

**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	94.50	94.50	96.00	96.00	94.50	96.00	1.50	1.59 %
Personal Services	7,146,257	5,612,750	8,166,864	8,170,464	12,759,007	16,337,328	3,578,321	28.05 %
Operating Expenses	10,714,075	11,798,821	12,911,402	12,911,457	22,512,896	25,822,859	3,309,963	14.70 %
Equipment & Intangible Assets	0	0	15,000	25,000	0	40,000	40,000	0.00 %
<b>Total Costs</b>	<b>\$17,860,332</b>	<b>\$17,411,571</b>	<b>\$21,093,266</b>	<b>\$21,106,921</b>	<b>\$35,271,903</b>	<b>\$42,200,187</b>	<b>\$6,928,284</b>	<b>19.64 %</b>
General Fund	17,860,332	17,411,571	20,884,366	20,898,021	35,271,903	41,782,387	6,510,484	18.46 %
State/Other Special Rev. Funds	0	0	208,900	208,900	0	417,800	417,800	0.00 %
<b>Total Funds</b>	<b>\$17,860,332</b>	<b>\$17,411,571</b>	<b>\$21,093,266</b>	<b>\$21,106,921</b>	<b>\$35,271,903</b>	<b>\$42,200,187</b>	<b>\$6,928,284</b>	<b>19.64 %</b>

**Program Description**

The Clinical Services Division (CSD) includes medical, dental and mental health staff at the Montana State Prison (MSP), Treasure State Correctional Training Center (TSCTC), Montana Women’s Prison (MWP), Riverside Youth Correctional Facility, and Pine Hills Youth Correctional Facility. In addition, the division oversees medical, dental and mental health services at contracted facilities as specified in the facilities’ contracts with the department. The division also works with a third-party administrator to oversee all claims submitted by outside medical providers. It oversees the health services pre-authorization process and provides education to contracted facilities with regard to medical issues. The division tracks and ensures Medicaid reimbursement for Medicaid-eligible inmates under the supervision of the department.

**Program Highlights**

<b>Clinical Services Division Major Budget Highlights</b>
<ul style="list-style-type: none"> <li>• Compared to the 2015 biennium legislative funding, budget changes are for:                             <ul style="list-style-type: none"> <li>◦ Funding for pay changes made at the agency's discretion during the 2015 biennium and for anticipated longevity pay in the 2017 biennium</li> <li>◦ A funding increase as the result of an agency reorganization during the 2015 biennium that created the program</li> <li>◦ Funding to purchase medical equipment for the Montana State Prison infirmary</li> <li>◦ Funding to add 2.50 FTE clinical staff for the Montana Woman's Prison as one-time-only</li> <li>◦ An increase in funding for outside medical costs</li> <li>◦ An unspecified increase to move operating costs to the 2015 legislative base</li> <li>◦ An increase for overtime and inmate pay</li> </ul> </li> <li>• Funding associated with outside medical costs was restricted due to implementation of the Montana Health and Economic Livelihood Partnership (HELP) Act, any savings would revert to the general fund</li> </ul>

**Funding**

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

Department of Corrections, 06-Clinical Services Division Funding by Source of Authority					
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
01100 General Fund	41,782,387	0	0	41,782,387	99.01 %
02261 P & P Supervisory Fee	0	0	0	0	0.00 %
02355 Miscellaneous Fines and Fees	417,800	0	0	417,800	100.00 %
<b>State Special Total</b>	<b>\$417,800</b>	<b>\$0</b>	<b>\$0</b>	<b>\$417,800</b>	<b>0.99 %</b>
<b>Federal Special Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>
<b>Proprietary Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>
<b>Total All Funds</b>	<b>\$42,200,187</b>	<b>\$0</b>	<b>\$0</b>	<b>\$42,200,187</b>	

General fund provides 99% of the division’s funding. About 1% of the division’s funding would come from state special revenue collected from inmates under a proposal for a medical co-payment program.

**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	0	0	0	0.00 %	0	0	0	0.00 %
PL Adjustments	20,884,366	20,898,021	41,782,387	100.00 %	20,884,366	20,898,021	41,782,387	99.01 %
New Proposals	0	0	0	0.00 %	208,900	208,900	417,800	0.99 %
<b>Total Budget</b>	<b>\$20,884,366</b>	<b>\$20,898,021</b>	<b>\$41,782,387</b>		<b>\$21,093,266</b>	<b>\$21,106,921</b>	<b>\$42,200,187</b>	

**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.

Present Law Adjustments										
-----Fiscal 2016-----					-----Fiscal 2017-----					
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds	
DP 515 - State Share Health Insurance										
0.00	45,441	0	0	45,441	0.00	45,441	0	0	45,441	
DP 516 - Correct State Share Health Insurance										
0.00	729	0	0	729	0.00	729	0	0	729	
DP 527 - Inflation\Deflation Adjustment										
0.00	95	0	0	95	0.00	77	0	0	77	
DP 530 - Reorganizations										
0.00	19,311,571	0	0	19,311,571	0.00	19,311,571	0	0	19,311,571	
DP 536 - Other 2015 Biennium Budget Adjustments										
0.00	423,599	0	0	423,599	0.00	427,984	0	0	427,984	
DP 550 - Motor Pool Rate Adjustment										
0.00	(14,567)	0	0	(14,567)	0.00	(14,557)	0	0	(14,557)	
DP 600 - 2015 Biennium Career Increment Pay Increases										
0.00	54,624	0	0	54,624	0.00	54,624	0	0	54,624	
DP 601 - Longevity Pay Increases										
0.00	14,026	0	0	14,026	0.00	14,026	0	0	14,026	
DP 602 - 2015 Biennium Other Pay Increases										
0.00	172,993	0	0	172,993	0.00	172,993	0	0	172,993	
DP 603 - Correctional Officer and Market Pay Adjustments										
0.00	87,778	0	0	87,778	0.00	87,778	0	0	87,778	
DP 600026 - Clinical Staff MWP (OTO)										
2.50	274,977	0	0	274,977	2.50	274,255	0	0	274,255	
DP 600027 - Outside Medical Costs (Restricted/Biennial)										
0.00	250,000	0	0	250,000	0.00	250,000	0	0	250,000	
DP 600028 - Infirmary Operating Needs - MSP (Biennial)										
0.00	90,000	0	0	90,000	0.00	90,000	0	0	90,000	
DP 600029 - Overtime and Inmate Pay										
0.00	158,100	0	0	158,100	0.00	158,100	0	0	158,100	
DP 600030 - MSP Infirmary Medical Equipment (OTO)										
0.00	15,000	0	0	15,000	0.00	25,000	0	0	25,000	
DP 600444 - Statewide 4% FTE Reduction										
(1.00)	0	0	0	0	(1.00)	0	0	0	0	
<b>Grand Total All Present Law Adjustments</b>										
<b>1.50</b>	<b>\$20,884,366</b>	<b>\$0</b>	<b>\$0</b>	<b>\$20,884,366</b>	<b>1.50</b>	<b>\$20,898,021</b>	<b>\$0</b>	<b>\$0</b>	<b>\$20,898,021</b>	

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

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

DP 527 - Inflation\Deflation Adjustment -

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 530 - Reorganizations -

The legislature adopted the reorganization of the management for medical services from the Director's Office, Probation and Parole Division, Secure Custody Facilities Program, and Youth Services Program to for the Clinical Services Division within the department. This included transfers of \$19.3 million in general fund and 94.50 FTE in each FY 2016 and FY 2017 to this program.

DP 536 - Other 2015 Biennium Budget Adjustments -

The legislature approved various unspecified budget adjustments to move operating expenses to the FY 2015 legislative base.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Career Increment Pay Increases -

The legislature approved funding to annualize career increment pay increases provided by the agency during the 2015 biennium.

DP 601 - Longevity Pay Increases -

The legislature funded longevity pay adjustments.

DP 602 - 2015 Biennium Other Pay Increases -

The legislature approved funding to annualize various pay increases that were not for correctional officer or probation officer market movement, market adjustment to move employees to the entry level for the pay band, career increment movement, or longevity that were provided by the agency during the 2015 biennium.

DP 603 - Correctional Officer and Market Pay Adjustments -

The legislature funded pay adjustments given in the 2015 biennium for correctional and probation officer increments and adjustment to raise employees to 80% of market.

DP 600026 - Clinical Staff MWP (OTO) -

The legislature funded the addition of 2.50 FTE health services positions at the Montana Women's Prison. The positions added would include a 0.50 FTE physician, 1.00 FTE registered nurse, and 1.00 FTE case manager. Funding for these positions was designated as one-time-only.

DP 600027 - Outside Medical Costs (Restricted/Biennial) -

The legislature funded medical expenses that are required outside of a department facility or program. The funding was restricted only for this purpose and in conjunction with SB 405, a bill that establishes the Montana Health and Economic Livelihood Partnership Act.

DP 600028 - Infirmary Operating Needs - MSP (Biennial) -

The legislature funded costs for the Montana State Prison infirmary including costs for supplemental nursing staff, continuing training for existing staff, and to pay for the National Commission on Correctional Health Care (NCCHC) accreditation fees at the Montana State Prison Infirmary.

DP 600029 - Overtime and Inmate Pay -

The legislature funded increases to overtime and inmate pay.

DP 600030 - MSP Infirmery Medical Equipment (OTO) -

The legislature funded dental and optical equipment replacement costs at the Montana State Prison infirmery. This funding was designated as one-time-only.

DP 600444 - Statewide 4% FTE Reduction -

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. This change package includes a reduction of 1.00 FTE each year.

**New Proposals**

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

New Proposals	-----Fiscal 2016-----					-----Fiscal 2017-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 600033 - Medical Co-Pay State Special Authority	0.00	0	208,900	0	208,900	0.00	0	208,900	0	208,900
<b>Total</b>	<b>0.00</b>	<b>\$0</b>	<b>\$208,900</b>	<b>\$0</b>	<b>\$208,900</b>	<b>0.00</b>	<b>\$0</b>	<b>\$208,900</b>	<b>\$0</b>	<b>\$208,900</b>

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

DP 600033 - Medical Co-Pay State Special Authority -

The legislature approved funding to implement a medical/dental co-payment program for inmates within the prison system. The legislature designated the copayment funds as restricted to inmate medical costs.