

HOUSE BILL NO. 821

2/14 Introduced
2/14 Referred to Human Services & Aging
2/14 Fiscal Note Requested
2/20 Hearing
2/20 Fiscal Note Received
Died in Committee

House BILL NO. 821

INTRODUCED BY

LeRoy Nielson, J. Hammond Keenan, Rany Clark, Wanda Davis, Connolly

A BILL FOR AN ACT ENTITLED: "AN ACT PROVIDING MEDICAID COVERAGE FOR PSYCHIATRIC SERVICES AND ALCOHOLISM TREATMENT SERVICES; AMENDING SECTION 53-6-101, MCA."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 53-6-101, MCA, is amended to read:

"53-6-101. Definition of medical assistance. (1) The definition of medical assistance shall include:

- (a) inpatient hospital services;
- (b) outpatient hospital services;
- (c) other laboratory and x-ray services;
- (d) skilled nursing home services;
- (e) physicians' services, whether furnished in the

office, the patient's home, a hospital, a skilled nursing home, or elsewhere;

(f) psychiatric services and alcoholism treatment services.

(2) It may also include, although not necessarily limited to, the following:

- (a) medical care or any other type of remedial care recognized under state law, furnished by licensed practitioners within the scope of their practice as defined

by state law;

- (b) home health care services;
- (c) private-duty nursing services;
- (d) dental services;
- (e) physical therapy and other related services;
- (f) clinic services;
- (g) prescribed drugs, dentures, and prosthetic devices;
- (h) eyeglasses prescribed by a physician skilled in diseases of the eye or by an optometrist, whichever the individual may select;
- (i) other diagnostic, screening, preventive, rehabilitative, chiropractic, and osteopathic services;
- (j) any additional medical service or aid allowable under or provided by the federal Social Security Act."

NEW SECTION. Section 2. Extension of authority. Any existing authority of the department of social and rehabilitation services to make rules on the subject of the provisions of this act is extended to the provisions of this act.

-End-



STATE OF MONTANA
FISCAL NOTE

REQUEST NO. FNN437-85

Form BD-15

In compliance with a written request received February 14, 19 85, there is hereby submitted a Fiscal Note for H.B. 821 pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA). Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

DESCRIPTION OF PROPOSED LEGISLATION:

House Bill 821 makes alcoholism treatment and psychiatric services a mandatory service to be covered under the Montana Medicaid Program.

ASSUMPTIONS:

1. Inpatient Treatment:
 Inpatient Admissions - 4557 (20% increase over 1984) Cost of Program - \$180/day
 Inpatient Program - 25 days Medicaid Utilization - 15%

2. Outpatient Treatment:
 Outpatient Admissions - 5857 (20% increase over 1984) Cost of Program - \$40/treatment
 Treatment Periods - 6 months Medicaid Utilization - 15%
 Treatment Per Month - 3

3. Assumed 20% increase over 1984 admissions no increase in '86, '87.
4. Assumed 1/2 FTE increase for program administration.
5. Assumed 4% cost increase '86, '87.
6. Assume all treatment will be performed in licensed hospital, skilled or intermediate care facility.
7. Assuming no impact from psychiatric services.

<u>FISCAL IMPACT:</u>	<u>General Fund</u>	<u>FY1986</u>		<u>General Fund</u>	<u>FY1987</u>	
	<u>State</u>	<u>Federal</u>	<u>Total</u>	<u>State</u>	<u>Federal</u>	<u>Total</u>
Current Law	0	0	0	0	0	0
Proposed Law	\$1,271,805	\$2,450,376	\$3,722,181	\$1,303,505	\$2,567,017	\$3,870,522
Expenditure Increase	\$1,271,805	\$2,450,376	\$3,722,181	\$1,303,505	\$2,567,017	\$3,870,522

David L Hunter

BUDGET DIRECTOR
Office of Budget and Program Planning

Date: Feb 20, 1985
HB 821

LOCAL IMPACT:

None

LONG-RANGE EFFECTS OF PROPOSED LEGISLATION:

Expansion of Medicaid benefits into this area may have the affect on increasing Medicaid utilization substantially. Such an increase is impossible to predict.

TECHNICAL NOTE:

House Bill 821 states only that "psychiatric services and alcoholism treatment services" will be provided as medical assistance. Federal participation is only available in licensed hospitals and SNF/ICF facilities for inpatients. This fiscal note is prepared assuming full federal participation.