

# State of Alaska Office of Management and Budget

FY2020 Governor's Amended Operating Budget Overview:  
Department of Labor and Workforce Development  
Dr. Tamika L. Ledbetter, Commissioner  
Presentation to the House Finance Subcommittee, March 8, 2019  
Administrative Services Director Paloma Harbour



THE STATE  
of **ALASKA**  
GOVERNOR MICHAEL J. DUNLEAVY

# DOLWD Mission and Core Services

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## **MISSION:**

*Provide safe and legal working conditions and advance opportunities for employment*

## **CORE SERVICES:**

*Protect Alaska's workers through consultation and enforcement.*

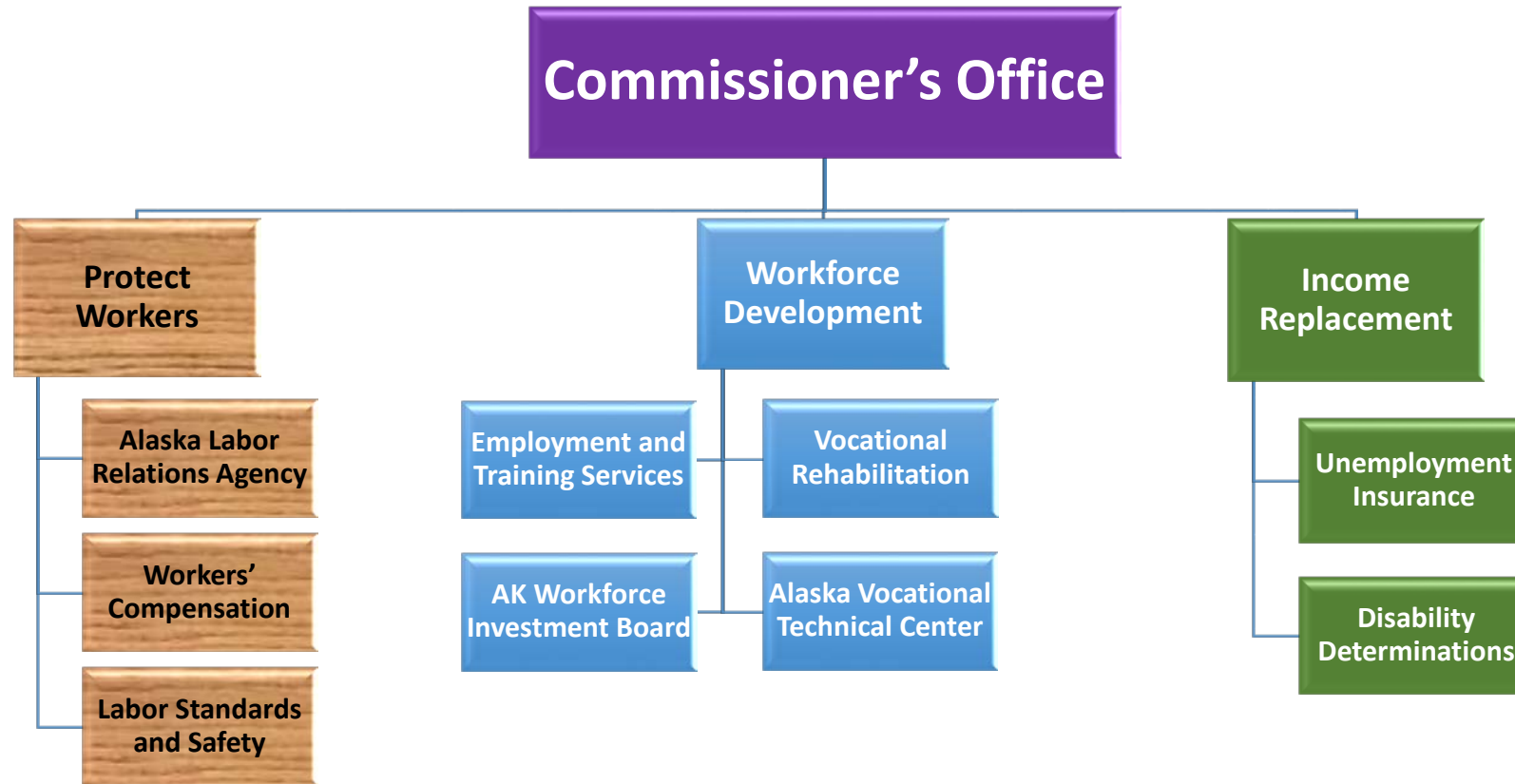
*Workforce development to support Alaska hire and economic development.*

*Income replacement for injured, unemployed, and permanently disabled workers.*

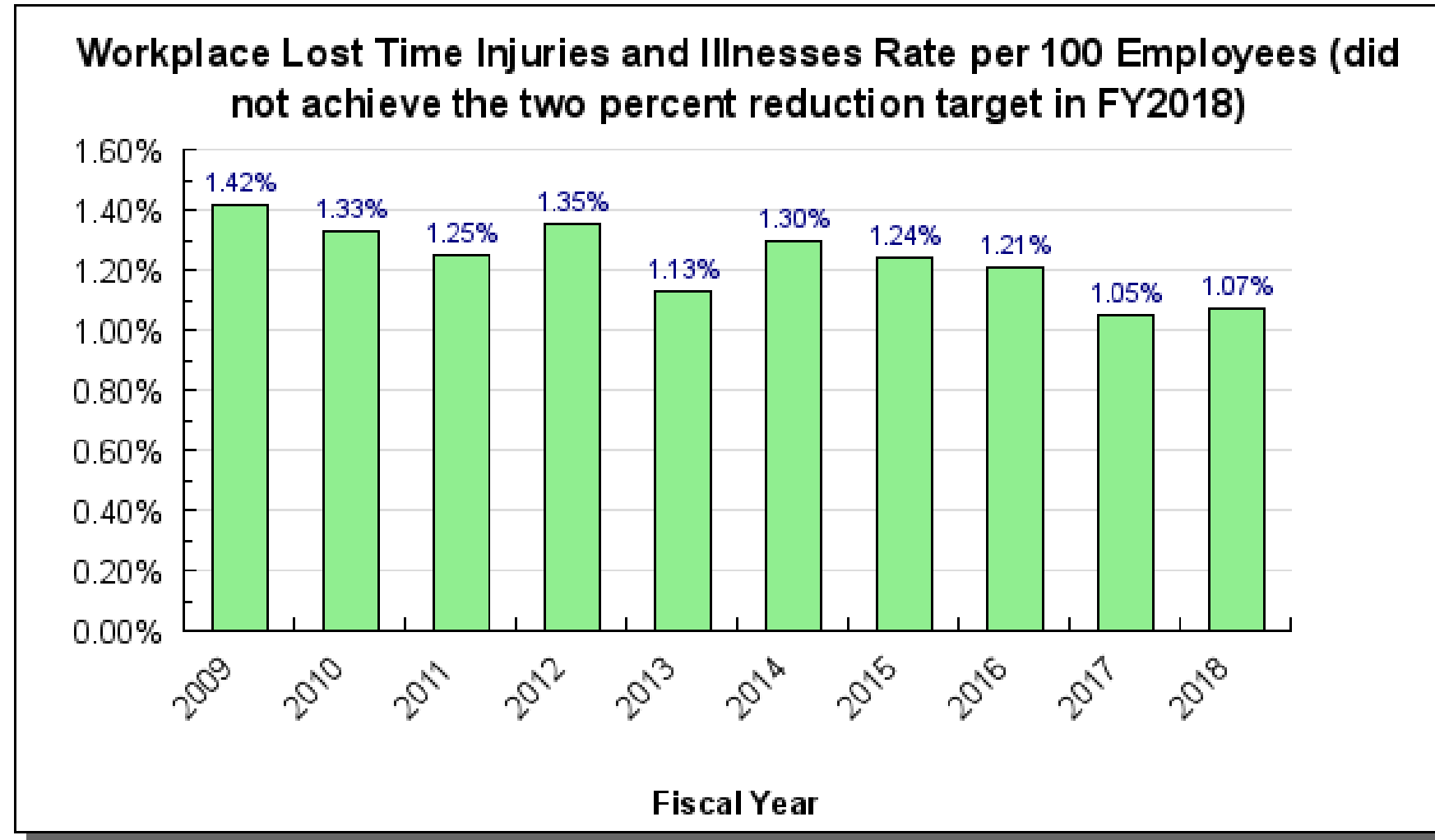


# DOLWD Divisions by Core Service

*Mission: Provide safe and legal working conditions and to advance opportunities for employment*



## DOLWD FY2020 Governor's Amended Budget: Metrics, Outcomes, Best Practices



# DOLWD FY2020 Governor's Amended Budget: Core Services Alignment

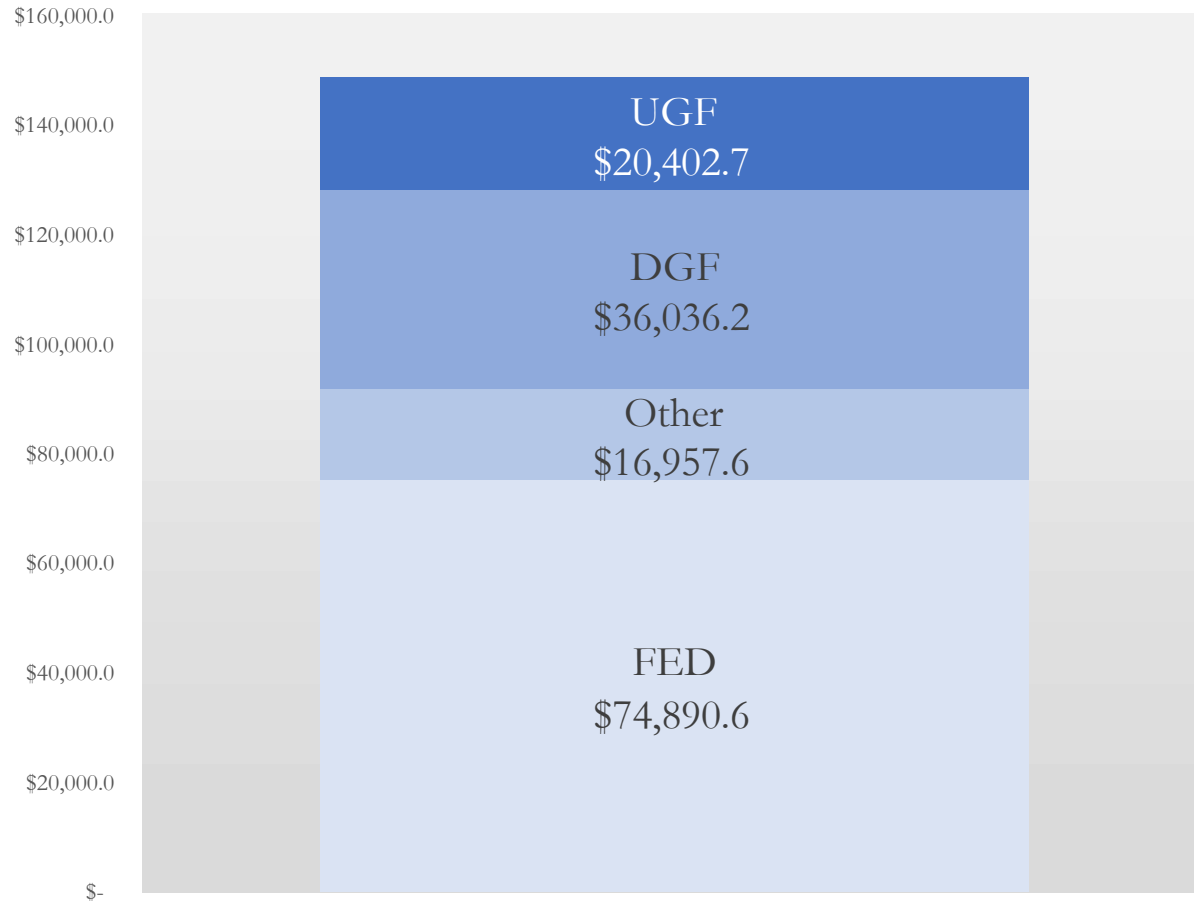
*Mission: Provide safe and legal working conditions and to advance opportunities for employment*

Core Services (in priority order)	Combined General Fund	Other	Federal	Total	% GF
Protect Workers	\$ 19,102.8	\$ 2,125.3	\$ 2,487.7	\$ 23,715.8	80.5%
Workforce Development	\$ 35,095.9	\$ 12,705.5	\$ 42,976.7	\$ 90,778.1	38.7%
Income Replacement	\$ 2,240.2	\$ 2,126.8	\$ 29,426.2	\$ 33,793.2	6.6%
FY2020 Governor's Amended	\$ 56,438.9	\$ 16,957.6	\$ 74,890.6	\$ 148,287.1	38.1%

Note: All numbers are in thousands



# DOLWD FY2020 Governor's Amended Budget: Fund Source Breakdown by Fund Category



<b>UGF</b>	Unrestricted General Fund	20,402.7
<b>DGF</b>	General Fund Program Receipts	3,599.4
	Workers' Safety and Compensation Admin	9,103.9
	Workers' Comp Benefits Guaranty Fund	774.9
	Second Injury Fund	2,848.1
	Fishermen's Fund	1,385.0
	Building Safety Account	2,029.6
	State Training and Employment Program	8,456.1
	Technical and Vocational Ed Program	6,875.8
	Training and Building Fund	765.2
	Small Business Enterprise Program	198.2
<b>Other</b>	Statutory Designated Program Receipts	1,142.0
	Inter-Agency Receipts	15,518.4
	Capital Improvement Project Receipts	98.0
	Mental Health Trust Authority Receipts	75.0
	Randolph-Sheppard Business Enterprise Prog	124.2
<b>FED</b>	Federal	74,890.6
<b>Total</b>		<b>148,287.1</b>

Note: All numbers are in thousands

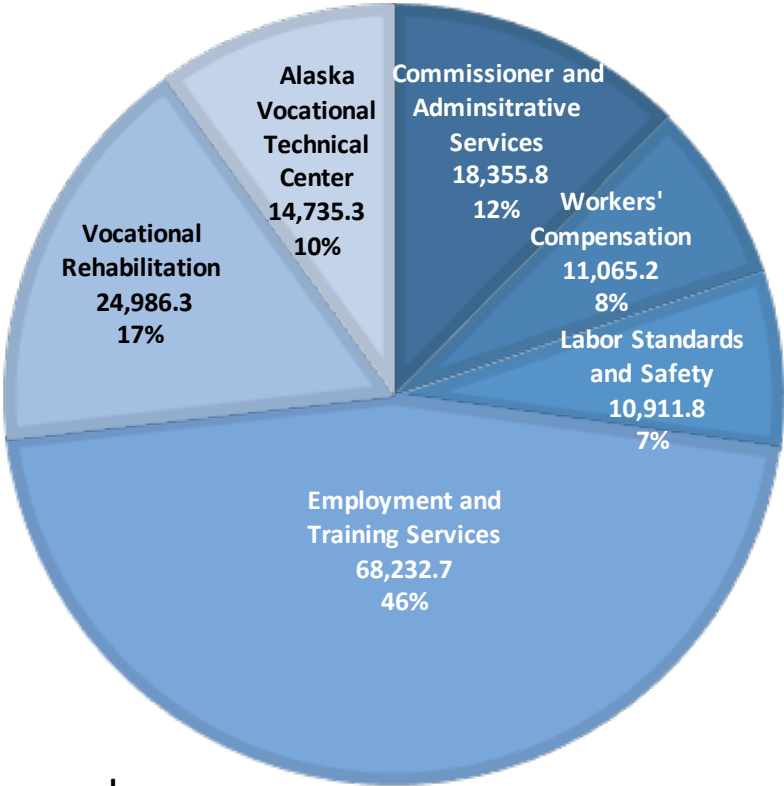
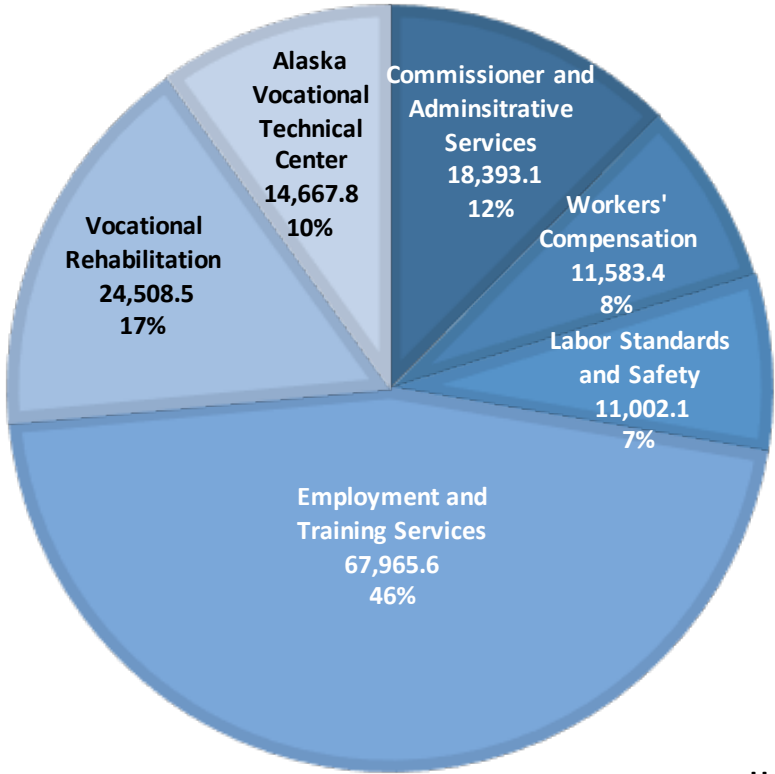


# DOLWD FY2020 Governor's Amended Budget: FY2019 Comparison All Funds

## All Funds

FY2019 Management Plan Total: \$148,120.5

FY2020 Governor's Amended Total: \$148,287.1



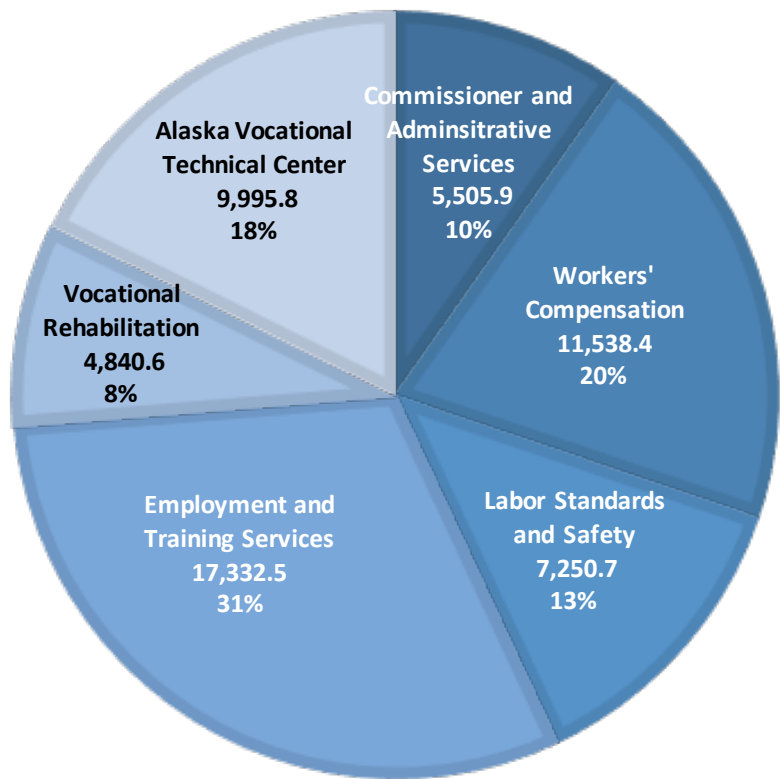
Note: All numbers are in thousands



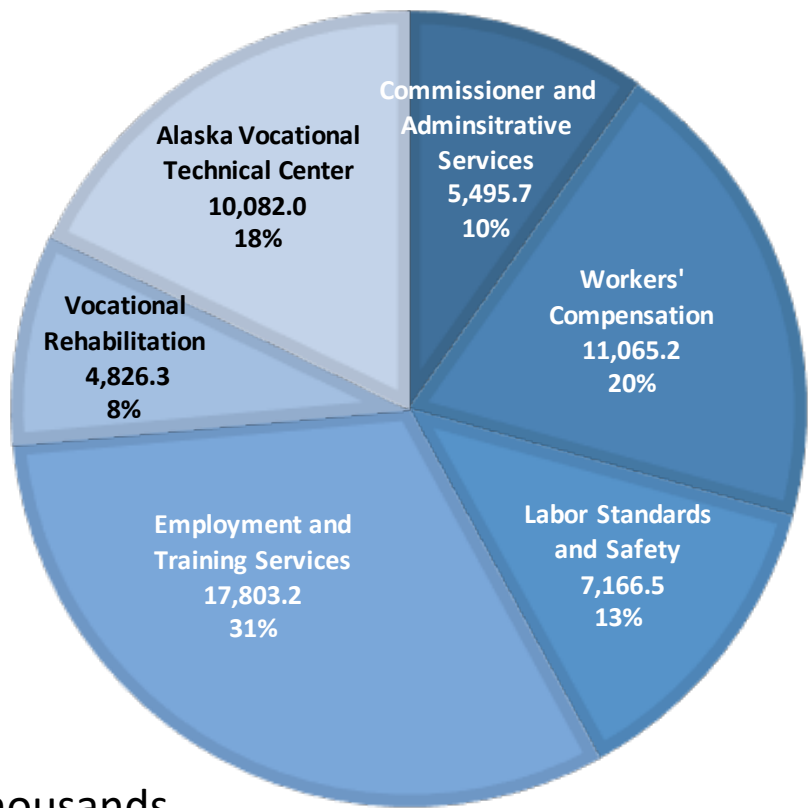
# DOT&PF FY2020 Governor's Amended Budget: FY2019 Comparison GF Only

## Combined General Funds

FY2019 Management Plan Total: \$56,463.9



FY2020 Governor's Amended Total: \$56,438.9



Note: All numbers are in thousands





## DOLWD FY2020 Governor's Amended Budget: Program Review Considerations

- Reducing dependence
- Business process realignment
- Unleashing entrepreneurialism
- Program reform
- Maximizing return on assets
- Outsourcing
- Reducing regulatory burden
- Eliminate duplication
- Non-essential programs
- User pay



## DOLWD FY2020 Governor's Amended Budget: GF Change Summary

- Travel Reduction (-\$147.6 GF)
  - Reduce dependency
  - Non-essential programs
  - Eliminate duplication
- AMHTA Agreement (-\$125.5 GF)
  - Eliminate duplication
- AVTEC Net Zero (+/- \$267.1 GF)
  - Reduce dependency
  - Eliminate duplication
- AVTEC Student Supply Fees (+\$100.0 GF)
  - User Pay

Note: All numbers are in thousands



## DOLWD FY2020 Governor's Amended Budget: TVEP Distribution

Entity	Distr. %	FY2017 Distribution	FY2018 Distribution	FY2019 Distribution	FY2020 Proposed	Change from Prior Year
University of Alaska	45%	\$ 5,980.1	\$ 5,386.6	\$ 4,926.4	\$ 5,619.3	\$ 692.9
Galena Interior Learning Academy	4%	\$ 531.6	\$ 478.8	\$ 437.9	\$ 499.5	\$ 61.6
Alaska Technical Center	9%	\$ 1,196.0	\$ 1,077.3	\$ 985.3	\$ 1,123.8	\$ 138.5
Southwest Alaska Vocational and Education Center	3%	\$ 398.7	\$ 359.1	\$ 328.4	\$ 374.6	\$ 46.2
Yuut Elitnaurviat, Inc. People's Learning Center	9%	\$ 1,196.0	\$ 1,077.3	\$ 985.3	\$ 1,123.8	\$ 138.5
Northwestern Alaska Career and Technical Center	3%	\$ 398.7	\$ 359.1	\$ 328.4	\$ 374.6	\$ 46.2
Partners for Progress in Delta, Inc.	3%	\$ 398.7	\$ 359.1	\$ 328.4	\$ 374.6	\$ 46.2
Amundsen Educational Center	2%	\$ 265.8	\$ 239.4	\$ 218.9	\$ 249.7	\$ 30.8
Ilisagvik College	5%	\$ 664.5	\$ 598.5	\$ 547.4	\$ 624.4	\$ 77.0
Alaska Vocational Technical Center	17%	\$ 2,252.5	\$ 2,034.0	\$ 1,861.1	\$ 2,122.8	\$ 261.7
<b>Total</b>	<b>100%</b>	<b>\$ 13,282.6</b>	<b>\$ 11,969.2</b>	<b>\$ 10,947.5</b>	<b>\$ 12,487.1</b>	<b>\$ 1,539.6</b>

Note: All numbers are in thousands, and TVEP is Technical and Vocational Education Program



## DOLWD FY2020 Governor's Amended Budget: Legislation/Admin Changes

- Business process realignment
  - Procurement Consolidation – AO 304
  - HR Consolidation – AO 305
  - Investigator Consolidation – AO 306
  - Workers' Compensation and Labor Standards and Safety Division Consolidation – HB 68
- Maximizing return on assets/investments
  - Oversight of Career and Technical Education Programs – HB 67



# Sustainable, Predictable, Affordable

