Fiscal Note

State of Alaska 2018 Legislative Session

Bill Version: CSHB 142(FIN)

Fiscal Note Number:

(H) Publish Date: 2/9/2018

Identifier: HB142-OOG-OMB-01-31-18 Department: Various (for Fiscal Notes only)

Title: **UNEMPLOYMENT COMPENSATION BENEFITS** Appropriation: Various Allocation: Sponsor: All Branches Requester: HFIN OMB Component Number: 0

Expenditures/Revenues

Note: Amounts do not include in	flation unless otherwise noted below. (Thousands of Dollars				nds of Dollars)		
		Included in					
	FY2019	Governor's					
	Appropriation	FY2019	Out-Year Cost Estimates				
	Requested	Request					
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services	***		***	***	***	***	***
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	***	0.0	***	***	***	***	***

Fund Source (Operating Only)

None							
Total	***	0.0	***	***	***	***	***

Positions

Full-time				
Part-time				
Temporary				

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2018) cost: (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 no If yes, by what date are the regulations to be adopted, amended or repealed?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:

New form for SLA 2018 and updated analysis

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FISCAL NOTE ANALYSIS

STATE OF ALASKA 2018 LEGISLATIVE SESSION

Analysis

This legislation increases the maximum unemployment insurance compensation weekly benefit amount from \$370 to \$510 effective January 1, 2018; and sets forth criteria to follow for increases in future years.
Actual costs to the state resulting from this change are indeterminate because they would vary depending on the number of unemployed state employees who qualify for unemployment insurance benefits as well as the base salary of those employees.
To provide an example of potential costs to the state, the Department of Labor and Workforce Development Research and Analysis Section conducted a review of benefits paid in CY2017 to those deemed reimbursable by the State of Alaska.
In CY2017, there were 1,515 former state employees who qualified for unemployment insurance benefits, and 487 who qualified for the maximum weekly benefit amount of \$370. Had HB142 been in effect during CY2017, the increased weekly benefit amount would have resulted in an estimated cost difference of \$456.6 based on the actual total benefits paid under the current benefit schedule (\$4,454.1 for CY2017) compared to estimated total benefits paid under the benefit schedule proposed by HB142 (\$4,910.7 for CY2017).

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