

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	115.73	115.73	115.73	115.73	115.73	115.73	0.00	0.00%
Personal Services	6,115,754	6,674,730	6,795,930	6,800,265	12,790,484	13,596,195	805,711	6.30%
Operating Expenses	1,628,479	1,641,313	1,691,862	1,694,581	3,269,792	3,386,443	116,651	3.57%
Equipment & Intangible Assets	525	0	525	525	525	1,050	525	100.00%
Grants	584,941	554,578	584,941	584,941	1,139,519	1,169,882	30,363	2.66%
Transfers	32,695	0	0	0	32,695	0	(32,695)	(100.00%)
Total Costs	\$8,362,394	\$8,870,621	\$9,073,258	\$9,080,312	\$17,233,015	\$18,153,570	\$920,555	5.34%
General Fund	2,313,244	2,332,972	2,551,731	2,554,836	4,646,216	5,106,567	460,351	9.91%
State Special	517,547	735,257	552,404	553,881	1,252,804	1,106,285	(146,519)	(11.70%)
Federal Special	5,531,603	5,802,392	5,969,123	5,971,595	11,333,995	11,940,718	606,723	5.35%
Total Funds	\$8,362,394	\$8,870,621	\$9,073,258	\$9,080,312	\$17,233,015	\$18,153,570	\$920,555	5.34%

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Funding

General fund for the Quality Assurance Division supports some administrative functions and serves as match for eligible costs in Medicaid, Title IV-E (foster care), and federal discretionary child care funds, community residential facilities, and program compliance. It also supports the full cost of radiological equipment testing, certificate of need determinations, and state licensure for assisted living or other facilities that receive no federal support as required in MCA, Title 55, Part 5.

State special revenue includes alcohol taxes allocated to DPHHS, lien and estate recoveries for Medicaid services, marijuana registry fees, and indirect cost recovery funds. Alcohol taxes fund staff and operational costs for chemical dependency program licensure. Lien and estate funds support services to pursue recoveries for the costs of Medicaid, mainly for nursing home services and recovery audit contract funds support the audit process addressing fraud, waste or abuse in Medicaid. Marijuana registry fees cover the cost of administering the registry.

There are 12 separate federal funding sources that support a myriad of services ranging from third party recovery to certification, licensure and inspections of Medicaid, Medicare, as well as community residential facilities that provide foster care, and childcare facilities.

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	2,313,244	2,313,244	4,626,488	90.60%	8,362,394	8,362,394	16,724,788	92.13%
Statewide PL Adjustments	238,487	241,592	480,079	9.40%	679,291	685,826	1,365,117	7.52%
Other PL Adjustments	0	0	0	0.00%	64,268	64,787	129,055	0.71%
New Proposals	0	0	0	0.00%	(32,695)	(32,695)	(65,390)	(0.36%)
Total Budget	\$2,551,731	\$2,554,836	\$5,106,567		\$9,073,258	\$9,080,312	\$18,153,570	

Present Law Adjustments

The "Present Law Adjustments" table shows the changes to the adjusted base budget approved 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					963,541					967,723
Vacancy Savings					(283,172)					(283,340)
Inflation/Deflation					(1,856)					796
Fixed Costs					778					647
Total Statewide Present Law Adjustments		\$238,487	\$35,418	\$405,386	\$679,291		\$241,592	\$36,636	\$407,598	\$685,826
DP 50 - Initial Motion to FY 2012 Base	0.00	(238,487)	(35,418)	(405,386)	(679,291)	0.00	(241,592)	(36,636)	(407,598)	(685,826)
DP 51 - Adjustment for Statewide Personal Services	0.00	238,489	34,765	407,115	680,369	0.00	241,065	35,311	408,007	684,383
DP 52 - Adjustment for Statewide Operations	0.00	(2)	653	(1,729)	(1,078)	0.00	527	1,325	(409)	1,443
DP 8002 - Recovery Audit Contractor Program Permanency	0.00	0	32,134	32,134	64,268	0.00	0	32,393	32,394	64,787
Total Other Present Law Adjustments	0.00	\$0	\$32,134	\$32,134	\$64,268	0.00	\$0	\$32,393	\$32,394	\$64,787
Grand Total All Present Law Adjustments	0.00	\$238,487	\$67,552	\$437,520	\$743,559	0.00	\$241,592	\$69,029	\$439,992	\$750,613

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 removed 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 funds the fixed cost and inflation/deflation rates as approved by the General Government Subcommittee.

DP 8002 - Recovery Audit Contractor Program Permanency - The legislature approved funding to make the Recovery Audit Program, which was established in the 2011 session via a legislative language appropriation, permanent.

The legislature also approved a language appropriation related to the recovery audit program: "The Quality Assurance Division is appropriated funding for the 2015 biennium in an amount not to exceed \$210,208 of the state special revenue fund share and \$396,734 of the federal special revenue share from the recovery audit contract to pay recovery audit costs. Payments to the contractor are contingent upon the amount of funds recovered and may not exceed 12.5% of the amount recovered."

New Proposals

New Proposals										
Program	FTE	-----Fiscal 2014-----				-----Fiscal 2015-----				
		General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 8004 - Reduce State Special Revenue Transfer										
08	0.00	0	(32,695)	0	(32,695)	0.00	0	(32,695)	0	(32,695)
Total	0.00	\$0	(\$32,695)	\$0	(\$32,695)	0.00	\$0	(\$32,695)	\$0	(\$32,695)

DP 8004 - Reduce State Special Revenue Transfer - The legislature removed \$32,695 state special revenue from the division's appropriated fund transfer in FY 2014 and FY 2015.

Language and Statutory Authority

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

“The Quality Assurance Division is appropriated funding for the 2015 biennium in an amount not to exceed \$210,208 of the state special revenue fund share and \$396,734 of the federal special revenue share from the recovery audit contract to pay recovery audit costs. Payments to the contractor are contingent upon the amount of funds recovered and may not exceed 12.5% of the amount recovered.”