

# FISCAL NOTE

**Bill #:** HB0456

**Title:** Breast & cervical treatment act

**Primary Sponsor:** Gail Gutsche

**Status:** Second Reading

Sponsor Signature	Date	Chuck Swysgood, Budget Director	Date
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## Fiscal Summary

	<b><u>FY2002</u></b> <b><u>Difference</u></b>	<b><u>FY2003</u></b> <b><u>Difference</u></b>
<b>Expenditures:</b>		
General Fund	\$129,270	\$ 258,540
Federal Special Revenue	<u>\$517,080</u>	<u>\$1,034,160</u>
TOTAL	\$646,350	\$1,292,700
<b>Revenue:</b>		
Federal Special Revenue	\$517,080	\$1,034,160
<b>Net Impact on General Fund Balance:</b>	<b>(\$129,270)</b>	<b>(\$258,540)</b>

<b><u>Yes</u></b>	<b><u>No</u></b>		<b><u>Yes</u></b>	<b><u>No</u></b>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached		X	Family Impact Form Attached

## Fiscal Analysis

### ASSUMPTIONS:

1. This bill provides full medical assistance under the Montana Medicaid program for individuals during the period in which the individual requires treatment of breast or cervical cancer or of precancerous condition of the breast or cervix. The individual must meet the following conditions.
  - (a) Has been screened for breast and cervical cancer under the Montana breast and cervical health program funded by the Center for Disease Control and prevention program established under Title XV of the Public Health Service Act, 42 U.S.C. 300.
  - (b) Needs treatment for breast or cervical cancer or a precancerous condition of the breast or cervix.
  - (c) Is not otherwise covered under creditable coverage.
  - (d) Is not eligible for medical assistance under any mandatory categorically needy eligibility group.

- (e) Has not attained 65 years of age.
2. The federal medical assistance participation for this program is 80% federal funds and 20% state funds for each year of the biennium
  3. According to data analyses provided by the breast and cervical program, it is anticipated that the majority of breast and cervical patients will require cancer treatment services for two years.
  4. Using Montana Medicaid data, it is estimated that the cost for treatment of breast cancer is \$22,544 per year and the cost for treatment of cervical cancer is estimated to be \$16,550 per year.
  5. Approximately 25 women per year will be diagnosed with breast cancer through the Montana breast and cervical health program. The cost for 25 women becoming eligible in FY 2002 is \$563,600. In FY 2003, the first 25 women will continue coverage, plus an additional 25 women will be covered, for a total cost of \$1,127,200.
  6. Approximately five women per year will be diagnosed with cervical cancer through the Montana breast and cervical health program. The cost for five women becoming eligible in FY 2002 is \$82,750. In FY 2003, the first five women will continue coverage, plus an additional five women will be covered, for a total cost of \$165,500.

FISCAL IMPACT:

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
<u>Expenditures:</u>		
Benefits	<u>\$646,350</u>	<u>\$1,292,700</u>
TOTAL	\$646,350	\$1,292,700

Funding:

General Fund (01)	\$129,270	\$ 258,540
Federal Special Revenue (03)	<u>517,080</u>	<u>1,034,160</u>
TOTAL	\$646,350	\$1,292,700

Revenue:

Federal Special Revenue (03)	\$517,080	\$1,034,160
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Net Impact to Fund Balance (Revenue minus Expenditure):

General Fund (01)	(\$129,270)	(\$ 258,540)
Federal Special Revenue (03)	0	0

TECHNICAL NOTES:

The requirement of Section 2 (2) of this bill for the department to include this item within the budget request prepared for the 2003 legislature may be in conflict with Article VI Section 9 of the Montana Constitution. Article VI Section 9 of the Montana Constitution directs the governor to recommend measures considered necessary for each legislative session and to submit a budget that sets forth the proposed expenditures and estimated revenue of the state. Section 2 (2) in effect directs the governor what to recommend without regard to the impact that recommendation could have on the other issues and priorities that form the foundation for the assembly of the budget.

