Fiscal Note State of Alaska Bill Version: HB 185 2025 Legislative Session Fiscal Note Number: () Publish Date: Identifier: HB185-DOH-MS-05-2-25 Department: Department of Health Title: Appropriation: Medicaid Services MEDICAL ASSISTANCE; FAMILY PLANNING Sponsor: Allocation: Medicaid Services Requester: (H) HSS OMB Component Number: 3234 **Expenditures/Revenues** Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars) Included in FY2026 Governor's FY2026 **Out-Year Cost Estimates** Appropriation Requested Request FY 2029 FY 2030 **OPERATING EXPENDITURES** FY 2026 FY 2027 FY 2028 FY 2031 FY 2026 Personal Services Travel Services Commodities Capital Outlay **Grants & Benefits** 350.2 2,101.1 2,101.1 2,101.1 2,101.1 2,101.1 Miscellaneous **Total Operating** 350.2 0.0 2,101.1 2,101.1 2,101.1 2,101.1 2,101.1 **Fund Source (Operating Only)** 315.2 1,890.9 1,890.9 1,890.9 1002 Fed Rcpts (Fed) 1,890.9 1,890.9 1003 GF/Match (UGF) 210.2 35.0 210.2 210.2 210.2 210.2 0.0 350.2 2,101.1 2,101.1 2,101.1 2,101.1 2,101.1 **Total 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 0.0 Estimated SUPPLEMENTAL (FY2025) cost: (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? Yes If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/26

Why this fiscal note differs from previous version/comments:

Not applicable; initial version.

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Division:	Medicaid Services	Date: 05/01/2025
Approved By:	Pam Halloran, Assistant Commissioner	Date: 05/02/25
Agency:	Department of Health	

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FISCAL NOTE ANALYSIS

STATE OF ALASKA 2025 LEGISLATIVE SESSION

BILL NO. HB185

Analysis

House Bill 185 allows for optional coverage of family planning services for a non-pregnant individual, whose income exceeds limits for other Medicaid eligibility categories but is equal to or less than 225 percent of the prevailing Federal Poverty Guidelines for Alaska.

Implementation of the requirements of this legislation will require the Department of Health, Division of Public Assistance, to create a new Medicaid eligibility category and for the Department of Health, Division of Health Care Services to update the Alaska Medicaid Management Information System to pay claims under this new Medicaid eligibility category.

Fiscal Impact:

This change is expected to increase total Medicaid expenditures by extending coverage to those individuals who might otherwise not be covered by Medicaid for family planning services.

Medicaid Services has calculated an increase of \$2,101.1 annually, with 90 percent federal and 10 percent general fund match funding. This increase was calculated using fiscal year 2024 eligibility and family planning spending data extracted from the Medicaid claims system. An average annual cost was determined by dividing total family planning claims spending for family planning services by total member count. The annual Medicaid Services spending increase was determined by multiplying the average annual cost against the number of non-covered participants estimated. The federal match percentage is based on the family planning Federal Medical Assistance Percentage (FMAP) rate.

Estimated impacts on participation of covered individuals is estimated to be 3,500 individuals annually.

Implementation Considerations:

Policy, systems, and operational changes would be required to implement the new category.

A state plan amendment would be necessary.

This legislation will take effect only if, on or before January 1, 2026, the United States Department of Health and Human Services approves the amendments to the state plan or determines that approval is not necessary. If this Act takes effect, it takes effect January 1, 2026.

After approval is received from the United States Department of Health and Human Services, it will take another four to six months for regulation changes and implementation. Partial funding is requested for FY2026.

(Revised 9/6/24 OMB/LFD) Page 2 of 2