

State of Alaska FY2007 Governor's Operating Budget

Department of Health and Social Services Office of Program Review Component Budget Summary

Component: Office of Program Review

Contribution to Department's Mission

The Office of Program Review's efforts have been to maximize federal funding and operational efficiencies assisting the department in maintaining programs that promote and protect the health and well-being of Alaskans, especially during periods of reduced state resources.

Core Services

- Reduce the need for state general funding by maximizing the use of federal funds and other financing/refinancing mechanisms. This includes the enhancing of tribal resources, developing additional federal funding opportunities across divisions and programs and implementing program integrity functions, including enhanced fraud and abuse activities and improving business processes in departmental operations.
- Cultivate faith and community-based partnership to share and support the department's mission.
- Develop additional efficiencies through improved program coordination, performance and outcome measurement, and continued examination and refinement of the department's organizational structure and functions.
- Serve as department's lead with the federal government to obtain increased federal funding and coordinate federal information flow, and lead with Alaska's DC office on federal funding requests.
- Provides staff support for several ongoing committees and work groups, such as Suicide Prevention and the Medical Care Advisory Committee.
- Provides leadership and coordination on issues and projects that involve multiple divisions, such as transportation policy, school based services and the long-term care study.

FY2007 Resources Allocated to Achieve Results

FY2007 Component Budget: \$2,634,400	Personnel:	
	Full time	17
	Part time	0
	Total	17

Key Component Challenges

- Most components of the tribal and refinancing activities must be done in partnership with tribal organizations, federal agencies, health care providers, and other entities. Maintaining the current state expertise and developing additional staff expertise in these areas will be critical to the long-term success of the refinancing projects.
- It is becoming more difficult and taking more time to obtain the federal approvals necessary for increased federal financial participation. Alaska has two major tribal issues in the federal appeals process currently and it appears additional appeals and even litigation may be necessary in order to compel federal agencies to comply with statutory and regulatory requirements. Many other states are facing similar challenges. There is the possibility of Alaska joining with other states in some of the legal actions. While we are confident Alaska will eventually prevail on most of these financial issues, increased federal funding will be delayed until the legal appeals process is complete.

Significant Changes in Results to be Delivered in FY2007

- While we have obtained state plan approval for several targeted case management groups, Congress is now considering legislation that if passed will severely limit our ability to develop targeted case management, especially for children in foster care. It will be challenging to find methods to expand our federal funds claiming ability under these new restrictions.

- We will continue to investigate and develop new or enhanced federal fund claiming opportunities.
- Federal court cases are still pending that will determine our ability to claim 100% FMAP for services to Alaska Natives outside the four walls of the tribal facilities. We will support the involved states in this effort since the outcome will directly affect Alaska.

Major Component Accomplishments in 2005

- The department is joining a multi-state collaboration in the development of evidence based service and benefit design. This process will tap into existing national resources and permit Alaska to benefit from the latest research and information on coverage criteria and benefit design.
- Behavioral Health Services are being added to school based services pending approval of the state plan amendment.

Statutory and Regulatory Authority

No statutes or regulations were required for the creation of the Office of Program Review. Future legislative proposals can be expected as additional federal funding opportunities are identified and developed.

Contact Information
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**Office of Program Review
Component Financial Summary**

All dollars shown in thousands

	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	854.6	1,585.0	1,791.1
72000 Travel	94.7	183.4	183.4
73000 Services	188.8	544.0	544.0
74000 Commodities	57.3	24.1	24.1
75000 Capital Outlay	0.0	91.8	91.8
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	1,195.4	2,428.3	2,634.4
Funding Sources:			
1002 Federal Receipts	681.5	1,136.2	1,232.9
1003 General Fund Match	268.3	1,036.7	1,125.3
1004 General Fund Receipts	143.8	207.6	228.4
1007 Inter-Agency Receipts	101.8	47.8	47.8
Funding Totals	1,195.4	2,428.3	2,634.4

Estimated Revenue Collections

Description	Master Revenue Account	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
Unrestricted Revenues				
None.		0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0
Restricted Revenues				
Federal Receipts	51010	681.5	1,136.2	1,232.9
Interagency Receipts	51015	101.8	47.8	47.8
Restricted Total		783.3	1,184.0	1,280.7
Total Estimated Revenues		783.3	1,184.0	1,280.7

**Summary of Component Budget Changes
From FY2006 Management Plan to FY2007 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2006 Management Plan	1,244.3	1,136.2	47.8	2,428.3
Adjustments which will continue current level of service:				
-Transfer funds to Office of Program Review from Health Care Services for PCN 06-5136	25.0	0.0	0.0	25.0
-Transfer in PCN 06-5136 from Public Assistance Administration to Office of Program Review	28.0	53.1	0.0	81.1
-FY 07 Wage Increases for Bargaining Units and Non-Covered Employees	16.7	12.7	0.0	29.4
-FY 07 Health Insurance Cost Increases for Bargaining Units and Non-Covered Employees	1.7	1.4	0.0	3.1
-FY 07 Retirement Systems Cost Increase	27.6	21.7	0.0	49.3
Proposed budget increases:				
-Risk Management Self-Insurance Funding Increase	10.4	7.8	0.0	18.2
FY2007 Governor	1,353.7	1,232.9	47.8	2,634.4

**Office of Program Review
Personal Services Information**

Authorized Positions		Personal Services Costs		
<u>FY2006</u>				
<u>Management</u>		<u>FY2007</u>		
<u>Plan</u>		<u>Governor</u>		
			Annual Salaries	1,195,763
Full-time	18	17	COLA	32,215
Part-time	0	0	Premium Pay	0
Nonpermanent	3	3	Annual Benefits	604,839
			<i>Less 2.28% Vacancy Factor</i>	(41,717)
			Lump Sum Premium Pay	0
Totals	21	20	Total Personal Services	1,791,100

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Administrative Clerk II	1	0	0	0	1
Administrative Clerk III	1	0	0	0	1
Coordinator	0	1	0	0	1
Medical Assist Admin I	1	0	0	0	1
Medical Assist Admin II	1	0	0	0	1
Medical Assist Admin III	2	0	1	0	3
Medical Assist Admin IV	0	0	2	0	2
Medical Record Admin	1	0	0	0	1
Nurse Consultant I	1	0	0	0	1
Project Coordinator	2	0	3	0	5
Project Director	0	0	1	0	1
Research Analyst III	1	0	0	0	1
Secretary	0	0	1	0	1
Totals	11	1	8	0	20