

FISCAL NOTE

STATE OF ALASKA
2001 LEGISLATIVE SESSION

Fiscal Note Number: 3
 Bill Version: CSHB 113(HES)
 (H) Publish Date: 4/10/01

Revision Date/Time (Note if correction): _____ Dept. Affected: Administration
 Title: "An Act relating to health care insurance
payments for hospital or medical..." BRU: Centralized Admin. Services
 Sponsor: Representative Green Component: Retirement & Benefits
 Requester: House Finance Component Number: 64

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (TRS 1034)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2001) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2002 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

CSHB113(HES) requires medical insurers to adjudicate claims within 30 calendar days of receipt. Currently the State of Alaska requires its third party administrator- Aetna - to pay 80% of claims within 12 calendar days. If it does not, penalties are assessed on Aetna for late payment. The penalties are paid to the plan. Although the state's medical plans are self-insured and the state is not legally bound to mandates and requirements set out in Title 21, the state has generally followed such mandates and requirements as a matter of public policy. Given the timelines set out in the committee substitute, the Department of Administration believes this legislation would have no fiscal impact on state administered medical plans.

Prepared by: Guy Bell, Director Phone 465-4471
 Division: Retirement and Benefits Date/Time April 3, 2001
 Approved by: Jim Duncan, Commissioner Date April 3, 2001
 Agency: Department of Administration

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