



31st Alaska State Legislature

House Finance Budget Subcommittee

Labor and Workforce Development

FY22 Operating Budget

Chair:

Rep. Adam Wool
Capitol Room 501
465-4976

Members:

Rep. Zack Fields
Capitol Room 24

Rep. Ivy Spohnholz
Capitol Room 406

Rep. Calvin Schrage
Capitol Room 104

Rep. Liz Snyder
Capitol Room 421

Rep. David Nelson
Capitol Room 13

Rep. James Kaufman
Capitol Room 405

Rep. Ken McCarty
Capitol Room 428

Committee Aide:
Ashley Carrick
465-6959

March 24, 2021

RECOMMENDATIONS:

The House Finance Budget Subcommittee for Labor and Workforce Development submits the following recommended operating budget for FY2022 to the House Finance Committee:

Fund Source: (dollars are in thousands)

Unrestricted General Funds (UGF)	\$17,725.3
Designated General Funds (DGF)	\$38,899.7
Other Funds	\$17,416.4
Federal Funds	\$77,480.8
Total	\$151,522.2

The Unrestricted General Fund difference from FY22 Adjusted Base to the House Subcommittee budget recommendation is a decrement at \$1,000.3 of Unrestricted General Funds, which is 5.3% below the FY21 Adjusted Base. This UGF reduction is accounted for via adoption of the following budget items (dollars are in thousands):

- Decrement in Commissioner's office to reduce commodities expenditures and split funding for Executive Secretary III (-57.2 UGF)
- Decrement in Alaska Labor Relations Agency to reduce travel, office space costs, and commodities and expenditures due to administrative efficiencies (-60.4 UGF)
- Decrement in Management Services to reduce authority no longer needed for Shared Services of Alaska chargeback (-66.9 UGF)
- Decrement in Data Processing to reduce general fund support for IT services due to business process realignment (-29.6 UGF)
- Decrement in Labor Market Information to reduce funding by renegotiating federally funded reimbursable service agreements (-123.4 UGF)
- Decrement in Vocational Rehabilitation under the Client Services allocation to decrease general fund match to client services' basic support Federal grant (-662.8 GF/Match)

Positions:

Permanent Full-time	661
Permanent Part-time	48
Temporary	26
Total	735

BUDGET ACTION:

The House Finance Budget Subcommittee for the Legislature reviewed the FY 2022 budget request, including amendments, and recommends the following actions (dollars are in thousands):

Accept the Office of the Governor's budget proposal, with three amendments:

- Deny the decrement of 1 PCN and associated funding (-115.5 UGF) for a Research Analyst III position in the Labor Market Information allocation.
- Deny the decrement of 1 PCN and associated funding (-66.8 UGF) for an Office Assistant II position in the Wage and Hour Administration allocation.
- Deny the decrement of 1 PCN and associated funding (-41.7 UGF) for an Administrative Assistant I position in the Occupational Safety and Health allocation.

ATTACHED REPORTS:

The House Finance Budget Subcommittee for the Legislature adopts the attached reports:

1. Agency Totals
2. Transaction Compare FY21AdjBase
3. Transaction Compare FY21GovAmd
4. Wordage

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Adam Wool".

Representative Adam Wool
House Finance Budget Subcommittee for the Legislature