

**State of Alaska
FY2016 Governor Amended 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 Medicaid program assets and ensuring quality services.

Core Services

- Audits of Medical Assistance provider 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 (CMS).
- Departmental contact for the Department of Law, Medicaid Fraud Control Unit (MFCU).
- Payment Error Rate Measurement (PERM).
- Management and oversight of the Recovery Audit Contract mandated by the Affordable Care Act.

Major Component Accomplishments in 2014

- Identified in excess of \$7,200.0 in Medicaid provider overpayments.
- Issued 62 payment suspensions to Medicaid providers in collaboration with the Medicaid Fraud Control Unit, and other Department of Health and Social Services divisions.
- Established an Excluded Medicaid Provider list and published the list on the Department's website at: <http://dhss.alaska.gov/Commissioner/Documents/PDF/AlaskaExcludedProviderList.pdf>.
- Initiated Electronic Health Record Incentive Payment audits.

Key Component Challenges

- Ensuring consistent and reliable data from the Medicaid Management Information System (MMIS) which forms the basis of our audit effort.
- Continue to improve coordination and reporting of department-wide efforts related to program integrity, quality assurance and surveillance, and utilization review functions.
- Current appeal case load is high and additional appeals are anticipated.

Significant Changes in Results to be Delivered in FY2016

Increased inter-departmental coordination and emphasis on fraud detection should result in additional prosecutions of Medical Assistance Fraud.

Statutory and Regulatory Authority

AS 47.05 Administration of Welfare, Social Services and Institutions
AS 47.07 Welfare, Social Services and Institutions, Medical Assistance for Needy People
7 AAC 160.100 - 140, Article 1 Program Integrity and Quality Assurance.

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**Quality Assurance and Audit
Component Financial Summary**

All dollars shown in thousands

	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	831.7	900.9	938.6
72000 Travel	1.6	6.2	6.2
73000 Services	109.2	195.1	176.4
74000 Commodities	5.2	10.0	10.0
75000 Capital Outlay	21.9	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	969.6	1,112.2	1,131.2
Funding Sources:			
1002 Federal Receipts	450.9	618.2	627.7
1003 General Fund Match	473.7	474.0	483.5
1004 General Fund Receipts	44.9	20.0	20.0
1061 Capital Improvement Project Receipts	0.1	0.0	0.0
Funding Totals	969.6	1,112.2	1,131.2

Estimated Revenue Collections

Description	Master Revenue Account	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
Unrestricted Revenues				
Federal Receipts	51010	23.2	0.0	0.0
Unrestricted Total		23.2	0.0	0.0
Restricted Revenues				
Capital Improvement Project Receipts	51200	0.1	0.0	0.0
Federal Receipts	51010	450.9	618.2	627.7
Restricted Total		451.0	618.2	627.7
Total Estimated Revenues		474.2	618.2	627.7

**Summary of Component Budget Changes
From FY2015 Management Plan to FY2016 Governor Amended**

All dollars shown in thousands

	<u>Unrestricted Gen (UGF)</u>	<u>Designated Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total Funds</u>
FY2015 Management Plan	494.0	0.0	0.0	618.2	1,112.2
Adjustments which continue current level of service:					
-FY2016 Salary Increases	10.0	0.0	0.0	10.0	20.0
-FY2016 Health Insurance Rate Reduction	-0.5	0.0	0.0	-0.5	-1.0
FY2016 Governor Amended	503.5	0.0	0.0	627.7	1,131.2

Quality Assurance and Audit Personal Services Information				
Authorized Positions			Personal Services Costs	
	FY2015 Management Plan	FY2016 Governor Amended		
Full-time	7	7	Annual Salaries	588,583
Part-time	0	0	COLA	19,880
Nonpermanent	0	0	Premium Pay	0
			Annual Benefits	330,089
			<i>Less 0.00% Vacancy Factor</i>	(0)
			Lump Sum Premium Pay	0
Totals	7	7	Total Personal Services	938,552

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Audit & Review Analyst II	1	0	0	0	1
Audit & Review Analyst III	1	0	0	0	1
Audit & Review Analyst IV	1	0	0	0	1
Medical Assist Admin II	1	0	0	0	1
Medical Assist Admin III	1	0	0	0	1
Medical Assist Admin IV	1	0	0	0	1
Office Assistant III	1	0	0	0	1
Totals	7	0	0	0	7

Component Detail All Funds
Department of Health and Social Services

Component: Quality Assurance and Audit (AR23895) (2880)
RDU: Departmental Support Services (106)

	FY2014 Actuals	FY2015 Conference Committee	FY2015 Authorized	FY2015 Management Plan	FY2016 Governor Amended	FY2015 Management Plan vs FY2016 Governor Amended	
71000 Personal Services	831.7	906.8	906.8	900.9	938.6	37.7	4.2%
72000 Travel	1.6	6.2	6.2	6.2	6.2	0.0	0.0%
73000 Services	109.2	189.2	189.2	195.1	176.4	-18.7	-9.6%
74000 Commodities	5.2	10.0	10.0	10.0	10.0	0.0	0.0%
75000 Capital Outlay	21.9	0.0	0.0	0.0	0.0	0.0	0.0%
77000 Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	969.6	1,112.2	1,112.2	1,112.2	1,131.2	19.0	1.7%
Fund Sources:							
1002Fed Rcpts (Fed)	450.9	618.2	618.2	618.2	627.7	9.5	1.5%
1003G/F Match (UGF)	473.7	474.0	474.0	474.0	483.5	9.5	2.0%
1004Gen Fund (UGF)	44.9	20.0	20.0	20.0	20.0	0.0	0.0%
1061CIP Rcpts (Other)	0.1	0.0	0.0	0.0	0.0	0.0	0.0%
Unrestricted General (UGF)	518.6	494.0	494.0	494.0	503.5	9.5	1.9%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Other Funds	0.1	0.0	0.0	0.0	0.0	0.0	0.0%
Federal Funds	450.9	618.2	618.2	618.2	627.7	9.5	1.5%
Positions:							
Permanent Full Time	7	7	7	7	7	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0	0	0.0%

Change Record Detail - Multiple Scenarios with Descriptions
Department of Health and Social Services

Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
ConfCom		1,112.2	906.8	6.2	189.2	10.0	0.0	0.0	0.0	7	0	0
1002 Fed Rcpts		618.2										
1003 G/F Match		474.0										
1004 Gen Fund		20.0										
Subtotal		1,112.2	906.8	6.2	189.2	10.0	0.0	0.0	0.0	7	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Align Authority for Anticipated Increase Costs in Services												
LIT		0.0	-5.9	0.0	5.9	0.0	0.0	0.0	0.0	0	0	0
Transfer authority from personal services to services to align authority with projected expenses.												
Subtotal		1,112.2	900.9	6.2	195.1	10.0	0.0	0.0	0.0	7	0	0
***** Changes From FY2015 Management Plan To FY2016 Governor Amended *****												
FY2016 Salary Increases												
SalAdj		20.0	20.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		10.0										
1003 G/F Match		10.0										
Cost of living adjustment for certain bargaining units: \$20.0												
Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$9.4												
Year three cost of living adjustment for Alaska Public Employees Association/Supervisory Unit - 2.5%: \$10.6												
FY2016 Health Insurance Rate Reduction												
SalAdj		-1.0	-1.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		-0.5										
1003 G/F Match		-0.5										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-1.0												
Align Authority to Comply with Vacancy Factor Guidelines												
LIT		0.0	18.7	0.0	-18.7	0.0	0.0	0.0	0.0	0	0	0
Transfer authority from services to personal services to cover the projected increased cost of personal services.												

Change Record Detail - Multiple Scenarios with Descriptions
Department of Health and Social Services

Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
	Totals	1,131.2	938.6	6.2	176.4	10.0	0.0	0.0	0.0	7	0	0

Personal Services Expenditure Detail
Department of Health and Social Services

Scenario: FY2016 Governor Amended (12201)
Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Step	Comp Months	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	UGF Amount
06-0456	Audit & Review Analyst III	FT	A	SS	Anchorage	200	23F / J	12.0		98,846	3,373	0	52,417	154,636	77,318
06-1050	Office Assistant III	FT	A	GP	Anchorage	200	11B / C	12.0		36,750	1,254	0	30,228	68,232	34,116
06-4095	Medical Assist Admin IV	FT	A	SS	Anchorage	200	21E / F	12.0		82,667	2,821	0	46,511	131,999	66,000
06-4099	Medical Assist Admin II	FT	A	GP	Anchorage	200	18J	12.0		71,304	2,433	0	42,840	116,577	58,289
06-4104	Audit & Review Analyst IV	FT	A	SS	Anchorage	200	25N	12.0		133,536	4,352	0	64,065	201,953	100,977
06-7000	Audit & Review Analyst II	FT	A	GP	Anchorage	200	21J	12.0		87,252	2,977	0	48,661	138,890	69,445
06-7010	Medical Assist Admin III	FT	A	GP	Anchorage	200	20G	12.0		78,228	2,670	0	45,367	126,265	63,133

				Total Salary Costs:	588,583
				Total COLA:	19,880
				Total Premium Pay:	0
				Total Benefits:	330,089
				<hr/>	
				Total Pre-Vacancy:	938,552
				Minus Vacancy Adjustment of 0.00%:	(0)
				Total Post-Vacancy:	938,552
				Plus Lump Sum Premium Pay:	0
				<hr/>	
				Personal Services Line 100:	938,552

PCN Funding Sources:	Pre-Vacancy	Post-Vacancy	Percent
1002 Federal Receipts	469,276	469,276	50.00%
1003 General Fund Match	469,276	469,276	50.00%
Total PCN Funding:	938,552	938,552	100.00%

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Line Item Detail
Department of Health and Social Services
Travel

Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
72000	Travel		1.6	6.2	6.2
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
72000 Travel Detail Totals			1.6	6.2	6.2
72110	Employee Travel (Instate)	In state travel costs for administrative purposes and for division staff to attend departmental meetings and briefings, monitor and evaluate grantee services, attend conferences and trainings.	1.0	1.0	1.0
72410	Employee Travel (Out of state)	Out-of-state travel for administrative purposes and for division staff to attend meetings and trainings as required.	0.6	5.2	5.2

Line Item Detail
Department of Health and Social Services
Services

Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

Line Number	Line Name			FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000	Services			109.2	195.1	176.4
Expenditure Account	Servicing Agency	Explanation		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000 Services Detail Totals				109.2	195.1	176.4
73025	Education Services	Fees associated with employee education to attending training.		0.9	4.5	4.5
73150	Information Technlgy	Software licensing fees, renewal and maintenance costs.		4.2	2.0	2.0
73156	Telecommunication	Communication costs to outside vendors for long distance charges, teleconference fees, data circuits, television, cellular and other wireless phone costs.		2.0	3.5	3.5
73225	Delivery Services	Delivery costs to include postage for the division's mail outs including freight, and messenger or courier delivery costs.		2.7	5.0	5.0
73450	Advertising & Promos	Advertising, printing and binding costs.		1.9	4.4	4.4
73525	Utilities	Waste disposal costs incurred to destroy confidential records. Recycling and other assorted utility costs.		0.0	1.5	1.5
73650	Struc/Infstruct/Land	Repair and maintenance of leased space, and rental of space for meetings.		0.3	0.0	0.0
73675	Equipment/Machinery	Repair and maintenance of office furniture and equipment. Reconfiguration of office space costs along with the costs associated with office copier, fax machine and other equipment maintenance agreement costs.		5.1	0.0	0.0
73804	Economic/Development (IA Svcs)	Labor	RSA with DOLWD/Demographics.	0.0	0.1	0.1
73805	IT-Non-Telecommunication			8.0	0.0	0.0
73805	IT-Non-Telecommunication	Enterprise Technology Services	RSA with DOA/ETS for IT-Non-Telcom.	0.0	5.5	5.5
73805	IT-Non-Telecommunication	Information Technology	Department-wide RSA for the Computer Refresh Program.	0.0	8.7	8.7
73805	IT-Non-Telecommunication	Information	RSA with FMS-Information Technology Services for	0.0	1.0	1.0

Line Item Detail
Department of Health and Social Services
Services

Component: Quality Assurance and Audit (2880)

RDU: Departmental Support Services (106)

Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000 Services Detail Totals			109.2	195.1	176.4
	Technology Services	Support Services.			
73806	IT-Telecommunication		11.3	0.0	0.0
73806	IT-Telecommunication	Enterprise Technology Services	0.0	12.1	12.1
73809	Mail	Central Mail	0.0	0.5	0.5
73810	Human Resources		3.2	0.0	0.0
73810	Human Resources	Personnel	0.0	3.5	3.5
73811	Building Leases	Leases	0.0	79.8	61.1
73812	Legal	Law	0.0	0.2	0.2
73814	Insurance		0.4	0.0	0.0
73814	Insurance	Risk Management	0.0	0.5	0.5
73816	ADA Compliance		0.1	0.0	0.0
73816	ADA Compliance	Labor	0.0	0.2	0.2
73821	Hearing/Mediation (IA Svcs)		65.0	0.0	0.0
73821	Hearing/Mediation (IA Svcs)	Admin	0.0	58.5	58.5
73979	Mgmt/Consulting (IA Svcs)		4.1	0.0	0.0
73979	Mgmt/Consulting (IA Svcs)	Administrative Support Svcs	0.0	1.9	1.9
73979	Mgmt/Consulting (IA Svcs)	Commissioner's Office	0.0	0.8	0.8
73979	Mgmt/Consulting (IA Svcs)	Public Affairs	0.0	0.9	0.9

Line Item Detail
Department of Health and Social Services
Commodities

Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
74000	Commodities		5.2	10.0	10.0
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
74000 Commodities Detail Totals			5.2	10.0	10.0
74200	Business	General office supplies necessary to support programs and activities. Includes educational materials, duplicating, copying and information technology supplies. Also includes office and computer equipment, furniture and tools with a cost or value of less than \$5.0.	5.2	10.0	10.0

Line Item Detail
Department of Health and Social Services
Capital Outlay

Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
75000	Capital Outlay		21.9	0.0	0.0
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
75000 Capital Outlay Detail Totals			21.9	0.0	0.0
75700	Equipment	Equipment.	21.9	0.0	0.0

Unrestricted Revenue Detail
Department of Health and Social Services

Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

Master Account	Revenue Description				FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
51010	Federal Receipts				23.2	0.0	0.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
51010	Federal Receipts				23.2	0.0	0.0

Restricted Revenue Detail
Department of Health and Social Services

Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

Master Account	Revenue Description			FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended	
51010	Federal Receipts			450.9	618.2	627.7	
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
51010	Federal Receipts Indirect Federal Receipts as collected in the Cost Allocation Plan.		06355406	1002	0.0	618.2	627.7
57302	Title Xix Map Admin				450.9	0.0	0.0

Restricted Revenue Detail
Department of Health and Social Services

Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

Master Account	Revenue Description				FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
51200	Capital Improvement Project Receipts				0.1	0.0	0.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
59061	CIP Rcpts from Health & Social Services				0.1	0.0	0.0

Interagency Services
Department of Health and Social Services

Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended	
73804	Economic/Development (IA Svcs)	RSA with DOLWD/Demographics.	Inter-dept	Labor	0.0	0.1	0.1
73804 Economic/Development (IA Svcs) subtotal:				0.0	0.1	0.1	
73805	IT-Non-Telecommunication		Inter-dept		8.0	0.0	0.0
73805	IT-Non-Telecommunication	RSA with DOA/ETS for IT-Non-Telcom.	Inter-dept	Enterprise Technology Services	0.0	5.5	5.5
73805	IT-Non-Telecommunication	Department-wide RSA for the Computer Refresh Program.	Intra-dept	Information Technology	0.0	8.7	8.7
73805	IT-Non-Telecommunication	RSA with FMS-Information Technology Services for Support Services.	Intra-dept	Information Technology Services	0.0	1.0	1.0
73805 IT-Non-Telecommunication subtotal:				8.0	15.2	15.2	
73806	IT-Telecommunication		Inter-dept		11.3	0.0	0.0
73806	IT-Telecommunication	RSA with DOA/ETS for Telcom.	Inter-dept	Enterprise Technology Services	0.0	12.1	12.1
73806 IT-Telecommunication subtotal:				11.3	12.1	12.1	
73809	Mail	RSA with DOA/DGS for Central Mail.	Inter-dept	Central Mail	0.0	0.5	0.5
73809 Mail subtotal:				0.0	0.5	0.5	
73810	Human Resources		Inter-dept		3.2	0.0	0.0
73810	Human Resources	RSA with DOA/DOP for Human Resource Services.	Inter-dept	Personnel	0.0	3.5	3.5
73810 Human Resources subtotal:				3.2	3.5	3.5	
73811	Building Leases	RSA with DOA/DGS for Leases and Facilities Rent.	Inter-dept	Leases	0.0	79.8	61.1
73811 Building Leases subtotal:				0.0	79.8	61.1	
73812	Legal	RSA with DOL/Regulations Review.	Inter-dept	Law	0.0	0.2	0.2
73812 Legal subtotal:				0.0	0.2	0.2	
73814	Insurance		Inter-dept		0.4	0.0	0.0
73814	Insurance	RSA with DOA/Risk Management for Insurance.	Inter-dept	Risk Management	0.0	0.5	0.5
73814 Insurance subtotal:				0.4	0.5	0.5	
73816	ADA Compliance		Inter-dept		0.1	0.0	0.0
73816	ADA Compliance	RSA with DOA/Labor for ADA Compliance.	Inter-dept	Labor	0.0	0.2	0.2
73816 ADA Compliance subtotal:				0.1	0.2	0.2	
73821	Hearing/Mediation (IA Svcs)		Inter-dept		65.0	0.0	0.0
73821	Hearing/Mediation (IA Svcs)	RSA with DOA/OHA for Administrative Hearings.	Inter-dept	Admin	0.0	58.5	58.5
73821 Hearing/Mediation (IA Svcs) subtotal:				65.0	58.5	58.5	
73979	Mgmt/Consulting (IA Svcs)		Inter-dept		4.1	0.0	0.0
73979	Mgmt/Consulting (IA Svcs)	RSA with FMS-Departmental Support Services for Support Management Consulting - FMS Administrative Support Services.	Intra-dept	Administrative Support Svcs	0.0	1.9	1.9
73979	Mgmt/Consulting (IA Svcs)	RSA with FMS-Commissioner's Office for Support	Intra-dept	Commissioner's	0.0	0.8	0.8

Interagency Services
Department of Health and Social Services

Component: Quality Assurance and Audit (2880)
RDU: Departmental Support Services (106)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73979	Mgmt/Consulting (IA Svcs)	Services Management Consulting - FMS Commissioner's Office. RSA with FMS-Public Affairs for Support Services Management Consulting - FMS Public Affairs.	Office Public Affairs	0.0	0.9	0.9
73979 Mgmt/Consulting (IA Svcs) subtotal:				4.1	3.6	3.6
Quality Assurance and Audit total:				92.1	174.2	155.5
Grand Total:				92.1	174.2	155.5