

FISCAL NOTE

STATE OF ALASKA
2008 LEGISLATIVE SESSION

Fiscal Note Number: _____
 Bill Version: CSSB 120(L&C)
 (S) Publish Date: _____

Identifier (file name): SB120-DOLWD-UI-1-11-08 Dept. Affected: Labor and Workforce Development
 Title: Unemployment Compensation Benefits RDU: Employment Security
 Component: Unemployment Insurance
 Sponsor: Senate L&C
 Requester: Senate L&C Component Number: 2276

Expenditures/Revenues (Thousands of Dollars)

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

	Appropriation Required	Information						
		FY 2009	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
OPERATING EXPENDITURES								
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	0.0

CAPITAL EXPENDITURES								
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CHANGE IN REVENUES (33030*)	2,800.0		8,400.0	14,000.0	16,800.0	16,800.0	16,800.0
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts							
1003 GF Match							
1004 GF							
1005 GF/Program Receipts							
1037 GF/Mental Health							
1054 State Training and Employment							
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2008) cost: None

POSITIONS

Full-time							
Part-time							
Temporary							

ANALYSIS: (Attach a separate page if necessary)

This legislation raises the maximum unemployment compensation weekly benefit amount (WBA) from \$248.00 to \$370.00 effective January 1, 2008. After the initial increase to \$370.00, beginning calendar year 2009 future benefit increases determined by the department will be tied to an economic indicator based on a fixed rate, not to exceed 50% of the state's average weekly wage from the last calendar year.

*Raising the WBA will result in a gradual increase in employer unemployment insurance (UI) tax receipts to the Unemployment Insurance Trust Fund. The projected change in the revenues is based on past UI tax trends. UI tax rates have the potential to fluctuate substantially depending on the economic strength of the state and the unemployment rate. There are numerous unknown elements that may effect these projections including increases to the WBA, for projection purposes we have used a WBA of \$370.00 for all years.

Prepared by: Thomas W. Nelson Phone 465-5933
 Division: Division of Employment Security Date/Time 1/11/08 3:00 PM
 Approved by: Click Bishop, Commissioner Date 1/11/2008
Department of Labor and Workforce Development