

**FAMILY HEALTH
May 2013
LOCAL ASSISTANCE ESTIMATE
for
FISCAL YEARS
2012-13 and 2013-14**

**EVERY WOMAN
COUNTS**

Fiscal Forecasting and Data Management Branch
State Department of Health Care Services
1501 Capitol Avenue, Suite 6069
Sacramento, CA 95814
(916) 552-8550



EDMUND G. BROWN JR.
Governor
State of California

Diana Dooley
Secretary
California Health and Human Services Agency

Toby Douglas
Director
Department of Health Care Services

EVERY WOMAN COUNTS PROGRAM Funding Summary

FY 2012-13, May 2013 Estimate Compared to November 2012 Estimate

	Nov. 2012 Est. <u>FY 2012-13</u>	May 2013 Est. <u>FY 2012-13</u>	Difference <u>Incr./(Decr.)</u>
Caseload:	301,760	301,760	0
Net Dollars:			
4260-111-0001 (General Fund)	\$4,002,000	\$8,413,000	\$4,411,000
4260-111-0236 (Prop 99)	\$22,081,000	\$22,081,000	\$0
4260-111-0009 (BCCA)	\$7,912,000	\$7,912,000	\$0
4260-111-0890 (CDC)	\$4,913,000	\$4,913,000	\$0
Total	<u>\$38,908,000</u>	<u>\$43,319,000</u>	<u>\$4,411,000</u>

FY 2013-14, May 2013 Estimate Compared to November 2012 Estimate

	Nov. 2012 Est. <u>FY 2013-14</u>	May 2013 Est. <u>FY 2013-14</u>	Difference <u>Incr./(Decr.)</u>
Caseload:	313,548	313,548	0
Net Dollars:			
4260-111/114-0001 (General Fund)	\$13,960,000	\$21,298,000	\$7,338,000
4260-111/114-0236 (Prop 99)	\$22,081,000	\$22,081,000	\$0
4260-111/114-0009 (BCCA)	\$7,912,000	\$7,912,000	\$0
4260-111/114-0890 (CDC)	\$4,644,000	\$4,644,000	\$0
Total	<u>\$48,597,000</u>	<u>\$55,935,000</u>	<u>\$7,338,000</u>

May 2013 Estimate, FY 2012-13 Compared to FY 2013-14

	May 2013 Est. <u>FY 2012-13</u>	May 2013 Est. <u>FY 2013-14</u>	Difference <u>Incr./(Decr.)</u>
Caseload:	301,760	313,548	11,788
Net Dollars:			
4260-111/114-0001 (General Fund)	\$8,413,000	\$21,298,000	\$12,885,000
4260-111/114-0236 (Prop 99)	\$22,081,000	\$22,081,000	\$0
4260-111/114-0009 (BCCA)	\$7,912,000	\$7,912,000	\$0
4260-111/114-0890 (CDC)	\$4,913,000	\$4,644,000	(\$269,000)
Total	<u>\$43,319,000</u>	<u>\$55,935,000</u>	<u>\$12,616,000</u>

EVERY WOMAN COUNTS PROGRAM

Funding Summary

FY 2012-13, May 2013 Estimate Compared to Appropriation

	<u>Appropriation</u> <u>FY 2012-13</u>	<u>May 2013 Est.</u> <u>FY 2012-13</u>	<u>Difference</u> <u>Incr./.(Decr.)</u>
Caseload:	295,000	301,760	6,760
Net Dollars:			
4260-111-0001 (General Fund)	\$10,317,000	\$8,413,000	(\$1,904,000)
4260-111-0236 (Prop 99)	\$22,081,000	\$22,081,000	\$0
4260-111-0009 (BCCA)	\$7,912,000	\$7,912,000	\$0
4260-111-0890 (CDC)	\$4,509,000	\$4,913,000	\$404,000
Total	<u>\$44,819,000</u>	<u>\$43,319,000</u>	<u>-\$1,500,000</u>

May 2013 Estimate for FY 2013-14 Compared to FY 2012-13 Appropriation

	<u>Appropriation</u> <u>FY 2012-13</u>	<u>May 2013 Est.</u> <u>FY 2013-14</u>	<u>Difference</u> <u>Incr./.(Decr.)</u>
Caseload:	295,000	313,548	18,548
Net Dollars:			
4260-111/114-0001 (General Fund)	\$10,317,000	\$21,298,000	\$10,981,000
4260-111/114-0236 (Prop 99)	\$22,081,000	\$22,081,000	\$0
4260-111/114-0009 (BCCA)	\$7,912,000	\$7,912,000	\$0
4260-111/114-0890 (CDC)	\$4,509,000	\$4,644,000	\$135,000
Total	<u>\$44,819,000</u>	<u>\$55,935,000</u>	<u>\$11,116,000</u>

EVERY WOMAN COUNTS PROGRAM
Funding Sources By Component
Fiscal Year 2012-13

May 2013 Estimate Compared to November 2012 Estimate, Total Funds

	Nov. 2012 Est.	May 2013 Est.	Difference
	<u>FY 2012-13</u>	<u>FY 2012-13</u>	<u>Incr./ (Decr.)</u>
1. Base Expenditure Estimate	\$ 32,629,000	\$ 36,073,000	\$ 3,444,000
2. Policy Changes	\$ 5,028,000	\$ 6,071,000	\$ 1,043,000
	-----	-----	-----
Total for Services	\$ 37,657,000	\$ 42,144,000	\$ 4,487,000
Fiscal Intermediary	\$ 1,251,000	\$ 1,175,000	\$ (76,000)
	-----	-----	-----
Total EWC Program	\$ 38,908,000	\$ 43,319,000	\$ 4,411,000

May 2013 Estimate Compared to November 2012 Estimate, General Fund

	Nov. 2012 Est.	May 2013 Est.	Difference
	<u>FY 2012-13</u>	<u>FY 2012-13</u>	<u>Incr./ (Decr.)</u>
1. Base Expenditure Estimate	\$ 32,629,000	\$ 36,073,000	\$ 3,444,000
2. Policy Changes	\$ (29,878,000)	\$ (28,835,000)	\$ 1,043,000
	-----	-----	-----
Total for Services	\$ 2,751,000	\$ 7,238,000	\$ 4,487,000
Fiscal Intermediary	\$ 1,251,000	\$ 1,175,000	\$ (76,000)
	-----	-----	-----
Total EWC Program	\$ 4,002,000	\$ 8,413,000	\$ 4,411,000

EVERY WOMAN COUNTS PROGRAM
Funding Sources By Component
Fiscal Year 2013-14

May 2013 Estimate Compared to November 2012 Estimate, Total Funds

	Nov. 2012 Est.	May 2013 Est.	Difference
	<u>FY 2013-14</u>	<u>FY 2013-14</u>	<u>Incr./Decr.</u>
1. Base Expenditure Estimate	\$ 34,260,000	\$ 37,258,000	\$ 2,998,000
2. Policy Changes	\$ 12,547,000	\$ 16,720,000	\$ 4,173,000
	-----	-----	-----
Total for Services	\$ 46,807,000	\$ 53,978,000	\$ 7,171,000
Fiscal Intermediary	\$ 1,790,000	\$ 1,957,000	\$ 167,000
	-----	-----	-----
Total EWC Program	\$ 48,597,000	\$ 55,935,000	\$ 7,338,000

May 2013 Estimate Compared to November 2012 Estimate, General Fund

	Nov. 2012 Est.	May 2013 Est.	Difference
	<u>FY 2013-14</u>	<u>FY 2013-14</u>	<u>Incr./Decr.</u>
1. Base Expenditure Estimate	\$ 34,260,000	\$ 37,258,000	\$ 2,998,000
2. Policy Changes	\$ (22,090,000)	\$ (17,917,000)	\$ 4,173,000
	-----	-----	-----
Total for Services	\$ 12,170,000	\$ 19,341,000	\$ 7,171,000
Fiscal Intermediary	\$ 1,790,000	\$ 1,957,000	\$ 167,000
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Total EWC Program	\$ 13,960,000	\$ 21,298,000	\$ 7,338,000

EVERY WOMAN COUNTS PROGRAM
Funding Sources By Component
Current Year vs Budget year

May 2013 Estimate, FY 2012-13 Compared to FY 2013-14, Total Funds

	May 2013 Est. FY 2012-13	May 2013 Est. FY 2013-14	Difference Incr./.(Decr.)
1. Base Expenditure Estimate	\$ 36,073,000	\$ 37,258,000	\$ 1,185,000
2. Policy Changes	\$ 6,071,000	\$ 16,720,000	\$ 10,649,000
	-----	-----	-----
Total for Services	\$ 42,144,000	\$ 53,978,000	\$ 11,834,000
Fiscal Intermediary	\$ 1,175,000	\$ 1,957,000	\$ 782,000
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Total EWC Program	\$ 43,319,000	\$ 55,935,000	\$ 12,616,000

May 2013 Estimate, FY 2012-13 Compared to FY 2013-14, General Fund

	May 2013 Est. FY 2012-13	May 2013 Est. FY 2013-14	Difference Incr./.(Decr.)
1. Base Expenditure Estimate	\$ 36,073,000	\$ 37,258,000	\$ 1,185,000
2. Policy Changes	\$ (28,835,000)	\$ (17,917,000)	\$ 10,918,000
	-----	-----	-----
Total for Services	\$ 7,238,000	\$ 19,341,000	\$ 12,103,000
Fiscal Intermediary	\$ 1,175,000	\$ 1,957,000	\$ 782,000
	-----	-----	-----
Total EWC Program	\$ 8,413,000	\$ 21,298,000	\$ 12,885,000

EVERY WOMAN COUNTS PROGRAM
Funding Sources By Component
Current Year vs Budget year

May 2013 Estimate, FY 2012-13 Compared to FY 2013-14, Total Funds

	May 2013 Est. FY 2012-13	May 2013 Est. FY 2013-14	Difference Incr./.(Decr.)
1. Base Expenditure Estimate	\$ 36,073,000	\$ 37,258,000	\$ 1,185,000
2. Policy Changes	\$ 6,071,000	\$ 16,720,000	\$ 10,649,000
	-----	-----	-----
Total for Services	\$ 42,144,000	\$ 53,978,000	\$ 11,834,000
Fiscal Intermediary	\$ 1,175,000	\$ 1,957,000	\$ 782,000
	-----	-----	-----
Total EWC Program	\$ 43,319,000	\$ 55,935,000	\$ 12,616,000

May 2013 Estimate, FY 2012-13 Compared to FY 2013-14, General Fund

	May 2013 Est. FY 2012-13	May 2013 Est. FY 2013-14	Difference Incr./.(Decr.)
1. Base Expenditure Estimate	\$ 36,073,000	\$ 37,258,000	\$ 1,185,000
2. Policy Changes	\$ (28,835,000)	\$ (17,917,000)	\$ 10,918,000
	-----	-----	-----
Total for Services	\$ 7,238,000	\$ 19,341,000	\$ 12,103,000
Fiscal Intermediary	\$ 1,175,000	\$ 1,957,000	\$ 782,000
	-----	-----	-----
Total EWC Program	\$ 8,413,000	\$ 21,298,000	\$ 12,885,000

**EVERY WOMAN COUNT PROGRAM
Comparison of Assumed Fiscal Impacts of Policy Changes**

Fiscal Year 2012-13, Comparison of May 2013 and November 2012 Estimates								
POLICY CHG.			NOVEMBER 2012 ESTIMATE		MAY 2013 ESTIMATE		DIFFERENCE, Incr./(Decr.)	
TYPE	NO.	DESCRIPTION	TOTAL FUNDS	STATE FUNDS	TOTAL FUNDS	STATE FUNDS	TOTAL FUNDS	STATE FUNDS
Benefits	1	FISCAL INTERMEDIARY EXPENDITURES	\$1,251,000	\$1,251,000	\$1,175,000	\$1,175,000	-\$76,000	-\$76,000
Other	2	CIGARETTE AND TOBACCO PRODUCTS SURTAX FUND	\$0	-\$22,081,000	\$0	-\$22,081,000	\$0	\$0
Other	3	BREAST CANCER CONTROL ACCOUNT	\$0	-\$7,912,000	\$0	-\$7,912,000	\$0	\$0
Other	4	CENTER FOR DISEASE CONTROL AND PREVENTION (CDC) FUND	\$0	-\$4,913,000	\$0	-\$4,913,000	\$0	\$0
Benefits	5	CONSUMER TOLL-FREE LINE	\$768,000	\$768,000	\$768,000	\$768,000	\$0	\$0
Benefits	6	REGIONAL CONTRACTS	\$2,588,000	\$2,588,000	\$2,588,000	\$2,588,000	\$0	\$0
Benefits	7	SAN DIEGO STATE UNIVERSITY RESEARCH FOUNDATION	\$238,000	\$238,000	\$238,000	\$238,000	\$0	\$0
Benefits	8	DIGITAL MAMMOGRAPHY RATE CHANGE	\$0	\$0	\$0	\$0	\$0	\$0
Benefits	9	EWC ENROLLEES SHIFT TO LIHP	\$0	\$0	\$0	\$0	\$0	\$0
Benefits	10	ONE-TIME PREVENTION AND PUBLIC HEALTH GRANT	\$404,000	\$404,000	\$404,000	\$404,000	\$0	\$0
Benefits	11	DENSE BREAST NOTIFICATION SUPPLEMENTAL SCREENING	\$1,030,000	\$1,030,000	\$2,073,000	\$2,073,000	\$1,043,000	\$1,043,000
EWC TOTAL			\$6,279,000	-\$28,627,000	\$7,246,000	-\$27,660,000	\$967,000	\$967,000

Fiscal Year 2013-14, Comparison of May 2013 and November 2012 Estimates								
POLICY CHG.			NOVEMBER 2012 ESTIMATE		MAY 2013 ESTIMATE		DIFFERENCE, Incr./(Decr.)	
TYPE	NO.	DESCRIPTION	TOTAL FUNDS	STATE FUNDS	TOTAL FUNDS	STATE FUNDS	TOTAL FUNDS	STATE FUNDS
Benefits	1	FISCAL INTERMEDIARY EXPENDITURES	\$1,790,000	\$1,790,000	\$1,957,000	\$1,957,000	\$167,000	\$167,000
Other	2	CIGARETTE AND TOBACCO PRODUCTS SURTAX FUND	\$0	-\$22,081,000	\$0	-\$22,081,000	\$0	\$0
Other	3	BREAST CANCER CONTROL ACCOUNT	\$0	-\$7,912,000	\$0	-\$7,912,000	\$0	\$0
Other	4	CENTER FOR DISEASE CONTROL AND PREVENTION (CDC) FUND	\$0	-\$4,644,000	\$0	-\$4,644,000	\$0	\$0
Benefits	5	CONSUMER TOLL-FREE LINE	\$806,000	\$806,000	\$806,000	\$806,000	\$0	\$0
Benefits	6	REGIONAL CONTRACTS	\$2,588,000	\$2,588,000	\$2,589,000	\$2,589,000	\$1,000	\$1,000
Benefits	7	SAN DIEGO STATE UNIVERSITY RESEARCH FOUNDATION	\$300,000	\$300,000	\$300,000	\$300,000	\$0	\$0
Benefits	8	DIGITAL MAMMOGRAPHY RATE CHANGE	\$4,600,000	\$4,600,000	\$4,600,000	\$4,600,000	\$0	\$0
Benefits	9	EWC ENROLLEES SHIFT TO LIHP	\$0	\$0	\$0	\$0	\$0	\$0
Benefits	10	ONE-TIME PREVENTION AND PUBLIC HEALTH GRANT	\$135,000	\$135,000	\$135,000	\$135,000	\$0	\$0
Benefits	11	DENSE BREAST NOTIFICATION SUPPLEMENTAL SCREENING	\$4,118,000	\$4,118,000	\$8,290,000	\$8,290,000	\$4,172,000	\$4,172,000
EWC TOTAL			\$14,337,000	-\$20,300,000	\$18,677,000	-\$15,960,000	\$4,340,000	\$4,340,000

¹ Funds are referenced separately in the EWC Funding Summary pages.

FISCAL INTERMEDIARY EXPENDITURES

POLICY CHANGE NUMBER: 1
IMPLEMENTATION DATE: 07/2012
ANALYST: Raman Pabla

		<u>FY 2012-13</u>	<u>FY 2013-14</u>
FULL YEAR COST	- TOTAL FUNDS	\$1,175,000	\$1,957,000
	- GENERAL FUND	\$1,175,000	\$1,957,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$1,175,000	\$1,957,000
	- GENERAL FUND	\$1,175,000	\$1,957,000

Purpose:

This policy change estimates the costs for the Fiscal Intermediary (FI) expenditures related to the Every Woman Counts (EWC) program.

Authority:

Health & Safety Code 104150 (c)

Interdependent Policy Changes:

Not Applicable

Background:

To implement the federal breast and cervical cancer early detection program, the EWC program utilizes the Department's FI to adjudicate medical claims. Beginning July 1, 2013, FI expenditures will consist of both processing costs and system development notices (SDNs). The SDNs will be used to make improvements to DETEC, the programs web-based enrollment and data collection system.

Reason for Change from Prior Estimate:

Updated adjudicated claim line (ACL) data.

Methodology:

- The estimated medical FI administrative costs are:

	<u>Estimated ACLs</u>	<u>Ave Cost per ACLs</u>	<u>Estimated ACL Expenditure</u>
General ACLs	1,266,447	\$ 0.74	\$ 937,171
Online ACLs	20	\$ 0.40	\$ 8
Total FY 2012-13			<u>\$ 937,179</u>
General ACLs	1,329,770	\$ 0.72	\$ 957,434
Online ACLs	21	\$ 0.42	\$ 9
Total FY 2013-14			<u>\$ 957,443</u>

2. The EWC program is budgeted on an accrual basis.

	<u>FY 2012-13</u>	<u>FY 2013-14</u>
Processing Costs	\$937,000	\$957,000
SDNs	\$238,000	\$1,000,000
Total	<u>\$1,175,000</u>	<u>\$1,957,000</u>

Funding:

State General Fund (4260-111/114-0001)

CIGARETTE AND TOBACCO PRODUCTS SURTAX FUND

POLICY CHANGE NUMBER: 2
IMPLEMENTATION DATE: 7/2012
ANALYST: Raman Pabla

		<u>FY 2012-13</u>	<u>FY 2013-14</u>
FULL YEAR COST	- TOTAL FUNDS	\$0	\$0
	- GENERAL FUND	-\$22,081,000	-\$22,081,000
	- PROP 99 FUND	\$22,081,000	\$22,081,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$0	\$0
	- GENERAL FUND	-\$22,081,000	-\$22,081,000
	- PROP 99 FUND	\$22,081,000	\$22,081,000

Purpose:

This policy change shifts the Cigarette and Tobacco Products Surtax (CTPS/Proposition 99) funds from the Unallocated Accounts to the General Fund.

Authority:

Revenue & Taxation Code 30124 (b)(6)
California Tobacco Health Education Act of 1988 (Proposition 99)

Interdependent Policy Changes:

Not Applicable

Background:

CTPS/Proposition 99 funds breast and cervical cancer screening and diagnostics for uninsured low-income women. These restricted funds pay clinical claims expenditures. Services include:

- Office visits and consults,
- Screening mammograms,
- Diagnostic mammograms,
- Diagnostic breast procedures,
- Case management, and
- Other clinical services.

Reason for Change from Prior Estimate:

There is no change.

Methodology:

1. The Every Woman Counts (EWC) program will receive \$22,081,000 in FY 2012-13 and FY 2013-14.
2. The EWC program is budgeted on an accrual basis.

Funding:

Proposition 99 Unallocated Local Assistance (4260-111/114-0236)
State General Fund (4260-111/114-0001)

BREAST CANCER CONTROL ACCOUNT

POLICY CHANGE NUMBER: 3
IMPLEMENTATION DATE: 07/2012
ANALYST: Raman Pabla

		<u>FY 2012-13</u>	<u>FY 2013-14</u>
FULL YEAR COST	- TOTAL FUNDS	\$0	\$0
	- GENERAL FUND	-\$7,912,000	-\$7,912,000
	- BCCA FUND	\$7,912,000	\$7,912,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$0	\$0
	- GENERAL FUND	-\$7,912,000	-\$7,912,000
	- BCCA FUND	\$7,912,000	\$7,912,000

Purpose:

This policy change shifts the Breast Cancer Control Account (BCCA) funds to the General Fund.

Authority:

Revenue & Taxation Code 30461.6

Interdependent Policy Changes:

Not Applicable

Background:

BCCA funds the provision of early breast cancer detection services for uninsured and underinsured women in the Every Woman Counts (EWC) program. The BCCA is funded by one cent of a two-cent tobacco tax. The BCCA is anticipated to slowly decline due to less tobacco use. BCCA funds may be used for direct services such as:

- Direct services contracts,
- Screening,
- Medical referrals,
- Outreach and health education,
- Clinical claims, and
- Processing costs.

Reason for Change from Prior Estimate:

There is no change.

Methodology:

1. The EWC program will receive \$7,912,000 of BCCA funds in FY 2012-13 and FY 2013-14.
2. The EWC program is budgeted on an accrual basis.

Funding:

Breast Cancer Control Account (4260-111/114-0009)
State General Fund (4260-111/114-0001)

CENTER FOR DISEASE CONTROL AND PREVENTION (CDC) FUND

POLICY CHANGE NUMBER: 4
IMPLEMENTATION DATE: 07/2012
ANALYST: Raman Pabla

		<u>FY 2012-13</u>	<u>FY 2013-14</u>
FULL YEAR COST	- TOTAL FUNDS	\$0	\$0
	- GENERAL FUND	-\$4,913,000	-\$4,644,000
	- CDC FUNDS	\$4,913,000	\$4,644,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$0	\$0
	- GENERAL FUND	-\$4,913,000	-\$4,644,000
	- CDC FUNDS	\$4,913,000	\$4,644,000

Purpose:

This policy change shifts the grant funding from the Center for Disease Control and Prevention (CDC) fund to the General Fund.

Authority:

Health & Safety Code 104150 (a)(b)
 Patient Protection and Affordable Care Act (ACA) of 2010

Interdependent Policy Changes:

Not Applicable

Background:

The CDC provides federal funding through the National Breast and Cervical Cancer Early Detection Program (NBCCEDP) for direct service contracts and clinical claims. The program offers funding for:

- Breast cancer screening,
- Cervical and breast cancer outreach,
- Education on preventive benefits, and
- Assuring high quality clinical services.

In addition, the Every Woman Counts (EWC) program received a one-time supplemental NBCCEDP grant to increase breast and cervical cancer screening and diagnostic services to serve more women in the EWC program. The grant does not allow funds to be used to supplant existing state funding for breast and cervical cancer screening services.

Reason for Change from Prior Estimate:

There is no change.

Methodology:

1. The NBCCEDP grant is a multi-year contract beginning on June 30, 2012 and ending on June 29, 2017. The total contract amount is \$10,572,696 per fiscal year.
2. The Department receives 65% of the total grant amount of \$10,572,696 and the California Department of Public Health (CDPH) receives the other 35% of the grant.

Department	\$6,878,596
CDPH	<u>\$3,694,100</u>
Total NBCCEDP Grant Amount	<u>\$10,572,696</u>

3. The Department allocates 65% of the grant to local assistance and 35% to the support budget.

Local Assistance	\$4,509,000
Support	<u>\$2,369,000</u>
NBCCEDP Grant for EWC	<u>\$6,878,000</u>

4. The one-time Prevention and Public Health Grant contract began on September 30, 2012 and will end on September 29, 2013. The total grant amount is \$538,808.
5. The EWC program assumes that 75% of the one-time Prevention and Public Health Grant will be used in FY 2012-13 and the remainder will be used in FY 2013-14.

$\$539,000 \times 75\% = \$404,000$	FY 2012-13
$\$539,000 \times 25\% = \$135,000$	FY 2013-14

6. The local assistance portion of the two funds are as follows:

	<u>FY 2012-13</u>	<u>FY 2013-14</u>
CDC Fund	\$4,509,000	\$4,509,000
One-Time Grant	<u>\$404,000</u>	<u>\$135,000</u>
Total	<u>\$4,913,000</u>	<u>\$4,644,000</u>

7. The EWC program is budgeted on an accrual basis.

Funding:

CDC Federal Fund (4260-111/114-0890)
 State General Fund (4260-111/114-0001)

CONSUMER TOLL-FREE LINE

POLICY CHANGE NUMBER: 5
IMPLEMENTATION DATE: 7/2012
ANALYST: Raman Pabla

		<u>FY 2012-13</u>	<u>FY 2013-14</u>
FULL YEAR COST	- TOTAL FUNDS	\$768,000	\$806,000
	- GENERAL FUND	\$768,000	\$806,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$768,000	\$806,000
	- GENERAL FUND	\$768,000	\$806,000

Purpose:

This policy change estimates the contract costs for the consumer toll-free line.

Authority:

Health & Safety Code 104150 (c)
 Contract #10-10317

Interdependent Policy Changes:

Not Applicable

Background:

The Department contracts with the Cancer Prevention Institute of California (CPIC) to provide direct breast and cervical cancer information and screening referral services to consumers via a consumer toll-free line. These services include:

1. Answering questions,
2. Prequalifying women,
3. Referring women to providers,
4. Providing eligibility information,
5. Referring ineligible women to other organizations,
6. Following up to ensure services were accessed,
7. Referring diagnosed women to the Breast and Cervical Cancer Treatment Program (BCCTP), and
8. Processing complaints.

Reason for Change from Prior Estimate:

The new contract costs are higher than anticipated.

Methodology:

1. The term of the contract is from January 1, 2011 to December 31, 2013.
2. The maximum amount payable for this contract is \$2,422,272 over three fiscal years.
3. The projected expenditures for FY 2012-13 are \$818,000.

Local Assistance	\$768,000
Support Dollars	<u>\$50,000</u>
Total expenditures in FY 2012-13	\$818,000

4. The projected expenditures for FY 2013-14 is \$806,000. The current contract will end on December 31, 2013. The Department is in the process of executing a new contract with CPIC beginning January 1, 2014.

Current contract, ends Dec. 2013	\$390,000
New contract, effective Jan. 2014	<u>\$416,000</u>
Total expenditures in FY 2013-14	\$806,000

5. The expenditures will be paid by both local assistance and support dollars.
6. The EWC program is budgeted on an accrual basis.

Funding:

State General Fund (4260-111/114-0001)

REGIONAL CONTRACTS

POLICY CHANGE NUMBER: 6
IMPLEMENTATION DATE: 7/2012
ANALYST: Raman Pabla

		<u>FY 2012-13</u>	<u>FY 2013-14</u>
FULL YEAR COST	- TOTAL FUNDS	\$2,588,000	\$2,589,000
	- GENERAL FUND	\$2,588,000	\$2,589,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$2,588,000	\$2,589,000
	- GENERAL FUND	\$2,588,000	\$2,589,000

Purpose:

This policy change estimates the regional contractor's costs.

Authority:

Health & Safety Code 104150 (c)
 CA Health Collaborative Contract #11-10315
 Community Health Partnership Contract #11-10687
 County of Orange Contract #11-10684
 Inland Agency Contract #11-10685
 Santa Barbara Contract #11-10686

Interdependent Policy Changes:

Not Applicable

Background:

As required by the National Breast and Cervical Cancer Early Detection Program (NBCCEDP) grant, the Department contracts with regional contractors to provide breast and cervical cancer services to eligible low-income individuals. Services include tailored health education to priority populations, quality clinical follow-up for recipients, and primary care provider network support in ten geographic regions of California.

The objective of each contract is to:

- Promote breast and cervical cancer awareness,
- Increase first time and repeat breast and cervical cancer screening, and
- Provide high quality screening services.

Reason for Change from Prior Estimate:

There is no change.

Methodology:

1. All of the contracts began on January 1, 2012 and will end on December 31, 2014.
2. The total contract amount for each regional contract is as follows:

	<u>Total Contract Amount</u>
CA Health Collaborative	\$4,684,338
Community Health	\$660,000
County of Orange	\$778,678
Inland Agency	\$720,000
Santa Barbara	\$922,440

3. The contracts are funded by local assistance.

	<u>FY 2012-13</u>	<u>FY 2013-14</u>
CA Health Collab.	\$1,561,000	\$1,562,000
Community Health	\$220,000	\$220,000
County of Orange	\$260,000	\$260,000
Inland Agency	\$240,000	\$240,000
Santa Barbara	<u>\$307,000</u>	<u>\$307,000</u>
Total	\$2,588,000	\$2,589,000

4. The Every Woman Counts (EWC) program is budgeted on an accrual basis.

SAN DIEGO STATE UNIVERSITY RESEARCH FOUNDATION

POLICY CHANGE NUMBER: 7
IMPLEMENTATION DATE: 7/2012
ANALYST: Raman Pabla

		<u>FY 2012-13</u>	<u>FY 2013-14</u>
FULL YEAR COST	- TOTAL FUNDS	\$238,000	\$300,000
	- GENERAL FUND	\$238,000	\$300,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$238,000	\$300,000
	- GENERAL FUND	\$238,000	\$300,000

Purpose:

This policy change estimates the contract costs to the San Diego State University Research Foundation (SDSURF).

Authority:

Health & Safety Code 104150 (c)
 Contract #08-85237

Interdependent Policy Changes:

Not Applicable

Background:

The Department contracts with the SDSURF, a private non-profit organization that is an auxiliary to California State University, San Diego. The contract services include providing professional education to primary care providers regarding breast and cervical cancer screening and diagnostic clinical care guidelines. Provided services will lead to an improvement in the quality and timeliness of screening and diagnosis, therefore, reducing mortality by earlier detection.

Reason for Change from Prior Estimate:

There is no change.

Methodology:

1. The current contract began on July 1, 2008 will end on June 30, 2013. The Department plans to renew the contract.

2. The projected expenditures for FY 2012-13 are \$621,000. Expenditures are paid with both local assistance and support dollars.

Local Assistance	\$238,000
Support	\$383,000
FY 2012-13	\$621,000

3. The projected expenditures for FY 2013-14 are \$797,000. Expenditures are paid with both local assistance and support dollars.

Local Assistance	\$300,000
Support	\$497,000
FY 2013-14	\$797,000

4. The EWC program is budgeted on an accrual basis.

Funding:

State General Fund (4260-111/114-0001)

DIGITAL MAMMOGRAPHY RATE CHANGE

POLICY CHANGE NUMBER: 8
IMPLEMENTATION DATE: 01/2014
ANALYST: Raman Pabla

		<u>FY 2012-13</u>	<u>FY 2013-14</u>
FULL YEAR COST	- TOTAL FUNDS	\$0	\$4,600,000
	- GENERAL FUND	\$0	\$4,600,000
PAYMENT LAG		0.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$0	\$4,600,000
	- GENERAL FUND	\$0	\$4,600,000

Purpose:

This policy change estimates the rate change for providers using digital mammography.

Authority:

Revenue & Taxation Code 30461.6
 Welfare & Institutions Code 14105.18
 AB 359 (Chapter 435, Statutes of 2009)

Interdependent Policy Changes:

Not Applicable

Background:

AB 359 limits the payment rate for digital mammography to the Medi-Cal analog mammography rate. AB 359 will sunset on December 31, 2013. Effective January 1, 2014, the Department will reimburse providers using the digital mammography screening to the current Medi-Cal digital mammography rate.

When digital mammography is not available, analog mammography screening may continue and will be paid at the analog mammography rate. The use of analog mammography will decrease as more providers offer digital mammography screening.

Reason for Change from Prior Estimate:

There is no change.

Methodology:

- Digital mammography will be paid at the digital rate effective January 1, 2014.
- Recent data shows that use of digital technology for mammograms has increased from 48.8% in FY 2011-12 to 66.1% in FY 2012-13.
- Below are the analog and digital rates:

<u>Mammogram</u>	<u>Analog Rate</u>	<u>Digital Rate</u>	<u>Difference</u>
Screening (both breasts)	\$72.16	\$127.24	\$55.08
Diagnostic (both breasts)	\$85.80	\$132.97	\$47.17
Diagnostic (one breast)	\$68.76	\$107.57	\$38.81

- The estimated annual digital mammography counts are:

<u>Mammogram</u>	<u>FY 2013-14</u>
Screening (both breasts)	131,467
Diagnostic (both breasts)	23,473
Diagnostic (one breast)	21,947
Total	<u>176,887</u>

- The change in rates are:

<u>Mammogram</u>	<u>Rate Difference</u>	<u>FY 2013-14 Counts</u>	<u>Cost Due to Change in Rate</u>
Screening (both breasts)	\$55.08	131,467	\$7,241,000
Diagnostic (both breasts)	\$47.17	23,473	\$1,107,000
Diagnostic (one breast)	\$38.81	21,947	\$852,000
			<u>\$9,200,000</u>

- The excess cost resulting from the rate change in FY 2013-14 (Jan-June 2014) is:

	<u>FY 2013-14</u>
Digital Mammograms	\$4,600,000

- The EWC program is budgeted on an accrual basis.

Funding:

State General Fund (4260-114-0001)

EWC ENROLLEES SHIFT TO LIHP

POLICY CHANGE NUMBER: 9
IMPLEMENTATION DATE: 07/2012
ANALYST: Raman Pabla

		<u>FY 2012-13</u>	<u>FY 2013-14</u>
FULL YEAR COST	- TOTAL FUNDS	-\$7,488,000	\$0
	- GENERAL FUND	-\$7,488,000	\$0
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		100.00%	100.00%
APPLIED TO BASE	- TOTAL FUNDS	\$0	\$0
	- GENERAL FUND	\$0	\$0

Purpose:

This policy change estimates the savings to the Every Woman Counts (EWC) program due to the eligible individuals who are enrolled in the Low-Income Health Program (LIHP).

Authority:

Revenue & Taxation Code 30461.6
 Health & Safety Code 104150

Interdependent Policy Changes:

Not Applicable

Background:

Federal and state law stipulates that the EWC program is payer of last resort. EWC services are limited to uninsured and/or underinsured women. Individuals who are enrolled in a local LIHP are not eligible for the EWC program effective July 1, 2012.

Reason for Change from Prior Estimate:

There is no change.

Methodology:

1. As of June 2012, the enrollment was at 460,158. At an average compounded monthly growth rate of 8.5%, LIHP reached its capacity of 500,000 by September 2012.
2. For FY 2012-13, assume that the estimated 52,000 EWC eligibles that were eligible for LIHP have already shifted to the program.

- 3. Assume a \$144 average cost per woman.
52,000 x \$144 = \$7,488,000

Savings due to shifting EWC enrollees to LIHP	<u>FY 2012-13</u> <u>-\$7,488,000</u>
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- 4. The EWC program is budgeted on an accrual basis.

Funding:

State General Fund (4260-111/114-0001)

ONE-TIME PREVENTION AND PUBLIC HEALTH GRANT

POLICY CHANGE NUMBER: 10
IMPLEMENTATION DATE: 9/2012
ANALYST: Raman Pabla

		<u>FY 2012-13</u>	<u>FY 2013-14</u>
FULL YEAR COST	- TOTAL FUNDS	\$404,000	\$135,000
	- GENERAL FUND	\$404,000	\$135,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$404,000	\$135,000
	- GENERAL FUND	\$404,000	\$135,000

Purpose:

This policy change estimates the costs to increase breast and cervical cancer screening services to serve more women in the Every Woman Counts (EWC) program.

Authority:

Health & Safety Code 104150 (a)(b)
 Patient Protection and Affordable Care Act (ACA) of 2010

Interdependent Policy Changes:

Not Applicable

Background:

The EWC program received a one-time supplemental National Breast and Cervical Cancer Early Detection Program (NBCCEDP) grant from the Prevention and Public Health Fund. The grant will increase breast and cervical cancer screening and diagnostic services to serve more women in the EWC program. The grant does not allow funds to be used to supplant existing state funding for breast and cervical cancer screening services. The Department expects to screen 4,051 more women with this grant.

Reason for Change from Prior Estimate:

There is no change.

Methodology:

1. The one-time Prevention and Public Health grant contract began on September 30, 2012 and will end on September 29, 2013. The total grant amount is \$538,808.

2. The EWC program assumes that 75% of the one-time Prevention and Public Health grant will be used in FY 2012-13 and the remainder will be used in FY 2013-14.

$\$539,000 \times 75\% = \mathbf{\$404,000}$ **FY 2012-13**

$\$539,000 \times 25\% = \mathbf{\$135,000}$ **FY 2013-14**

3. The EWC program assumes that 3,037 additional women will receive services in FY 2012-13 and 1,014 in FY 2013-14.
4. The EWC program is budgeted on an accrual basis.

Funding:

State General Fund (4260-111/114-0001)

DENSE BREAST NOTIFICATION SUPPLEMENTAL SCREENING

POLICY CHANGE NUMBER: 11
IMPLEMENTATION DATE: 4/2013
ANALYST: Raman Pabla

		<u>FY 2012-13</u>	<u>FY 2013-14</u>
FULL YEAR COST	- TOTAL FUNDS	\$2,073,000	\$8,290,000
	- GENERAL FUND	\$2,073,000	\$8,290,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$2,073,000	\$8,290,000
	- GENERAL FUND	\$2,073,000	\$8,290,000

Purpose:

This policy change estimates the costs of increased utilization for breast cancer screening services as a result of notification of dense breast.

Authority:

SB 1538 (Chapter 458, Statutes of 2012)

Interdependent Policy Changes:

Not Applicable

Background:

SB 1538 requires health facilities, administering mammograms to women 40 years and over, to notify patients whose breasts are categorized as being heterogeneously or extremely dense. The notification informs patients that they may benefit from supplementary screening due to the level of dense breast tissue (DBT) seen on the mammogram. The generated notices will result in patients requesting additional supplemental screening tests, such as magnetic resonance imaging (MRIs) and ultrasounds. The provisions of this bill will become operative April 1, 2013 and sunset on January 1, 2019.

Providers may bill for case management for each woman receiving additional services. Case management is a covered benefit for women who are symptomatic and therefore requiring immediate workup, including additional diagnostic procedures.

Reason for Change from Prior Estimate:

Expenditures now include case management costs.

Methodology:

1. Assume implementation begins April 1, 2013.
2. Assume mammography exams include screening and diagnostic.

3. Based on FY 2011-12 data, the average number of women, age 40 or over, who received an annual mammography exam is 298,735.

40 – 49 years:	125,458
50 and over:	<u>173,277</u>
Total	298,735

4. According to data presented by the American Society of Breast Surgeons (ASBS) in 2009, 75% of women 40 – 49 years of age and 42% of women over 50 years of age have dense breasts.

40 – 49 years: 125,458 x 75% =	94,094
50 and over: 173,277 x 42% =	<u>72,776</u>
Total	166,870

5. Assume 50% of women, who receive a notice, would request a supplementary screening test from their physician.

40 – 49 years: 94,094 x 50% =	47,047
50 and over: 72,776 x 50% =	<u>36,388</u>
Total	83,435

6. Assume the reimbursement rate per breast ultrasound is \$49.35.

40 – 49 years: 47,047 x \$49.35 =	\$2,321,769
50 and over: 36,388 x \$49.35 =	<u>\$1,795,748</u>
Total	\$4,117,517

7. The EWC reimbursement rate for case management is \$50 per woman per year.

$$83,435 \times \$50.00 = \$4,172,000$$

8. Expenditures are estimated to be **\$2,073,000** in **FY 2012-13** (April-June 2013) and **\$8,290,000** in **FY 2013-14**.

Funding:

State General Fund (4260-111/114-0001)

**EWC Trend Report
(Includes Actuals & Projected Base Values)**

Total				
<u>Quarter</u>	<u>Base Estimate Caseload</u>	<u>Estimated Caseload from Policy Changes</u>	<u>Total Caseload</u>	<u>Total EWC Payments</u>
July-Sept 2010				\$2,423,879 *
Oct-Dec 2010				\$7,048,100 *
Jan-Mar 2011				\$6,547,490 *
April -June 2011				\$9,031,851 *
FY 2010-11	208,989		208,989 *	\$25,051,320
July-Sept 2011				\$8,902,682 **
Oct-Dec 2011				\$8,305,791 **
Jan-Mar 2012				\$8,556,130 **
April -June 2012				\$9,243,591 **
FY 2011-12	262,463		262,463 **	\$35,008,194
July-Sept 2012				\$8,755,399 **
Oct-Dec 2012				\$8,880,372 **
Jan-Mar 2013				\$8,838,916 **
April -June 2013				\$9,597,946 **
FY 2012-13	298,723	3,037	301,760 **	\$36,072,633
July-Sept 2013				\$7,204,780 **
Oct-Dec 2013				\$9,487,537 **
Jan-Mar 2014				\$10,347,568 **
April -June 2014				\$10,217,689 **
FY 2013-14	312,534	1,014	313,548 **	\$37,257,574

Note: 1) Expenditures are based on an accrual basis.

* Actuals

** Estimated