

# Fiscal Note

State of Alaska  
2017 Legislative Session

Bill Version:	CSHB 23(FIN)
Fiscal Note Number:	2
(H) Publish Date:	2/17/2017

Identifier: HB023CS(FIN)-DPS-ADM-02-15-17  
 Title: INS. FOR DEPENDS. OF DECEASED  
 FIRE/POLICE  
 Sponsor: JOSEPHSON  
 Requester: (H) FIN

Department: Department of Public Safety  
 Appropriation: Statewide Support  
 Allocation: Administrative Services  
 OMB Component Number: 525

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2018	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2018 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
<b>OPERATING EXPENDITURES</b>	<b>FY 2018</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>	<b>FY 2023</b>
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Fund Source (Operating Only)

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Positions

Full-time							
Part-time							
Temporary							

## Change in Revenues

<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2017) cost:** 0.0 (separate supplemental appropriation required)  
 (discuss reasons and fund source(s) in analysis section)

**Estimated CAPITAL (FY2018) cost:** 0.0 (separate capital appropriation required)  
 (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 If yes, by what date are the regulations to be adopted, amended or repealed? 09/01/18

## Why this fiscal note differs from previous version:

The analysis was updated to reflect the full cost of medical insurance premiums under the Public Safety Employee's Association (PSEA) Health Trust.

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Phone: (907)465-4336  
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**REPORTED OUT OF  
HFC 02/16/2017**

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2017 LEGISLATIVE SESSION

## Analysis

This bill establishes the Peace Officer and Firefighter Survivors' Fund in the general fund under AS 39.60 for the purpose of paying medical insurance premiums on behalf of eligible surviving dependents of a peace officer or firefighter who dies in the line of duty.

The fund would be managed and administered by DPS which includes establishing standardized procedures and forms, receiving applications, determining eligibility, and issuing payments to medical insurance providers.

DPS currently pays the medical insurance premiums for three state employee survivor families who would be eligible under this bill. Based on the full cost of the medical insurance premium under the Public Safety Employee's Association (PSEA) Health Trust, the annual cost would be \$23,372 per survivor family per year which would be deposited into the fund for the purpose of paying medical insurance premiums.

DPS can absorb the work associated with managing and administering the fund assuming the number of surviving dependents eligible under the fund remains low. Therefore, a zero fiscal note is being submitted. If the number of surviving dependents eligible under the fund increases, additional staffing may be needed to effectively perform this work in a timely manner.

The bill also directs DPS to adopt regulations to implement the new provisions established by the bill. The regulations process would begin immediately upon passage of this bill and would be expected to be adopted no later than September 1, 2018.