

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 79(FIN)
Fiscal Note Number:	6
(H) Publish Date:	2/21/2018

Identifier: HB79-OOG-OMB-02-13-18
Title: OMNIBUS WORKERS' COMPENSATION
Sponsor: RLS BY REQUEST OF THE GOVERNOR
Requester: HFIN

Department: Various (for Fiscal Notes only)
Appropriation: Various
Allocation: All Branches
OMB Component Number: 0

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2019 Appropriation Requested	Included in Governor's FY2019 Request	Out-Year Cost Estimates				
			FY 2019	FY 2019	FY 2020	FY 2021	FY 2022
OPERATING EXPENDITURES							
Personal Services	40.0			12.9	12.9	12.9	12.9
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	40.0	0.0	12.9	12.9	12.9	12.9	12.9

Fund Source (Operating Only)

1002 Fed Rcpts (Fed)	5.6		1.8	1.8	1.8	1.8	1.8
1004 Gen Fund (UGF)	20.0		6.5	6.5	6.5	6.5	6.5
1178 temp code (UGF)	14.4		4.6	4.6	4.6	4.6	4.6
Total	40.0	0.0	12.9	12.9	12.9	12.9	12.9

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0						

Estimated SUPPLEMENTAL (FY2018) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2019) cost: 0.0 *(separate capital appropriation required)*
(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? no
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Initial OMB fiscal note for all agencies
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FISCAL NOTE ANALYSIS

**STATE OF ALASKA
2018 LEGISLATIVE SESSION****Analysis**

This legislation will clarify, amend, add and repeal several statutes relating to workers' compensation. One change made by this legislation is a requirement that the state's Division of Risk Management transitions from a manual to electronic reporting process, which will result in additional costs.

The Division of Risk Management administers the state's workers' compensation program for state employees. The Division is funded through inter-agency receipts from all departments based on rates calculated each year.

The Division of Risk Management has submitted a separate fiscal note that details the projected costs of this legislation. The Division anticipates a first year implementation cost of \$40.0, with \$12.9 in operating costs in the out years. These costs will be passed on through rates charged to the personal services lines for all agencies. As such, these costs are being reflected in an Office of Management and Budget (OMB) various fiscal note for all agencies. Based on current fund source allocation for personal services across agencies, OMB has estimated costs as follows:

FY19 (\$ in thousands):

Total costs = \$40.0

50% UGF = \$20.0

14% Fed = \$5.6

36% DGF/Other (shown as temp code) = \$14.4

FY20 - FY24 (\$ in thousands):

Total costs = \$12.9

50% UGF = \$6.5

14% Fed = \$1.8

36% DGF/Other (shown as temp code) = \$4.6