

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 6105**

**BILL NUMBER:** HB 1242

**NOTE PREPARED:** Feb 7, 2007

**BILL AMENDED:**

**SUBJECT:** Medicaid Disease Management and Kidney Disease.

**FIRST AUTHOR:** Rep. Mays

**FIRST SPONSOR:**

**BILL STATUS:** 2<sup>nd</sup> Reading - 1<sup>st</sup> House

**FUNDS AFFECTED:**  GENERAL  
 DEDICATED  
 FEDERAL

**IMPACT:** State

**Summary of Legislation:** This bill requires the Medicaid Disease Management Program for Medicaid recipients with diabetes or hypertension to include education on kidney disease and the benefits of being evaluated for kidney disease.

**Effective Date:** July 1, 2007.

**Explanation of State Expenditures:** Recipients who choose to participate in the Disease Management Program receive educational counseling and materials regarding their conditions and the importance of controlling their chronic condition through personal actions such as controlling blood sugar, stopping smoking, exercising, or losing weight. Recipients are also counseled regarding what should be checked at each doctor visit and testing that should be done annually and why. Annual kidney function testing is recommended specifically in the diabetes educational information published on the Disease Management Program website and provided to participants.

Participants in the Disease Management Program are encouraged to sign personal care plans that outline what their responsibilities are in managing their chronic conditions and encourages them to set personal management goals to achieve before their next appointment. Ensuring that the phone contacts and patient education materials include information on the advisability of annual kidney function testing for at-risk individuals should be within the resources available to the program.

The Disease Management Program also educates providers with regard to best practices for chronic disease management.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Family and Social Services Administration, Office of Medicaid Policy and Planning.

**Local Agencies Affected:**

**Information Sources:** Family and Social Services Administration, Office of Medicaid Policy and Planning; and the Indiana Chronic Disease Management Program website at: <http://www.indianacdmprogram.com>.

**Fiscal Analyst:** Kathy Norris, 317-234-1360.