

2023 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between AdjBase+ and 24GovAmd

Numbers
Differences
Agencies: Labor

Agency: Department of Labor and Workforce Development

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Commissioner and Administrative Services													
Commissioner's Office													
Transfer Administrative Services Director (07-1101) to Management Services	24GovAmd	TrOut	-255.7	-255.7	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
The Office of Management and Budget (OMB) is reassigning all Administrative Services Director positions to their respective departments for clarity in reporting structures, as well as increased visibility of the activities and responsibilities of their respective agencies.													
This position was mistakenly returned to the Commissioner's Office; this transfer moves the Administrative Services Director from the Commissioner's Office to Management Services.													
1007 I/A Rcpts (Other)			-255.7										
* Allocation Difference *			-255.7	-255.7	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
Workforce Investment Board													
Reduce Interagency Authority No Longer Needed	24GovAmd	Dec	-221.6	0.0	0.0	-221.6	0.0	0.0	0.0	0.0	0	0	0
The remaining interagency authority is sufficient to meet the needs of the component.													
1007 I/A Rcpts (Other)			-221.6										
Change Technical and Vocational Education Program Appropriation to Language	24GovAmd	Dec	-4,660.0	0.0	0.0	0.0	0.0	0.0	-4,660.0	0.0	0	0	0
The Alaska Technical and Vocational Education Program (TVEP), established under AS 23.15.830, provides non-competitive grants to institutions that are part of a statewide vocational training system. Per AS 23.15.835(d), the revenue collected under this program is to be distributed to the institutions outlined in the statute per the statutory formula. Currently these appropriations are included in the numbers section of the budget bill. This means that they cannot be adjusted if actual revenue to the program exceeds or falls short of projected revenue without a supplemental budget adjustment.													
Changing the TVEP distribution from numbers to an estimated to be language appropriation would ensure that if actual revenue comes in higher than anticipated the department can distribute the additional funding timely, without the delays that would otherwise occur if contingent on passage of a supplemental budget.													
1151 VoTech Ed (DGF)			-4,660.0										
* Allocation Difference *			-4,881.6	0.0	0.0	-221.6	0.0	0.0	-4,660.0	0.0	0	0	0
Management Services													
Transfer Administrative Services Director (07-1101) from Commissioner's Office	24GovAmd	TrIn	255.7	255.7	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
The Office of Management and Budget (OMB) is reassigning all Administrative Services Director positions to their respective departments for clarity in reporting structures, as well as increased visibility of the activities and responsibilities of their respective agencies.													
This position was mistakenly returned to the Commissioner's Office; this transfer moves the Administrative Services Director from the Commissioner's Office to Management Services.													
1007 I/A Rcpts (Other)			255.7										
* Allocation Difference *			255.7	255.7	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
** Appropriation Difference **			-4,881.6	0.0	0.0	-221.6	0.0	0.0	-4,660.0	0.0	0	0	0

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Workers' Compensation													
Second Injury Fund													
Restore Omnibus Workers' Compensation Ch.	24GovAmd	IncM	400.0	0.0	0.0	0.0	0.0	0.0	400.0	0.0	0	0	0
91 SLA 2018 (HB79)													
This increment restores the FY2024 total in the Second Injury Fund. This is the last fiscal year impacted by the fiscal note for House Bill (HB) 79.													
When HB79 was passed, the Second Injury Fund (SIF) provided a fiscal note stating that the fund could reduce expenditure authority for grants and benefits over a five-year period until the expenditure authorization was zeroed. After further review, the fiscal note did not take into consideration that 95 percent of SIF claims are for permanent total disability, meaning the claim will be paid for the life of the claimant. It will likely take decades for the fund liabilities to be absolved, so expenditure authority is required.													
1031 Sec Injury (DGF)			400.0										
* Allocation Difference *			400.0	0.0	0.0	0.0	0.0	0.0	400.0	0.0	0	0	0
** Appropriation Difference **			400.0	0.0	0.0	0.0	0.0	0.0	400.0	0.0	0	0	0
Labor Standards and Safety													
Wage and Hour Administration													
Maintain Certified Payroll Operations	24GovAmd	Inc	350.0	250.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0
Certified Payroll fees are collected from contractors in Alaska under AS 36.05.045. The fee is equal to one percent of the contractor's contract price, not to exceed \$5.0 from the primary contractor. In FY2021, the department reviewed these fees and determined that they should be classified as general fund program receipts (GFPR) under AS 37.05.146(a) to directly support Wage & Hour operations.													
In the previous three fiscal years, the division has collected more than \$1,900.0 in GFPR but only has authority to expend approximately \$1,400.0, which has left significant shortfalls in expenditure authority that the department has had to manage. The increase in GFPR would allow Wage & Hour the ability to expend up to their revenue collection and to be self-funded.													
1005 GF/Prgm (DGF)			350.0										
Replace Unrestricted General Fund Receipts with General Fund Program Receipts	24GovAmd	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Wage and Hour no longer needs this GF as it has become self-sustaining through program receipts.													
1004 Gen Fund (UGF)			-250.0										
1005 GF/Prgm (DGF)			250.0										
* Allocation Difference *			350.0	250.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0
Alaska Safety Advisory Council													
Support for the Governor's Safety and Health Conference	24GovAmd	Inc	93.2	0.0	0.0	60.0	33.2	0.0	0.0	0.0	0	0	0
The Alaska Safety Advisory Council (ASAC) is responsible for organizing and hosting the Governor's Safety and Health Conference. This is an annual event that was canceled in FY2021 and held virtually in FY2022. The conference in FY2023 will be the first in-person event since the pandemic and it is estimated to bring a total of 305 attendees, speakers, vendors, and volunteers.													
In FY2024, ASAC would like to host an additional 150 attendees, which will bring the participant count to an													

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Labor Standards and Safety (continued)													
Alaska Safety Advisory Council (continued)													
Support for the Governor's Safety and Health Conference (continued)													
estimated 455 people. In order to support a gathering of that size, ASAC needs additional statutorily designated program receipt authority to expend the revenue it collects. Funding for the conference comes from vendor fees and private sponsorships.													
1108 Stat Desig (Other)			93.2										
* Allocation Difference *			93.2	0.0	0.0	60.0	33.2	0.0	0.0	0.0	0	0	0
** Appropriation Difference **			443.2	250.0	0.0	160.0	33.2	0.0	0.0	0.0	0	0	0
Employment and Training Services													
Workforce Services													
Individual Training Accounts for Clients and Operation Training Grants	24GovAmd	Inc	1,512.4	0.0	0.0	0.0	0.0	0.0	1,512.4	0.0	0	0	0
The Workforce Innovation and Opportunity Act Federal award is formula-based and varies year to year, additional federal authority is required to allow for full utilization of award. Additional authority will be utilized to provide individual training accounts for clients to cover costs such as tuition, tools and supplies, lodging and meals, and relocation assistance to eligible individuals under specific employment programs, as well as for operations grants for employment training programs under the Workforce Innovation and Opportunity Act.													
1002 Fed Rcpts (Fed)			1,512.4										
Reduce Interagency Authority No Longer Needed	24GovAmd	Dec	-776.6	0.0	0.0	0.0	0.0	0.0	-776.6	0.0	0	0	0
The remaining interagency authority is sufficient to meet the needs of the component.													
1007 I/A Rcpts (Other)			-776.6										
* Allocation Difference *			735.8	0.0	0.0	0.0	0.0	0.0	735.8	0.0	0	0	0
Unemployment Insurance													
LFD Adjust: Add Federal Authority to Match Governor's Bill DO NOT ACCEPT AT SUBCOMMITTEE	24GovAmd	MisAdj	10,000.0	0.0	0.0	10,000.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts (Fed)			10,000.0										
Programs and Operation of Disaster Unemployment Assistance Program	24GovAmd	Inc	6,378.1	69.7	0.0	5,754.4	6.0	0.0	548.0	0.0	0	0	0
Increased federal receipt and expenditure authority is required to fully utilize ongoing available federal grant opportunities including: integrity and security updates related to the Coronavirus Aid, Relief, and Economic Security Act Pandemic Unemployment Insurance programs; American Rescue Plan - Fraud Detection and Prevention; the Federal Emergency Management Agency Disaster Unemployment Insurance Act program; and anticipated supplemental budget request opportunities for the upgrade of the Unemployment Insurance program's legacy mainframe system.													
1002 Fed Rcpts (Fed)			6,378.1										
* Allocation Difference *			16,378.1	69.7	0.0	15,754.4	6.0	0.0	548.0	0.0	0	0	0
** Appropriation Difference **			17,113.9	69.7	0.0	15,754.4	6.0	0.0	1,283.8	0.0	0	0	0

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Alaska Vocational Technical Center													
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Increase General Fund for AVTEC	24GovAmd	Inc	250.0	250.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Alaska Vocational Technical Center needs general fund to support hiring qualified instructors. While full-time instructors are difficult to find, AVTEC has had success hiring adjunct and part time professors to fill their need.													
1004 Gen Fund (UGF)			250.0										
Replace Unavailable Program Receipts to Support Existing Vocational Training Opportunities	24GovAmd	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
The Alaska Vocational Technical Center (AVTEC) is funded primarily through program receipts (GFPR) from student tuition and fees, and general fund support from the state. It has been the desire of AVTEC, the legislature, and multiple administrations that AVTEC be a self-sustaining operation. Since FY2015, GFPR authority has increased by \$929.6 to allow for the opportunity for increased revenue collection from students, and general fund support has decreased by \$1,414.4. The increase in GFPR revenue collection did not materialize and has remained relatively flat since FY2015.													
Due to an increase in cost for instructors and materials, AVTEC has been operating in a deficit and is expected to continue to do so without an increase in revenue. For AVTEC to meet current obligations, either an increase in general funds or an increase in tuition and fees students pay is necessary. A fund source swap of \$320.0 of GFPR for general funds will allow AVTEC to operate without having to increase the cost to students.													
1004 Gen Fund (UGF)			320.0										
1005 GF/Prgm (DGF)			-320.0										
Change Technical and Vocational Education Program Appropriation to Language	24GovAmd	Dec	-2,329.9	0.0	0.0	0.0	0.0	0.0	-2,329.9	0.0	0	0	0
The Alaska Technical and Vocational Education Program (TVEP), established under AS 23.15.830, provides non-competitive grants to institutions that are part of a statewide vocational training system. Per AS 23.15.835(d), the revenue collected under this program is to be distributed to the institutions outlined in the statute per the statutory formula. Currently these appropriations are included in the numbers section of the budget bill. This means that they cannot be adjusted if actual revenue to the program exceeds or falls short of projected revenue without a supplemental budget adjustment.													
Changing the TVEP distribution from numbers to an estimated to be language appropriation would ensure that if actual revenue comes in higher than anticipated the department can distribute the additional funding timely, without the delays that would otherwise occur if contingent on passage of a supplemental budget.													
1151 VoTech Ed (DGF)			-2,329.9										
* Allocation Difference *			-2,079.9	250.0	0.0	0.0	0.0	0.0	-2,329.9	0.0	0	0	0
AVTEC Facilities Maintenance													
Reimbursable Service Agreement for Commodities Cost Increases	24GovAmd	Inc	33.6	0.0	0.0	0.0	33.6	0.0	0.0	0.0	0	0	0
Increase interagency authority for a reimbursable services agreement between Alaska Vocational Education Center (AVTEC) and Facilities Maintenance for the increase in commodities needed to keep Alaska Vocational Education Center's aging facilities running.													
1007 I/A Rcpts (Other)			33.6										
* Allocation Difference *			33.6	0.0	0.0	0.0	33.6	0.0	0.0	0.0	0	0	0

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Alaska Vocational Technical Center (continued)													
** Appropriation Difference **			-2,046.3	250.0	0.0	0.0	33.6	0.0	-2,329.9	0.0	0	0	0
*** Agency Difference ***			11,029.2	569.7	0.0	15,692.8	72.8	0.0	-5,306.1	0.0	0	0	0
**** All Agencies Difference ****			11,029.2	569.7	0.0	15,692.8	72.8	0.0	-5,306.1	0.0	0	0	0