

Fiscal Note

State of Alaska
2017 Legislative Session

Bill Version:	HB 79
Fiscal Note Number:	1
(H) Publish Date:	1/25/2017

Identifier: DOA-DRM-01-19-17
 Title: OMNIBUS WORKERS' COMPENSATION
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: Governor

Department: Department of Administration
 Appropriation: Risk Management
 Allocation: Risk Management
 OMB Component Number: 71

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2018	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2018 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
OPERATING EXPENDITURES	FY 2018	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Personal Services							
Travel							
Services	40.0		40.0	40.0	40.0	40.0	40.0
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	40.0	0.0	40.0	40.0	40.0	40.0	40.0

Fund Source (Operating Only)

1007 I/A Rcpts (Other)	40.0		40.0	40.0	40.0	40.0	40.0
Total	40.0	0.0	40.0	40.0	40.0	40.0	40.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0
--------------	------------	------------	------------	------------	------------	------------	------------

Estimated SUPPLEMENTAL (FY2017) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2018) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Not applicable; initial version.

Prepared By:	Scott Jordan, Director	Phone:	(907)465-5723
Division:	Risk Management	Date:	01/19/2017 11:05 AM
Approved By:	Sheldon Fisher, Commissioner	Date:	01/19/17
Agency:	Administration		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2017 LEGISLATIVE SESSION

Analysis

This bill will clarify, amend, add, repeal and change quite a few statutes within workers' compensation. There are several reporting changes to the Alaska Workers Compensation Board's various forms from a manual process to an Electronic Data Input (EDI) process. The EDI form submittals are through a third party vendor. The cost to submit each form can range from \$3.50 - \$6.00 per form. Risk Management (RM) receives about 1,500 Report of Injury (ROI) forms a year, approximately 1,200 of those forms turn into compensable claims. Each claim can generate approximately 6 forms per claim, with some generating many more. Our Third Party Administrator (TPA) who handles the adjusting for the workers' compensation claim, has estimated a cost of approximately \$40,000 per year to submit the current claim count through the EDI process.