

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	70.00	70.00	70.00	70.00	70.00	70.00	0.00	0.00%
Personal Services	3,337,291	3,838,919	3,150,255	3,158,038	7,176,210	6,308,293	(867,917)	(12.09%)
Operating Expenses	4,890,933	5,611,675	5,624,082	5,167,436	10,502,608	10,791,518	288,910	2.75%
Equipment & Intangible Assets	0	9,653	0	0	9,653	0	(9,653)	(100.00%)
Debt Service	5,676	5,674	5,676	5,676	11,350	11,352	2	0.02%
Total Costs	\$8,233,900	\$9,465,921	\$8,780,013	\$8,331,150	\$17,699,821	\$17,111,163	(\$588,658)	(3.33%)
General Fund	3,130,930	3,710,823	3,343,898	3,163,484	6,841,753	6,507,382	(334,371)	(4.89%)
State Special	644,152	691,070	618,544	597,982	1,335,222	1,216,526	(118,696)	(8.89%)
Federal Special	4,458,818	5,064,028	4,817,571	4,569,684	9,522,846	9,387,255	(135,591)	(1.42%)
Total Funds	\$8,233,900	\$9,465,921	\$8,780,013	\$8,331,150	\$17,699,821	\$17,111,163	(\$588,658)	(3.33%)

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Legislative Budget Analysis, B-61

Funding

The program receives general fund, state special revenue, and federal funds through a federally approved cost allocation formula that is generally referred to as indirect activity. The funding formula is derived from those funds expended on functions benefitting or serving other programs in the department.

The general fund contains cost allocated increases that are primarily due to the changes in the fixed costs and the agency-wide audit, and is the primary support for the Facility Reimbursements Unit at \$1.2 million over the biennium. Facility reimbursement staff collects private funds, insurance, Medicaid, and Medicare funds that reimburse the general fund. Collections in FY 2012 were over \$14.6 million.

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	3,130,930	3,130,930	6,261,860	96.23%	8,233,900	8,233,900	16,467,800	96.24%
Statewide PL Adjustments	453,771	273,106	726,877	11.17%	1,217,485	768,939	1,986,424	11.61%
Other PL Adjustments	(4,718)	(4,678)	(9,396)	(0.14%)	(14,336)	(14,214)	(28,550)	(0.17%)
New Proposals	(236,085)	(235,874)	(471,959)	(7.25%)	(657,036)	(657,475)	(1,314,511)	(7.68%)
Total Budget	\$3,343,898	\$3,163,484	\$6,507,382		\$8,780,013	\$8,331,150	\$17,111,163	

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					628,642					637,202
Vacancy Savings					(158,640)					(158,980)
Inflation/Deflation					21,455					37,754
Fixed Costs					726,028					252,963
Total Statewide Present Law Adjustments		\$453,771	\$71,524	\$692,190	\$1,217,485		\$273,106	\$52,601	\$443,232	\$768,939
DP 50 - Initial Motion to FY 2012 Base	0.00	(453,771)	(71,524)	(692,190)	(1,217,485)	0.00	(273,106)	(52,601)	(443,232)	(768,939)
DP 51 - Adjustment for Statewide Personal Services	0.00	182,356	29,019	258,627	470,002	0.00	185,954	29,518	262,750	478,222
DP 52 - Adjustment for Statewide Operations	0.00	266,697	40,608	425,842	733,147	0.00	82,474	21,202	172,827	276,503
Total Other Present Law Adjustments	0.00	(\$4,718)	(\$1,897)	(\$7,721)	(\$14,336)	0.00	(\$4,678)	(\$1,881)	(\$7,655)	(\$14,214)
Grand Total All Present Law Adjustments	0.00	\$449,053	\$69,627	\$684,469	\$1,203,149	0.00	\$268,428	\$50,720	\$435,577	\$754,725

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 - The legislature approved funding for statewide personal services and vacancy savings.

DP 52 - Adjustment for Statewide Operations - The legislature approved the fixed cost and inflation/deflation rates as approved by the General Government subcommittee and reduced the costs for the statewide accounting system (SBHRS) by \$14,336 in FY 2014 and \$14,14 in FY 2015. The reduction is included in the BFSB budget and language is included in HB 2 allowing the division to allocate the reduction among other divisions.

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 54 - Additional Vacancy Savings										
06	0.00	(236,085)	(95,235)	(325,716)	(657,036)	0.00	(235,874)	(96,890)	(324,711)	(657,475)
Total	0.00	(\$236,085)	(\$95,235)	(\$325,716)	(\$657,036)	0.00	(\$235,874)	(\$96,890)	(\$324,711)	(\$657,475)

DP 54 - Additional Vacancy Savings - The legislature applied and additional 2% vacancy savings to all positions except those exempt in statute or that must be filled 24/7. Language was included in HB 2 that allows the agency to allocate the reduction among programs.

Language and Statutory Authority

The legislature proposes the following language for inclusion in HB 2.

“The Business and Financial Services Division includes a reduction in funding of \$4,718 general fund, \$1,897 state special revenue, and \$7,721 federal special revenue in fiscal 2014 and \$4,678 general fund, \$1,881 state special revenue, and \$7,656 federal special revenue in fiscal 2015. The agency may allocate this reduction in funding among divisions when developing 2015 biennium operating plans.”

“Business and Financial Services Division includes a reduction in general fund of \$236,085 in fiscal year 2014 and \$235,874 in fiscal year 2015, state special revenue of \$95,235 in fiscal year 2014 and \$96,890 in fiscal year 2015, and federal special revenue of \$325,716 in fiscal year 2014 and \$324,711 in fiscal year 2015. The reduction is the equivalent of an additional 2% vacancy savings. The agency may allocate this reduction in funding among programs when developing 2015 biennium operating plans.”