

**Program Legislative Budget**

The following table summarizes the proposed budget for this program by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2006	PL Base Adjustment Fiscal 2008	New Proposals Fiscal 2008	Total Leg. Budget Fiscal 2008	PL Base Adjustment Fiscal 2009	New Proposals Fiscal 2009	Total Leg. Budget Fiscal 2009	Total Leg. Budget Fiscal 08-09
FTE	56.10	0.00	0.00	56.10	0.00	0.00	56.10	56.10
Personal Services	3,094,418	241,505	0	3,335,923	255,351	0	3,349,769	6,685,692
Operating Expenses	13,758,257	1,785,785	0	15,544,042	1,708,957	0	15,467,214	31,011,256
Equipment	0	0	0	0	0	0	0	0
Debt Service	307,596	0	0	307,596	0	0	307,596	615,192
<b>Total Costs</b>	<b>\$17,160,271</b>	<b>\$2,027,290</b>	<b>\$0</b>	<b>\$19,187,561</b>	<b>\$1,964,308</b>	<b>\$0</b>	<b>\$19,124,579</b>	<b>\$38,312,140</b>
General Fund	6,474,663	1,048,676	0	7,523,339	1,012,649	0	7,487,312	15,010,651
State/Other Special	645,254	68,948	0	714,202	75,006	0	720,260	1,434,462
Federal Special	10,040,354	909,666	0	10,950,020	876,653	0	10,917,007	21,867,027
<b>Total Funds</b>	<b>\$17,160,271</b>	<b>\$2,027,290</b>	<b>\$0</b>	<b>\$19,187,561</b>	<b>\$1,964,308</b>	<b>\$0</b>	<b>\$19,124,579</b>	<b>\$38,312,140</b>

**Page Reference**

Legislative Budget Analysis, B-114

**Funding**

The Technology Services Division, formerly Operations and Technology, was renamed following a reorganization in early FY 2006 that moved the Internal Support and Vital Records Bureau to the Business and Financial Services Division and the budget functions and management of the Montana Medicaid Information System to the Director’s Office. The TSD is primarily funded with federal funds and general fund through a complex federally approved cost allocation process. Funding for this biennium is 57 percent federal revenue, 39 percent general fund, and 4 percent state special revenue.

**Program Narrative**

The budget addressed by this bill contains only present law adjustments. The biennial budget reduces the executive biennial budget by \$819 to align the division budget to the State Motor Pool rates.

This bill supports the division's presentation of its goals and measurable objectives and addresses:

- o Present law support for management and maintenance of the Child and Adult Protective Services (CAPS) system contract, the Combined Health Information and Medicaid Eligibility System (CHIMES), and the DPHHS web-based security system as well as
- o Components in the division goals and objectives that spoke to quality, professional support for statewide users of the DPHHS computer systems, efficient maintenance and enhancement of the systems, and a human resources plan.

Language is included in the bill requesting that the division report its progress toward the goals and objectives throughout the interim.

**Present Law Adjustments**

The “Present Law Adjustments” table shows the primary changes to the proposed adjusted base budget. “Statewide Present Law” adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies, unless otherwise noted. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
	-----Fiscal 2008-----					-----Fiscal 2009-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					380,498					394,923
Vacancy Savings					(138,993)					(139,572)
Inflation/Deflation					(94,580)					(94,305)
Fixed Costs					1,522,644					1,673,246
<b>Total Statewide Present Law Adjustments</b>					<b>\$1,669,569</b>					<b>\$1,834,292</b>
DP 6015 - State Motor Pool Rate Change	0.00	(183)	(18)	(202)	(403)	0.00	(189)	(19)	(208)	(416)
DP 90004 - CAPS Sys. Facilities Mgmt Inc. - Restricted / OTO	0.00	61,618	0	48,414	110,032	0.00	61,618	0	48,414	110,032
DP 90007 - Ongoing Support for DPHHS Security System	0.00	9,112	1,334	9,554	20,000	0.00	9,294	1,361	9,745	20,400
DP 90008 - On Going Support for CHIMES - Res./ Bien./OTO	0.00	114,046	0	114,046	228,092	0.00	0	0	0	0
<b>Total Other Present Law Adjustments</b>	<b>0.00</b>	<b>\$184,593</b>	<b>\$1,316</b>	<b>\$171,812</b>	<b>\$357,721</b>	<b>0.00</b>	<b>\$70,723</b>	<b>\$1,342</b>	<b>\$57,951</b>	<b>\$130,016</b>
<b>Grand Total All Present Law Adjustments</b>					<b>\$2,027,290</b>					<b>\$1,964,308</b>

**Statewide Present Law Adjustments**

The increase in fixed costs listed above primarily represents the Department of Administration assessment for network services for the entire agency, which now appears as a total figure in the TSD budget. The department made this adjustment to move costs into a central location for ease of billing, payment, and the cost allocation process.

**Present Law Adjustments**

DP 6015 - State Motor Pool Rate Change - The funding for vehicle rentals and leases from the State Motor Pool were reduced from the level requested by the Governor.

DP 90004 - CAPS Sys. Facilities Mgmt Inc. - Restricted / OTO - The bill appropriates \$220,064 as restricted, one-time-only funding for the Child and Adult Protective Services (CAPS) contract. The funding is for an increase in cost of living and level of effort, which refers to the number of dedicated programming hours (usually 156.7 per month or 1,880 hours per year) that a contractor provides per the terms of the contract for system maintenance. The appropriation is for \$123,236 general fund and \$96,828 federal funds over the biennium.

DP 90007 - Ongoing Support for DPHHS Security System - The bill provides \$40,400 for the biennium for ongoing maintenance and support for the DPHHS security system, which is a web-based application that has automated the department's security function for management control, monitoring and reporting of security access information, or providing federally requested reports. The funding includes \$18,406 general fund, \$2,695 state special revenue, and \$19,299 federal funds over the biennium.

DP 90008 - On Going Support for CHIMES - Res./ Bien./OTO - The bill includes a one-time-only, restricted, biennial appropriation of \$228,092 for the platform costs associated with the new Medicaid eligibility system, called the Combined Health Information and Medicaid Eligibility System (CHIMES). The funding, which also includes costs associated with annual lease payments, maintenance for servers, and operating system support, is evenly split between general fund and federal funds at \$114,046 each over the biennium.

**Language**

"Funding for CAPS System Facilities Management Increase may be expended only for the child and adult protective services CAPS contract for an increase in cost of living and level of effort.

Funding for the On-going Support for CHIMES may be expended only for platform costs, lease payments, maintenance of servers, and operating system support associated with the new combined health information and medicaid eligibility system (CHIMES).

Included in Technology Services Division/Reporting is \$200 in general fund money each year for a semiannual report to the legislative finance committee, the children, families, health, and human services interim committee, and members of the joint appropriation subcommittee on health and human services for the following:

- (1) progress toward the goals presented to the joint appropriations subcommittee on health and human services in the division's final template; and
- (2) attainment of measurable objectives as outlined in the division final template presented to the joint appropriations subcommittee on health and human services.

If the reports are not received by the legislative finance committee by December 31, 2007, and June 30, 2008, the fiscal year 2009 general fund appropriation is reduced by \$200."