

# **State of Alaska FY2015 Governor's Operating Budget**

## **Department of Health and Social Services Adult Preventative Dental Medicaid Svcs Component Budget Summary**

**Component: Adult Preventative Dental Medicaid Svcs**

**Contribution to Department's Mission**

Provide health care to Alaskans in need by enhancing the emergent dental services available to adult Medicaid recipients.

This component of Alaska Medicaid is under the programmatic oversight of the DHSS Division of Health Care Services.

**Core Services**

- Preventive dental care
- Diagnostic examinations and radiographs
- Restorative dental services

**Major Component Accomplishments in 2013**

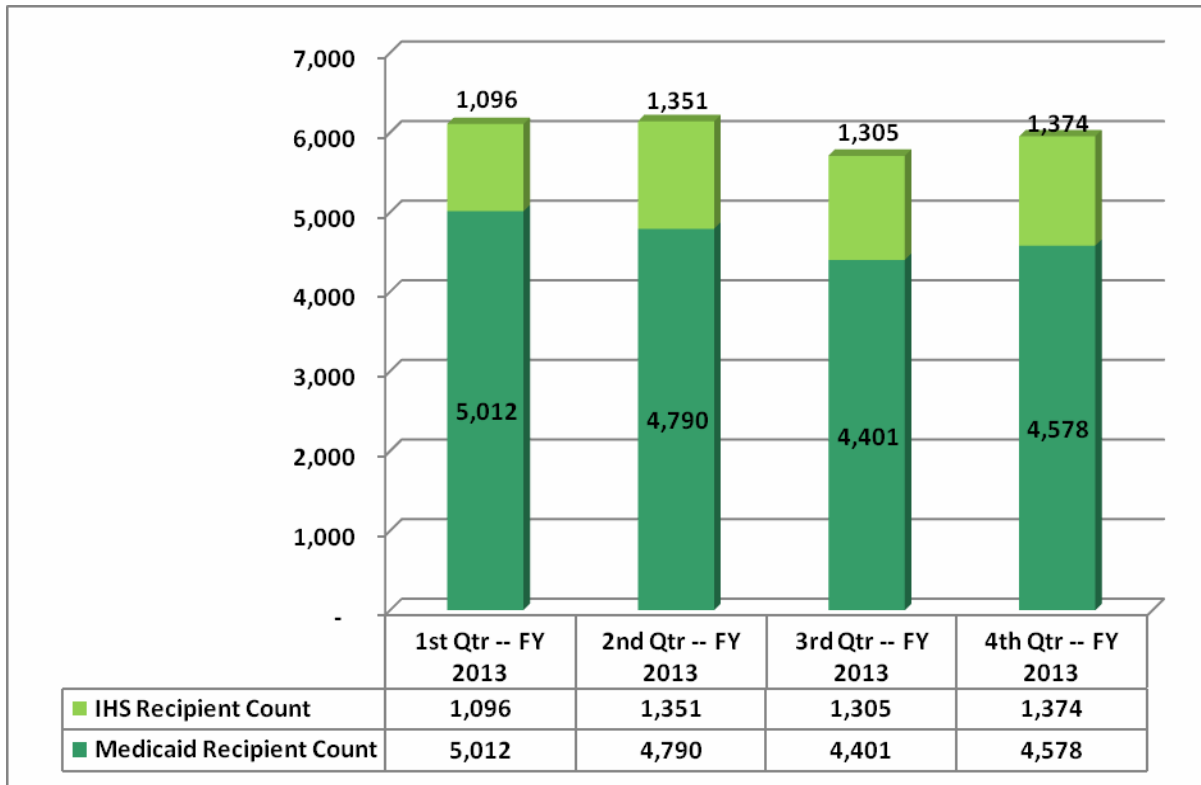
The department increased the percentage of enrolled dentists who see Medicaid patients from 33% in FY2012 to 50% in FY2013. Significantly higher participation is primarily attributable to annual rate adjustments based on changes in the U.S. Department of Labor Consumer Price Index. While the increase in service provision is encouraging, this statistic still means that of all dentists enrolled as Medicaid service providers in FY2013, half still chose not to provide service to Medicaid patients, based on the difference in the Medicaid rates of reimbursement for dental services, compared to the rates dentists charge their privately insured patients.

Tribal dental health significantly expanded their reach to tribal beneficiaries through increased utilization of dental health aide therapists. Certified by the Alaska Tribal Health System, dental health aide therapists work under the supervision of state licensed and Medicaid enrolled dentists and perform limited preventive and emergency dental services including fluoride treatment, temporary fillings, simple extractions, and local anesthesia. During FY2013, 34 certified dental health aide therapists provided Medicaid services to 4,557 recipients (697 over age 21) throughout rural Alaska.

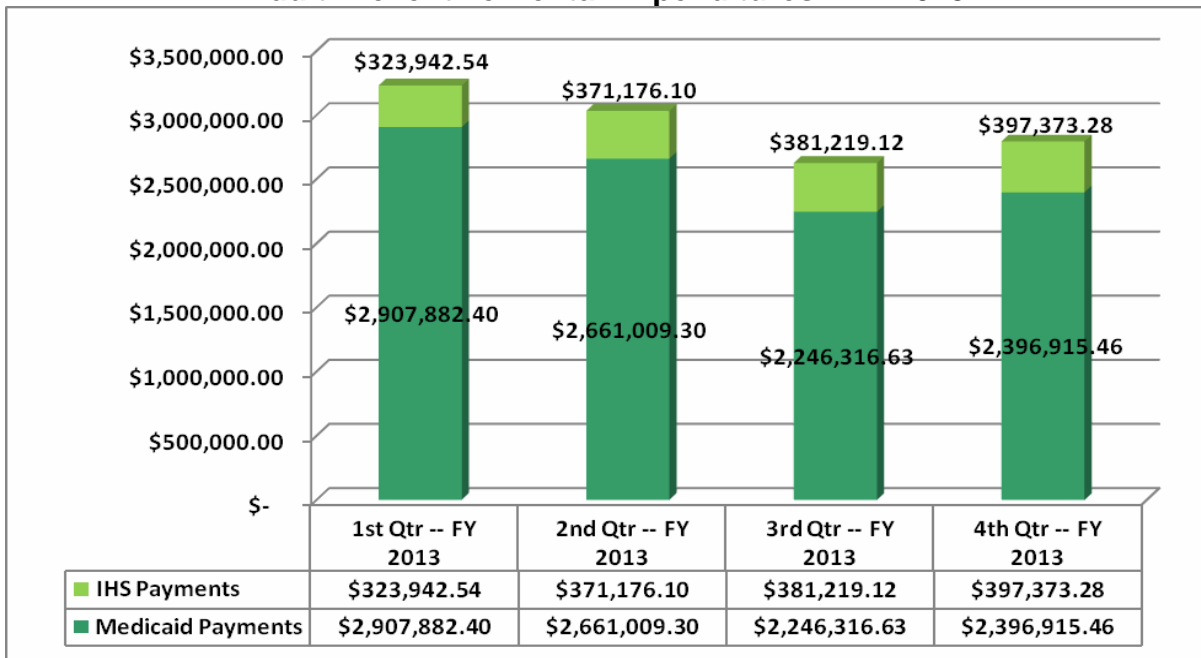
In FY2013, the Adult Preventive Dentistry Program provided services to 18,055 individual recipients over the age of 21, an increase of 16% over the previous year and 22% over the past two years.

The following charts reflect adult preventive dental and Indian Health Service dental utilization and expenditures for FY2013:

**Adult Preventive Dental Recipients -- FY2013**



**Adult Preventive Dental Expenditures -- FY2013**



**Key Component Challenges**

- A key challenge for this component continues to be not only a limited number of dentists, but also the availability of appointments for new Medicaid patients. Currently, 519 dentists are enrolled as Alaska Medicaid providers, with 259 dental providers seeing Medicaid patients, and many of those strictly limiting the number of appointments available to Medicaid recipients. The Department of Health and Social Services continues to collaborate with the Alaska Dental Society to encourage participation of dentists in the Medicaid

- program.
- Historically, reimbursement rates have been cited as a deterrent for dentists who consider enrolling as an Alaska Medicaid provider. As part of its ongoing efforts to address this challenge, the department continues to review dental rates each year to determine the need for rate adjustments based on changes in the U.S. Department of Labor Consumer Price Index.
  - Additionally, the department continues to be challenged with the complex monitoring of a recent change to the adult dental program. Recipients receive up to \$1,150 annually in non-emergency dental benefits; however this amount was insufficient for an individual to receive a full set of dentures. In response, regulations were adopted to allow a recipient to combine two years of benefits, for a total of \$2,300, in order to receive upper and lower dentures at the same time. Recipients who utilize two years of benefits to receive dentures are left with little or no non-emergency dental coverage in the second year.

### **Significant Changes in Results to be Delivered in FY2015**

No significant changes in results to be delivered in FY2015.

### **Statutory and Regulatory Authority**

Alaska Statutes:

AS 47.07 Medical Assistance for Needy Persons

AS 47.25 Public Assistance

Administrative Code:

7 AAC 43 Medical Assistance

7 AAC 100 Medicaid Assistance Eligibility

Social Security Act:

Title XIX Medicaid

Title XVIII Medicare

Code of Federal Regulations:

42 CFR Part 400 to End

<b>Contact Information</b>
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<b>Adult Preventative Dental Medicaid Svcs Component Financial Summary</b>			
		<i>All dollars shown in thousands</i>	
	<b>FY2013 Actuals</b>	<b>FY2014 Management Plan</b>	<b>FY2015 Governor</b>
<b>Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.0	0.0	0.0
73000 Services	0.0	0.0	0.0
74000 Commodities	0.0	0.0	0.0
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	11,653.8	15,715.2	15,885.3
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>11,653.8</b>	<b>15,715.2</b>	<b>15,885.3</b>
<b>Funding Sources:</b>			
1002 Federal Receipts	6,627.9	9,338.1	9,338.1
1003 General Fund Match	4,608.3	5,595.2	5,765.3
1004 General Fund Receipts	417.6	781.9	781.9
<b>Funding Totals</b>	<b>11,653.8</b>	<b>15,715.2</b>	<b>15,885.3</b>

<b>Estimated Revenue Collections</b>				
<b>Description</b>	<b>Master Revenue Account</b>	<b>FY2013 Actuals</b>	<b>FY2014 Management Plan</b>	<b>FY2015 Governor</b>
<b>Unrestricted Revenues</b>				
None.		0.0	0.0	0.0
<b>Unrestricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Restricted Revenues</b>				
Federal Receipts	51010	6,627.9	9,338.1	9,338.1
<b>Restricted Total</b>		<b>6,627.9</b>	<b>9,338.1</b>	<b>9,338.1</b>
<b>Total Estimated Revenues</b>		<b>6,627.9</b>	<b>9,338.1</b>	<b>9,338.1</b>

**Summary of Component Budget Changes  
From FY2014 Management Plan to FY2015 Governor**

*All dollars shown in thousands*

	<u>Unrestricted Gen (UGF)</u>	<u>Designated Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total Funds</u>
<b>FY2014 Management Plan</b>	<b>6,377.1</b>	<b>0.0</b>	<b>0.0</b>	<b>9,338.1</b>	<b>15,715.2</b>
<b>Proposed budget increases:</b>					
-Medicaid Services Growth	170.1	0.0	0.0	0.0	170.1
<b>FY2015 Governor</b>	<b>6,547.2</b>	<b>0.0</b>	<b>0.0</b>	<b>9,338.1</b>	<b>15,885.3</b>

**Component Detail All Funds**  
**Department of Health and Social Services**

**Component:** Adult Preventative Dental Medicaid Svcs (AR23300) (2839)  
**RDU:** Medicaid Services (595)

	<b>FY2013 Actuals</b>	<b>FY2014 Conference Committee</b>	<b>FY2014 Authorized</b>	<b>FY2014 Management Plan</b>	<b>FY2015 Governor</b>	<b>FY2014 Management Plan vs FY2015 Governor</b>	
71000 Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
72000 Travel	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
73000 Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
74000 Commodities	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
77000 Grants, Benefits	11,653.8	16,426.6	15,715.2	15,715.2	15,885.3	170.1	1.1%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
<b>Totals</b>	<b>11,653.8</b>	<b>16,426.6</b>	<b>15,715.2</b>	<b>15,715.2</b>	<b>15,885.3</b>	<b>170.1</b>	<b>1.1%</b>
<b>Fund Sources:</b>							
1002Fed Rcpts (Fed)	6,627.9	9,338.1	9,338.1	9,338.1	9,338.1	0.0	0.0%
1003G/F Match (UGF)	4,608.3	6,306.6	5,595.2	5,595.2	5,765.3	170.1	3.0%
1004Gen Fund (UGF)	417.6	781.9	781.9	781.9	781.9	0.0	0.0%
<b>Unrestricted General (UGF)</b>	<b>5,025.9</b>	<b>7,088.5</b>	<b>6,377.1</b>	<b>6,377.1</b>	<b>6,547.2</b>	<b>170.1</b>	<b>2.7%</b>
<b>Designated General (DGF)</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>0.0%</b>
<b>Other Funds</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>0.0%</b>
<b>Federal Funds</b>	<b>6,627.9</b>	<b>9,338.1</b>	<b>9,338.1</b>	<b>9,338.1</b>	<b>9,338.1</b>	<b>0.0</b>	<b>0.0%</b>
<b>Positions:</b>							
Permanent Full Time	0	0	0	0	0	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0	0	0.0%

**Change Record Detail - Multiple Scenarios with Descriptions**  
**Department of Health and Social Services**

**Component:** Adult Preventative Dental Medicaid Svcs (2839)

**RDU:** Medicaid Services (595)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2014 Conference Committee To FY2014 Authorized *****												
<b>FY2014 Conference Committee</b>												
ConfCom		16,426.6	0.0	0.0	0.0	0.0	0.0	16,426.6	0.0	0	0	0
1002 Fed Rcpts		9,338.1										
1003 G/F Match		6,306.6										
1004 Gen Fund		781.9										
<b>Align Authority for Reduction within Medicaid Services</b>												
Unalloc		-711.4	0.0	0.0	0.0	0.0	0.0	-711.4	0.0	0	0	0
1003 G/F Match		-711.4										
Distribute the \$8,368.8 general fund unallocated reduction in Medicaid Services to:												
Health Care Medicaid Services (\$3,632.0)												
Behavioral Health Medicaid Services (\$2,376.7)												
Children's Medicaid Services (\$1,648.7)												
Adult Prevention Dental Medicaid Services (\$711.4)												
<b>Subtotal</b>		<b>15,715.2</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>15,715.2</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
***** Changes From FY2014 Authorized To FY2014 Management Plan *****												
<b>Subtotal</b>		<b>15,715.2</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>15,715.2</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
***** Changes From FY2014 Management Plan To FY2015 Governor *****												
<b>Medicaid Services Growth</b>												
Inc		170.1	0.0	0.0	0.0	0.0	0.0	170.1	0.0	0	0	0
1003 G/F Match		170.1										
Growth within Adult Preventative Dental Medicaid Services is due to an increase in first time recipients within the program. As a cost-containment measure, there is a yearly cap of \$1,150 per recipient per year. New recipients drive up average spending per recipient as they typically spend up to this cap.												
<b>Totals</b>		<b>15,885.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>15,885.3</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Line Item Detail**  
**Department of Health and Social Services**  
**Grants, Benefits**

**Component:** Adult Preventative Dental Medicaid Svcs (2839)  
**RDU:** Medicaid Services (595)

Line Number	Line Name		FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
77000	Grants, Benefits		11,653.8	15,715.2	15,885.3
			<b>FY2013 Actuals</b>	<b>FY2014 Management Plan</b>	<b>FY2015 Governor</b>
<b>Expenditure Account</b>	<b>Servicing Agency</b>	<b>Explanation</b>			
<b>77000 Grants, Benefits Detail Totals</b>			<b>11,653.8</b>	<b>15,715.2</b>	<b>15,885.3</b>
77670	Benefits	Medicaid Services for preventative and restorative dental services	11,653.8	15,715.2	15,885.3

**Restricted Revenue Detail**  
**Department of Health and Social Services**

**Component:** Adult Preventative Dental Medicaid Svcs (2839)  
**RDU:** Medicaid Services (595)

<b>Master Account</b>	<b>Revenue Description</b>				<b>FY2013 Actuals</b>	<b>FY2014 Management Plan</b>	<b>FY2015 Governor</b>
51010	Federal Receipts				6,627.9	9,338.1	9,338.1
<b>Detail Information</b>							
<b>Revenue Amount</b>	<b>Revenue Description</b>	<b>Component</b>	<b>Collocation Code</b>	<b>AKSAS Fund</b>	<b>FY2013 Actuals</b>	<b>FY2014 Management Plan</b>	<b>FY2015 Governor</b>
51010	Federal Receipts				6,627.9	0.0	0.0
51010	Federal Receipts Medicaid Federal Collections- The bulk of the federal funding for the Medicaid benefits comes from claims reimbursed at the federal medical assistance percentage of FMAP. Additional Medicaid funds sources are IHS (Indian Health Services) at 100% FMAP for specific programs; Enhanced FMAP is for the State Children's Health Insurance Program (SCHIP); and, Breast and Cervical Cancer (BCC). Actual collections are based on the proportion of the expenditures eligible for each type of federal reimbursement.		6214631	11100	0.0	9,338.1	9,338.1