Fiscal Note

State of Alaska Bill Version: SB 4 2025 Legislative Session Fiscal Note Number: () Publish Date: Identifier: SB004CS(L&C)-DOA-DRB 4-23-25 Department: Department of Administration Title: HEALTH CARE PRICES AND INCENTIVE Appropriation: Centralized Administrative Services **PROGRAMS** Allocation: Retirement and Benefits Sponsor: **HUGHES** OMB Component Number: 64 Requester: (S) LABOR & COMMERCE **Expenditures/Revenues** Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars) Included in FY2026 Governor's Appropriation FY2026 **Out-Year Cost Estimates** Requested Request **OPERATING EXPENDITURES** FY 2026 **FY 2026 FY 2027 FY 2028 FY 2029 FY 2030** FY 2031 Personal Services Travel Services Commodities Capital Outlay **Grants & Benefits** Miscellaneous 0.0 0.0 0.0 0.0 0.0 0.0 **Total Operating** 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 0.0 0.0 0.0 0.0 Total 0.0 0.0 0.0 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 No If yes, by what date are the regulations to be adopted, amended or repealed? N/A Why this fiscal note differs from previous version/comments: The (S) Labor & Commerce committee substitute removed the requirement for the AlaskaCare plans to provide a report in January 2026. The cost of generating the report was the only expense related to the original version of the bill. Prepared By: Steve Ramos, Deputy Director Phone: (907)465-3413 Chief Health Administrator, Retirement & Benefits Date: Division: 04/23/2025 Michelle Vuille, Division Operations Manager Date: 04/23/25 Approved By:

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Agency:

Department of Administration

FISCAL NOTE ANALYSIS

STATE OF ALASKA 2025 LEGISLATIVE SESSION

Analysis

This bill would increase the administrative burden on claim administrators. That increased responsibility would be passed on to plans in the form of increased administrative fees. The AlaskaCare plans already incentivize consumerism and steer members to lower cost alternatives.
The amended version of this bill removes the requirement for the Division of Retirement & Benefits to analyze whether the statue would benefit AlaskaCare members.
As such, the department is submitting a zero fiscal note for this amended bill.

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