State of Alaska Bill Walker Governor	Alaska Workers' Compensation Division PO Box 115512 Juneau, Alaska 99811-5512			
Department of Labor and Workforce Development	BULLE	ETIN	Number 16-06	Date December 5, 2016
Heidi Drygas Commissioner	SUBJECT	Second Injury Fund Contribution Rate for Calendar Year 2017.		
	REFERENCE	AS 23.30.040(b), AS 23.30.395(35)		

The Second Injury Fund contribution rate for calendar year 2017 is 6%.

Second Injury Fund disbursements from July 1, 2015 to June 30, 2016 totaled \$3,412,273, and the unencumbered Second Injury Fund balance as of October 31, 2016 was \$475,449*, resulting in a reserve rate of 13.9%**. The Second Injury Fund contribution rate is calculated pursuant to AS 23.30.040(b) which imposes the maximum contribution rate of 6% when the reserve rate is greater than 0%, but less than 50%.

*The Fund balance as of 10/31/16 was \$3,518,049. Expenditures for the remainder of FY 2017 are projected to be \$3,042,600, resulting in an unencumbered Fund balance of \$475,449.

**The "reserve rate" is determined by the unencumbered second injury fund balance as of October 31, 2016 as a percentage of total fund disbursements in FY 2016 (AS 23.30.395(35)).