

Fiscal Note

State of Alaska
2021 Legislative Session

Bill Version: SB 28
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB28-VAR-ALL-3-22-21
Title: EST. APRIL 24 ALASKA CONSTITUTION DAY
Sponsor: BEGICH
Requester: (S)FIN

Department: Various
Appropriation: Various
Allocation: Executive Branch
OMB Component Number: 0

Expenditures/Revenues

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

	FY2022	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2022 Request	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
OPERATING EXPENDITURES	FY 2022	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Personal Services	***		***	***	***	***	***
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	***	0.0	***	***	***	***	***

Fund Source (Operating Only)

None							
Total	***	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 (FY2021) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2022) 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If yes, by what date are the regulations to be adopted, amended or repealed?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:

Initial version.

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Division: <u>Office of Management and Budget</u>	Date: <u>03/22/2021 04:00 PM</u>
Approved By: <u>Neil Steinger, Director</u>	Date: <u>03/22/21</u>
Agency: <u>Office of Management and Budget</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2021 LEGISLATIVE SESSION

BILL NO. SB28

Analysis

SB 28 creates a new legal state holiday under AS 44.12.010, effective July 1, 2021, and specifies that the new holiday applies to contracts entered into on or after the effective date.

While this legislation does not immediately create a paid holiday for state employees, there will likely be collective bargaining implications, particularly given the language regarding applicability to future contracts.

Exempt employee paid holidays are established by regulation by the Alaska Personnel Board. In the event that the majority of employees covered by collective bargaining units negotiate an extra holiday it is likely the Board will adopt the holiday for exempt employees.

This additional paid state holiday will directly increase costs to agencies that manage 24-hour facilities or employ Class 1 employees, defined under AS 23.40.200 as employees whose services may not be given up for even the shortest period of time. This includes correctional facilities, Alaska Psychiatric Institute, juvenile justice facilities, Pioneer Homes, and police and fire protection services. These employees will be paid time-and-a-half for working the additional holiday, effectively increasing personnel costs for these agencies by half of one day per year.

Overtime exempt employees who are required to work on the holiday can elect to have the holiday deposited into their leave banks which is eligible to be cashed-in. This could have a marginal impact on the Working Reserve leave cash in account.

This various fiscal note for the executive branch is indeterminate until a more precise cost impact to affected agencies can be determined.