

# Fiscal Note

State of Alaska  
2025 Legislative Session

Bill Version: HB 151  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: HB151-DOH-CO-4-15-25  
Title: MEDICAL ASSISTANCE: CHILDREN UNDER AGE  
6  
Sponsor: GALVIN  
Requester: (H) HSS

Department: Department of Health  
Appropriation: Departmental Support Services  
Allocation: Commissioner's Office  
OMB Component Number: 317

**Expenditures/Revenues**

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2026 Appropriation Requested	Included in Governor's FY2026 Request	Out-Year Cost Estimates				
			FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
<b>OPERATING EXPENDITURES</b>	<b>FY 2026</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>	<b>FY 2031</b>
Personal Services	123.2		123.2	123.2	123.2	123.2	123.2
Travel							
Services	270.0		120.0	120.0	120.0	220.0	270.0
Commodities	5.0		2.0	2.0	2.0	2.0	2.0
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>398.2</b>	<b>0.0</b>	<b>245.2</b>	<b>245.2</b>	<b>245.2</b>	<b>345.2</b>	<b>395.2</b>

**Fund Source (Operating Only)**

1002 Fed Rcpts (Fed)	199.1		122.6	122.6	122.6	172.6	197.6
1003 GF/Match (UGF)	199.1		122.6	122.6	122.6	172.6	197.6
<b>Total</b>	<b>398.2</b>	<b>0.0</b>	<b>245.2</b>	<b>245.2</b>	<b>245.2</b>	<b>345.2</b>	<b>395.2</b>

**Positions**

Full-time							
Part-time							
Temporary	1.0		1.0	1.0	1.0	1.0	1.0

**Change in Revenues**

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2025) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2026) cost:** 0.0 *(separate capital appropriation required)*

**Does the bill create or modify a new fund or account?** No  
*(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)*

**ASSOCIATED REGULATIONS**

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No  
If yes, by what date are the regulations to be adopted, amended or repealed?

**Why this fiscal note differs from previous version/comments:**

Not applicable, initial version.

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Division: <u>Department of Health Commissioner's Office</u>	Date: <u>04/15/2025</u>
Approved By: <u>Pam Halloran, Assistant Commissioner</u>	Date: <u>04/18/25</u>
Agency: <u>Department of Health</u>	

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2025 LEGISLATIVE SESSION

BILL NO. HB151

### Analysis

The bill requires the Department of Health (Department) to implement continuous Medicaid eligibility for children aged 0–6 through a Medicaid Section 1115 demonstration waiver. The Department would contract with a consultant to support development, submission, federal negotiations, implementation, and monitoring for the required waiver. Additionally, the Department would establish a new position within the Office of Health Savings in the Commissioner's office to manage the contractor, oversee waiver activities, facilitate stakeholder engagement, coordinate reporting, and provide ongoing support. In accordance with federal Section 1115 demonstration waiver reporting requirements, the contractor would prepare an interim report in FY2030 using data from FY2027–FY2029.

All listed expenditures are eligible for 50 percent federal reimbursement.

Associated Costs Include:

Personal Services: \$123.2 annually, starting in FY2026, for one non-permanent exempt Project Coordinator (range 20), step C, based in Anchorage, including salary and benefits.

Services: \$20.0 annually, starting in FY2026, for office space and reimbursable service agreements supporting the position. Additional contractual costs for consultant services include:

FY2026: \$250.0 for stakeholder engagement, public notice, waiver application preparation, submission, and federal negotiations support.

FY2027–FY2029: \$100.0 annually for ongoing monitoring, reporting, and technical assistance.

FY2030: \$200.0 for interim evaluation, renewal preparation, and stakeholder outreach.

FY2031: \$250.0 for comprehensive renewal activities, federal negotiation, and technical support.

Commodities: \$5.0 in FY2026 for initial setup (furnishings, computer equipment, monitors, cell phone). Ongoing annual commodity costs are estimated at \$2.0 thereafter for office supplies.