

SB

285

ALASKA STATE LEGISLATURE



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Session:
State Capitol
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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).

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: _____
 Bill Version: SB285-DHSS-HCS-01-28-04

() Publish Date: _____
 Dept. Affected: Health & Social Services

Revision Date/Time (Note if correction): _____
 Title MEDICAID FOR SCHOOL BASED SERVICES
AND TARGETED CASE MANAGEMENT

RDU Health Care Services
 Component Medicaid Services

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 | | | | | | |
| TOTAL OPERATING | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

| | | | | | | |
|-------------------------------|--|--|--|--|--|--|
| CAPITAL EXPENDITURES | | | | | | |
| CHANGE IN REVENUES (0) | | | | | | |

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) | | | | | | |
| TOTAL | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

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 Phone 465-1618
 Division Office of the Commissioner Date/Time 01/28/2004
 Approved by: Joel S. Gilbertson, Commissioner Date 01/28/2004
 Agency Department of Health and Social Services

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: _____
 Bill Version: SB285-DHSS-OCS-1-28-04

Revision Date/Time (Note if correction): _____

() Publish Date: _____

Title MEDICAID FOR SCHOOL BASED SERVICES AND TARGETED CASE MANAGEMENT

Dept. Affected: Health & Social Services

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 | | | | | | |
| TOTAL OPERATING | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

| | | | | | | |
|-----------------------------|--|--|--|--|--|--|
| CAPITAL EXPENDITURES | | | | | | |
|-----------------------------|--|--|--|--|--|--|

| | | | | | | |
|-------------------------------|--|--|--|--|--|--|
| CHANGE IN REVENUES (0) | | | | | | |
|-------------------------------|--|--|--|--|--|--|

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) | | | | | | |
| TOTAL | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

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 465-1618
 Date/Time 01/28/2004
 Date 01/28/2004

FISCAL NOTE

FN #

**STATE OF ALASKA
2004 LEGISLATIVE SESSION**

BILL NO. SB285-DHSS-OCS-1-28-04

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.

SENATE COMMITTEE REPORT First Committee of Referral

DATE: 1/28/04

FURTHER: Finance

Date of 5-Day Notice: _____
(in accordance with Uniform Rule 23)

DATE TURNED
IN TO OFFICE: 2.10.04

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."

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 | Indet. | Zero | FN# |
|------------|------|--------|--------|------|-----|
| HSS | 1/28 | | | ✓ | |
| HSS | 1/28 | | | ✓ | |
| | | | | | |
| | | | | | |
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PREVIOUS FISCAL NOTE(S):

| Department | Date | Fiscal | Indet. | Zero | FN# |
|------------|------|--------|--------|------|-----|
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APPROPRIATION - no fiscal note

| SIGNATURES AND RECOMMENDATIONS: | Do PASS | Do NOT PASS | No REC | AMEND |
|---------------------------------|---------|-------------|--------|-------|
| <i>Lyle Green</i> | ✓ | | | |
| <i>Conny Wells</i> | ✓ | | | |
| | | | | |
| | | | | |
| CHAIR: <i>Paul [Signature]</i> | ✓ | | | |