

FISCAL NOTE

No. 1
 Bill Version: SB 278
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STATE OF ALASKA
2000 LEGISLATIVE SESSION

Revision Date/Time (Note if correction) _____ Dept. Affected Administration
 Title "An act relating to workers comensation reform. BRU Risk Management
 Component Risk Management
 Sponsor _____
 Requester _____ Component No. 71

Expenditures/Revenues

(Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
Personal Services						
Travel						
Contractual	762.9	762.9	762.9	762.9	762.9	762.9
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	762.9	762.9	762.9	762.9	762.9	762.9

CAPITAL EXPENDITURES

CHANGE IN REVENUES ()

FUND SOURCE

(Thousands of Dollars)

FUND SOURCE	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
1002 Federal Receipts						
1003 GF Match						
1004 GF						
1007 I/A Receipts	762.9	762.9	762.9	762.9	762.9	762.9
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	762.9	762.9	762.9	762.9	762.9	762.9

Estimate of any current year (FY2000) cost: 0

POSITIONS

	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
Full-time	0	0	0	0	0	0
Part-time	0	0	0	0	0	0
Temporary	0	0	0	0	0	0

ANALYSIS: *(Attach a separate page if necessary)*

This legislation provides significant and comprehensive reform to the workers compensation system; increasing certain benefits and improving overall claims handling processes.

Future increased costs are difficult to project. Applying the National Council on Compensation Insurance (NCCI) estimate of an overall 8.3% net premium increase for these reforms to the state's recent claims experience (\$9,191,125 average) estimate increased costs are provided, although future loss experience will determine actual cost realized.

As Risk Management is funded solely through inter-agency receipts, these additional expenses will require increased cost of risk allocations (premium assessments) to all state agency operating budgets.

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 Approved by Commissioner Robert Poe
 Agency Administration

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