

**Agency Budget Comparison**

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

| Department of Public Health and Human Services Budget by Branch | Base Fiscal 2012       | Approp. Fiscal 2013    | Budget Fiscal 2014     | Budget Fiscal 2015     | Biennium Fiscal 12-13  | Biennium Fiscal 14-15  | Biennium \$ Change     | Biennium % Change |
|---|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|-------------------|
| <b>Full Time Equivalents (FTE)</b>                              | <b>2,924.60</b>        | <b>2,924.60</b>        | <b>2,927.60</b>        | <b>2,927.60</b>        | <b>2,924.60</b>        | <b>2,927.60</b>        | <b>3.00</b>            | <b>0.1%</b>       |
| 6902 - Economic Securities and Services                         | \$425,158,046          | \$532,756,214          | \$252,271,968          | \$255,087,578          | \$957,914,260          | \$507,359,546          | (\$450,554,714)        | -47.0%            |
| 6904 - Directors Office   | 5,217,577              | 3,840,372              | 3,775,726              | 3,774,778              | 9,057,949              | 7,550,504              | (1,507,445)            | -16.6%            |
| 6906 - Operations Services                                      | 49,894,777             | 42,626,406             | 54,960,580             | 54,176,481             | 92,521,183             | 109,137,061            | 16,615,878             | 18.0%             |
| 6907 - Public Health & Safety Division                          | 59,233,552             | 58,070,458             | 63,056,009             | 63,057,516             | 117,304,010            | 126,113,525            | 8,809,515              | 7.5%              |
| 6911 - Medicaid and Health Services                             | <u>1,184,448,660</u>   | <u>1,295,383,377</u>   | <u>1,356,573,366</u>   | <u>1,429,342,736</u>   | <u>2,479,832,037</u>   | <u>2,785,916,102</u>   | <u>306,084,065</u>     | 12.3%             |
| <b>Grand Total for DPHHS</b>                                    | <b>\$1,723,952,612</b> | <b>\$1,932,676,827</b> | <b>\$1,730,637,649</b> | <b>\$1,805,439,089</b> | <b>\$3,656,629,439</b> | <b>\$3,536,076,738</b> | <b>(\$120,552,701)</b> | <b>-3.3%</b>      |
| Personal Services   | \$153,864,366          | \$159,874,448          | \$164,310,428          | \$163,465,747          | \$313,738,814          | \$327,776,175          | \$14,037,361           | 4.5%              |
| Operating Expenses  | 111,109,855            | 103,664,824            | 121,796,043            | 126,069,489            | 214,774,679            | 247,865,532            | 33,090,853             | 15.4%             |
| Equipment & Intangible Assets                                   | 712,994                | 670,318                | 740,994                | 802,994                | 1,383,312              | 1,543,988              | 160,676                | 11.6%             |
| Grants  | 61,012,886             | 60,910,876             | 78,388,084             | 75,046,896             | 121,923,762            | 153,434,980            | 31,511,218             | 25.8%             |
| Benefits & Claims   | 1,394,347,537          | 1,603,465,315          | 1,362,497,505          | 1,437,151,168          | 2,997,812,852          | 2,799,648,673          | (198,164,179)          | -6.6%             |
| Transfers   | 2,650,614              | 3,597,289              | 2,612,219              | 2,610,419              | 6,247,903              | 5,222,638              | (1,025,265)            | -16.4%            |
| Debt Service  | <u>254,360</u>         | <u>493,757</u>         | <u>292,376</u>         | <u>292,376</u>         | <u>748,117</u>         | <u>584,752</u>         | <u>(163,365)</u>       | <u>-21.8%</u>     |
| <b>Total Proposed Budget by Expense</b>                         | <b>\$1,723,952,612</b> | <b>\$1,932,676,827</b> | <b>\$1,730,637,649</b> | <b>\$1,805,439,089</b> | <b>\$3,656,629,439</b> | <b>\$3,536,076,738</b> | <b>(\$120,552,701)</b> | <b>-3.3%</b>      |
| 01000 General Fund  | \$398,337,886          | \$422,356,927          | \$444,971,206          | \$463,882,314          | \$820,694,813          | \$908,853,520          | \$88,158,707           | 10.7%             |
| 02000 State Special Revenue Funds                               | 146,910,929            | 152,107,295            | 153,836,329            | 156,736,321            | 299,018,224            | 310,572,650            | 11,554,426             | 3.9%              |
| 03000 Federal Special Revenue Funds                             | <u>1,178,703,797</u>   | <u>1,358,212,605</u>   | <u>1,131,830,114</u>   | <u>1,184,820,454</u>   | <u>2,536,916,402</u>   | <u>2,316,650,568</u>   | <u>(220,265,834)</u>   | <u>-8.7%</u>      |
| <b>Total Proposed by Funding</b>                                | <b>\$1,723,952,612</b> | <b>\$1,932,676,827</b> | <b>\$1,730,637,649</b> | <b>\$1,805,439,089</b> | <b>\$3,656,629,439</b> | <b>\$3,536,076,738</b> | <b>(\$120,552,701)</b> | <b>-3.3%</b>      |

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**Executive Budget Comparison**

| Executive Budget Comparison             | Base Fiscal 2012       | Executive Budget Fiscal 2014 | Legislative Budget Fiscal 2014 | Leg-Exe Difference Fiscal 2014 | Executive Budget Fiscal 2015 | Legislative Budget Fiscal 2015 | Leg-Exe Difference Fiscal 2015 | Biennium \$ Change  |
|---|------------------------|------------------------------|--------------------------------|--------------------------------|------------------------------|--------------------------------|--------------------------------|---------------------|
| <b>Full Time Equivalents (FTE)</b>      | <b>2,924.57</b>        | <b>2,953.10</b>              | <b>2,927.60</b>                | <b>(25.50)</b>                 | <b>2,953.10</b>              | <b>2,927.60</b>                | <b>(25.50)</b>                 | <b>(25.50)</b>      |
| 6902 - Economic Securities and Services | \$425,158,046          | \$251,127,681                | \$252,271,968                  | \$1,144,287                    | \$253,649,411                | \$255,087,578                  | \$1,438,167                    | \$2,582,454         |
| 6904 - Directors Office                 | 5,217,577              | 3,900,726                    | 3,775,726                      | (\$125,000)                    | 3,899,778                    | 3,774,778                      | (125,000)                      | (250,000)           |
| 6906 - Operations Services              | 49,894,777             | 55,746,356                   | 54,960,580                     | (\$785,776)                    | 54,904,458                   | 54,176,481                     | (727,977)                      | (1,513,753)         |
| 6907 - Public Health & Safety Division  | 59,233,552             | 65,498,828                   | 63,056,009                     | (\$2,442,819)                  | 65,500,972                   | 63,057,516                     | (2,443,456)                    | (4,886,275)         |
| 6911 - Medicaid and Health Services     | <u>1,184,448,660</u>   | <u>1,336,801,642</u>         | <u>1,356,573,366</u>           | <u>19,771,724</u>              | <u>1,406,407,259</u>         | <u>1,429,342,736</u>           | <u>22,935,477</u>              | <u>42,707,201</u>   |
| <b>Grand Total for DPHHS</b>            | <b>\$1,723,952,612</b> | <b>\$1,713,075,233</b>       | <b>\$1,730,637,649</b>         | <b>\$17,562,416</b>            | <b>\$1,784,361,878</b>       | <b>\$1,805,439,089</b>         | <b>\$21,077,211</b>            | <b>\$38,639,627</b> |
| Personal Services                       | \$153,864,366          | \$167,281,444                | \$164,310,428                  | (\$2,971,016)                  | \$167,201,016                | \$163,465,747                  | (\$3,735,269)                  | (\$6,706,285)       |
| Operating Expenses                      | 111,109,855            | 121,519,726                  | 121,796,043                    | 276,317                        | 125,677,150                  | 126,069,489                    | 392,339                        | 668,656             |
| Equipment & Intangible Assets           | 712,994                | 740,994                      | 740,994                        | 0                              | 802,994                      | 802,994                        | 0                              | 0                   |
| Grants                                  | 61,012,886             | 79,354,733                   | 78,388,084                     | (966,649)                      | 76,014,179                   | 75,046,896                     | (967,283)                      | (1,933,932)         |
| Benefits & Claims                       | 1,394,347,537          | 1,341,241,046                | 1,362,497,505                  | 21,256,459                     | 1,411,731,049                | 1,437,151,168                  | 25,420,119                     | 46,676,578          |
| Transfers                               | 2,650,614              | 2,644,914                    | 2,612,219                      | (32,695)                       | 2,643,114                    | 2,610,419                      | (32,695)                       | (65,390)            |
| Debt Service                            | <u>254,360</u>         | <u>292,376</u>               | <u>292,376</u>                 | <u>0</u>                       | <u>292,376</u>               | <u>292,376</u>                 | <u>0</u>                       | <u>0</u>            |
| <b>Total Proposed Budget by Expense</b> | <b>\$1,723,952,612</b> | <b>\$1,713,075,233</b>       | <b>\$1,730,637,649</b>         | <b>\$17,562,416</b>            | <b>\$1,784,361,878</b>       | <b>\$1,805,439,089</b>         | <b>\$21,077,211</b>            | <b>\$38,639,627</b> |
| 01000 General Fund                      | \$398,337,886          | \$445,360,526                | \$444,971,206                  | (\$389,320)                    | \$464,339,571                | \$463,882,314                  | (\$457,257)                    | (\$846,577)         |
| 02000 State Special Revenue Funds       | 146,910,929            | 153,065,327                  | 153,836,329                    | 771,002                        | 156,347,511                  | 156,736,321                    | 388,810                        | 1,159,812           |
| 03000 Federal Special Revenue Funds     | <u>1,178,703,797</u>   | <u>1,114,649,380</u>         | <u>1,131,830,114</u>           | <u>17,180,734</u>              | <u>1,163,674,796</u>         | <u>1,184,820,454</u>           | <u>21,145,658</u>              | <u>38,326,392</u>   |
| <b>Total Proposed by Funding</b>        | <b>\$1,723,952,612</b> | <b>\$1,713,075,233</b>       | <b>\$1,730,637,649</b>         | <b>\$17,562,416</b>            | <b>\$1,784,361,878</b>       | <b>\$1,805,439,089</b>         | <b>\$21,077,211</b>            | <b>\$38,639,627</b> |

The legislative appropriation for the Department of Public Health and Human Services (DPHHS) is \$38.6 million total funds higher than the executive budget request, but it is about \$0.9 million general fund less. ..

Differences between the legislative budget and the executive budget include approval of:

- Continuation of one-time appropriations for provider rate increases to fund direct care workers wage increases, meal preparation in personal assistance services, and increases in nonMedicaid community services - \$11.5 million total funds, including \$6.9 million general fund
- A rate increase for nursing home providers - \$5.8 million total funds, including \$2.0 million general fund
- A rate increase for children's mental health case management - \$5.7 million total funds, including \$1.97 million general fund
- An increase to partially offset community services reductions in Medicaid services for elderly and physically disabled persons - \$1.5 million total funds
- Funding for room and board payments for children with Serious Emotional Disturbances - \$1.3 million general fund
- Funding to update eligibility for child care from the 2009 federal poverty level - \$1.2 million general fund
- Use of federal TANF funding to continue a foster care stipend - \$1.2 million over the biennium
- Additional funds for county grants to develop mental health crisis jail diversion grants - \$1.1 million state special and federal revenue
- Increased TANF funding for Big Brothers and Big Sisters and Court Appointed Special Advocates (CASA) programs - \$1.0 million federal revenue

Increases were offset by these major reductions and funding changes:

- Lowering Medicaid cost estimates for the Health Resources Division and children's mental health - \$22.6 million total funds including \$6.0 million general fund
- Funding the Best Beginnings STARS program with federal funds rather than general fund - \$2.0 million general fund reduction compared to the executive request
- An additional 2% vacancy savings - \$1.3 million total funds including \$0.5 million general fund
- Removing funding from the Directors Office to the Department of Justice for a child and family ombudsman - \$250,000 in general fund for the biennium.
- Not approving executive funding requests for:
  - Title X family planning grant funds - \$4.5 million federal funds
  - 13.50 FTE in the Child and Family Services Division - \$1.2 million total funds including \$0.9 million general fund
  - Utilization review for children's mental health services beyond the federally required minimum - \$1.5 million total funding including \$0.4 million general fund
  - Overtime, shift differential, and holidays worked at the Montana Developmental Center - \$0.9 million general fund

The legislature did not approve several executive funding requests for FTE and removed funding for FTE that had been vacant for extended periods of time resulting in 25.50 fewer FTE than the executive request. Funding was either not approved or removed for:

- 13.50 FTE for Child and Family Services Division
- 7.00 FTE in the Developmental Services Division
- 2.00 FTE at the Montana Chemical Dependency Center
- 2.00 FTE in the Quality Assurance Division
- 1.00 FTE at the Montana Veterans' Home

## Agency Highlights

| <b>Department of Public Health and Human Services<br/>Major Budget Highlights</b>   |
|---|
| <ul style="list-style-type: none"> <li>◆ The DPHHS 2015 biennium budget is \$120.6 million less than the 2013 biennium due to a \$220.3 million reduction in federal funds that is partially offset by a \$99.8 million increase in state funding (\$88.2 million general fund and \$11.6 million state special revenue)</li> <li>◆ Funding for benefits (direct services to eligible persons) shows a net reduction of \$198.2 million total funds over the biennium, primarily due to: <ul style="list-style-type: none"> <li>• Removal of Supplemental Nutrition Assistance Program federal funds of \$381.9 million</li> <li>• Increased funding for enrollment and service utilization growth in Medicaid and other programs that partially offsets the reduction and adds about \$221.0 million</li> <li>• Approving a 2% annual provider rate increase - \$47.6 million including \$16.9 million general fund</li> <li>• Health Information Technology federal funding increases - \$17.6 million</li> </ul> </li> <li>◆ Increased funding for FTE is due to statewide present law adjustments that include pay increases that will grow the base \$6.0 million each year of the biennium.</li> <li>◆ The 2015 biennium budget includes an increase of \$17.0 million general fund and a reduction of state special revenue due to fully expending one-time savings related to the enhanced federal Medicaid match authorized by the American Recovery and Reinvestment Act of 2009</li> <li>◆ Increases are partially offset by the removal of lawsuit settlement costs recorded as Medicaid service expenditures in the base budget and reductions in the projected cost of Medicaid services</li> </ul> |

## Agency Discussion

The DPHHS 2015 biennium budget shows a net reduction of \$120.6 million compared to the 2013 biennium primarily due to appropriation of federal funds for SNAP benefits in language. The executive budget proposed appropriating SNAP benefits through a statutory appropriation (HB 309). This change totals a negative \$381.9 million over the biennium. It is offset by increases in other areas, primarily in Medicaid enrollment, service utilization increases, and provider rate increases, which are about \$221.0 million greater over the biennium.

The changes that the legislature considered are the differences from the FY 2012 base budget, which total a net increase of \$88.2 million. The difference between the two ways to compare the budget – biennium to biennium versus FY 2012 compared to each year of the 2015 biennium – differ markedly due to the FY 2013 appropriation. The FY 2013 budget is included in the biennium to biennium comparison but not the comparison of the base budget to each year of the 2015 biennium. Since the FY 2013 appropriation is higher than any of the other three years, it causes the biennium to biennium comparison to be lower than the comparison of the base year to each fiscal year of the 2015 biennium.

The removal of SNAP benefits appropriations from HB 2 lowers spending by \$410.6 million (compared to the base budget doubled). That reduction is offset by the following major increases:

- \$216.4 million in Medicaid enrollment and service utilization increases
- \$49.8 million for two components of Healthy Montana Kids (HMK) that provide services to children from the highest income families
- \$47.6 million including \$16.9 million general fund for a 2% annual provider rate increase

- \$19.1 million including \$6.5 million general fund for additional provider rate increases for nursing homes, developmental disability services providers, and to support direct care worker wage increases
- \$10.2 million federal funds for increased authority for Temporary Assistance for Needy Families (TANF) benefits and programs

#### *Personal Services*

The 2015 biennium budget funds 2,928.60 FTE, an increase of 4.00 FTE from the 2013 biennium. In recent years, the department compensation averaged 85.5% of the local market. DPHHS approved salary increases May 5, 2012 utilizing its authority granted in broadband pay plan statutes as authorized under Title 2, Chapter 18 MCA. The estimated cost of the May 5th pay raises is \$6,236,000 annually. The legislature continued funding for the pay adjustments.

#### *Medicaid Caseload Adjustments*

The legislature approved budget includes \$216.4 million including \$54.3 million general fund for present law/current level enrollment and service utilization increases for Medicaid services. The caseload increases are partially offset by a reduction of \$15.1 million to remove one-time lawsuit settlement costs that were recorded as Medicaid services costs and by \$11.3 million for a 1% reduction imposed by the legislature.

#### *Provider Rate Increases*

The legislature approved the executive request for a 2% annual provider rate increase as well as additional rate increases for nursing homes, developmental disability providers, and for direct care worker wage increases. The following figure shows the amount appropriated for each increase. Total costs for the rate increase are \$65.0 million total funds, including \$21.0 million general fund.

| Department of Health and Human Services        |                    |                  |                     |                     |                     |                    |                     |                     |  |
|--|--------------------|------------------|---------------------|---------------------|---------------------|--------------------|---------------------|---------------------|--|
| Provider Rate Increases                        |                    |                  |                     |                     |                     |                    |                     |                     |  |
| Provider Rate Increase Decision Packages       | FY 2014            |                  |                     |                     | FY 2015             |                    |                     |                     |  |
|  | General Fund       | State Special    | Federal             | Total               | General Fund        | State Special      | Federal             | Total               |  |
| 6902 - Economic Securities and Services Branch |                    |                  |                     |                     |                     |                    |                     |                     |  |
| 1901 - PRI Vocation Rehabilitation             | \$67,384           | 0                | \$104,226           | \$171,610           | \$136,116           | 0                  | \$210,536           | \$346,652           |  |
| 20901 - PRI Child Care                         | 489,482            | 0                | 0                   | 489,482             | 988,754             | 0                  | 0                   | 988,754             |  |
| 30901 - PRI - Foster Care                      | 153,014            | 0                | 69,218              | 222,232             | 309,193             | 0                  | 139,716             | 448,909             |  |
| 30902 - PRI - Subsidized Adoption              | 23,746             | 0                | 28,261              | 52,007              | 48,009              | 0                  | 57,045              | 105,054             |  |
| 30903 - PRI - Subsidized Guardianship          | 2,686              | 0                | 1,823               | 4,509               | 5,429               | 0                  | 3,679               | 9,108               |  |
| 30904 - PRI - In Home Services                 | <u>31,976</u>      | <u>0</u>         | <u>0</u>            | 31,976              | <u>64,591</u>       | <u>0</u>           | <u>0</u>            | 64,591              |  |
| Subtotal                                       | 768,288            | 0                | 203,528             | 971,816             | 1,552,092           | 0                  | 410,976             | 1,963,068           |  |
| 6911 - Medicaid and Health Services Branch     |                    |                  |                     |                     |                     |                    |                     |                     |  |
| 10901 - DD Medicaid Provider Rate Incr.        | 638,857            | 0                | 1,258,551           | 1,897,408           | 1,295,474           | 0                  | 2,537,290           | 3,832,764           |  |
| 10902 - DDP Non-Medicaid PRI                   | 87,944             | 0                | 0                   | 87,944              | 177,646             | 0                  | 0                   | 177,646             |  |
| 10903 - PRI - CMH Medicaid Core                | 467,987            | 0                | 921,935             | 1,389,922           | 948,983             | 0                  | 1,858,660           | 2,807,643           |  |
| 10904 - CMH Non-Medicaid PRI                   | 19,882             | 0                | 0                   | 19,882              | 40,161              | 0                  | 0                   | 40,161              |  |
| 10905 - CMH 100% Federal Medicaid PRI          | 0                  | 0                | 468,005             | 468,005             | 0                   | 0                  | 945,371             | 945,371             |  |
| 10909 - Increase DD and Non Medicaid PRI       | 0                  | 0                | 1,258,551           | 1,258,551           | 0                   | 0                  | 2,537,290           | 2,537,290           |  |
| 11901 - PRI - HMK Group                        | 0                  | 28,360           | 91,656              | 120,016             | 0                   | 57,311             | 185,122             | 242,433             |  |
| 11902 - PRI - Medicaid Core                    | 1,341,245          | 222,362          | 3,086,642           | 4,650,249           | 2,929,087           | 229,555            | 6,230,405           | 9,389,047           |  |
| 11903 - PRI - HMK Med CHIP Funded Grp.         | 0                  | 46,739           | 151,057             | 197,796             | 0                   | 94,454             | 305,097             | 399,551             |  |
| 22901 - PRI Med Ben Core Nursing Homes         | 958,145            | 0                | 1,882,487           | 2,840,632           | 1,938,322           | 0                  | 3,799,755           | 5,738,077           |  |
| 22902 - PRI Med Ben Core Home Services         | 276,720            | 0                | 543,679             | 820,399             | 559,804             | 0                  | 1,097,401           | 1,657,205           |  |
| 22903 - PRI Med Ben Waiver SLTC                | 246,745            | 0                | 484,784             | 731,529             | 499,163             | 0                  | 978,526             | 1,477,689           |  |
| 22904 - PRI - Aging Services                   | 209,887            | 0                | 0                   | 209,887             | 423,971             | 0                  | 0                   | 423,971             |  |
| 22907 - Direct Care Worker Wage Increase       | 1,342,827          | 0                | 2,638,279           | 3,981,106           | 1,344,818           | 0                  | 2,636,288           | 3,981,106           |  |
| 22908 - Nursing Home Rate Increase             | 997,482            | 0                | 1,959,773           | 2,957,255           | 973,883             | 0                  | 1,909,134           | 2,883,017           |  |
| 33901 - PRI Med Ben Waiver AMDD                | 0                  | 102,377          | 201,142             | 303,519             | 0                   | 207,108            | 406,001             | 613,109             |  |
| 33902 - PRI Med Ben Adult Mental Health        | 172,683            | 95,214           | 526,342             | 794,239             | 348,820             | 192,400            | 1,063,170           | 1,604,390           |  |
| 33903 - PRI - HB 131 Crisis Beds               | 5,500              | 0                | 0                   | 5,500               | 11,110              | 0                  | 0                   | 11,110              |  |
| 33904 - PRI - CD SAPT Block Grant              | 0                  | 0                | 82,718              | 82,718              | 0                   | 0                  | 167,091             | 167,091             |  |
| 33905 - PRI - Mental Health Services Plan      | 175,744            | 0                | 0                   | <u>175,744</u>      | 355,002             | 0                  | 0                   | <u>355,002</u>      |  |
| Subtotal                                       | <u>6,941,648</u>   | <u>495,052</u>   | <u>15,555,601</u>   | <u>22,992,301</u>   | <u>11,846,244</u>   | <u>780,828</u>     | <u>26,656,601</u>   | <u>39,283,673</u>   |  |
| Grand Total                                    | <u>\$7,709,936</u> | <u>\$495,052</u> | <u>\$15,759,129</u> | <u>\$23,964,117</u> | <u>\$13,398,336</u> | <u>\$780,828</u>   | <u>\$27,067,577</u> | <u>\$41,246,741</u> |  |
| Biennial Total                                 |                    |                  |                     |                     | <u>\$21,108,272</u> | <u>\$1,275,880</u> | <u>\$42,826,706</u> | <u>\$65,210,858</u> |  |

| Total Health and Human Services Funding<br>2015 Biennium Budget |                        |               |
|---|------------------------|---------------|
| Funds   | HB 2                   | % Total       |
| <b>General Fund</b>   | <u>\$908,853,520</u>   | <u>25.7%</u>  |
| 01100 General Fund  | 908,853,520            | 25.7%         |
| <b>State Special Total</b>                                      | <u>\$310,572,650</u>   | <u>8.8%</u>   |
| 02772 Tobacco Hlth & Medicaid Init                              | 77,822,359             | 2.2%          |
| 02989 69010-Hospital Utilization Fee                            | 45,007,976             | 1.3%          |
| 02597 Healthy Montana Kids Plan                                 | 42,730,712             | 1.2%          |
| 02053 Medicaid IGTs   | 19,081,258             | 0.5%          |
| 02990 Nursing Home Utilization                                  | 18,613,730             | 0.5%          |
| All Other State Special Funds                                   | 107,316,615            | 3.0%          |
| <b>Federal Special Total</b>                                    | <u>\$2,316,650,568</u> | <u>65.5%</u>  |
| 03583 93.778 - Med Ben FMAP                                     | 1,414,534,822          | 40.0%         |
| 03426 CHIP Program Fed  | 146,894,307            | 4.2%          |
| 03582 93.778 - Med Ben 100%                                     | 133,074,183            | 3.8%          |
| 03109 TANF Benefits   | 58,159,467             | 1.6%          |
| 03572 93.568 - LIEAP Blk Grt Adm                                | 47,106,850             | 1.3%          |
| All Other Federal Special Funds                                 | 516,880,939            | 14.6%         |
| <b>Total All Funds</b>  | <u>\$3,536,076,738</u> | <u>100.0%</u> |

### Funding

DPHHS is funded with over 800 individual sources. The figure below shows the major fund sources within state special revenue and federal funds. General fund is 26% of the total 2015 biennium appropriation. State special revenue is just under 9%. Federal funds are 66% of the total.

The major state special revenue accounts that are listed in the figure are primarily used to fund a portion of the state Medicaid match with several exceptions. Tobacco tax revenue allocated to the health and Medicaid initiatives account also funds a portion of the state CHIP match and the Big Sky Rx program, which provides premium assistance to help low income Medicare beneficiaries purchase Medicare Part D prescription drug coverage. Insurance premium tax revenue allocated to the Healthy Montana Kids account also funds part of the state CHIP match. Tobacco settlement funds support a tobacco prevention program.

Federal Medicaid matching funds are just over 40% of the total 2015 biennium appropriation. Federal CHIP grant funds and federal Medicaid funds that fund the federal

share of Medicaid services provided by Indian Health Services and schools are about 4% each. The federal block grant for the Temporary Assistance for Needy Families (TANF) is about 2% followed by the Low Income Energy Assistance Block Grant at 1%.

### MACWIS

The legislature provided a \$350,000 one-time-only, biennial appropriation of state and federal special revenue to complete the planning process for the Montana Automated Child Welfare Information System (MACWIS). The funding source is one-time Montana Chemical Dependency Center (MCDC) cost recovery funds that had built up. The appropriation will allow the requirements definition and validation planning process to occur this biennium.