

COMMITTEE REPORT  
SENATE

FURTHER:

2/19/85

Date 4/3/85

Mr. President

The Committee on FINANCE considered HR 93  
unemployment insurance; etc.

and (a majority of the committee) (the committee) reports it back with the following recommendations:

- do pass
- do pass with attached amendment(s)
- replace with/or adopt CS for HR 93/2,3,4
- new title
- same title and recommends DO PASS
- and attached a "LETTER OF INTENT"  NEW FISCAL NOTE
- reports it back without recommendation
- recommends referral to \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

MEMBERS HAVING  
OTHER RECOMMENDATIONS

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Chairman

\_\_\_\_\_  
Chairman recommendation

STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

Revision Date: \_\_\_\_\_

REQUEST

Bill/Resolution No.: CS SB 53 (I&C)  
 Title: "An act relating to unemployment insurance..."  
 Sponsor: Rules Committee  
 Requestor: Senate Judiciary  
 Date of Request: 3/1/85

FISCAL DETAIL

Agency Affected: Labor  
 Program Category Affected: Social Services  
 BRU, Program or Subprogram(s) Affected: BRU, Employment Security - Unemployment Insurance

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>OPERATING</b>						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
<b>TOTAL OPERATING</b>	-0-	-0-	-0-	-0-	-0-	-0-

<b>CAPITAL</b>						
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<b>REVENUE</b>						
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
<b>TOTAL</b>	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary

Prepared By: <sup>NS</sup> John W. Shay  
 Division: Employment Security

Phone: 465-2712  
 Date: 3/4/85

Approved by Commissioner: <sup>NS</sup> Jim Robinson  
 Agency: Labor

Date: 3/4/85

Distribution (by Agency preparing fiscal note):  
 Legislative Finance  
 Legislative Sponsor  
 Requestor  
 Office of Management and Budget  
 Impacted Agency(ies)

7/1/84

Offered: 2/12/85  
Referred: Judiciary and Finance

Original sponsor: Rules/Governor

1 IN THE SENATE

BY THE LABOR AND  
COMMERCE COMMITTEE

2

CS FOR SENATE BILL NO. 53 (L&C)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to unemployment insurance; and  
7 providing for an effective date."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 \* Section 1. AS 23.20.110 is amended by adding a new subsection to  
10 read:

11 (h) The department shall provide information requested by a  
12 state or federal agency under an income and eligibility verification  
13 system that meets the requirements of 42 U.S.C. 1320b-7 (Social  
14 Security Act).

15 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.-  
16 10.070(c).

ANALYSIS FOR SENATE BILL 53

An Act relating to unemployment insurance

This bill authorizes the Department of Labor to disclose to the federal Social Security Administration information about wage and unemployment benefits for persons who may be eligible for certain aid programs.

The Social Security Act was recently amended to include an income and eligibility verification system. This system requires the states to disclose information about wages and unemployment benefits for persons who want to be eligible for certain federally assisted state programs-Medicaid, food stamps etc. The disclosure will assist the agencies to determine the recipients financial eligibility for these programs.

Without this authority, the State stands to lose \$22,652,100 in federal funds for administering employment and unemployment insurance premiums.

As introduced, the bill also contained a section which authorized the Department of Labor to voluntarily disclose information to the Internal Revenue Service. Currently the IRS must seek a subpoena to gain this information. That section was deleted in the Labor and Commerce CS.

There is no fiscal impact.

STATE OF ALASKA 1985 LEGISLATIVE SESSION

FISCAL NOTE

Revision Date: \_\_\_\_\_

REQUEST

Bill/Resolution No.: SB 53  
 Title: "An Act relating to unemployment insurance...."  
 Sponsor: Rules Committee  
 Requestor: Senate Labor & Commerce  
 Date of Request: 1/17/85

FISCAL DETAIL

Agency Affected: Labor  
 Program Category Affected: Social Services  
 BRU, Program or Subprogram(s) Affected: Employment Security - Unemployment Insurance

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>OPERATING</b>						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
<b>TOTAL OPERATING</b>	0	0	0	0	0	0

<b>CAPITAL</b>						
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<b>REVENUE</b>						
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
<b>TOTAL</b>	0	0	0	0	0	0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary

Prepared By: John W. Shay Phone: 465-2712  
 Division: Employment Security Date: 1/18/85

Approved by Commissioner: Jim Robison Date: 1/18/85  
 Agency: Labor

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

7/1/84

SB 53 AB

STATE OF ALASKA 1985 LEGISLATIVE SESSION #377-138-85  
FISCAL NOTE

Revision Date: \_\_\_\_\_

REQUEST  
Bill/Resolution No.: \_\_\_\_\_  
Title: "An Act relating to  
unemployment insurance..."  
Sponsor: Rules Committee  
Requestor: Rules Committee  
Date of Request: \_\_\_\_\_

FISCAL DETAIL  
Agency Affected: Labor  
Program Category Affected: \_\_\_\_\_  
Employment Stabilization  
BRU, Program or Subprogram(s) Affected:  
Employment Security - Unemployment  
Insurance

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>OPERATING</b>						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 SUPPLIES						
500 EQUIPMENT						
500 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
<b>TOTAL OPERATING</b>	0	0	0	0	0	0

<b>CAPITAL</b>						
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<b>REVENUE</b>						
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
<b>TOTAL</b>	0	0	0	0	0	0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary

Prepared By: John W. Shay Phone: 465-2712  
 Division: Employment Security Date: 12/28/84  
 Approved by Commissioner: Jim Robison Date: 12/28/84  
 Agency: Labor

Distribution (by Agency preparing fiscal note):  
 Legislative Finance  
 Legislative Sponsor  
 Requestor  
 Office of Management and Budget  
 Impacted Agency(ies)

STATE OF ALASKA  
OFFICE OF THE GOVERNOR  
JUNEAU

January 15, 1985

The Honorable Don Bennett  
President of the Senate  
Alaska State Legislature  
Pouch V  
Juneau, AK 99811

Dear Senator Bennett:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill relating to the disclosure of unemployment insurance information.

The bill has two provisions. The first is in response to amendments made to the Social Security Act by the Deficit Reduction Act of 1984 (P.L. 98-369). The latter Act establishes an income and eligibility verification system under which the state must disclose unemployment insurance benefit and wage information to appropriate state and federal agencies in order to qualify for federal money for payment of administrative costs of the unemployment insurance program (42.U.S.C. sec. 1320b-7).

The system is intended to verify the eligibility of recipients of certain benefits in federally assisted state programs, such as the medicaid, food stamp, and unemployment insurance programs, among others. The bill will allow the Department of Labor to make the appropriate disclosures.

The second provision allows the department to disclose information to the Internal Revenue Service. Under federal law, the IRS has the duty to seek information necessary for enforcement of the Internal Revenue Code, and it is empowered to compel the cooperation of persons and agencies in its performance of that duty. Although under current state law the department may not voluntarily disclose unemployment insurance information to the IRS for that purpose, the Department of Law has concluded that the Department of Labor must respond to an IRS subpoena which requests such information. The proposed amendment would eliminate the need for the issuance and processing of subpoenas, a costly procedure, which has become especially burdensome due to the increasingly large number of subpoenas issued.

Section 2651(1)(2) of the Deficit Reduction Act of 1984 (98 Stat. 1151) basically requires compliance with the provisions of that Act as of April 1, 1985. Therefore, I urge your prompt and favorable consideration of this measure.

Sincerely,

A handwritten signature in cursive script, appearing to read "Bill Sheffield".

Bill Sheffield  
Governor

Introduced: 1/15/85  
Referred: Labor and Commerce  
and Finance

BY THE RULES COMMITTEE BY  
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 53

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to unemployment insurance; and  
7 providing for an effective date."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 \* Section 1. AS 23.20.110 is amended by adding new subsections to read:

10 (h) The department shall provide information requested by a  
11 state or federal agency under an income and eligibility verification  
12 system that meets the requirements of sec. 1137 of the Social Security  
13 Act (42 U.S.C. sec. 1320b-7).

14 (i) The department shall provide to the Internal Revenue Service  
15 of the United States information necessary to enforce the Internal  
16 Revenue Code.

17 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.-  
18 10.070(c).

COMMITTEE REPORT  
SENATE

FURTHER: FINANCE

2/12/85

Date 3-14-85

Mr. President

The Committee on JUDICIARY considered SB 53  
unemployment insurance; efd.

and (a majority of the committee) (~~the committee~~) reports it back with the following recommendations:

- do pass
- do pass with attached amendment(s) *24 C Govt sub*
- replace with/or adopt CS for *SB 53 (J.C.)*
- new title
- same title and recommends \_\_\_\_\_
- and attached a "LETTER OF INTENT" [ ] NEW FISCAL NOTE
- reports it back without recommendation
- recommends referral to \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

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MEMBERS HAVING  
OTHER RECOMMENDATIONS

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*[Signature]*  
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 Chairman

*DO PASS*  
 \_\_\_\_\_  
 Chairman recommendation

COMMITTEE REPORT  
SENATE

FURTHER: JUDICIARY  
FINANCE

1/16/85

Date 11 FEB 1985

Mr. President

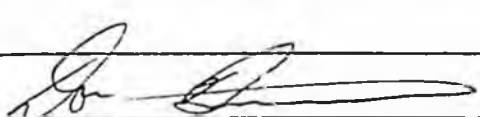
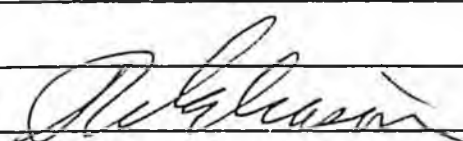
The Committee on LABOR & COMMERCE considered SB 53  
relating to unemployment insurance; efd.

and (a majority of the committee) (the committee) reports it back with  
the following recommendations:

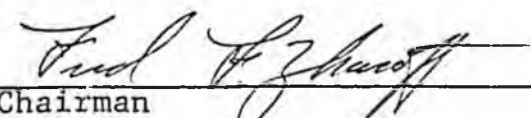
- do pass
- do pass with attached amendment(s)
- replace with/or adopt CS for SB 53 (J+C)
- new title
- same title and recommends \_\_\_\_\_
- and attached a "LETTER OF INTENT"  NEW FISCAL NOTE
- reports it back without recommendation
- recommends referral to \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

MEMBERS HAVING  
OTHER RECOMMENDATIONS

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Chairman  
Do Pass  
Chairman recommendation