

Fiscal Note

State of Alaska
2024 Legislative Session

Bill Version:	HCS CSSB 134(JUD)
Fiscal Note Number:	2
(H) Publish Date:	5/6/2024

Identifier: SB134CS(JUD)-DCCED-DOI-05-03-24
 Title: INS. DATA SECURITY; INFO. SECURITY PRGRMS
 Sponsor: KAUFMAN
 Requester: (H) JUDICIARY

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
OPERATING EXPENDITURES	FY 2025	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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 If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/25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:

Updated to reflect changes in the committee substitute including coverage of breast diagnostic imaging tests.

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Division:	Division of Insurance	Date:	05/03/2024
Approved By:	Hannah Lager, Administrative Services Director	Date:	05/03/24
Agency:	Commerce, Community, and Economic Development		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2024 LEGISLATIVE SESSION**Analysis**

Artificial Intelligence, machine learning, and cybersecurity hacks/events are becoming a concern in the insurance industry. SB134 provides risk assessment and notification requirements that insurers and large broker firms must comply with. The bill requests that the insurers and large broker firms adopt a corporate governance structure for response to cyber events. Smaller brokerage firms are exempt.

This bill addresses state-regulated private insurance and requires those plans that include coverage of breast diagnostic imaging tests to do so without patient cost sharing. The language applies this treatment to preventive screenings and both diagnostic exams, when an abnormality is found in the breast, and supplemental exams. These exams are the step between screening mammography and biopsy.

If adopted, the Division of Insurance will absorb any associated costs within the division's existing budget authority.