

FISCAL NOTE

STATE OF ALASKA
2002 LEGISLATIVE SESSION

Fiscal Note Number: 3
 Bill Version: SCS HB 162(STA)
 (S) Publish Date: 5/7/02

Revision Date/Time (Note if correction): _____ Dept. Affected: Administration
 Title "An Act relating to absences under BRU Longevity Bonus
the longevity bonus program..." Component Longevity Bonus Grants
 Sponsor (H)HES
 Requester (S)FIN Component No. 26

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	(146.7)	(136.8)	(127.5)	(118.9)	(110.8)	(103.3)
Miscellaneous						
TOTAL OPERATING	(146.7)	(136.8)	(127.5)	(118.9)	(110.8)	(103.3)

CAPITAL EXPENDITURES						
-----------------------------	--	--	--	--	--	--

CHANGE IN REVENUES ()						
-------------------------------	--	--	--	--	--	--

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	(146.7)	(136.8)	(127.5)	(118.9)	(110.8)	(103.3)
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	(146.7)	(136.8)	(127.5)	(118.9)	(110.8)	(103.3)

Estimate of any current year (FY2002) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2003 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

See Page 2 for Bill Analysis

Prepared by: James L. Kohn, Director Phone 465-2159
 Division Alaska Longevity Programs Date/Time 4/24/02 11:52 AM
 Approved by: Jim Duncan, Commissioner Date 4/24/2002
 Agency Department of Administration

FISCAL NOTE #3

**STATE OF ALASKA
2002 LEGISLATIVE SESSION**

BILL NO. SCS HB 162 (STA)

ANALYSIS CONTINUATION

Section 1:

The average Longevity Bonus (ALB) check is \$221. There were 1,305 ALB recipient absences between 31 and 60 days in CY 2000. If the program issued a check for each of those absences, the additional cost would be \$288.4. This is the cost associated with Section 1 of the bill.

Section 2:

If 10 percent of ALB recipients were absent for 30 days more than the current allowable absence, they would forego one additional check and the program would save an estimated \$435.1.

Underlying Assumption:

The cost of ALB payments between calendar years 1997 - 2000 decreased an average of 6.767 percent annually. This percentage decrease has been applied to the FY 2003 estimated increment and to each of the out years.

Section 1 Cost = \$288,405 (1,305 recipients x \$221 average payment)

Section 2 Savings = (\$435,149) (19,690 x .10 x \$221)

Net Year 2003 = (\$146,744)