

Program Budget Comparison

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

Program Budget Comparison								
Budget Item	Base Fiscal 2014	Approp. Fiscal 2015	Legislative Budget 2016	Legislative Budget 2017	Biennium Fiscal 14-15	Biennium Fiscal 16-17	Biennium Change	Biennium % Change
FTE	115.23	115.23	110.23	110.23	115.23	110.23	(5.00)	(4.34)%
Personal Services	6,857,070	7,415,770	7,480,196	7,482,342	14,272,840	14,962,538	689,698	4.83 %
Operating Expenses	1,436,925	1,694,581	1,539,905	1,541,277	3,131,506	3,081,182	(50,324)	(1.61)%
Equipment & Intangible Assets	29,337	525	525	525	29,862	1,050	(28,812)	(96.48)%
Grants	626,553	584,941	584,941	584,941	1,211,494	1,169,882	(41,612)	(3.43)%
Total Costs	\$8,949,885	\$9,695,817	\$9,605,567	\$9,609,085	\$18,645,702	\$19,214,652	\$568,950	3.05 %
General Fund	2,476,778	2,724,281	2,609,974	2,611,203	5,201,059	5,221,177	20,118	0.39 %
State/Other Special Rev. Funds	317,579	578,112	376,007	375,586	895,691	751,593	(144,098)	(16.09)%
Federal Spec. Rev. Funds	6,155,528	6,393,424	6,619,586	6,622,296	12,548,952	13,241,882	692,930	5.52 %
Total Funds	\$8,949,885	\$9,695,817	\$9,605,567	\$9,609,085	\$18,645,702	\$19,214,652	\$568,950	3.05 %

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.

Program Highlights

Quality Assurance Division Major Budget Highlights
<ul style="list-style-type: none"> • The legislature increased the 2017 biennium total appropriations for the division by approximately 1.0% from the 2015 biennium due to: <ul style="list-style-type: none"> ◦ Personal Services Adjustments ◦ Operational adjustments ◦ Fully funding authorized FTE ◦ Inflation/Deflation adjustments ◦ Fixed Costs Adjustments

Funding

The following table shows program funding by source from all sources of authority.

Operations Services Branch, 08-Quality Assurance Division Funding by Source of Authority						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
01100 General Fund	5,221,177	0	0	5,221,177	27.17 %	
02034 Earmarked Alcohol Funds	152,360	0	0	152,360	20.27 %	
02380 02 Indirect Activity Prog 08	59,221	0	0	59,221	7.88 %	
02497 6901-Lien & Estate - SLTCD	132,504	0	0	132,504	17.63 %	
02566 Medical Marijuana	332,454	0	0	332,454	44.23 %	
02585 Recovery Audit Contract	75,054	0	0	75,054	9.99 %	
State Special Total	\$751,593	\$0	\$0	\$751,593	3.91 %	
03096 Discretionary Child Care	1,517,666	0	0	1,517,666	11.46 %	
03251 Child Care Admin	283,918	0	0	283,918	2.14 %	
03303 Title 18 CLIA	314,345	0	0	314,345	2.37 %	
03335 FDA Mammography Inspections	83,092	0	0	83,092	0.63 %	
03341 Frontier Community Health	0	0	0	0	0.00 %	
03359 Recovery Audit Program	75,056	0	0	75,056	0.57 %	
03530 6901-Foster Care 93.658	143,748	0	0	143,748	1.09 %	
03580 6901-93.778 - Med Adm 50%	1,563,212	0	0	1,563,212	11.81 %	
03597 03 Indirect Activity Prog 08	3,275,159	0	0	3,275,159	24.73 %	
03934 Title 19	862,951	0	0	862,951	6.52 %	
03935 Title 18	3,599,141	0	0	3,599,141	27.18 %	
03948 T-19 OBRA Nurse Aid	234,000	0	0	234,000	1.77 %	
03960 Rural Hospital Flexibility Prog	1,289,594	0	0	1,289,594	9.74 %	
Federal Special Total	\$13,241,882	\$0	\$0	\$13,241,882	68.92 %	
Proprietary Total	\$0	\$0	\$0	\$0	0.00 %	
Total All Funds	\$19,214,652	\$0	\$0	\$19,214,652		

The division is funded primarily with a variety of federal funds at 68.9% of the total. General fund is 27.2% of program costs with the remaining 3.9% supported by state special revenues.

Budget Summary by Category

The following summarizes the total budget utilizing the FY 2015 legislative base, present law adjustments, and new proposals.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Leg. Budget Fiscal 2016	Leg. Budget Fiscal 2017	Leg. Biennium Fiscal 16-17	Percent of Budget	Leg. Budget Fiscal 2016	Leg. Budget Fiscal 2017	Leg. Biennium Fiscal 16-17	Percent of Budget
2015 Budget	2,724,281	2,724,281	5,448,562	104.36 %	9,695,817	9,695,817	19,391,634	100.92 %
PL Adjustments	(114,307)	(113,078)	(227,385)	(4.36)%	(90,250)	(86,732)	(176,982)	(0.92)%
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$2,609,974	\$2,611,203	\$5,221,177		\$9,605,567	\$9,609,085	\$19,214,652	

Present Law Adjustments

The "Present Law Adjustments" table shows the adopted changes from the FY 2015 legislative appropriation. Each is discussed in the narrative that follows.

	-----Fiscal 2016-----					-----Fiscal 2017-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 101 - Personal Services Adjustment to Executive	0.00	(54,478)	(149,775)	184,826	(19,427)	0.00	(53,104)	(150,225)	186,048	(17,281)
DP 102 - Other Adjustment to Executive	0.00	(68,585)	(60,338)	6,478	(122,445)	0.00	(69,135)	(60,350)	7,040	(122,445)
DP 515 - State Share Health Insurance	0.00	16,398	1,714	35,460	53,572	0.00	16,398	1,714	35,460	53,572
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	5,845	1,909	22,527	30,281	0.00	5,845	1,909	22,527	30,281
DP 525 - Fixed Costs	0.00	(5,975)	0	(11,100)	(17,075)	0.00	(5,975)	0	(11,100)	(17,075)
DP 527 - Inflation/Deflation	0.00	(7,512)	(749)	(17,163)	(25,424)	0.00	(7,107)	(708)	(16,237)	(24,052)
DP 800444 - Statewide 4% FTE Reduction - Program 8	(5.00)	0	0	0	0	(5.00)	0	0	0	0
DP 808003 - Med Admin RAC Program	0.00	0	5,134	5,134	10,268	0.00	0	5,134	5,134	10,268
Grand Total All Present Law Adjustments	(5.00)	(\$114,307)	(\$202,105)	\$226,162	(\$90,250)	(5.00)	(\$113,078)	(\$202,526)	\$228,872	(\$86,732)

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 101 - Personal Services Adjustment to Executive -

The legislature reduced funds in each year of the biennium to fund personal services at the current usage level; this covers changes such as longevity, workers compensation rates, and various other adjustments.

DP 102 - Other Adjustment to Executive -

The legislature approved a reduction in funds in each year of the biennium to fund operations at the current usage level; operational expenses are currently lower than anticipated by the FY 2015 appropriation.

DP 515 - State Share Health Insurance -

The legislature provided appropriation authority for the state share of health insurance, as adopted by the 2013 Legislature.

DP 520 - Fully Fund 2015 Legislatively Authorized FTE -

The legislature provided appropriation authority to restore personal services funding to create a vacancy savings rate of zero.

DP 525 - Fixed Costs -

The legislature adopted proprietary rates for fixed costs charged to state agencies for services such as information technology or rent and grounds maintenance within the capitol complex. Rates for messenger services, legislative audit, grounds maintenance, records management, agency legal costs, and the statewide cost allocation plan were adopted as proposed by the executive. The legislature lowered proprietary rates for warrant writer, payroll services, SABHRS, SITSD fees, and rent. The legislature increased insurance premiums to provide for increased costs of claims and to establish a reserve for the insurance fund.

DP 527 - Inflation/Deflation -

The legislature adopted inflation/deflation factors for budgeted expenditures such as food or electricity. The legislature concurred with the executive on the factors with the exception of gasoline, aviation gasoline, diesel fuel, and jet fuel. For these factors the legislature further deflated costs to align the budget with more current information on declining prices of oil and gas projected to continue into the 2017 biennium.

DP 800444 - Statewide 4% FTE Reduction - Program 8 -

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 800444 includes a reduction of 5.00 FTE each year.

DP 808003 - Med Admin RAC Program -

The legislature appropriated \$20,536 in total funds for the biennium, including \$5,134 of state funds and \$5,134 of federal funds to maintain existing services for the Recovery Audit program in the Quality Assurance Division. The funding provides contracted services of monitoring and reporting on the Recovery Audit Program contract, collections, and payments.