

State of Alaska FY2010 Governor's Operating Budget

Department of Health and Social Services Quality Assurance and Audit Component Budget Summary

Component: Quality Assurance and Audit

Contribution to Department's Mission

Program Integrity/Quality Assurance efforts focus on meeting and exceeding department and federal standards and requirements related to protecting program assets and assuring quality services.

Core Services

- Audits of Medical Assistance providers' claims
- Organize and chair functional Audit Committee
- Management and oversight of the contract audits mandated under Alaska Statute 47.05.200
- Compliance Officer contact and responsibility with the Center for Medicare and Medicaid Services
- Departmental contact for the Department of Law, Medicaid Fraud Control Unit (MFCU)
- Payment Error Rate Measurement (PERM)
- Leadership Team reporting and participation

FY2010 Resources Allocated to Achieve Results

FY2010 Component Budget: \$1,174,600	<table style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="2">Personnel:</td> </tr> <tr> <td>Full time</td> <td style="text-align: right;">7</td> </tr> <tr> <td>Part time</td> <td style="text-align: right;">0</td> </tr> <tr> <td>Total</td> <td style="text-align: right; border-top: 1px solid black;">7</td> </tr> </table>	Personnel:		Full time	7	Part time	0	Total	7
Personnel:									
Full time	7								
Part time	0								
Total	7								

Key Component Challenges

- Continue to improve coordination and reporting of department-wide efforts related to program integrity and quality assurance.
- Finalize the establishment of coordinated program integrity procedures and processes in accordance with best practices and prepare for CMS Medicaid Integrity program comprehensive review.
- Continue a recruitment and retention effort to build and sustain a highly competent resource infrastructure with substantive program and business management expertise and depth.
- Continue to ensure organizational independence of Program Integrity function.

Significant Changes in Results to be Delivered in FY2010

No significant changes in FY2010.

Major Component Accomplishments in 2008

- Developed processes, performed provider training and prepared department staff for the Payment Error Rate Measurement audit of the Medicaid and SCHIP program.
- Successfully re-procured independent audit contract as required by AS 47.05.200.
- Successfully defended in Superior Court the use of extrapolation methodology in projecting audit results.

Statutory and Regulatory Authority

AS 47.05.200 Welfare, Social Services and Institutions, Annual Audits

AS 47.07 Welfare, Social Services and Institutions, Medical Assistance for Needy People
7 AAC 43.1400-1490, Article 30, Audit and Appeal

Contact Information

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**Quality Assurance and Audit
Component Financial Summary**

All dollars shown in thousands

	FY2008 Actuals	FY2009 Management Plan	FY2010 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	0.0	683.9	729.3
72000 Travel	0.0	70.0	70.0
73000 Services	0.0	274.3	274.3
74000 Commodities	0.0	10.0	10.0
75000 Capital Outlay	0.0	91.0	91.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	0.0	1,129.2	1,174.6
Funding Sources:			
1002 Federal Receipts	0.0	558.5	576.9
1003 General Fund Match	0.0	570.7	597.7
Funding Totals	0.0	1,129.2	1,174.6

Estimated Revenue Collections

Description	Master Revenue Account	FY2008 Actuals	FY2009 Management Plan	FY2010 Governor
Unrestricted Revenues				
None.		0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0
Restricted Revenues				
Federal Receipts	51010	0.0	558.5	576.9
Restricted Total		0.0	558.5	576.9
Total Estimated Revenues		0.0	558.5	576.9

**Summary of Component Budget Changes
From FY2009 Management Plan to FY2010 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2009 Management Plan	570.7	558.5	0.0	1,129.2
Adjustments which will continue current level of service:				
-Transfer from Commissioner's Office to adequately fund component	15.0	10.0	0.0	25.0
-FY2010 Wage and Health Insurance Increases for Bargaining Units with Existing Agreements	12.0	8.4	0.0	20.4
FY2010 Governor	597.7	576.9	0.0	1,174.6

Quality Assurance and Audit Personal Services Information				
Authorized Positions			Personal Services Costs	
	<u>FY2009</u> <u>Management</u> <u>Plan</u>	<u>FY2010</u> <u>Governor</u>		
Full-time	7	7	Annual Salaries	464,155
Part-time	0	0	COLA	18,953
Nonpermanent	0	0	Premium Pay	2,101
			Annual Benefits	244,213
			<i>Less 0.02% Vacancy Factor</i>	(122)
			Lump Sum Premium Pay	0
Totals	7	7	Total Personal Services	729,300

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Administrative Clerk II	1	0	0	0	1
Internal Auditor III	1	0	0	0	1
Internal Auditor IV	2	0	0	0	2
Internal Auditor V	0	0	1	0	1
Medical Assist Admin II	1	0	0	0	1
Research Analyst III	1	0	0	0	1
Totals	6	0	1	0	7