

State of Alaska FY2007 Governor's Operating Budget

Department of Administration Group Health Insurance Component Budget Summary

Component: Group Health Insurance

Contribution to Department's Mission

This component holds the funds for group health administration which is managed as a program of the Retirement and Benefits component.

Core Services

- Health claims processing
- Customer service
- Initial complaint and dispute resolution
- Utilization review and case management
- Assisting the state with compliance with the Consolidated Omnibus Budgetary Reconciliation Act (COBRA), HIPAA and other continuation plans
- Establishing health care provider and pharmacy networks
- Providing a toll-free health advice telephone line staffed with nurses, and a wellness newsletter
- Issuing payments for Health Care Reimbursements Accounts (HCRAs)

FY2007 Resources Allocated to Achieve Results

FY2007 Component Budget: \$14,349,400

Personnel:

Full time	0
Part time	0
Total	0

Key Component Challenges

See Retirement and Benefits component.

Significant Changes in Results to be Delivered in FY2007

See Retirement and Benefits component.

Major Component Accomplishments in 2005

See Retirement and Benefits component.

Statutory and Regulatory Authority

AS 39.30.090-095	Group Life and Health Insurance, Group Health and Life Benefits Fund
2 AAC 39.900-905	Group Health Insurance (miscellaneous provisions)

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Group Health Insurance Component Financial Summary

All dollars shown in thousands

	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.0	0.0	0.0
73000 Services	11,229.0	14,349.4	14,349.4
74000 Commodities	0.0	0.0	0.0
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	11,229.0	14,349.4	14,349.4
Funding Sources:			
1017 Benefits Systems Receipts	11,229.0	14,349.4	14,349.4
Funding Totals	11,229.0	14,349.4	14,349.4

Estimated Revenue Collections

Description	Master Revenue Account	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
<u>Unrestricted Revenues</u>				
Benefits System Receipts	51390	11,229.0	14,349.4	14,349.4
Unrestricted Total		11,229.0	14,349.4	14,349.4
<u>Restricted Revenues</u>				
None.		0.0	0.0	0.0
Restricted Total		0.0	0.0	0.0
Total Estimated Revenues		11,229.0	14,349.4	14,349.4

**Summary of Component Budget Changes
From FY2006 Management Plan to FY2007 Governor***All dollars shown in thousands*

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2006 Management Plan	0.0	0.0	14,349.4	14,349.4
FY2007 Governor	0.0	0.0	14,349.4	14,349.4