

GOVERNMENT OF THE DISTRICT OF COLUMBIA
Office of the Chief Financial Officer



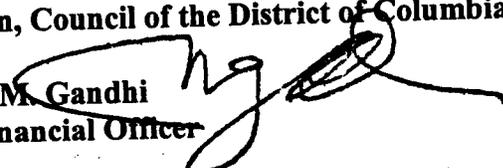
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CHAIRMAN CROPP

Natwar M. Gandhi
Chief Financial Officer

MEMORANDUM

TO: The Honorable Linda W. Cropp
Chairman, Council of the District of Columbia

FROM: Natwar M. Gandhi
Chief Financial Officer 

DATE: NOV -9 2006

SUBJECT: Fiscal Impact Statement: "Expansion of Adult Dental Services
Approval Resolution of 2006"

REFERENCE: Draft Legislation - Bill Number Not Available

Conclusion

Funds are sufficient in the FY 2007 through FY 2010 budget and financial plan to implement the proposed State Plan Amendment which would expand Medicaid dental coverage to adult Medicaid recipients. The approval resolution would implement Section 5092(3) of the Fiscal Year 2007 Budget Support Act of 2006 whose fiscal effects are included in the FY 2007 baseline budget.

Background

The proposed State Plan Amendment (SPA) would implement Section 5092(3) of the Fiscal Year 2007 Budget Support Act of 2006 requiring the establishment of a comprehensive adult dental program. The current District State Plan provides dental services to a limited group of Medicaid recipients. The proposed SPA would expand dental coverage to all adult Medicaid recipients age 21 and over. Dental services under the State Plan include general dental examinations, fillings, emergency care, surgical extraction, cleaning and dentures, which will be similar to the services package offered by the HealthCare Alliance.

Financial Plan Impact

Funds have been included in the FY 2007 budget and financial plan to implement this initiative. The federal and local funding share for this SPA is 70 percent federal and 30 percent local as indicated in the table below.

Estimated Fiscal Impact of the Proposed SPA					
(in millions)					
	FY 2007	FY 2008	FY 2009	FY 2010	4-Year Total
Local Share	\$3.9	\$4.0	\$4.1	\$4.2	\$16.2
Federal Share	\$9.0	\$9.3	\$9.6	\$9.9	\$37.8
Total	\$12.9	\$13.3	\$13.7	\$14.1	\$54.0