

**NOTE: This is an earlier version of the fiscal note for SF701-0.**

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Fiscal Note

2021-2022 Legislative Session

**SF701 - 0 - Adult Periodontal Disease Nonsurgical Treatment**

Chief Author: **David Senjem**  
 Committee: **Health and Human Services Finance and Policy**  
 Date Completed: **3/9/2021 1:28:27 PM**  
 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	FY2021	FY2022	FY2023	FY2024
<b>General Fund</b>	-	293	1,323	1,640	1,652
<b>Health Care Access</b>	-	64	419	565	574
<b>Total</b>	-	<b>357</b>	<b>1,742</b>	<b>2,205</b>	<b>2,226</b>
<b>Biennial Total</b>			<b>2,099</b>		<b>4,431</b>

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	-	-	-	-
Health Care Access	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

**LBO Analyst's Comment**

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

**LBO Signature:** Steve McDaniel **Date:** 3/9/2021 1:28:26 PM  
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**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.

<b>State Cost (Savings) = 1-2</b>		<b>Biennium</b>			<b>Biennium</b>	
<b>Dollars in Thousands</b>	<b>FY2021</b>	<b>FY2022</b>	<b>FY2023</b>	<b>FY2024</b>	<b>FY2025</b>	
General Fund	-	293	1,323	1,640	1,652	
Health Care Access	-	64	419	565	574	
<b>Total</b>	<b>-</b>	<b>357</b>	<b>1,742</b>	<b>2,205</b>	<b>2,226</b>	
			<b>2,099</b>		<b>4,431</b>	
<b>1 - Expenditures, Absorbed Costs*, Transfers Out*</b>						
General Fund	-	293	1,323	1,640	1,652	
Health Care Access	-	64	419	565	574	
<b>Total</b>	<b>-</b>	<b>357</b>	<b>1,742</b>	<b>2,205</b>	<b>2,226</b>	
			<b>2,099</b>		<b>4,431</b>	
<b>2 - Revenues, Transfers In*</b>						
General Fund	-	-	-	-	-	
Health Care Access	-	-	-	-	-	
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
			<b>-</b>		<b>-</b>	

**Bill Description**

This bill would add scaling and root planning to the list of services that are covered within the dental benefit for adults in the Medical Assistance (MA) and MinnesotaCare programs. Today, this benefit is not covered for adults in office settings.

**Assumptions**

This bill would add dental scaling, root planning and periodontal maintenance as covered services in the limited adult dental benefit set. Dental scaling and root planning are currently covered for adults in a hospital setting, but this bill would cover these procedures in an office setting as well. Dental scaling and root planning for a quadrant would be limited to one visit per year per two years.

These procedures were MA covered services for adults prior to January 2010. To estimate utilization of these services, department data were pulled from CY2009. Based on this data, it is estimated that between 0.2% to 1.1% of MA FFS enrollees would be an adult recipient of some or all of these procedures in a given month. It is assumed that these proportions would be the same for managed care enrollees within the same eligibility category. Average rates paid for these services are estimated using the rates paid for each procedure weighted by utilization within each eligibility category from the CY2009 data.

The effective date is assumed to be July 2021 for FFS and January 2022 for managed care. A one-year enrollment phase-in is also assumed.

**Expenditure and/or Revenue Formula**

	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</b>	<b>FY 2025</b>
<b>MA Elderly and Disabled</b>				
Average monthly FFS enrollees	67,592	66,683	67,372	68,465
Percent utilization of added dental procedures	0.89%	0.89%	0.89%	0.89%
Avg monthly FFS enrollees using added dental procedures	601	593	599	609

Average monthly cost	\$65.46	\$65.46	\$65.46	\$65.46
Payment months	10	12	12	12
Enrollment phase-in	50.00%	100.00%	100.00%	100.00%
Total FFS Cost	\$196,789	\$465,941	\$470,752	\$478,389
Average monthly HMO enrollees	120,897	119,271	120,503	122,457
Percent utilization of added dental procedures	0.89%	0.89%	0.89%	0.89%
Avg monthly HMO enrollees using added dental procedures	1,075	1,061	1,072	1,089
Average monthly cost	\$65.46	\$65.46	\$65.46	\$65.46
Payment months	5	12	12	12
Enrollment phase-in	25.00%	75.00%	100.00%	100.00%
Total HMO Cost	\$87,995	\$625,045	\$841,998	\$855,657
Total Cost (Elderly and Disabled)	\$284,784	\$1,090,986	\$1,312,751	\$1,334,046
Federal Share %	51.49%	50.51%	50.51%	50.51%
Federal Share	\$146,644	\$551,057	\$663,070	\$673,827
State Share	\$138,140	\$539,929	\$649,680	\$660,219
<b>MA Adults without Children</b>				
Average monthly FFS enrollees	24,347	21,878	21,544	21,580
Percent utilization of added dental procedures	1.08%	1.08%	1.08%	1.08%
Avg monthly FFS enrollees using added dental procedures	264	237	233	234
Average monthly cost	\$82.50	\$82.50	\$82.50	\$82.50
Payment months	10	12	12	12
Enrollment phase-in	50.00%	100.00%	100.00%	100.00%
Total FFS Cost	\$108,769	\$234,575	\$230,992	\$231,371
Average monthly HMO enrollees	217,434	195,385	192,400	192,716
Percent utilization of added dental procedures	1.08%	1.08%	1.08%	1.08%
Avg monthly HMO enrollees using added dental procedures	2,355	2,116	2,084	2,087
Average monthly cost	\$82.50	\$82.50	\$82.50	\$82.50
Payment months	5	12	12	12
Enrollment phase-in	25.00%	75.00%	100.00%	100.00%
Total HMO Cost	\$242,841	\$1,571,153	\$2,062,867	\$2,066,258
Total Cost (Adults without Children)	\$351,611	\$1,805,728	\$2,293,858	\$2,297,629
Federal Share %	90.00%	90.00%	90.00%	90.00%
Federal Share	\$316,449	\$1,625,155	\$2,064,473	\$2,067,866
State Share	\$35,161	\$180,573	\$229,386	\$229,763
<b>MA Families with Children</b>				
Average monthly FFS enrollees	114,129	106,774	106,101	106,225
Percent utilization of added dental procedures	0.22%	0.22%	0.22%	0.22%

Avg monthly FFS enrollees using added dental procedures	256	240	238	238
Average monthly cost	\$76.69	\$76.69	\$76.69	\$76.69
Payment months	10	12	12	12
Enrollment phase-in	50.00%	100.00%	100.00%	100.00%
Total FFS Cost	\$98,183	\$220,454	\$219,065	\$219,320
Average monthly HMO enrollees	687,338	643,043	638,990	639,735
Percent utilization of added dental procedures	0.22%	0.22%	0.22%	0.22%
Avg monthly HMO enrollees using added dental procedures	1,542	1,443	1,434	1,435
Average monthly cost	\$76.69	\$76.69	\$76.69	\$76.69
Payment months	5	12	12	12
Enrollment phase-in	25.00%	75.00%	100.00%	100.00%
Total HMO Cost	\$147,826	\$995,758	\$1,319,310	\$1,320,849
Total Cost (Families with Children)	\$246,010	\$1,216,212	\$1,538,374	\$1,540,169
Federal Share %	51.08%	50.51%	50.51%	50.51%
Federal Share	\$125,656	\$614,309	\$777,033	\$777,939
State Share	\$120,353	\$601,903	\$761,342	\$762,230
<b>MA Fiscal Summary (State Share)</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</b>	<b>FY 2025</b>
MA Elderly and Disabled	\$138,140	\$539,929	\$649,680	\$660,219
MA Adults without Children	\$35,161	\$180,573	\$229,386	\$229,763
MA Families with Children	\$120,353	\$601,903	\$761,342	\$762,230
<b>Total MA State Share</b>	<b>\$293,655</b>	<b>\$1,322,405</b>	<b>\$1,640,408</b>	<b>\$1,652,212</b>
<b>MinnesotaCare</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</b>	<b>FY 2025</b>
Average monthly enrollees	99,100	89,560	90,538	91,903
Percent utilization of added dental procedures	0.65%	0.65%	0.65%	0.65%
Avg monthly enrollees using added dental procedures	648	585	592	601
Average monthly cost	\$79.60	\$79.60	\$79.60	\$79.60
Payment months	5	12	12	12
Enrollment phase-in	25.00%	75.00%	100.00%	100.00%
Total Cost (MinnesotaCare)	\$64,453	\$419,388	\$565,289	\$573,814
Effective State Funding %	100.00%	100.00%	100.00%	100.00%
Federal Funding (BHP Trust Fund)	\$0	\$0	\$0	\$0
<b>State Funding (HCAF)</b>	<b>\$64,453</b>	<b>\$419,388</b>	<b>\$565,289</b>	<b>\$573,814</b>

Summary

Fiscal Tracking Summary (\$000's)						
Fund	BACT	Description	FY2022	FY2023	FY2024	FY2025
GF	33ED	MA Grants	138	540	650	660
GF	33AD	MA Grants	35	181	229	230
GF	33FC	MA Grants	120	602	761	762
HCAF	31	MinnesotaCare Grants	64	419	565	574
		<b>Total Net Fiscal Impact</b>	<b>357</b>	<b>1,742</b>	<b>2,205</b>	<b>2,226</b>
		<b>Full Time Equivalent</b>				

**Long-Term Fiscal Considerations**

**Local Fiscal Impact**

**References/Sources**

DHS February 2021 Forecast

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