# **Fiscal Note**

# State of Alaska 2025 Legislative Session

Bill Version: SB 159
Fiscal Note Number:
() Publish Date:

Identifier: SB159-DOLWD-WIB-05-02-25 Department: Department of Labor and Workforce Development

Title: TRAINING & EMPLOYMENT PROG: Appropriation: Commissioner and Administrative Services

CONTRIBUTIONS Allocation: Workforce Investment Board

Sponsor: LABOR & COMMERCE OMB Component Number: 2659

Requester: (S) L&C

#### **Expenditures/Revenues**

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

		Included in					
	FY2026	Governor's					
	Appropriation	FY2026		Out-\	ear Cost Estin	nates	
	Requested	Request					
<b>OPERATING EXPENDITURES</b>	FY 2026	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
Personal Services	107.0		107.0	107.0	107.0	107.0	107.0
Travel	3.5		3.5	3.5	3.5	3.5	3.5
Services	36.5		36.5	36.5	36.5	36.5	36.5
Commodities	3.0		3.0	3.0	3.0	3.0	3.0
Capital Outlay							
Grants & Benefits	9,223.0		9,223.0	9,223.0	9,223.0	9,223.0	9,223.0
Miscellaneous							
Total Operating	9,373.0	0.0	9,373.0	9,373.0	9,373.0	9,373.0	9,373.0

**Fund Source (Operating Only)** 

· and course (operating city	7						
1054 STEP (DGF)	9,373.0		9,373.0	9,373.0	9,373.0	9,373.0	9,373.0
Total	9,373.0	0.0	9,373.0	9,373.0	9,373.0	9,373.0	9,373.0

#### **Positions**

Full-time				
Part-time				
Temporary				

Change in Revenues

1054 STEP (DGF)	9,373.0		9,373.0	9,373.0	9,373.0	9,373.0	9,373.0
Total	9,373.0	0.0	9,373.0	9,373.0	9,373.0	9,373.0	9,373.0

Estimated SUPPLEMENTAL (FY2025) cost: 0.0 (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If yes, by what date are the regulations to be adopted, amended or repealed?

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

Not applicable, initial version.

Prepared By:	Dirk Craft, Executive Director	Phone:	(907)269-2073
Division:	Alaska Workforce Investment Board	Date:	05/02/2025
Approved By:	Dan DeBartolo, Director of Administrative Services	Date:	05/02/25
Agency:	Department of Labor and Workforce Development	_	

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### FISCAL NOTE ANALYSIS

## STATE OF ALASKA 2025 LEGISLATIVE SESSION

**BILL NO.** SB 159

# **Analysis**

This legislation increases the current statutory set aside from the employee portion of unemployment payroll tax to the State Training and Employment Program (STEP), raising it from one-tenth of one percent to two-tenths of one percent of covered wages. This change is expected to generate an increase in revenue available to support a significant number of additional eligible training grant applications.
The Alaska Workforce Investment Board (AWIB) currently administers STEP grants to 31 training providers across the state. In FY2024, STEP funding supported training for 3,348 Alaskans. To accommodate the anticipated increase in training grants managed, additional authority for personnel costs in AWIB's grants unit will be needed.
This fiscal note accounts only for the projected increase in AWIB's STEP revenue, estimated at \$9,373.0, and not other impacted agencies.

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