

# Fiscal Note

State of Alaska  
2016 Legislative Session

Bill Version: HB 214  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: HB214-DOA-DRM-03-11-16  
Title: REPEAL WORKERS' COMP APPEALS  
COMMISSION  
Sponsor: OLSON  
Requester: House Labor and Commerce

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)

|                        | FY2017<br>Appropriation<br>Requested | Included in<br>Governor's<br>FY2017<br>Request | Out-Year Cost Estimates |            |            |            |            |
|------------------------|--------------------------------------|--|-------------------------|------------|------------|------------|------------|
| OPERATING EXPENDITURES | FY 2017                              | FY 2017  | FY 2018                 | FY 2019    | FY 2020    | FY 2021    | FY 2022    |
| Personal Services      |                                      |  |                         |            |            |            |            |
| Travel                 |                                      |  |                         |            |            |            |            |
| Services               |                                      |  |                         |            |            |            |            |
| Commodities            |                                      |  |                         |            |            |            |            |
| Capital Outlay         |                                      |  |                         |            |            |            |            |
| Grants & Benefits      |                                      |  |                         |            |            |            |            |
| Miscellaneous          |                                      |  |                         |            |            |            |            |
| <b>Total Operating</b> | <b>0.0</b>                           | <b>0.0</b>                                     | <b>0.0</b>              | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

## Fund Source (Operating Only)

|              |            |            |            |            |            |            |            |
|--------------|------------|------------|------------|------------|------------|------------|------------|
| None         |            |            |            |            |            |            |            |
| <b>Total</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

## Positions

|           |  |  |  |  |  |  |  |
|-----------|--|--|--|--|--|--|--|
| Full-time |  |  |  |  |  |  |  |
| Part-time |  |  |  |  |  |  |  |
| Temporary |  |  |  |  |  |  |  |

|                           |  |  |  |  |  |  |  |
|---------------------------|--|--|--|--|--|--|--|
| <b>Change in Revenues</b> |  |  |  |  |  |  |  |
|---------------------------|--|--|--|--|--|--|--|

**Estimated SUPPLEMENTAL (FY2016) cost:** 0.0 (separate supplemental appropriation required)  
(discuss reasons and fund source(s) in analysis section)

**Estimated CAPITAL (FY2017) 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:

Not applicable, initial version.

Prepared By: Scott Jordan, Director  
Division: Risk Management  
Approved By: Sheldon Fisher, Commissioner  
Agency: Administration

Phone: (907)465-5723  
Date: 03/11/2016 11:00 PM  
Date: 03/11/16

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2016 LEGISLATIVE SESSION

BILL NO. HB 214

### Analysis

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

The intent of this bill is to repeal the Workers' Compensation Appeals Commission and turn jurisdiction of the Alaska Workers Compensation Board appeals back over to the superior courts. RM averages only about one appeal a year, and has historically experienced both superior court and appeals commission appeals and experienced no cost difference.

The state does pay a self-insurance service fee annually (FY2016 was \$653.2) to the Department of Labor and Workforce Development per AS 23.05.067 which the partially funds the Appeals Commission. This bill does not address a reduction in fees as it relates to the reduction of the Appeals Commission.

RM submits a zero fiscal note.