

# Fiscal Note

State of Alaska  
2025 Legislative Session

Bill Version:	CSSB 4(L&C)
Fiscal Note Number:	2
(S) Publish Date:	4/11/2025

Identifier: SB004-DOA-DRB 3-14-2025  
 Title: HEALTH CARE PRICES AND INCENTIVE PROGRAMS  
 Sponsor: HUGHES  
 Requester: (S) LABOR & COMMERCE

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)

	FY2026	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2026 Request	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
<b>OPERATING EXPENDITURES</b>	<b>FY 2026</b>	<b>FY 2026</b>					
Personal Services							
Travel							
Services	210.0		210.0	210.0	210.0	210.0	210.0
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>210.0</b>	<b>0.0</b>	<b>210.0</b>	<b>210.0</b>	<b>210.0</b>	<b>210.0</b>	<b>210.0</b>

**Fund Source (Operating Only)**

1017 Group Ben (Other)	210.0		210.0	210.0	210.0	210.0	210.0
<b>Total</b>	<b>210.0</b>	<b>0.0</b>	<b>210.0</b>	<b>210.0</b>	<b>210.0</b>	<b>210.0</b>	<b>210.0</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 (FY2025) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2026) 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 If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/25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:	Steve Ramos, Deputy Director	Phone:	(907)465-3413
Division:	Retirement & Benefits	Date:	03/14/2025
Approved By:	Michelle Vuille, Division Operations Manager	Date:	03/14/25
Agency:	Department of Administration		

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2025 LEGISLATIVE SESSION**Analysis**

This bill would increase the administrative burden on claim administrators. That increased responsibility would be passed on to plans in the form of increased administrative fees. The AlaskaCare plans already incentivize consumerism and steer members to lower cost alternatives.

As written, this bill only requires the Division of Retirement & Benefits to analyze whether the statute would benefit AlaskaCare members. The Segal, the AlaskaCare plans' consultant, estimate for that analysis is \$210.0. If the intent of the legislation is for this to apply to the AlaskaCare plans, the fiscal note would need to be revised to reflect that analysis.