

ALASKA STATE PIPE TRADES ASSOICATION

UNITED ASSOCIATION OF JOURNEYMEN AND APPRENTICES OF THE PLUMBING AND PIPEFITTING INDUSTRY OF THE UNITED STATES AND CANADA 3980 Boat Street, Fairbanks, Alaska 99709 TEL:(907)479-6221 FAX: (907)479-6227



April 9, 2021

The Honorable Kelly Merrick Alaska State House State Capital Room 511 Juneau, Alaska 99801

The Honorable Neal Foster Alaska State House State Capital Room 505 Juneau, Alaska 99801

Re: Support for HB 30 to increasing substantive workers' compensation benefits

Co-Chairs Merrick and Foster, and members of the committee:

We offer our wholehearted support for HB 30, a bill that will update long-overdue substantive benefits under Alaska's Workers' Compensation system.

Under AS 23.30.001, the Legislature intended Alaska's Workers' Compensation System to be "quick, efficient, fair, and predictable...at a reasonable cost to the employers[.]" While compensation rates have fallen in recent years, substantive benefits have fallen so far behind that the system is no longer fair for workers. HB 30 would increase the Permanent Partial Impairment (PPI) base amount, last increased more than 20 years ago, from \$177,000 to \$273,000 and bring it in line with the average of most states. It would also increase woefully outdated death benefits for dependent non-child family members who's loved one is killed on the job. The aggregate limit, set in 1968, would increase from \$20,000 to a maximum of \$150,000.

Importantly, the bill also addresses the problem of inadequate and inequitable support for orphaned children of single parents killed on the job. Right now, benefits stop at 19 unless the dependent enters a four year post-secondary institution. For those of us in the construction trades, that is an unfair result for individuals who seek to enter our apprenticeship program. HB 30 fixes that problem, and extends benefits from 19 to 23 for all orphaned children. This critical change will allow these young people to pursue training through apprenticeship, enter the military, or elect another career path without the fear of losing critical death benefits.

PRESIDENT Robert Hubbard VICE PRESIDENT Aaron Plikat SECRETARY- TREASURER Gene Bay Letter in support of HB 30 April 9, 2021 Page 2 of 2

Our members work hard every day building and improving infrastructure across Alaska. They do so with the highest safety standards in the industry. But their work is often dangerous, and when an accident or tragedy strikes, we need a system in place that is just and fair for Alaska's workers and their families. HB 30 goes a long way to creating a fairer and more equitable system for workers and their families. We thank Representative Andy Josephson for advancing this important legislation for Alaska's workers, and are eager to see it advance through the committee process.

Sincerely,

Robert Hubbard, President Business Manager, UA Local 375 (Fairbanks)

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Gene Bay, Secretary-Treasurer Business Manager, UA Local Union 262 (Juneau)

CC: Representative Andy Josephson

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Aaron Plikat, Vice-President Business Manager, UA Local 367 (Anchorage)