

# Fiscal Note

State of Alaska  
2023 Legislative Session

Bill Version:	HB 63
Fiscal Note Number:	1
(H) Publish Date:	3/17/2023

Identifier: HB063-DOLWD-WCAC-02-08-23  
 Title: REPEAL WORKERS' COMP APPEALS  
 COMMISSION  
 Sponsor: RAUSCHER  
 Requester: (H) L&C

Department: Department of Labor and Workforce Development  
 Appropriation: Workers' Compensation  
 Allocation: Workers' Compensation Appeals Commission  
 OMB Component Number: 2816

**Expenditures/Revenues**

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

	FY2024 Appropriation Requested	Included in Governor's FY2024 Request	Out-Year Cost Estimates				
			FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
<b>OPERATING EXPENDITURES</b>	<b>FY 2024</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>
Personal Services	(178.4)		(356.8)				
Travel							
Services	(55.5)		(111.1)				
Commodities	(2.5)		(5.0)				
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>(236.4)</b>	<b>0.0</b>	<b>(472.9)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Fund Source (Operating Only)**

1157 Wrkrs Safe (DGF)	(236.4)		(472.9)				
<b>Total</b>	<b>(236.4)</b>	<b>0.0</b>	<b>(472.9)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Positions**

Full-time			(2.0)	(2.0)	(2.0)	(2.0)	(2.0)
Part-time							
Temporary							

**Change in Revenues**

1157 Wrkrs Safe (DGF)	(236.4)		(472.9)				
<b>Total</b>	<b>(236.4)</b>	<b>0.0</b>	<b>(472.9)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2023) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2024) 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? Yes  
 If yes, by what date are the regulations to be adopted, amended or repealed? 12/31/23

**Why this fiscal note differs from previous version/comments:**

Initial version.

Prepared By:	Charles Collins, Director	Phone:	(907)465-6059
Division:	Workers' Compensation	Date:	02/08/2023
Approved By:	Dan DeBartolo, Director	Date:	02/09/23
Agency:	DOLWD Administrative Services		

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2023 LEGISLATIVE SESSION**Analysis**

The Workers' Compensation Appeals Commission (WCAC) hears appeals of final decisions and orders of the Workers' Compensation Board. This legislation would require new appeal cases to be filed with the Alaska Superior Court beginning on June 1, 2023, but would retain the WCAC's jurisdiction over pending matters until December 1, 2023. The WCAC would dissolve effective December 31, 2023.

This legislation would eliminate two positions and associated funding necessary to operate the Workers' Compensation Appeals Commission. Based on the December 31, 2023 date for the final repeal of the commission, FY24 cost savings are expected to be 50 percent of the budgeted costs for the year.

The regulations applicable to the Workers' Compensation Appeals Commission under 8 AAC 57.010 through 8 AAC 56.990 would need to be amended and ultimately repealed once the WCAC was dissolved.