A BILL

FOR AN ACT ENTITLED

"An Act establishing the Advisory Committee on Wellness; and relating to the administration of state group health insurance policies."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

* Section 1. The uncodified law of the State of Alaska is amended by adding a new section to read:

LEGISLATIVE FINDINGS AND INTENT. (a) The legislature finds that

(1) individual Alaskans and the state share the burden of increasing health care and insurance costs resulting from avoidable disease in humans;

(2) the state has not adequately focused state policy on avoiding disease and maintaining good health in the state's population;

(3) the state relies on federal one-size-fits-all human health policy recommendations, creating federal overreach into the state's administration of health policy;

(4) the state's human health policies have not incorporated peer-reviewed scientific studies that illustrate health-related differences between the population of the state
and the populations of other states;

(5) the health policies of the state can affect the frequency and severity of disease present in the state's population;

(6) by establishing wellness initiatives to decrease the frequency and severity of disease present in the state's population, the state can slow the rate of annual growth in the state's cost of providing health care benefits to persons who are covered by a policy of group health insurance obtained under AS 39.30.090(a) or 39.30.091(a).

(b) It is the intent of the legislature that, by establishing a wellness committee and wellness initiatives that create incentives and methods to decrease the frequency and severity of disease in the state's population, the state will slow the rate of growth in the state's cost of providing health care benefits to persons who are covered by a policy of group health insurance obtained under AS 39.30.090(a) or 39.30.091(a) to a rate that does not exceed two percent annually.

* Sec. 2. AS 39.30.090(a) is amended by adding a new paragraph to read:

(13) To the greatest extent legally and reasonably practicable, the Department of Administration shall work to hold the escalation of health care costs to less than two percent annually by administering policies of group health insurance obtained under this subsection in a manner that is likely to reduce the incidence of disease in the state's population and that facilitates implementation of the recommendations of the Advisory Committee on Wellness established under AS 39.30.093.

* Sec. 3. AS 39.30.091 is amended by adding a new subsection to read:

(b) To the greatest extent legally and reasonably practicable, the Department of Administration shall work to hold the escalation of health care costs to less than two percent annually by administering policies of group health insurance obtained under this section in a manner that is likely to reduce the incidence of disease in the state's population and that facilitates implementation of the recommendations of the Advisory Committee on Wellness established under AS 39.30.093.

* Sec. 4. AS 39.30 is amended by adding a new section to read:

Sec. 39.30.093. Advisory Committee on Wellness. (a) The Advisory Committee on Wellness is established in the Department of Administration. The
committee consists of at least seven volunteer members appointed by the commissioner of administration who serve at the pleasure of the commissioner.

(b) The committee shall select one of its members as chair.

(c) The commissioner shall appoint members who represent each region of the state to give the committee a reasonable geographic balance among regions of the state and shall appoint at least one member who is a professional provider of medical services.

(d) The committee shall meet at the call of the chair or at the request of a majority of its members. A member may attend a meeting by telephone or other means of telecommunication.

(e) At intervals of six months, the committee shall make recommendations to the commissioner of administration regarding the adoption of wellness initiatives to improve the physical and mental health of persons who are covered by a policy of group health insurance obtained under AS 39.30.090(a) or 39.30.091(a).

(f) Not later than six months after receiving a recommendation made under (d) of this section, the commissioner of administration shall provide to the committee a report on the commissioner's progress in advancing the recommendation and the recommendation's effect on

(1) the health of the population covered by a policy of group health insurance obtained under AS 39.30.090(a) or 39.30.091(a);

(2) the state's cost of providing health care to persons who are covered by a policy of group health insurance obtained under AS 39.30.090(a) or 39.30.091(a).

(g) Members of the committee serve without compensation.