

Fiscal Note

State of Alaska
2015 Legislative Session

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| Bill Version: | SB 78 |
| Fiscal Note Number: | 4 |
| (S) Publish Date: | 3/18/2015 |

Identifier: 0055-DHSS-CCIA-03-16-15
 Title: MEDICAL ASSISTANCE COVERAGE; REFORM
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: Governor

Department: Department of Health and Social Services
 Appropriation: Health Care Services
 Allocation: Catastrophic and Chronic Illness Assistance (AS 47.08)
 OMB Component Number: 2330

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

| | FY2016 | Included in | Out-Year Cost Estimates | | | | |
|-------------------------------|-------------------------|---------------------------|-------------------------|------------------|------------------|------------------|------------------|
| | Appropriation Requested | Governor's FY2016 Request | FY 2017 | FY 2018 | FY 2019 | FY 2020 | FY 2021 |
| OPERATING EXPENDITURES | FY 2016 | FY 2016 | | | | | |
| Personal Services | | | | | | | |
| Travel | | | | | | | |
| Services | | | | | | | |
| Commodities | | | | | | | |
| Capital Outlay | | | | | | | |
| Grants & Benefits | (1,000.0) | | (1,300.0) | (1,400.0) | (1,471.0) | (1,471.0) | (1,471.0) |
| Miscellaneous | | | | | | | |
| Total Operating | (1,000.0) | 0.0 | (1,300.0) | (1,400.0) | (1,471.0) | (1,471.0) | (1,471.0) |

Fund Source (Operating Only)

| | | | | | | | |
|---------------|------------------|------------|------------------|------------------|------------------|------------------|------------------|
| 1004 Gen Fund | (1,000.0) | | (1,300.0) | (1,400.0) | (1,471.0) | (1,471.0) | (1,471.0) |
| Total | (1,000.0) | 0.0 | (1,300.0) | (1,400.0) | (1,471.0) | (1,471.0) | (1,471.0) |

Positions

| | | | | | | | |
|-----------|--|--|--|--|--|--|--|
| Full-time | | | | | | | |
| Part-time | | | | | | | |
| Temporary | | | | | | | |

Change in Revenues

| | | | | | | | |
|--|--|--|--|--|--|--|--|
| | | | | | | | |
|--|--|--|--|--|--|--|--|

Estimated SUPPLEMENTAL (FY2015) cost: 0.0 (separate supplemental appropriation required)
 (discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2016) cost: 0.0 (separate capital appropriation required)
 (discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? yes
 If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/15

Why this fiscal note differs from previous version:

Not applicable, initial version.

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|--------------|--|--------|---------------------|
| Prepared By: | Margaret Brodie, Director | Phone: | (907)334-2520 |
| Division: | Health Care Services | Date: | 03/14/2015 12:00 PM |
| Approved By: | Sarah Woods, Deputy Director Finance & Management Services | Date: | 03/16/15 |
| Agency: | Health & Social Services | | |

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2015 LEGISLATIVE SESSION**Analysis**

Chronic and Acute Medical Assistance (CAMA) is a state-funded program serving just under 500 low-income Alaskans each month who have inadequate or no health insurance, but who do not qualify for Medicaid. CAMA provides limited services to eligible individuals only if diagnosed with one of the following conditions:

- Terminal illness
- Cancer requiring chemotherapy
- Chronic diabetes or diabetes insipidus
- Chronic seizure disorder
- Chronic mental illness
- Chronic hypertension

Covered services for those who qualify for CAMA are limited and specific to the medical condition.

The services provided under this program will begin being absorbed by Medicaid expansion on July 1, 2015.

FY2016 will see a cost savings to the general fund by shifting expenses to federal funds for the newly eligible adult group, at 100% federal participation.

The department will continue to see an escalating cost savings in the Catastrophic and Chronic Illness Assistance component of \$1,300.0 in FY2017 and a savings of \$1,400.0 in FY2018. The department anticipates a savings of \$1,471.0 from FY2019 and beyond.