

Fiscal Note

State of Alaska
2022 Legislative Session

Bill Version:	CSSB 160(L&C)
Fiscal Note Number:	5
(S) Publish Date:	4/19/2022

Identifier: SB160-DOLWD-OSH-03-24-22
Title: FLOOD INSURANCE
Sponsor: STEDMAN
Requester: (S) L&C

Department: Department of Labor and Workforce Development
Appropriation: Labor Standards and Safety
Allocation: Occupational Safety and Health
OMB Component Number: 970

Expenditures/Revenues

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

(Thousands of Dollars)

	FY2023 Appropriation Requested	Included in Governor's FY2023 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2023	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

1004 Gen Fund (UGF)	3,049.6		2,341.0	2,341.0	2,341.0	2,341.0	2,341.0
1157 Wrks Safe (DGF)	(3,049.6)		(2,341.0)	(2,341.0)	(2,341.0)	(2,341.0)	(2,341.0)
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2022) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2023) cost: 0.0 (separate capital appropriation required)

Does the bill create or modify a new fund or account? No
(Supplemental/Capital/New Fund - 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If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

Not Applicable - Initial version.

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Phone: (907)269-4961
Date: 03/24/2022
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FISCAL NOTE ANALYSIS

STATE OF ALASKA
2022 LEGISLATIVE SESSION**Analysis**

A service fee is collected on each workers' compensation policy written in the State of Alaska. The funds generated are deposited into the Worker Safety and Compensation Administration Account (WSCAA) and are used to pay the administrative expenses of the State of Alaska workers' safety programs under AS 18.60 and the workers' compensation program under AS 23.30.

The structure of this proposed legislation would eliminate funding for WSCAA by allowing insurers to claim a 3% premium tax credit, which is larger than the service fee collected for workers' compensation policies.

The Alaska Occupational Safety and Health section uses funds from WSCAA to cover the state matching funds for the federal grants from United States Department of Labor (USDOL) Occupational safety and Health Administration (OSHA) for the operation of the state program. Loss of these funds would require replacement from another funding source in Fiscal Year 2023 and beyond in order to continue operating the State of Alaska's worker safety program.