

DEPARTMENT OF HEALTH SERVICES

GOVERNOR'S BUDGET RECOMMENDATIONS

| Source of Funds | FY11 Adjusted Base | FY12 Recommended | % Change Over FY11 | FY13 Recommended | % Change Over FY12 |
|-----------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|
| GPR | 2,132,224,600 | 2,645,359,500 | 24.1 | 2,614,886,100 | -1.2 |
| PR-F | 4,609,740,700 | 4,832,192,700 | 4.8 | 4,805,570,100 | -0.6 |
| PR-O | 415,789,700 | 421,227,200 | 1.3 | 414,637,300 | -1.6 |
| PR-S | 106,350,200 | 75,199,100 | -29.3 | 75,498,700 | 0.4 |
| SEG-O | 864,930,400 | 804,661,600 | -7.0 | 815,062,800 | 1.3 |
| TOTAL | 8,129,035,600 | 8,778,640,100 | 8.0 | 8,725,655,000 | -0.6 |

FULL-TIME EQUIVALENT POSITION SUMMARY

| Source of Funds | FY11 Adjusted Base | FY12 Recommended | FTE Change From FY11 | FY13 Recommended | FTE Change From FY12 |
|-----------------|-----------------------|---------------------|-------------------------|---------------------|-------------------------|
| GPR | 2,229.72 | 2,344.29 | 114.57 | 2,344.29 | 0.00 |
| PR-F | 959.76 | 998.20 | 38.44 | 990.70 | -7.50 |
| PR-O | 2,105.95 | 2,067.49 | -38.46 | 2,065.73 | -1.76 |
| PR-S | 277.28 | 274.53 | -2.75 | 274.53 | 0.00 |
| SEG-O | 2.00 | 2.00 | 0.00 | 2.00 | 0.00 |
| TOTAL | 5,574.71 | 5,686.51 | 111.80 | 5,677.25 | -9.26 |

AGENCY DESCRIPTION

The department is headed by a secretary who is appointed by the Governor with the advice and consent of the Senate. The department has six divisions and works in partnership with local governments, health and human services agencies, private providers, and concerned and affected citizens to achieve the following goals:

Assure the health, safety and well-being of Wisconsin citizens while emphasizing prevention.

Make Wisconsin a national leader in reforming health care.

Improve the lives of Wisconsin seniors and people with disabilities.

Increase opportunities for children to grow up safe, healthy and successful in strong families.

Create a high-performing organization that is customer-focused and values our partners and employees.

MISSION

The department's mission is to protect and promote the health and safety of the people of Wisconsin.

PROGRAMS, GOALS, OBJECTIVES AND ACTIVITIES

Note: Programs, goals, objectives and activities have been modified.

Program 1: Public Health Services Planning, Regulation and Delivery

Goal: Promote actions that improve and protect the health and well-being of the people in Wisconsin through programs which encourage positive and healthful lifestyles and identify preventive and remedial actions to eliminate, correct, and/or alleviate diseases and health hazards.

Objective/Activity: Reduce the percent of Wisconsin households that are food insecure.

Objective/Activity: Increase the percent of women receiving prenatal care in the first trimester.

Objective/Activity: Reduce hospitalizations by providing access to high-quality primary and preventive care.

Objective/Activity: Reduce the rate of preventable hospitalizations due to diabetes.

Objective/Activity: Continue to rank well in the U.S. Department of Health and Human Services' Agency for Healthcare Research and Quality (AHRQ) composite state-level measure of health care quality.

Objective/Activity: Reduce adult and youth population smoking prevalence.

Objective/Activity: Reduce the percent of adults and children who are obese.

Objective/Activity: Reduce deaths and emergency department visits due to falls among the elderly.

Objective/Activity: Improve immunization completion rates for children.

Objective/Activity: Reduce the percent of Wisconsin children under age 6 with lead poisoning.

Objective/Activity: Significantly improve birth outcomes for African American infants.

Objective/Activity: Reduce the prevalence of self-rated fair or poor health among adults.

Program 2: Mental Health and Developmental Disabilities Services; Facilities

Goal: Improve the lives of Wisconsin seniors and people with disabilities and ensure the quality of care and treatment in the mental health institutes, secure treatment facilities and the state centers for people with developmental disabilities.

Objective/Activity: Increase access for adults to community long-term care, so people with long-term care needs can live in their preferred settings.

Program 4: Health Care Access and Accountability

Goal: Promote actions that improve and protect the health and well-being of the people in Wisconsin through access to quality health care and nutrition assistance programs and services.

Objective/Activity: Increase the number of adults and children with health insurance.

Objective/Activity: Increase the percent of Wisconsin children with access to dental care.

Program 5: Mental Health and Substance Abuse Services Planning, Regulation and Delivery

Goal: Improve the lives of the people of Wisconsin by providing programs and initiatives that prevent, postpone or lessen dependence on mental health/substance abuse services.

Objective/Activity: Reduce alcohol abuse by adults and youth.

Objective/Activity: Reduce the percent of adults experiencing serious psychological distress.

Program 6: Quality Assurance Services Planning, Regulation and Delivery

Goal: Assure the safety, welfare and quality of care of persons utilizing health, long-term care and community care provider services in Wisconsin.

Objective/Activity: Reduce the incidence of pressure ulcers among Wisconsin nursing home residents.

Program 7: Long-Term Care Services Administration and Delivery

Goal: Ensure the quality of life of people with disabilities and seniors through programs that prevent or lessen the need for long-term support and provide options for community living and participation.

Objective/Activity: Increase access for adults to community long-term care.

Objective/Activity: Increase access for children to community long-term care.

PERFORMANCE MEASURES**2009 AND 2010 GOALS AND ACTUALS**

| Prog. No. | Performance Measure ¹ | Goal 2009 ¹ | Actual 2009 | Goal 2010 ¹ | Actual 2010 |
|-----------|--|------------------------|------------------------------|------------------------|---------------|
| 1. | Percent of women receiving prenatal care in the first trimester. | | 82.2% ² (2008) | | 82.2% (est.) |
| 1. | Rate of preventable hospitalizations per 1,000 population. | | 13.6 ² (2008) | | 13.3 (est.) |
| 1. | Rate of preventable hospitalizations per 100,000 due to diabetes. | | 173 ² (2006) | | 170 (est.) |
| 1. | Health care quality. (Ranking based on AHRQ composite state-level measure.) | | Rank 2 | | Rank 2 (est.) |
| 1. | Past adult smokers reporting currently smoking cigarettes (every day or some days). ³ | | 19.9% ² (2008) | | 18% (est.) |
| 1. | High school students reporting currently smoking cigarettes (on 1 or more of past 30 days). ³ | | 20.7% ² (2008) | | 17.7% |
| 1. | Middle school students reporting currently smoking cigarettes (on 1 or more of past 30 days). ³ | | 4.3 % ² (2008) | | 3.9% |
| 1. | Percent of adults who are obese. | | 29.2% | | 29% (est.) |
| 1. | Percent of high school youth who are obese. | | 9.3% | | 9.3% (est.) |

| Prog. No. | Performance Measure ¹ | Goal 2009 ¹ | Actual 2009 | Goal 2010 ¹ | Actual 2010 |
|-----------|---|------------------------|----------------------------------|------------------------|--------------|
| 1. | Percent of children ages 2-4 enrolled in Women, Infants and Children program who are obese. | | 13.7% | | 13.7% (est.) |
| 1. | Percent of food-insecure households. | | 10.1% ² (2006-08) | | 9.5% (est.) |
| 1. | Rate of 2-year-olds with completed primary vaccinations. ⁴ | | 79.6% ² (2008) | | 77.7% (est.) |
| 1. | Percent of children under age 6 with lead poisoning. | | 1.5% | | 1.2% (est.) |
| 1. | African American infant mortality rate (deaths per 1,000 live births). | | 13.8 ² (2008) | | 13 (est.) |
| 1. | Prevalence of self-rated "fair" or "poor" health among adults. | | 11.8% | | 12% (est.) |
| 1., 4. | Percent of Medicaid-eligible children receiving any dental service. ⁵ | | 31.4% | | 33% (est.) |
| 1., 7. | Age-adjusted rate of emergency department visits due to unintentional falls among the elderly per 100,000. | | 3,826.8 ² (2008) | | 3,830 (est.) |
| 1., 7. | Age-adjusted rate of deaths due to unintentional falls among the elderly per 100,000. | | 93.1 (2008) | | 93 (est.) |
| 4. | Percent of adults under age 65 with health insurance for at least part of a year. | | 91% ² (2008) | | 91% (est.) |
| 4. | Percent of children with health insurance for at least part of a year. | | 97% ² (2008) | | 98% (est.) |
| 5. | Percent of youth binge drinking. | | 25.2% | | 24.2% (est.) |
| 5. | Percent of adults binge drinking. | | 23.9% | | 23.8% (est.) |
| 5. | Percent of adults experiencing serious psychological distress. | | 11.13% ² (2006-07) | | 11% (est.) |
| 6. | Incidence of pressure ulcers among nursing home residents. | | 2.68% | | 2.49% (est.) |
| 7. | Percent of individuals receiving publicly-funded long-term care who are in community settings. ⁶ | | 66% | | 67% (est.) |
| 7. | Adult waitlist for community-based long-term care. ⁶ | | 9,593 | | 7,624 (est.) |
| 7. | Children's waitlist for community-based long-term care. ⁶ | | 2,471 | | 2,193 (est.) |

Note: Based on calendar year.

¹All performance measures are new. Therefore, no goals were set.

²Data for 2009 is not available, the most recent data available is reported, and the reporting period is identified.

³The federal Centers for Disease Control and Prevention (CDC) has reported the incidence of adult smoking in Wisconsin for 2009, but this was based on a landline sample; revised findings will be published soon based on a landline and cell phone sample.

⁴This is based on the 4: 3: 1: 3: 3: 1 series. Data is based on the 12-month period July 2008 through June 2009 and excludes the Hib vaccination due to the shortage which occurred December 2007 through July 2009.

⁵Based on federal fiscal year.

⁶Based on December 31st point-in-time counts.

2011, 2012 AND 2013 GOALS

| Prog. No. | Performance Measure | Goal 2011 | Goal 2012 | Goal 2013 |
|-----------|---|---------------|---------------|---------------|
| 1. | Percent of women receiving prenatal care in the first trimester. | 84% | 84% | 84% |
| 1. | Rate of preventable hospitalizations per 1,000 population. | 11.6 | 11.6 | 11.6 |
| 1. | Rate of preventable hospitalizations per 100,000 due to diabetes. | 168 | 167 | 166 |
| 1. | Health care quality. (Ranking based on AHRQ composite state-level measure.) | Rank in top 5 | Rank in top 5 | Rank in top 5 |
| 1. | Past adult smokers reporting currently smoking cigarettes (every day or some days). | 17.5% | 17% | 16.5% |
| 1. | High school students reporting currently smoking cigarettes (on 1 or more of past 30 days). | 17% | 16.5% | 16% |
| 1. | Middle school students reporting currently smoking cigarettes (on 1 or more of past 30 days). | 3% | 2.5% | 2% |
| 1. | Percent of adults who are obese. | 28.5% | 28% | 27.5% |
| 1. | Percent of high school youth who are obese. | 8% | 8% | 7.5% |
| 1. | Percent of children ages 2-4 enrolled in Women, Infants and Children program who are obese. | 13% | 12.5% | 12% |
| 1. | Percent of food-insecure households. | 9% | 9% | 9% |
| 1. | Rate of 2-year-olds with completed primary vaccinations. | 90% | 90% | 90% |
| 1. | Percent of children under age 6 with lead poisoning. | 1% | 0.8% | 0.7% |
| 1. | African American infant mortality rate (deaths per 1,000 live births). | 12 | 11.5 | 11 |
| 1. | Prevalence of self-rated "fair" or "poor" health among adults. | 11% | 11% | 11% |

| Prog. No. | Performance Measure | Goal 2011 | Goal 2012 | Goal 2013 |
|-----------|--|-----------|-----------|-----------|
| 1., 4. | Percent of Medicaid-eligible children receiving any dental service. ¹ | 35% | 37% | 39% |
| 1., 7. | Age-adjusted rate of emergency department visits due to unintentional falls among the elderly per 100,000. | 3,830 | 3,820 | 3,810 |
| 1., 7. | Age-adjusted rate of deaths due to unintentional falls among the elderly per 100,000. | 92.7 | 92.4 | 92 |
| 4. | Percent of adults under age 65 with health insurance for at least part of a year. | 98% | 98% | 98% |
| 4. | Percent of children with health insurance for at least part of a year. | 98% | 98% | 98% |
| 5. | Percent of youth binge drinking. | 24% | 23.9% | 23.8% |
| 5. | Percent of adults binge drinking. | 23.5% | 23% | 22.5% |
| 5. | Percent of adults experiencing serious psychological distress. | 10.9% | 10.8% | 10.7% |
| 6. | Incidence of pressure ulcers among nursing home residents. | 2.24% | 2.1% | 2% |
| 7. | Percent of individuals receiving publicly-funded long-term care who are in community settings. | 68% | 72% | 74% |
| 7. | Adult waitlist for community-based long-term care. | 3,738 | 1,235 | 560 |
| 7. | Children's waitlist for community-based long-term care. | 1,941 | 2,000 | 2,000 |

Note: Based on calendar year

¹Based on federal fiscal year.

DEPARTMENT OF HEALTH SERVICES**GOVERNOR'S BUDGET RECOMMENDATIONS****RECOMMENDATIONS**

1. Increase Employee Contributions to Pension and Health Insurance
2. Budget Efficiencies
3. Eliminate Long-Term Vacancies
4. Technical Modification
5. Medicaid Base Reestimate
6. Replacement of Enhanced Federal Matching Funds for Medicaid
7. SeniorCare Reestimate
8. Medical Assistance Efficiencies
9. Family Care Program and Funding
10. Medicaid and FoodShare Administration Base Reestimate
11. Income Maintenance Centralization
12. Wisconsin Medicaid Cost Reporting Simplification
13. Medicaid Rebates and Collections
14. Supplemental Security Income and Caretaker Supplement Reestimate
15. Transfer of Supplemental Security Income and Caretaker Supplement
16. FoodShare Transfer
17. Eliminate State-Only FoodShare Program
18. Funeral and Cemetery Aids Reestimate
19. Disease Aids Reestimate
20. Community Recovery Services
21. Nursing Home Rate Statute Technical Change
22. Repeal of Adult Family Home Certification
23. Delete the Wisconsin Quality Home Care Authority Funding
24. Third-Party Claims Administrator
25. Medical Record Copy Fees
26. Fees for State Lab of Hygiene Blood Specimen Cards
27. Wisconsin Resource Center Female Treatment Unit
28. Wisconsin Resource Center Unit Closures
29. Centers for Developmentally Disabled
30. Mendota Juvenile Treatment Center
31. Mental Health Institute Funding Split
32. Shared Services
33. Conditional Release and Supervised Release Reestimate
34. Eliminate Pharmacy Request for Proposal Language
35. Reestimate of Institution Costs
36. Brighter Futures Funding Transfer
37. Transfer of CARES IT Security Positions
38. Transfer of OSER Position
39. Gifts and Grants Appropriation Technical Change
40. Federal and Program Revenue Reestimates
41. Fuel and Utilities Reestimate
42. Debt Service Reestimate
43. Standard Budget Adjustments

ITEMS NOT APPROVED

44. Change Institutions Program Revenue Appropriation from Annual to Continuing
45. Medicaid Rate Reform 3.0
46. Wisconsin Institute for Healthy Aging
47. Administrative Transfers

Table 1
Department Budget Summary by Funding Source (in thousands of dollars)

| | ACTUAL FY10 | ADJUSTED BASE FY11 | AGENCY REQUEST | | GOVERNOR'S RECOMMENDATION | |
|-------------------------|----------------|--------------------------|----------------|---------------|------------------------------|---------------|
| | | | FY12 | FY13 | FY12 | FY13 |
| GENERAL PURPOSE REVENUE | \$1,939,696.6 | \$2,132,224.6 | \$2,399,983.3 | \$2,539,086.5 | \$2,645,359.5 | \$2,614,886.1 |
| State Operations | 237,765.4 | 252,095.9 | 300,771.3 | 301,539.8 | 298,220.4 | 332,273.8 |
| Local Assistance | 268,896.7 | 324,336.8 | 319,729.0 | 345,882.5 | 307,122.6 | 280,776.6 |
| Aids to Ind. & Org. | 1,433,034.5 | 1,555,791.9 | 1,779,483.0 | 1,891,664.2 | 2,040,016.5 | 2,001,835.7 |
| FEDERAL REVENUE (1) | \$5,317,234.9 | \$4,609,740.7 | \$5,321,250.5 | \$5,449,324.3 | \$4,832,192.7 | \$4,805,570.1 |
| State Operations | 231,780.1 | 179,683.4 | 231,170.7 | 228,594.8 | 252,509.4 | 269,895.9 |
| Local Assistance | 134,441.1 | 119,234.3 | 120,535.9 | 120,450.7 | 111,346.8 | 89,244.5 |
| Aids to Ind. & Org. | 4,951,013.7 | 4,310,823.0 | 4,969,543.9 | 5,100,278.8 | 4,468,336.5 | 4,446,429.7 |
| PROGRAM REVENUE (2) | \$491,314.3 | \$522,139.9 | \$552,237.3 | \$578,469.0 | \$496,426.3 | \$490,136.0 |
| State Operations | 268,783.3 | 291,948.4 | 299,872.5 | 300,880.2 | 288,659.3 | 290,389.1 |
| Local Assistance | 4,158.5 | 4,301.8 | 5,277.8 | 5,277.8 | 5,099.1 | 5,099.1 |
| Aids to Ind. & Org. | 218,372.5 | 225,889.7 | 247,087.0 | 272,311.0 | 202,667.9 | 194,647.8 |
| SEGREGATED REVENUE (3) | \$655,720.2 | \$864,930.4 | \$924,020.1 | \$929,788.8 | \$804,661.6 | \$815,062.8 |
| State Operations | 311.7 | 312.2 | 331.8 | 331.8 | 315.9 | 315.9 |
| Aids to Ind. & Org. | 655,408.5 | 864,618.2 | 923,688.3 | 929,457.0 | 804,345.7 | 814,746.9 |
| TOTALS - ANNUAL | \$8,403,966.0 | \$8,129,035.6 | \$9,197,491.2 | \$9,496,668.6 | \$8,778,640.1 | \$8,725,655.0 |
| State Operations | 738,640.5 | 724,039.9 | 832,146.3 | 831,346.6 | 839,705.0 | 892,874.7 |
| Local Assistance | 407,496.3 | 447,872.9 | 445,542.7 | 471,611.0 | 423,568.5 | 375,120.2 |
| Aids to Ind. & Org. | 7,257,829.2 | 6,957,122.8 | 7,919,802.2 | 8,193,711.0 | 7,515,366.6 | 7,457,660.1 |

(1) Includes Program Revenue-Federal and Segregated Revenue-Federal

(2) Includes Program Revenue-Service and Program Revenue-Other

(3) Includes Segregated Revenue-Service, Segregated Revenue-Other and Segregated Revenue-Local

Table 2
Department Position Summary by Program (in FTE positions) (4)

| | ADJUSTED BASE FY11 | AGENCY REQUEST | | GOVERNOR'S RECOMMENDATION | |
|-------------------------|--------------------------|----------------|----------|------------------------------|----------|
| | | FY12 | FY13 | FY12 | FY13 |
| GENERAL PURPOSE REVENUE | 2,229.72 | 2,354.42 | 2,354.42 | 2,344.29 | 2,344.29 |
| FEDERAL REVENUE (1) | 959.76 | 943.44 | 935.94 | 998.20 | 990.70 |
| PROGRAM REVENUE (2) | 2,383.23 | 2,366.76 | 2,365.00 | 2,342.02 | 2,340.26 |
| SEGREGATED REVENUE (3) | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 |
| TOTALS - ANNUAL | 5,574.71 | 5,666.62 | 5,657.36 | 5,686.51 | 5,677.25 |

(1) Includes Program Revenue-Federal and Segregated Revenue-Federal

(2) Includes Program Revenue-Service and Program Revenue-Other

(3) Includes Segregated Revenue-Service, Segregated Revenue-Other and Segregated Revenue-Local

(4) All positions are State Operations unless otherwise specified

Table 3
Department Budget Summary by Program (in thousands of dollars)

| | ACTUAL FY10 | ADJUSTED BASE FY11 | AGENCY REQUEST | | GOVERNOR'S RECOMMENDATION | |
|--|----------------------|--------------------------|----------------------|----------------------|------------------------------|----------------------|
| | | | FY12 | FY13 | FY12 | FY13 |
| 1. Public health services planning, regulation and delivery | \$276,993.6 | \$249,271.8 | \$277,065.6 | \$277,709.6 | \$268,087.8 | \$268,731.8 |
| 2. Mental health and developmental disabilities services; facilities | \$361,719.0 | \$365,212.8 | \$390,897.7 | \$392,996.7 | \$367,687.0 | \$385,279.6 |
| 4. Health care access and accountability | \$7,212,426.3 | \$6,915,492.3 | \$7,920,424.1 | \$8,172,042.3 | \$7,544,134.1 | \$7,482,944.2 |
| 5. Mental health and substance abuse services | \$78,805.0 | \$59,383.8 | \$72,534.9 | \$72,544.6 | \$69,737.1 | \$69,746.8 |
| 6. Quality assurance services planning, regulation and delivery | \$21,003.3 | \$27,300.9 | \$28,913.2 | \$28,860.0 | \$27,263.5 | \$27,210.3 |
| 7. Long term care services administration and delivery | \$395,938.7 | \$452,923.9 | \$450,341.5 | \$494,877.9 | \$446,178.0 | \$435,866.4 |
| 8. General administration | \$57,080.1 | \$59,450.1 | \$57,314.2 | \$57,637.5 | \$55,552.6 | \$55,875.9 |
| TOTALS | \$8,403,966.0 | \$8,129,035.6 | \$9,197,491.2 | \$9,496,668.6 | \$8,778,640.1 | \$8,725,655.0 |

Table 4
Department Position Summary by Program (in FTE positions) (4)

| | ADJUSTED BASE FY11 | AGENCY REQUEST | | GOVERNOR'S RECOMMENDATION | |
|--|--------------------------|-----------------|-----------------|------------------------------|-----------------|
| | | FY12 | FY13 | FY12 | FY13 |
| 1. Public health services planning, regulation and delivery | 411.59 | 404.34 | 397.34 | 397.60 | 390.60 |
| 2. Mental health and developmental disabilities services; facilities | 3,885.78 | 3,988.89 | 3,987.13 | 3,899.35 | 3,897.59 |
| 4. Health care access and accountability | 504.33 | 499.19 | 499.19 | 636.38 | 636.38 |
| 5. Mental health and substance abuse services | 50.42 | 52.42 | 52.42 | 50.42 | 50.42 |
| 6. Quality assurance services planning, regulation and delivery | 240.38 | 238.68 | 238.18 | 230.10 | 229.60 |
| 7. Long term care services administration and delivery | 165.71 | 168.60 | 168.60 | 158.16 | 158.16 |
| 8. General administration | 316.50 | 314.50 | 314.50 | 314.50 | 314.50 |
| TOTALS | 5,574.71 | 5,666.62 | 5,657.36 | 5,686.51 | 5,677.25 |

(4) All positions are State Operations unless otherwise specified

1. Increase Employee Contributions to Pension and Health Insurance

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-------------|----------|-------------|---------------------------|-------------|--------------------|-------------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | 0.00 | 0 | 0.00 | -9,626,500 | 0.00 | -9,626,500 | 0.00 |
| PR-F | 0 | 0.00 | 0 | 0.00 | -4,098,600 | 0.00 | -4,098,600 | 0.00 |
| PR-O | 0 | 0.00 | 0 | 0.00 | -7,994,900 | 0.00 | -7,989,900 | 0.00 |
| PR-S | 0 | 0.00 | 0 | 0.00 | -1,244,200 | 0.00 | -1,244,200 | 0.00 |
| SEG-O | 0 | 0.00 | 0 | 0.00 | -15,900 | 0.00 | -15,900 | 0.00 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | -22,980,100 | 0.00 | -22,975,100 | 0.00 |

The Governor recommends increasing state employee contributions towards pension and health insurance costs. Employees will generally pay 50 percent of the total required retirement contribution, which for calendar year 2011 equals 5.8 percent of salary. The Governor further recommends increasing employee contributions for health insurance from approximately 6 percent of the premium to 12.6 percent of the premium. These modifications are necessary to bring state employee compensation in line with private sector employment and reduce compensation costs.

2. Budget Efficiencies

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-------------|----------|-------------|---------------------------|-------------|-------------------|-------------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | 0.00 | 0 | 0.00 | -7,684,200 | 0.00 | -7,684,200 | 0.00 |
| PR-O | 0 | 0.00 | 0 | 0.00 | -1,564,400 | 0.00 | -1,564,400 | 0.00 |
| PR-S | 0 | 0.00 | 0 | 0.00 | -379,900 | 0.00 | -379,900 | 0.00 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | -9,628,500 | 0.00 | -9,628,500 | 0.00 |

The Governor recommends reducing funding, excluding salary and fringe benefits, in most GPR and PR appropriations by 10 percent to create additional efficiencies and balance the budget. The Governor also recommends eliminating family planning grant funding in order to focus scarce resources on priority programs.

3. Eliminate Long-Term Vacancies

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-------------|----------|-------------|---------------------------|---------------|-------------------|---------------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | 0.00 | 0 | 0.00 | -742,800 | -11.42 | -742,800 | -11.42 |
| PR-F | 0 | 0.00 | 0 | 0.00 | -511,400 | -8.80 | -511,400 | -8.80 |
| PR-O | 0 | 0.00 | 0 | 0.00 | -1,975,000 | -26.39 | -1,975,000 | -26.39 |
| PR-S | 0 | 0.00 | 0 | 0.00 | -351,800 | -5.75 | -351,800 | -5.75 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | -3,581,000 | -52.36 | -3,581,000 | -52.36 |

The Governor recommends eliminating position authority and related funding for positions that have been vacant for longer than 12 months.

4. Technical Modification

The Governor recommends incorporating position changes related to budget repair legislation.

5. Medicaid Base Reestimate

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------------|-----------|---------------------------|-----------|-------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 60,976,900 | 0.00 | 149,539,500 | 0.00 | 13,273,400 | 0.00 | 54,051,800 | 0.00 |
| PR-F | 1,014,414,300 | 0.00 | 1,187,010,500 | 0.00 | 856,236,300 | 0.00 | 940,988,500 | 0.00 |
| PR-O | 2,908,600 | 0.00 | -1,884,100 | 0.00 | 695,100 | 0.00 | -5,057,800 | 0.00 |
| PR-S | 8,300 | 0.00 | 8,300 | 0.00 | 8,300 | 0.00 | 8,300 | 0.00 |
| SEG-O | 53,115,900 | 0.00 | 39,163,700 | 0.00 | -65,831,400 | 0.00 | -72,809,300 | 0.00 |
| TOTAL | 1,131,424,000 | 0.00 | 1,373,837,900 | 0.00 | 804,381,700 | 0.00 | 917,181,500 | 0.00 |

The Governor recommends adjusting the department's base budget to reflect reestimates of Medicaid and BadgerCare Plus enrollment, intensity, managed care premiums, Medicare premiums and revenues.

6. Replacement of Enhanced Federal Matching Funds for Medicaid

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|--------------|-----------|---------------------------|-----------|--------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 338,416,400 | 0.00 | 394,205,400 | 0.00 | 660,254,700 | 0.00 | 666,606,600 | 0.00 |
| PR-F | -338,416,400 | 0.00 | -394,205,400 | 0.00 | -660,254,700 | 0.00 | -666,606,600 | 0.00 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | 0 | 0.00 | 0 | 0.00 |

The Governor recommends replacing one-time enhanced federal matching funds provided under the American Recovery and Reinvestment Act and the Education Jobs Act with GPR.

7. SeniorCare Reestimate

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|------------|-----------|---------------------------|-----------|------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | -6,406,800 | 0.00 | -3,539,800 | 0.00 | -4,123,300 | 0.00 | -1,460,900 | 0.00 |
| PR-F | -4,712,400 | 0.00 | -2,298,100 | 0.00 | -6,995,900 | 0.00 | -4,377,000 | 0.00 |
| PR-O | -755,300 | 0.00 | 3,611,800 | 0.00 | -755,300 | 0.00 | 3,611,800 | 0.00 |
| TOTAL | -11,874,500 | 0.00 | -2,226,100 | 0.00 | -11,874,500 | 0.00 | -2,226,100 | 0.00 |

The Governor recommends reestimating SeniorCare costs to reflect changes in caseload, cost and utilization of prescription drugs.

8. Medical Assistance Efficiencies

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|-------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | 0.00 | 0 | 0.00 | -11,467,500 | 0.00 | -19,687,400 | 0.00 |
| PR-F | 0 | 0.00 | 0 | 0.00 | -15,318,900 | 0.00 | -25,844,600 | 0.00 |
| PR-O | 0 | 0.00 | 0 | 0.00 | -8,300,000 | 0.00 | -16,600,000 | 0.00 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | -35,086,400 | 0.00 | -62,132,000 | 0.00 |

The Governor recommends increasing efficiency in the Medical Assistance program by making the following changes: (a) limiting Medicaid reimbursement for end stage renal disease; (b) eliminating Medicaid payments for family planning services for men; (c) limiting payment of coinsurance for services under Medicare Part A; (d) eliminating supplemental payments to essential access city hospitals; and (e) requiring individuals enrolled in SeniorCare to also enroll in Medicare Part D.

9. Family Care Program and Funding

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|-------------|-----------|---------------------------|-----------|--------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | -8,886,600 | 0.00 | -10,229,400 | 0.00 | -26,453,100 | 0.00 | -84,923,400 | 0.00 |
| PR-F | -145,600 | 0.00 | 11,356,100 | 0.00 | -40,609,600 | 0.00 | -132,483,700 | 0.00 |
| PR-O | 3,735,700 | 0.00 | 27,719,600 | 0.00 | 0 | 0.00 | 0 | 0.00 |
| TOTAL | -5,296,500 | 0.00 | 28,846,300 | 0.00 | -67,062,700 | 0.00 | -217,407,100 | 0.00 |

The Governor recommends refocusing the Family Care program and incorporating recommendations of a pending Legislative Audit Bureau audit. In the last two years, participation in the Family Care program has increased by 29 counties and 15,000 individuals without an adequate review of the effectiveness of the program in meeting the care needs of participants, and providing services in a cost-effective and accountable manner. Family Care program improvement efforts will be bolstered by the findings of the audit.

10. Medicaid and FoodShare Administration Base Reestimate

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|------------|-----------|---------------------------|-----------|------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | 0.00 | 0 | 0.00 | 15,393,500 | 0.00 | 15,325,000 | 0.00 |
| PR-F | -4,284,800 | 0.00 | -7,247,100 | 0.00 | 37,533,400 | 0.00 | 32,945,100 | 0.00 |
| TOTAL | -4,284,800 | 0.00 | -7,247,100 | 0.00 | 52,926,900 | 0.00 | 48,270,100 | 0.00 |

The Governor recommends increasing funding based on reestimates of administrative costs, including the administration of current Medicaid programs, the statewide Enrollment Services Center and federally required modifications to the Medicaid payment system.

11. Income Maintenance Centralization

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-------------|----------|-------------|---------------------------|---------------|-------------------|---------------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | 0.00 | 0 | 0.00 | 10,242,800 | 68.76 | -18,660,600 | 68.76 |
| PR-F | 0 | 0.00 | 0 | 0.00 | 12,049,300 | 63.74 | 11,082,700 | 63.74 |
| PR-O | 0 | 0.00 | 0 | 0.00 | -50,200 | -1.00 | -50,200 | -1.00 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | 22,241,900 | 131.50 | -7,628,100 | 131.50 |

The Governor recommends transferring administration of income maintenance programs, including eligibility determination for Medicaid and FoodShare, from counties and tribes to the state. This consolidation will improve the accuracy and timeliness of eligibility determinations, while reducing total income maintenance costs by \$48 million per year and decreasing the number of overall staff in the program by an estimated 270 FTE positions.

12. Wisconsin Medicaid Cost Reporting Simplification

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|-------------------|-------------|-------------------|-------------|---------------------------|-------------|-------------------|-------------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | -7,397,700 | 0.00 | -9,134,500 | 0.00 | -7,244,100 | 0.00 | -8,568,400 | 0.00 |
| SEG-O | 5,954,200 | 0.00 | 25,675,100 | 0.00 | 5,558,900 | 0.00 | 22,938,000 | 0.00 |
| TOTAL | -1,443,500 | 0.00 | 16,540,600 | 0.00 | -1,685,200 | 0.00 | 14,369,600 | 0.00 |

The Governor recommends reducing funding to reflect a change in the process for claiming federal Medicaid funding under the Wisconsin Medicaid Cost Reporting program.

13. Medicaid Rebates and Collections

The Governor recommends creating a program revenue appropriation for provider refunds and other collections related to expenditures for the Medical Assistance program.

14. Supplemental Security Income and Caretaker Supplement Reestimate

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|------------------|-------------|------------------|-------------|---------------------------|-------------|------------------|-------------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 2,226,400 | 0.00 | 4,638,800 | 0.00 | 2,226,400 | 0.00 | 4,638,800 | 0.00 |
| PR-S | 1,207,000 | 0.00 | 1,207,000 | 0.00 | 1,207,000 | 0.00 | 1,207,000 | 0.00 |
| TOTAL | 3,433,400 | 0.00 | 5,845,800 | 0.00 | 3,433,400 | 0.00 | 5,845,800 | 0.00 |

The Governor recommends increasing funding to reflect a reestimate of projected caseloads for the Supplemental Security Income program, including the Caretaker Supplement.

15. Transfer of Supplemental Security Income and Caretaker Supplement

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|--------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | 0.00 | 0 | 0.00 | -145,179,200 | 0.00 | -147,591,600 | 0.00 |
| PR-S | 0 | 0.00 | 0 | 0.00 | -29,227,400 | 0.00 | -29,227,400 | 0.00 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | -174,406,600 | 0.00 | -176,819,000 | 0.00 |

The Governor recommends transferring the Supplemental Security Income and Caretaker Supplement program to the Department of Children and Families to consolidate similar programs and improve administrative oversight. See Department of Children and Families, Item #7.

16. FoodShare Transfer

The Governor recommends transferring the FoodShare program to the Department of Children and Families on January 1, 2013, to consolidate the administration of similar programs. The Governor also recommends authorizing the secretary of the Department of Administration to transfer positions and funding as necessary. See Department of Children and Families, Item #6.

17. Eliminate State-Only FoodShare Program

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|----------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | 0.00 | 0 | 0.00 | -380,000 | 0.00 | -380,000 | 0.00 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | -380,000 | 0.00 | -380,000 | 0.00 |

The Governor recommends reducing funding to reflect the elimination of the state-only FoodShare program, which provides FoodShare benefits to legal immigrants who do not meet federal residency requirements. The costs for the program will increase from \$400,000 GPR per year to \$3,000,000 GPR per year by fiscal year 2013, making the continuation of this benefit unsustainable in the current economic climate.

18. Funeral and Cemetery Aids Reestimate

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|-----------|-----------|---------------------------|-----------|-----------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 5,876,200 | 0.00 | 6,626,000 | 0.00 | 3,897,000 | 0.00 | 4,043,800 | 0.00 |
| TOTAL | 5,876,200 | 0.00 | 6,626,000 | 0.00 | 3,897,000 | 0.00 | 4,043,800 | 0.00 |

The Governor recommends increasing funding for payments to counties based on a reestimate of unreimbursed funeral and cemetery costs. The Governor also recommends creating a separate appropriation for the program.

19. Disease Aids Reestimate

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|----------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | -25,700 | 0.00 | 438,400 | 0.00 | -775,700 | 0.00 | -311,600 | 0.00 |
| TOTAL | -25,700 | 0.00 | 438,400 | 0.00 | -775,700 | 0.00 | -311,600 | 0.00 |

The Governor recommends reestimating the Disease Aids program to reflect a reestimate of benefit expenditures and changes in Medicaid reimbursement for end stage renal disease. See Item #8.

20. Community Recovery Services

The Governor recommends expanding the scope of services under the Community Recovery Services waiver to permit counties to claim federal Medicaid reimbursement for additional types of community-based services provided to individuals with mental illness.

21. Nursing Home Rate Statute Technical Change

The Governor recommends providing the department the option of using the most recent federal Resource Utilization Group methodology for determining Medicaid reimbursement to nursing homes.

22. Repeal of Adult Family Home Certification

The Governor recommends transferring the certification of one and two bedroom adult family homes to counties. The authority to certify these facilities was transferred to the state in 2009 Wisconsin Act 28, but the administration of the program did not transfer because it was determined that it was more efficient for local entities to conduct the certifications.

23. Delete the Wisconsin Quality Home Care Authority Funding

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|----------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | 0.00 | 0 | 0.00 | -275,000 | 0.00 | -275,000 | 0.00 |
| PR-F | 0 | 0.00 | 0 | 0.00 | -225,000 | 0.00 | -225,000 | 0.00 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | -500,000 | 0.00 | -500,000 | 0.00 |

The Governor recommends eliminating funding related to the Wisconsin Quality Home Care Authority to reflect the elimination of the authority.

24. Third-Party Claims Administrator

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|------------|-----------|---------------------------|-----------|------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| PR-O | 11,237,000 | 0.00 | 12,773,300 | 0.00 | 11,237,000 | 0.00 | 12,773,300 | 0.00 |
| TOTAL | 11,237,000 | 0.00 | 12,773,300 | 0.00 | 11,237,000 | 0.00 | 12,773,300 | 0.00 |

The Governor recommends increasing expenditure authority and creating an appropriation to permit the department to use a third-party administrator to process claims for the Children's Long-Term Supports waivers in order to meet federal reporting requirements.

25. Medical Record Copy Fees

The Governor recommends authorizing the department to set fees for copies of medical records by administrative rule.

26. Fees for State Lab of Hygiene Blood Specimen Cards

The Governor recommends authorizing the department to set fees for testing infants for congenital disorders by administrative rule.

27. Wisconsin Resource Center Female Treatment Unit

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|---------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 1,051,500 | 0.00 | 849,900 | 0.00 | 1,051,500 | 0.00 | 849,900 | 0.00 |
| TOTAL | 1,051,500 | 0.00 | 849,900 | 0.00 | 1,051,500 | 0.00 | 849,900 | 0.00 |

The Governor recommends increasing funding to reflect the costs of opening the Wisconsin Resource Center Female Treatment Unit in August 2011, as required by a settlement agreement with the U.S. Department of Justice.

28. Wisconsin Resource Center Unit Closures

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|------------|-----------|---------------------------|-----------|------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | -4,833,300 | 0.00 | -5,800,000 | 0.00 | -4,833,300 | -59.25 | -5,800,000 | -59.25 |
| TOTAL | -4,833,300 | 0.00 | -5,800,000 | 0.00 | -4,833,300 | -59.25 | -5,800,000 | -59.25 |

The Governor recommends reducing funding and position authority to reflect the savings resulting from closing treatment units at the Wisconsin Resource Center and moving sexually violent persons to the Sand Ridge Secure Treatment Center.

29. Centers for Developmentally Disabled

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|-----------|-----------|---------------------------|-----------|-----------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| PR-O | 7,991,400 | 105.41 | 7,904,100 | 103.65 | 8,675,600 | 105.41 | 9,305,400 | 103.65 |
| TOTAL | 7,991,400 | 105.41 | 7,904,100 | 103.65 | 8,675,600 | 105.41 | 9,305,400 | 103.65 |

The Governor recommends restoring expenditure authority and positions to the Southern Wisconsin Center for the Developmentally Disabled to reflect the number of community placements made during the 2009-11 biennium. The 2009-11 biennial budget deleted a total of 120.1 FTE PR positions, assuming a total of 70 placements would be made; however, only 11 placements are now planned. The Governor also recommends increasing expenditure authority to reflect a reestimate of the licensed bed assessment fees.

30. Mendota Juvenile Treatment Center

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|---------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| PR-S | 200,200 | 0.00 | 273,500 | 0.00 | 200,200 | 0.00 | 273,500 | 0.00 |
| TOTAL | 200,200 | 0.00 | 273,500 | 0.00 | 200,200 | 0.00 | 273,500 | 0.00 |

The Governor recommends increasing expenditure authority for the cost of care for juveniles at the Mendota Juvenile Treatment Center to reflect a reestimate of revenues received from the Department of Corrections.

31. Mental Health Institute Funding Split

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|-------------|-----------|---------------------------|-----------|-------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 11,077,700 | 116.53 | 11,077,700 | 116.53 | 11,077,700 | 116.53 | 11,077,700 | 116.53 |
| PR-O | -11,077,700 | -116.53 | -11,077,700 | -116.53 | -11,077,700 | -116.53 | -11,077,700 | -116.53 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | 0 | 0.00 | 0 | 0.00 |

The Governor recommends adjusting funding and expenditure authority to reflect a reestimate of forensic and civil commitment patient populations at the Mendota and Winnebago Mental Health Institutes.

32. Shared Services

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|---------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | -0.05 | 0 | -0.05 | 0 | -0.05 | 0 | -0.05 |
| PR-O | 0 | 0.05 | 0 | 0.05 | 0 | 0.05 | 0 | 0.05 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | 0 | 0.00 | 0 | 0.00 |

The Governor recommends adjusting position authority to reflect a reestimate of the services shared between the Central Wisconsin Center and Mendota Mental Health Institute, and between the Wisconsin Resource Center and Winnebago Mental Health Institute.

33. Conditional Release and Supervised Release Reestimate

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|---------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | -10,200 | 0.00 | 526,000 | 0.00 | -10,200 | 0.00 | 526,000 | 0.00 |
| TOTAL | -10,200 | 0.00 | 526,000 | 0.00 | -10,200 | 0.00 | 526,000 | 0.00 |

The Governor recommends adjusting funding to reflect a reestimate of costs for outpatient competency examinations, conditional and supervised release, and treatment to competency programs.

34. Eliminate Pharmacy Request for Proposal Language

The Governor recommends eliminating a provision that requires the department to issue a request for proposals to provide pharmacy management services for all state treatment facilities. The requirement has been fulfilled, making this statutory provision obsolete.

35. Reestimate of Institution Costs

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|------------|-----------|---------------------------|-----------|------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 376,200 | 0.00 | 2,314,400 | 0.00 | 376,200 | 0.00 | 2,314,400 | 0.00 |
| PR-O | -2,539,700 | 0.00 | -2,338,900 | 0.00 | -2,539,700 | 0.00 | -2,338,900 | 0.00 |
| TOTAL | -2,163,500 | 0.00 | -24,500 | 0.00 | -2,163,500 | 0.00 | -24,500 | 0.00 |

The Governor recommends adjusting the funding for the facilities administered by the Division of Mental Health and Substance Abuse Services and the Division of Long Term Care for: (a) the increased cost of variable nonfood expenditures (\$517,900 GPR and -\$2,214,000 PR in FY12 and \$2,389,000 GPR and -\$2,037,100 PR in FY13); and (b) food services costs (-\$141,700 GPR and -\$325,700 PR in FY12 and -\$74,600 GPR and -\$301,800 PR in FY13).

36. Brighter Futures Funding Transfer

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|---------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 865,000 | 0.00 | 865,000 | 0.00 | 865,000 | 0.00 | 865,000 | 0.00 |
| TOTAL | 865,000 | 0.00 | 865,000 | 0.00 | 865,000 | 0.00 | 865,000 | 0.00 |

The Governor recommends transferring funding from the Department of Children and Families to the department as required by federal reporting standards. The use of Brighter Futures funds will not be impacted by the transfer. See Department of Children and Families, Item #15.

37. Transfer of CARES IT Security Positions

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|---------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| PR-S | 275,900 | 3.00 | 275,900 | 3.00 | 262,400 | 3.00 | 262,400 | 3.00 |
| TOTAL | 275,900 | 3.00 | 275,900 | 3.00 | 262,400 | 3.00 | 262,400 | 3.00 |

The Governor recommends transferring positions from the Department of Children and Families related to support for the CARES eligibility system to create administrative efficiency. See Department of Children and Families, Item #19.

38. Transfer of OSER Position

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|---------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| PR-F | 159,800 | 1.00 | 159,800 | 1.00 | 152,700 | 1.00 | 152,700 | 1.00 |
| TOTAL | 159,800 | 1.00 | 159,800 | 1.00 | 152,700 | 1.00 | 152,700 | 1.00 |

The Governor recommends transferring one attorney position from the Office of State Employment Relations to formalize an interagency exchange agreement. See Office of State Employment Relations, Item #5.

39. Gifts and Grants Appropriation Technical Change

The Governor recommends changing the use of a gifts and grants appropriation in the Division of Mental Health and Substance Abuse Services from aids to individuals to state operations. The grants received by the division are more appropriately classified for that use.

40. Federal and Program Revenue Reestimates

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|------------|-----------|---------------------------|-----------|------------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| PR-F | 39,231,800 | 0.00 | 40,661,500 | 0.00 | 39,231,800 | 0.00 | 40,661,500 | 0.00 |
| PR-O | 11,437,700 | 0.00 | 12,161,700 | 0.00 | 11,437,700 | 0.00 | 12,161,700 | 0.00 |
| PR-S | -2,831,700 | 0.00 | -2,605,400 | 0.00 | -2,831,700 | 0.00 | -2,605,400 | 0.00 |
| TOTAL | 47,837,800 | 0.00 | 50,217,800 | 0.00 | 47,837,800 | 0.00 | 50,217,800 | 0.00 |

The Governor recommends adjusting the department's expenditure authority based on reestimates of federal and program revenues.

41. Fuel and Utilities Reestimate

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|-----------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | 0.00 | 0 | 0.00 | 1,169,300 | 0.00 | 1,401,500 | 0.00 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | 1,169,300 | 0.00 | 1,401,500 | 0.00 |

The Governor recommends adjusting the department's fuel and utilities budget for expected changes in prices and to reflect statistically normal weather conditions.

42. Debt Service Reestimate

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|----------------|-----------|---------|-----------|---------------------------|-----------|-----------|-----------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 0 | 0.00 | 0 | 0.00 | -7,336,400 | 0.00 | 7,205,800 | 0.00 |
| TOTAL | 0 | 0.00 | 0 | 0.00 | -7,336,400 | 0.00 | 7,205,800 | 0.00 |

The Governor recommends adjusting the department's base budget to reflect a reestimate of debt service on authorized bonds.

43. Standard Budget Adjustments

| Source of Funds | Agency Request | | | | Governor's Recommendation | | | |
|-----------------|-------------------|---------------|-------------------|---------------|---------------------------|---------------|-------------------|---------------|
| | FY12 | | FY13 | | FY12 | | FY13 | |
| | Dollars | Positions | Dollars | Positions | Dollars | Positions | Dollars | Positions |
| GPR | 19,452,700 | 0.00 | 19,484,500 | 0.00 | 19,438,700 | 0.00 | 19,467,600 | 0.00 |
| PR-F | 5,262,600 | -17.50 | 4,145,800 | -25.00 | 5,262,600 | -17.50 | 4,145,800 | -25.00 |
| PR-O | 7,649,300 | 0.00 | 7,649,300 | 0.00 | 7,649,300 | 0.00 | 7,649,300 | 0.00 |
| PR-S | 1,206,000 | 0.00 | 1,206,000 | 0.00 | 1,206,000 | 0.00 | 1,206,000 | 0.00 |
| SEG-O | 19,600 | 0.00 | 19,600 | 0.00 | 19,600 | 0.00 | 19,600 | 0.00 |
| TOTAL | 33,590,200 | -17.50 | 32,505,200 | -25.00 | 33,576,200 | -17.50 | 32,488,300 | -25.00 |

The Governor recommends adjusting the department's base budget for: (a) turnover reduction (-\$2,088,600 in each year); (b) removal of noncontinuing elements from the base (-\$1,296,600 in FY12 and -\$2,413,400 in FY13); (c) full funding of continuing position salaries and fringe benefits (\$25,620,200 in each year); (d) overtime (\$6,315,800 in each year); (e) night and weekend differential pay (\$4,611,700 in FY12 and \$4,640,600 in FY13); (f) full funding of lease and directed moves costs (\$413,700 in each year); and (g) minor transfers within the same alpha appropriation.

ITEMS NOT APPROVED

The following requests are not included in the Governor's budget recommendations for the Department of Health Services.

| Decision Item | Source of Funds | FY12 | | FY13 | |
|---|-----------------|--------------|-----------|--------------|-----------|
| | | Dollars | Positions | Dollars | Positions |
| 44. Change Institutions Program Revenue Appropriation from Annual to Continuing | PR-O | 0 | 0.00 | 0 | 0.00 |
| 45. Medicaid Rate Reform 3.0 | GPR | -145,000,000 | 0.00 | -155,000,000 | 0.00 |
| 46. Wisconsin Institute for Healthy Living | GPR | 0 | 0.00 | 0 | 0.00 |
| 47. Administrative Transfers | GPR | 0 | 8.22 | 0 | 8.22 |
| | PR-F | 500 | 0.18 | 500 | 0.18 |
| | PR-O | -163,900 | -3.19 | -163,900 | -3.19 |
| | PR-S | -391,400 | -5.21 | -391,400 | -5.21 |
| TOTAL OF ITEMS NOT APPROVED | GPR | -145,000,000 | 8.22 | -155,000,000 | 8.22 |
| | PR-F | 500 | 0.18 | 500 | 0.18 |
| | PR-O | -163,900 | -3.19 | -163,900 | -3.19 |
| | PR-S | -391,400 | -5.21 | -391,400 | -5.21 |