

FISCAL NOTE

STATE OF ALASKA
2014 LEGISLATIVE SESSION

Bill Version CSSB182
Fiscal Note Number _____
() Publish Date _____
Dept. Affected DOT&PF
Appropriation Alaska Marine Highway System
Allocation Marine Vessel Operations
OMB Component Number 2604

Identifier (file name) SB182CS(SFIN)-DOT-MVO-3-21-14

Title Public Employee Salary Differentials

Sponsor Senator Dyson

Requester Senate Finance

Expenditures/Revenues (Thousands of Dollars)

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

	FY15 Appropriation Requested	Included in Governor's FY15 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY15	FY15	FY16	FY17	FY18	FY19	FY20
Personal Services	***		***	***	***	***	***
Travel							
Services							
Commodities							
Capital Outlay							
Grants, Benefits							
Miscellaneous							
TOTAL OPERATING	***	0.0	***	***	***	***	***

FUND SOURCE		(Thousands of Dollars)					
1002	Federal Receipts						
1003	GF Match						
1004	GF						
1076	Marine Hwy (DGF)						
1007	I/A Rcpts (Other)						
1213	AHCC (UGF)						
TOTAL		***	0.0	***	***	***	***

POSITIONS							
Full-time							
Part-time							
Temporary							

CHANGE IN REVENUES							
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Estimated SUPPLEMENTAL (FY14) operating costs _____ (separate supplemental appropriation required)
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY15) costs _____ (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If yes, by what date are the regulations to be adopted, amended, or repealed? _____ Discuss details in analysis section.

Why this fiscal note differs from previous version (if initial version, please note as such)

Updated for the committee substitute.

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Division Office of the Commissioner
Approved by Mary P. Siroky, Director, Administrative Services
Agency Department of Transportation and Public Facilities

Phone 465-4772
Date/Time 3/21/14 4:30PM
Date 3/21/2014

FISCAL NOTE ANALYSIS

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Analysis

The proposed legislation prohibits collective bargaining agreements from including a cost of living differential for employees residing in Alaska after June 30, 2014. Currently members of the Marine Engineers Beneficial Association (MEBA), the International Organization of Masters and Mates and Pilots (MMP) and the Inlandboatmen's Union (IBU) receive a Cost of Living Differential (COLD) because they maintain a primary residency within the State of Alaska.

Savings will result when new staff are hired who are not paid COLD. The number of new staff hired in any given year is based on the number of vessels operating, number of weeks each vessel operates, the retirement of long term crew members and the promotion from one union to another. Given all these variables it is impossible to determine a precise savings.

Using averages and very rough estimates it may be possible for the Marine Highway System to save as much as \$850.0/year. Since the greatest number of new employees are hired in April and May it is difficult to determine if a savings of this magnitude will occur in FY2015.

The fiscal impact of this legislation cannot be accurately determined at this time.