

Fiscal Note

State of Alaska
2020 Legislative Session

Bill Version: HB 267
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB267-DCCED-DOI-03-13-20
Title: SHORT-TERM HEALTH CARE INSURANCE
Sponsor: ZULKOSKY
Requester: (H) Health and Social Services

Department: Department of Commerce, Community and
Economic Development
Appropriation: Insurance Operations
Allocation: Insurance Operations
OMB Component Number: 354

Expenditures/Revenues

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

	FY2021 Appropriation Requested	Included in Governor's FY2021 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2021	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2020) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2021) 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? Yes
If yes, by what date are the regulations to be adopted, amended or repealed? 12/31/21

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

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Date: 02/24/2020
Date: 03/13/20

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2020 LEGISLATIVE SESSION

BILL NO. HB 267

Analysis

HB 267 amends Insurance statute AS 21.54 by adding parameters for what an insurer can offer as a short-term limited-duration (STLD) insurance policy. Twelve mandatory elements are added that must be covered by a STLD plan. Ten of twelve of these are services, many of which mirror the essential health benefits required under the Affordable Care Act, while two of them are broader: chronic disease management and preexisting conditions.

HB 267 also sets limits on when a STLD policy can be offered, and for how long. It limits renewal to a single occurrence, and sets cost-sharing maximums for individual and family coverage (subject to inflation).

The Division of Insurance will absorb the work load associated with this bill with existing staff and authority.