

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>																
01 -100	Executive	Executive Office	Provides funding for a portion (64%) of the salary (\$54,579) and related benefits (\$14,012) for a deputy director position (Inter-governmental Relations) previously paid through the Oil Spill Contingency Fund. The Oil Spill Coordinator's Office and funding was transferred to the Department of Public Safety & Corrections, Public Safety Services in FY 10 pursuant to Act 409 of 2009. Therefore, SGF is needed to fill this funding void in the amount of \$68,591.	\$68,591	\$68,591	0																
01 -100	Executive	Executive Office	Funding for the Witness Protection Services Board within the Office of the Governor. The board shall oversee the state's witness protection services program and coordinate the efforts of state and local law enforcement agencies to protect the health, safety and welfare of critical witnesses or immediate family members of critical witnesses.	\$140,000	\$140,000	0																
01 -107	Executive	Division of Administration	Provides federal block grant funds targeted toward the state's small cities and towns. These funds are for small communities (non-entitlement areas) who must compete for funds through a ranking program. Non-entitlement areas are cities with populations of less than 50,000 and counties with a population of less than 200,000. These funds are to be used for community development activities.	\$0	\$7,474,898	0																
01 -107	Executive	Division of Administration	Adjustment provides for the increased operating and maintenance costs for the Pentagon Courts. Actual expenditures exceed revenue generated from tenants. Expenses include utilities as well as buildings and grounds maintenance. Expenditure and revenue information since FY 07 is shown below:	\$0	\$210,000	0																
			<table border="1"> <thead> <tr> <th></th> <th>Expenditures</th> <th>Revenue (IAT/SGR)</th> <th>SGF Support</th> </tr> </thead> <tbody> <tr> <td>FY 07</td> <td>\$278,370</td> <td>\$139,144</td> <td>\$139,226</td> </tr> <tr> <td>FY 08</td> <td>\$457,676</td> <td>\$200,344</td> <td>\$257,332</td> </tr> <tr> <td>FY 09</td> <td>\$375,269</td> <td>\$181,034</td> <td>\$194,235 (projected)</td> </tr> </tbody> </table>		Expenditures	Revenue (IAT/SGR)	SGF Support	FY 07	\$278,370	\$139,144	\$139,226	FY 08	\$457,676	\$200,344	\$257,332	FY 09	\$375,269	\$181,034	\$194,235 (projected)			
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01 -107	Executive	Division of Administration	Provides federal budget authority to the Community Development Block Grant Program for receipt of U.S. Department of Education State Fiscal Stabilization Funds for allocation to Higher Education, the Department of Education and Elected Officials.	\$0	\$354,500,000	0																
01 -111	Executive	Homeland Security & Emergency Prep	Provides funding to the Administration Program for the National Incident Management Systems and Advanced Technologies (NIMSAT) Institute at the University of LA at Lafayette.	\$200,000	\$200,000	0																
01 -112	Executive	Military Department	Increases funding from the Workforce Commission associated with ARRA monies to support the Job Challenge activity in the Education Program.	\$0	\$816,872	0																
01 -129	Executive	LA Commission on Law Enforcement	Adjustment provides additional statutorily dedicated funding in the amount of \$352,969 for the DARE Program as a result of the Revenue Estimating Conference increasing projections on 12/15/08 for FY 10. Total budget for DARE for FY 09 was \$3,521,634. This increase will result in a DARE budget of \$3,874,603 for FY 10. Source of funds for the DARE Program is the tobacco tax (five-twentieths of one cent per cigarette).	\$0	\$352,969	0																
01 -129	Executive	LA Commission on Law Enforcement	Federal fiscal stimulus funds intended to assist state, local and tribal law enforcement (including support for hiring and job preservation) to combat violence against women, to fight internet crimes against children, to improve the functioning of the criminal justice system, and support youth mentoring. These funds are broken out as follows: \$18,250,860 Edward Byrne Memorial Justice Assistance Grant \$1,025,894 Crime Victims Fund Compensation and Assistance Programs	\$0	\$19,276,754	0																

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01 -133	Executive	Elderly Affairs	Funding for an increase in rent costs associated with a new lease. Elderly Affairs' lease expired in March 2009. The agency currently pays \$13.50/sq. ft. for 11,153 sq. ft. The first bid received was for \$63,433 more than the current lease. This bid was ultimately rejected by the Office of Facility Planning & Control. Two new bids have been received. The low bid received was \$20/sq. ft. for a total of \$185,460/year (includes parking). The second bid was \$21.59/sq. ft. for a total cost of \$200,195/year. Facility Planning has not yet completed their review of the office space to determine whether the low bidder meets specifications.	\$63,433	\$63,433	0
01 -133	Executive	Elderly Affairs	Funding to restore council on aging services and facilities in Plaquemines Parish to the level prior to hurricanes Katrina and Rita.	\$200,000	\$200,000	0
01 -254	Executive	LA Racing Commission	<p>Adjustment provides additional statutorily dedicated funding from the Pari-mutuel Live Racing Facility Gaming Control Fund for equine drug testing. The Racing Commission had a contract with LSU in the amount of \$781,600 that was initiated on 7/1/06 and expired on 6/30/09. The previous contract did not provide for inflation adjustments. This funding covers the new contract along with the increase in fees that LSU is charging the Racing Commission for drug testing. Total amount budgeted in FY 10 for equine drug testing is \$1,290,600.</p> <p>The new contract, effective 7/1/09, takes into consideration new requirements delineated in the "Model Rules" promulgated under the Association of Racing Commissioners International (ARCI) and adopted by the Racing Commission. These enhanced testing requirements along with the addition of an inflationary factor of 3.16% annually will bring the total cost of the 3-year contract to \$3,995,438 which equates to the annual cost as shown below:</p> <p>FY 10 - \$1,290,600 FY 11 - \$1,331,383 FY 12 - \$1,373,455</p>	\$0	\$509,000	0
01 -254	Executive	LA Racing Commission	Increases funding from the Pari-mutuel Live Racing Facility Gaming Control Fund for a security contract for racetracks statewide. According to the Racing Commission, this funding will provide 2 security agents at each of the 4 tracks, plus a supervisor to assist the stewards and track security in monitoring new national standards on medication, safety, and welfare of the horse. The new security personnel will develop information on possible corrupt activities, conduct administrative searches, monitor access to the backstretches of tracks by unlicensed persons or other persons who should not have access to this area, and conduct investigations regarding violations of the racing regulations. Appropriation includes labor (\$467,762), mileage (\$12,314), criminal history and fingerprinting (\$3,000), and miscellaneous expenditures (\$3,000).	\$0	\$486,076	0
Major Enhancements for Executive				\$672,024	\$384,298,593	0

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03 -131	Veterans' Affairs	LA War Veterans' Home	Additional federal funding for professional services to pay contract services for the Medicare Program implemented in FY 09. These funds will pay for speech, occupational and physical therapy provided to eligible residents.	\$0	\$276,192	0
03 -132	Veterans' Affairs	Northeast LA War Veterans' Home	Additional funding (\$11,748 SGF, \$184,674 SGR and \$99,749 Federal) for increased medical supplies cost and professional services contract in the Medicare Program.	\$11,748	\$296,171	0
03 -134	Veterans' Affairs	Southwest LA War Veterans' Home	<p>Additional funding for acquisition and major repairs to expand electrical outlets to operate off an auxiliary generator power for emergency preparedness. The existing generator powers emergency lighting in the outlying maintenance and activities buildings as well as receptacles located in hallways, veterans' rooms, nursing units and the facility's main nursing administrative area. In addition, the generator provides electrical power to a majority of the kitchen, 2 coolers, freezer, medical vacuum and oxygen auxiliary support port, PA system, telephone system, fire protection and monitoring system, nursing call system and exit lighting.</p> <p>The requested funding will be used to provide power from the existing generator to the kitchen, 8 washers, 4 ice dispensers, office of the Director of Nursing, administrative offices, main dining room, 13 nursing CareTracker patient documentation system kiosks, dietary dish room, air-handler system, computer server room, multi-purpose room, nurses administrative station and pharmacy at facility's center core, and boiler room.</p>	\$100,000	\$100,000	0
03 -135	Veterans' Affairs	Northwest LA War Veterans' Home	Increases funding for expenditures related to expansion of services to the 4th wing of the facility. These funds include start up costs for purchase of supplies and equipment for the 4th wing. As the facility becomes increasingly self-sufficient with federal funding and SGR, the SGF needs of this facility will be reduced.	\$100,000	\$100,000	0
03 -135	Veterans' Affairs	Northwest LA War Veterans' Home	Additional federal funding for staffing needed to assure compliance with federal regulations regarding staff to patient ratios. The staffing will be in line with the positions required at the other facilities around the state with the same bed capacity.	\$0	\$119,233	4
03 -136	Veterans' Affairs	Southeast LA War Veterans' Home	Additional funding (\$100,000 SGF and \$148,141 Federal) for increased expenditures to expand services to the 4th nursing care wing. These funds include start up costs for purchase of supplies and equipment for this expansion as well as an increase in federal funds which represent medicare dollars for residents care.	\$100,000	\$248,141	0
03 -136	Veterans' Affairs	Southeast LA War Veterans' Home	<p>Additional funding (\$78,581 SGR and \$685,759 Federal) for 23 positions to expand services to the 4th nursing care wing. Expansion will generate more revenues from SGR and Federal funding sources. This facility opened in 2007 with 39 beds (one wing) in operation. Two additional wings opened in FY 08 and the final wing was opened following the approval of a BA-7 by the JLCB in March 2009. The utilization of the 4th wing will result in an increase in SGR from residents care and maintenance fees of \$1,664/month plus federal funds derived from the Veterans Administration daily per diem payments of \$74.42/day.</p> <p>The additional staff include: 6 LPNs, 6 Nursing Assistants, 3 Psychiatric Aide Supervisors, 2 Custodians, RN Supervisor, Maintenance Repairer, 3 Food Specialists, and Social Services Coordinator. These positions will be phased in as new patients are added and self-generated and federal revenues are generated from the increased census.</p>	\$0	\$764,340	23
Major Enhancements for Veterans' Affairs				\$311,748	\$1,904,077	27

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04a-139	State	Secretary of State	Funding for exhibits at the Eddie Robinson Museum. The museum is scheduled to open in November 2009.	\$200,000	\$200,000	0
04a-139	State	Secretary of State	Funding for the Rapides Parish Police Jury for rural life preservation and cultural development. This is pass through funding which provides for the Southern Forest Heritage Museum.	\$100,000	\$100,000	0
04a-139	State	Secretary of State	Provides SGR for relocating office due to renovations at the State Capitol. Funding provides for moving expenses and increased rental payments.	\$0	\$250,000	0
Major Enhancements for State				\$300,000	\$550,000	0
04b-141	Justice	Attorney General	Increases statutorily dedicated funding from the Debt Collections Fund to collect and litigate educational loans owed to public colleges and universities.	\$0	\$333,500	0
04b-141	Justice	Attorney General	Added 7 new positions and the balance of federal grant funding for internet crimes against children. Total funding recommended for FY 10 is \$842,202 (federal) and 12 positions.	\$0	\$49,066	7
04b-141	Justice	Attorney General	Increases federal funding for medical assistance fraud collections. Total funding recommended for FY 10 is \$5,425,935 (\$473,339 SGF; \$891,130 Statutory Dedications from the Medical Assistance Fraud Detection Fund; and \$4,061,466 Federal); and 53 positions.	\$0	\$934,440	0
04b-141	Justice	Attorney General	SGF to provide for Office of Risk Management Premiums.	\$574,252	\$574,252	0
Major Enhancements for Justice				\$574,252	\$1,891,258	7
04c-146	Lieutenant Governor	Lt. Governor	Provides budget authority to receive additional American Recovery & Reinvestment Act (ARRA) funds for existing and new AmeriCorps programs to the LA Serve Commission. The LA Serve Commission was established to promote community service. AmeriCorps grants are awarded to community-based programs serving 32 parishes in LA. These ARRA funds will supplement current programs, as well as the implementation of new programs.	\$0	\$1,354,092	0
Major Enhancements for Lieutenant Governor				\$0	\$1,354,092	0
04d-147	Treasury	State Treasury	SGR for relocation of office due to renovations at the State Capitol.	\$0	\$350,000	0
Major Enhancements for Treasury				\$0	\$350,000	0

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04f -160	Agriculture & Forestry	Agriculture & Forestry	Increases IAT budget authority from DHH Office of Public Health for the storage of LA's anti viral cache of medications. These stored medications will be utilized to treat and protect LA citizens during an influenza pandemic. The original funding source of this IAT is federal funds.	\$0	\$14,862	0										
Major Enhancements for Agriculture & Forestry				\$0	\$14,862	0										
04g-165	Insurance	Commissioner of Insurance	Adjustment represents an increase in operating services due to departmental data maintenance contracts that expired on 6/30/09. The Department of Insurance (DOI) will be required to solicit replacement maintenance contracts for various software maintenance items of data processing software. According to the DOI, the data processing equipment software maintenance contracts had been in place for 3 years and were below the approved contractors' table of rates. Thus, the new maintenance contracts will likely cost an additional \$339,863 SGR. In FY 09, the DOI had approximately \$1.1M budgeted in operating services for these contracts. The amount needed in this area for FY 10 is approximately \$1.4M.	\$0	\$339,863	0										
Major Enhancements for Insurance				\$0	\$339,863	0										
05 -251	Economic Development	Office of Secretary	This adjustment was added in the Supplemental Appropriation Bill, Act 122 of 2009. This appropriation of Mega-Project Development Fund dollars is to provide training through the Fast Start Program for the V-vehicle plant as promised in the Cooperative Endeavor Agreement approved at the JLCB meeting in June 2009. However, this amount was not included in the BA-7 presented at that meeting since these expenses cannot be carried forward between fiscal years. With this appropriation, the total amount of state money appropriated to the V-vehicle project is increased by \$2M to \$69M (not including qualifying tax credits, exclusions, etc.).	\$0	\$2,000,000	0										
05 -252	Economic Development	Business Development	Several projects that were previously funded with SGF are now funded through the LA Economic Development Fund. Some of these projects also received enhanced funding: <table style="width: 100%; border: none;"> <tr> <td style="width: 60%;">LA Business Incubation Support</td> <td style="width: 40%;">\$100,000 increase to \$400,000 total</td> </tr> <tr> <td>NASA/Michoud Project</td> <td>\$98,574 increase to \$132,700 total</td> </tr> <tr> <td>Small & Emerging Business Development Technical Assistance</td> <td>\$313,141 increase to \$800,000 total</td> </tr> <tr> <td>Small Business Development Centers</td> <td>\$211,468 increase to \$1M total</td> </tr> <tr> <td>National Center of Advanced Manufacturing</td> <td>No increase \$500,000 total</td> </tr> </table> <p>Most of these initiatives are related to the small business emphasis that the Department has prioritized in FY10. However, the NASA/Michoud project is located in New Orleans East and will help support future space-related production projects at the facility.</p>	LA Business Incubation Support	\$100,000 increase to \$400,000 total	NASA/Michoud Project	\$98,574 increase to \$132,700 total	Small & Emerging Business Development Technical Assistance	\$313,141 increase to \$800,000 total	Small Business Development Centers	\$211,468 increase to \$1M total	National Center of Advanced Manufacturing	No increase \$500,000 total	\$0	\$723,183	0
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National Center of Advanced Manufacturing	No increase \$500,000 total															
05 -252	Economic Development	Business Development	This adjustment increases funding for the Small Business Surety Bonding Fund that provides surety bonding for small businesses, mostly contractors, for help in landing projects that require bonding. Those receiving surety bonds must complete the Contractor's Accreditation Institute before being considered for this program.	\$0	\$297,869	0										
Major Enhancements for Economic Development				\$0	\$3,021,052	0										

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06 -261	Culture, Recreation & Tourism	Office of Secretary	Provides funding for the New Orleans Jazz & Heritage Festival. Total recommendation for FY 10 is \$100,000.	\$100,000	\$100,000	0
06 -262	Culture, Recreation & Tourism	State Library	Act 122 (Supplemental Appropriation Bill) provided funding in the amount of \$20,000 for Opelousas-Eunice Public Library, South St. Landry Community Library, and Washington Municipal Library.	\$60,000	\$60,000	0
06 -263	Culture, Recreation & Tourism	State Museum	The Executive Budget reduced pass through funding for the LA Political Hall of Fame Museum by 50%, leaving \$91,314 for the museum. Act 122 (Supplemental Appropriation Bill) provided funding in the amount of \$150,000 for the museum, bringing total funding for the LA Political Hall of Fame Museum to \$241,314.	\$58,686	\$58,686	0
06 -263	Culture, Recreation & Tourism	State Museum	Act 122 (Supplemental Appropriation Bill) provided funding for the city of Alexandria for cultural programs.	\$75,000	\$75,000	0
06 -264	Culture, Recreation & Tourism	State Parks	Provides funding and 4 positions for caretaker status for 2 new parks (Bogue Chitto and Palmetto Island) and a new historic site (Fort Randolph/Buhlow).	\$646,401	\$646,401	4
06 -264	Culture, Recreation & Tourism	State Parks	Act 122 (Supplemental Appropriation Bill) provided funding to support activities at Kent House Historical Site. With this additional funding, Kent House will receive a total of \$177,080 in SGF.	\$125,000	\$125,000	0
06 -265	Culture, Recreation & Tourism	Cultural Development	Provides funding related to programmatic agreement between the U.S. Department of Veterans Affairs, the Federal Emergency Management Agency (FEMA), the city of New Orleans, the State Historic Preservation Officer, and the Advisory Council on Historic Preservation for the funding to repair and replace the VA Medical Center and the Medical Center of LA at New Orleans. This agreement is for house moving in a historic district, for the construction of a new hospital, rehabilitation grants, and Road Home mitigation. The source of monies are from Facility Planning & Control (IAT), Office of Community Development (IAT), city of New Orleans (SGR) and U.S. Department of Veterans Affairs (federal).	\$0	\$2,500,000	0
06 -265	Culture, Recreation & Tourism	Cultural Development	Increases budget authority for the Arts Program to receive additional American Recovery & Reinvestment Act funds. The purpose of this funding is to extend contract services developing the Arts in Education model school program.	\$0	\$310,800	0
Major Enhancements for Culture, Recreation & Tourism				\$1,065,087	\$3,875,887	4

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07 -275	Transportation & Development	Public Works & Interm. Transp.	Payable out of the SGF to the Water Resources & Intermodal Program for levee work in Red River Parish and Bossier Parish as required by the U.S. Corps of Engineers.	\$200,000	\$200,000	0
07 -276	Transportation & Development	Engineering	Funding to East Baton Rouge Parish for a westbound right turn lane from Interline Avenue onto Drusilla Lane and a northbound right turn lane from Drusilla Lane onto Interline Avenue.	\$100,000	\$100,000	0
07 -276	Transportation & Development	Engineering	Provides funding to East Baton Rouge Parish for a right turn lane at Airline Hwy. at Barringer Foreman.	\$55,000	\$55,000	0
07 -276	Transportation & Development	Engineering	Funding to the Operations Program to perform maintenance such as landscaping, signage, and highway striping in St. Tammany Parish along the east side of Hwy. 190 from the Chinchuba River to the east causeway approach.	\$160,000	\$160,000	0
07 -276	Transportation & Development	Engineering	Funding to East Baton Rouge Parish for a turn lane on Celtic at Bluebonnet.	\$55,000	\$55,000	0
07 -276	Transportation & Development	Engineering	Funding for installation of lighting on the I-10 bridge in Lake Charles.	\$100,000	\$100,000	0
07 -276	Transportation & Development	Engineering	Provides funding to purchase asphalt to be used by DOTD's district 61 for overlay of Hwy. 928 (Bluff Road in Ascension Parish).	\$250,000	\$250,000	0
07 -276	Transportation & Development	Engineering	Provides funding to Lafayette Parish Consolidated Government for acquisitions and improvements related to widening Kaliste Saloom Road.	\$200,000	\$200,000	0
07 -276	Transportation & Development	Engineering	Funding to East Baton Rouge Parish to add a lane on Drusilla Lane to Interline Avenue.	\$100,000	\$100,000	0
07 -276	Transportation & Development	Engineering	Funding for East Baton Rouge Parish to add dual northbound left turn lanes on Sharp Road at Florida Blvd.	\$100,000	\$100,000	0
07 -276	Transportation & Development	Engineering	Funding to East Baton Rouge Parish to add dual northbound left turn lanes exiting Drusilla Lane onto Jefferson Hwy.	\$100,000	\$100,000	0
Major Enhancements for Transportation & Development				\$1,420,000	\$1,420,000	0

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08A-415	Corrections	Adult Probation & Parole	<p>Field Services Program - Increase in funding for 300 passive GPS devices to be utilized for monitoring sex offenders. Eleven (11) vacant positions will be reassigned to provide intensive supervision to the additional sex offenders being monitored.</p> <p>Funding will provide for: Professional Services - Costs for the 300 passive GPS monitoring devices (300 units * \$4.44 per day * 365 days). Acquisitions - Includes vehicles, vests, radios, firearms and office equipment for officers who will be assigned to monitor the additional 300 sex offenders. Operating Services - Includes travel, general operating services and supplies (insurance, postage, phone, software, etc.).</p>	\$954,780	\$954,780	0
Major Enhancements for Corrections				\$954,780	\$954,780	0
08B-419	Public Safety	State Police	<p>An increase in the employer portion of retirement contributions due by the department in FY 10. Approximately \$14.8M was budgeted in FY 09 for retirement and according to State Police the amount needed in FY 10 to fully fund the employer portion is approximately \$26.4M or a 41.3% projected employer rate (FY 09 rate is 27%). The reason for the significant increase in the employer portion of 41.3% for FY 10 is due to <u>Act 852 of 2008</u>, which required all funding amortization bases for actuarial charges and credits be amortized to level payments as opposed to being re-amortized, which increases the annual employer contribution payment each fiscal year. The projected cost of Act 852 as reflected in the Actuarial Note for FY 10 was approximately \$5.2M of additional SGF. However, the actual additional need in FY 10 is \$8.8M (\$6,908,124 SGF; \$1,314,726 SGR; and 604,080 Stat. Ded.). After inclusion of the additional \$8.8M in FY 10, there will likely not be significant changes to the employer portion in subsequent fiscal years as Act 852 provides for level amortized payments that do not fluctuate. According to State Police, an additional \$11.6M is needed over FY 09 current budget for state police retirement in FY 10, which is approximately \$2.7M that was not included within the Appropriation Bill. <u>If there is a shortfall/surplus of funding available to fund the employer contribution, the amount is amortized into future agency state police retirement payments and spread over the next 5 years. Thus, the projected \$2.7M projected shortfall in FY 10, could be amortized and spread over the subsequent 5 fiscal years. State police retirement also receives \$1.5M in funding from the LA Insurance Rating Assessment (R.S. 22:1476 (A)(3)(a)(ii)).</u> This amount is not considered in the employee portion need for FY 10.</p>	\$6,908,124	\$8,826,930	0
08B-419	Public Safety	State Police	<p>Adjustment increases SGR for the State Police Crime Lab to continue to integrate the Laboratory Information Management System (LIMS), move to an electronic imaging system, and secure technology to collaborate and communicate with clients more efficiently. LIMS is computer software that is used in a lab for the management of samples.</p>	\$0	\$300,000	0
08B-419	Public Safety	State Police	<p>Federal Community Oriented Policing Services (COPS) grant funding for a web-based pilot program to reduce the production, distribution and use of methamphetamines.</p>	\$0	\$300,000	0

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08B-419	Public Safety	State Police	<p>Provides funding for the Sprint/Nextel Rebanding Project. According to State Police, the Federal Communication Commission (FCC) mandated this project in 2004 and the purpose of the project is to reconfigure or update the 800 MHz band to minimize harmful interference to public safety radio communications systems. Due to FCC mandate, Sprint/Nextel will pay the state to reconfigure the impacted radio frequency allocations. Thus, the requested increase in fees and self-generated revenues represents funding provided by Sprint/Nextel to the state for this project. Because the state is in the process of providing an interoperability solution, which entails converting from the 800 MHz system to the 700 MHz system, this project will essentially provide infrastructure funding for this conversion to the new 700 MHz communication system. The requested expenditure authority will be appropriated as follows: \$48,000 - Travel, \$4,342,219 - Acquisitions.</p> <p>The overall total cost of this project is approximately \$9.7M in which Sprint/Nextel has agreed to pay the state in 3 agreements: \$191,530 - Planning Funding Agreement, \$6,741,929 - Frequency Reconfiguration Agreement, \$2,739,628 - Subscriber Equipment Deployment. State Police will receive \$6M while various other state/local entities will receive the remaining \$3.7M.</p>	\$0	\$4,390,219	0
08B-419	Public Safety	State Police	Provides funding for access to the National Motor Vehicle Title Information System (NMVTIS). According to the department, this is a federal mandate by the U.S. Department of Justice to assist with the regulation of the federal Anti-Theft Car Act. NMVTIS will allow the titling agency to instantly and reliably verify the information on the paper title with the electronic data from the state where the vehicle is currently titled prior to the new state issuing a title. This is being funded with the Insurance Fraud Fund.	\$0	\$150,000	0
08B-420	Public Safety	Motor Vehicles	Adjustment represents an increase for the Organ Donor Program. This program was originally appropriated \$100,000 in FY 09 and reduced \$5,000 in mid-year budget reductions. The General Appropriation Bill includes \$100,000 for the program, which represents an enhancement of \$5,000 over FY 09 existing operating budget.	\$5,000	\$5,000	0
08B-422	Public Safety	State Fire Marshal	Increases funding from the 2% Fire Insurance Fund to pay insurance premiums to volunteer firefighters in FY 10. The projected FY 10 premium will be \$555,996.	\$0	\$27,800	0
08B-422	Public Safety	State Fire Marshal	Provides \$50,000 in Statutory Dedications from the LA State Fire Marshal Fund to be transferred to Military Affairs for fire protection at Camp Minden.	\$0	\$50,000	0
08B-422	Public Safety	State Fire Marshal	Provides funding for Central Fire Protection District No. 4 in East Baton Rouge Parish.	\$20,000	\$20,000	0
08B-422	Public Safety	State Fire Marshal	Provides funding for the East Side Fire Protection District No. 5 in East Baton Rouge Parish.	\$10,000	\$10,000	0
08B-423	Public Safety	LA Gaming Control Board	Adjustment represents an increase in the Chairman of the LA Gaming Control Board's salary and related benefits in the amount of \$23,967 Statutory Dedications. <u>The Chairman's salary and related benefits before this increase are \$101,619 (\$100,167 - salary, \$1,452 - related benefits).</u> Per R.S. 27:14(B)(2), the salary of the Chairman of the Board must equal the salary of Courts of Appeal Judges in LA. The MOF utilized is the Riverboat Gaming Enforcement Fund.	\$0	\$23,967	0
Major Enhancements for Public Safety				\$6,943,124	\$14,103,916	0

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
08 -403	Youth Services	Juvenile Justice	Contract Services - Funding to support Local Grants within the Office of Juvenile Justice. Due to the decrease in secure care population and funding for other contract services, this funding will allow OJJ to offset those cuts and contract with entities that used evidence-based practice (EBP) to provide services to youth with programs that have successful objectives and outcomes. Evidence-based Practices (EBP) are described as applications for which there is scientific evidence showing that they improve outcomes for youth. OJJ has committed to utilizing evidence-based practices that promote measurable outcomes and quality services.	\$2,000,000	\$2,000,000	0
08 -403	Youth Services	Juvenile Justice	Contract Services - Funding to support Multisystemic Therapy (MST) within the Office of Juvenile Justice. To enhance these MST services, OJJ is planning to partner with DHH to leverage this funding to receive federal (Medicaid) funding. The federal source of funding is Title 19 federal financial participation. According to MST Services and www.evidencebasedprograms.org : "Multisystemic Therapy is a treatment for juvenile offenders that use a combination of empirically based treatments (e.g. cognitive behavior therapy, behavioral parent training, functional family therapy) to address juvenile behavior. The primary goals of MST are to: (a) reduce youth criminal activity; (b) reduce other types of antisocial behavior such as drug abuse; and (c) achieve these outcomes at a cost savings by decreasing rates of incarceration and out-of-home placement. MST targets chronic, violent, or substance-abusing male and female juvenile offenders at risk of out-of-home placement. The "typical" MST youth is 14-16 years old, lives in a home that is characterized by multiple needs and problems, and has multiple arrests. Multisystemic Therapy costs approximately \$5,800 (in 2007 dollars) per youth treated."	\$2,000,000	\$2,000,000	0
Major Enhancements for Youth Services				\$4,000,000	\$4,000,000	0
09 -	Health & Hospitals					
09 -300	Health & Hospitals	Jefferson Parish Human Services Authority	Provides funding for the Transitional Care Center at the Jefferson Parish Human Services Authority.	\$100,000	\$100,000	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$10,000 SGF and \$10,000 Federal) for an interpreter services contract to ensure access to programs and activities by Limited English Proficient (LEP) persons seeking access to health care services. Services will be provided on a case by case basis to existing Medicaid eligibles that require interpreter services at any point of the health delivery process. <u>The contract includes interpreter services for any language, including sign language.</u>	\$10,000	\$20,000	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$200,000 Statutory Dedications and \$200,000 Federal) for a Uniform Reporting System for publicly reporting data on hospital quality. Information received from DHH indicates that this new system will serve as a data repository for the purposes of provider benchmarking and accountability, trend reporting on provider operations, and making data available to health care consumers. The source of the Statutory Dedication is one-time revenue deposited into the Health Care Redesign Fund.	\$0	\$400,000	0

Note: Approximately \$500,000 was added in FY 09 for this initiative.

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
09 -305	Health & Hospitals	Medical Vendor Administration	<p>Funding (\$265,121 SGF and \$795,364 Federal) for 15 additional positions in the Health Standards Section. The federal source of funding is Title 19 federal financial participation. The Health Standards Section enforces state licensing and federal certification regulations of various health care providers. In addition to the licensing function, Health Standards reviews/investigates health care facility complaints, and acts to correct facilities deemed out of compliance.</p> <p>Information received from DHH indicates that the Health Standards Section will not be able to meet performance indicator objectives relative to licensing surveys of all the health care providers that are statutorily required to be surveyed, or indicators for facility non-compliance review and follow up activities. DHH has requested 38 new positions, and this adjustment adds 15 and associated funding (average annual salary and related benefits of \$70,699).</p>	\$265,121	\$1,060,485	15
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$20,347 SGF and \$61,039 Federal) for an additional position for implementation of claims editing software.	\$20,347	\$81,386	1
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$20,381 SGF and \$61,145 Federal) for an additional position for implementation of interqual software.	\$20,381	\$81,526	1
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$28,001 SGF and \$28,001 Federal) for an additional position for the Third Party Liability in the Medicaid Recovery Unit.	\$28,001	\$56,002	1
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$38,410 SGF and \$38,410 Federal) for an additional position to ensure compliance with Act 327 of 2007 relative to small rural hospitals. Act 327 requires DHH to reimburse Medicaid claims at 110% of Medicaid cost paid to rural hospitals.	\$38,410	\$76,820	1
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$18,267 SGF and \$54,802 Federal) for an additional position to conduct fraud and abuse investigations of providers.	\$18,267	\$73,069	1
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$29,413 SGF and \$29,413 Federal) for an additional position to insure appropriate security of the Medicaid Eligibility Determination System (MEDS).	\$29,413	\$58,826	1
09 -305	Health & Hospitals	Medical Vendor Administration	<p>Funding (\$2M Statutory Dedications and \$2M Federal) for the administrative costs associated with the transition from a fee-for-service delivery system to a medical home model of care as part of the Health Care Reform initiative. <u>The source of Statutory Dedication funding is one-time revenue deposited into the Health Care Redesign Fund. This adjustment re-appropriates administrative funding for the medical home (LA Health First) that was eliminated as part of the FY 09 mid-year cuts.</u></p> <p>Historical funding associated with the medical home model of care: *\$25,185,507 added in FY 08 in Medical Vendor Payments for medical home implementation *\$1,107,876 added in FY 09 for administrative costs and to cover salaries of 5 new positions for M.H. development *\$4,689,093 added in FY 09 *\$4,000,000 adjustment added in FY 10 Executive Budget to re-instate FY 09 mid-year cut</p>	\$0	\$4,000,000	0

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
09 -305	Health & Hospitals	Medical Vendor Administration	<p>IAT funding for Coordinated Care Management Program for at risk children. The source of funding is 100% federal Social Services Block Grant funds awarded from the Department of Social Services. DHH will contract with a provider to implement case management services for children determined to be high risk for social, behavioral, or medical harm. Information received from the department indicates these case management services will be targeted in hurricane impacted areas (Katrina and Rita), and high risk children may include medically fragile children, children in foster care, and children with chronic disease. The coordinated care provider will be charged with outreach (identifying high risk children).</p> <p>Note: The IAT is one-time revenue that will be used to support recurring expenditures.</p>	\$0	\$2,000,000	0
09 -305	Health & Hospitals	Medical Vendor Administration	<p>Funding (\$44,972 SGF, \$225,884 SGR, and \$677,188 Federal) for the first year of a 4-year competitive grant award from the Robert Wood Johnston Foundation (RWJF) aimed at increasing the number of eligible children enrolled in LaCHIP and Medicaid by reducing barriers to enrollment. LA is one of 8 states awarded a grant from the RWJF to develop a project that will increase the enrollment of eligible children in Medicaid and LaChip. The project, called MaxEnroll, is projected to enroll 98% of eligibles by January 2013. According to the department, MaxEnroll will facilitate the enrollment process by utilizing presumptive eligibility (allows certain providers to pre-determine eligibility under Medicaid before actual eligibility is determined) using schools, health care providers, and Medicaid application centers.</p> <p>Note: LA currently offers health insurance for children up to age 19 (either through Medicaid or LaChip) up to 250% of the federal poverty level (FPL).</p>	\$44,972	\$948,044	0
09 -305	Health & Hospitals	Medical Vendor Administration	<p>Funding (\$1.25M SGF and \$1.25M Federal) for the implementation of a Radiology Utilization Management (RUM) Program. Information received from DHH indicates that the department expected to implement this new program in 2009. This program will require providers to request prior authorization from the department for coverage for defined radiology services. The intent is to ensure that Medicaid recipients receive only appropriate radiology services (MRI, MRA, PET, CTA, and CT). DHH will contract to provide prior authorization services, and management and monitoring of medical imaging services.</p> <p>Note: This program is anticipated to result in savings of \$1.25M in FY 09 and \$4.8M in FY 10.</p>	\$1,250,000	\$2,500,000	0
09 -305	Health & Hospitals	Medical Vendor Administration	<p>Funding (\$2.5M SGF and \$7.5M Federal) for the implementation of Phase 2 of the Interqual criteria. Interqual software is utilized by DHH to determine the appropriate level of care relative to inpatient admissions and length of stay for Medicaid recipients. DHH currently utilizes outdated clinical criteria (1995 Interqual criteria).</p> <p>Phase 1 - as part of the mid-year cuts, implements the Acute Hospital Utilization Management 2008 version of Interqual to length of stay extensions and pre-certification of ambulatory surgical procedures performed in the first 2 days of the hospital stay. <u>Information received from the department indicates Phase 1 does not change the initial length of stay assignment process DHH currently utilizes. Phase 1 includes all hospitals except LSU HSC hospitals.</u></p> <p>Phase 2 - beginning 2010, implements interqual to initial inpatient admission approval process, and elective surgical procedure pre-certification. <u>Phase 2 includes all state-run and non-state hospitals.</u></p> <p>The department anticipates savings generated from an overall reduction in the number of admissions and from a decrease in length of stay in certain cases.</p>	\$2,500,000	\$10,000,000	0
09 -305	Health & Hospitals	Medical Vendor Administration	<p>Funding (\$86,785 SGF and \$110,670 Federal) for the increased costs of maintenance of the MEDS system.</p>	\$86,785	\$197,455	0

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>										
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$750,000 SGF and \$6.75M Federal) for the operation of a Dual Fiscal Intermediary.	\$750,000	\$7,500,000	0										
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$1M SGF and \$1M Federal) to amend the current University of LA @ Monroe College of Pharmacy contract to provide for prior authorization for prescriptions over the monthly prescription limit of 5 per month. The contract provides the coordination for the LA Medicaid Pharmacy Benefits Management (PBM) system, staff support to Medicaid to develop the Drug Utilization Review system, and educational articles for providers and system recipients.	\$1,000,000	\$2,000,000	0										
			<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 30%;">FY 09 initial contract</td> <td style="text-align: right;">\$4,702,182</td> </tr> <tr> <td>FY 09 mid-year cuts</td> <td style="text-align: right;">(\$1,000,000)</td> </tr> <tr> <td>Contract amount (as of 4/1/09)</td> <td style="text-align: right;">\$3,702,182</td> </tr> <tr> <td>FY 10 contract adjustment</td> <td style="text-align: right;"><u>\$2,000,000</u></td> </tr> <tr> <td>FY 10 ULM contract</td> <td style="text-align: right;"><u>\$5,702,182</u></td> </tr> </table> <p>According to DHH, the additional funding will be used for administrative costs associated with the implementation of the script limit (from 8 to 5 per month per Medicaid recipient).</p>	FY 09 initial contract	\$4,702,182	FY 09 mid-year cuts	(\$1,000,000)	Contract amount (as of 4/1/09)	\$3,702,182	FY 10 contract adjustment	<u>\$2,000,000</u>	FY 10 ULM contract	<u>\$5,702,182</u>			
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FY 10 ULM contract	<u>\$5,702,182</u>															
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$447,500 SGF and \$447,500 Federal) to provide for contractual services to complete <u>audit and reporting requirements</u> to comply with a CMS mandate, effective 1/19/09. DHH will contract with an accounting firm to audit disproportionate share hospital (DSH) payments to various providers under state Medicaid programs. The specific rule complies with requirements of section 1923(j) of the Social Security Act. In addition to the audits, states will be required to submit an annual report relative to DSH spending. The DSH audits are retroactive to FY 05. FYs 05 and 06 audits must be complete and submitted to CMS by 12/31/09. Subsequent audits must be turned in by the end of the federal fiscal year (9/30). Beginning FY 11 the audit reports must ensure compliance with existing statutory requirements that <u>"payments must not exceed the uncompensated costs of providing inpatient and outpatient hospital services to Medicaid and uninsured patients."</u> DSH payments to hospitals are required to be reconciled with hospital specific audit results. The source of federal funds is the Medicaid Administration Grant from the CMS.	\$447,500	\$895,000	0										
			<p><u>Anticipated impact to DHH</u> DHH estimates a total reduction of approximately \$188M as a result of this rule. The following provider groups and DSH cuts are as follows: State hospitals - \$143.6M reduction in payments; Rural hospitals - \$16.7M reduction in payments; and Public CPE's - \$28M reduction in payments.</p>													
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$1.5M Statutory Dedications and \$1.5M Federal) to enhance the fraud and abuse detection, investigation and enforcement functions. The source of the statutory dedicated funding is the Medical Assistance Program Fraud Detection Fund. The source of matching federal funds is Medicaid Administration Grant funds from the CMS.	\$0	\$3,000,000	0										
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$642,000 Statutory Dedications and \$642,000 Federal) to support a data warehouse to collect healthcare information that can be analyzed and utilized to improve and enhance the quality of health care to medical patients. <u>The source of statutory dedicated funding is one-time revenue in the Health Care Redesign Fund.</u>	\$0	\$1,284,000	0										
09 -305	Health & Hospitals	Medical Vendor Administration	Funding to establish networks of alternate non-emergent service healthcare providers through the Emergency Room Diversion demonstration grant. This grant requires no SGF match. The source of federal funding is a grant from CMS. Federal funding will be used to establish networks of healthcare providers that will offer after hour and weekend access to urgent care services in an attempt to reduce non emergent care provided in hospital emergency rooms. Care is anticipated to be provided in hospitals and federally qualified health centers.	\$0	\$2,079,017	0										
			Information received from CMS indicates that the total grant award is \$3,769,653 over 2 federal fiscal years (FY 08 and 09) beginning 4/15/08.													

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
09 -305	Health & Hospitals	Medical Vendor Administration	<p>Annualizes funding (\$1.5M SGF and \$1.5M Federal) for a Disease Management contract targeting individuals with specific chronic disease. This adjustment annualizes last year's funding of \$1M for a full year to implement a Disease Management Program. DHH will enter into a contract through a Request for Proposal (for a disease management contractor) to serve a designated amount of Primary Care Case Management (Community Care) members that have been diagnosed with either asthma, diabetes, or congestive heart failure. The source of federal funding is the Medicaid administration grant from CMS.</p> <p>Note: In FY 09 funding was provided for 3 disease management initiatives. \$1M was appropriated in Medical Vendor Administration for disease management and not utilized. In addition, \$1.5M was also added for a Behavioral Disease Management Program targeted towards behavioral pharmacy. The Medical Vendor Payments Program was appropriated \$3M for additional enhanced payments (pay for performance) to physicians that meet established goals relative to disease management detection.</p>	\$1,500,000	\$3,000,000	0
09 -305	Health & Hospitals	Medical Vendor Administration	<p>Annualizes funding (\$1.5M SGF and \$1.5M Federal) for an Administrative Services Organization (ASO). The federal source of funding is the Medicaid Administration Grant from CMS. Act 343 of 2007 directed the DHH to establish an Administrative Services Organization to oversee all behavioral health services. <u>The DHH has indicated the intent to contract with a vendor to oversee all operations of behavioral health services, including administrative services</u> such as establishing and monitoring performance measures, network and provider services to ensure a sufficient pool of qualified providers in a geographic area, recipient and family services, quality management (measure program effectiveness), and service access and authorization (matching services to recipients' need). The department has not estimated any savings generated as of result of utilization management of the targeted behavioral health population. Information received from the department indicates that 20 states have ASO contracts that provide comprehensive Medicaid behavioral health management.</p> <p><u>The MVP FY 09 budget contained \$1.65M in funding for this initiative (represents 3 months of funding).</u></p>	\$1,500,000	\$3,000,000	0
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Funding (\$11,513,411 SGF and \$30,307,914 Federal) for the mandatory rate increase for drug allowances and new FDA approved drugs. According to DHH, an 8.6% growth rate (based on a national growth rate) was applied to the pharmacy budget to determine the funding required for new FDA approved drugs.</p>	\$11,513,411	\$41,821,325	0
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Funding (\$267,453 SGF and \$704,042 Federal) to provide for a mandatory rate increase for Durable Medical Equipment (DME). Durable Medical Equipment is a Medicaid state plan service that provides medically necessary equipment, appliances, and supplies to Medicaid eligibles. As of the February 2009 Medicaid Monthly Financial Report, projected expenditures for DME in FY 09 was \$21,795,157. The source of federal funds is Title 19 federal participation funding.</p> <p>Note: Information received from DHH indicates that supplies and medical equipment are reimbursed according to prevailing costs to the provider, plus an allowance for profit. Medicaid follows the Medicare rate methodology. The national average for inflationary growth for these products is 3.9%. The department increased the initial projected cost of DME by 3.9% over the December expenditure forecast for DME, (or 3.9% x \$24,910,124 = \$971,495).</p>	\$267,453	\$971,495	0

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>																
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Additional Medicaid claims funding (\$7,002,031 SGF and \$18,432,154 Federal) for a projected increase in Medicaid enrollment as a result of economic downturn. Projected funding is based on the following assumptions:</p> <table border="1" style="margin-left: 20px;"> <thead> <tr> <th style="text-align: left;"><u>Eligibility Category</u></th> <th style="text-align: right;"><u>Total Estimated New Recipients</u></th> <th style="text-align: right;"><u>Cost per Month</u></th> <th style="text-align: right;"><u>FY 10 Estimate</u></th> </tr> </thead> <tbody> <tr> <td>Adults</td> <td style="text-align: right;">5,225</td> <td style="text-align: right;">\$423</td> <td style="text-align: right;">\$13,266,692</td> </tr> <tr> <td>Children</td> <td style="text-align: right;">14,190</td> <td style="text-align: right;">\$143</td> <td style="text-align: right;">\$12,167,493</td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right;">19,415</td> <td></td> <td style="text-align: right;">\$25,434,185</td> </tr> </tbody> </table> <p>The department projected new recipients based on historical comparisons of unemployment increases and the number of new Medicaid eligibles that gain eligibility as a result. DHH indicated the cost is based on recipients being phased in evenly over an 11-month period. The source of federal funds is Title 19 federal financial participation.</p> <p>Note: Estimates included 2 eligibility categories: 1) <u>adults</u> that are non-disabled, non-institutional, age 19 - 64, including pregnant women; and 2) children that are non-disabled, non-institutional, non-foster children under 19 years of age.</p>	<u>Eligibility Category</u>	<u>Total Estimated New Recipients</u>	<u>Cost per Month</u>	<u>FY 10 Estimate</u>	Adults	5,225	\$423	\$13,266,692	Children	14,190	\$143	\$12,167,493	Total	19,415		\$25,434,185	\$7,002,031	\$25,434,185	0
<u>Eligibility Category</u>	<u>Total Estimated New Recipients</u>	<u>Cost per Month</u>	<u>FY 10 Estimate</u>																			
Adults	5,225	\$423	\$13,266,692																			
Children	14,190	\$143	\$12,167,493																			
Total	19,415		\$25,434,185																			
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Annualizes funding (\$515,068 SGF and \$1,355,867 Federal) for implementation of Act 327 of 2007, which requires the DHH to increase Medicaid claims reimbursement to 110% of allowable cost for small rural hospitals for providing hospital inpatient and outpatient services. Hospital services include services provided in a rural health clinic licensed as part of a rural hospital. <u>This adjustment will cover the projected costs of reimbursement methodology change associated with rural health clinics that are hospital based.</u> Information received from DHH indicates that 59 provider based Rural Health Clinics will be eligible to receive the enhanced cost reimbursement.</p> <p>Based on the February 2009 Medicaid Monthly Financial Report, total projected expenditures in FY 09 for Rural Health Clinics was \$37,742,895.</p> <p>The source of federal funds is Title 19 federal financial participation.</p>	\$515,068	\$1,870,935	0																
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Net increase in funding (\$8,671,950 SGF and \$22,828,050 Federal) as a result of 2 separate payment methodology changes in Payments to Private Provider Program.</p> <p><u>Additional \$40M in funding for a Medicaid rate increase to hospitals for providing inpatient services to Medicaid eligible patients. Information received from DHH indicates that these enhanced rates will be funded with anticipated SGF savings from efficiencies (Interqual) implemented in FY 09 (as a part of the Deficit Reduction Plan or FY 09 mid-year cuts) and annualized in the FY 10 Executive Budget.</u> Currently, the Medicaid Program uses outdated criteria for hospital admissions and length of stay authorizations for Medicaid eligibles. Medicaid intends to implement up-to-date industry accepted standards using "Interqual" decision support software to base payments on these criteria. DHH anticipates this new criteria (authorizations) will generate savings. <u>The 7% reduction in Medicaid reimbursement rates for inpatient hospital services will be reduced from the new rate base as a result of this adjustment.</u></p> <p>Reduction of \$8.5M in pharmacy payments as a result of adjusting the LA Maximum Allowable Costs (LMAC) reimbursement methodology. Pharmacy payments are comprised of a dispensing fee and actual drug (ingredient) costs. The LMAC initiative will establish a new payment methodology for generic drugs by lowering reimbursement limits for payment of the ingredient costs for generic drugs.</p>	\$8,671,950	\$31,500,000	0																

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>																
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Funding (\$843,099 SGF and \$2,219,375 Federal) for an annual increase in reimbursement rates for Rural Health Clinics (RHC) and Federally Qualified Health Centers (FQHC). The source of federal funds is Title 19 federal financial participation. Information received from DHH indicates that these payment rate increases are required through the Medicaid State Plan (which is an agreement between LA and CMS relative to the policies of the state's Medicaid Program). The specific provisions requires LA to annually increase the prospective payment system rates by the published Medicare Economic Index for all of these facilities participating in the Medicaid Program. The increase in funding is based on the following calculations:</p> <table border="1" style="margin-left: 20px;"> <thead> <tr> <th style="text-align: left;">Provider Type</th> <th style="text-align: right;">FY 09 Payments Projected</th> <th style="text-align: right;">Inflation Factor</th> <th style="text-align: right;">Additional Funding</th> </tr> </thead> <tbody> <tr> <td>RHC</td> <td style="text-align: right;">\$41,453,870</td> <td style="text-align: right;">4.4%</td> <td style="text-align: right;">\$1,823,970</td> </tr> <tr> <td>FQHC</td> <td style="text-align: right;">\$28,147,826</td> <td style="text-align: right;">4.4%</td> <td style="text-align: right;">\$1,238,504</td> </tr> <tr> <td></td> <td></td> <td></td> <td style="text-align: right;"><u>\$3,062,474</u></td> </tr> </tbody> </table> <p>As of February 2009, the Medicaid Monthly Financial Report reflects total projected spending (claims) of \$64,122,448 (\$26.4M for FQHC's and \$37.7 M for RHC's).</p>	Provider Type	FY 09 Payments Projected	Inflation Factor	Additional Funding	RHC	\$41,453,870	4.4%	\$1,823,970	FQHC	\$28,147,826	4.4%	\$1,238,504				<u>\$3,062,474</u>	\$843,099	\$3,062,474	0
Provider Type	FY 09 Payments Projected	Inflation Factor	Additional Funding																			
RHC	\$41,453,870	4.4%	\$1,823,970																			
FQHC	\$28,147,826	4.4%	\$1,238,504																			
			<u>\$3,062,474</u>																			
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Funding (\$797,297 SGF and \$2,098,807 Federal) for a projected increase in Rural Health Clinics (RHCs) and Federally Qualified Health Centers (FQHCs) to enroll in Medicaid in FY 10. The increased funding represents Medicaid claims payments for Medicaid eligible encounters at these health centers. The source of federal funds is Title 19 federal financial participation. These safety net providers offer primary care services and supplies in rural and urban areas that are considered medically under-served by the federal government. <u>DHH anticipates these 7 additional RHC providers and 4 new FQHC's providers will obtain CMS licensing and certification in FY 10, and will enroll in the LA Medicaid Program.</u></p> <p>As of March 2009 there were 54 FQHCs and 102 RHCs statewide enrolled in the Medicaid Program. According to the February 2009 Medicaid Monthly Financial Report, FY 09 projected expenditures for FQHCs total \$26.4M and \$37.7M for RHCs. Total anticipated number of participating FQHC's in FY 10 is 61 and total number of projected RHC's is 106.</p>	\$797,297	\$2,896,104	0																
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Additional funding (\$1,633,095 SGF and \$4,298,960 Federal) for Multi Systemic Therapy (MST) as a new mental health service authorized by the CMS. According to DHH, MST is an evidenced based, intensive family and community based treatment for 12-17 year olds which addresses the various causes of serious antisocial behavior in juveniles occurring in their natural settings (home and school), and promotes behavioral changes (such as decrease in delinquency, substance abuse, violence, and criminal behavior). These services may be provided by any group of masters level licensed behavioral practitioners. The source of federal funds is Title 19 federal financial participation.</p> <p>The FY 09 budget contained approximately \$3.6M for 12 months, and was anticipated to serve 315 children in the first year. According to the department, funding is being increased to cover the costs of a projected increase in the number of providers (21 additional clinicians in FY 10) which is anticipated to increase the projected number of children served.</p>	\$1,633,095	\$5,932,055	0																
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Annualizes partial funding (\$94,586 SGF and \$248,989 Federal) added in FY 09 for rate increase to Early Steps providers that serve Medicaid eligibles. This program is operated under Early & Periodic Screening, Diagnostics & Treatment (EPSDT) services. EPSDT provides general health (including mental health) and developmental screening for the treatment of illness or disabilities. The source of federal funding is Title 19 federal financial participation.</p> <p>As of the February 2009 Medicaid Monthly Financial Report, total projected spending for EPSDT in FY 09 was \$178.9M.</p>	\$94,586	\$343,575	0																

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>								
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Annualizes partial funding (\$1,309,803 Statutory Dedications and \$3,447,925 Federal) in FY 09 for the re-basing of nursing homes rates. The source of federal funding is Title 19 federal financial participation. Nursing home rates were re-based in Act 19 of 2008. Re-basing of the rates are required in statute under R.S. 46:2742.B.(8). The rate change increase in FY 09 only covered 11 months. This adjustment will reflect 12 months of funding." The increase is based on the following calculation:</p> <table style="margin-left: 20px;"> <tr> <td>FY 09 projected nursing home expenditures</td> <td style="text-align: right;">\$751,568,280</td> </tr> <tr> <td>Projected number of services</td> <td style="text-align: right;">6,870,364</td> </tr> <tr> <td>Amount of daily change in the Re-base FY 09</td> <td style="text-align: right;">\$8.31</td> </tr> <tr> <td>Projected FY 09 total amount of increase (12 months)</td> <td style="text-align: right;">\$57,092,724 (divided by 12 = \$4,757,728)</td> </tr> </table>	FY 09 projected nursing home expenditures	\$751,568,280	Projected number of services	6,870,364	Amount of daily change in the Re-base FY 09	\$8.31	Projected FY 09 total amount of increase (12 months)	\$57,092,724 (divided by 12 = \$4,757,728)	\$0	\$4,757,728	0
FY 09 projected nursing home expenditures	\$751,568,280													
Projected number of services	6,870,364													
Amount of daily change in the Re-base FY 09	\$8.31													
Projected FY 09 total amount of increase (12 months)	\$57,092,724 (divided by 12 = \$4,757,728)													
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Annualizes partial funding (\$1,257,757 SGF and \$3,310,921 Federal) for 9 Rural Health Clinics and 4 Federally Qualified Health Centers enrolled in FY 09. The source of federal funding is Title 19 federal financial participation. According to the February 2009 Medicaid Monthly Financial Report, the FY 09 anticipated expenditures for Federally Qualified Health Centers total \$26.3M and \$37.7M for Rural Health Clinics.</p>	\$1,257,757	\$4,568,678	0								
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Funding (\$1,787,981 SGF and \$4,947,545 Federal) for the increase in Medicare Part A and Part B premiums due to additional eligibles in mandatory Medicaid eligibility programs in the Medicare Buy-ins and Supplements Program. This program provides health coverage for the indigent elderly that are eligible for both Medicaid and Medicare. The Medicaid Program provides funding for payments of Medicare premiums with the intent to 'buy into' the Medicare Program, thus avoiding state matching Medicaid costs associated with Medicaid payments. This adjustment increases the premiums for Medicare Part A (inpatient care in hospitals) and accounts for additional eligibles in Part B (medically necessary outpatient and physician care). Note: Based on the Executive Budget, the "total savings" performance indicator (cost of care less premium costs for Medicare benefits) indicates this program will save the state of LA \$790M for FY 10. This is based on an anticipated 161,254 dual eligibles.</p> <p>Medicare Part A - Increase in premium (7,000 enrollees from \$443 to \$461) Medicare Part B - projected increase in enrollees (400 average per month increase x unchanged rate of \$96.40 per month)</p> <table style="margin-left: 20px;"> <tr> <td>Total projected cost for Medicare premiums in FY 10</td> <td style="text-align: right;">\$220,307,443</td> </tr> <tr> <td>FY 09 Existing Operating Budget</td> <td style="text-align: right;">\$213,571,917</td> </tr> <tr> <td>Executive Budget Adjustment</td> <td style="text-align: right;">\$6,735,526</td> </tr> </table>	Total projected cost for Medicare premiums in FY 10	\$220,307,443	FY 09 Existing Operating Budget	\$213,571,917	Executive Budget Adjustment	\$6,735,526	\$1,787,981	\$6,735,526	0		
Total projected cost for Medicare premiums in FY 10	\$220,307,443													
FY 09 Existing Operating Budget	\$213,571,917													
Executive Budget Adjustment	\$6,735,526													
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Funding for the increased costs of contributions for Medicaid drug payments for full dual eligibles, or the "Clawback" payment. These are mandatory payments by states to the federal government (Medicare) to assist in covering the cost of Medicare Part D prescription drug coverage offered to some dual eligibles offered under Medicare Part D. Dual eligibles are entitled to Medicare and Medicaid benefits (there are full dual eligibles and partial dual eligibles). Total new funding for FY 10 is 14,840,645 in SGF.</p>	\$14,840,645	\$14,840,645	0								
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Provides funding to increase Medicaid claims payments to rural hospitals.</p>	\$590,569	\$2,954,320	0								
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Adjustment through Act 122 of 2009 (Supplemental Appropriation Bill) that provides payments to public and private rural hospitals and their rural health clinics. The source of Statutory Dedications is the Medical Assistance Trust Fund.</p>	\$0	\$7,718,432	0								

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Adjustment through Act 122 of 2009 (Supplemental Appropriation Bill)) that provides payments to nursing homes in the Private Providers Program for the rebasing of Medicaid reimbursement rates for nursing home services pursuant to Act 244 (SB 247) of 2009 and the CMS approval of a Medicaid state plan amendment authorizing this rate rebasing. The source of Statutory Dedications is the Medicaid Trust Fund for the Elderly (MTFE).	\$0	\$102,797,774	0
09 -307	Health & Hospitals	Office of Secretary	Funding for a position to oversee implementation of a Community Health Assessment Resource Tool Set (CHARTS). DHH indicates this initiative will allow Medicaid recipients and other users <u>to view various health indicators electronically</u> (such as those related to communicable diseases, chronic diseases, maternal and child health, injury and violence, and social and mental health). In addition, information provided may include population characteristics, health profiles by parish (including mortality data, births, deaths, hospital and nursing home bed availability).	\$150,000	\$150,000	1
09 -307	Health & Hospitals	Office of Secretary	Funding for a position in the Division of Health Economics to conduct economic forecasting. The position title is an Economist 2 position. Funding represents salary and related benefits for FY 10.	\$68,820	\$68,820	1
09 -307	Health & Hospitals	Office of Secretary	Increases IAT budget authority to receive grant funding from the Department of Social Services. The source of IAT is Social Services Block Grant funding designated for a Primary Care, Dental & Behavioral Health Workforce initiative. This funding <u>(quarterly income guarantees) will be distributed to private practices and hospitals investing in new capacity to serve the uninsured and Medicaid eligibles in regions 3, 4, and 5.</u>	\$0	\$750,000	0
09 -307	Health & Hospitals	Office of Secretary	Increases IAT budget authority to receive grant funding from the Department of Social Services. The source of IAT is Social Services Block Grant funding designated for a Community Clinic Stabilization initiative. DHH has indicated that these funds will be used to make payments to certain clinic providers <u>as reimbursement for documented financial losses due to hurricanes Gustav and Ike.</u>	\$0	\$1,000,000	0
09 -307	Health & Hospitals	Office of Secretary	Annualizes BA-7 funding approved in December 2008 for the Hospital Preparedness Program Grant from the U.S. Department of Health & Human Services (DHHS), Health Resources & Services Administration (HRSA). The grant is 100% federal funds and requires no state matching funds. The grant allows the state to maintain an emergency preparedness program, specifically the infrastructure to address the potential for a mass surge of patients with acute illness or trauma requiring hospitalization from a biological, chemical, radiological, or explosive terrorist incident. The Office of the Secretary coordinates with the LA Hospital Association, the Office of Mental Health (OMH), and the Office of Public Health (OPH) to implement the goals of the grant (emergency planning between providers, continuing education between providers and healthcare professionals, and maintenance of a volunteer recruitment program). Funds are also used to purchase medical supplies, equipment and pharmaceuticals, chemical response medications, and warehouse storage of emergency equipment. Note: The BA-7 funding for FY 09 (\$5,312,861) is not non-recurred as the department anticipates this level of funding to be granted FY 10. Total projected funding in FY 10 is \$5,696,194.	\$0	\$383,333	0
09 -307	Health & Hospitals	Office of Secretary	Additional funding for the DHH's generator program for medical and special needs facilities. The source of IAT funding is a FEMA Hazardous Mitigation grant transferred from the Governor's Office of Homeland Security. DHH intends on awarding the funding to hospitals and nursing homes to purchase generators for HVAC and other critical medical needs. The LFO is unaware of the number and specific hospitals that will qualify for the funding. The grant is 100% federal funds (no match requirement)	\$0	\$32,196,000	0
09 -307	Health & Hospitals	Office of Secretary	Provides statutorily dedicated funding from the Health Care Redesign Fund to the Management & Finance Program for the Rural Hospital Coalition for the LA Rural Hospital Information Exchange (LaRHIX).	\$0	\$1,900,000	0

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
09 -307	Health & Hospitals	Office of Secretary	Provides funding to establish an Electronic Health Record IT Loan Fund. The revenues come from a swap of SGF for SGR in Medical Vendor Payments.	\$5,000,000	\$5,000,000	0
09 -307	Health & Hospitals	Office of Secretary	Adjustment through Act 122 of 2009 (Supplemental Appropriation Bill) for the Family Practice Residency Program serving the Lake Charles community that is operated by the LA State University Health Sciences Center - New Orleans and Tulane University Health Sciences Center. The source of Statutory Dedications funding is the Overcollections Fund.	\$0	\$500,000	0
09 -307	Health & Hospitals	Office of Secretary	Adjustment through Act 122 of 2009 (Supplemental Appropriation Bill) for the Mary Bird Perkins Cancer Center.	\$50,000	\$50,000	0
09 -307	Health & Hospitals	Office of Secretary	Adjustment through Act 122 of 2009 (Supplemental Appropriation Bill) in the Office of the Secretary for the LA Foundation of Dentistry for the Handicapped, Inc.	\$40,000	\$40,000	0
09 -307	Health & Hospitals	Office of Secretary	Adjustment through Act 122 of 2009 (Supplemental Appropriation Bill) in the Office of the Secretary for the Poison Control Center.	\$550,000	\$550,000	0
09 -324	Health & Hospitals	LA Emergency Response Network Bd.	Increases funding for operational services of a trauma registration, additional lines for call center, and telephone services. The trauma registration service will be utilized to interpret information collected from EMS and hospital telephone calls and to ensure HIPPA requirements. The additional telephone lines are needed to accommodate equipment being installed in the various regions. Seven regions are currently online (Baton Rouge, Lafayette, Lake Charles, Shreveport, Covington, and Alexandria, and Monroe). The New Orleans and Thibodaux regions will be brought online by the end of 2009. The total FY 10 budget for LERN is \$3,671,437.	\$193,429	\$193,429	0
09 -326	Health & Hospitals	Public Health	Provides a 5% state match for emergency preparedness required by the U.S. Centers for Disease Control & Prevention. The estimated federal funding for emergency response for FY 10 is \$13M. A 10% state match is required; however, 5% is already included in the agency's base budget.	\$662,161	\$662,161	0
09 -326	Health & Hospitals	Public Health	Provides funding to the Personal Health Services Program for the Christus Scumpert School-Based Health Center. Funding is subject to the transfer of funds from the Insure LA Incentive Program Fund to the SGF.	\$17,720	\$17,720	0
09 -326	Health & Hospitals	Public Health	Provides federal fiscal stimulus funds to pay overtime costs associated with the administration of the Drinking Water Revolving Loan Fund. The DWRLF Program provides assistance through loans for infrastructure projects and other assistance in the form of set-aside activities for program administration, technical assistance, state program management, local assistance, and other state programs. DHH-OPH is responsible for the operations and administration of the DWRLF Program.	\$0	\$157,500	0
09 -326	Health & Hospitals	Public Health	Provides federal fiscal stimulus funds for immunization vaccinations (\$1,784,682) and administrative expenses (\$610,864). The Office of Public Health anticipates that an additional 74,220 individuals will benefit from the vaccine. The funding allocated to administration will be used to improve the LA Immunization Network for Kids (LINKS).	\$0	\$2,395,546	0
09 -326	Health & Hospitals	Public Health	Provides funding to the Personal Health Services Program for the Sickle Cell Anemia Research Foundation, Inc.	\$50,000	\$50,000	0
09 -326	Health & Hospitals	Public Health	Provides funding to the Personal Health Services Program for the operation of a school-based health center in Lafayette (Carencro) that received a planning grant in FY 09.	\$172,000	\$172,000	0
09 -326	Health & Hospitals	Public Health	Provides funding to the Personal Health Services Program for an operational grant to the school-based health center in Morehouse Parish that received a planning grant in FY 09.	\$144,000	\$144,000	0

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<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
09 -326	Health & Hospitals	Public Health	Provides funding to the Personal Health Services Program for nutrition screenings, obesity education, and studying linkages between obesity and autism in Shreveport.	\$150,000	\$150,000	0
09 -326	Health & Hospitals	Office of Public Health	Annualizes a BA-7 approved in April 2009 for the Women, Infants & Children Program. Funding will be used for WIC vouchers (\$7,613,037) and administrative expenses (\$514,588).	\$0	\$8,127,625	0
09 -330	Health & Hospitals	State Office of Mental Health	Provides additional funding for the Early Childhood Supports & Services Program. The source of IAT is Temporary Assistance for Needy Families Block Grant funding.		\$1,000,000	0
09 -330	Health & Hospitals	State Office of Mental Health	Annualizes a BA-7 approved in April 2009 for federal funding in the Regular Services Program to provide crisis counseling services to individuals impacted by hurricanes Ike and Gustav.	\$0	\$11,503,399	0
09 -340	Health & Hospitals	Citizens w/ Developmental Disabilities	Provides IAT funding for donated dental services.	\$0	\$75,000	0
09 -351	Health & Hospitals	Addictive Disorders	Increases federal funding for the Prevention & Treatment Program with 1st year carryforward funds for the Access to Recovery (ATR) Program. The source of these federal funds is the Substance Abuse Mental Health Services Administration (SAMHSA), Center for Substance Abuse Treatment (CSAT). The ATR Program provides client choice among substance abuse clinical treatment and recovery support providers, expands access to a comprehensive array of clinical treatment and recovery support options (including faith and community-based organizations), and increases substance abuse treatment capacity.	\$0	\$4,155,552	0
09 -351	Health & Hospitals	Addictive Disorders	Increases federal funds for the Prevention & Treatment Program for multi-agency substance abuse prevention efforts. These funds represent carryforward resources for the LA Strategic Prevention Framework State Incentive Grant (SPF-SIG). OAD will use these funds to re-build substance abuse infrastructure and capacity in parishes affected by hurricanes Katrina, Rita, and Gustav.	\$0	\$5,159,435	0
09 -351	Health & Hospitals	Addictive Disorders	Funding for the Alexandria-Pineville Addictive Disorders Clinic at the Red River Treatment Center subject to transfer from the Insure LA Incentive Program Fund to SGF. Red River Treatment Center is a 56 bed, coed, inpatient chemical dependency treatment program for adults.	\$50,000	\$50,000	0
09 -351	Health & Hospitals	Addictive Disorders	Funding for the Prevention & Treatment Program at the Civic Outreach Center Inc. subject to transfer from the Insure LA Incentive Program Fund to SGF. The Civic Outreach Center Inc. is a residential program providing drug abuse and addiction in Crown Point LA (New Orleans West Bank area).	\$200,000	\$200,000	0
09 -351	Health & Hospitals	Addictive Disorders	Provides funding for the Baton Rouge Area Alcohol & Drug Center, Inc.	\$25,000	\$25,000	0
Major Enhancements for Health & Hospitals				\$66,947,269	\$379,443,401	23

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
10 -355	Social Services	Family Support	Provides funding to the Client Services Program for poverty prevention and intervention programs for the Capital Area Region.	\$200,000	\$200,000	0
10 -355	Social Services	Family Support	Provides funding to the Client Services Program for the Freedom School and the Teen Prevention Program to reach an additional 500 youth.	\$175,000	\$175,000	0
10 -357	Social Services	Office of Secretary	Provides SGR funding to the Administration & Executive Support Program for the Robert Wood Johnson award to employees for innovations in work and business processes.	\$0	\$93,000	0
10 -357	Social Services	Office of Secretary	Provides funding to the Administration & Executive Support Program for the LA Center Against Poverty, Inc.	\$150,000	\$150,000	0
10 -370	Social Services	Community Services	Provides federal funding for the Department of Social Services (DSS) Modernization Plan for Information Technology. The source of federal funds is Social Services Block Grant funding. This funding will be used to pay contractors to assist with IT Procurement, development, management, and implementation of a web-based system which will give clients the ability to search for services, determine their potential eligibility, and apply for services online. This system will also give providers the ability to access their own demographic data, invoice for services rendered, check payment status, and receive payments online. In addition, DSS workers will benefit by having immediate access to a holistic view of relevant client information which will allow for a more collaborative and collective approach within the various agencies to meet the needs of the clients.	\$0	\$8,000,000	0
10 -370	Social Services	Community Services	Provides federal funds from the Social Services Block Grant to the Child Welfare Services Program for relief effort for hurricanes Ike and Gustav. This funding will be allocated to DHH (\$96.75M), LA Recovery Authority (\$2M), and DSS (\$10,287,880).	\$0	\$109,037,880	0
10 -370	Social Services	Community Services	Provides federal Stimulus funds to the Child Welfare Program for the Emergency Shelter Grants Program for homelessness prevention activities. This funding will be allocated to eligible community organizations.	\$0	\$6,770,820	0
10 -370	Social Services	Community Services	Provides funding to the Child Welfare Services Program for the Baton Rouge Child Advocacy Center.	\$50,000	\$50,000	0
10 -370	Social Services	Community Services	Provides funding to the Child Welfare Services Program for domestic violence shelter support.	\$172,974	\$172,974	0
10 -374	Social Services	LA Rehabilitation Services	Provides statutorily dedicated funding for accessibility services and assistive technology for persons who are deaf, deaf/blind, hard of hearing, speech impaired, or others who are similarly disabled. The source of Statutory Dedications is the Telecommunications for the Deaf Fund.	\$0	\$500,000	0
Major Enhancements for Social Services				\$747,974	\$125,149,674	0

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
11 -431	Natural Resources	Office of Secretary	Provides federal funding for the State Energy Program from the American Recovery & Reinvestment Act of 2009.	\$0	\$42,749,850	0
11 -435	Natural Resources	Coastal Restoration	Provides statutorily dedicated funding from the Coastal Restoration & Protection Fund for lease space at the Chase Building for the Coastal Restoration Division and DOTD's Hurricane Flood Protection merger.	\$0	\$603,928	0
11 -435	Natural Resources	Coastal Restoration	Provides statutorily dedicated Outer Continental Shelf offshore revenues in conjunction with the drilling of an additional 8.3 million acres in the Gulf of Mexico. LA has received its 1st payment of this amount and these funds are deposited into the Coastal Protection & Restoration Fund for coastal protection and restoration efforts.	\$0	\$6,347,321	0
Major Enhancements for Natural Resources				\$0	\$49,701,099	0
12 -440	Revenue	Office of Revenue	Provides SGR funding to replace desktop computer workstations, laptops, and multifunction units (copier/fax machines) in the IT Division and Lake Charles region through a lease purchase agreement in the Tax Collection Program (\$1,016,785). The Charitable Gaming Program will replace desktop workstations, laptop computers and 1 vehicle for \$51,500. In addition, Alcohol & Tobacco Control was funded for replacement of 11 vehicles, 10 bullet proof vests, 10 digital cameras, 10 ID scanners, 15 laptop computers, ammunition and uniforms for \$436,550.	\$0	\$1,504,835	0
12 -440	Revenue	Office of Revenue	Provides SGR funding to implement and enforce the tax amnesty program as provided in Act 519 of 2009. The amount of \$4.4M is the maximum estimate of expenditures stated in the fiscal note and will be a one-time expenditure in FY 10. Costs include funding for additional temporary hires, overtime for current employees, information processing, advertising and outsourcing services. The additional expense will be funded through SGR.	\$0	\$4,400,000	0
Major Enhancements for Revenue				\$0	\$5,904,835	0
13 -853	Environmental Quality	Environmental Assessment	Provides additional ARRA Federal Stimulus funding to the Environmental Assessment Program. Funding of \$1,297,500 from ARRA for the Diesel Emissions Inventory Act (DERA) to allow recipients to achieve diesel emissions reductions by retrofitting, upgrading, replacement, or reduced idling from on-road and off-road diesel engines and equipment. All projects are required to use EPA or California Air Resource Board Verified Technologies. Funding of \$1,887,289 for Leaking Underground Storage Tank Trust Fund Cooperative Agreements. These funds will allow DEQ to increase the pace of cleaning up UST releases into the environment that have already occurred, but have not yet been cleaned up. DEQ will use these monies to respond to petroleum releases from UST's where owners and operators are unknown, unwilling or unable to take corrective actions themselves, and in emergency situations. Funding of \$326,400 to provide assistance to DEQ in water quality planning activities, through either contract-developed TMDL's or contract-developed determinations for appropriate criteria for selected water bodies; to provide assistance to regional planning commissions; and to provide funds to the LA Ground Water Commission for developing a statewide conservation plan.	\$0	\$3,511,189	0
Major Enhancements for Environmental Quality				\$0	\$3,511,189	0

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
14 -474	Workforce Commission	Workforce Development	Increases federal budget authority to receive Community Service Block Grant funds from ARRA to assist the low-income population through rental assistance, employment and training assistance, emergency assistance, weatherization, etc. These funds will be passed along to local community action agencies for implementation of services. These are not the unemployment insurance modernization benefits debated and ultimately rejected during the 2009 Legislative Session.	\$0	\$23,473,377	0
14 -474	Workforce Commission	Workforce Development	Increases federal budget authority for the Unemployment Benefits Program to receive Reed Act Stimulus dollars for use in the administration of the Unemployment Compensation Program. These funds are from ARRA and are available in anticipation of increased unemployment claims due to the economic downturn.	\$0	\$7,027,524	0
Major Enhancements for Workforce Commission				\$0	\$30,500,901	0
16 -511	Wildlife & Fisheries	Management & Finance	Funding provided to hire one contract Visual Basic.NET application developer to develop the application required to track the titling of motorboats as required by Act 319 of 2007. This legislation requires the department to start titling motorboats on 7/1/09. This contract developer will assist in the additional programming needs for the implementation and testing phase of this project. Conservation Funds will be utilized.	\$0	\$110,000	0
16 -512	Wildlife & Fisheries	Office of Secretary	Increases funding from the Oyster Sanitation Fund to the Enforcement Program for the purpose of purchasing acquisitions of patrol equipment to maintain compliance with oyster regulations to meet Food & Drug Administration guidelines related to annual patrol evaluations.	\$0	\$377,525	0
16 -512	Wildlife & Fisheries	Office of Secretary	Increases federal funding from the U.S. Coast Guard, State Recreational Boating Safety Program to allow the enforcement agents to continue monitoring state waterways insuring compliance with safety requirements to increase safety and rescue efforts.	\$0	\$871,000	0
16 -513	Wildlife & Fisheries	Office of Wildlife	Increase of \$698,619 in federal funding and \$157,334 in Conservation Funds due to an increase in the department's 2008 federal apportionment from the Pittman Roberson Wildlife Restoration Act. Reasons for the increase in apportionment are from both the increase of license sales and federal excise tax placed on hunting equipment. Funds will be used to provide support for the Hunter Education Program and wildlife restoration projects on the Wildlife Management Areas. To access these federal funds, the department needs to increase Statutory Dedications budget authority from the Conservation Fund as a required state match.	\$0	\$855,953	0
16 -513	Wildlife & Fisheries	Office of Wildlife	Increases federal funds from the U.S. Fish & Wildlife Service that will flow through the Department of Wildlife & Fisheries to the Nature Conservancy for land acquisition. This funding will be used for the purchasing and/or protecting habitat land from development near the boundaries of Fort Polk, and to manage it for Rare Threatened Endangered (RTE) species. This initiative is part of the Army Compatible-use Buffer Project (ACUB) which deals with suburban encroachment around military installations.	\$0	\$500,000	0
Major Enhancements for Wildlife & Fisheries				\$0	\$2,714,478	0

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
17 -561	Civil Service	Municipal Fire & Police C.S.	Increases statutorily dedicated funding from the Municipal Fire & Police Civil Service Fund for legal fees. The agency currently has cases pending regarding the East Central Bossier Parish Fire Protection District 1 and a Livingston Parish Fire District which require legal assistance. Agency also requires legal assistance regarding jurisdictions with no civil service protection that are denying employees due process. The agency does not employ a staff attorney and has no funding for legal assistance in its existing budget.	\$0	\$10,000	0
17 -561	Civil Service	Municipal Fire & Police C.S.	Increased statutorily dedicated funding from the Municipal Fire & Police Civil Service Fund to train agency personnel. Agency has 4 new human resources employees with less than 3 years experience, and 2 with less than 4 years experience. New employees require at least 2 years of training before becoming proficient in test development and validation. Although the agency provides in-house training to new employees, it would like to reduce the learning curve of the new employees and reinforce the knowledge base of experienced employees by sending them to formal training opportunities through seminars and conferences.	\$0	\$9,000	0
17 -562	Civil Service	Ethics Administration	Funding to fully fund per diem and travel expenses for the board. The current board increased the number of days for meetings from 2 days to 3 days, which increases the per diem and travel expenses (hotel and meals). Board members receive \$50 a day per diem along with reimbursement for travel (hotel, meals and mileage).	\$29,545	\$29,545	0
17 -562	Civil Service	Ethics Administration	Funding provides for a contract to develop online video streaming and other online training materials, a training development specialist and a public information officer. This funding provides for implementation of the second phase of Act 315 of 2007. Act 315 requires Ethics to develop an online training program on the Code of Governmental Ethics, Campaign Finance and lobbying activities. The act required education/training be available for statewide elected officials, legislators and public service commissioners beginning 1/1/08; other elected officials beginning 1/1/10; and public servants 1/1/12. Also provides for online training regarding filing of financial disclosure reports and training for the Ethics staff. The training specialist is needed to provide training for all elected officials throughout the state at the local, parish and state levels and to develop online tools and manuals. The Public Information Officer is needed to facilitate contact with the public regarding actions of the Ethics Administration. Ethics estimates that approximately 250,000 public servants will require 2 hours of ethics training/education every 4 years (62,500 per year). Approximately 4,573 elected officials will be required to receive training/education.	\$290,500	\$290,500	2
17 -564	Civil Service	Division of Administrative Law	IAT funding for salaries and related benefits to hire a temporary hearing officer while a permanent employee is deployed by the U.S. military.	\$0	\$73,686	0
17 -564	Civil Service	Division of Administrative Law	Increased IAT funding to continue administrative hearings for the Workforce Commission for assistance in conducting hearings in hurricane related unemployment cases.	\$0	\$100,000	0
Major Enhancements for Civil Service				\$320,045	\$512,731	2

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
19A-600	Higher Education	LSU - Board of Supervisors	Provides IAT funding to LA State University - Shreveport from the Department of Social Services with funds from the Temporary Assistance for Needy Families (TANF) Program for the LaPREP enrichment program for middle and early high school students.	\$0	\$250,000	0
19A-600	Higher Education	LSU - Board of Supervisors	Provides funding for Truancy Assessment and Services Centers Middle School Project in Jefferson Parish.	\$175,000	\$175,000	0
19A-600	Higher Education	LSU - Board of Supervisors	Provides funding for North Desoto Rural Health Care Center.	\$500,000	\$500,000	0
19A-600	Higher Education	LSU - Board of Supervisors	Increases in Medicaid claims payments (\$10.8M) and UCC payments (\$3.2M) to LSU HSC Shreveport Hospital.	\$0	\$14,104,084	0
19A-600	Higher Education	LSU - Board of Supervisors	Increases in Medicaid claims payments (\$4.7M) and UCC payments (\$1.1M) to Huey P. Long Hospital.	\$0	\$5,861,097	0
19A-615	Higher Education	SU - Board of Supervisors	Provides funding for Southern University - Shreveport, LA for the Business Incubator Program and collaborative training with LANO North.	\$250,000	\$250,000	0
19A-620	Higher Education	Univ of LA Board of Supervisors	Provides funding for Nicholls State University for the Center for Dyslexia and Related Learning Disorders.	\$25,000	\$25,000	0
19A-620	Higher Education	Univ of LA Board of Supervisors	Provides funding UL-Monroe for the Regional Senior Volunteer Program.	\$5,000	\$5,000	0
19A-649	Higher Education	LA Com & Tech Colleges - Board of Supervisors	Provides funding to LA Technical College for the Delta Ouachita Campus for the Business Program.	\$25,000	\$25,000	0
19A-661	Higher Education	Student Financial Assistance	Additional funding is provided to the Scholarships/Grants Program for Go Grant awards. With the \$5M increase in SGF and another \$5M in Act 122 (HB 881) bringing the total to \$34,226,000 (BA-7 for \$5M per Act 122 is pending).	\$10,000,000	\$10,000,000	0
19A-661	Higher Education	Student Financial Assistance	Additional funding for the Early Start Program (formerly the Dual Enrollment Program) is provided to the Scholarships/Grants Program from the Board of Regents. The total amount budgeted for FY 10 for the Early Start Program is \$5.5M.	\$1,500,000	\$1,500,000	0
19A-661	Higher Education	Student Financial Assistance	Additional SGF of \$1.8M for Go Grants bringing the total appropriation for Go Grants to \$26 million in FY10.	\$1,800,000	\$1,800,000	0
Major Enhancements for Higher Education				\$14,280,000	\$34,495,181	0

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
19B-651	Special Schools & Comm.	LA School for Visually Impaired (LSVI)	Federal funds (IDEA-Part B) are provided through IAT from the Department of Education to the Instructional Program for contracts with LSU A&M College to provide psychological and behavioral counseling services for LSVI students pursuant to their mandated Individualized Educational Programs.	\$0	\$117,000	0
19B-651	Special Schools & Comm.	LA School for Visually Impaired (LSVI)	Interagency transfer funds from the Board of Elementary & Secondary Education, the LA Quality Education Support Fund 8(g), are provided to the Instructional Services Program for superior textbooks and instructional materials.	\$0	\$100,000	0
Major Enhancements for Special Schools & Comm.				\$0	\$217,000	0
19 -678	Elem. & Secondary Educ.	State Activities	Funding is provided for Career and Technical Education activities. The funding will be used to provide professional development for Career and Technical Education teachers. The Department of Education intends to recruit and train approximately 1,000 teachers.	\$1,000,000	\$1,000,000	0
19 -681	Elem. & Secondary Educ.	Subgrantee Assistance	Additional funding is provided through IAT from the Department of Social Services (TANF funds) for the Jobs for America's Graduates (JAG) Program. Currently, there are 22 districts with programs operating. JAG programs typically are awarded \$50,000 each to operate. With the additional funding provided over 44 new programs could be established. The total funding for FY 10 for JAG programs is \$4.6M.	\$0	\$2,360,000	0
19 -681	Elem. & Secondary Educ.	Subgrantee Assistance	Academic Improvement Program Project Learn.	\$250,000	\$250,000	0
Major Enhancements for Elem. & Secondary Educ.				\$1,250,000	\$3,610,000	0
20 -451	Other Requirements	Local Housing of State Adult Offenders	Local Housing of Adult Offenders - Provides funding for Steve Hoyle Rehabilitation Center. The Department of Public Safety & Corrections is planning to enter into an agreement with the sheriff to provide reentry services for female offenders at the Steve Hoyle Rehabilitation Center in Tallulah, LA. Steve Hoyle Rehabilitation Center will be transitioned into a facility to house state inmates within the Local Housing of State Adult Offenders Program. Funding will provide for approximately 225 beds for 9 months with a \$7 cost per inmate day.	\$431,550	\$431,550	0
20 -452	Other Requirements	Local Housing of State Juvenile Offenders	Increase in funding for the Local Housing of Juvenile Offenders Program to treat youth pending placement as well as the cost associated with extended stay of youth in state custody. This funding is to properly align the FY 10 budget with statutes that require the Local Housing of Juvenile Offenders Program to be charged a higher rate due to inflation (R.S. 46:1906 and R.S. 15:824). For FY 09, the rate for pending secure is \$106.24 and the rate for pending non-secure is \$23.39.	\$1,148,236	\$1,148,236	0
20 -906	Other Requirements	District Attorneys / Assistant DA	This is an adjustment for the increase in the number of victim assistance coordinators. Act 416 of 2007 provided that the 11th JDC be divided to create the 42nd JDC. In accordance with Act 416, a crime victim's coordinator was also created. In addition to the creation of the 42nd JDC, the Treasurer's Office authorized an additional position for the 22nd JDC in February 2005 based on LA Tech University's Population estimate. Based on these 2 positions, there should be 63 crime victims assistance coordinators budgeted (not 61). State statute provides an annual salary of \$30,000 per victim's assistance coordinator. This enhancement also provides \$16,104 for other funding requirements for the increases in related benefits for district attorneys and assistant district attorneys.	\$76,104	\$76,104	0

Major Enhancements in the FY 10 Budget Compared to the FY 09 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
20 -906	Other Requirements	District Attorneys / Assistant DA	Annualization of the cost of 11 additional assistant district attorneys. Funding was provided in FY 09 for 22 pay periods as a result of Act 377 of 2008. This adjustment provides funding for 26 pay periods. The legislation increased the number of assistant district attorneys in the 4th JDC (Morehouse and Ouachita parishes), 8th JDC (Winn Parish), 9th JDC (Rapides Parish), 14th JDC (Calcasieu Parish), 22nd JDC (St. Tammany and Washington parishes), 32nd JDC (Terrebonne Parish), and 40th JDC (St. John the Baptist Parish).	\$83,332	\$83,332	0
20 -966	Other Requirements	Supplemental Pay to Law Enforcement	Adjustment represents an increase in the per month supplemental payment to local law enforcement as a result of Act 664 of 2008. Act 664 increased the per month supplemental payment from \$425 per month to \$500 per month (change from \$5,100/year to \$6,000/year). The programmatic breakdown of this increase is as follows: Municipal Police - \$5,362,500 Firefighters - \$4,541,400 Deputy Sheriffs - \$8,368,000 The projected number of participants utilized to calculate this adjustment are: Municipal Police - 5,958, Firefighters - 5,046, and Deputy Sheriffs - 9,298 (FY 10 Executive Budget Recommendation).	\$18,271,900	\$18,271,900	0
20 -966	Other Requirements	Supplemental Pay to Law Enforcement	Adjustment represents the additional amount needed to fund the \$100 per month supplemental payment to the Constables and Justices of the Peace. The FY 10 projected number of participants utilized to calculate this adjustment was 730 (as it appears in the FY 10 budget request) with a 5% growth rate. $730 \times \$100 = \$73,000 + \$14,893 \text{ (Related Benefits)} = \$87,893 \times 12 \times 1.05 = \$1,107,452 - \$947,000 = \$160,452$ NOTE: Related Benefits - FICA 6.2%, Retirement - 12.75%, Medicare - 1.45%, \$947,000 is FY 09 existing operating budget	\$160,452	\$160,452	0
20 -977	Other Requirements	Debt Service & Maintenance	This adjustment provides an increase in funding for rent at the Baton Rouge State Office Building. The increase is necessary due to the termination of the long term lease with the Bologna family. The lease is now \$15,000 per month. This amount also includes \$2,500 in taxes.	\$166,900	\$166,900	0
20 -977	Other Requirements	Debt Service & Maintenance	This adjustment provides for an adjustment in the funding for the debt service payment to Federal City.	\$1,752,559	\$1,752,559	0
20 -977	Other Requirements	Debt Service & Maintenance	This adjustment provides for an increase in IAT funding from various state agencies housed in the Champion Building to provide for security expenses.	\$0	\$48,602	0
Major Enhancements for Other Requirements				\$22,091,033	\$22,139,635	0
Major Enhancements of FY 2010				\$121,877,336	\$1,075,978,504	63