

# **State of Alaska FY2009 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.

FY2009 Resources Allocated to Achieve Results		
<b>FY2009 Component Budget: \$1,087,700</b>	<b>Personnel:</b>	
	Full time	8
	Part time	0
	<b>Total</b>	<b>8</b>

**Key Component Challenges**

- Improve coordination and reporting of department-wide efforts related to program integrity and quality assurance.
- Improve and increase program integrity activity.
- Provide quality auditing, review, and program analysis services that support the department's programs.
- Conduct a recruitment and retention effort to build and sustain a highly competent resource infrastructure with substantive program and business management expertise and depth.
- Develop processes that will assure an appropriate department response to federal Payment Error Rate Measurement (PERM) audit of the department's Medicaid and SCHIP programs.

**Significant Changes in Results to be Delivered in FY2009**

In FY09, this is a new component.

**Major Component Accomplishments in 2007**

- Significant effort has gone into designing and staffing a department-level program integrity effort that will provide the department with effective program integrity operations.
- The department established an Audit Committee that consists of members from Program Integrity/Quality Assurance, Health Care Services, Senior and Disabilities Services, and Behavioral Health. The Audit Committee

meets on a regularly scheduled basis to communicate and share information related to audit, Surveillance, Utilization and Review Subsystem (SUR), and quality assurance activity.

### 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*

	FY2007 Actuals	FY2008 Management Plan	FY2009 Governor
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	0.0	0.0	685.7
72000 Travel	0.0	0.0	70.0
73000 Services	0.0	0.0	231.0
74000 Commodities	0.0	0.0	10.0
75000 Capital Outlay	0.0	0.0	91.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>0.0</b>	<b>0.0</b>	<b>1,087.7</b>
<b>Funding Sources:</b>			
1002 Federal Receipts	0.0	0.0	542.8
1003 General Fund Match	0.0	0.0	544.9
<b>Funding Totals</b>	<b>0.0</b>	<b>0.0</b>	<b>1,087.7</b>

**Estimated Revenue Collections**

Description	Master Revenue Account	FY2007 Actuals	FY2008 Management Plan	FY2009 Governor
<b>Unrestricted Revenues</b>				
None.		0.0	0.0	0.0
<b>Unrestricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Restricted Revenues</b>				
Federal Receipts	51010	0.0	0.0	542.8
<b>Restricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>542.8</b>
<b>Total Estimated Revenues</b>		<b>0.0</b>	<b>0.0</b>	<b>542.8</b>

**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>
<b>FY2008 Management Plan</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Adjustments which will continue current level of service:</b>				
-Transfer in Positions and Funding from Office of Program Review	544.9	542.8	0.0	1,087.7
<b>FY2009 Governor</b>	<b>544.9</b>	<b>542.8</b>	<b>0.0</b>	<b>1,087.7</b>

**Quality Assurance and Audit  
Personal Services Information**

<b>Authorized Positions</b>		<b>Personal Services Costs</b>		
<u>FY2008</u>		<u>FY2009</u>		
	<u>Management</u>	<u>Governor</u>		
	<u>Plan</u>			
Full-time	0	8	Annual Salaries	423,924
Part-time	0	0	COLA	26,582
Nonpermanent	0	0	Premium Pay	0
			Annual Benefits	237,621
			<i>Less 0.35% Vacancy Factor</i>	<i>(2,429)</i>
			Lump Sum Premium Pay	0
<b>Totals</b>	<b>0</b>	<b>8</b>	<b>Total Personal Services</b>	<b>685,698</b>

**Position Classification Summary**

<b>Job Class Title</b>	<b>Anchorage</b>	<b>Fairbanks</b>	<b>Juneau</b>	<b>Others</b>	<b>Total</b>
Administrative Clerk II	1	0	0	0	1
Internal Auditor II	1	0	0	0	1
Internal Auditor IV	1	0	0	0	1
Investigator II	1	0	0	0	1
Project Coord	3	0	0	0	3
Project Coordinator	1	0	0	0	1
<b>Totals</b>	<b>8</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>8</b>