

FISCAL NOTE

STATE OF ALASKA
2008 LEGISLATIVE SESSION

Fiscal Note Number: 3
 Bill Version: CSSB 120(FIN)
 (H) Publish Date: 4/11/08

Identifier (file name): SB120CS(FIN)-DOA-DOF-3-31-08 Dept. Affected: Statewide
 Title: "An Act relating to disclosure of information and the calculation and payment of unemployment benefits..." RDU: Statewide
 Sponsor: Senate Labor & Commerce Committee Component: Statewide
 Requester: by the Senate Finance Committee Component Number: Statewide

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
OPERATING EXPENDITURES							
Personal Services		282.5	565.0	565.0	565.0	565.0	565.0
Travel							
Contractual							
Supplies							
Equipment							
Land & Structures							
Grants & Claims							
Miscellaneous							
TOTAL OPERATING	0.0	282.5	565.0	565.0	565.0	565.0	565.0

CAPITAL EXPENDITURES							
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CHANGE IN REVENUES ()							
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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							
Other (all sources funding payroll)		282.5	565.0	565.0	565.0	565.0	565.0
TOTAL	0.0	282.5	565.0	565.0	565.0	565.0	565.0

Estimate of any current year (FY2008) cost: _____

POSITIONS

Full-time							
Part-time							
Temporary							

ANALYSIS: (Attach a separate page if necessary)

This legislation has a fiscal impact on the employer charge paid by all state agencies using the working reserves (Alaska Statute 37.05.510) for unemployment insurance. The fiscal note calculations are based on a 3-year average of actual usage reimbursed to the unemployment program (\$3,445,640 in FY 2005 - FY 2007). Fiscal note assumes that 33% of the State's former employees would be eligible for new maximum benefit amount. It excludes the impact of the benefit increase on the University of Alaska. Fiscal note is prepared as information only, not as support for appropriation. Working reserve rates are calculated annually in August for the next fiscal year's budget preparation. This benefit increase would not affect the FY 2009 rates which have already been factored into the FY 2009 budget, but it would increase the amount the State as an employer reimburses the unemployment program beginning on its effective date (assumed 1/1/09) and raise budgeted rates beginning in FY 2010.

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 Division of Finance

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 Date/Time 3/31/08 4:00 PM
 Date 3/31/2008

SB 120

fiscal note for UI benefit increase (estimate of impact on working reserves for state as an employer)

	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
new max	248/370	370	370	370	370	370
old max	248	248	248	248	248	248
difference	61	122	122	122	122	122
percent change	25%	49%	49%	49%	49%	49%
3 year average cost (FY 2005 - 2007)	3,445,640	3,445,640	3,445,640	3,445,640	3,445,640	3,445,640
assume 33% employees receive max	1,148,547	1,148,547	1,148,547	1,148,547	1,148,547	1,148,547
% change * employees w/max	282,505	565,011	565,011	565,011	565,011	565,011
fiscal note	282.5	565.0	565.0	565.0	565.0	565.0