

Fiscal Note

State of Alaska
2022 Legislative Session

Bill Version: SB 41
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB041-DCCED-DOI-02-11-22
Title: HEALTH INSURANCE INFO.; INCENTIVE PROGRAM
Sponsor: HUGHES
Requester: (S) LABOR & COMMERCE

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)

	FY2023 Appropriation Requested	Included in Governor's FY2023 Request	Out-Year Cost Estimates				
			FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
OPERATING EXPENDITURES	FY 2023	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Personal Services	134.0		134.0	134.0	134.0	134.0	134.0
Travel	6.0		4.0	4.0	4.0	4.0	4.0
Services	15.0		15.0	15.0	15.0	15.0	15.0
Commodities	10.0						
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	165.0	0.0	153.0	153.0	153.0	153.0	153.0

Fund Source (Operating Only)

1007 I/A Rcpts (Other)	165.0		153.0	153.0	153.0	153.0	153.0
Total	165.0	0.0	153.0	153.0	153.0	153.0	153.0

Positions

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

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2022) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2023) 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If yes, by what date are the regulations to be adopted, amended or repealed? 06/30/23

Why this fiscal note differs from previous version/comments:

Updated with FY23 personal services costs. Regulations date extended by one year.

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Division:	Insurance	Date:	01/10/2022 01:00 PM
Approved By:	Micaela Fowler, Administrative Services Director	Date:	02/10/22
Agency:	Department of Commerce, Community, and Economic Development		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2022 LEGISLATIVE SESSION

BILL NO. SB 41

Analysis

SB 41 adds new sections to AS 21.96 on access to payment information, incentive programs, availability of programs, filing requirements, out-of-network health care providers, classification of administrative expense, and reporting requirements; and amends what must be included in the Division of Insurance (DOI) annual report. This legislation also adds a new section to AS 29.35 relating to the regulation of disclosure and reporting of health care services and price information.

The creation of new policies and procedures for reviewing the incentive programs would necessitate an additional Program Coordinator II position to administer all aspects of the program for DOI. This position would be responsible for ensuring that health insurers comply with new provisions of AS 21.96 created by this Act, including compliance with incentive programs.

Personal Services: \$134.0 for the Program Coordinator II, range 20, starting FY2023

Travel: \$6.0 in FY2023
 \$4.0 in FY2024-FY2028

Services: \$15.0 in each year for core services costs

Commodities: \$10.0 in FY2023 for startup costs associated with the position (computer, etc.)

It is not currently known if regulations will be required as a result of this legislation, as it's currently unknown whether the DOI or insurers will manage the incentive program. Any new regulations needed will be combined with planned regulations packages and will not require additional budget authorization.

Costs associated with this legislation will be funded by receipt supported services, fund code 1156, collected by DOI from licensing and other fees.