

FISCAL NOTE

STATE OF ALASKA
2011 LEGISLATIVE SESSION

Fiscal Note Number 2
 Bill Version CSSB 70(L&C)
 (S) Publish Date 3/23/11

Identifier (file name) SB70-CCED-INS-02-08-11 Dept. Affected DCCED
 Title Alaska Health Benefit Exchange Appropriation _____
 Allocation _____
 Sponsor Senators French and Davis
 Requester Senate Labor & Commerce OMB Component Number _____

Expenditures/Revenues (Thousands of Dollars)

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

	Appropriation Required	Information						
		FY 2012	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
OPERATING EXPENDITURES								
Personal Services	1,180.1		1,180.1	1,180.1	1,180.1	1,180.1	1,180.1	1,180.1
Travel	121.0		121.0	121.0	121.0	121.0	121.0	121.0
Services	189.0		189.0	189.0	189.0	189.0	189.0	189.0
Commodities	72.0		24.0	24.0	24.0	24.0	24.0	24.0
Capital Outlay								
Grants	100.0		100.0	100.0	100.0	100.0	100.0	100.0
Miscellaneous								
TOTAL OPERATING	1,662.1	0.0	1,614.1	1,614.1	1,614.1	1,614.1	1,614.1	1,614.1

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	1,662.1		1,614.1	1,614.1	1,614.1	1,614.1	1,614.1	1,614.1
1005 GF/Program Receipts								
1037 GF/Mental Health								
1178 Micro-Loan Fund (RLF)								
Other (please identify)								
TOTAL	1,662.1	0.0	1,614.1	1,614.1	1,614.1	1,614.1	1,614.1	1,614.1

Estimate of any current year (FY2011) cost _____

POSITIONS

Full-time	12.0		12	12	12	12	12
Part-time							
Temporary							

Why this fiscal note differs from previous version (if initial version, please note as such)

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 Approved by Susan K. Bell Commissioner
Commerce, Community and Economic Development

Phone 465-2560
 Date/Time 2/9/11 5:30 PM
 Date 2/10/2011

FISCAL NOTE #2

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BILL NO. CSSB 70(L&C)

Analysis

SB 70 would establish a health benefit exchange in order to facilitate the purchase and sale of individual and small employer health insurance plans in Alaska. The exchange would also provide consumer education and assistance. The exchange would be established as a public corporation within the Department of Commerce, Community and Economic Development, but it would be a separate legal entity. An exchange board appointed by the Governor would have the responsibility and authority to develop and maintain the exchange which would include developing and maintaining a website for Alaskans to obtain information on insurance plans, to determine eligibility for and enroll eligible Alaskans in Medicaid or Denali Kidcare, to determine cost of coverage after any premium tax credit or cost sharing reduction and many other functions specified in the bill.

Estimates have been developed for the required resources to meet the core functions to be performed including:

- 1) Personal Services – a staff of 12 including an executive director, accounting staff, web support and program staff
- 2) Board Costs – first year plans for monthly two-day meetings until the exchange is fully operational, followed by quarterly meetings for subsequent years
- 3) Services – including initial work station supplies and equipment, telephone hotlines, phone systems, printing, leased space, support contracts
- 4) Commodities – supplies, computers
- 5) Grants to the Navigator program