

# FISCAL NOTE

**STATE OF ALASKA**  
**2008 LEGISLATIVE SESSION**

Fiscal Note Number: 5  
 Bill Version: CSHB 337(HES)  
 (H) Publish Date: 3/10/08  
 Dept. Affected: Health & Social Services  
 RDU: Health Care Services  
 Component: Medicaid Services

ID(File name) HB337CS(HES)-DHSS-MS-03-10-08  
 Title: HEALTH CARE: PLAN/COMMISSION/FACILITIES  
 Sponsor: RULES BY REQUEST OF THE GOVERNOR  
 Requester: HOUSE HES

Component No. 2077

**Expenditures/Revenues** (Thousands of Dollars)

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

	Appropriation Required	Information						
		FY 2009	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
<b>OPERATING EXPENDITURES</b>								
Personal Services								
Travel								
Contractual								
Supplies								
Equipment								
Land & Structures								
Grants & Claims	*		*	*	*	*	*	*
Miscellaneous								
<b>TOTAL OPERATING</b>	*	<b>0.0</b>	*	*	*	*	*	*

<b>CAPITAL EXPENDITURES</b>								
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<b>CHANGE IN REVENUES (0)</b>								
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts	*		*	*	*	*	*	*
1003 GF Match	*		*	*	*	*	*	*
1004 GF								
1037 GF/Mental Health								
Other(Specify Type-do not abbreviate)								
Other(Specify Type-do not abbreviate)								
<b>TOTAL</b>	*	<b>0.0</b>	*	*	*	*	*	*

Estimate of any current year (FY2008) cost: \_\_\_\_\_

**POSITIONS**

Full-time								
Part-time								
Temporary								

**ANALYSIS:** (Attach a separate page if necessary)

CSHB337(HES) retains the Certificate of Need statewide except for communities of 60,000 or more (Anchorage, Mat-Su and Fairbanks). This version of the bill also retains CON requirements for nursing homes and residential psychiatric treatment centers in all communities. This fiscal note is indeterminate (\*). Eliminating most of the CON program would likely increase costs to Medicaid, however the costs are unknown at this time. Projects denied, withdrawn, or reduced as the result of the CON program have saved the Alaska Medicaid program approximately \$3 million per year in payments for avoided capital costs (50% Federal/50% GF/M), or 1.2% of the total project costs for these facilities.

Prepared by: William J. Streur, Deputy Commissioner  
 Division: Health Care Services  
 Approved by: Karleen Jackson, Commissioner  
 Agency: Department of Health and Social Services

Phone 334-2520  
 Date/Time 03/07/2008  
 Date 03/10/2008