

Fiscal Note

State of Alaska
2017 Legislative Session

Bill Version:	HB 141
Fiscal Note Number:	7
(H) Publish Date:	4/7/2017

Identifier: HB141-DOLWD-UI-03-13-17
 Title: AK WORKFORCE INVESTMENT BOARD;FUNDS
 Sponsor: FANSLER
 Requester: House Finance

Department: Department of Labor and Workforce Development
 Appropriation: Employment and Training Services
 Allocation: Unemployment Insurance
 OMB Component Number: 2276

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2018	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2018 Request	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
OPERATING EXPENDITURES	FY 2018	FY 2018	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Personal Services		321.0	321.0	321.0	321.0	321.0	321.0	
Travel								
Services		87.9	87.9	87.9	87.9	87.9	87.9	
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	0.0	408.9	408.9	408.9	408.9	408.9	408.9	0.0

Fund Source (Operating Only)

1151 VoTech Ed (DGF)		408.9	408.9	408.9	408.9	408.9	408.9	
Total	0.0	408.9	408.9	408.9	408.9	408.9	408.9	0.0

Positions

Full-time		3.0	3.0	3.0	3.0	3.0	
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2017) cost: 0.0 (separate supplemental appropriation required)
 (discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2018) 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 If yes, by what date are the regulations to be adopted, amended or repealed?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)465-5984
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FISCAL NOTE ANALYSIS

STATE OF ALASKA
2017 LEGISLATIVE SESSION

Analysis

This legislation extends the sunset on the Technical and Vocational Education Program (TVEP) distribution established in AS 23.15.835 through June 30, 2022.

The department's Unemployment Insurance Tax Unit is responsible for collection of TVEP revenue and depositing this revenue into the TVEP account. The federal UI program may not incur any costs associated with the collection of revenue that does not go into the UI Trust Fund. Therefore, the TVEP account must cover these costs. The department's federally-approved indirect cost proposal attributes 9.5 percent of overall UI revenue collection activity to the TVEP program. This includes both personal services costs and services costs for the revenue information technology system support. The three full-time positions reflected on this fiscal note assume an average salary and benefit cost per position of \$107,000.

The Governor's budget was drafted assuming the current TVEP distribution would be extended. Therefore, there is no change to the budget anticipated as a result of this legislation.