

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	354.91	354.91	353.91	353.91	354.91	353.91	(1.00)	(0.28%)
Personal Services	17,724,714	18,459,326	17,476,876	16,676,716	36,184,040	34,153,592	(2,030,448)	(5.61%)
Operating Expenses	6,406,307	5,632,350	6,998,666	7,020,870	12,038,657	14,019,536	1,980,879	16.45%
Grants	0	400,941	0	0	400,941	0	(400,941)	(100.00%)
Benefits & Claims	204,865,266	214,398,460	242,027,282	262,623,531	419,263,726	504,650,813	85,387,087	20.37%
Total Costs	\$228,996,287	\$238,891,077	\$266,502,824	\$286,321,117	\$467,887,364	\$552,823,941	\$84,936,577	18.15%
General Fund	72,165,391	75,814,375	81,612,271	85,186,819	147,979,766	166,799,090	18,819,324	12.72%
State Special	6,664,233	5,607,178	6,632,940	6,632,940	12,271,411	13,265,880	994,469	8.10%
Federal Special	150,166,663	157,469,524	178,257,613	194,501,358	307,636,187	372,758,971	65,122,784	21.17%
Total Funds	\$228,996,287	\$238,891,077	\$266,502,824	\$286,321,117	\$467,887,364	\$552,823,941	\$84,936,577	18.15%

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Legislative Budget Analysis, B-103

Funding

Funding for the Disability Services Division comes primarily from general fund (30%), which is matched by federal funds (68%). The remaining funding is state special revenue. For Medicaid services general fund pays for about one third and the federal government through the Federal Medical Assistance Percentage (FMAP) pays for two thirds. One half of the Medicaid administrative costs are paid from general fund and is matched by federal funds.

Since the last biennium, the federal match rate has decreased and caseloads have increased, causing a shift from federal funds to general fund. The Montana Developmental Center is funded almost entirely with general fund and accounts for 18% of total general fund expenditures for this division. School based mental health services are funded entirely with federal funds and account for 18% of total federal funds.

Major Components

- The legislature accepted all present law adjustments as proposed by the executive (\$1.1 million).
- The legislature approved provider rate increases of 2% (\$3.6 million general funds, \$6.6 million federal)
- The legislature approved Medicaid caseload adjustments totaling \$18 million general funds and \$64 million federal funds
- The Legislature approved \$1.3 million fund for room and board for seriously emotionally disturbed children. This appropriation is offset by a reduction of to the I-Homes budget of \$2.0 million in general fund.
- The legislature approved Targeted Case Management provider rate increases of \$1.97 million general fund. This appropriation is offset in part by a funding reduction at the Montana Developmental Center.
- The legislature approved the transfer of one FTE and \$97,000 of general fund in each year of the biennium to provide an independent investigator within the Department of Justice.

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	72,165,391	72,165,391	144,330,782	86.53%	228,996,287	228,996,287	457,992,574	82.85%
Statewide PL Adjustments	534,135	490,731	1,024,866	0.61%	597,433	542,631	1,140,064	0.21%
Other PL Adjustments	7,190,192	9,970,674	17,160,866	10.29%	31,654,064	47,503,653	79,157,717	14.32%
New Proposals	1,722,553	2,560,023	4,282,576	2.57%	5,255,040	9,278,546	14,533,586	2.63%
Total Budget	\$81,612,271	\$85,186,819	\$166,799,090		\$266,502,824	\$286,321,117	\$552,823,941	

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					1,321,700					1,265,429
Vacancy Savings					(761,853)					(759,599)
Inflation/Deflation					(23,028)					(12,516)
Fixed Costs					60,614					49,317
Total Statewide Present Law Adjustments		\$534,135	\$0	\$63,298	\$597,433		\$490,731	\$0	\$51,900	\$542,631
DP 50 - Initial Motion to FY 2012 Base	0.00	(534,135)	400	(147,352)	(681,087)	0.00	(490,731)	0	(51,900)	(542,631)
DP 51 - Adjustment for Statewide Personal Services	0.00	510,197	(400)	133,704	643,501	0.00	370,673	(270)	135,427	505,830
DP 52 - Adjustment for Statewide Operations	0.00	27,527	(12)	10,072	37,587	0.00	27,128	(12)	9,685	36,801
DP 53 - Base Funding Switch	0.00	(3,589)	12	3,576	(1)	0.00	92,930	282	(93,212)	0
DP 10102 - MDC Medical Inflation	0.00	12,771	0	0	12,771	0.00	19,445	0	0	19,445
DP 10201 - Med Ben Core Services Caseload Children's MH	0.00	3,701,251	0	7,271,921	10,973,172	0.00	5,176,305	0	10,147,273	15,323,578
DP 10202 - Med Ben Waiver Services Caseload Dev Dis	0.00	3,355,888	0	6,593,379	9,949,267	0.00	4,567,386	0	8,953,594	13,520,980
DP 10203 - Med Ben Federal Only Caseload Dev Dis	0.00	0	0	10,700,947	10,700,947	0.00	0	0	18,609,018	18,609,018
DP 10401 - Med Ben Waiver FMAP Dev Dis	0.00	146,700	0	(146,700)	0	0.00	194,135	0	(194,135)	0
DP 10402 - Med Ben Core FMAP Children's MH	0.00	(32,976)	0	32,976	0	0.00	1,772	0	(1,772)	0
DP 10501 - Private Lease Adjustment	0.00	6,558	0	11,349	17,907	0.00	11,631	0	19,001	30,632
Total Other Present Law Adjustments	0.00	\$7,190,192	\$0	\$24,463,872	\$31,654,064	0.00	\$9,970,674	\$0	\$37,532,979	\$47,503,653
Grand Total All Present Law Adjustments	0.00	\$7,724,327	\$0	\$24,527,170	\$32,251,497	0.00	\$10,461,405	\$0	\$37,584,879	\$48,046,284

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 - This adjustment funds statewide personal services and vacancy savings.

DP 52 - Adjustment for Statewide Operations - This adjustment establishes the fixed cost and inflation/deflation rates as

approved by the General Government subcommittee.

DP 53 - Base Funding Switch - This adjustments to establish a fund switch between fund types to fund base operations.

DP 10102 - MDC Medical Inflation - The legislature approved an increase in general fund in each year of the biennium to maintain existing prescription services at the Montana Developmental Center in the Developmental Services Division.

DP 10201 - Med Ben Core Services Caseload Children's MH - The legislature approved present law adjustment for caseload growth in the Developmental Services Division to cover the increase in the number of eligible people, utilization, acuity level, and cost per service for medical care.

DP 10202 - Med Ben Waiver Services Caseload Dev Dis - The legislature approved present law adjustment for caseload growth in the Developmental Services Division to cover the increase in the number of eligible people, utilization, acuity level, and cost per service for medical care.

DP 10203 - Med Ben Federal Only Caseload Dev Dis - The Legislature provided federal Medicaid funds to support projected caseload increases for children receiving school based mental health services.

DP 10401 - Med Ben Waiver FMAP Dev Dis - The legislature approved an increase in general fund increase in each year of the biennium, with offsetting federal fund reductions for each year. This adjusts the base year expenses from the FY 2012 FMAP (federal medical assistance participation) rate to the FY 2014 rate of 33.73% state funds and 66.27% federal funds. The FY 2015 rate is 33.78% state funds and 66.22% federal funds.

DP 10402 - Med Ben Core FMAP Children's MH - The legislature approved a general fund reduction of \$32,976 for FY 2014 and a general fund increase of \$1,772 for FY 2015 with offsetting federal fund increases/reductions for each year. It adjusts the base year expenses from the FY 2012 FMAP (federal medical assistance participation) rate to the FY 2014 rate of 33.73% state funds and 66.27% federal funds. The FY 2015 rate is 33.78% state funds and 66.22% federal funds. The total cost for the program does not change.

DP 10501 - Private Lease Adjustment - The Legislature approved funding for increases in lease expense for working space for employees in non-state owned buildings located throughout the state.

New Proposals

Program	-----Fiscal 2014-----					-----Fiscal 2015-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 10204 - MDC Community Placements										
10	0.00	714,639	0	1,404,065	2,118,704	0.00	715,699	0	1,403,006	2,118,705
DP 10901 - DD Medicaid Provider Rate Increase										
10	0.00	638,857	0	1,258,551	1,897,408	0.00	1,295,474	0	2,537,290	3,832,764
DP 10902 - DD Non-Medicaid Provider Rate Increase										
10	0.00	87,944	0	0	87,944	0.00	177,646	0	0	177,646
DP 10903 - PRI - CMH Medicaid Core										
10	0.00	467,987	0	921,935	1,389,922	0.00	948,983	0	1,858,660	2,807,643
DP 10904 - CMH Non-Medicaid Provider Rate Increase										
10	0.00	19,882	0	0	19,882	0.00	40,161	0	0	40,161
DP 10905 - CMH 100% Federal Medicaid Provider Rate Increase										
10	0.00	0	0	468,005	468,005	0.00	0	0	945,371	945,371
DP 10906 - TCM for youth with SED										
10	0.00	(380,505)	0	(1,141,515)	(1,522,020)	0.00	(380,505)	0	(1,141,515)	(1,522,020)
DP 10907 - Expansion of DD Comprehensive Waiver (Rst)										
10	0.00	56,666	0	111,334	168,000	0.00	113,501	0	222,499	336,000
DP 10908 - 1% Reduction PL CMH Case Load										
10	0.00	(244,994)	(31,293)	(543,178)	(819,465)	0.00	(264,777)	(31,293)	(581,429)	(877,499)
DP 10909 - Incs. DD Pvdr. Rates Med and Non Med (Rst)										
10	0.00	0	0	1,258,551	1,258,551	0.00	0	0	2,537,290	2,537,290
DP 10910 - School Based Mental Health (OTO)										
10	0.00	(109,725)	0	0	(109,725)	0.00	(105,959)	0	0	(105,959)
DP 10911 - Room and Board for SED Children (Rst)										
10	0.00	650,000	0	0	650,000	0.00	650,000	0	0	650,000
DP 10912 - SB 43 Investigator transfer										
10	(1.00)	(97,064)	0	0	(97,064)	(1.00)	(97,064)	0	0	(97,064)
DP 10913 - Additional 1% Reduction PL CMH Case Load										
10	0.00	(276,287)	0	(543,178)	(819,465)	0.00	(296,070)	0	(581,429)	(877,499)
DP 10914 - I-Homes Reduction										
10	0.00	(772,509)	0	(1,474,464)	(2,246,973)	0.00	(1,236,985)	0	(2,317,571)	(3,554,556)
DP 10915 - Targeted Case Management SED Youth (Rst)										
10	0.00	967,662	0	1,843,674	2,811,336	0.00	999,919	0	1,867,644	2,867,563
DP 10920 - Medicaid Services - Developmental Services (RST)										
10	0.00	0	0	0	0	0.00	0	0	0	0
Total	(1.00)	\$1,722,553	(\$31,293)	\$3,563,780	\$5,255,040	(1.00)	\$2,560,023	(\$31,293)	\$6,749,816	\$9,278,546

DP 10204 - MDC Community Placements - The legislature approved funding for the placement of 24 individuals from the Montana Developmental Center into community service programs.

DP 10901 - DD Medicaid Provider Rate Increase - The legislature approved a 2% provider rate increase in each year of the biennium for the Developmental Disabilities

The department of public health and human services must use \$1,897,408 in fiscal year 2014 and \$3,832,764 in fiscal year 2015 of funds in Developmental Services Division to raise provider rates by 2% in fiscal year 2014 and by an additional 2% in fiscal year 2015.

DP 10902 - DD Non-Medicaid Provider Rate Increase - The legislature approved a 2% provider rate increase in each year of the biennium for the Developmental Disabilities

The department of public health and human services must use \$87,944 in fiscal year 2014 and \$177,646 in fiscal year 2015 of funds in Developmental Services Division to raise provider rates by 2% in fiscal year 2014 and by an additional 2% in fiscal year 2015.

DP 10903 - PRI - CMH Medicaid Core - The legislature approved a 2% provider rate increase in each year of the biennium for the Developmental Disabilities

The department of public health and human services must use \$1,389,922 in fiscal year 2014 and \$2,807,643 in fiscal

year 2015 of funds in Developmental Services Division to raise provider rates by 2% in fiscal year 2014 and by an additional 2% in fiscal year 2015.

DP 10904 - CMH Non-Medicaid Provider Rate Increase - The legislature approved a 2% provider rate increase in each year of the biennium for the Developmental Disabilities

The department of public health and human services must use \$19,882 in fiscal year 2014 and \$40,161 in fiscal year 2015 of funds in Developmental Services Division to raise provider rates by 2% in fiscal year 2014 and by an additional 2% in fiscal year 2015.

DP 10905 - CMH 100% Federal Medicaid Provider Rate Increase - The legislature approved a 2% provider rate increase each year of the biennium for the Children's Mental Health 100% Federal Medicaid.

DP 10906 - TCM for youth with SED - The legislature approved a reduction in general fund of \$761,010 and federal fund of \$2,283,030 for the biennium. The funds are to be used to supplement provider rates for Targeted Case Management for Seriously Emotionally Disturbed Children.

DP 10907 - Expansion of DD Comprehensive Waiver (Rst) - The legislature approved funding for 10 additional slots in FY 2012 and an additional 10 slots in FY 2014 within the Developmental Disabilities (DD) comprehensive waiver to serve children on the waiting list.

Funding is restricted to screening additional children into the DD comprehensive waiver to reduce the number of children on the waiting list.

DP 10908 - 1% Reduction PL CMH Case Load - The legislature approved a one percent reduction in the case load estimate for Medicaid Benefits Core Services for Children's Mental Health. General fund is reduced by \$572,357 and federal funds are reduced by \$1,124,607 for the biennium.

DP 10909 - Incrs. DD Pvdr. Rates Med and Non Med (Rst) - The legislature approved an increase in provider rates for Developmental Disabilities Program Medicaid Core.

DP 10901 and DP 10902 provide a 2% increase in provider rates. This decision package would augment DP 10901 and DP 10902 to provide a 4% provider rate increase. General funds for this Decision package will be provided from general funds appropriated from the Montana Developmental Center.

DP 10910 - School Based Mental Health (OTO) - The legislature approved general fund of \$109,725 in FY 2014 and \$105,959 in FY 2015 for the Office of Public Instruction to contract for services to coordinate School Based Mental. The Appropriation for Developmental Services Division will be reduced by a like amount to provide the funding.

Total funding for the Biennium is \$215,684 general fund.

DP 10911 - Room and Board for SED Children (Rst) - The legislature approved a general fund appropriation of \$650,000 in each year of the biennium (\$1,300,000 total), for room and board for Seriously Emotional Disturbed (SED) children in therapeutic group homes or foster care.

DP 10912 - SB 43 Investigator transfer - The legislature approved a funding reduction in general fund of \$97,064 of general fund in each year of the biennium to fund a operating costs and personal services for 1.00 FTE in the Justice Department. This is funding for DP 1821 - SB 43 Investigator within the department of justice.

DP 10913 - Additional 1% Reduction PL CMH Case Load - The legislature approved an additional 1% reduction in the Children's Mental Health Case Load.

This amendment will reduce general fund by \$276,287 in FY 2014, \$296,070 in FY 2015, federal fund will be reduced by \$543,178 in FY 2014 and \$581,429 in FY 2015.

DP 10914 - I-Homes Reduction - The legislature approved a reduction of general fund \$772,509 in FY 2014 and \$1,236,985 in FY 2015. A reduction of federal fund of \$1,474,464 in FY 2014 and \$2,317,571 in FY 2015.

This appropriation is equivalent to the funds budgeted for I-Homes as reported by the agency.

DP 10915 - Targeted Case Management SED Youth (Rst) - The legislature approved \$1,967,581 in general fund and \$3,711,318 in federal fund for the biennium to fund Targeted Case Management for Youth With Serous Emotional Disturbances. This appropriation is restricted for this purpose.

DP 10920 - Medicaid Services - Developmental Services (RST) - The legislature approved to restrict all Medicaid services. This decision package moves Medicaid services from the main appropriations line to a restricted line item within HB2.

There is no net impact to any funds.