

FISCAL NOTE

STATE OF ALASKA
2006 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: CSHB 242(L&C)
 (H) Publish Date: 2/3/06

Revision Date/Time (Note if correction): _____ Department: **Labor and Workforce Development**
 Title: Unemployment Insurance Fund & Taxes RDU: **Employment Security**
 Component: **Unemployment Insurance**
 Sponsor: Representative Crawford
 Requester: House L&C Component Number: 2276

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

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

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

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2006) cost: None

Mark this box (X) if funding for this bill is included in the Governor's FY 2007 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This legislation adds language to comply with federal legislation. Public Law 108-295 (42 U.S.C. 503) requires that a state's law contain language that will prevent state unemployment tax avoidance schemes and also requires that states apply meaningful civil and criminal penalties against persons who knowingly violate those provisions.

The anticipated fiscal impact as a result of this legislation is approximately \$60.0 to \$90.0 in data processing costs which will be absorbed by existing federal grant funds.

Prepared by: Thomas W. Nelson, Director Phone: 465-5933
 Division: Employment Security Division Date/Time: 1/23/06 3:48 PM
 Approved by: Greg O'Clary, Commissioner Date: 1/23/2006
 Agency: Department of Labor and Workforce Development