

Maintenance Level

M2-EE MC Dental Savings Restoration

Agency Recommendation Summary Text

The Health Care Authority (HCA) requests an increase of \$8,187,000 (\$3,051,000 GF-State) in the 2018 Supplemental to restore six months of assumed savings from the implementation of managed care dental (SB 5604).

Fiscal Summary

Operating Expenditures	FY 2018	FY 2019	FY 2020	FY 2021
Fund 001-1 GF-State	\$0	\$3,051,000	\$0	\$0
Fund 001-C GF-Medicaid	\$0	\$5,136,000	\$0	\$0
Total Cost	\$0	\$8,187,000	\$0	\$0
Staffing	FY 2018	FY 2019	FY 2020	FY 2021
FTEs				
Revenue	FY 2018	FY 2019	FY 2020	FY 2021
Fund 001-C GF-Medicaid	\$0	\$5,136,000	\$0	\$0
Total Revenue	\$0	\$5,136,000	\$0	\$0
Object of Expenditure	FY 2018	FY 2019	FY 2020	FY 2021
Obj. N – Client Services	\$0	\$8,187,000	\$0	\$0

Package Description

The 2017-2019 biennium budget included a step (DEDA-Dental Emergency Department Avoidance) that reduced funding to reflect savings achieved as a result of the implementation of managed dental care (SB 5604).

The implementation date of managed care dental used in the savings assumption was July 1, 2018. HCA will not begin to implement managed care dental until January 1, 2019 since the process to develop this program and procure contracts with managed care plans requires more time. HCA is therefore unable to achieve savings for six months as calculated in the Dental Emergency Department Avoidance step.

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Decision Package Justification and Impacts

Performance Measure Detail:

Activity Inventory

H010 HCA Apple Health

What specific performance outcomes does the agency expect?

This request ensures that HCA is adequately funded to achieve its mission to create a healthier Washington.

What alternatives were explored by the agency and why was this option chosen?

No other alternatives were explored.

What are the consequences of not funding this request?

Without this restoration, HCA would be at risk of overspending its appropriation and may need to resort to service reductions that compromise the state's ability to support low-income populations with quality health care services.

How has or can the agency address the issue or need in its current appropriation level?

HCA cannot absorb the unachievable savings within existing resources without service reductions.

Provide references to any supporting literature or materials:

None

Base Budget

If the proposal is an expansion or alteration of a current program or service, provide information on the resources now devoted to the program or service.

This request is not an expansion of a current program or service.

Expenditure, FTE and Revenue Assumptions, Calculations and Details:

This savings restoration request represents half of the assumed savings in fiscal year 2019.

Impacts to Communities and Other Agencies

Fully describe and quantify expected impacts on state residents and specific populations served.

This request ensures that HCA is adequately funded to achieve its mission to create a healthier Washington.

What are other important connections or impacts related to this proposal?

Does this request have:

Regional/county impacts?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Other local government impacts?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Tribal government impacts?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Other state agency impacts?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>

Does this request:

Have any connection to Puget Sound recovery?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Respond to specific task force, report, mandate or executive order?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Contain a compensation change?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Require a change to a collective bargaining agreement?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Create facility/workplace needs or impacts?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Contain capital budget impacts?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Require changes to existing statutes, rules or contracts?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Have any relationship to or result from litigation?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>

If "Yes" to any of the above, please provide a detailed discussion of connections/impacts.

Not applicable

Information Technology (IT)

Does this request include funding for any IT-related costs, including hardware, software, services (including cloud-based services), contracts or IT staff?

No



Yes

Continue to IT Addendum below and follow the directions on the bottom of the addendum to meet requirements for OCIO review.)