

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 172** HLS 21RS 284

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.: **w/ PROP HSE COMM AMD**

Sub. Bill For.:

Date: April 26, 2021	8:22 AM	Author: BUTLER
Dept./Agy.: LDH/Medicaid		Analyst: Shawn Hotstream
Subject: dental care		

MEDICAID OR +\$292,352 GF EX See Note Page 1 of 1
Provides for Medicaid coverage of dental care for certain adults with developmental and intellectual disabilities

Proposed law requires the Louisiana Department of Health (LDH) to provide dental coverage for certain individuals with developmental disabilities. The specific population are individuals of age twenty-one or older who are enrolled in any Medicaid waiver program for persons with developmental or intellectual disabilities. Proposed law is subject to Centers for Medicaid and Medicare approval.

EXPENDITURES	2021-22	2022-23	2023-24	2024-25	2025-26	5 -YEAR TOTAL
State Gen. Fd.	\$292,352	\$5,300,615	\$5,205,541	\$5,205,541	\$5,205,541	\$21,209,590
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$285,221	\$380,295	\$380,295	\$380,295	\$1,426,106
Federal Funds	\$292,352	\$11,677,317	\$11,677,317	\$11,677,317	\$11,677,317	\$47,001,620
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$584,704	\$17,263,153	\$17,263,153	\$17,263,153	\$17,263,153	\$69,637,316

REVENUES	2021-22	2022-23	2023-24	2024-25	2025-26	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$285,221	\$380,295	\$380,295	\$380,295	\$1,426,106
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$285,221	\$380,295	\$380,295	\$380,295	\$1,426,106

EXPENDITURE EXPLANATION

Offering comprehensive dental services to certain populations is projected to increase Medicaid expenditures by approximately \$17 M in FY 22-23 and future fiscal years. The first year cost in the expenditure table above assumes administrative expenses only associated with rate development and staffing. Proposed law requires Medicaid to cover comprehensive dental care for adults with developmental disabilities that are currently enrolled in the Medicaid DD waiver programs. Currently this population receives limited dental benefits.

- 1) Comprehensive dental benefit provided under managed care.
- 2) Assumes new benefits for approximately 10,800 individuals a month (# of eligible individuals based on a 5-year average).
- 3) Individuals currently in one of the 4 DD waiver programs (NOW, Supports, Children's Choice, and ROW waivers).
- 3) Estimate \$111 per member per month costs, based on Texas model.
- 4) Additional hospital costs assumed for 50% of the population (individuals requiring at least 1 service in hospital setting).
- 5) Year one costs (salary for 1 additional support staff and \$500,000 actuarial expense for rate setting).

REVENUE EXPLANATION

Statutory Dedication revenues reflected in the revenue table above are collections of a 2.25% premium tax revenues assuming the new coverage of dental services for adults in the DD waivers are covered under managed care.

Senate
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Alan M. Boxberger

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