

# Fiscal Note

State of Alaska  
2016 Legislative Session

Bill Version:	CSHB 214(L&C)
Fiscal Note Number:	3
(H) Publish Date:	3/31/2016

Identifier: HB214-DOLWD-WCAC-03-08-16  
Title: REPEAL WORKERS' COMP APPEALS  
COMMISSION  
Sponsor: OLSON  
Requester: House Labor and Commerce

Department: Department of Labor and Workforce Development  
Appropriation: Workers' Compensation  
Allocation: Workers' Compensation Appeals Commission  
OMB Component Number: 2816

## Expenditures/Revenues

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

(Thousands of Dollars)

	FY2017 Appropriation Requested	Included in Governor's FY2017 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2017	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
Personal Services	(122.1)	293.0	(293.0)	(293.0)	(293.0)	(293.0)	(293.0)
Travel	(7.8)	18.7	(18.7)	(18.7)	(18.7)	(18.7)	(18.7)
Services	(51.2)	122.9	(122.9)	(122.9)	(122.9)	(122.9)	(122.9)
Commodities	(2.1)	5.0	(5.0)	(5.0)	(5.0)	(5.0)	(5.0)
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>(183.2)</b>	<b>439.6</b>	<b>(439.6)</b>	<b>(439.6)</b>	<b>(439.6)</b>	<b>(439.6)</b>	<b>(439.6)</b>

## Fund Source (Operating Only)

1157 Wrkrs Safe	(183.2)	439.6	(439.6)	(439.6)	(439.6)	(439.6)	(439.6)
<b>Total</b>	<b>(183.2)</b>	<b>439.6</b>	<b>(439.6)</b>	<b>(439.6)</b>	<b>(439.6)</b>	<b>(439.6)</b>	<b>(439.6)</b>

## Positions

Full-time		2.0	(2.0)	(2.0)	(2.0)	(2.0)	(2.0)
Part-time							
Temporary							

<b>Change in Revenues</b>							
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**Estimated SUPPLEMENTAL (FY2016) cost:** 0.0 (separate supplemental appropriation required)  
(discuss reasons and fund source(s) in analysis section)

**Estimated CAPITAL (FY2017) 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If yes, by what date are the regulations to be adopted, amended or repealed?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:

Not applicable, initial version.

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Agency: Department of Labor and Workforce Development

Phone: (907)465-6060  
Date: 03/08/2016 03:00 PM  
Date: 03/11/16

**FISCAL NOTE ANALYSIS****STATE OF ALASKA  
2016 LEGISLATIVE SESSION****Analysis**

This legislation would require new appeals cases currently heard by the Workers' Compensation Appeals Commission (WCAC) to be filed with the Alaska Superior Court beginning on June 1, 2016, but would retain the WCAC's jurisdiction over pending matters until December 1, 2016. The WCAC would be dissolved, effective February 2, 2017.

This legislation would eliminate the department's staffing and other operating costs currently required to support the WCAC. Assuming that the WCAC would cease incurring operating expenses after February 2, 2017, the FY2017 cost savings was calculated by budgeting for seven months instead of 12. The WCAC positions would terminate after the necessary seven months of support during FY2017 and be deleted in FY2018.