

# Fiscal Note

State of Alaska  
2018 Legislative Session

Bill Version:	CSHB 25(FIN)
Fiscal Note Number:	5
(H) Publish Date:	3/29/2018

Identifier: HB025CS(HSS)-DOA-DRB-01-05-18  
 Title: INSURANCE COVERAGE FOR  
 CONTRACEPTIVES  
 Sponsor: CLAMAN  
 Requester: House Finance

Department: Department of Administration  
 Appropriation: Centralized Administrative Services  
 Allocation: Retirement and Benefits  
 OMB Component Number: 64

### Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
<b>OPERATING EXPENDITURES</b>	<b>FY 2019</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</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

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>

**Estimated SUPPLEMENTAL (FY2018) cost:** 0.0 *(separate supplemental appropriation required)*  
*(discuss reasons and fund source(s) in analysis section)*

**Estimated CAPITAL (FY2019) 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? No  
 If yes, by what date are the regulations to be adopted, amended or repealed?

### Why this fiscal note differs from previous version/comments:

**\*\*Updated on 2018 Fiscal Note Form\*\*** Previous versions of the bill did not apply to plans administered by the Division of Retirement and Benefits (DRB). Language added to the CS directly references DRB statutes; therefore, DRB submits this fiscal note.

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Division:	Retirement and Benefits	Date:	01/05/2018
Approved By:	Leslie Ridle, Commissioner	Date:	01/05/18
Agency:	Administration		

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
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## Analysis

The self-funded AlaskaCare active employee plan provided under AS 39.30.091 surrendered grandfather status under the Affordable Care Act in January 2017. The plan currently provides generic contraceptives and - in cases where generics are not available or when a medical exception is granted - therapeutically equivalent brand name medication without member cost share when received through mail order or at a network pharmacy. Members can readily get a 90 day fill at either retail locations or through mail order, and extended days supplies can be approved through what we term "vacation overrides" if the member will be unable to access a pharmacy for an extended period of time.

Because the plan already offers the benefits outlined in the CS, no additional utilization (more contraception being issued) is anticipated as a result of the bill.

The CS would expand the 90-day fill limit to a one year supply. Although we may experience de minimis savings as a result of reduced dispensing fees we do not anticipate savings from a decrease in unplanned pregnancies. DRB believes this bill will have little to no fiscal impact on the AlaskaCare employee plan and submits a zero fiscal note.