



33<sup>rd</sup> Alaska State Legislature  
 House Finance Budget Subcommittee  
 Department of Labor and Workforce Development  
 FY25 Operating Budget

*Chair:*

Rep. Tomaszewski  
 Capitol Room 501  
 465-4457

*Members:*

Rep. Sumner  
 Capitol Room 421  
 465-4833

Rep. Ruffridge  
 Capitol Room 104  
 465-2693

Rep. Saddler  
 Capitol Room 204  
 465-3783

Rep. Prax  
 Capitol Room 108  
 465-4797

Rep. Wright  
 Capitol Room 412  
 465-2095

Rep. Fields  
 Capitol Room 13  
 465-2647

Rep. Carrick  
 Capitol Room 428  
 465-4976

*Committee Aide:*

Zach Young  
 465-4708

Department of Labor and Workforce Development  
 FY25 House Finance Budget Subcommittee  
 Narrative Report

March 5, 2024

The House Finance Budget Subcommittee for the Department of Labor and Workforce Development held a total of three meetings, made no changes to the Governor’s request or amended budget, and submits the following recommended operating budget for FY25 to the House Finance Committee:

**RECOMMENDATIONS:**

**Fund Source:** (dollars are in thousands)

Unrestricted General Funds (UGF)	\$22,156.9
Designated General Funds (DGF)	\$32,022.4
Other Funds	\$19,762.0
Federal Funds	\$92,646.8
<b>Total</b>	<b>\$166,588.1</b>

Compared to the FY25 adjusted base, the subcommittee recommendations represent an increase of \$535.3 (+2.5%) in Unrestricted General Funds, \$1631.1 (+5.4%) in Designated General Funds, and \$3,811.6 (-1.4%) in other funds, with no change in Federal Funds for a total increase of \$5,978.0 (+3.7%) of all funds.

**Positions:**

Permanent Full-time	680
Permanent Part-time	43
Temporary	21
<b>Total</b>	<b>744</b>

## **BUDGET ACTION:**

After reviewing and discussing each of the Governor's proposed transactions in detail, the subcommittee adopted all items.

Some of the highlights of these items are:

- \$437.8 UGF Increment to reestablish the Office of Citizenship Assistance and reclass 3 vacant positions.
- \$97.5 UGF Increment to Replace Federal Indirect Revenues to maintain Vocational Rehabilitation Administration Support

## **SUBCOMMITTEE AMENDMENTS:**

The Chair set an amendment deadline, welcomed amendments from all members, and the committee received no amendments.

## **ATTACHED REPORTS:**

The House Finance Budget Subcommittee for the Department of Labor and Workforce Development adopted the attached reports:

- DoL&WD Agency Totals
- DoL&WD Transaction Compare: Adjusted Base to House Subcommittee
- Wordage

Respectfully Submitted,



Representative Frank Tomaszewski  
Chair, House Finance Budget Subcommittee for the Department of Labor and Workforce  
Development

**2024 Legislature - Operating Budget  
Agency Totals - House Subcom Structure**

Numbers
Agencies: Labor

Agency: Department of Labor and Workforce Development

	[1] 24MgtPln	[2] AdjBase	[3] GovAmd	[4] HSubcom	[4] - [2] AdjBase to HSubcom	[4] - [3] GovAmd to HSubcom
<b>Total</b>	157,604.0	160,610.1	166,588.1	166,588.1	5,978.0 3.7 %	0.0
<u>Objects of Expenditure</u>						
1 Personal Services	81,988.9	85,298.1	86,430.5	86,430.5	1,132.4 1.3 %	0.0
2 Travel	1,584.5	1,584.5	1,596.5	1,596.5	12.0 0.8 %	0.0
3 Services	33,144.2	34,293.5	34,992.1	34,992.1	698.6 2.0 %	0.0
4 Commodities	2,515.5	2,548.0	2,651.9	2,651.9	103.9 4.1 %	0.0
5 Capital Outlay	194.0	194.0	194.0	194.0	0.0	0.0
7 Grants, Benefits	38,176.9	36,692.0	40,723.1	40,723.1	4,031.1 11.0 %	0.0
8 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0
<u>Funding Sources</u>						
1002 Fed Rcpts (Fed)	90,587.5	92,646.8	92,646.8	92,646.8	0.0	0.0
1003 GF/Match (UGF)	8,377.2	8,575.7	8,575.7	8,575.7	0.0	0.0
1004 Gen Fund (UGF)	13,136.8	13,045.9	13,581.2	13,581.2	535.3 4.1 %	0.0
1005 GF/Prgm (DGF)	5,782.6	5,944.6	5,944.6	5,944.6	0.0	0.0
1007 I/A Rcpts (Other)	13,883.0	14,166.7	17,978.3	17,978.3	3,811.6 26.9 %	0.0
1031 Sec Injury (DGF)	2,870.2	2,877.7	2,877.7	2,877.7	0.0	0.0
1032 Fish Fund (DGF)	1,431.4	1,442.8	1,442.8	1,442.8	0.0	0.0
1049 Trng Bldg (DGF)	796.4	808.2	808.2	808.2	0.0	0.0
1054 STEP (DGF)	8,097.0	8,121.8	9,752.9	9,752.9	1,631.1 20.1 %	0.0
1061 CIP Rcpts (Other)	99.8	99.8	99.8	99.8	0.0	0.0
1092 MHTAAR (Other)	25.0	25.3	25.3	25.3	0.0	0.0
1108 Stat Desig (Other)	1,526.2	1,534.4	1,534.4	1,534.4	0.0	0.0
1117 RS Sm BusF (Other)	124.2	124.2	124.2	124.2	0.0	0.0
1151 VoTech Ed (DGF)	590.2	608.5	608.5	608.5	0.0	0.0
1157 Wrkrs Safe (DGF)	7,418.9	7,672.1	7,672.1	7,672.1	0.0	0.0
1172 Bldg Safe (DGF)	1,929.8	1,981.3	1,981.3	1,981.3	0.0	0.0
1203 WCBenGF (DGF)	787.8	794.3	794.3	794.3	0.0	0.0
1237 VocRehab S (DGF)	140.0	140.0	140.0	140.0	0.0	0.0

**2024 Legislature - Operating Budget  
Agency Totals - House Subcom Structure**

Numbers
Agencies: Labor

Agency: Department of Labor and Workforce Development

	[1] 24MgtP1n	[2] AdjBase	[3] GovAmd	[4] HSubcom	[4] - [2] AdjBase to HSubcom		[4] - [3] GovAmd to HSubcom
<u>Positions</u>							
Perm Full Time	679	681	680	680	-1	-0.1 %	0
Perm Part Time	44	43	43	43	0		0
Temporary	22	21	21	21	0		0
<u>Funding Summary</u>							
Unrestricted General (UGF)	21,514.0	21,621.6	22,156.9	22,156.9	535.3	2.5 %	0.0
Designated General (DGF)	29,844.3	30,391.3	32,022.4	32,022.4	1,631.1	5.4 %	0.0
Other State Funds (Other)	15,658.2	15,950.4	19,762.0	19,762.0	3,811.6	23.9 %	0.0
Federal Receipts (Fed)	90,587.5	92,646.8	92,646.8	92,646.8	0.0		0.0

## Column Definitions

**24MgtPln (FY24 Management Plan)** - Authorized level of expenditures at the beginning of FY24 plus position adjustments and transfers (made at an agency's discretion) within appropriations.

**AdjBase (FY25 Adjusted Base)** - FY24 Management Plan less One-Time Items (OTIs), plus FY25 Position Adjustments (PosAdjs), Transfers In/Out of allocations (TrIns and TrOuts), Line Item Transfers (LITs), Temporary Increments (IncTs) initiated in prior years, adjustments to formula programs in language, and additions for statewide items such as Salary Adjustments (SalAdjs). The Adjusted Base is the base to which the Governor's and the legislature's Increments (Incs), Decrements (Decs), and Fund Changes (FndChg) are added.

**GovAmd (Governors Amended Budget)** - Governor's operating budget request plus all amendments received by the statutory deadline of February 14, 2024.

**HSubcom (House Subcommitte)** - House Finance Subcommittee recommendations.

**2024 Legislature - Operating Budget  
Transaction Compare - House Subcom Structure  
Between AdjBase and HSubcom**

Numbers Differences Agencies: Labor
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	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Department of Labor and Workforce Development</b>													
<b>Commissioner and Administrative Services</b>													
<b>Technology Services</b>													
Reorganize Department-Level Information Technology and Helpdesk Functions Under New Technology Services Allocation	HSubcom	Struct	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Increase Interagency Receipts for Helpdesk 1007 I/A Rcpts (Other) 608.5	HSubcom	Inc	608.5	608.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Transfer Technical Vocational Educational and State Training and Employment Authority from Unemployment Insurance 1054 STEP (DGF) 35.0 1151 VoTech Ed (DGF) 35.0	HSubcom	TrIn	70.0	62.2	0.0	7.8	0.0	0.0	0.0	0.0	0	0	0
<b>* Allocation Difference *</b>			<b>678.5</b>	<b>670.7</b>	<b>0.0</b>	<b>7.8</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Workforce Investment Board</b>													
Transfer Grants Administrator 2 (07-5422) from Workforce Investment Board to Office of Citizenship Assistance	HSubcom	TrOut	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
Increase Authorization for Vocational Training Opportunities through the STEP Program Based on Available Revenues 1054 STEP (DGF) 1,631.1	HSubcom	Inc	1,631.1	0.0	0.0	0.0	0.0	0.0	1,631.1	0.0	0	0	0
<b>* Allocation Difference *</b>			<b>1,631.1</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>1,631.1</b>	<b>0.0</b>	<b>-1</b>	<b>0</b>	<b>0</b>
<b>Office of Citizenship Assistance</b>													
Re-establish the Office of Citizenship Assistance	HSubcom	Struct	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Re-establish the Office of Citizenship Assistance 1004 Gen Fund (UGF) 437.8	HSubcom	Inc	437.8	322.8	12.0	53.0	50.0	0.0	0.0	0.0	0	0	0
<b>* Allocation Difference *</b>			<b>437.8</b>	<b>322.8</b>	<b>12.0</b>	<b>53.0</b>	<b>50.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Labor Market Information</b>													
Interagency Support for Renegotiated Reimbursable Services Agreements 1007 I/A Rcpts (Other) 39.4	HSubcom	Inc	39.4	39.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>* Allocation Difference *</b>			<b>39.4</b>	<b>39.4</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>** Appropriation Difference **</b>			<b>2,786.8</b>	<b>1,032.9</b>	<b>12.0</b>	<b>60.8</b>	<b>50.0</b>	<b>0.0</b>	<b>1,631.1</b>	<b>0.0</b>	<b>-1</b>	<b>0</b>	<b>0</b>

**2024 Legislature - Operating Budget  
Transaction Compare - House Subcom Structure  
Between AdjBase and HSubcom**

Numbers Differences Agencies: Labor
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	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Department of Labor and Workforce Development (continued)</b>													
<b>Employment and Training Services</b>													
<b>Workforce Services</b>													
Partnership with the Department of Transportation and Public Facilities for Workforce Development	HSubcom	Inc	2,400.0	0.0	0.0	0.0	0.0	0.0	2,400.0	0.0	0	0	0
1007 I/A Rcpts (Other) 2,400.0													
<b>* Allocation Difference *</b>			2,400.0	0.0	0.0	0.0	0.0	0.0	2,400.0	0.0	0	0	0
<b>Unemployment Insurance</b>													
Transfer Technical Vocational Educational Program and State Training and Employment Authority to Technology Services	HSubcom	TrOut	-70.0	0.0	0.0	-70.0	0.0	0.0	0.0	0.0	0	0	0
1054 STEP (DGF) -35.0													
1151 VoTech Ed (DGF) -35.0													
<b>* Allocation Difference *</b>			-70.0	0.0	0.0	-70.0	0.0	0.0	0.0	0.0	0	0	0
<b>** Appropriation Difference **</b>			2,330.0	0.0	0.0	-70.0	0.0	0.0	2,400.0	0.0	0	0	0
<b>Vocational Rehabilitation</b>													
<b>Vocational Rehabilitation Administration</b>													
Temporary Replacement of Federal Indirect Revenues to Maintain Vocational Rehabilitation Administration Support	HSubcom	IncOTI	97.5	97.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF) 97.5													
<b>* Allocation Difference *</b>			97.5	97.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>** Appropriation Difference **</b>			97.5	97.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>Alaska Vocational Technical Center</b>													
<b>AVTEC Facilities Maintenance</b>													
Maintain Facilities Maintenance on Alaska Vocational Technical Center Facilities	HSubcom	Inc	763.7	2.0	0.0	707.8	53.9	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts (Other) 763.7													
<b>* Allocation Difference *</b>			763.7	2.0	0.0	707.8	53.9	0.0	0.0	0.0	0	0	0
<b>** Appropriation Difference **</b>			763.7	2.0	0.0	707.8	53.9	0.0	0.0	0.0	0	0	0
<b>*** Agency Difference ***</b>			5,978.0	1,132.4	12.0	698.6	103.9	0.0	4,031.1	0.0	-1	0	0
<b>**** All Agencies Difference ****</b>			5,978.0	1,132.4	12.0	698.6	103.9	0.0	4,031.1	0.0	-1	0	0

## Column Definitions

**AdjBase (FY25 Adjusted Base)** - FY24 Management Plan less One-Time Items (OTIs), plus FY25 Position Adjustments (PosAdjs), Transfers In/Out of allocations (TrIns and TrOuts), Line Item Transfers (LITs), Temporary Increments (IncTs) initiated in prior years, adjustments to formula programs in language, and additions for statewide items such as Salary Adjustments (SalAdjs). The Adjusted Base is the base to which the Governor's and the legislature's Increments (Incs), Decrements (Decs), and Fund Changes (FndChg) are added.

**HSubcom (House Subcommittee)** - House Finance Subcommittee recommendations.

**2024 Legislature - Operating Budget  
Wordage Report - House Subcom Structure  
B=Both Bills, O=Operating Only, M=Mental Health**

Agency: Department of Labor and Workforce Development  
GovAmd    HSubcom

**Ap: Commissioner and Administrative Services**

Al: Management Services  
Conditional Language

The amount allocated for Management Services includes the unexpended and unobligated balance on June 30, 2024, of receipts from all prior fiscal years collected under the Department of Labor and Workforce Development's federal indirect cost plan for expenditures incurred by the Department of Labor and Workforce Development.

B            B

**Ap: Labor Standards and Safety**

Al: Alaska Safety Advisory Council  
Conditional Language

The amount allocated for the Alaska Safety Advisory Council includes the unexpended and unobligated balance on June 30, 2024, of the Department of Labor and Workforce Development, Alaska Safety Advisory Council receipts under AS 18.60.840.

B            B

**Ap: Employment and Training Services**

Al: Employment and Training Services Administration  
Conditional Language

The amount allocated for Employment and Training Services Administration includes the unexpended and unobligated balance on June 30, 2024, of receipts from all prior fiscal years collected under the Department of Labor and Workforce Development's federal indirect cost plan for expenditures incurred by the Department of Labor and Workforce Development.

B            B

**Ap: Vocational Rehabilitation**

Al: Vocational Rehabilitation Administration  
Conditional Language

The amount allocated for Vocational Rehabilitation Administration includes the unexpended and unobligated balance on June 30, 2024, of receipts from all prior fiscal years collected under the Department of Labor and Workforce Development's federal indirect cost plan for expenditures incurred by the Department of Labor and Workforce Development.

B            B

**Ap: Alaska Vocational Technical Center**

Al: Alaska Vocational Technical Center  
Conditional Language

The amount allocated for the Alaska Vocational Technical Center includes the unexpended and unobligated balance on June 30, 2024, of contributions received by the Alaska Vocational Technical Center receipts under AS 21.96.070, AS 43.20.014, AS 43.55.019, AS 43.56.018, AS 43.65.018, AS 43.75.018, and AS 43.77.045 and receipts collected under AS 37.05.146.

B            B

Department of Labor and Workforce Development  
All Dollars in Thousands  
Numbers Only

Prepared by: Zach Young Date: 3/1/2024  
Status: FINAL Time: 3:15 PM

	FY24 Management Plan	FY25 Adjusted Base	Governor's Amended Budget	House Subcom	FY24 Management Plan to House Subcom	FY25 Adjusted Base to House Subcom	Governor's Amended Budget to House Subcom
Unrestricted GF	21,514.0	21,621.6	22,156.9	22,156.9	642.9	535.3	-
Designated GF	29,844.3	30,391.3	32,022.4	32,022.4	2,178.1	1,631.1	-
Other	15,658.2	15,950.4	19,762.0	19,762.0	4,103.8	3,811.6	-
Federal Funds	90,587.5	92,646.8	92,646.8	92,646.8	2,059.3	-	-
<b>Total</b>	<b>157,604.0</b>	<b>160,610.1</b>	<b>166,588.1</b>	<b>166,588.1</b>	<b>8,984.1</b>	<b>5,978.0</b>	<b>-</b>
Check (Enter #s from LFD reports)	157,604.0	160,610.1	166,588.1	166,588.1			
Should equal zero	-	-	-	-			

Positions (Enter position counts from LFD reports)

PFTs	679	681	680	680
PPTs	44	43	43	43
Temps	22	21	21	21
<b>Total Positions</b>	<b>745</b>	<b>745</b>	<b>744</b>	<b>744</b>
Position Check (Should equal zero)				

Department of Labor and Workforce Development

Governor's 12/15 Request

#	Appropriation	Allocation	Description	Subcommittee Notes	Funding Information			Funding Multiplier	Gov PCNs	Hse PCNs		Unrestricted GF	Designated GF	Other State Funds	Federal	Total
1	Commissioner and Administrative Services	Technology Services	Reorganize Department-Level Information Technology and Helpdesk Functions Under New Technology Services Allocation	Items 1 and 2 are related.	0			1	0	0	Structure	-	-	-	-	-
2	Commissioner and Administrative Services	Technology Services	Increase Interagency Receipts for Helpdesk	Items 1 and 2 are related.	1007	I/A Rcpts	608.5	1	0	0		-	-	608.5	-	608.5
3	Commissioner and Administrative Services	Workforce Investment Board	Transfer Grants Administrator 2 (07-5422) from Workforce Investment Board to Office of Citizenship Assistance		0			1	-1	-1		-	-	-	-	-
4	Commissioner and Administrative Services	Office of Citizenship Assistance	Re-establish the Office of Citizenship Assistance	Items 4 and 5 are related.	0			1	0	0	Structure	-	-	-	-	-
5	Commissioner and Administrative Services	Office of Citizenship Assistance	Re-establish the Office of Citizenship Assistance	Items 4 and 5 are related.	1004	Gen Fund	437.8	1	0	0		437.8	-	-	-	437.8
6	Commissioner and Administrative Services	Labor Market Information	Interagency Support for Renegotiated Reimbursable Services Agreements		1007	I/A Rcpts	39.4	1	0	0		-	-	39.4	-	39.4
7	Employment and Training Services	Workforce Services	Partnership with the Department of Transportation and Public Facilities for Workforce Development		1007	I/A Rcpts	2,400.0	1	0	0		-	-	2,400.0	-	2,400.0
8	Vocational Rehabilitation	Vocational Rehabilitation Administration	Temporary Replacement of Federal Indirect Revenues to Maintain Vocational Rehabilitation Administration Support		1004	Gen Fund	97.5	1	0	0	IncOTI	97.5	-	-	-	97.5

#	Appropriation	Allocation	Description	Subcommittee Notes	Funding Information		Funding Multiplier	Gov PCNs	Hse PCNs		Unrestricted GF	Designated GF	Other State Funds	Federal	Total
9	Alaska Vocational Technical Center	AVTEC Facilities Maintenance	Maintain Facilities Maintenance on Alaska Vocational Technical Center Facilities		1007	I/A Rcpts	763.7	1	0	0	-	-	763.7	-	763.7
					<b>Totals</b>		<b>4,346.9</b>		<b>-1</b>	<b>-1</b>	<b>535.3</b>	<b>-</b>	<b>3,811.6</b>	<b>-</b>	<b>4,346.9</b>
<b>Governor's Amendments</b>															
10	Commissioner and Administrative Services	Technology Services	Transfer Technical Vocational Educational and State Training and Employment Authority from Unemployment Insurance	Items 10 and 12 are related.	1054	STEP	35.0	1	0	0	-	35.0	-	-	35.0
					1151	VoTech Ed	35.0	1				-	35.0	-	-
11	Commissioner and Administrative Services	Workforce Investment Board	Increase Authorization for Vocational Training Opportunities through the STEP Program Based on Available Revenues		1054	STEP	1,631.1	1	0	0	-	1,631.1	-	-	1,631.1
12	Employment and Training Services	Unemployment Insurance	Transfer Technical Vocational Educational Program and State Training and Employment Authority to Technology Services	Items 10 and 12 are related.	1054	STEP	(35.0)	1	0	0	-	(35.0)	-	-	(35.0)
					1151	VoTech Ed	(35.0)	1				-	(35.0)	-	-
					<b>Totals</b>		<b>1,631.1</b>		<b>0</b>	<b>0</b>	<b>-</b>	<b>1,631.1</b>	<b>-</b>	<b>-</b>	<b>1,631.1</b>