

# Fiscal Note

State of Alaska  
2024 Legislative Session

|                     |           |
|---------------------|-----------|
| Bill Version:       | HB 187    |
| Fiscal Note Number: | 1         |
| (H) Publish Date:   | 4/11/2024 |

Identifier: HB187-DCCED-DOI-02-09-24  
 Title: PRIOR AUTH EXEMPT FOR HEALTH PROVIDERS  
 Sponsor: SUMNER  
 Requester: (H) Health and Social Services

Department: Department of Commerce, Community and Economic Development  
 Appropriation: Insurance Operations  
 Allocation: Insurance Operations  
 OMB Component Number: 354

**Expenditures/Revenues**

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

|                               | FY2025                  | Included in               | Out-Year Cost Estimates |                |                |                |                |
|-------------------------------|-------------------------|---------------------------|-------------------------|----------------|----------------|----------------|----------------|
|                               | Appropriation Requested | Governor's FY2025 Request | FY 2026                 | FY 2027        | FY 2028        | FY 2029        | FY 2030        |
| <b>OPERATING EXPENDITURES</b> | <b>FY 2025</b>          | <b>FY 2025</b>            | <b>FY 2026</b>          | <b>FY 2027</b> | <b>FY 2028</b> | <b>FY 2029</b> | <b>FY 2030</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 (FY2024) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2025) cost:** 0.0 *(separate capital appropriation required)*

**Does the bill create or modify a new fund or account?** No  
*(Supplemental/Capital/New Fund - 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? **07/01/25**

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

Not applicable, initial version.

|              |  |        |               |
|--------------|--|--------|---------------|
| Prepared By: | Lori Wing-Heier, Director                      | Phone: | (907)538-4203 |
| Division:    | Division of Insurance                          | Date:  | 02/09/2024    |
| Approved By: | Hannah Lager, Administrative Services Director | Date:  | 02/09/24      |
| Agency:      | Commerce, Community, and Economic Development  |        |               |

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2024 LEGISLATIVE SESSION

**Analysis**

The bill calls for the division to adopt regulations to administer a program or to contract with a third party to review the practices of certain health care providers to determine if they should be allowed an exemption from prior authorizations for certain medical procedures.

Passage of this bill will require the division to implement regulations, including regulations that specify how the division will provide review when there is a complaint submitted to the division from a provider regarding a utilization review entity.

The division will absorb any costs associated with the passage of this bill within current budgeted authority.