

FISCAL NOTE

STATE OF ALASKA
2002 LEGISLATIVE SESSION

Fiscal Note Number: _____
 Bill Version: _____
 () Publish Date: _____

Revision Date/Time (Note if correction): _____ Dept. Affected: Health & Social Services
 Title: Making Medicaid coverage for breast and cervical BRU: Medical Assistance
cancer permanent Component: Medicaid Services
 Sponsor: Rules
 Requestor: _____ Component Number: 2077

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	0.0	3,434.1	3,677.9	3,939.0	4,218.7	4,518.2
Miscellaneous						
TOTAL OPERATING	0.0	3,434.1	3,677.9	3,939.0	4,218.7	4,518.2

CAPITAL EXPENDITURES						
CHANGE IN REVENUES ()						

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts	0.0	2,922.7	3,130.2	3,352.5	3,590.5	3,845.4
1003 GF Match	0.0	511.4	547.7	586.5	628.2	672.8
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do Not Abbreviate)						
TOTAL	0.0	3,434.1	3,677.9	3,939.0	4,218.7	4,518.2

Estimate of any current year (FY2002) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2003 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This fiscal note assumes that 77 women will be eligible for treatment of breast cancer in FY04, and 164 women will be eligible for treatment of cervical cancer and pre-cancerous conditions. These numbers are estimates from the Division of Public Health, which administers a Breast and Cervical Cancer Early Detection Program grant and coordinates with the tribal grantees in the state.

These numbers are an increase over those projected in the fiscal note for HB 65, that adopted the breast and cervical cancer treatment Medicaid option, due to clarification from the Center for Medicare and Medicaid Services that women determined to have cervical pre-cancerous conditions are eligible for treatment under the Medicaid option, and passage of S. 1741 by Congress in December of 2001 that allows American Indian and Alaska Native women to be eligible for Medicaid under this option.

Prepared by: Nancy Weller Phone 465-3355
 Division: Medical Assistance Date/Time 1/7/02 11:46 AM
 Approved by: Elmer A. Lindstrom, Deputy Commissioner Date 01/07/02
 Agency: Department of Health & Social Services

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ANALYSIS CONTINUATION

The assumptions used for this fiscal note include:

- 1) Costs for FY 03 - the costs for FY03 are represented as zero even though the Division of Public Health has projected a higher number of eligible clients for two reasons: a) costs were funded for the expansion with the fiscal note attached to HB 65 last session, and b) the increased number of clients has not materialized as of this date (only 16 clients are eligible for the expansion through November of 2001).
- 2) Cost for services - The average Medicaid costs for women in FY00 diagnosed with breast cancer was \$17,336, for women diagnosed with cervical cancer \$12,955, and for women with cervical pre-cancerous conditions \$7,223. These costs include the costs for all Medicaid services. Most costs for Alaska Native women were assumed to be funded at 100% federal funds, as the tribal health care delivery system covers the costs for all treatment except radiation for breast cancer.
- 3) Federal Match rate - The federal match rate for the breast and cervical cancer option is 70.79 in FFY 03; the match rate of the Child Health Insurance Program. The same match rate is used for future calculations, as an actual match rate is impossible to project as the match is calculated annually based on per capita income, and is influenced by other factors over which the state has no control.
- 4) Growth rate - the annual growth rate is projected at 7.1%.

See attachment for breakdown of costs by subcategory.