

State of Alaska
FY2018 Governor's Operating Budget

Department of Health and Social Services
Catastrophic and Chronic Illness Assistance (AS 47.08)
Component Budget Summary

Component: Catastrophic and Chronic Illness Assistance (AS 47.08)

Contribution to Department's Mission

Enable eligible Alaskans to manage their chronic medical illnesses and conditions.

Catastrophic and Chronic Illness Assistance is a state-funded program for low-income Alaskans who have inadequate or no health insurance, but who do not qualify for Medicaid. Catastrophic and Chronic Illness Assistance 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 Catastrophic and Chronic Illness Assistance are limited to:

- medical services provided by a physician, advanced nurse practitioner, and physician assistant in the practitioner's office or an outpatient clinic
- outpatient hospital services limited to chemotherapy and radiology for the treatment of cancer
- three (3) prescriptions per month and medical supplies limited to a 30-day supply

Core Services

- Provide payment for Catastrophic and Chronic Illness Assistance services.

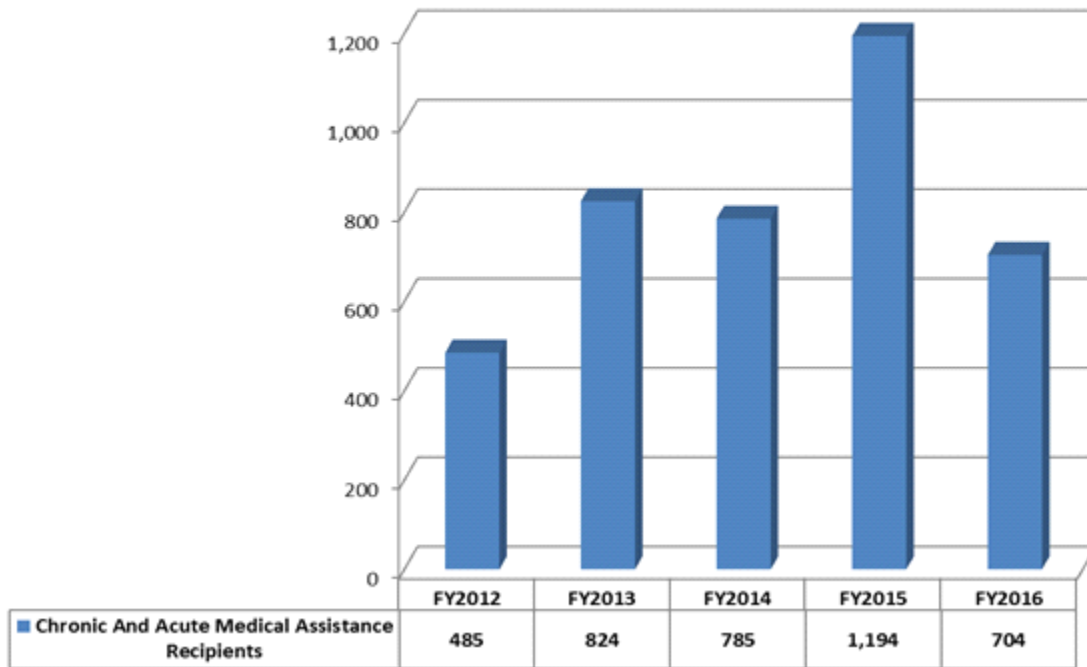
Major Component Accomplishments in 2016

The Catastrophic and Chronic Illness Assistance program experienced an anticipated 41 percent decrease in number of enrolled recipients from FY2015 to FY2016, from 1,194 to 704, and 75.0 percent decrease in expenditures, from \$1,738.1 in FY2015 to \$451.8 in FY2016.

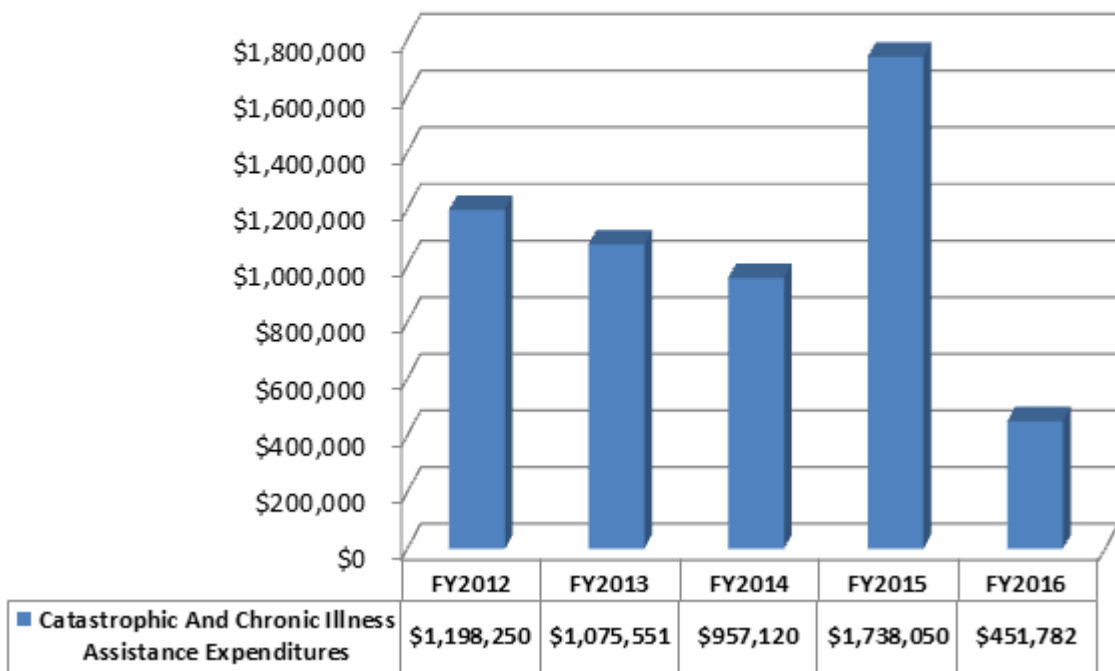
Department Core Service 1.1/ Division Core Measure 4
Department Core Service 2.1/ Division Core Measure 4
Department Core Service 2.2/ Division Core Measure 4

The following charts show the total number of Catastrophic and Chronic Illness Assistance (CCIA) recipients and the total expenditures for a five year period.

Catastrophic and Chronic Illness Assistance (CCIA) Recipients FY2012-2016



Catastrophic and Chronic Illness Assistance Expenditures FY2012-2016



Key Component Challenges

Catastrophic and Chronic Illness Assistance provides no coverage for inpatient hospitalization, transportation, and other services that are mandatory under Medicaid coverage.

Challenges that have existed with the Catastrophic and Chronic Illness Assistance program are mitigated by expansion of Medicaid. With the exception of qualified immigrants who have not yet met the Personal Responsibility and Work Opportunity Reconciliation Act (PRWORA) of 1996 five-year waiting period for Medicaid eligibility, individuals who qualify for the program now qualify for full coverage under Medicaid expansion.

Significant Changes in Results to be Delivered in FY2018

Catastrophic and Chronic Illness enrollment is anticipated to continue to decrease as eligible individuals enroll with Medicaid expansion. Ultimately, the only individuals who will enroll, or remain enrolled, are qualified immigrants who have not yet met the Personal Responsibility and Work Opportunity Reconciliation Act (PRWORA) of 1996 five-year waiting period for Medicaid eligibility.

Statutory and Regulatory Authority

Alaska Statutes:

AS 47.05 Administration of Welfare, Social Services, and Institutions
AS 47.07 Medical Assistance for Needy Persons
AS 47.08 Catastrophic Illness and Chronic or Acute Medical Conditions (CAMA)
AS 47.25 Public Assistance

Social Security Act:

Title XVIII Medicare
Title XIX Medicaid
Title XXI Children's Health Insurance Program

Administrative Code:

7 AAC 105 - 7 AAC 160 Medicaid Coverage and Payment
7 AAC 48 Catastrophic Illness and Chronic and Acute Medical Assistance

Code of Federal Regulations:

Title 42 CFR Chapter IV

Contact Information
<p>Contact: Melissa M. Ordner, Budget Manager Phone: (907) 465-1629 Fax: (907) 465-8262 E-mail: melissa.ordner@alaska.gov</p>

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

Component: Catastrophic and Chronic Illness Assistance (AS 47.08) (2330)
RDU: Health Care Services (485)

Formula Component

	FY2016 Actuals	FY2017 Conference Committee	FY2017 Authorized	FY2017 Management Plan	FY2018 Governor	FY2017 Management Plan vs FY2018 Governor	
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	450.1	171.0	171.0	171.0	153.9	-17.1	-10.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	450.1	171.0	171.0	171.0	153.9	-17.1	-10.0%
Fund Sources:							
1004Gen Fund (UGF)	450.1	171.0	171.0	171.0	153.9	-17.1	-10.0%
Unrestricted General (UGF)	450.1	171.0	171.0	171.0	153.9	-17.1	-10.0%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Other Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:							
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: Catastrophic and Chronic Illness Assistance (AS 47.08) (2330)
RDU: Health Care Services (485)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2017 Conference Committee To FY2017 Authorized *****												
FY2017 Conference Committee												
ConfCom		171.0	0.0	0.0	0.0	0.0	0.0	171.0	0.0	0	0	0
1004 Gen Fund		171.0										
Subtotal		171.0	0.0	0.0	0.0	0.0	0.0	171.0	0.0	0	0	0
***** Changes From FY2017 Management Plan To FY2018 Governor *****												
Reduce Recipient Services Due to Decreased Demand												
Dec		-17.1	0.0	0.0	0.0	0.0	0.0	-17.1	0.0	0	0	0
1004 Gen Fund		-17.1										
Decrease in demand for services due to coverage of this population through Medicaid expansion.												
Totals		153.9	0.0	0.0	0.0	0.0	0.0	153.9	0.0	0	0	0

Line Item Detail (1676)
Department of Health and Social Services
Grants, Benefits

Component: Catastrophic and Chronic Illness Assistance (AS 47.08) (2330)

Line Number	Line Name		FY2016 Actuals	FY2017 Management Plan	FY2018 Governor
7000	Grants, Benefits		450.1	171.0	153.9
Object Class	Servicing Agency	Explanation	FY2016 Actuals	FY2017 Management Plan	FY2018 Governor
7000 Grants, Benefits Detail Totals			450.1	171.0	153.9
7002	Benefits	CAMA recipient services and provider claims payments (AS 47.08 Assistance for Catastrophic Illness and Chronic or Acute Medical Conditions).	450.1	171.0	153.9