

Program Budget Comparison

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding.

Program Budget Comparison								
Budget Item	Base Fiscal 2012	Approp. Fiscal 2013	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 12-13	Biennium Fiscal 14-15	Biennium Change	Biennium % Change
FTE	354.91	354.91	353.91	353.91	354.91	353.91	(1.00)	(0.28%)
Personal Services	17,724,714	18,459,326	17,476,876	16,676,716	36,184,040	34,153,592	(2,030,448)	(5.61%)
Operating Expenses	6,406,307	5,632,350	6,998,666	7,020,870	12,038,657	14,019,536	1,980,879	16.45%
Grants	0	400,941	0	0	400,941	0	(400,941)	(100.00%)
Benefits & Claims	204,865,266	214,398,460	242,027,282	262,623,531	419,263,726	504,650,813	85,387,087	20.37%
Total Costs	\$228,996,287	\$238,891,077	\$266,502,824	\$286,321,117	\$467,887,364	\$552,823,941	\$84,936,577	18.15%
General Fund	72,165,391	75,814,375	81,612,271	85,186,819	147,979,766	166,799,090	18,819,324	12.72%
State Special	6,664,233	5,607,178	6,632,940	6,632,940	12,271,411	13,265,880	994,469	8.10%
Federal Special	150,166,663	157,469,524	178,257,613	194,501,358	307,636,187	372,758,971	65,122,784	21.17%
Total Funds	\$228,996,287	\$238,891,077	\$266,502,824	\$286,321,117	\$467,887,364	\$552,823,941	\$84,936,577	18.15%

Program Description

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

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

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

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

Program Highlights

Developmental Services Division Major Budget Highlights	
<ul style="list-style-type: none"> ◆ Total funding increased by \$85 million over the previous biennium <ul style="list-style-type: none"> • General fund increased by \$19 million, primarily due to caseload adjustments offset by a reduction at the Montana Developmental Center • Federal special revenue increased by \$65 million, primarily due to caseload adjustments, expansion of school based mental health services, and provider rate increases ◆ The legislature reduced funding for MDC to fund: <ul style="list-style-type: none"> • An additional provider rate increase • Transition to community services for 24 residents • The transition of one FTE to the Department of Justice to provide independent criminal investigation at MDC ◆ The legislature did not approve funding for overtime and holiday pay for MDC ◆ The legislature eliminated funding for community alternatives to psychiatric residential treatment facilities within the children's mental health program 	

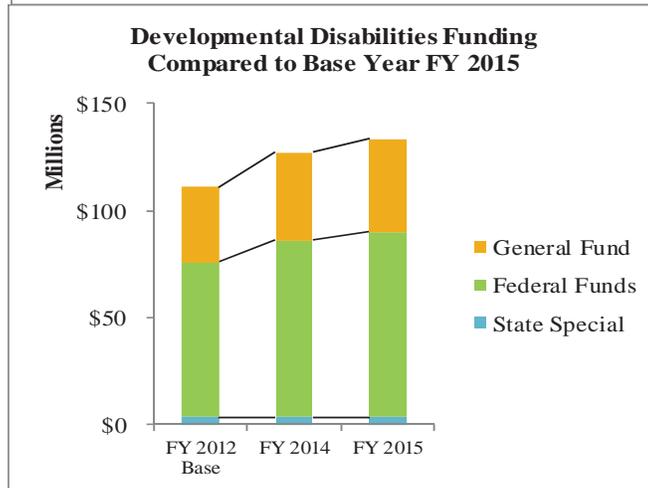
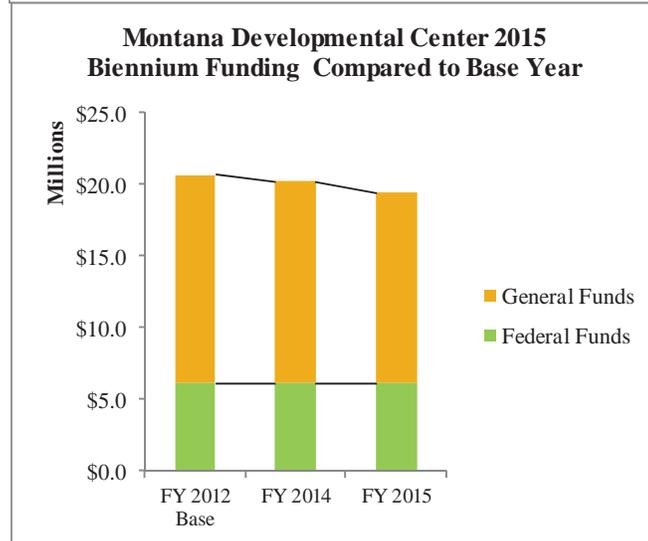
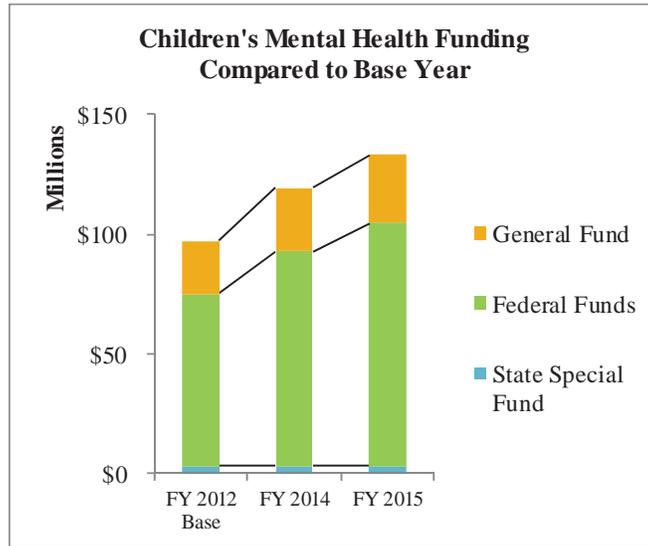
Summary of Legislative Action

The division provides services through three areas: 1) children's mental health; 2) institutional services for individuals with developmental disabilities; and 3) community services for individuals with developmental disabilities.

The 2015 biennium budget for DSD increases by \$85 million when compared to the 2013 biennium.

Compared to FY 2012 base year the general fund for children's mental health increased at an annualized rate of 8% and federal funds increased at an annualized rate of 12%. Compared to the FY 2012 base year, the developmental disabilities program general fund increased at an annualized rate of 7% and federal funds increased at an annualized rate of 6%. General fund for the MDC decreased at an annualize rate of 3% when compared to the FY 2012 base year while federal funding remained flat.

The charts below shows relative growth for funding sources.



The following summarizes the major adjustments made by the legislature:

- The legislature accepted all of the statewide present law adjustments (\$1.1million)
- The agency requested an increase in funding to cover a forecasted increase in Medicaid benefit caseloads; the legislature reduced this forecast by 2% for an assumed annualized growth rate of 8.1% general fund and 7.0% federal funds compared to the FY 2012 base
- Funding for MDC was reduced by \$2.6 million, in part to fund an additional 2% provider rate increase, expand waiver slots for community based services, provide funding for school based mental health coordination, and the transfer of 1.00 FTE from MDC to the Department of Justice
- The legislature did not approve funding for overtime and holiday pay differential for MDC (\$0.9 million general fund)
- The school based mental health program is expected to see significant growth, 18% per year, in the next biennium as the program gains wider acceptance among the school districts within the state. The legislature authorized federal funding for local school districts wishing to provide school based mental health services. Local school districts must provide state matching funds from local revenue sources
- The federal matching rate for Medicaid services, FMAP, decreased for the biennium resulting in a shift from federal funds to general fund (\$0.3 million)
- The legislature imposed an additional 2% vacancy savings. The agency may distribute the vacancy savings among the departments. Further details are in the Summary section

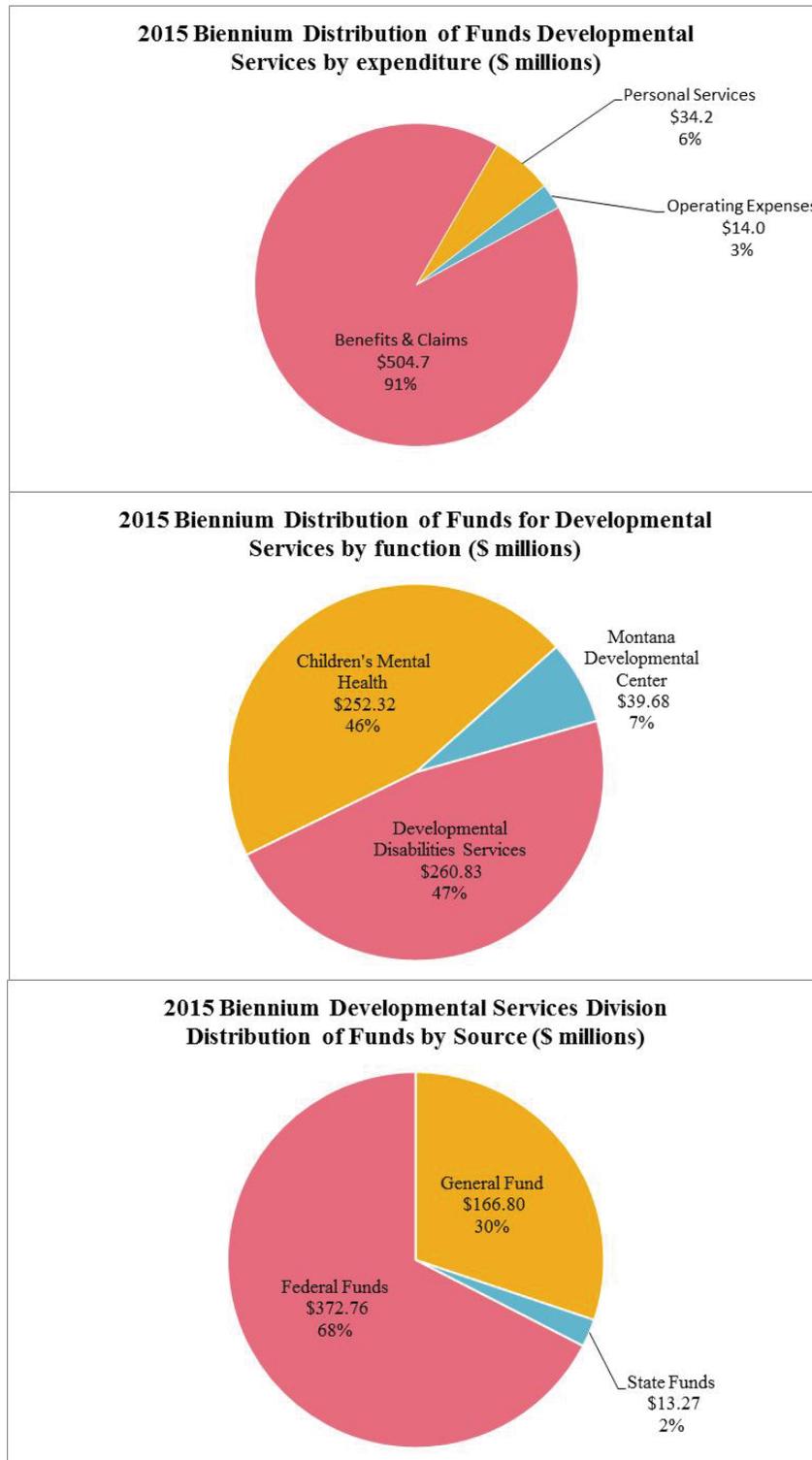
Program Narrative

Summary of Expenditures by Funding

The figure below shows the FY 2012 base budget expenditures compared to the 2015 biennium budget by function for the division. About 91% of funding provides benefits and claims for those receiving services from DPHHS, with the remaining 9% for administrative and operating costs.

Disability Services Division												
Fiscal Year 2012 Base Budget Compared to 2015 Biennium Budget												
By Major Function												
Function	FY 2012 Base				FY 2014 Budget				FY 2015 Budget			
	General Fund	State Special	Federal Special	Total Funds	General Fund	State Special	Federal Special	Total Funds	General Fund	State Special	Federal Special	Total Funds
Children's Mental Health Services												
Administration	\$2,950	\$0	\$0	\$2,950	\$2,950	\$0	\$0	\$2,950	\$2,950	\$0	\$0	\$2,950
Health Benefits & Grants	862,367	0	212,709	1,075,076	1,532,436	0	212,628	1,745,064	1,552,623	0	212,628	1,765,251
School Based Mental Health	192,176	0	23,400,261	23,592,437	139,877	0	34,569,213	34,709,090	143,643	0	42,954,650	43,098,293
Medicaid Admin Children's Mental Health	999,498	0	2,195,431	3,194,929	1,001,263	0	2,129,704	3,130,967	1,014,947	0	2,117,472	3,132,419
Medicaid Ben Children's Mental Health	20,344,709	3,122,103	46,022,105	69,488,917	23,735,384	3,090,810	52,713,752	79,539,946	25,684,891	3,090,810	56,416,304	85,192,005
Total Children's Mental Health Services	\$22,401,700	\$3,122,103	\$71,830,506	\$97,354,309	\$26,411,910	\$3,090,810	\$89,625,297	\$119,128,017	\$28,399,054	\$3,090,810	\$101,701,054	\$133,190,918
Percent of Total Funds	31.0%	46.8%	47.8%	42.5%	32.4%	46.6%	50.3%	44.7%	33.3%	46.6%	52.3%	46.5%
Montana Developmental Center												
Montana Developmental Center	\$12,554,285	\$0	\$0	\$12,554,285	\$12,082,374	\$0	\$0	\$12,082,374	\$11,294,404	\$0	\$0	\$11,294,404
Assessment & Stabilization Unit	1,975,399	0	0	1,975,399	2,017,069	0	0	2,017,069	2,008,167	0	0	2,008,167
Medicaid Reimbursements	0	0	6,137,361	6,137,361	0	0	6,137,361	6,137,361	0	0	6,137,361	6,137,361
Total Montana Developmental Center	\$14,529,684	\$0	\$6,137,361	\$20,667,045	\$14,099,443	\$0	\$6,137,361	\$20,236,804	\$13,302,571	\$0	\$6,137,361	\$19,439,932
Percent of Total Funds	20.1%	0.0%	4.1%	9.0%	17.3%	0.0%	3.4%	7.6%	15.6%	0.0%	3.2%	6.8%
Developmental Disabilities												
Administration	\$1,643,310	\$0	\$2,092,412	\$3,735,722	\$1,710,441	\$0	\$2,180,376	\$3,890,817	\$1,715,793	\$0	\$2,188,346	\$3,904,139
Case Management Administration	619,834	0	1,054,732	1,674,566	649,496	0	1,105,218	1,754,714	649,177	0	1,104,674	1,753,851
Medicaid Administration	785,312	0	939,475	1,724,787	788,981	0	943,144	1,732,125	789,252	0	943,415	1,732,667
Development Disabilities Benefits	867,201	0	3,529,980	4,397,181	1,043,089	0	3,529,980	4,573,069	1,222,493	0	3,529,980	4,752,473
Early Intervention, IDEA Part C	2,407,402	600,000	1,564,899	4,572,301	2,407,402	600,000	1,563,235	4,570,637	2,407,402	600,000	1,564,024	4,571,426
Medicaid Targeted Case Management	1,156,523	0	2,267,201	3,423,724	2,015,068	0	3,508,055	5,523,123	2,096,921	0	3,622,119	5,719,040
Medicaid Autism Waiver	450,403	0	883,276	1,333,679	469,957	0	917,070	1,387,027	489,173	0	952,268	1,441,441
Medicaid Comprehensive Waiver	26,688,450	2,942,130	58,660,212	88,290,792	31,374,233	2,942,130	67,495,059	101,811,422	33,446,476	2,942,130	71,457,211	107,845,817
Medicaid Community Service Waiver	615,572	0	1,206,609	1,822,181	642,251	0	1,252,818	1,895,069	668,507	0	1,300,906	1,969,413
Total Developmental Disabilities	\$35,234,007	\$3,542,130	\$72,198,796	\$110,974,933	\$41,100,918	\$3,542,130	\$82,494,955	\$127,138,003	\$43,485,194	\$3,542,130	\$86,662,943	\$133,690,267
Percent of Total Funds	48.8%	53.2%	48.1%	48.5%	50.4%	53.4%	46.3%	47.7%	51.0%	53.4%	44.6%	46.7%
Total Disability Services Division	\$72,165,391	\$6,664,233	\$150,166,663	\$228,996,287	\$81,612,271	\$6,632,940	\$178,257,613	\$266,502,824	\$85,186,819	\$6,632,940	\$194,501,358	\$286,321,117
Percent of Total Funds	31.5%	2.9%	65.6%	100.0%	30.6%	2.5%	66.9%	100.0%	29.8%	2.3%	67.9%	100.0%

The following charts show budget distribution by expenditure, function, and funding source.



Children’s Mental Health (19.15 FTE) and Developmental Disabilities (85.62 FTE) programs primarily provide Medicaid services.

The Montana Developmental Center (250.14 FTE) is the other major component of the division budget. Operational expenses for MDC are funded entirely with general fund. Federal funds received by the facility are Medicaid reimbursements for services provided to Medicaid eligible clients. This reimbursement is expected to be \$6.1 million in each year of the biennium. These funds must first be applied to capital improvement bonds at the facility with the balance being returned to the general fund. Bond payments are expected to be about \$1.0 million each year of the biennium.

Funding

The following table shows program funding by source of authority for the 2015 biennium as adopted by the legislature.

Total Medicaid And Health Services Branch Funding by Source of Authority 2015 Biennium Budget - Developmental Services Division							
Funds	HB 2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	MCA Reference	Statutory Category
General Fund	\$166,799,090	\$0	\$0	\$166,799,090	30.1%		
State Special Total	\$13,265,880	\$0	\$1,968,416	\$15,234,296	2.7%		
02035 Mdc Vocational	(\$14,412)	\$0	\$0	(\$14,412)	0.0%		
02244 Misc Fees	\$0	\$0	\$0	\$0	0.0%		
02310 Mdc Bond Repayment Revenue	\$0	\$0	\$1,968,416	\$1,968,416	0.4%	17-7-502	Direct
02597 Montana Healthy Kids Initiative	\$2,309,508	\$0	\$0	\$2,309,508	0.4%		
02772 Tobacco Hlth & Mediced Initiative	\$9,366,266	\$0	\$0	\$9,366,266	1.7%		
02987 Tobacco Interest	\$1,604,518	\$0	\$0	\$1,604,518	0.3%		
Federal Special Total	\$372,758,971	\$0	\$0	\$372,758,971	67.2%		
03237 Alternative To Psych Treatment Fac	\$1,853,160	\$0	\$0	\$1,853,160	0.3%		
03387 Indv Disab Education Act Arra	\$529,529	\$0	\$0	\$529,529	0.1%		
03556 84.181 - Part H - Early Interv	\$2,597,730	\$0	\$0	\$2,597,730	0.5%		
03579 93.667 - SsbG - Benefits	\$7,485,216	\$0	\$0	\$7,485,216	1.3%		
03580 6901-93.778 - Med Adm 50%	\$5,453,397	\$0	\$0	\$5,453,397	1.0%		
03583 93.778 - Med Ben Fmap	\$348,188,418	\$0	\$0	\$348,188,418	62.8%		
03599 03 Indirect Activity Prog 10	\$6,651,521	\$0	\$0	\$6,651,521	1.2%		
Total All Funds	\$552,823,941	\$0	\$1,968,416	\$554,792,357	100.0%		
Percent - Total All Sources	99.6%	0.0%	0.4%				

Funding for the Disability Services Division comes primarily from general fund (30%), and federal funds (67%). The remaining funding is state special revenue from several sources. For Medicaid services, general fund pays for about one third and the federal government through the Federal Medical Assistance Percentage (FMAP) pays for two thirds. One half of the Medicaid administrative costs are paid from general fund and match an equal amount of federal funds.

Since the last biennium, the federal match rate has decreased and caseloads have increased, causing a shift from federal funds to general fund. The MDC funding is entirely general fund and accounts for 16% of total general fund expenditures for this division. Federal reimbursements for Medicaid eligible residents and services are directly deposited to the general fund after bond obligations at the facility are paid. HB 2 provides federal funding for the school based mental health services and accounts for 21% of federal funding within Developmental Services Division. The local school districts must provide state matching funds from local revenue sources.

Budget Summary by Category

The following summarizes the total budget by base, present law adjustments, and new proposals.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget
Base Budget	72,165,391	72,165,391	144,330,782	86.53%	228,996,287	228,996,287	457,992,574	82.85%
Statewide PL Adjustments	534,135	490,731	1,024,866	0.61%	597,433	542,631	1,140,064	0.21%
Other PL Adjustments	7,190,192	9,970,674	17,160,866	10.29%	31,654,064	47,503,653	79,157,717	14.32%
New Proposals	1,722,553	2,560,023	4,282,576	2.57%	5,255,040	9,278,546	14,533,586	2.63%
Total Budget	\$81,612,271	\$85,186,819	\$166,799,090		\$266,502,824	\$286,321,117	\$552,823,941	

Present Law Adjustments

The “Present Law Adjustments” table shows the changes to the base budget adopted by the legislature.

Present Law Adjustments	-----Fiscal 2014-----				-----Fiscal 2015-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					1,321,700					1,265,429
Vacancy Savings					(761,853)					(759,599)
Inflation/Deflation					(23,028)					(12,516)
Fixed Costs					60,614					49,317
Total Statewide Present Law Adjustments		\$534,135	\$0	\$63,298	\$597,433		\$490,731	\$0	\$51,900	\$542,631
DP 50 - Initial Motion to FY 2012 Base	0.00	(534,135)	400	(147,352)	(681,087)	0.00	(490,731)	0	(51,900)	(542,631)
DP 51 - Adjustment for Statewide Personal Services	0.00	510,197	(400)	133,704	643,501	0.00	370,673	(270)	135,427	505,830
DP 52 - Adjustment for Statewide Operations	0.00	27,527	(12)	10,072	37,587	0.00	27,128	(12)	9,685	36,801
DP 53 - Base Funding Switch	0.00	(3,589)	12	3,576	(1)	0.00	92,930	282	(93,212)	0
DP 10102 - MDC Medical Inflation	0.00	12,771	0	0	12,771	0.00	19,445	0	0	19,445
DP 10201 - Med Ben Core Services Caseload Children's MH	0.00	3,701,251	0	7,271,921	10,973,172	0.00	5,176,305	0	10,147,273	15,323,578
DP 10202 - Med Ben Waiver Services Caseload Dev Dis	0.00	3,355,888	0	6,593,379	9,949,267	0.00	4,567,386	0	8,953,594	13,520,980
DP 10203 - Med Ben Federal Only Caseload Dev Dis	0.00	0	0	10,700,947	10,700,947	0.00	0	0	18,609,018	18,609,018
DP 10401 - Med Ben Waiver FMAP Dev Dis	0.00	146,700	0	(146,700)	0	0.00	194,135	0	(194,135)	0
DP 10402 - Med Ben Core FMAP Children's MH	0.00	(32,976)	0	32,976	0	0.00	1,772	0	(1,772)	0
DP 10501 - Private Lease Adjustment	0.00	6,558	0	11,349	17,907	0.00	11,631	0	19,001	30,632
Total Other Present Law Adjustments	0.00	\$7,190,192	\$0	\$24,463,872	\$31,654,064	0.00	\$9,970,674	\$0	\$37,532,979	\$47,503,653
Grand Total All Present Law Adjustments	0.00	\$7,724,327	\$0	\$24,527,170	\$32,251,497	0.00	\$10,461,405	\$0	\$37,584,879	\$48,046,284

DP 50 - Initial Motion to FY 2012 Base - The legislature adopted a motion to establish the starting point for budget deliberations as the FY 2012 base. This adjustment removes statewide present law adjustments for personal services, vacancy savings, fixed costs, and inflation/deflation.

DP 51 - Adjustment for Statewide Personal Services - This adjustment funds statewide personal services and vacancy savings.

DP 52 - Adjustment for Statewide Operations - This adjustment establishes the fixed cost and inflation/deflation rates as approved by the General Government subcommittee.

DP 53 - Base Funding Switch - This adjustments to establish a fund switch between fund types to fund base operations.

DP 10102 - MDC Medical Inflation - The legislature approved an increase in general fund in each year of the biennium to maintain existing prescription services at the Montana Developmental Center.

DP 10201 - Med Ben Core Services Caseload Children's MH - The legislature approved a present law adjustment for caseload growth in children's mental health services to cover the increase in the number of eligible people, utilization, acuity level, and cost per service for medical care.

DP 10202 - Med Ben Waiver Services Caseload Dev Dis - The legislature approved a present law adjustment for caseload growth in children's mental health services to cover the increase in the number of eligible people, utilization, acuity level, and cost per service for medical care.

DP 10203 - Med Ben Federal Only Caseload Dev Dis - The legislature provided federal Medicaid funds to support projected caseload increases for children receiving school based mental health services. Caseloads are projected to increase by 14% in FY 2014 and 22% in FY 2015 from the FY 2012 level.

DP 10401 - Med Ben Waiver FMAP Dev Dis - The legislature approved an increase in general fund with offsetting federal fund reductions for each year. This adjusts the base year expenses from the FY 2012 FMAP (federal medical assistance participation) rate to the FY 2014 rate of 33.73% state funds and 66.27% federal funds. The FY 2015 rate is 33.78% state funds and 66.22% federal funds.

DP 10402 - Med Ben Core FMAP Children's MH - The legislature approved a general fund reduction of \$32,976 for FY 2014 and a general fund increase of \$1,772 for FY 2015 with offsetting federal fund increases/reductions for each year. It adjusts the base year expenses from the FY 2012 FMAP (federal medical assistance participation) rate to the FY 2014 rate of 33.73% state funds and 66.27% federal funds. The FY 2015 rate is 33.78% state funds and 66.22% federal funds. The total cost for the program does not change.

DP 10501 - Private Lease Adjustment - The legislature approved funding for increases in lease expenses for working space for employees in non-state owned buildings located throughout the state.

New Proposals

New Proposals	-----Fiscal 2014-----					-----Fiscal 2015-----					
	Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 10204 - MDC Community Placements											
10	0.00	714,639	0	1,404,065	2,118,704	0.00	715,699	0	1,403,006	2,118,705	
DP 10901 - DD Medicaid Provider Rate Increase											
10	0.00	638,857	0	1,258,551	1,897,408	0.00	1,295,474	0	2,537,290	3,832,764	
DP 10902 - DD Non-Medicaid Provider Rate Increase											
10	0.00	87,944	0	0	87,944	0.00	177,646	0	0	177,646	
DP 10903 - PRI - CMH Medicaid Core											
10	0.00	467,987	0	921,935	1,389,922	0.00	948,983	0	1,858,660	2,807,643	
DP 10904 - CMH Non-Medicaid Provider Rate Increase											
10	0.00	19,882	0	0	19,882	0.00	40,161	0	0	40,161	
DP 10905 - CMH 100% Federal Medicaid Provider Rate Increase											
10	0.00	0	0	468,005	468,005	0.00	0	0	945,371	945,371	
DP 10906 - TCM for youth with SED											
10	0.00	(380,505)	0	(1,141,515)	(1,522,020)	0.00	(380,505)	0	(1,141,515)	(1,522,020)	
DP 10907 - Expansion of DD Comprehensive Waiver (Rst)											
10	0.00	56,666	0	111,334	168,000	0.00	113,501	0	222,499	336,000	
DP 10908 - 1% Reduction PL CMH Case Load											
10	0.00	(244,994)	(31,293)	(543,178)	(819,465)	0.00	(264,777)	(31,293)	(581,429)	(877,499)	
DP 10909 - Incrs. DD Pvdr. Rates Med and Non Med (Rst)											
10	0.00	0	0	1,258,551	1,258,551	0.00	0	0	2,537,290	2,537,290	
DP 10910 - School Based Mental Health (OTO)											
10	0.00	(109,725)	0	0	(109,725)	0.00	(105,959)	0	0	(105,959)	
DP 10911 - Room and Board for SED Children (Rst)											
10	0.00	650,000	0	0	650,000	0.00	650,000	0	0	650,000	
DP 10912 - SB 43 Investigator transfer											
10	(1.00)	(97,064)	0	0	(97,064)	(1.00)	(97,064)	0	0	(97,064)	
DP 10913 - Additional 1% Reduction PL CMH Case Load											
10	0.00	(276,287)	0	(543,178)	(819,465)	0.00	(296,070)	0	(581,429)	(877,499)	
DP 10914 - I-Homes Reduction											
10	0.00	(772,509)	0	(1,474,464)	(2,246,973)	0.00	(1,236,985)	0	(2,317,571)	(3,554,556)	
DP 10915 - Targeted Case Management SED Youth (Rst)											
10	0.00	967,662	0	1,843,674	2,811,336	0.00	999,919	0	1,867,644	2,867,563	
DP 10920 - Medicaid Services - Developmental Services (RST)											
10	0.00	0	0	0	0	0.00	0	0	0	0	
Total	(1.00)	\$1,722,553	(\$31,293)	\$3,563,780	\$5,255,040	(1.00)	\$2,560,023	(\$31,293)	\$6,749,816	\$9,278,546	

DP 10204 - MDC Community Placements - The legislature approved funding for the placement of 24 individuals from the Montana Developmental Center into community service programs.

DP 10901 - DD Medicaid Provider Rate Increase - The legislature approved a 2% provider rate increase in each year of the biennium for the Developmental Disabilities Program and included language stating that the department must use \$1,897,408 in FY 2014 and \$3,832,764 in FY 2015 of funds for this purpose.

DP 10902 - DD Non-Medicaid Provider Rate Increase - The legislature approved a 2% provider rate increase in each year of the biennium for the Developmental Disabilities Program, and included language stating that the department must use \$87,944 in FY 2014 and \$177,646 in FY 2015 for this purpose.

DP 10903 - PRI - CMH Medicaid Core - The legislature approved a 2% provider rate increase in each year of the biennium for the Developmental Disabilities Program, and included language stating that the department must use \$1,389,922 in FY 2014 and \$2,807,643 in FY 2015 of funds for this purpose.

DP 10904 - CMH Non-Medicaid Provider Rate Increase - The legislature approved a 2% provider rate increase in each year of the biennium for the Developmental Disabilities Program, and included language stating that the department must use \$19,882 in FY 2014 and \$40,161 in FY 2015 of funds for this purpose.

DP 10905 - CMH 100% Federal Medicaid Provider Rate Increase - The legislature approved a 2% provider rate increase each year of the biennium for Children's Mental Health 100% federal Medicaid.

DP 10906 - TCM for youth with SED - The legislature approved a reduction in general fund of \$761,010 and federal funds of \$2,283,030 for the biennium to provide funding to supplement provider rates for Targeted Case Management for Seriously Emotionally Disturbed Children.

DP 10907 - Expansion of DD Comprehensive Waiver (Rst) - The legislature approved funding for 10 additional slots in FY 2012 and an additional 10 slots in FY 2014 within the Developmental Disabilities (DD) comprehensive waiver to serve children on the waiting list. Funding is restricted to screening additional children into the DD comprehensive waiver to reduce the number of children on the waiting list.

DP 10908 - 1% Reduction PL CMH Case Load - The legislature approved a 1% reduction in the case load estimate for Medicaid Benefits Core Services for Children's Mental Health. General fund is reduced by \$572,357 and federal funds are reduced by \$1,124,607 for the biennium.

DP 10909 - Incrs. DD Pvdr. Rates Med and Non Med (Rst) - The legislature approved an increase in provider rates for Developmental Disabilities Program Medicaid Core. DP 10901 and DP 10902 provide a 2% increase in provider rates. This decision package augments DP 10901 and DP 10902 to provide a 4% provider rate increase. General fund for this decision package is provided through a reduction in general fund in the Montana Developmental Center.

DP 10910 - School Based Mental Health (OTO) - The legislature approved general fund of \$109,725 in FY 2014 and \$105,959 in FY 2015 for the Office of Public Instruction to contract for services to coordinate school based mental health programs. The appropriation for the children's mental health operating expense is reduced by a like amount to provide the funding. Total funding for the biennium is \$215,684 general fund.

DP 10911 - Room and Board for SED Children (Rst) - The legislature approved a general fund appropriation of \$650,000 in each year of the biennium (\$1,300,000 total) for room and board for seriously emotional disturbed (SED) children in therapeutic group homes or foster care.

DP 10912 - SB 43 Investigator transfer - The legislature approved a funding reduction in general fund of \$97,064 of general fund in each year of the biennium to fund operating costs and personal services for a 1.00 FTE investigator in the Department of Justice to implement SB 43, which amends laws relating to investigation of allegations of abuse, neglect, or mistreatment at residential facilities. The Department of Justice will hire a criminal investigator to conduct investigation related to mistreatment, neglect, and abuse of residents of the Montana Developmental Center.

DP 10913 - Additional 1% Reduction PL CMH Case Load - The legislature approved an additional 1% reduction in the Children's Mental Health case load estimate.

DP 10914 - I-Homes Reduction - The legislature approved a reduction to an appropriation equivalent to the funds budgeted for I-Homes as reported by the agency. Total funds in the 2015 biennium are \$2,009,494 general fund, \$3,792,035 federal funds.

DP 10915 - Targeted Case Management SED Youth (Rst) - The legislature approved \$1,967,581 in general fund and \$3,711,318 in federal funds for the biennium to fund targeted case management for youth who are seriously emotionally disturbed. This appropriation is restricted for this purpose.

DP 10920 - Medicaid Services - Developmental Services (RST) - The legislature approved the line item restriction of all Medicaid services. This decision package moves Medicaid services from the main appropriations line to a line item within HB2. There is no net impact to any funds.

Language

The legislature included the following language in HB 2.

“The department of public health and human services must use \$107,826 in fiscal year 2014 and \$217,807 in fiscal year 2015 of funds in Developmental Services Division to raise non-Medicaid provider rates by 2% in fiscal year 2014 and by an additional 2% in fiscal year 2015.

Targeted Case Management for Youth With Serious Emotional Disturbances may be used only to increase rates for children’s mental health case management services to a level no less than the current fiscal year 2013 targeted case management rate for adults with severe disabling mental illness. This rate increase is in addition to and may not supplant or be supplanted by any other rate increase approved by the legislature for provider rates.

Expand Children’s Services may be used only to screen additional children into the developmental disabilities comprehensive waiver to reduce the waiting list.

Medicaid Services – Developmental Services includes \$2,811,336 in fiscal year 2014 and \$2,867,563 in fiscal year 2015 that may be used only to increase provider rates for developmental disabilities Medicaid core services above the rate paid in fiscal year 2013. This rate increase is in addition to and may not supplant or be supplanted by any other rate increase approved by the legislature for provider rates.

Developmental Services, Medicaid Services may be used only to pay for Medicaid services for eligible Medicaid enrollees for expenses recorded as benefits and claims in the state accounting system and may not be transferred to other uses in the department.”