

State of Alaska FY2009 Governor's Operating Budget

Department of Health and Social Services Rate Review Component Budget Summary

Component: Rate Review

Contribution to Department's Mission

To provide quality accounting, auditing, and rate setting services that supports the department's programs.

Core Services

Rate setting is centralized under this component for all services, including Medicaid facilities, foster care, and child care facilities. Resources to successfully manage workload will be added as part of the department's Quality Assurance program.

FY2009 Resources Allocated to Achieve Results

FY2009 Component Budget: \$1,482,900	Personnel:	
	Full time	14
	Part time	0
	Total	14

Key Component Challenges

Rate setting for all functions in the department is now the responsibility of a single office working directly with various divisions.

Significant Changes in Results to be Delivered in FY2009

This component will continue to work with divisions to improve and make consistent rate setting policies, perform necessary calculations, and facilitate cost containment. New division rate setting activities are added each year. A significant rate setting workload for Division of Senior and Disabilities Services Medicaid waiver rates is planned for 2009, as well as strategic planning, specific service planning and definition, and cost development, reporting and billing infrastructures for a new tribal program Medicaid initiative (SB61) recommended by Legislative consultants.

Major Component Accomplishments in 2007

In addition to the general facility audits and rate setting administration, the Office of Rate Review completed extensive new cost studies for Division of Behavioral Health and Office of Children's Services; assisted other units in the Commissioner's Office with a variety of accounting issues; and provided data analysis for department tribal programs.

Statutory and Regulatory Authority

AS 47.07 Medical Assistance for Needy Persons
7 AAC 43.670-709 Medical Assistance, Health & Social Services

Contact Information

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**Rate Review
Component Financial Summary**

All dollars shown in thousands

	FY2007 Actuals	FY2008 Management Plan	FY2009 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	1,048.3	1,133.5	1,202.3
72000 Travel	33.2	55.1	55.1
73000 Services	59.3	210.9	210.9
74000 Commodities	20.4	9.2	9.2
75000 Capital Outlay	0.0	5.4	5.4
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	1,161.2	1,414.1	1,482.9
Funding Sources:			
1002 Federal Receipts	580.5	743.8	778.2
1003 General Fund Match	527.3	514.3	540.2
1004 General Fund Receipts	53.4	156.0	164.5
Funding Totals	1,161.2	1,414.1	1,482.9

Estimated Revenue Collections

Description	Master Revenue Account	FY2007 Actuals	FY2008 Management Plan	FY2009 Governor
<u>Unrestricted Revenues</u>				
Unrestricted Fund	68515	0.1	0.0	0.0
Unrestricted Total		0.1	0.0	0.0
<u>Restricted Revenues</u>				
Federal Receipts	51010	580.5	743.8	778.2
Restricted Total		580.5	743.8	778.2
Total Estimated Revenues		580.6	743.8	778.2

**Summary of Component Budget Changes
From FY2008 Management Plan to FY2009 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2008 Management Plan	670.3	743.8	0.0	1,414.1
Adjustments which will continue current level of service:				
-FY 09 Health Insurance Increases for Exempt Employees	0.1	0.1	0.0	0.2
-FY 09 Bargaining Unit Contract Terms: General Government Unit	34.3	34.3	0.0	68.6
FY2009 Governor	704.7	778.2	0.0	1,482.9

**Rate Review
Personal Services Information**

Authorized Positions		Personal Services Costs		
	<u>FY2008</u>	<u>FY2009</u>		
	<u>Management</u>	<u>Governor</u>		
	<u>Plan</u>			
Full-time	14	14	Annual Salaries	898,382
Part-time	0	0	COLA	76,529
Nonpermanent	0	0	Premium Pay	0
			Annual Benefits	473,103
			<i>Less 16.97% Vacancy Factor</i>	<i>(245,714)</i>
			Lump Sum Premium Pay	0
Totals	14	14	Total Personal Services	1,202,300

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Accounting Tech II	1	0	0	0	1
Administrative Clerk II	1	0	0	0	1
Executive Director	1	0	0	0	1
Internal Auditor I	1	0	0	0	1
Internal Auditor III	7	0	0	0	7
Internal Auditor IV	2	0	0	0	2
Research Analyst III	1	0	0	0	1
Totals	14	0	0	0	14