

# Fiscal Note

State of Alaska  
2024 Legislative Session

Bill Version: HB 63  
Fiscal Note Number:  
() Publish Date:

Identifier: HB063-DOLWD-WCAC-01-08-24  
Title: REPEAL WORKERS' COMP APPEALS  
COMMISSION  
Sponsor: RAUSCHER  
Requester: (H) L&C

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)

	FY2025 Appropriation Requested	Included in Governor's FY2025 Request	Out-Year Cost Estimates				
			FY 2025	FY 2025	FY 2026	FY 2027	FY 2028
<b>OPERATING EXPENDITURES</b>	<b>FY 2025</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>
Personal Services	(178.4)		(356.8)				
Travel							
Services	(55.5)		(111.1)				
Commodities	(2.5)		(5.0)				
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>(236.4)</b>	<b>0.0</b>	<b>(472.9)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Fund Source (Operating Only)

1157 Wrksr Safe (DGF)	(236.4)	(472.9)					
<b>Total</b>	<b>(236.4)</b>	<b>0.0</b>	<b>(472.9)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Positions

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

## Change in Revenues

1157 Wrksr Safe (DGF)	(236.4)	(472.9)					
<b>Total</b>	<b>(236.4)</b>	<b>0.0</b>	<b>(472.9)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2024) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2025) cost:** 0.0 *(separate capital appropriation required)*

**Does the bill create or modify a new fund or account?** No

*(Supplemental/Capital/New Fund - 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? Yes  
If yes, by what date are the regulations to be adopted, amended or repealed? 12/31/24

## Why this fiscal note differs from previous version/comments:

Updated from SLA2023 to SLA2024 fiscal note template.

Prepared By:  
Division:  
Approved By:  
Agency:

Charles Collins, Director  
Workers' Compensation Division  
Dan DeBartolo, Director  
DOLWD Administrative Services Division

Phone: (907)465-2790  
Date: 01/04/2024 02:05 PM  
Date: 01/08/24

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2024 LEGISLATIVE SESSION

BILL NO. HB 63

### Analysis

The Workers' Compensation Appeals Commission (WCAC) hears appeals of final decisions and orders of the Workers' Compensation Board. This legislation would require new appeal cases to be filed with the Alaska Superior Court beginning on June 1, 2024, but would retain the WCAC's jurisdiction over pending matters until December 1, 2024. The WCAC would dissolve effective December 31, 2024.

This legislation would eliminate two positions and associated funding necessary to operate the Workers' Compensation Appeals Commission. Based on the December 31, 2024 date for the final repeal of the commission, FY25 cost savings are expected to be 50 percent of the budgeted costs for the year.

The regulations applicable to the Workers' Compensation Appeals Commission under 8 AAC 57.010 through 8 AAC 56.990 would need to be amended and ultimately repealed once the WCAC was dissolved.