

**SB**

**285**

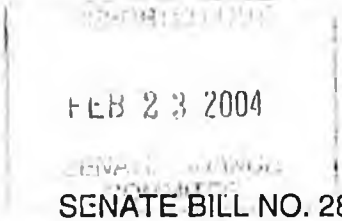
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# SENATE FINANCE COMMITTEE REPORT

DATE: 2/11/04

FURTHER:



DATE TURNED  
IN TO OFFICE: 2/23/04

Finance Committee considered

SENATE BILL NO. 285

## SB 285 MEDICAL ASSISTANCE COVERAGE

"An Act relating to medical assistance coverage for targeted case management services and for rehabilitative services furnished or paid for by a school district on behalf of certain children; and providing for an effective date."

and recommends:

- be replaced with \_\_\_\_\_ CS \_\_\_\_\_ (\_\_\_\_\_)
- adopt previous \_\_\_\_\_ CS \_\_\_\_\_ (\_\_\_\_\_)
- attached amendment(s)
- adopt Letter of Intent by \_\_\_\_\_ Committee
- further referral to \_\_\_\_\_ Committee

**Senate Bill:**  
 Same Title  
 New Title

**House Bill:**  
 Same Title  
 Technical Title Change  
 New Title w/ SCR # \_\_\_\_\_

**NEW FISCAL NOTE(S):**

Department	Date	Fiscal	Zero	Indet.	FN#

**PREVIOUS FISCAL NOTE(S):**

Department	Date	Fiscal	Indet.	Zero	FN#
HSS	1/28/04			✓	1
HSS	1/28/04			✓	2

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	DO PASS	DO NOT PASS	NO REC	AMEND
<i>Ben Stevens</i>	✓			
<i>Ben Stevens</i>	✓			
COCHAIR: <i>Linda Green</i>	✓			
COCHAIR: <i>Gary Hill</i>	✓			

# FISCAL NOTE

STATE OF ALASKA  
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1  
 Bill Version: SB 285  
 ( S ) Publish Date: 2/11/04  
 Dept. Affected: Health & Social Services  
 RDU Health Care Services  
 Component Medicaid Services

Revision Date/Time (Note if correction):

Title MEDICAID FOR SCHOOL BASED SERVICES AND TARGETED CASE MANAGEMENT

Sponsor GREEN

Requester SENATE (HES)

Component No. 2077

**Expenditures/Revenues** (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES (0)</b>						
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1037 GF/Mental Health						
Other(Specify Type-do not abbreviate)						
Other(Specify Type-do not abbreviate)						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY2004) cost:

Mark this box (X) if funding for this bill is included in the Governor's FY 2004 budget proposal:

**POSITIONS**

Full-time						
Part-time						
Temporary						

**ANALYSIS:** (Attach a separate page if necessary)

The Department of Health and Social Services anticipates no fiscal impact from this legislation relating to Medicaid payments for rehabilitative services provided by school districts.

This legislation is necessary to clarify the statutory authority of the department to offer school-based rehabilitative services.

Prepared by: Sherry Hill, Special Assistant

Division: Office of the Commissioner

Approved by: Joel S. Gilbertson, Commissioner

Agency: Department of Health and Social Services

Phone 465-1618

Date/Time 01/28/2004

Date 01/28/2004

FEB 23 2004

# FISCAL NOTE

STATE OF ALASKA  
2004 LEGISLATIVE SESSION

Fiscal Note Number: 2  
 Bill Version: SB 285  
 ( S ) Publish Date: 2/11/04  
 Dept. Affected: Health & Social Services

Revision Date/Time (Note if correction):

Title MEDICAID FOR SCHOOL BASED SERVICES AND TARGETED CASE MANAGEMENT

RDU Children's Services

Component Family Preservation

Sponsor GREEN

Requester SENATE (HES)

Component No. 1628

**Expenditures/Revenues** (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>						
-----------------------------	--	--	--	--	--	--

<b>CHANGE IN REVENUES (0)</b>						
-------------------------------	--	--	--	--	--	--

**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1037 GF/Mental Health						
Other(Specify Type-do not abbreviate)						
Other(Specify Type-do not abbreviate)						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY2004) cost: \_\_\_\_\_

Mark this box (X) if funding for this bill is included in the Governor's FY 2004 budget proposal:

**POSITIONS**

Full-time						
Part-time						
Temporary						

**ANALYSIS:** (Attach a separate page if necessary)

The proposed legislation will expand Medicaid options to fund family preservation services through Targeted Case Management for children who are subject to, or at the risk of abuse and neglect. This offers the best long-term prospects for sustaining or building these services over time. The 2003 Office of Children's Services Federal Review Program Improvement Plan (PIP) submitted by the Office of Children's Services speaks directly to the need for additional support services for families, and this is one avenue for addressing this need.

Prepared by: Sherry Hill, Special Assistant  
 Division: Office of the Commissioner  
 Approved by: Joel S. Gilbertson, Commissioner  
 Agency: Department of Health and Social Services

Phone 465-1610  
 Date/Time 01/28/2004  
 Date 01/28/2004

COMMITTEE COPY

FISCAL NOTE

FN # 2

STATE OF ALASKA  
2004 LEGISLATIVE SESSION

BILL NO. SB 285

ANALYSIS CONTINUATION

Initially this option proposes to address funding for tribal partners, but is likely to be utilized with a broader group of services providers in following years. The three largest family preservation service grantees, Kawerak, Maniilaq and Tlingit/Haida, are all tribally affiliated organizations. The Targeted Case Management will first be implemented in the tribal agencies that are currently receiving general funds.

This legislation may result in a savings of \$270.0 in General fund and it is reflected in the FY 2005 Governor's Budget request.

# ALASKA STATE LEGISLATURE



*Interim:*  
600 East Railroad Avenue  
Wasilla, Alaska 99654  
(907) 376-3370  
(907) 376-3157 Fax

*Session:*  
State Capitol  
Juneau, Alaska 99801-1182  
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(907) 465-3805 Fax

## SENATOR LYDA GREEN SENATE DISTRICT G

### Sponsor Statement for SB285

*"An Act Providing for Medicaid coverage for certain case management services; relating to payment under the Medicaid program for certain rehabilitative services furnished or paid for by a school district for eligible children; and providing for an effective date."*

#### **Targeted Case Management**

Targeted case management services are those which assist individuals in gaining access to needed medical, social, educational and other services. It allows the state to reach out beyond the bounds of the Medicaid program to coordinate a broad range of activities and services necessary to the optimal functioning of a Medicaid client. Medicaid allows states the option to cover targeted case management services. Current Alaska law restricts these targeted groups to substance abusers, chronically mentally ill adults, and severely emotionally disturbed children. The proposed change would let the Alaska Medicaid Program offer targeted case management to various groups of Medicaid recipients, potentially refinancing existing general fund expenditures.

The Department of Health and Social Services would begin by using targeted case management to fund family preservation services for children who are subject to, or at risk of, abuse and neglect. Further expansion of the service would be contingent on successful implementation of family preservation services.

#### **School-Based Rehabilitative Services**

In 2002, the Alaska Legislature amended the state Medicaid statute to allow school districts to enroll as Medicaid providers and offer rehabilitative and other services. The Department of Health and Social Services is unable to reimburse school districts for rehabilitative services due to the restrictive definition of rehabilitative services in 47.07.900, which limits providers to community mental health centers and drug and alcohol treatment centers.

By clarifying and making the definition of rehabilitative services as inclusive as the federal definition, this legislation will allow school districts to bill Medicaid for more of the services they provide to children with Individual Education Plans (IEPs).

## SENATE COMMITTEE REPORT First Committee of Referral

DATE: 1/28/04

FURTHER: Finance

Date of 5-Day Notice: 2/5/04  
(in accordance with Uniform Rule 23)

DATE TURNED  
IN TO OFFICE: 2.90.04

Health, Education and Social Services Committee considered SENATE BILL NO. 285

### SB 285 MEDICAL ASSISTANCE COVERAGE

"An Act relating to medical assistance coverage for targeted case management services and for rehabilitative services furnished or paid for by a school district on behalf of certain children; and providing for an effective date."

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**NEW FISCAL NOTE(S):**

Department	Date	Fiscal	Indet.	Zero	FN#
HSS	1/28			✓	1
HSS	1/28			✓	2

**PREVIOUS FISCAL NOTE(S):**

Department	Date	Fiscal	Indet.	Zero	FN#

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	Do PASS	Do NOT PASS	No REC	AMEND
Green <i>Lyle Green</i>	✓			
Wilken <i>Cory Wilken</i>	✓			
Dyson CHAIR: <i>Paul Dyson</i>	✓			

SENATE FINANCE COMMITTEE

SIGN - IN

SB 285-MEDICAL ASSISTANCE COVERAGE



NAME: Jon Sherwood Subject/Bill No: \_\_\_\_\_

Co./Dept./Title: DHSS Phone: 415-5820

Address: \_\_\_\_\_ Zip: \_\_\_\_\_

Do you wish to testify?  Yes  No  Respond To Questions

NAME: \_\_\_\_\_ Subject/Bill No: \_\_\_\_\_

Co./Dept./Title: \_\_\_\_\_ Phone: \_\_\_\_\_

Address: \_\_\_\_\_ Zip: \_\_\_\_\_

Do you wish to testify?  Yes  No  Respond To Questions

NAME: \_\_\_\_\_ Subject/Bill No: \_\_\_\_\_

Co./Dept./Title: \_\_\_\_\_ Phone: \_\_\_\_\_

Address: \_\_\_\_\_ Zip: \_\_\_\_\_

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NAME: \_\_\_\_\_ Subject/Bill No: \_\_\_\_\_

Co./Dept./Title: \_\_\_\_\_ Phone: \_\_\_\_\_

Address: \_\_\_\_\_ Zip: \_\_\_\_\_

Do you wish to testify?  Yes  No  Respond To Questions