

HF778 - 1E - "Early Dental Prevent Initiative"

Chief Author: **Nels Pierson**
 Committee: **Health and Human Services Finance**
 Date Completed: **04/08/2015**
 Lead Agency: **Health Dept**
 Other Agencies:
 Human Services Dept

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings		X
Tax Revenue		X
Information Technology		X
Local Fiscal Impact		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium		
	Dollars in Thousands	FY2015	FY2016	FY2017	FY2018	FY2019
Health Dept						
General Fund	-	2,204	166	141	136	
Human Services Dept						
General Fund	-	73	64	64	64	64
State Total						
General Fund	-	2,277	230	205	200	200
	Total	-	2,277	230	205	200
	Biennial Total		2,507			405

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2015	FY2016	FY2017	FY2018	FY2019
Health Dept					
General Fund	-	1.25	1.25	1	1
Human Services Dept					
General Fund	-	1	1	1	1
	Total	-	2.25	2.25	2

Lead Executive Budget Officer's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with MMB's Fiscal Note policies.

EBO Signature: Susan Earle Date: 04/08/2015
 Phone: 651 201-8035 Email susan.earle@state.mn.us

State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands		FY2015	FY2016	FY2017	FY2018	FY2019
Health Dept						
General Fund	-	2,204	166	141	136	
Human Services Dept						
General Fund	-	73	64	64	64	
Total	-	2,277	230	205	200	200
	Biennial Total		2,507		405	405
1 - Expenditures, Absorbed Costs*, Transfers Out*						
Health Dept						
General Fund	-	2,204	166	141	136	
Human Services Dept						
General Fund	-	113	98	98	98	
Total	-	2,317	264	239	234	234
	Biennial Total		2,581		473	473
2 - Revenues, Transfers In*						
Health Dept						
General Fund	-	-	-	-	-	-
Human Services Dept						
General Fund	-	40	34	34	34	
Total	-	40	34	34	34	34
	Biennial Total		74		68	68

HF778 - 1E - "Early Dental Prevent Initiative"

Chief Author: **Nels Pierson**
 Committee: **Health and Human Services Finance**
 Date Completed: **04/08/2015**
 Agency: **Health Dept**

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings		X
Tax Revenue		X
Information Technology		X
Local Fiscal Impact		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium		
	Dollars in Thousands	FY2015	FY2016	FY2017	FY2018	FY2019
General Fund	-	2,204	166	141	136	
Total	-	2,204	166	141	136	136
Biennial Total			2,370			277

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2015	FY2016	FY2017	FY2018	FY2019
General Fund	-	1.25	1.25	1	1
Total	-	1.25	1.25	1	1

Executive Budget Officer's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with MMB's Fiscal Note policies.

EBO Signature: Susan Earle Date: 4/8/2015 4:52:02 PM
 Phone: 651 201-8035 Email susan.earle@state.mn.us

State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands		FY2015	FY2016	FY2017	FY2018	FY2019
General Fund	-	2,204	166	141	136	136
Total		-	2,204	166	141	136
Biennial Total				2,370		277
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund	-	2,204	166	141	136	136
Total		-	2,204	166	141	136
Biennial Total				2,370		277
2 - Revenues, Transfers In*						
General Fund	-	-	-	-	-	-
Total		-	-	-	-	-
Biennial Total				-		-

Bill Description

Section 1 of the bill creates an early dental prevention initiative, targeted at communities of color and recent immigrants. Components of the initiative will include working collaboratively with members of the targeted communities to develop and distribute educational materials and information, and developing and piloting incentives to encourage early dental care.

Section 2 of the bill creates a grant program for dental operatory expansion.

Eligible dental clinics seeking grant funding 1) must be critical access dental providers as defined in Minnesota Statutes 256B.76, subd 4, and 2) must not restrict access or services because of a patient's financial limitations or enrollment in a state public health care program.

Eligible projects include the addition of dental chairs and necessary dental equipment. Funding can be used for site acquisition, design, construction, and equipment costs. Grant funds are limited to up to 33 percent of the total costs of a given project expansion.

Applicants must describe how the project will be used to expand dental services. The commissioner shall give priority to applicants who demonstrate that the project will address an unmet regional need for dental care.

Grants may be submitted to the commissioner at any time, and eligible applicants shall be awarded funds, if funds are available.

The bill appropriates an unspecified amount from the general fund for the biennium ending June 30, 2017 for the development and distribution of the early dental preventive program. The bill appropriates \$2,000,000 from the general fund for the grant program. If unused, funds expire June 30, 2017.

Assumptions

Section 1: MDH assumes a 1.0 FTE Planner Principal State would be needed to develop and implement the statewide initiative, including convening stakeholders; developing or locating appropriate materials, assuring that health literacy concerns are addressed and best practices are incorporated; developing and supporting distribution channels for the materials; and developing and piloting an incentive program. Other expenses would include production, translation, and distribution of the educational materials and information; convening stakeholders and partners; incentives; and standard

office support costs. The bill appropriates funding for this initiative in the biennium ending June 30, 2017. We assume this is meant to be an ongoing appropriation. If that assumption is not correct, we assume that the fiscal note will be modified.

Section 2: MDH assumes 15-20 grants awarded during the biennium. Estimates are that one dental operatory costs \$150,000, 33% of which is \$50,000 per operatory. The grant would fund a total of 40 operatories, and MDH assumes that most grants would include more than one, given the large capital costs per project.

MDH assumes a .25 FTE State Program Administrator Senior would be required to work with dental stakeholders to administer the grant program which includes development and publication of an RFP, receipt of applications, selection of awards, contracting, processing invoices, site visits and evaluation.

Expenditure and/or Revenue Formula

EXPENDITURES	SFY15	SFY16	SFY17	SFY18	SFY19
Salary and Fringe Benefits	0	126	126	105	105
Other Operating Costs	0	60	25	23	19
Grants	0	2,000	0	0	0
Administrative Services	0	18	15	12	12
TOTAL EXPENSES	0	2,204	166	141	136
TOTAL REVENUES	0	0	0	0	0

Long-Term Fiscal Considerations

Local Fiscal Impact

References/Sources

This fiscal note is based on MDH experience with similar activities.

Agency Contact:

Agency Fiscal Note Coordinator Signature: Dave Greeman

Phone: 651 201-5235

Date: 4/7/2015 6:52:56 PM

Email: Dave.Greeman@state.mn.us

HF778 - 1E - "Early Dental Prevent Initiative"

Chief Author: **Nels Pierson**
 Committee: **Health and Human Services Finance**
 Date Completed: **04/08/2015**
 Agency: Human Services Dept

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings		X
Tax Revenue		X
Information Technology		X
Local Fiscal Impact		
		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium		
	Dollars in Thousands	FY2015	FY2016	FY2017	FY2018	FY2019
General Fund	-	73	64	64	64	64
Total	-	73	64	64	64	64
Biennial Total			137			128

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2015	FY2016	FY2017	FY2018	FY2019
General Fund	-	1	1	1	1
Total	-	1	1	1	1

Executive Budget Officer's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with MMB's Fiscal Note policies.

EBO Signature: Ahna Minge Date: 4/8/2015 4:54:19 PM
 Phone: 651 259-3690 Email ahna.minge@state.mn.us

State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands		FY2015	FY2016	FY2017	FY2018	FY2019
General Fund	-	73	64	64	64	64
Total	-	73	64	64	64	64
	Biennial Total		137			128
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund	-	113	98	98	98	98
Total	-	113	98	98	98	98
	Biennial Total		211			196
2 - Revenues, Transfers In*						
General Fund	-	40	34	34	34	34
Total	-	40	34	34	34	34
	Biennial Total		74			68

Bill Description

Section 1 of the bill requires the Department of Health in consultation with the Department of Human Services to implement a statewide early dental prevention initiative targeted at communities of color and recent immigrants. Components of the initiative will include the development and distribution of educational materials and information, and developing and piloting incentives to encourage early dental care.

Section 2 of the bill creates a grant program for dental operatory expansion. Eligible dental clinics seeking grant funding 1) must be critical access dental providers as defined in Minnesota Statutes 256B.76, subd 4, and 2) must not restrict access or services because of a patient's financial limitations or enrollment in a state public health care program. Eligible projects include the addition of dental chairs and necessary dental equipment. Funding can be used for site acquisition, design, construction, and equipment costs. Grant funds are limited to up to 33 percent of the total costs of a given project expansion.

Applicants must describe how the project will be used to expand dental services. Priority is given to applicants who demonstrate that the project will expand services to Medical Assistance and MinnesotaCare enrollees and other uninsured patients in underserved communities. Priority is placed on applicants who can demonstrate that the project will address a high regional need for dental care.

Grants may be submitted to the Department of Health at any time, and eligible applicants shall be awarded funds, if funds are available. The bill appropriates an unspecified amount from the general fund for the biennium ending June 30, 2017 for the development and distribution of the early dental preventive program and \$2,000,000 from the general fund for the grant program.

Assumptions

This estimate assumes that one additional FTE will be needed to assist in the development of this statewide initiative. The bill requires collaborative work with MDH, health care providers and members of the target community on the development and distribution of materials for new and expectant parents within the target community. The grant program includes several specific criteria providers must meet to qualify for funding expansion projects which DHS will likely be required to help develop based on public health care program provider attributes. Staff will also be needed to assist with the development and distribution of educational and other outreach materials, convene with stakeholders, and conduct data analysis on public program recipients. We assume funding for an FTE based on a July 1, 2015 start date.

Expenditure and/or Revenue Formula

Fiscal Tracking Summary (\$000s)						
Fund	BACT	Description	FY2016	FY2017	FY2018	FY2019
GF	13	HCA Admin (Salary, Benefits & Overhead Cost for 1FTE)	113	98	98	98
GF	REV1	FFP @ 35%	(40)	(34)	(34)	(34)
		Total Net Fiscal Impact	73	64	64	64
		Full Time Equivalents	1	1	1	1

Long-Term Fiscal Considerations

Local Fiscal Impact

References/Sources

Agency Contact: Patrick Hultman 651-431-4311

Agency Fiscal Note Coordinator Signature: Don Allen

Phone: 651 431-2932

Date: 4/8/2015 4:47:00 PM

Email: Don.Allen@state.mn.us