Fiscal Note State of Alaska Bill Version: SB 117 2025 Legislative Session Fiscal Note Number: () Publish Date: Identifier: SB117-OOG-HRC-5-2-25 Department: Office of the Governor Title: STATE COMMISSION FOR CIVIL RIGHTS Appropriation: Commissions/Special Offices Sponsor: STATE AFFAIRS **Human Rights Commission** Requester: (S) Labor and Commerce OMB Component Number: 1 Expenditures/Revenues Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars) Included in FY2026 Governor's FY2026 **Out-Year Cost Estimates** Appropriation Requested Request **OPERATING EXPENDITURES** FY 2026 FY 2026 FY 2027 FY 2028 FY 2029 FY 2030 FY 2031 Personal Services 32.0 32.0 32.0 32.0 32.0 32.0 Trave Services Commodities Capital Outlay **Grants & Benefits** Miscellaneous **Total Operating** 32.0 0.0 32.0 32.0 32.0 32.0 32.0 **Fund Source (Operating Only)** 32.0 1002 Fed Rcpts (Fed) 32.0 32.0 32.0 32.0 32.0 0.0 32.0 32.0 32.0 Total 32.0 32.0 32.0 **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 0.0 Estimated SUPPLEMENTAL (FY2025) cost: (separate supplemental appropriation required) Estimated CAPITAL (FY2026) 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? No If yes, by what date are the regulations to be adopted, amended or repealed? N/A Why this fiscal note differs from previous version/comments: Not applicable, initial version.

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| Division: | Alaska State Commission for Human Rights | _ Date: | 05/02/2025 02:00 PM |
| Approved By: | Cheri Lowenstein. Administrative Director | Date: | 05/02/25 |

Agency: Office of the Governor

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FISCAL NOTE ANALYSIS

STATE OF ALASKA 2025 LEGISLATIVE SESSION

BILL NO. SB117

Analysis

The bill changes the name of the Alaska State Commission for Human Rights ("ASCHR" or the "Commission") to the "Alaska State Commission for Civil Rights."

The bill creates a "for cause" removal provision which articulates a formal tool for removing a commissioner while simultaneously granting the commissioner a public due process right to challenge the commissioner's removal. The bill changes the annual report deadline to November 15, thereby allowing the Commission to produce the report based upon the fiscal year, and makes the annual report an online publication with notification to the governor and legislature.

The bill amends the definition of "employer" to exclude only social and fraternal nonprofits and creates an affirmative defense for religious organizations hiring people of a particular religion to engage in furthering the study or advancement of religion thereby maintaining First Amendment protections for exclusively religious institutions. The bill fills a jurisdictional gap where non-profit employers with less than 15 employees outside of Anchorage can effectively discriminate against employees with impunity. The bill will allow ASCHR to accept claims filed by harmed employees against non-profit corporations, who may be required to make the complainant financially "whole" through an award of back-pay, adopt a non-discrimination policy, and conduct workplace non-discrimination training such as sexual harassment training, disability accommodation training, racial discrimination training, etc.

Changing the name is not anticipated to create any costs for the commission aside from de minimis paper signage. The agency has a few printed materials that it uses for outreach events which can still be used while it educates the public about the name change. There will be de minimis cost to change the website and digital stationery, digital document templates, etc., that can be absorbed within the existing budget.

Creating a "for cause" removal provision is not anticipated to cost the agency any additional funding.

Changing the annual report date is not anticipated to cost the agency any additional funding since the report(s) will still need to be produced. Removing the printing requirement may save the state a few hundred dollars annually although the agency may still print a few to meet outreach demand.

The bill does not change any current program at ASCHR but will increase the work related to the federal workshare agreement with the U.S Equal Employment Opportunity Commission. The agreement currently provides \$800 for each case that is co-jurisdictional and is closed by ASCHR. We estimate that ASCHR could see around 40 additional cases per year that would bring in federal funding (\$32.0), but this is subject to change from year to year. ASCHR currently has the capacity to investigate these cases due to efficiencies implemented over the last three years, but anticipates the need for additional federal receipt authority.

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