

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	HB 303
Fiscal Note Number:	1
(H) Publish Date:	1/24/2018

Identifier: DOA-DRM-01-10-18
Title: WORKERS' COMP; REHAB/REEMPLOYMENT
Sponsor: RLS BY REQUEST OF THE GOVERNOR
Requester: Governor

Department: Department of Administration
Appropriation: Risk Management
Allocation: Risk Management
OMB Component Number: 71

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2019 Appropriation Requested	Included in Governor's FY2019 Request	Out-Year Cost Estimates				
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	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	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: 0.0 (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If yes, by what date are the regulations to be adopted, amended or repealed?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:

Not applicable; initial version.

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Phone: (907)465-5723
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Date: 01/10/18

FISCAL NOTE ANALYSIS

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Analysis

Risk Management (RM) would not be financially impacted by this legislation

This bill reforms the reemployment process by ensuring the injured worker takes advantage of the reemployment training. If the injured worker chooses not to be retrained, this bill allows for the injured worker to take the option of the job dislocation benefit offered under AS 23.30.041. One of the significant changes to the reemployment process is the employee can no longer settle their reemployment benefits. The intent of the reemployment process was to put injured workers back to work in a position that meets their physical capacities after a workplace injury. The intent was not to give an employee a lump sum payment.

RM does not anticipate any financial changes from this bill, as any savings we might see in lump sum settlements will be offset in anticipation of more injured employees taking the job dislocation benefit.