

## Fiscal Estimate - 2001 Session

Original                     
  Updated                     
  Corrected                     
  Supplemental

<b>LRB Number</b> <b>01-3198/1</b>		<b>Introduction Number</b> <b>AB-366</b>	
<b>Subject</b> Dental education and dental services			
<b>Fiscal Effect</b>			
<b>State:</b>			
<input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input checked="" type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Increase Existing Revenues <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Decrease Costs			
<b>Local:</b>			
<input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs                      3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs                      4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory			
5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts			
<b>Fund Sources Affected</b>		<b>Affected Ch. 20 Appropriations</b>	
<input checked="" type="checkbox"/> GPR <input checked="" type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS		20.435 (1) (a), 20.435 (4) (a), 20.435 (4) (n), 20.435 (4) (o), 20.435 (5) (fh), 20.235 (1) (d)	
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
DHFS/ Anne Miller (608) 266-5422		Freda Ellen Bove (608) 266-2907	05/08/2001

Fiscal Estimate Narratives

DHFS 05/08/2001

LRB Number	01-3198/1	Introduction Number	AB-366	Estimate Type	Original
<b>Subject</b>					
Dental education and dental services					

**Assumptions Used in Arriving at Fiscal Estimate**

This bill proposes the following:

1) Provide GPR funding to increase tuition assistance for dental students at Marquette University School of Dentistry from \$10,000 per year per in-state student to \$15,000 per year per in-state student. Also increase the number of allowable in-state students from 145 to 160.

This change may have a fiscal effect on Medical Assistance (MA) benefit costs, but the effect cannot be determined at this time. Studies suggest that student debt deters dentists from serving MA recipients. Increasing tuition assistance for dentists may increase the number of dentists serving MA and BadgerCare recipients. MA and BadgerCare recipients who can access preventative care can avoid more costly emergency and restorative care. Therefore any increase in MA and BadgerCare costs for dental services due to this provision may be offset by MA and BadgerCare savings in restorative and emergency care. The possible costs and offsetting savings associated with this provision cannot be estimated at this time.

2) Provide GPR funding for 5.0 new dental health professional positions in the Department of Health and Family Services, funded through MA administration funding, to provide dental care and outreach in each of the 5 public health regions of the state.

This change increases appropriation 20.435(4)(bm) to fund the state's share of 5.0 FTE licensed dental health professionals funded with MA administration funds (the level of funding is consistent with an increase of 5.0 dental hygienists). However, the proposed increase is to the incorrect appropriation for state match of MA administration positions. Appropriation 20.435(4)(bm) is the MA contracts appropriation and is not used for MA administration costs associated with positions. The proposed increase should be to appropriation 20.435(4)(a). There would be an increase of \$132,000 of MA federal funding per year associated with this provision.

This change may also have a fiscal effect on MA benefit costs, but the effect cannot be determined at this time. Increased dental outreach activities and dental services provided by 5 dental hygienists may increase MA and BadgerCare recipient access to dental services. MA and BadgerCare recipients who can access preventative care can avoid more costly emergency and restorative care. Therefore any increase in MA and BadgerCare costs for preventative dental services due to this provision may be offset by MA and BadgerCare savings in restorative and emergency care. The possible costs and offsetting savings associated with this provision cannot be estimated at this time.

3) Provide \$1.6 million GPR funding annually to create a community health dental services grant available to organizations not also receiving a federal grant under 42 USC 254b (c), (g), or (h) - an organization that is not a Federally Qualified Health Center.

This proposed change will have a fiscal effect. Administration of the proposed grant program is estimated to increase DHFS' workload, and the workload cannot be absorbed with current resources due to the level of grant funding proposed. It is estimated that a 0.5 FTE Grants Specialist - Entry position is needed for the Division of Public Health to administer this proposed program, at the cost of \$20,700 GPR per year.

4) Provide \$25,000 GPR annual funding to create a community water fluoridation grant for community purchases of fluoridation equipment, associated construction costs, and/or personnel costs.

This proposed change will increase DHFS' workload, but the increased workload can be absorbed within

current resources. Therefore this change will not have a fiscal effect.

5) Provide GPR funding to cover topical fluoride varnish under the Early and Periodic Screening, Diagnosis and Treatment (EPSDT) Program.

This change has a fiscal effect. This bill appropriates sufficient GPR funding to expand MA benefits to cover fluoride varnishes under EPSDT. In addition there would be an increase of federal MA funding of \$232,100 in SFY 02 and \$460,700 in SFY 03 due to this MA benefit expansion.

This change may also create savings in MA benefit costs, but the savings cannot be determined at this time. Fluoride varnishes can prevent more costly emergency and restorative care for children covered under MA and BadgerCare, but expected savings cannot be estimated at this time.

6) Provide GPR funding to increase Medical Assistance (MA) reimbursement rates for dentists to the 75th percentile of the fees from the American Dental Association (ADA) fee survey for the east north central region.

This change has a fiscal effect. This bill appropriates sufficient GPR funding to increase MA fee for service dentist reimbursement rates to the 75th percentile of the fees from the ADA fee survey. In addition there would be an increase in MA federal funding of \$12,268,500 in SFY 02 and \$16,440,000 in SFY 03 due to this MA rate increase.

7) Require the MA program to reimburse dental hygienists for services provided by hygienists within their scope of practice.

This change is not expected to change the services provided to MA recipients, and therefore there is no fiscal effect on MA expenditures.

8) Provide GPR funding for an increase, from one to two, in the number of dental cleanings reimbursed under MA for adults.

This change has a fiscal effect. This bill appropriates sufficient GPR funding to increase, from one to two, the number of dental cleanings reimbursed under MA for adults. In addition, there would be an increase in federal MA funding of \$539,000 in SFY 02 and \$535,000 in SFY 03 due to this MA benefit expansion.

### **Long-Range Fiscal Implications**

## Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

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<b>Subject</b>			
Dental education and dental services			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
<b>II. Annualized Costs:</b>		<b>Annualized Fiscal Impact on funds from:</b>	
		Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>			
State Operations - Salaries and Fringes	\$284,700		
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations	32,177,100		
<b>TOTAL State Costs by Category</b>	<b>\$32,461,800</b>		<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
GPR	14,894,100		
FED	17,567,700		
PRO/PRS			
SEG/SEG-S			
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>			
	Increased Rev	Decreased Rev	
GPR Taxes	\$	\$	
GPR Earned			
FED	17,567,700		
PRO/PRS			
SEG/SEG-S			
<b>TOTAL State Revenues</b>	<b>\$17,567,700</b>	<b>\$</b>	
<b>NET ANNUALIZED FISCAL IMPACT</b>			
	<u>State</u>	<u>Local</u>	
NET CHANGE IN COSTS	\$32,461,800	\$0	
NET CHANGE IN REVENUE	\$17,567,700	\$0	
<b>Agency/Prepared By</b>			
DHFS/ Anne Miller (608) 266-5422		<b>Authorized Signature</b>	
		Freda Ellen Bove (608) 266-2907	
<b>Date</b>			05/08/2001