

5% Base Budget Reduction Form
[17-7-111-3\(f\)](#)

AGENCY CODE & NAME:

		Minimum Requirement		
		General Fund	State Special Revenue Fund	
TARGETED REDUCTION TO EQUAL 5% OF CURRENT BASE BUDGET		\$ 6,598,993	\$ 1,795,621	
		General Fund Annual Savings	State Special Revenue Annual Savings	Matching Federal Funds
Priority	SERVICE(S) TO BE ELIMINATED OR REDUCED			
1	Provider Rate Reduction	\$ 6,642,202	\$ 1,767,826	\$ 29,210,049
2	Reduce Operating Costs in HRD	\$ 172,581	\$ 27,795	\$ 286,254
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	TOTAL SAVINGS	\$ 6,814,783	\$ 1,795,621	\$ 29,496,303
	DIFFERENCE	-215790	0	-29496303

Form A

5% Base Budget Reduction Form

AGENCY CODE & NAME:

#1 BRIEF DESCRIPTION OF SERVICE TO BE CONSIDERED FOR ELIMINATION OR REDUCTION:

Provider rate decrease

#2 THE SAVINGS THAT ARE EXPECTED:

General Fund savings of \$6,642,202 and \$1,767,826 in state special revenue per year. The federal funds would decrease approximately \$29,210,049 million per year. This reduction would be expected from

#3 THE CONSEQUENCES OR IMPACTS OF THE PROPOSED ELIMINATION OR REDUCTION:

The provider rate reduction could effect both adult and children Medicaid/CHIP beneficiaries, providers could decide not to provide services for medical visits. Also, this change could cause a cost shift to other services categories such as hospitals, FQHC's and RHC's. Medicaid is not allowed to reduce FQHC's and RHC's reimbursement.

#4 HOW THE IMPACT TO CONSTITUENTS AND STAFF MIGHT BE MITIGATED:

Clients would likely seek care in facilities which may have limited capacity to serve them. Staff would have to analyze information to see if utilization of other services would increase due to this change and try to mitigate the consequences.

#5 WHETHER THE SERVICE IS SPECIFICALLY REQUIRED BY STATE & /OR FEDERAL STATUTE - YES OR NO:

changes in Chapter 53-6 MCA.

Form B

5% Base Budget Reduction Form

AGENCY CODE & NAME:

#1 BRIEF DESCRIPTION OF SERVICE TO BE CONSIDERED FOR ELIMINATION OR REDUCTION:

Operating Costs in HRD.

#2 THE SAVINGS THAT ARE EXPECTED:

Savings in operating and personal services costs.

#3 THE CONSEQUENCES OR IMPACTS OF THE PROPOSED ELIMINATION OR REDUCTION:

Reducing operating expenses would require delays in staffing, reduced travel and standard office expenditures. Program workload would have to be shifted and reduced resources would affect the delivery of program priorities.

#4 HOW THE IMPACT TO CONSTITUENTS AND STAFF MIGHT BE MITIGATED:

Target reductions to operating expenditures with the smallest impact on constituents and staff.

#5 WHETHER THE SERVICE IS SPECIFICALLY REQUIRED BY STATE & /OR FEDERAL STATUTE - YES OR NO:

No.

Form B