Quality Assurance Division. The requested funding would provide payment to the recovery audit contractor for an amount up to 12.5 percent of funds recovered while investigating waste, fraud and abuse in the healthcare system.

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

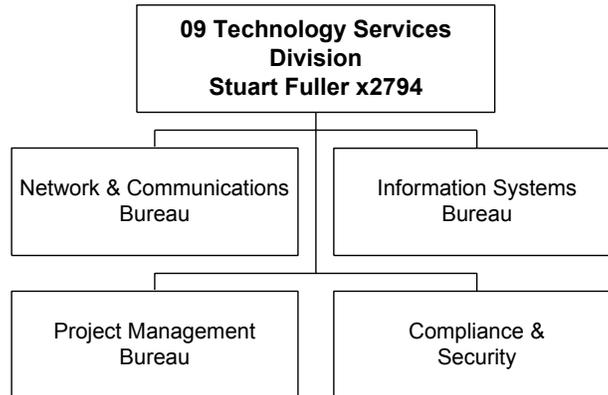
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$97,510)	(\$97,510)
FY 2019	(\$97,510)	(\$97,510)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Quality Assurance Division Appropriation Rebase totaling \$97,510 per year was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

Department of Public Health & Human Services - 69010

Technology Services Division - 09



Program Description - The overall mission of the Technology Service Division (TSD) is to use and improve information technology to protect the health, well-being, and self-reliance of all Montanans. The Technology Services Division (TSD) is comprised of three bureaus that provide a wide range of technology platforms that support DPHHS. The three bureaus are organized in areas of project management, database functions, and network/communication systems. TSD services include programming, help desk functions, database support, web development, enterprise architecture, project and contract management, security, and network management.

Statutory Authority - Technology Services Division - Title 17 and Title 40, MCA, and Title IV of the Social Security Act, Section 06, P.L. 96-265.

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments	Exec. Budget	Adjustments	Exec. Budget	Budget Request
		Fiscal 2018	Fiscal 2018	Fiscal 2019	Fiscal 2019	2019 Biennium
FTE	62.60	0.00	62.60	0.00	62.60	
Personal Services	5,313,768	(13,340)	5,300,428	10,035	5,323,803	10,624,231
Operating Expenses	22,966,682	993,724	23,960,406	995,534	23,962,216	47,922,622
Equipment & Intangible Assets	209,206	0	209,206	0	209,206	418,412
Debt Service	91,266	0	91,266	0	91,266	182,532
Total Costs	\$28,580,922	\$980,384	\$29,561,306	\$1,005,569	\$29,586,491	\$59,147,797
General Fund	11,931,113	635,617	12,566,730	647,439	12,578,552	25,145,282
State/Other Special	1,401,164	102,369	1,503,533	103,934	1,505,098	3,008,631
Federal Spec. Rev. Funds	15,248,645	242,398	15,491,043	254,196	15,502,841	30,993,884
Total Funds	\$28,580,922	\$980,384	\$29,561,306	\$1,005,569	\$29,586,491	\$59,147,797

Program Proposed Budget Adjustments	Budget Adjustments		Budget Adjustments	
	Fiscal 2018		Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	(6,262)	(13,340)	4,711	10,035
SWPL - 2 - Fixed Costs	1,155,036	2,659,381	1,155,820	2,661,052
SWPL - 3 - Inflation Deflation	(241)	(760)	(176)	(621)
<i>Total Statewide Present Law Adjustments</i>	<i>\$1,148,533</i>	<i>\$2,645,281</i>	<i>\$1,160,355</i>	<i>\$2,670,466</i>
New Proposals				
NP - 555 - Appropriation Rebase	(512,916)	(1,104,897)	(512,916)	(1,104,897)
NP - 556 - IT Convergence Savings	0	(560,000)	0	(560,000)
<i>Total New Proposals</i>	<i>(\$512,916)</i>	<i>(\$1,664,897)</i>	<i>(\$512,916)</i>	<i>(\$1,664,897)</i>
Total Budget Adjustments	\$635,617	\$980,384	\$647,439	\$1,005,569

Department of Public Health & Human Services - 69010

Technology Services Division - 09

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$6,262)	(\$13,340)
FY 2019	\$4,711	\$10,035

SWPL - 1 - Personal Services -

The budget includes a reduction of \$13,340 in FY 2018 and an increase of \$10,035 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$1,155,036	\$2,659,381
FY 2019	\$1,155,820	\$2,661,052

SWPL - 2 - Fixed Costs -

The request includes \$2,659,381 in FY 2018 and \$2,661,052 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$241)	(\$760)
FY 2019	(\$176)	(\$621)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$760 in FY 2018 and \$621 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$512,916)	(\$1,104,897)
FY 2019	(\$512,916)	(\$1,104,897)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Technology Services Division Appropriation Rebase totaling \$1,104,897 per year was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

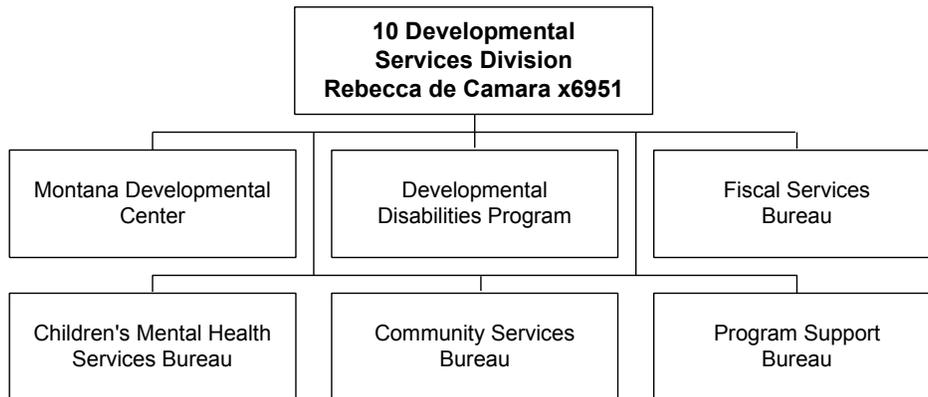
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$560,000)
FY 2019	\$0	(\$560,000)

NP - 556 - IT Convergence Savings -

In accordance with Executive Order 09-2016, state agencies have migrated information technology assets to the state data center and taken advantage of other enterprise IT solutions. The estimated savings for the Department of Public Health and Human Services is \$560,000 per year.

Department of Public Health & Human Services - 69010

Developmental Services Division - 10



Program Description - The role of the Developmental Services Division is to facilitate efficient delivery of effective services to adults and children with developmental disabilities and children with serious emotional disturbances. The division facilitates a wide range of services, all with the underlying goal of assisting Montanans with disabilities in living full lives within their community. 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 two home and community based Medicaid waivers, the state's IDEA early intervention program, and the (currently operational) state facility at the Montana Developmental Center in Boulder. These services include transportation, residential and work habilitation, adaptive equipment, and some medical services not covered by the state Medicaid plan.

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, 29USC 721 et seq., 29USC 796, et seq., 29USC 774, et seq., 29USC 777(b), 29USC 2201 et seq., 42 USC 75, 6602, 72USC 1300, 42CFR 441.302(b), 4CFR 441.302(g), 45CFR 74.62, and 34CFR Part 303.

Program Proposed Budget	Starting Point	Budget Adjustments	Total	Budget Adjustments	Total	Executive
Budget Item	Fiscal 2017	Fiscal 2018	Exec. Budget Fiscal 2018	Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	295.18	0.00	295.18	0.00	295.18	
Personal Services	18,848,490	(656,118)	18,192,372	(609,297)	18,239,193	36,431,565
Operating Expenses	4,734,599	113,269	4,847,868	124,930	4,859,529	9,707,397
Benefits & Claims	286,266,639	(892,320)	285,374,319	8,395,376	294,662,015	580,036,334
Debt Service	0	0	0	0	0	0
Total Costs	\$309,849,728	(\$1,435,169)	\$308,414,559	\$7,911,009	\$317,760,737	\$626,175,296
General Fund	94,205,261	758,673	94,963,934	2,658,349	96,863,610	191,827,544
State/Other Special	6,633,290	0	6,633,290	0	6,633,290	13,266,580
Federal Spec. Rev. Funds	209,011,177	(2,193,842)	206,817,335	5,252,660	214,263,837	421,081,172
Total Funds	\$309,849,728	(\$1,435,169)	\$308,414,559	\$7,911,009	\$317,760,737	\$626,175,296

Department of Public Health & Human Services - 69010

Developmental Services Division - 10

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	119,153	(656,118)	154,084	(609,297)
SWPL - 2 - Fixed Costs	141,619	141,887	141,403	142,471
SWPL - 3 - Inflation Deflation	(29,424)	(28,618)	(18,939)	(17,541)
<i>Total Statewide Present Law Adjustments</i>	<i>\$231,348</i>	<i>(\$542,849)</i>	<i>\$276,548</i>	<i>(\$484,367)</i>
Present Law Adjustments				
PL - 10991 - Medicaid Services DSD	1,055,732	6,052,480	2,948,755	15,440,751
PL - 10993 - Medicaid Federal Services DSD	0	(6,348,335)	0	(6,348,335)
<i>Total Present Law Adjustments</i>	<i>\$1,055,732</i>	<i>(\$295,855)</i>	<i>\$2,948,755</i>	<i>\$9,092,416</i>
New Proposals				
NP - 10100 - Youth Crisis Diversion OTO	600,000	600,000	600,000	600,000
NP - 555 - Appropriation Rebase	(1,100,000)	(1,100,000)	(1,100,000)	(1,100,000)
<i>Total New Proposals</i>	<i>(\$500,000)</i>	<i>(\$500,000)</i>	<i>(\$500,000)</i>	<i>(\$500,000)</i>
Total Budget Adjustments	\$787,080	(\$1,338,704)	\$2,725,303	\$8,108,049

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$119,153	(\$656,118)
FY 2019	\$154,084	(\$609,297)

SWPL - 1 - Personal Services -

The budget includes a reduction of \$656,118 in FY 2018 and \$609,297 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$141,619	\$141,887
FY 2019	\$141,403	\$142,471

SWPL - 2 - Fixed Costs -

The request includes \$141,887 in FY 2018 and \$142,471 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$29,424)	(\$28,618)
FY 2019	(\$18,939)	(\$17,541)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$28,618 in FY 2018 and \$17,541 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

Department of Public Health & Human Services - 69010

Developmental Services Division - 10

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$1,055,732	\$6,052,480
FY 2019	\$2,948,755	\$15,440,751

PL - 10991 - Medicaid Services DSD -

This present law adjustment for caseload growth in the Developmental Services Division covers the increase in the number of eligible individuals, utilization, acuity levels, and cost per service for medical care. This change package requests \$21,493,231 in total funds. The biennial funding is \$4,004,486 in general fund and \$17,488,745 in federal funds.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$6,348,335)
FY 2019	\$0	(\$6,348,335)

PL - 10993 - Medicaid Federal Services DSD -

This present law adjustment requests a reduction of federal funds of \$6,348,335 in FY 2018 and \$6,348,335 in FY 2019 for federally funded Medicaid services within the Developmental Services Division. Funding is 100% federal funds.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$600,000	\$600,000
FY 2019	\$600,000	\$600,000

NP - 10100 - Youth Crisis Diversion OTO -

This new proposal requests \$600,000 general fund each year of the biennium to continue efforts funded by the 2015 Legislature in accordance with HB 47 for Youth Mental Health Crisis Diversion.

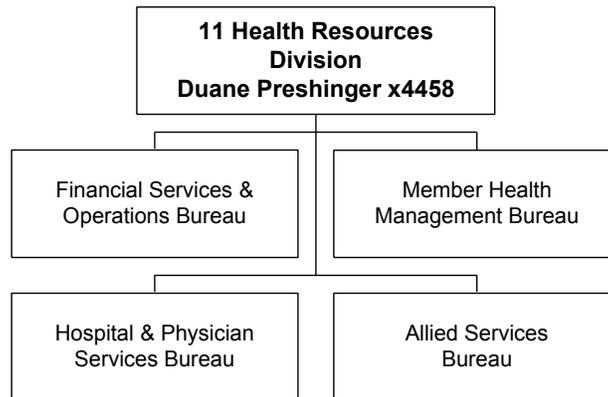
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$1,100,000)	(\$1,100,000)
FY 2019	(\$1,100,000)	(\$1,100,000)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Developmental Services Division Appropriation Rebase totaling \$1,100,000 each year and was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

Department of Public Health & Human Services - 69010

Health Resource Division - 11



Program Description - The Health Resources Division (HRD) administers Medicaid primary care services, Healthy Montana Kids (Medicaid and Children's Health Insurance Program services for children in low-income families), the Montana Health and Economic Livelihood Partnership (HELP), 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. The 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 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 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 261% the federal poverty level.

The Montana Health and Economic Livelihood Partnership (HELP) Plan is administered by the division to provide Medicaid coverage to Montanans whose income is below 138% of the federal poverty level. Blue Cross and Blue Shield of Montana was selected as a third-party administrator for the program.

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.

Department of Public Health & Human Services - 69010

Health Resource Division - 11

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	51.62	0.00	51.62	0.00	51.62	
Personal Services	3,917,794	(3,055)	3,914,739	9,660	3,927,454	7,842,193
Operating Expenses	10,353,769	417,115	10,770,884	640,963	10,994,732	21,765,616
Benefits & Claims	784,882,834	2,854,481	787,737,315	52,736,039	837,618,873	1,625,356,188
Total Costs	\$799,154,397	\$3,268,541	\$802,422,938	\$53,386,662	\$852,541,059	\$1,654,963,997
General Fund	153,716,922	(5,936,334)	147,780,588	4,577,313	158,294,235	306,074,823
State/Other Special	77,444,144	5,075,516	82,519,660	5,202,310	82,646,454	165,166,114
Federal Spec. Rev. Funds	567,993,331	4,129,359	572,122,690	43,607,039	611,600,370	1,183,723,060
Total Funds	\$799,154,397	\$3,268,541	\$802,422,938	\$53,386,662	\$852,541,059	\$1,654,963,997

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	73,335	(3,055)	78,570	9,660
SWPL - 2 - Fixed Costs	562	1,414	2,236	5,622
SWPL - 3 - Inflation Deflation	21	(2,838)	34	(2,809)
<i>Total Statewide Present Law Adjustments</i>	<i>\$73,918</i>	<i>(\$4,479)</i>	<i>\$80,840</i>	<i>\$12,473</i>
Present Law Adjustments				
PL - 11004 - HMK Caseload HRD	(35,000)	(151,964)	(35,000)	7,377,248
PL - 11991 - Medicaid Services HRD	3,518,330	(539,429)	12,942,992	36,731,484
PL - 11993 - Medicaid Federal Services HRD	0	8,987,774	0	13,577,731
PL - 11994 - Medicaid Other Services HRD	3,976,262	3,976,262	6,054,926	6,054,926
PL - 11995 - Medicaid Administration HRD	91,325	251,056	146,823	423,630
<i>Total Present Law Adjustments</i>	<i>\$7,550,917</i>	<i>\$12,523,699</i>	<i>\$19,109,741</i>	<i>\$64,165,019</i>
New Proposals				
NP - 11996 - Medicaid Caseload Refinance	(10,439,000)	0	(10,907,000)	0
NP - 11997 - Physician CPI Adjustment - Medicaid	(447,877)	(1,496,861)	(1,031,976)	(3,037,012)
NP - 555 - Appropriation Rebase	(2,674,292)	(7,753,818)	(2,674,292)	(7,753,818)
<i>Total New Proposals</i>	<i>(\$13,561,169)</i>	<i>(\$9,250,679)</i>	<i>(\$14,613,268)</i>	<i>(\$10,790,830)</i>
Total Budget Adjustments	(\$5,936,334)	\$3,268,541	\$4,577,313	\$53,386,662

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$73,335	(\$3,055)
FY 2019	\$78,570	\$9,660

SWPL - 1 - Personal Services -

The budget includes a reduction of \$3,055 in FY 2018 and an increase of \$9,660 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings

Department of Public Health & Human Services - 69010

Health Resource Division - 11

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$562	\$1,414
FY 2019	\$2,236	\$5,622

SWPL - 2 - Fixed Costs -

The request includes \$1,414 in FY 2018 and \$5,622 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$21	(\$2,838)
FY 2019	\$34	(\$2,809)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$2,838 in FY 2018 and \$2,809 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$35,000)	(\$151,964)
FY 2019	(\$35,000)	\$7,377,248

PL - 11004 - HMK Caseload HRD -

This present law adjustment for Healthy Montana Kids caseload growth in the Health Resources Division covers the increase in the number of eligible individuals, utilization, acuity levels, and cost per service for medical care. This change package requests \$7,225,284 in total funds. The biennial funding is a reduction of \$70,000 in general fund, \$7,138,385 in state special revenue, as well as an increase of \$14,433,669 in federal funds.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$3,518,330	(\$539,429)
FY 2019	\$12,942,992	\$36,731,484

PL - 11991 - Medicaid Services HRD -

This present law adjustment for caseload growth in the Health Resources Division covers the increase in the number of eligible individuals, utilization, acuity levels, and cost per service for medical care. This change package requests \$36,192,054 in total funds. The biennial funding is an increase of \$16,461,323 in general fund, a reduction in state special revenue funds of \$3,809,092, and an increase of \$23,539,823 in federal funds.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$8,987,774
FY 2019	\$0	\$13,577,731

PL - 11993 - Medicaid Federal Services HRD -

This present law adjustment requests federal funds of \$8,987,774 in FY 2018 and \$13,577,731 in FY 2019 to fund growth for federally funded Medicaid services within the Health Resources Division. Funding is 100% federal funds.

Department of Public Health & Human Services - 69010

Health Resource Division - 11

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$3,976,262	\$3,976,262
FY 2019	\$6,054,926	\$6,054,926

PL - 11994 - Medicaid Other Services HRD -

This present law adjustment is necessary to maintain existing services for the Medicaid Phased-down State Contribution program in the Health Resources Division. The change package requests \$10,031,189 in general fund for the biennium with \$3,976,262 in FY 2018 and \$6,054,926 in FY 2019.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$91,325	\$251,056
FY 2019	\$146,823	\$423,630

PL - 11995 - Medicaid Administration HRD -

This present law adjustment is necessary to maintain existing services for Medicaid administration in the Health Resources Division. The change package requests total funds of \$674,686 for the biennium, with a general fund amount of \$91,325 in FY 2018 and \$146,823 in FY 2019.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$10,439,000)	\$0
FY 2019	(\$10,907,000)	\$0

NP - 11996 - Medicaid Caseload Refinance -

This budget request proposes a refinance for Medicaid caseload in the Health Resources Division. This fund switch will increase state special revenue funds (I-149) and decrease general fund by \$10,439,000 in FY 2018 and \$10,907,000 in FY 2019. The total cost for the program does not change. This change package is contingent upon the passage and approval of LC # _____.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$447,877)	(\$1,496,861)
FY 2019	(\$1,031,976)	(\$3,037,012)

NP - 11997 - Physician CPI Adjustment - Medicaid -

This new proposal requests a reduction of \$5,033,975 total funds over the biennium for physicians and other practitioners in the Medicaid program, whose current reimbursement rates are tied to the consumer price index for medical care for the previous year as calculated by the bureau of labor statistics of the United States department of labor. This proposal is contingent upon the passage and approval of LC# _____.

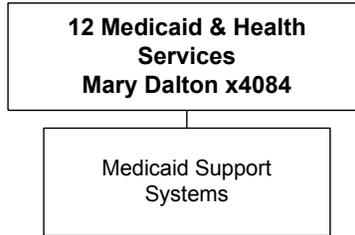
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$2,674,292)	(\$7,753,818)
FY 2019	(\$2,674,292)	(\$7,753,818)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Health Resources Division Appropriation Rebase totaling \$7,753,818 each year and was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

Department of Public Health & Human Services - 69010

Medicaid & Health Svr Mgt - 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.

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	5.00	0.00	5.00	0.00	5.00	
Personal Services	525,664	(16,596)	509,068	(15,407)	510,257	1,019,325
Operating Expenses	11,278,099	58	11,278,157	195	11,278,294	22,556,451
Grants	7,039,062	0	7,039,062	0	7,039,062	14,078,124
Total Costs	\$18,842,825	(\$16,538)	\$18,826,287	(\$15,212)	\$18,827,613	\$37,653,900
General Fund	2,344,122	(7,255)	2,336,867	(6,668)	2,337,454	4,674,321
State/Other Special	151,366	(1,497)	149,869	(1,388)	149,978	299,847
Federal Spec. Rev. Funds	16,347,337	(7,786)	16,339,551	(7,156)	16,340,181	32,679,732
Total Funds	\$18,842,825	(\$16,538)	\$18,826,287	(\$15,212)	\$18,827,613	\$37,653,900

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	(7,283)	(16,596)	(6,763)	(15,407)
SWPL - 2 - Fixed Costs	22	45	86	176
SWPL - 3 - Inflation Deflation	6	13	9	19
<i>Total Statewide Present Law Adjustments</i>	<i>(\$7,255)</i>	<i>(\$16,538)</i>	<i>(\$6,668)</i>	<i>(\$15,212)</i>
Total Budget Adjustments	(\$7,255)	(\$16,538)	(\$6,668)	(\$15,212)

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$7,283)	(\$16,596)
FY 2019	(\$6,763)	(\$15,407)

SWPL - 1 - Personal Services -

The budget includes a reduction of \$16,596 in FY 2018 and (15,407 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

Department of Public Health & Human Services - 69010

Medicaid & Health Svr Mgt - 12

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$22	\$45
FY 2019	\$86	\$176

SWPL - 2 - Fixed Costs -

The request includes \$45 in FY 2018 and \$176 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$6	\$13
FY 2019	\$9	\$19

SWPL - 3 - Inflation Deflation -

This change package includes an increase of \$13 in FY 2018 and \$19 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

Department of Public Health & Human Services - 69010

Management and Fair Hearings - 16



Program Description - The Management and Fair Hearings Office (MFH) is made up of the Branch Management Office and the Office of Fair Hearings. It is responsible for all the oversight and management of the Operations Branch and for providing fair hearings for many of the department's programs.

Statutory Authority - Management and Fair Hearings - Title 17, Chapter 1, part 1 and Chapter 2, MCA.

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	22.00	0.00	22.00	0.00	22.00	
Personal Services	2,037,463	4,670	2,042,133	9,884	2,047,347	4,089,480
Operating Expenses	234,143	(62,282)	171,861	(62,105)	172,038	343,899
Equipment & Intangible Assets	5,240	0	5,240	0	5,240	10,480
Total Costs	\$2,276,846	(\$57,612)	\$2,219,234	(\$52,221)	\$2,224,625	\$4,443,859
General Fund	903,844	(29,294)	874,550	(27,154)	876,690	1,751,240
State/Other Special	61,062	127	61,189	271	61,333	122,522
Federal Spec. Rev. Funds	1,311,940	(28,445)	1,283,495	(25,338)	1,286,602	2,570,097
Total Funds	\$2,276,846	(\$57,612)	\$2,219,234	(\$52,221)	\$2,224,625	\$4,443,859

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	1,854	4,670	3,924	9,884
SWPL - 2 - Fixed Costs	23	58	91	229
SWPL - 3 - Inflation Deflation	7	16	9	22
<i>Total Statewide Present Law Adjustments</i>	<i>\$1,884</i>	<i>\$4,744</i>	<i>\$4,024</i>	<i>\$10,135</i>
New Proposals				
NP - 555 - Appropriation Rebase	(31,178)	(62,356)	(31,178)	(62,356)
<i>Total New Proposals</i>	<i>(\$31,178)</i>	<i>(\$62,356)</i>	<i>(\$31,178)</i>	<i>(\$62,356)</i>
Total Budget Adjustments	(\$29,294)	(\$57,612)	(\$27,154)	(\$52,221)

Department of Public Health & Human Services - 69010

Management and Fair Hearings - 16

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$1,854	\$4,670
FY 2019	\$3,924	\$9,884

SWPL - 1 - Personal Services -

The budget includes \$4,670 in FY 2018 and \$9,884 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$23	\$58
FY 2019	\$91	\$229

SWPL - 2 - Fixed Costs -

The request includes \$58 in FY 2018 and \$229 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$7	\$16
FY 2019	\$9	\$22

SWPL - 3 - Inflation Deflation -

This change package includes an increase of \$16 in FY 2018 and \$22 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

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

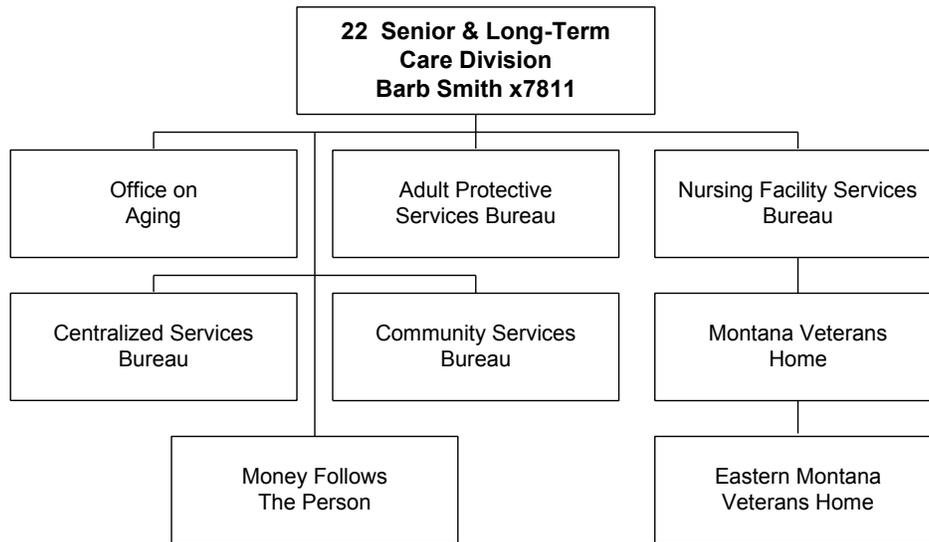
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$31,178)	(\$62,356)
FY 2019	(\$31,178)	(\$62,356)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Management and Fair Hearings Division Appropriation Rebase totaling \$62,356 per year was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

Department of Public Health & Human Services - 69010

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) The Protective Services Program investigates abuse, neglect, and exploitation through 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- 6 02 , 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).

Department of Public Health & Human Services - 69010

Senior & Long-Term Care - 22

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	217.55	0.00	217.55	0.00	217.55	
Personal Services	13,486,268	(43,110)	13,443,158	(3,897)	13,482,371	26,925,529
Operating Expenses	9,047,976	(17,483)	9,030,493	455,111	9,503,087	18,533,580
Equipment & Intangible Assets	111,093	(80,000)	31,093	(80,000)	31,093	62,186
Capital Outlay	0	0	0	0	0	0
Grants	13,996,597	750,000	14,746,597	750,000	14,746,597	29,493,194
Benefits & Claims	291,392,893	(19,461,497)	271,931,396	(17,001,545)	274,391,348	546,322,744
Transfers	4,000	0	4,000	0	4,000	8,000
Debt Service	76,284	0	76,284	0	76,284	152,568
Total Costs	\$328,115,111	(\$18,852,090)	\$309,263,021	(\$15,880,331)	\$312,234,780	\$621,497,801
General Fund	80,248,619	(6,224,195)	74,024,424	(6,738,382)	73,510,237	147,534,661
State/Other Special	36,291,959	(1,127,387)	35,164,572	(1,085,263)	35,206,696	70,371,268
Federal Spec. Rev. Funds	211,574,533	(11,500,508)	200,074,025	(8,056,686)	203,517,847	403,591,872
Total Funds	\$328,115,111	(\$18,852,090)	\$309,263,021	(\$15,880,331)	\$312,234,780	\$621,497,801

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	110,544	(43,110)	120,465	(3,897)
SWPL - 2 - Fixed Costs	41,876	81,849	41,876	81,398
SWPL - 3 - Inflation Deflation	3,995	(7,575)	5,689	11,277
<i>Total Statewide Present Law Adjustments</i>	<i>\$156,415</i>	<i>\$31,164</i>	<i>\$168,030</i>	<i>\$88,778</i>
Present Law Adjustments				
PL - 22112 - Contractual Adjustments	23,579	83,798	48,264	171,701
PL - 22115 - MVH Per Deim PLA	0	18,437	0	188,683
PL - 22116 - EMVH Fed Auth Per Diem	0	131,008	0	327,052
PL - 22991 - Medicaid Services SLTC	(5,785,709)	(14,817,058)	(6,336,196)	(12,425,057)
PL - 22993 - Medicaid Federal Services SLTC	0	64,715	0	132,666
<i>Total Present Law Adjustments</i>	<i>(\$5,762,130)</i>	<i>(\$14,519,100)</i>	<i>(\$6,287,932)</i>	<i>(\$11,604,955)</i>
New Proposals				
NP - 22119 - Aging Services Funding	750,000	750,000	750,000	750,000
NP - 555 - Appropriation Rebase	(1,368,480)	(5,114,154)	(1,368,480)	(5,114,154)
<i>Total New Proposals</i>	<i>(\$618,480)</i>	<i>(\$4,364,154)</i>	<i>(\$618,480)</i>	<i>(\$4,364,154)</i>
Total Budget Adjustments	(\$6,224,195)	(\$18,852,090)	(\$6,738,382)	(\$15,880,331)

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$110,544	(\$43,110)
FY 2019	\$120,465	(\$3,897)

SWPL - 1 - Personal Services -

The budget includes a reduction of \$43,110 in FY 2018 and \$3,897 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

Department of Public Health & Human Services - 69010

Senior & Long-Term Care - 22

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$41,876	\$81,849
FY 2019	\$41,876	\$81,398

SWPL - 2 - Fixed Costs -

The request includes \$81,849 in FY 2018 and \$81,398 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$3,995	(\$7,575)
FY 2019	\$5,689	\$11,277

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$7,575 in FY 2018 and an increase of \$11,277 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$23,579	\$83,798
FY 2019	\$48,264	\$171,701

PL - 22112 - Contractual Adjustments -

This present law adjustment requests \$255,498 total funds over the biennium, including general funds of \$23,579 in FY 2018 and \$48,264 in FY 2019. This request reflects the anticipated increase in three Senior and Long Term Care Division contracts: utilization review contract, traumatic brain injury contract and case management contract to recognize growth. The contract for utilization review is also increased to recognize caseload growth to cover the expected increases in contractor time for level of care screens, utilization review, and prior authorizations. Contracts for the utilization review contractor are funded at 75% federal and 25% general funds. The traumatic brain injury contract is 100% general funded and the case management contract is 50% general funds and 50% federal funds.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$18,437
FY 2019	\$0	\$188,683

PL - 22115 - MVH Per Deim PLA -

This present law adjustment is requesting an increase in federal authority for funds from the Veterans Administration (VA) for per diem rates that will be reimbursed for the domiciliary and the nursing facility days of care at the Montana Veterans Home in the Senior and Long Term Care Division. The VA per diem rates change on October 1st of each year, and this adjustment assumes the 70%-Disabled, service connected veterans per diem payments and DOM per diem payments will increase approximately 2% and nursing will increase approximately 1.84%. This funding shifts expenses from state special revenue (cigarette taxes) to federal funds. This change package requests \$18,437 in FY 2018 and \$188,683 in FY 2019 in federal funds for the biennium.

Department of Public Health & Human Services - 69010

Senior & Long-Term Care - 22

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$131,008
FY 2019	\$0	\$327,052

PL - 22116 - EMVH Fed Auth Per Diem -

This present law adjustment is requesting an increase of federal authority from the Veterans Administration (VA) for per diem rates that will be reimbursed for the nursing facility days of care at the Eastern Montana Veterans Home in the Senior and Long Term Care Division. The VA per diem rates change on October 1st of each year, and this adjustment assumes the 70%-Disabled, service connected veterans per diem payments will increase approximately 2% and nursing will increase approximately 1.84%. The federal VA payments are passed through to the contractor who operates the EMVH facility. This pass through is funded with 100% federal funds. The change package requests \$131,008 in FY 2018 and \$327,052 in FY 2019.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$5,785,709)	(\$14,817,058)
FY 2019	(\$6,336,196)	(\$12,425,057)

PL - 22991 - Medicaid Services SLTC -

This present law adjustment for caseload growth in the Senior and Long Term Care Division covers the increase in the number of eligible individuals in services, utilization, acuity level, and cost per services. This change package requests reductions of \$27,242,115 in total funds. The biennial funding is reduced by \$12,121,905 in general fund, \$1,400,000 in state special revenue, and \$13,720,210 in federal funds.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$64,715
FY 2019	\$0	\$132,666

PL - 22993 - Medicaid Federal Services SLTC -

This present law adjustment requests federal funds of \$64,715 in FY 2018 and \$132,666 in FY 2019 to fund growth for federally funded Medicaid services within the Senior and Long Term Care Division. Funding is 100% federal funds.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$750,000	\$750,000
FY 2019	\$750,000	\$750,000

NP - 22119 - Aging Services Funding -

This new proposal requests \$750,000 in general fund each year of the biennium to be allocated to Area Agencies on Aging to provide additional services targeted at keeping individuals in their homes and communities and delaying the need for higher cost services. This funding will help address the increasing need for services, such as respite, homemaker, and meals programs for an expanding aging population in Montana.

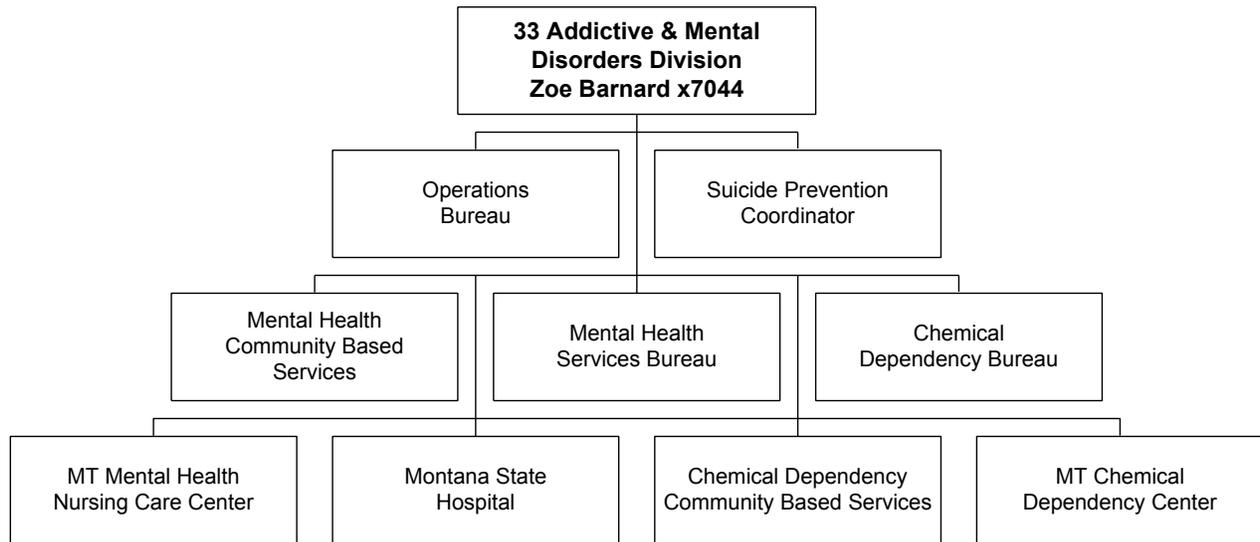
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$1,368,480)	(\$5,114,154)
FY 2019	(\$1,368,480)	(\$5,114,154)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Senior & Long-Term Care Division Appropriation Rebase totaling \$5,114,154 each year and was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

Department of Public Health & Human Services - 69010

Addictive and Mental Disorders Division - 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, the Montana Chemical Dependency Center in Butte, and the Montana Mental Health Nursing Care Center in Lewistown.

Statutory Authority - Mental health is in Title 53, Chapter 21, parts 1 through 7 and part 10, MCA and PL 102-321, CFR. Chemical dependency is in Title 53, Chapters 1 and 24, MCA, and Part C, Title XIX of the Social Security Act.

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments	Exec. Budget	Adjustments	Exec. Budget	Budget Request
		Fiscal 2018	Fiscal 2018	Fiscal 2019	Fiscal 2019	2019 Biennium
FTE	718.06	0.00	718.06	0.00	718.06	
Personal Services	48,823,291	(184,201)	48,639,090	(51,142)	48,772,149	97,411,239
Operating Expenses	17,165,710	246,517	17,412,227	316,673	17,482,383	34,894,610
Equipment & Intangible Assets	142,460	0	142,460	0	142,460	284,920
Grants	4,998,873	(1,200,000)	3,798,873	(1,200,000)	3,798,873	7,597,746
Benefits & Claims	88,459,443	(7,999,564)	80,459,879	(5,606,544)	82,852,899	163,312,778
Transfers	22,500	0	22,500	0	22,500	45,000
Debt Service	117,623	0	117,623	0	117,623	235,246
Total Costs	\$159,729,900	(\$9,137,248)	\$150,592,652	(\$6,541,013)	\$153,188,887	\$303,781,539
General Fund	78,323,440	(2,114,614)	76,208,826	(1,542,601)	76,780,839	152,989,665
State/Other Special	16,527,525	3,776,818	20,304,343	3,795,467	20,322,992	40,627,335
Federal Spec. Rev. Funds	64,878,935	(10,799,452)	54,079,483	(8,793,879)	56,085,056	110,164,539
Total Funds	\$159,729,900	(\$9,137,248)	\$150,592,652	(\$6,541,013)	\$153,188,887	\$303,781,539

Department of Public Health & Human Services - 69010

Addictive and Mental Disorders Division - 33

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	108,359	(184,201)	226,485	(51,142)
SWPL - 2 - Fixed Costs	247,271	281,661	245,839	280,084
SWPL - 3 - Inflation Deflation	(36,626)	(35,144)	34,065	36,589
<i>Total Statewide Present Law Adjustments</i>	<i>\$319,004</i>	<i>\$62,316</i>	<i>\$506,389</i>	<i>\$265,531</i>
Present Law Adjustments				
PL - 33991 - Medicaid Services AMDD	2,691,711	(9,815,985)	3,109,537	(7,545,753)
PL - 33993 - Medicaid Federal Services AMDD	0	1,884,455	0	2,077,771
<i>Total Present Law Adjustments</i>	<i>\$2,691,711</i>	<i>(\$7,931,530)</i>	<i>\$3,109,537</i>	<i>(\$5,467,982)</i>
New Proposals				
NP - 33100 - Alcohol Tax Reinvestment in Mental Health	(1,141,000)	0	(1,172,000)	0
NP - 33300 - Substance Abuse Treatment Refinance	(2,764,154)	0	(2,739,444)	0
NP - 555 - Appropriation Rebase	(1,200,000)	(1,200,000)	(1,200,000)	(1,200,000)
<i>Total New Proposals</i>	<i>(\$5,105,154)</i>	<i>(\$1,200,000)</i>	<i>(\$5,111,444)</i>	<i>(\$1,200,000)</i>
Total Budget Adjustments	(\$2,094,439)	(\$9,069,214)	(\$1,495,518)	(\$6,402,451)

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$108,359	(\$184,201)
FY 2019	\$226,485	(\$51,142)

SWPL - 1 - Personal Services -

The budget includes a reduction of \$184,201 in FY 2018 and \$51,142 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$247,271	\$281,661
FY 2019	\$245,839	\$280,084

SWPL - 2 - Fixed Costs -

The request includes \$281,661 in FY 2018 and \$280,084 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$36,626)	(\$35,144)
FY 2019	\$34,065	\$36,589

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$35,144 in FY 2018 and an increase \$36,589 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

Department of Public Health & Human Services - 69010

Addictive and Mental Disorders Division - 33

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$2,691,711	(\$9,815,985)
FY 2019	\$3,109,537	(\$7,545,753)

PL - 33991 - Medicaid Services AMDD -

This present law adjustment for caseload growth in the Addictive and Mental Disorders Division covers the increase in the number of eligible individuals, utilization, acuity levels, and cost per service for medical care. This change package requests a reduction in total funds of \$17,361,739. The biennial funding is an increase of \$5,801,249 in general fund and a reduction of \$23,162,987 in federal funds.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$1,884,455
FY 2019	\$0	\$2,077,771

PL - 33993 - Medicaid Federal Services AMDD -

This present law adjustment requests federal funds of \$1,884,455 in FY 2018 and \$2,077,771 in FY 2019 to fund growth for federally funded Medicaid services within the Addictive and Mental Disorders Division. Funding is 100% federal funds.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$1,141,000)	\$0
FY 2019	(\$1,172,000)	\$0

NP - 33100 - Alcohol Tax Reinvestment in Mental Health -

This budget request proposes a refinance for mental health treatment at the Montana State Hospital in the Addictive and Mental Disorders Division. This fund switch will increase state special revenue funds (Earmarked Alcohol Tax) and decrease general fund by \$1,141,000 in FY 2018 and \$1,172,000 in FY 2019. The total cost for the program does not change. This change package is contingent upon the passage and approval of LC # _____.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$2,764,154)	\$0
FY 2019	(\$2,739,444)	\$0

NP - 33300 - Substance Abuse Treatment Refinance -

This new proposal requests a realignment of funding for substance abuse treatment programs in the Addictive and Mental Disorders division. At the Montana Chemical Dependency Center, this change package proposes a reduction in state special revenue (alcohol tax) and an increase in state special revenue (facility reimbursement) of \$2,764,154 in FY 2018 and \$2,739,444 in FY 2019. Additionally, at the community service level for residential treatment contracts and at the Montana State Hospital, this change package proposes a reduction in general fund and a like increase in state special revenue (alcohol tax) of \$2,764,154 in FY 2018 and \$2,739,444 in FY 2019. The total costs for these programs do not change.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$1,200,000)	(\$1,200,000)
FY 2019	(\$1,200,000)	(\$1,200,000)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes Addictive and Mental Disorders Division Appropriation Rebase totaling \$1,200,000 each year and was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.