

## Department of Health and Social Services

FINANCE AND MANAGEMENT SERVICES Juneau Office

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## MEMORANDUM

DATE:

April 9, 2015

TO:

Representative Newman

FROM:

Sana Efird

Assistant Commis

**SUBJECT:** 

Medicaid 101 Presentation

On March 31, 2015, the Department of Health and Social Services received the following questions. The division response is as follows:

- > Rep. Wilson are there any lawsuits pending regarding the use of waivers? At this time there are no lawsuits only fair hearings from recipients whose service level has been reduced or eliminated.
- > Rep. Munoz How many seniors on Medicare only and how many have dual coverage (Medicaid & Medicare)? What is the income cutoff for eligibility? We don't have the numbers of individuals on Medicare who are elderly versus disabled. We do know that there are 69,301 individuals in Alaska that are on Medicare and of those 14,961 are dual eligible (on both Medicare and Medicaid).
- > Rep. Wilson Can I see a service-by-service comparison between what Medicare and Medicaid pay?

Here are where the Alaska Medicaid Fee Schedules are located: (There is a different fee schedule for the different types of services over 7,000 codes)

http://manuals.medicaidalaska.com/medicaidalaska/providers/FeeSchedule.asp

Here is where the Medicare Fee Schedules can be found: (There is a Physician Fee Schedule Look-Up Tool on the left hand side that will let them compare.) http://www.cms.gov/Medicare/Medicare-Fee-for-Service-

Payment/PhysicianFeeSched/index.html

> Rep. Thompson – Is it possible to get a sense of how much Medicare pays versus how much providers charge patients?

Our Department would have to pull crossover claims and get the billed charges and how much Medicare paid. There is no way of knowing if the billed charges are what they charge the general public or not.

> Rep. Wilson – what is the cost to the state for the mandatory & optional services, and what are the numbers of recipients for each?

Please see attached document "Mandatory Optional Services Summary 2011-2014". Please note the disclaimer on the FY2014 activity.

> Rep. Edgmon – Where is Alaska in comparison with other states in terms of growth of the children's population?

	State c	of Alaska	
Area	Population Estimates ages		
Region	SFY 14 Population	SFY 13 Population	SFY 12 Population
Anchorage	82,742	83,847	83,561
Northern	39,968	41,033	41,578
Southcentral	55,167	54,826	54,251
Southeast	18,304	18,490	18,635
Western	10,501	10,502	10,340
Total	206,682	208,698	208,365
Source: Popu	lation data b	ased on estimat	tes from AK

For data in other states please use this link to the US Department of Commerce: <a href="http://factfinder.census.gov/faces/tableservices/jsf/pages/productview.xhtml?src=bkmk">http://factfinder.census.gov/faces/tableservices/jsf/pages/productview.xhtml?src=bkmk</a>

➤ Rep. Saddler – Has AK considered contracting with MCO? If this has been studied, when was the study conducted?

Please see the three attached reports from studies completed by PCG (Public Consulting Group).

> Rep. Edgmon – If chart was representing AK Medicaid expenditures, what portion would be for travel?

Transportation would be 8%

> Rep. Edgmon – What number of participants does the top 5% of spenders (slide 36) represent? What types of services are used the most in AK?

The 5% represents 4 million. Please see attached document "Mandatory Optional Services Summary 2011-2014" for the type of services used the most in Alaska.

> Rep. Munoz – Do those 5% of top spenders participate in waiver programs? Yes. The elderly and disabled make up the majority of the top spenders.

## If you have any additional questions regarding this issue, please contact me at 465-1630.

cc: Amanda Ryder, Fiscal Analyst, Legislative Finance
Adam Bryan, Capital Budget Coordinator, Office of Management and Budget
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