

State of Alaska FY2027 Governor's Operating Budget

Department of Labor and Workforce Development Workers' Compensation Appeals Commission Component Budget Summary

Component: Workers' Compensation Appeals Commission

Contribution to Department's Mission

Ensure timely and well-reasoned decisions on appeals from final decisions and orders of the Workers' Compensation Board.

Core Services

- Adjudicate appeals from disputed Workers' Compensation Board decisions fairly, deliberate carefully, and provide timely decisions.
- Develop a sound, consistent, well-reasoned administrative interpretation of the workers' compensation law for the guidance of insurers, employers, workers, and the board.

Major Component Accomplishments in 2025

The Workers' Compensation Appeals Commission closed approximately 92 percent of cases within 12 months of the filing of an appeal, or petition for review, maintaining timely resolution of disputes and ensuring continued access to a fair and efficient appellate process.

Key Component Challenges

No significant challenges to report.

Significant Changes in Results to be Delivered in FY2027

No significant changes in results to be delivered are anticipated.

Statutory and Regulatory Authority

Statutory Authority:

AS 23.30.007 - .009

Workers' Compensation Appeals Commission

Contact Information

Contact: Andrew Hemenway, Chair WC Appeals

Phone: (907) 269-6738

E-mail: andrew.hemenway@alaska.gov

Workers' Compensation Appeals Commission Personal Services Information				
Authorized Positions			Personal Services Costs	
	<u>FY2026</u> <u>Management</u> <u>Plan</u>	<u>FY2027</u> <u>Governor</u>		
Full-time	2	2	Annual Salaries	236,912
Part-time	0	0	COLA	8,930
Nonpermanent	0	0	Premium Pay	0
			Annual Benefits	150,552
			<i>Less 2.55% Vacancy Factor</i>	(10,115)
			Lump Sum Premium Pay	2,152
			Board Honoraria	13,770
Totals	2	2	Total Personal Services	402,201

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Chair, Wkrs Comp Appeals Comm	1	0	0	0	1
Law Office Assistant 3	1	0	0	0	1
Totals	2	0	0	0	2

Component Board Summary					
Board Description	Member Count	Pay Per Day	Budgeted Days	Additional Pay	Total Cost
Workers Compensation Appeals Commission	4	400.00	8	0.00	13,770.24
Total					13,770.24

Component Detail All Funds (1077)
Department of Labor and Workforce Development

Component: Workers' Compensation Appeals Commission (2816)
RDU: Workers' Compensation (112)

Non-Formula Component
 IRIS AP Type: B320

	FY2025 Actuals (23426)	FY2026 Enrolled (23165)	FY2026 Authorized (23199)	FY2026 Management Plan (23225)	FY2027 Governor Adjusted Base (23490)	FY2027 Governor (23629)	FY2026 Management Plan vs FY2027 Governor	
1000 Personal Services	333.2	387.2	387.2	387.2	402.2	402.2	15.0	3.9%
2000 Travel	0.6	0.0	0.0	5.4	5.4	5.4	0.0	0.0%
3000 Services	50.4	111.1	111.1	97.7	97.7	97.7	0.0	0.0%
4000 Commodities	12.6	5.0	5.0	13.0	13.0	13.0	0.0	0.0%
5000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
7000 Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
8000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	396.8	503.3	503.3	503.3	518.3	518.3	15.0	3.0%
Funding Sources:								
1004 Gen Fund (UGF)	25.3	25.3	25.3	25.3	25.3	25.3	0.0	0.0%
1157 Wrkrs Safe (DGF)	371.5	478.0	478.0	478.0	493.0	493.0	15.0	3.1%
Funding Totals:								
Unrestricted General (UGF)	25.3	25.3	25.3	25.3	25.3	25.3	0.0	0.0%
Designated General (DGF)	371.5	478.0	478.0	478.0	493.0	493.0	15.0	3.1%
Other	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Federal	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:								
Permanent Full Time	2	2	2	2	2	2	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0	0	0	0.0%

Change Record Detail - Multiple Scenarios with Descriptions
Department of Labor and Workforce Development

Component: Workers' Compensation Appeals Commission (2816)
RDU: Workers' Compensation (112)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	PFT	PPT	NP
***** Changes From FY2026 Enrolled To FY2026 Authorized *****												
FY2026 Enrolled	Enrolled	503.3	387.2	0.0	111.1	5.0	0.0	0.0	0.0	2	0	0
1004 Gen Fund		25.3										
1157 Wrkrs Safe		478.0										
		503.3	387.2	0.0	111.1	5.0	0.0	0.0	0.0	2	0	0
***** Changes From FY2026 Authorized To FY2026 Management Plan *****												
Align Authority with Anticipated Expenditures	LIT	0.0	0.0	5.4	-13.4	8.0	0.0	0.0	0.0	0	0	0
Transfer authority from services to travel and commodities to align authority with the approved fiscal year 2026 Travel Plan and other anticipated expenditures. The remaining authority is sufficient to cover anticipated expenditures.												
		503.3	387.2	5.4	97.7	13.0	0.0	0.0	0.0	2	0	0
***** Changes From FY2026 Management Plan To FY2027 Governor Adjusted Base *****												
FY2027 Salary Adjustments	SalAdj	13.5	13.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1157 Wrkrs Safe		13.5										
Salary and benefit adjustments for FY2027: \$13.5												
Adjustments to ASEA lump sum payments for FY2027: \$-0.5												
Increase ASEA health insurance contributions from \$1,879 to \$2,031.26 per member per month: \$1.8												
Exempt employees cost of living adjustment 2.50%: \$5.7												
ASEA employees cost of living adjustment 3%: \$2.9												
PERS increase to 29.84%: \$3.6												
FY2027 AlaskaCare Rate Adjustment	SalAdj	1.5	1.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1157 Wrkrs Safe		1.5										
AlaskaCare employer contribution rate adjustment to \$2,160 per member per month: \$1.5												

Change Record Detail - Multiple Scenarios with Descriptions
Department of Labor and Workforce Development

Component: Workers' Compensation Appeals Commission (2816)

RDU: Workers' Compensation (112)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	PFT	PPT	NP
		518.3	402.2	5.4	97.7	13.0	0.0	0.0	0.0	2	0	0
***** Changes From FY2027 Governor Adjusted Base To FY2027 Governor *****												
		518.3	402.2	5.4	97.7	13.0	0.0	0.0	0.0	2	0	0

Line Item Detail (1676)
Department of Labor and Workforce Development
Travel

Component: Workers' Compensation Appeals Commission (2816)

Line Number	Line Name		FY2025 Actuals	FY2026 Management Plan	FY2027 Governor
2000	Travel		0.6	5.4	5.4
Object Class	Servicing Agency	Explanation	FY2025 Actuals	FY2026 Management Plan	FY2027 Governor
2000 Travel Detail Totals			0.6	5.4	5.4
2000	In-State Employee Travel	In-state employee travel to support the department's mission.	0.6	5.4	5.4

Line Item Detail (1676)
Department of Labor and Workforce Development
Services

Component: Workers' Compensation Appeals Commission (2816)

Line Number	Line Name	FY2025 Actuals	FY2026 Management Plan	FY2027 Governor
3000	Services	50.4	97.7	97.7

Object Class	Servicing Agency	Explanation	FY2025 Actuals	FY2026 Management Plan	FY2027 Governor
3000 Services Detail Totals			50.4	97.7	97.7

3001	Financial Services	Financial services, including auditing and accounting, consulting, insurance, or interest expense.	1.2	15.0	15.0
3002	Legal and Judicial Services	Custody care, attorney fees, expert and non-expert witnesses, mediation services, transcription and recording services, case costs, and settlement fees.	1.0	1.0	1.0
3003	Information Technology	Information technology, including training, consulting, leases, and software licensing and maintenance.	0.0	0.2	0.2
3004	Telecommunications	Local, long distance, and cellular telephone charges, television, data/network, telecommunication equipment, and other wireless charges from outside vendors.	0.0	0.1	0.1
3006	Delivery Services	Freight, courier services, and postage.	0.0	2.5	2.5
3009	Structure/Infrastructure/Land	Room rental for training and seminar space, board or council meetings, or storage and archiving needs.	0.4	0.4	0.3
3010	Equipment/Machinery	Machinery, furniture, and equipment purchase, repairs, maintenance, rentals, and leases.	1.5	5.0	5.0
3011	Other Services	Authority retained for future flexibility	0.0	25.3	26.5

Line Item Detail (1676)
Department of Labor and Workforce Development
Services

Component: Workers' Compensation Appeals Commission (2816)

Object Class	Servicing Agency	Explanation	FY2025 Actuals	FY2026 Management Plan	FY2027 Governor
3000 Services Detail Totals			50.4	97.7	97.7
		with reimbursable services agreements.			
3012	Inter-Agency Federal Indirect Rate Allocation	Labor - Management Services (335) Indirect cost allocation for departmental purchasing, accounting, reports, personnel consultation and other services provided by Management Services.	22.3	23.9	23.9
3013	Inter-Agency Data Processing Operations Allocation	Admin - Department-wide Allocation for Data Processing network and support services.	5.0	5.0	3.9
3017	Inter-Agency Information Technology Non-Telecommunications	Admin - Department-wide Reimbursable services agreement with the Office of Information Technology for non-telecommunications support, including software and computer services.	6.1	6.1	6.1
3018	Inter-Agency Information Technology Telecommunications	Admin - Department-wide Reimbursable services agreement with the Office of Information Technology for telecommunication support.	0.7	0.8	0.8
3021	Inter-Agency Mail	Admin - Department-wide Reimbursable services agreement with Shared Services of Alaska for central mailroom support and services.	0.0	0.1	0.1
3022	Inter-Agency Human Resources	Admin - Department-wide Reimbursable services agreement with the Division of Personnel and Labor Relations for human resources and personnel services.	1.3	1.2	1.2
3023	Inter-Agency Building Leases	Admin - Department-wide State-owned facility space rent or other property leases.	9.4	9.4	9.4
3027	Inter-Agency Financial	Admin - Department-wide Reimbursable services agreement with the Division of Finance for	1.5	1.5	1.5

Line Item Detail (1676)
Department of Labor and Workforce Development
Services

Component: Workers' Compensation Appeals Commission (2816)

Object Class	Servicing Agency	Explanation	FY2025 Actuals	FY2026 Management Plan	FY2027 Governor	
3000 Services Detail Totals			50.4	97.7	97.7	
		system services for State accounting and payroll (IRIS), and reporting (ALDER) systems.				
3028	Inter-Agency Americans with Disabilities Act Compliance	Admin - Department-wide	Reimbursable services agreement with the Department of Administration for Americans with Disabilities Act (ADA) services.	0.0	0.2	0.2

Line Item Detail (1676)
Department of Labor and Workforce Development
Commodities

Component: Workers' Compensation Appeals Commission (2816)

Line Number	Line Name		FY2025 Actuals	FY2026 Management Plan	FY2027 Governor
4000	Commodities		12.6	13.0	13.0
Object Class	Servicing Agency	Explanation	FY2025 Actuals	FY2026 Management Plan	FY2027 Governor
4000 Commodities Detail Totals			12.6	13.0	13.0
4000	Business	General business supplies such as office consumables and computer equipment.	12.6	13.0	13.0

Revenue Detail (1681)
Department of Labor and Workforce Development

Component: Workers' Compensation Appeals Commission (2816)

Revenue Type (OMB Fund Code) Revenue Source	Component	Comment	FY2025 Actuals	FY2026 Management Plan	FY2027 Governor
6004 Gen Fund (1004 Gen Fund)			25.3	25.3	25.3
6004 General Fund Public Protection - Judgement Settlemnt		Judgements and settlements.	25.3	25.3	25.3
6157 Wrkrs Safe (1157 Wrkrs Safe)			371.6	478.0	493.0
6782 Workers Safety/Compensation Administration Account-Misc		Miscellaneous receipts.	371.6	352.1	352.1
6782 Workers Safety/Compensation Administration Account-Misc		Excess authority reserved for future flexibility.	0.0	125.9	140.9

Inter-Agency Services (1682)

Department of Labor and Workforce Development

Component: Workers' Compensation Appeals Commission (2816)

				FY2025 Actuals	FY2026 Management Plan	FY2027 Governor
Component Totals				46.3	48.2	47.1
With Department of Labor and Workforce Development				22.3	23.9	23.9
With Department of Administration				24.0	24.3	23.2
Object Class	Servicing Agency	Explanation		FY2025 Actuals	FY2026 Management Plan	FY2027 Governor
3012	Inter-Agency Federal Indirect Rate Allocation	Labor - Management Services (335)	Indirect cost allocation for departmental purchasing, accounting, reports, personnel consultation and other services provided by Management Services.	22.3	23.9	23.9
3013	Inter-Agency Data Processing Operations Allocation	Admin - Department-wide	Allocation for Data Processing network and support services.	5.0	5.0	3.9
3017	Inter-Agency Information Technology Non-Telecommunications	Admin - Department-wide	Reimbursable services agreement with the Office of Information Technology for non-telecommunications support, including software and computer services.	6.1	6.1	6.1
3018	Inter-Agency Information Technology Telecommunications	Admin - Department-wide	Reimbursable services agreement with the Office of Information Technology for telecommunication support.	0.7	0.8	0.8
3021	Inter-Agency Mail	Admin - Department-wide	Reimbursable services agreement with Shared Services of Alaska for central mailroom support and services.	0.0	0.1	0.1
3022	Inter-Agency Human Resources	Admin - Department-wide	Reimbursable services agreement with the Division of Personnel and Labor Relations for human resources and personnel services.	1.3	1.2	1.2
3023	Inter-Agency Building Leases	Admin - Department-wide	State-owned facility space rent or	9.4	9.4	9.4

Inter-Agency Services (1682)

Department of Labor and Workforce Development

Component: Workers' Compensation Appeals Commission (2816)

Object Class	Servicing Agency	Explanation	FY2025 Actuals	FY2026 Management Plan	FY2027 Governor
		other property leases.			
3027 Inter-Agency Financial	Admin - Department-wide	Reimbursable services agreement with the Division of Finance for system services for State accounting and payroll (IRIS), and reporting (ALDER) systems.	1.5	1.5	1.5
3028 Inter-Agency Americans with Disabilities Act Compliance	Admin - Department-wide	Reimbursable services agreement with the Department of Administration for Americans with Disabilities Act (ADA) services.	0.0	0.2	0.2

Personal Services Expenditure Detail (1445)

Department of Labor and Workforce Development

Scenario: FY2027 Governor (23629)

Component: Workers' Compensation Appeals Commission (2816)

RDU: Workers' Compensation (112)

Status PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Steps	Comp Months	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	UGF Amount
073067	Law Office Assistant 3	FT	A	GP	Anchorage	200	14 K / L	12.0		70,889	3,025	0	54,458	128,372	
07X001	Chair, Wkrs Comp Appeals Comm	FT	A	XE	Anchorage	A00	27 F / F	12.0		166,023	5,905	0	96,094	268,022	
												Total Salary Costs:	236,912		
												Total COLA:	8,930		
												Total Premium Pay:	0		
												Total Benefits:	150,552		
												Total Pre-Vacancy:	396,394		
												Minus Vacancy Adjustment of 2.55%:	(10,115)		
												Total Post-Vacancy:	386,279		
												Plus Lump Sum Premium Pay:	2,151		
												Plus Board Honoraria Pay:	13,770		
												Personal Services Line 100:	402,200		

	Total Positions	New	Deleted
Full Time Positions:	2	0	0
Part Time Positions:	0	0	0
Non Permanent Positions:	0	0	0
Positions in Component:	2	0	0

Total Component Months: 24.0

PCN Funding Sources:	Pre-Vacancy	Post-Vacancy	Percent
1157 Workers Safety and Compensation Administration Account	396,394	386,279	100.00%
Total PCN Funding:	396,394	386,279	100.00%

Lump Sum Funding Sources:	Amount	Percent
1157 Workers Safety and Compensation Administration	2,152	100.00%
Total Lump Sum Funding:	2,152	100.00%

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Department of Labor and Workforce Development
Workers' Compensation / Workers' Compensation Appeals Commission
FY2027 Governor Organization Chart

