

H B

358

COMMITTEE REPORT

HOUSE

FURTHER: FINANCE

3/18/81

(5)

Date: April 7, 1981

Mr. Speaker:

The Committee on HEALTH, EDUCATION & SOCIAL SERVICES has had HB 358

"An Act making supplemental appropriations to the Department of Health and Social Services, division of public assistance and division of social services; amending ch. 120 SLA 1980; and providing for an effective date."

under consideration and reports it back as follows:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for HB 358 same title
 new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

[Signature]

[Signature]

[Signature]

[Signature]

MEMBERS HAVING
OTHER RECOMMENDATIONS:

[Signature]

[Signature]
CHAIRMAN

March 27, 1981

Honorable Sam Cotten
Chairman, House Finance Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Amendment to HB 358
Various Appropriation Adjustments
Department of Health and Social
Services & Department of Labor
For Additional Program Costs

Dear Representative Cotten:

Please revise HB 358 to include the following adjustments:

1. Delete Section 2 an appropriation for \$69,500 general funds to the Department of Health and Social Services, Division of Social Services, to pay additional FY 81 program costs in the Kotzebue area. The Department has advised that Social Services can continue to be provided throughout the region with existing funds.
2. Chapter 120, SLA 80, section 51 should be amended as follows:

Category: Social Services; Page 25, Line 12

<u>Allocations</u>	<u>Appropriations</u>	<u>GF</u>	<u>Other</u>
Assist. Pmts.	<u>34,129,300</u> [33,729,300]	<u>19,881,000</u> [19,681,000]	<u>14,248,300</u> [14,048,300]

AFDC
28,496,700 [28,096,700]

Category: Social Services; Page 28, Line 18

Old Age Assist. Pmts.	<u>4,279,500</u> [4,479,500]	<u>4,279,500</u> [4,479,500]
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The purpose of this adjustment is to fund a projected AFDC shortfall resulting from insufficient funding for the AFDC grant increase legislative in SCSCSHB 968 in 1980. The actual FY 81 Old Age Assistance expenditure will be less than funded in the FY 81 authorization. The projected surplus balance is a result of both caseload and average monthly payments being slightly less than originally budgeted. The general fund increase in AFDC will be matched by \$200,000 in federal receipts.

3. Chapter 120, SLA 80, Section 51 should be amended as follows:

Category: Social Services; Page 29, Line 16

<u>Allocations</u>	<u>Appropriations</u>	<u>GF</u>	<u>Other</u>
Em. Sec. Secur.	<u>26,137,800</u>	[24,457,300]	<u>619,100</u> [204,600]
WIN	<u>1,680,500</u>		<u>25,518,700</u> [24,252,700]

Category: Social Services; Page 29, Line 25

WIN	<u>0</u> [1,680,500]	<u>0</u> [414,500]	<u>0</u> [1,266,000]
-----	----------------------	--------------------	----------------------

The purpose of this adjustment is to simplify the procedures required to charge the Employment Security and WIN program for costs incurred by each program where a transfer of appropriation would be necessary to reimburse the program for those costs. The Departments FY 82 budget will also be structured in this manner. The transfer will also streamline federal accounting and reporting requirements.

4. Please add a new section to read as follows:

The sum of 1,331,000 of which 665,500 is federal funds and 665,500 is from general funds is appropriated to the Division of Public Assistance to fund a project shortfall attributed to insufficient funding for the AFDC grant increases legislated in SCSCSHB 968 in 1980.

Delete

5. Chapter 120, SLA 80, Section 51 should be amended as follows:

Category: Social Services, Page 29, Line 16

	<u>Appropriation</u>	<u>GF</u>	<u>Other</u>
Employ. Secur.	24,457,300 ←	<u>452,600</u> [204,600]	<u>24,004,700</u> [24,252,700]

The purpose of this amendment is to replace federal funds with general funds in the Unemployment Insurance component stemming from a reduction in federal monies available for additional computer and equipment lease cost during the transition period of converting to Departments new IBM 370/140 computer.

See next page for summary of changes.

6. Please add a new section appropriating \$237,000 general funds as a replacement for federal funds originally authorized on RP #80-282 and RPL #81-60 for the Department of Labor, Unemployment Insurance

Honorable Sam Cotten
March 27, 1981
Page 3

System Redesign capital project. The shortfall in federal receipts on this project is due to a decision made by the U.S. Department of Labor to not fund a third party computer operations contract made by the Alaska Department of Labor in order to meet a legislative deadline of October 1, 1980 for implementation of the new Unemployment Insurance law. That contract provided an interim training and operations computer mode so that benefits could be paid on October 1, 1980.

Sincerely,

Ron Lehr

Dr. Ronald D. Lehr
Director

cc: Jay Hogan, Legislative Finance
Keith Specking, Office of the Governor
Jalmar Kerttula, President of the Senate
Jim Duncan, Speaker of the House
Donald Clocksin, Chairman, Health, Education and Social Services
Honorable Don Bennett and Ed Dankworth, Co-Chairmen, Senate
Finance Committee

	<u>Appropriation</u>	<u>GF</u>	<u>Other</u>
Employment Security			
- Original Balance FCC	24,957,300	209,600	24,252,700
Supplemental changes	1,680,500	419,500	1,266,000
1) WIN component (5)		298,000	(248,000)
2) Fed funding account (5)			
Final FY 81 BRU Total	<u>26,137,800</u>	<u>867,100</u>	<u>25,270,700</u>

April 3, 1981

The Honorable Sam Cotten
Chairman, House Finance Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Amendment to HB358
Amendment Request: $\begin{array}{r} (665,000) \text{ GF} \\ (665,000) \text{ Federal} \\ \hline 1,331,000 \text{ Total} \end{array}$
Department: Health and Social Services

Dear Representative Cotten:

Please refer to my March 27, 1981 letter to you requesting various appropriation adjustments to HB358, the Social Services FY81 supplemental bill (see attached letter). It has been brought to our attention that Item 4 requesting an appropriation of \$1,331,000 to the Division of Public Assistance, AFDC is no longer needed and should be excluded from an amended version of HB358.

Your assistance in implementing this requested amendment is appreciated.

Sincerely,


Dr. Ronald D. Lehr
Director

RDL/BR/tl
Attachment

cc: The Honorable Don Bennett and Ed Dankworth, Co-Chairmen, Senate Finance Committee
The Honorable Jalmar Kerttula, President of the Senate
The Honorable Jim Duncan, Speaker of the House
The Honorable Donald Clockson, Chairman, Health, Education and Social Services

Ronald D. Lehr, Director
Division of Budget and Management
Office of the Governor

March 26, 1981

Bob Rehflod, Program Budget Analyst
Division of Budget and Management
Office of the Governor

#5030708 & #5030709
Category: Social Services
Department of Labor
Suppl. Request: 485.0 GF
Purpose: Short Fall in
1) UI Operating Budget
2) UI Systems Redesign
Capital Project

I have reviewed the Department of Labors request for a 485.0 GF supplemental and recommend approval. My recommendation is based on the following reasons:

1. The short fall in the Unemployment Insurance (UI) operating budget results from two factors: 1) additional computer and equipment lease costs for dual operations of the Departments old IBM 360/40 and its new IBM 370/148 computers from October 1980 to May 1981 while data processing programs were being converted from the old to new language, 2) a new funding formula implemented by the U.S. Employment and Training Administration (ETA) for computing Administrative Services costs which limited the Department's FY 81 allocation to 2% over FY 80 levels. The Department has made a worthy effort to minimize this request through hiring freezes, pursuit of supplemental federal funding and various spending cuts.
2. The UI Systems Benefits Redesign shortfall materialized when the Federal Government underfunded the states third party computer operations contract. That contract was for computer services necessary to meet the October 1, 1980 deadline for implementation of the new Unemployment Insurance law while the Departments new IBM 370/148 computer was becoming operational. The third party contract which was with Monica Marietta provided interim training and operations computer mode so that benefits could be paid by October 1, 1980.

ITEM & EXPLANATION	AMOUNT	FUNDING SOURCES		100	200	300	400	500	OTHER
				PERSONAL SERVICES	TRAVEL	CONTR. SERVICES	COMM.	EQUIP.	
1	2	3		4	5	6	7	8	9
1 FY 80 AUTHORIZED (FORM 4A)	345.3	Fed 197.2 Match 42.3 OGP 105.8		267.3	36.3	38.4	2.4	0.9	
2 FY 80 WORKPLAN REVISIONS (EXCLUDING SUPPLEMENTALS)									
3 LESS ONE-TIME ITEMS (INCLUDE ALL EQUIPMENT)									
4 PLUS FY 81 REPLACEMENT EQUIP. (FORM 17, LINE 1, COL. 8)									
5 PERSONAL SERVICES ADJUSTMENT (FORM 11 LINE 23, FY 81 TOTAL MINUS FY80 TOTAL FUNDING, LINE 18. If negative, enter in parenthesis)									
6 SUBTOTAL	345.3			267.3	36.3	38.4	2.4	0.9	
7 PLUS INFLATION ADJUSTMENT									
8 ADJUSTMENTS TO & WITHIN CONTINUATION (FORM 5A'S)	<345.3>	Fed 197.2 Match 42.3 OGP 105.8		<267.2>	<36.3>	<38.4>	<2.4>	<0.9>	
9 FY 81 CONTINUATION									

AGENCY Environmental Conservation

PROGRAM AREA NINEC

ORU Water Programs

FY 81

5

COMPONENT CONTINUATION

COMPONENT Facility Construction & Operation

REVISED DATE

3. The Commissioner states in the Departments request that all alternatives were pursued in trying to obtain federal funding and that the regional ETA has notified the state that supplemental federal funding is not available. The Department, however, is still pursuing the matter through Alaska's Congressional delegation.

4. Authorization for these items was originally approved using federal funding sources. This request will be to replace federal funds with general funds.

1 FUND 100 RECEIPT CODE 774 COLLOCATION CODE

2 RECEIPT TITLE Drinking Water Grant

3	TYPE OF REVENUE	FY 79	FY 80	FY 81	FY 81			FY 82	
					CONTINUATION	ADDITION	REQUEST		
4	UNRESTRICTED	ACTUAL	AUTHORIZED	REVISED	5	6	7	ESTIMATE	
5	RESTRICTED-FEDERAL								
	PROGRAM RECEIPTS								
	INTERAGENCY RECEIPTS	1	2	3	4	5	6	7	8
6	FOR FY 81 BUDGET WORKBOOKS BUDGET ESTIMATE	61.6	65.4						
7	FOR FY 81 REVENUE SOURCE BOOK CASH RECEIPTS	64.3	65.4	88.5				ESTIMATE	

8 EXPLANATION OF THE ESTIMATE

9 STATE MATCHING REQUIREMENTS
 10 STATE MAINTENANCE OF EFFORT REQUIREMENTS
 11 INDIRECT COST RATE CLAIMED UNCLAIMED

12 ADDITIONAL DATA

13 NAME OF PERSON PREPARING ESTIMATE Keith Felton PHONE 465-2610 DATE 11-5-79

AGENCY Environmental Conservation PROGRAM AREA Environmental Conservation
 BRU Water Programs
 COMPONENT Water Supply

FY 81

22 REVENUE DETAIL

Page 1 of 1 REVISED DATE

Ronald D. Lehr, Director
Budget and Management
Office of the Governor

March , 1981

Robert Rehfeld, Program Budget Analyst
Budget and Management
Office of the Governor

Supplemental S030607
Category: Social Services
Department: Health & Social Services
Supplemental Request:
0 GF (delete and add)
200.0 Federal
200.0
Purpose: To fund shortfall in
AFDC

I have reviewed a Department of Health & Social Services request for a delete and add and authority to receive and expend Federal Funds supplemental and recommend approval. My recommendation is based on the following reasons:

- 1) As in most years, the AFDC program is generally faced with a shortfall in its allocation which necessitates a supplemental request to carry through the current fiscal year. This year is no exception with the Department anticipating a \$400,000 shortage of grant funds. As the Federal Government matches State expenditures on a dollar for dollar basis, the State's share for this overrun will be \$200,000. The Department has proposed the State's share be funded by a delete and add supplemental transferring \$200,000 from the Old Age Assistance BRU.

- 2) Funds are available for transfer from the Old Age Assistance BRU as both caseload numbers and average monthly payment are below FY 81 estimates.

Your approval is requested.

RR/t1

	NON-COVERED	CORRECTED 11S FOR NON-COVERED	DIFFERENCE (COL 1 - COL 2)	TOTAL FROM FORM 11S	DIFFERENCE (Same as Col 3)	CORRECTED TOTAL FOR FORM 11S
1 TOTAL BASE SALARIES	189,800	189,800				
2 MULTIPLY BY ADJUSTMENT FACTOR	.0994	.0123				
3 TOTAL ADJUSTMENT	18,900	2,300	16,600	20,900	16,600	4,300
4 FUNDING SOURCE						
GEN. FUND	18,900	2,300	16,600	20,900	16,600	4,300
FEDERAL						
INTERAGENCY RECEIPTS						
PROGRAM RECEIPTS						
OTHER (SPECIFY)						

NOTES Continuation Level only. See Form 11S for New Positions Worksheet for additional non-covered positions.

AGENCY Department of Fish and Game

PROGRAM AREA Fish and Game Administration and Support

BRU Administration and Support

FY 81

COMPONENT Office of the Commissioner

PAGE 1 OF 1

REVISED DATE _____



*ADJUSTMENT TO DELETE SALARY
INCREASES FOR NON COVERED
EMPLOYEES FROM FORM 11S.*

TO: [Ronald D. Lehr, Director
Division of Budget & Management
Office of the Governor

DATE: March 26, 1981

FILE NO.

TELEPHONE NO.

FROM: Bob Rehfeld, Budget Analyst
Division of Budget & Management
Office of the Governor

SUBJECT: Social Services
Department of Labor
Suppl. Request: Net Zero

To Align WIN Program as a
Component of the Employment
Security BRU

I have reviewed a Department of Labor request for a Net Zero supplemental adjustment and recommend approval. This recommendation is based on the following reason:

1. Earlier this fiscal year, the Department of Labor submitted several RSA's to charge the WIN program for managerial, technical, and support costs borne by individuals whose personal costs are charged to Employment Security expense codes. As the Department is required by Federal rules to distribute personnel time in accordance to actual performance (positive time changing) the RSA represented the means by which the WIN program could be charged for these services. The RSA's were rejected by this office however, as the transactions would in effect be transfers between items of appropriation as both WIN and Employment Security separate appropriations.

To afford the opportunity to charge the WIN program for costs currently accounted for in other components the Department of Labor is requesting the WIN program become a component of the Employment Security appropriation. Thus any transfers between these programs would be within allocations which is a generally accepted procedure.

2. The FY 82 budget has the WIN program budgeted under the Employment Security BRU.

Your approval is requested.

BR/k1

	CODE	COMMODITIES CLASSIFICATION	PRIOR YEAR FY 79 ACTUAL	CURRENT YEAR FY 80 AUTHORIZED	BUDGET YEAR - FY 81			GOVERNOR'S BUDGET
					AGENCY			
					CONTINUATION	ADDITION	REQUEST	
1	2	3	4	5	6	7	8	
1.	400	TOTAL COMMODITIES	2.7	7.3	7.4	4.4	11.8	
2.	410	AGRICULTURAL SUPPLIES						
3.	420	HOUSEHOLD AND INSTITUTIONAL SUPPLIES						
4.	480	STRUCTURAL MATERIALS AND SUPPLIES						
5.	460	EQUIPMENT PARTS AND SUPPLIES						
6.	470	PROFESSIONAL AND SCIENTIFIC SUPPLIES	1	2.9				
7.	480	OFFICE AND LIBRARY SUPPLIES	2.5	3.2	6.2	4.4	10.6	
8.	490	OTHER OPERATING SUPPLIES	.1	1.2	1.2		1.2	
9.	940	INTER-AGENCY TRANSFERS (NON-ADD)						

10.	EXPLANATION:	CONT. S	ADDITION S	FOR B&M USE
	480 - Office supplies, educational and photographic supplies (inc. film, videotape)	6.2	4.4	
	490 - Miscellaneous small tools and instruments (tape editing blades, etc.)	1.2		
	NOTE: Coding error identified 480 funds in prior and current years as line 470. Column 5-7 corrected.			

AGENCY Department of Fish and Game PROGRAM AREA Support Services

FY 81

16

COMMODITIES

BRU Administration and Support

COMPONENT Public Communications Section

REVISED
DATE _____

TO: Ron Lehr, Director
Division of Budget and Management
Office of Governor

DATE:

12/8/80 sent to B+M
RECEIVED

FILE NO:

MAR 26 1981

5030611

TELEPHONE NO:

BUDGET AND MANAGEMENT

FROM:

Helen D. Beirne
Helen D. Beirne, Commissioner
Department of Health & Social Services

SUBJECT:

FY81 Supplemental Request
Appropriation Assistance
Payments, AFDC Allocation

The Department of Health and Social Services requests a FY81 Supplemental Appropriation for the Assistance Payments Program in the amount of 1331.0 of which 665.5 is state general fund and 665.5 is federal funds.

AFDC has been identified as a non-discretionary funded program. The legislative intent directs the Department to operate the program at the full statutory level, and if caseload or other cost increases generate total payments which exceed the amount of the appropriation, the Department may not reduce the program without prior legislative review.

The current projected AFDC shortfall of \$1331.0 is attributed to insufficient funding for the AFDC grant increases legislated in SCSCSHB968. SCSCSHB968 authorization includes the cost of the July 1, 1980 "COLA" increase (14.3%); but does not include funding for the January 1, 1981 "base" increase. The need for these funds was identified in the Department's fiscal note for HB968. These funds were apparently not appropriated due to oversight.

A summary of the FY81 AFDC authorization:

	<u>Caseload</u>		<u>Average Payment</u>		<u>Months</u>		<u>Total</u>
FY81 Initial Request	7564	x	\$343.00	x	12	=	31133.1
FY81 Budget Amendment	(729)						(3000.0)
FY81 Revised Request	6835		343.00		12		28133.1
FY81 FCC Authorization	6835		342.56		12		28096.7

SCSCSHB968

1. Cost of July 1, 1980 COLA increase:

\$343.00 average payment x 1.143% (COLA increase) = 343.00 + 49.05

COLA COST ESTIMATE	6835	49.05	12	4023.1
SCSCSHB968 AUTHORIZATION	6835	49.345	12	4047.3

2. Cost of January 1, 1981 base increase:

3740.0

Summary

FY81 FCC + SCSCSHB968 Auth.	6835	\$391.90*	12	32144.0
Current FY81 Projected Need	<u>6660</u>	<u>418.86</u>	12	<u>33475.0</u>
Shortfall/Supplemental Need (175)		26.96		(1331.0)

*342.56 + 49.345 (FCC Auth.) (14.3% COLA)

The "current" FY81 AFDC projection continues to forecast caseload increases each month; but at a slightly reduced 12 month average total (6660 vs. 6835). However, this reduced caseload average does not offset the under-funding condition of the SCSCSHB968 appropriation which neglected the cost associated with the January 1, 1981 base increase.

RECEIVED

MEMORANDUM MAR 13 1981 State of Alaska

BUDGET AND MANAGEMENT

TO: Ron Lehr, Director
Division of Budget & Management
Office of the Governor

DATE: March 11, 1981

FILE NO: 257

Helen D. Beirne

TELEPHONE NO:

FROM: Helen D. Beirne, Commissioner
Department of Health & Social Services

SUBJECT: FY 81 Supplemental Budget
Request - Social Services
BRU, Northwestern Region

On December 15 a supplemental budget request for \$69.5 was submitted for funding which was inadvertently not appropriated for contracting with Mauneluk, but which had been removed from the Northwestern Region Component of the Social Services BRU. We are at this time withdrawing that supplemental request.

Projections as of February 28 indicate that social services can continue to be provided throughout the region with existing funds. This is possible because it was necessary to hold several positions vacant for seven months due to underfunding; and by transferring \$6.0 from contractual and commodities to travel by a revised program which was previously submitted, but is still pending. Services to the Kotzebue area were continued on an itinerant basis out of the Nome office until vacancies no longer were necessary.

If the supplemental funding were to be approved now, the funds would lapse at the end of the fiscal year.

cc: Family & Youth Services

MEMORANDUM

State of Alaska

TO: Ron Lehr, Director
Division of Budget & Management

DATE: March 17, 1981

Thru: *Ed Orbeck*
Edmund N. Orbeck, Commissioner
Department of Labor

FILE NO: FM 3-3

5030708 248.0
5030709 237.0
485.0

TELEPHONE NO: 465-2720

FROM: *John E. Post*
John E. Post, Director
Administrative Services Division
Department of Labor

SUBJECT: Unemployment Insurance
FY 81 Operating and Capital
Project Supplementals

Attached are the necessary forms and back-up documentation for supplemental budget requests to increase both the Unemployment Insurance (UI) FY 81 Operating Budget and the UI Systems Redesign Capital Project. The total need in General Funds is \$485,000. As the authorization was originally approved as federal funds, this request can be implemented as a "funding change" only.

The shortfall in the operating budget of \$248,000 is directly related to the additional computer and equipment lease costs for dual operations of our IBM 360/40 and the IBM 370/149 computers for the period October, 1980 through May, 1981. Dual running of the computers is necessary until all DOS Data Processing programs from the "old" computer are converted to the new computer's OS language. The shortfall in the capital project of \$237,000 is due to the federal underfunding of a third party computer operations contract. In order to meet the legislative deadline of October 1, 1980 for implementation of the new Unemployment Insurance Law, the agency had to contract with a third party, Martin Marietta, for computer services as the new computer was not yet operational. This contract provided an interim training and operations computer mode so that benefits could be paid on October 1, 1980.

Fund

Requested Action

We request the Budget Review Committee approval of these Supplemental requests. We would be pleased to meet with you to discuss this transmittal or to provide further information.

Background

During the 1979/1980 Alaska legislative session, a comprehensive revision to the Alaska Unemployment Insurance law was passed. The Alaska law was in desperate need of revision to meet state needs for tax equitability, and fund solvency, and to approach national guidelines for benefit adequacy. The law change resulted after years of work by Alaska and federal regional office Employment and Training Administration (ETA) staffs. During the same period, there was a concerted effort to upgrade the Alaska agency computer capability. We were literally in the computer "dark ages." We had an IBM 360/40 which was long overdue for replacement.

RECEIVED

MAR 17 1981

BUDGET AND MANAGEMENT

5030708 248.0
5030709 237.0
485.0

copy of forms

When the new Alaska Unemployment Insurance Program was signed into law in March 15, 1980, an extremely tight timetable was established for implementation.

Comprehensive Benefits System Redesign	by October 1, 1980
Comprehensive Tax System redesign	by April 1, 1981

To make matters more complex, after months of effort to effect a consolidation of ESD's Data Processing with the Department of Administration's Division of Data Processing, we were notified by Commissioner William Hudson that the consolidation plans would be deferred. An IBM 370/148 had to be immediately purchased on the open market and installed to accommodate the new Benefits System. The pressure on the Alaska agency was tremendous. To our knowledge, such a timetable had never before been achieved by any state for new tax and benefit programs along with the installation of a new computer system. To date, progress has been excellent. Benefits were paid on schedule October 1, 1980. The new computer was installed and the new Benefits System was operational on it by December 1, 1980. Our schedule shows that we will accomplish the tax revisions on schedule. Management had to act decisively to meet these deadlines. It was recognized that costs for a short period would be high but necessary to meet objectives. At the same time, during FY '81, the Alaska agency was caught in a cost squeeze due to federal formula reduction to Administrative, Staff and Technical (AS&T) funding. Simply not enough federal money was made available to cover necessary costs.

Following are background facts on our Supplemental Budget Requests:

1. Alaska has documented this funding need to the federal regional office (ETA) through correspondence and Supplemental Budget Requests. Specific needs have not been individually addressed. What we have received is a bottom line which is financially impossible to live with.
2. Alaska used any and all available program resources, including its federal anti-recessional program fund allocation to offset these costs. In order to stay within the very limited budget the agency has taken all possible steps to control costs in the ETA programs. Travel, equipment purchases, and new staff hires have all been restricted to keep the agency cost overrun to a minimum.
3. The costs of law changes and computer conversion, while high for the year of implementation, were reasonable and proper, and probably lower than if the implementation was made over a longer time period.

4. It was necessary to contract with a data service company to handle the interim system and processing work. Martin Marietta Data Systems in Florida was selected to provide resource time for "hands on" user training and to allow for the interim payment of benefits from October 1, 1980 to December 1, 1980, at which time our 370/148 computer was operational.
5. The U.S. Employment and Training Administration (ETA) implemented a new funding formula for Administrative Services support functions nationwide. In the new formula Alaska was limited to a 2% increase over its previous year allocation in Administrative Services funding. With a conservative 11% inflation factor, our agency took an effective 9% funding cut in a year when our costs were extra high.

For both supplemental requests all alternatives have been pursued in trying to obtain federal funding. The final refusal for additional funding from Region X was received on February 19, 1981.

Attachments

STATE OF ALASKA
Office of the Governor
Budget & Management Div.

FY '81

REVISED PROGRAM SUMMARY

CATEGORY	Social Services
COVER PROGRAM	Employment Stabilization
AGENCY	Labor
DIVISION	Employment Security
BUDGET REQUEST UNIT	Employment Security
APPROPRIATION	
ALLOCATION	

BRU COMPONENTS	FCC	Salary	WIN	This	RP	RP	RP	RP	AMENDED AUTHORIZATION
	INITIAL AUTHORIZATION	Increase RP	RP	Request RP					
Employment									
Services	8,906.6	673.5							9,580.1
Unemployment									
Insurance	11,071.7	867.8							11,939.5
Fraud Invest.	462.0	45.5							507.5
CETA Services	1,283.6								1,283.6
ESD Director's									
Office	334.6	34.6							369.2
DP Applications	1,432.3	117.7							1,550.0
DP Operations	966.5	61.1							1,027.6
WIN	-0-		1,738.3						1,738.3
TOTAL	24,457.3	1,800.2	1,738.3	-0-					27,995.8
FEDERAL RECEIPT	19,831.5	1,563.8	1,309.1	<248.0>					22,456.4
G/F MATCH			145.5						145.5
GENERAL FUND	204.6	16.7	283.7	248.0					753.0
T/A RECEIPTS	3,521.7	204.0							3,725.7
PROGRAM RECEIPT	668.6								668.6
T & B	230.9	15.7							246.6
FULL TIME	405.0		20.0						425.0
PART TIME	124.0		2.0						126.0
TEMPORARY	8.0								8.0
MAN-MONTHS	5,950.0		260.0						6,210.0

STATE OF ALASKA
Office of the Governor
Budget & Management Div.

REVISED PROGRAM SUMMARY
BY
BUDGET COMPONENT

CATEGORY	Social Services
COVER PROGRAM	Employment Stabilization
AGENCY	Labor
DIVISION	Employment Security
BUDGET REQUEST UNIT	Employment Security
BUDGET COMPONENT	Unemployment Insurance
APPROPRIATION	Employment Security
ALLOCATION	Unemployment Insurance

	07 25 6 210	Salary	This							AMENDED
	INITIAL	Increase	Request	RP	RP	RP	RP	RP	RP	AUTHORIZATION
	AUTHORIZATION	RP	RP							
01Personal Services	6,753.4	673.2								7,426.6
02Travel	148.0									148.0
03Contractual	3,844.5	194.6								4,039.1
04Commodities	157.3									157.3
05Equipment	73.4									73.4
06Lands, Buildings	95.1									95.1
07Grants, Claims										
08Miscellaneous										
TOTAL	11,071.7	867.8	0							11,939.5
1002Federal Receipt	11,071.7	867.8	<248.0>							11,691.5
1003G/F Match										
1004General Fund			248.0							248.0
10051/A Receipts										
1028Program Receipt										
15Full Time	164.0									164.0
16Part Time	103.0									103.0
17Temporary	8.0									8.0
18Man-Months	2,874.0									2,874.0

01-1041 (Revised March, 1979) (Action #210-2)

STATE OF ALASKA
Office of the Governor
Budget & Management Div.

FY '81

Capital Project

REVISED PROGRAM SUMMARY
BY
BUDGET COMPONENT

CATEGORY	Social Services
COVER PROGRAM	Employment Stabilization
AGENCY	Labor
DIVISION	Employment Security
BUDGET REQUEST UNIT	UI Systems Redesign
BUDGET COMPONENT	
APPROPRIATION	UI Systems Redesign
ALLOCATION	

RP 80-282 RPL 81-69 This

	INITIAL AUTHORIZATION	RP	Request RP	RP	RP	RP	RP	RP	AMENDED AUTHORIZATION
01 Personal Services									
02 Travel		3.2							3.2
03 Contractual	689.5	823.9							1,513.4
04 Commodities	123.8	<50.8>							73.0
05 Equipment	430.0	<219.6>							210.4
06 Lands, Buildings									
07 Grants, Claims									
08 Miscellaneous									
TOTAL	1,243.3	556.7	-0-						1,800.0
1002 Federal Receipt	1,243.3	556.7	<237.0>						1,563.0
1003 G/F Match									
1004 General Fund			237.0						237.0
1005 I/A Receipts									
1028 Program Receipt									
15 Full Time									
16 Part Time									
17 Temporary									
18 Man-Months									

01-1041 (Revised March, 1979)

	FY 79 ACTUAL	FY 80 FINAL AUTH.	FY 80 ACTUAL	FY 81 GOV. BUDGET	FY 81 INITIAL AUTH.	FY 81 CURRENT AUTH.	FY 81 EXPENDITURES + ENCUMBRANCES 7/1 to 2/28	FY 81 OTHER OBLIGATIONS 7/1 to 2/28	FY 81 PROJECTED EXPENDITURES + ENCUMBRANCES 3/1 to 6/30	FY 81 (DEFICIT) OR EXCESS	FY 82 CONTINUATION GOVERNOR'S
PERSONAL SERVICES	5,989.8	6,535.4	5,746.1	6,753.4	6,753.4	7,426.6	3,971.1	297.4	3,158.1		7,246.2
TRAVEL	112.0	141.7	146.6	148.0	148.0	148.0	93.7	11.7	42.6		223.1
CONTRACTUAL SERVICES	2,470.3	3,406.5	3,211.2	3,844.5	3,844.5	4,039.2	3,294.9	438.5	305.8		3,781.5
COMMODITIES	134.7	164.6	153.2	157.3	157.3	157.3	88.3	11.0	58.0		176.3
EQUIPMENT	20.4	84.1	83.7	73.4	73.4	73.4	41.4	5.2	26.8		159.2
LANDS, BLDG...	45.6	103.3	103.3	95.1	95.1	95.1	81.7	-0-	13.4		-0-
GRANTS, CLAIMS...											
MISCELLANEOUS			.1								
TOTAL	8,772.8	10,435.6	9,444.2	11,071.7	11,071.7	11,939.6	7,571.1	763.8	3,604.7	-0-	11,586.3
FEDERAL RECEIPTS	8,772.8	10,433.1	9,442.2	11,071.7	11,071.7	11,939.6	7,571.1	763.8	3,356.7	<248.0>	11,586.3
REQUIRED GF MATCHING											
OTHER GENERAL FUND					-0-	-0-	-0-	-0-	-0-	248.0	
INTER-AGENCY RECEIPTS		2.5	2.0								

AGENCY: Labor BRU: Employment Security COMPONENT: Unemployment Security REVISED: _____

(Action #210-2)

MEMORANDUM

State of Alaska


TO: Ron Lehr, Director
 Division of Budget & Management
 Office of the Governor

DATE: March 13, 1981

FILE NO:

5030607

TELEPHONE NO:


 FROM: Helen D. Beirne
 Commissioner
 Department of Health & Social Services

SUBJECT: "Delete and Add" FY81
 Assistance Payments BRU,
 AFDC Allocation
 Old Age Assistance

The Department of Health and Social Services requests an FY81 "delete and add" supplemental appropriation for the Division of Public Assistance.

This "delete and add" request is identified as follows:

BRU	Allocation	Appropriation	General Fund	Other Funds (Federal)
Old Age Assistance	Old Age Assistance	4479.5	4479.5	0
Delete GF and Add to AFDC		(200.0)	(200.0)	
FY81 OAA Amended		4279.5	4279.5	
Assistance Payments	AFDC	32144.0	16072.0	16072.0
Add 200.0 GF and 200.0 FED		400.0	200.0	200.0
FY81 AFDC Amended		32544.0	16272.0	16272.0

AFDC and OAA are identified as nondiscretionary funded programs. The legislative intent directs the Department to operate these programs at the full statutory level, and if caseload or other cost increases generate total payments which exceed the amount of the appropriation, the Department may not reduce the program without prior legislative review.

Summary of FY81 AFDC:

	Caseload	Average Payment	Months	Total
FY81 FCC Authorization	6835	342.56	12	28096.7
SCSCSHB-968	6835	49.35	12	4047.3
FY81 Actual July 80-Feb. 81	6438	390.39	8	(20106.7)
FY81 Proj. March 81-June 30	6925	449.00	4	(12437.3)
FY81 Projected Shortfall				(400.0)

The actual FY81 AFDC caseload has continued to increase each month beginning July 1980. However, the actual 12 month caseload average will be less than the caseload funded in the FY81 authorization (6835 Auth. vs. 6600 Actual). The projected AFDC shortfall of \$400.0 is attributed to insufficient funding for the AFDC grant increase legislated in SCSCSHB-968. SCSCSHB-968 authorization (4047.3) includes the approximate cost of the July 1, 1980 "COLA" increase (14.3%); but does not include funding for the January 1, 1981 "base" increase. These funds were apparently not appropriated due to oversight. In summary, the potential surplus caused by the reduced caseload average does not completely offset the underfunding condition of the SCSCSHB-968 appropriation which neglected the cost associated with the January 1, 1981 base increase..

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MAR 13 1981

Summary of FY81 OAA:

	<u>Caseload</u>	<u>Average Payment</u>	<u>Months</u>	<u>Total</u>
FY81 FCC Authorization	2266	164.73	12	4479.5
FB-60 Funding				44.1
FY81 Actual July 80-Feb. 81	2192	150.08	8	(2635.4)
FY81 Proj. March 81-June 81	2241	154.10	4	(1381.4)
FY81 Projected Surplus				+ 506.8

The actual FY81 OAA expenditure will be less than funded in the FY81 authorization. The projected surplus balance is a result of both caseload and average monthly payments being slightly less than originally budgeted.

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MAR 13 1981

BUDGET AND MANAGEMENT

FY 81

**REVISED PROGRAM SUMMARY
by
BUDGET COMPONENT**

FY 81

CATEGORY	SOCIAL SERVICES
COVER PROGRAM	Soc + ECON ASSIST FOR THE GEN POP
AGENCY	DEPARTMENT OF HEALTH & SOCIAL SERVICES
DIVISION	PUBLIC ASSISTANCE
BUDGET REQUEST UNIT	
BUDGET COMPONENT	
APPROPRIATION	ASSISTANCE PAYMENTS
ALLOCATION	AFDC

BUDGET STRUCTURE 02-21-01-01
COLLOCATION CODE(S) 06-21-6-010

06-21-66
JV 811084
8/27/80

APPROVED DATE 7-17-80

APPROVED DATE 8/27/80

FY81 SUPP ADD

APPROVED DATE _____

APPROVED DATE _____

	FCC	GOV. VETO	INITIAL AUTH.	LOG NO. <u>14</u> RP _____ VO. <u>810275</u>	BALANCE	LOG NO. <u>68</u> RP _____ VO. <u>811084</u>	BALANCE	LOG NO. _____ RP _____ VO. _____	BALANCE	LOG NO. _____ RP _____ VO. _____	BALANCE
000 UNALLOCATED											
01 PERSONAL SERVICES											
02 TRAVEL											
03 CONTRACTUAL											
04 COMMODITIES											
05 EQUIPMENT											
06 LANDS, BUILDINGS											
07 GRANTS, CLAIMS	<u>28096.7</u>			<u>4047.3</u>	<u>32144.0</u>		<u>32144.0</u>	<u>400.0</u>	<u>32544.0</u>		
08 MISCELLANEOUS											
TOTAL	<u>28096.7</u>		<u>28096.7</u>	<u>4047.3</u>	<u>32144.0</u>		<u>32144.0</u>	<u>400.0</u>	<u>32544.0</u>		
<u>726</u> FEDERAL TITLE IV A	<u>14048.3</u>		<u>14048.3</u>	<u>2023.6</u>	<u>2023.6</u>	<u>1</u>	<u>2023.7</u>	<u>200.0</u>	<u>16271.9</u>		
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
1002 FEDERAL TOTAL	<u>14048.3</u>		<u>14048.3</u>	<u>2023.6</u>	<u>16071.9</u>		<u>16071.9</u>	<u>200.0</u>	<u>16271.9</u>		
1003 G/F MATCH	<u>14048.4</u>		<u>14048.4</u>	<u>2023.7</u>	<u>16072.1</u>		<u>16072.1</u>	<u>200.0</u>	<u>16272.1</u>		
1004 GENERAL FUND											
1005 I/A RECEIPTS											
DEFERRED REVENUE											
G/F RESTRICTED											
15 FULL TIME											
16 PART TIME/SEAS.											
17 NONPERMANENT											
18 MONTHS											

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ABR 8/21/80

Pg. 476
9/30

FY 81

REVISED PROGRAM SUMMARY

by
BUDGET COMPONENT

BUDGET STRUCTURE 02-22-18-02-00
COLLOCATION CODE(S) 06-22-6-028

FY 81

CATEGORY	Social Services
COVER PROGRAM	Social + Economic Assistance to the Ag-
AGENCY	DEPARTMENT OF HEALTH & SOCIAL SERVICES
DIVISION	Public Assistance
BUDGET REQUEST UNIT	
BUDGET COMPONENT	
APPROPRIATION	ch 50 549 80 Sec 113
ALLOCATION	Old Ag Assistance - FY 80/line 600

FY 81 APPROVED
DATE _____

APPROVED
DATE _____

APPROVED
DATE _____

APPROVED
DATE _____

	FCC	GOV. VETO	INITIAL AUTH.	LOG NO. RP VO.	BALANCE	LOG NO. RP VO.	BALANCE	LOG NO. RP VO.	BALANCE	LOG NO. RP VO.	BALANCE
000 UNALLOCATED											
01 PERSONAL SERVICES											
02 TRAVEL											
03 CONTRACTUAL											
04 COMMODITIES											
05 EQUIPMENT											
06 LANDS, BUILDINGS											
07 GRANTS, CLAIMS			44.1								
08 MISCELLANEOUS											
TOTAL			44.1								
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
1002 FEDERAL TOTAL											
1003 G/F MATCH											
1004 GENERAL FUND			44.1								
1005 I/A RECEIPTS											
DEFERRED REVENUE											
G/F RESTRICTED											
15 FULL TIME											
16 PART TIME/SEAS.											
17 NONPERMANENT											
18 MONTHS											

FY 81 REVISED PROGRAM SUMMARY
by
BUDGET COMPONENT

FY 81

CATEGORY	SOCIAL SERVICES
COVER PROGRAM	SOCIAL + ECON ASSIST AGED
AGENCY	DEPARTMENT OF HEALTH & SOCIAL SERVICES
DIVISION	PUBLIC ASSISTANCE
BUDGET REQUEST UNIT	
BUDGET COMPONENT	
APPROPRIATION	OLD AGE ASSISTANCE PAYMENTS
ALLOCATION	

BUDGET STRUCTURE 02-22-18-01
COLLOCATION CODE(S) 06-22-6-020

	FCC	GOV. VETO	INITIAL AUTH.	APPROVED DATE	BALANCE	APPROVED DATE	BALANCE	APPROVED DATE	BALANCE	APPROVED DATE	BALANCE
				LOG NO. _____ RP _____ VO. _____		LOG NO. _____ RP FY 81 VO. Suppl. Budget		LOG NO. _____ RP _____ VO. _____		LOG NO. _____ RP _____ VO. _____	
000 UNALLOCATED											
01 PERSONAL SERVICES											
02 TRAVEL											
03 CONTRACTUAL											
04 COMMODITIES											
05 EQUIPMENT											
06 LANDS, BUILDINGS											
07 GRANTS, CLAIMS	4479.5		4479.5		4479.5	<200.0>	4279.5				
08 MISCELLANEOUS											
TOTAL	4479.5		4479.5		4479.5	<200.0>	4279.5				
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
1002 FEDERAL TOTAL											
1003 G/F MATCH											
1004 GENERAL FUND	4479.5		4479.5		4479.5	<200.0>	4279.5				
1005 I/A RECEIPTS											
DEFERRED REVENUE											
G/F RESTRICTED											
15 FULL TIME											
16 PART TIME/SEAS.											
17 NONPERMANENT											
18 MONTHS											

pg. 453
ABR 2/21/80

MEMORANDUM

RECEIVED State of Alaska

TO: Ron Lehr, Director
Division of Budget & Management
Governor's Office

MAR 12 1981

DATE: March 10, 1981

BUDGET AND MANAGEMENT
FILE NO:

AK (FIM 9-1 A)

THRU: *John E. Post*
John Post, Director
Division of Administrative Services

TELEPHONE NO: 465-2712

5030706

FROM: *A. G. Zilling*
A. G. Zilling, Director
Employment Security Division
Department of Labor

SUBJECT: FY 81 Budget Realignment

The Department of Labor, Employment Security Division, respectfully requests a realignment of the WIN (DOL) Program for FY 81 from a separate DOL component to a component under Employment Security BRU for the following reasons:

- 1) To eliminate the problem of crossing appropriation lines for applicable expenditures incurred by ES components.
- 2) To eliminate the problem of crossing appropriation lines for WIN (DOL) incurred costs applicable to ES components.

The WIN (DOL) Program should have been structured under the Employment Security BRU at its inception in FY 77. In order to minimize costs and carefully develop a concept of a "voluntary" program in Fairbanks as opposed to the "mandatory" provisions under the regularly federally funded statewide WIN Program, the interchange of personnel efforts between ES and WIN (DOL) has been necessary. This is particularly true as the WIN Program Coordinator and supporting staff, including technical personnel, are vital to the success of both WIN Programs. The WIN (DOL) is not a stand alone program. It would be inconceivable that the WIN (DOL) could exist or be successfully conducted without the direct support of ES personnel. This agency is required by federal rules to distribute personnel time in accordance to actual performance, i.e., positive time charging. There always exists personnel costs (positions) funded under one code that will have activity in other codes. The entire Employment Security effort is best managed (cost effective) through the total utilization of staff. Given the cyclical nature of our business, effective personnel management calls for cross charging or cross walking positions.

The FY 82 budget has WIN (DOL) structured under the Employment Security BRU.

Your immediate attention to this realignment would be appreciated.

cc: Doris Simon, Assistant Director, ES
Ed Musslewhite, WIN Program Coordinator

Attachments:

STATE OF ALASKA
Office of the Governor
Budget & Management Div.

FY '81

REVISED PROGRAM SUMMARY

CATEGORY	Social Services
COVER PROGRAM	Employment Stabilization
AGENCY	Labor
DIVISION	Employment Security
BUDGET REQUEST UNIT	Employment Security
APPROPRIATION	
ALLOCATION	

BRU COMPONENTS	FCC	Salary	RP	RP	RP	RP	RP	RP	AMENDED AUTHORIZATION
	INITIAL AUTHORIZATION	Increase RP							
Employment									
Services	8,905.6	673.5							9,580.1
Unemployment									
Insurance	11,071.7	867.8							11,939.5
Fraud Invest.	162.0	45.5							507.5
Ceta Services	1,283.6								1,283.6
ESD Director's Office	334.6	34.6							369.2
DP Applications	1,432.3	117.7							1,550.0
DP Operations	966.5	61.1							1,027.6
WIN	-0-		1,738.3						1,738.3
TOTAL	24,457.3	1,800.2	1,738.3						27,995.8
FEDERAL RECEIPT	19,831.5	1,563.8	1,309.1						22,704.4
G/F MATCH			145.5						145.5
GENERAL FUND	204.6	16.7	283.7						505.0
I/A RECEIPTS	3,521.7	204.0							3,725.7
PROGRAM RECEIPT	668.6								668.6
T & B	230.9	15.7							246.6
FULL TIME	405.0		20.0						425.0
PART TIME	124.0		2.0						126.0
TEMPORARY	8.0								8.0
MAN-MONTHS	5,950.0		260.0						6,210.0

STATE OF ALASKA
Office of the Governor
Budget & Management Div.

REVISED PROGRAM SUMMARY
BY
BUDGET COMPONENT

CATEGORY	Social Services
COVER PROGRAM	Employment Stabilization
AGENCY	Labor
DIVISION	Employment Security
BUDGET REQUEST UNIT	Employment Security
BUDGET COMPONENT	WIN
APPROPRIATION	Employment Security
ALLOCATION	WIN

	INITIAL AUTHORIZATION	This request RP	RP	RP	RP	RP	RP	RP	AMENDED AUTHORIZATION
01 Personal Services		697.6							697.6
02 Travel		22.8							22.8
03 Contractual		301.4							301.4
04 Commodities		10.4							10.4
05 Equipment		5.3							5.3
06 Lands, Buildings									
07 Grants, Claims		700.8							700.8
08 Miscellaneous									
	-0-	1738.3							1738.3
1002 Federal Receipt		1309.1							1309.1
1003 G/F Match		145.5							145.5
1004 General Fund		283.7							283.7
1005 I/A Receipts									
1028 Program Receipt									
15 Full Time		20.0							20.0
16 Part Time		2.0							2.0
17 Temporary									
18 Man-Months		260.0							260.0

01-1041 (Revised March, 1979) (action # 351-2)

STATE OF ALASKA
Office of the Governor
Budget & Management Div.

REVISED PROGRAM SUMMARY
BY
BUDGET COMPONENT

CATEGORY	Social Services
COVER PROGRAM	Employment Stabilization
AGENCY	Labor
DIVISION	WIN
BUDGET REQUEST UNIT	WIN
BUDGET COMPONENT	WIN
APPROPRIATION	WIN
ALLOCATION	WIN

	FCC INITIAL AUTHORIZATION	Salary Increase RP	This request RP	RP	RP	RP	RP	RP	AMENDED AUTHORIZATION
01 Personal Services	647.5	50.1	<697.6>						-0-
02 Travel	22.8		<22.8>						-0-
03 Contractual	293.7	7.7	<301.4>						-0-
04 Commodities	10.4		<10.4>						-0-
05 Equipment	5.3		<5.3>						-0-
06 Lands, Buildings									
07 Grants, Claims	700.8		<700.8>						-0-
08 Miscellaneous									
	1680.5	57.8	<1738.3>						-0-
1002 Federal Receipt	1266.0	43.1	<1309.1>						-0-
1003 G/F Match	140.6	4.9	<145.5>						-0-
1004 General Fund	273.9	9.8	<283.7>						-0-
1005 I/A Receipts									
1028 Program Receipt									
15 Full Time	20.0		<20.0>						-0-
16 Part Time	2.0		<2.0>						-0-
17 Temporary									
18 Man-Months	260.0		<260.0>						-0-

FY 81 SUPPLEMENTAL REQUEST ANALYSIS

	FY 79 ACTUAL	FY 80 FINAL AUTH.	FY 80 ACTUAL	FY 81 GOV. BUDGET	FY 81 INITIAL AUTH.	FY 81 CURRENT AUTH.	FY 81 EXPENDITURES + ENCUMBRANCES 7/1 to 2/28	FY 81 OTHER OBLIGATIONS 7/1 to 2/28	FY 81 PROJECTED EXPENDITURES + ENCUMBRANCES 3/1 to 6/30	FY 81 (DEFICIT) OR EXCESS	FY 82 CONTINUATION GOVERNOR'S
PERSONAL SERVICES										<697.6>	721.3
TRAVEL										<22.8>	41.4
CONTRACTUAL SERVICES										<301.4>	276.0
COMMODITIES										<10.4>	11.2
EQUIPMENT										<5.3>	2.5
LANDS, BLDG...											
GRANTS, CLAIMS...										<700.8>	756.9
MISCELLANEOUS											
TOTAL										<1,738.3>	1,809.3
FEDERAL RECEIPTS										<1,309.1>	1,350.3
REQUIRED GF MATCHING										<145.5>	150.0
OTHER GENERAL FUND										<283.7>	309.0
INTER-AGENCY RECEIPTS											

(Action 251-2)

AGENCY: Labor BRU: Employment Security COMPONENT: WIN REVISED: _____

FY 81 SUPPLEMENTAL REQUEST ANALYSIS

	FY 79 ACTUAL	FY 80 FINAL AUTH.	FY 80 ACTUAL	FY 81 GOV. BUDGET	FY 81 INITIAL AUTH.	FY 81 CURRENT AUTH.	FY 81 EXPENDITURES + ENCUMBRANCES 7/1 to 2/28	FY 81 OTHER OBLIGATIONS 7/1 to 2/28	FY 81 PROJECTED EXPENDITURES + ENCUMBRANCES 3/1 to 6/30	FY 81 (DEFICIT) OR EXCESS	FY 82 CONTINUATION GOVERNOR'S
PERSONAL SERVICES	409.4	496.5	485.3	525.8	647.5	697.6	395.9	26.4	<422.3>	697.6	
TRAVEL	14.6	19.1	19.6	19.2	22.8	22.8	13.6		<13.6>	22.8	
CONTRACTUAL SERVICES	174.0	249.9	180.1	238.0	293.7	301.4	161.1		<161.1>	301.4	
COMMODITIES	3.4	6.9	6.7	8.5	10.4	10.4	7.1		<7.1>	10.4	
EQUIPMENT	.1		7.1		5.3	5.3	3.7		<3.7>	5.3	
LANDS, BLDG...											
GRANTS, CLAIMS...	51.9	316.6	302.2	615.1	700.8	700.8	114.4		<114.4>	700.8	
MISCELLANEOUS											
TOTAL	653.4	1,089.0	1,001.0	1,406.6	1,680.5	1,738.5	695.8	26.4	<722.2>	1,738.3	-0-
FEDERAL RECEIPTS	588.1	980.9	900.9	1,266.0	1,266.0	1,309.1	540.0	19.5	<559.5>	1,309.1	
REQUIRED GF MATCHING	65.3	108.1	100.1	140.6	140.6	145.5	60.0	2.2	<62.2>	145.5	
OTHER GENERAL FUND					273.9	283.7	95.8	4.7	<100.5>	283.7	
INTER-AGENCY RECEIPTS											

AGENCY: Labor BRU: WIN COMPONENT: WIN REVISED: _____

(action #251-2)

MEMORANDUM

State of Alaska

TO: Allen Korhonen, Deputy Commissioner
for Administrative Management
Department of Health & Social Services

DATE: November 26, 1980

FILE NO:

TELEPHONE NO:


FROM: Rod Betit, Director
Division of Public Assistance
Department of Health & Social Services

SUBJECT: Foodstamp Backlog

I. Statement of Problem

The Department continues to be faced with severe backlogs in Foodstamp application processing. New applicants in Anchorage and Fairbanks must wait an average of 50 days for a foodstamp decision. In Anchorage periodic redeterminations of ongoing Foodstamp cases are also behind. For example, cases due to expire at the end of October would normally be reviewed and reactivated if still eligible no later than the 1st of November. However, Anchorage's October 1980 Foodstamp redeterminations were not completed until November 21, three full weeks behind schedule.

Although similar backlogs also exist for Anchorage and Fairbanks AFDC cases, the Foodstamp caseload is most severely affected for the following reasons:

- (1) There are only 6100 AFDC cases compared to 12,000 Foodstamp cases and the AFDC caseload generally has less turnover in it than Foodstamps.
- (2) The AFDC program is designed to react within a 30-45 day timeframe rather than on an emergency basis within 48 hours as exists with Foodstamps. Under current expedited delivery definitions, 50% of all Foodstamp applicants expect to receive benefits within 48 hours rather than 30 days.
- (3) Agency failure to complete a timely review of an AFDC case does not result in a termination of program benefits as it does with Foodstamp cases. This results because AFDC and Foodstamps are two separate data systems and the Foodstamp system was designed to terminate a case automatically at the end of a review period unless reactivated by an Eligibility Technician.

This situation is not expected to improve. Given this prognosis, Alaska Legal Services has filed a complaint in Fairbanks (Soutter v. Beirne) and is considering filing a complaint in Anchorage.

II. Discussion

Having learned some time ago that Oregon went through a caseload growth problem similar to Alaska's six years ago, I asked federal AFDC officials to arrange a statewide review of DPA field operations and to have a member of the Oregon state agency on the review team. This review

was in fact completed and the review team's findings presented to the State two weeks ago. Those findings point to inadequate staffing levels as the principal contributor to our backlogs. The report pointed out repeatedly that Oregon's field offices have twice as many staff than Alaska's field offices for the same size caseload. This information is not new, but rather serves as validation of Division staffing assessments made during the last three budget cycles.

Although I personally feel that Oregon enjoys a greater staffing complement than the workload demands, it is clear that Alaska cannot get the job done without additional staff, primarily clerical. Oregon enjoys a one to one ratio of clerks to Eligibility Technicians. Alaska is attempting to drive its public assistance programs with a ratio of one clerk to every four Eligibility Technicians (ET). The result is that Alaska ETs spend an inordinate amount of time on clerical activities and less on actual eligibility determination duties.

I spent November 20 and 21 reviewing eligibility operations in Anchorage, while two members of my staff did a similar review in Fairbanks. This review encompassed a section by section analysis of current caseloads and staffing levels, as well as an evaluation of office wide intake/interview procedures. Participation by the supervisory staff was excellent. Once stimulated they responded quickly to the challenge of identifying specific recommendations for improvement of the office's operations.

III. Conclusions

Although my detailed observations are listed in Sections I-VII attached, the major actions which should be taken to resolve the current situation are as follows:

- (1) Eligibility Technician strength in Anchorage and Fairbanks is very close to adequate. Although the staffing formula shows they need 16 ET positions given current caseloads, I believe these two offices can manage with only five additional ET positions if the needed clerical staff is authorized.
- (2) Clerical support levels in both offices are appalling. ETs are losing 30-40% of their productive time to routine clerical functions. For example, of the case changes I reviewed on one ET's desk, 80% of the work could have been performed by a clerical level employee without involvement by the ET. Clerical levels should be brought to 1 clerk for every two ETs. This would call for an increase of 20 clerks (12 in Anchorage and 8 in Fairbanks).
- (3) Redetermination interviews for General Assistance should be discontinued. Of the 184 GA cases approved in October 1980, 144 were repeaters with no change in circumstances. We should move to quarterly redeterminations instead of monthly.
- (4) Redetermination interviews for Foodstamps should also be discontinued. Although federal policy calls for an interview, Oregon and other states are not doing it. They handle all redeterminations by mail and Alaska should follow suit. This would reduce Foodstamp intake by at least 60% monthly.

Summary of Costs To Resolve Anch/Fbx Problem

Effective Dec 16

COLUMN - WRITE

	1	2	3	4	5	6
	Position	doc	Salary			
1	NAV	ET I	ANCH	1761		
2	NAV	ET I	ANCH	1761		
3	NAV	ET I	ANCH	1761		
4	NAV	ET I	FBX	1995		
5	NAV	ET I	FBX	1995		
6	NAV	① Clerk III	ANCH	1393		
7		②				
8		③				
9		④				
10		⑤				
11		⑥				
12		⑦				
13		⑧				
14		⑨				
15		⑩				
16		⑪				
17		⑫				
18		⑬	FBX	1564		
19		⑭				
20		⑮				
21		⑯				
22		⑰				
23		⑱				
24		⑲				
25		⑳				

Benefit .1714 6599
 EICA 0613 2360
 25 x 130 3250

50710 month
 x 6.5 months

329615 → + 150.0 Fee

329.6 Staffcosts
 + 25.0 overtime
 + 10.0 travel

364.6 > 145.8 Federal Funds
 218.8 State Funds

effective Dec 16

R. Bell

ANCHORAGE DPA FIELD OFFICESECTION I - OFFICEWIDE OBSERVATIONS

- (1) Office staffing is inadequate with respect to Eligibility Technicians and Clerical. Supervisory staff is adequate.

OFFICEWIDE STAFFING SUMMARY									
Unit	Current Staff			Needed Staff			Difference		
	Clk.	ET	Supv.	Clk.	ET	Supv.	Clk.	ET	Supv.
Reg. Mgr.	1.0	1.0	2.0	1.0	1.0	2.0	-0-	-0-	-0-
Cler. Unit	7.0	-0-	1.0	3.0	-0-	1.0	(4.0)	-0-	-0-
AFDC Unit	1.0	12.0	1.0	6.0	12.0	1.0	5.0	-0-	-0-
FSP/GR Unit	1.0	12.0	1.0	6.0	12.0	1.0	5.0	-0-	-0-
APA/XIX	1.0	6.0	1.0	5.0	9.0	1.0	4.0	3.0	-0-
Field	1.0	4.0	1.0	2.0	4.0	1.0	1.0	-0-	-0-
QA	-0-	2.0	-0-	.5	2.0	-0-	.5	-0-	-0-
TOTALS	12.0	37.0	7.0	23.5	40.0	7.0	11.5	3.0	-0-

Total additional staff needed in the Anchorage office is 3.0 Eligibility Technicians and 11.5 Clerk IIIs.

- (2) Individual caseloads need to be assigned to ETs and files physically moved to control of each ET. Net effect of this change would be a 4 person reduction in central clerical unit. This will improve office/ET efficiency and help offset additional clerks needed elsewhere.
- (3) All units need to transfer non-ET type duties to clerical level staff to free up ET time for true eligibility duties. (See individual units for details).
- (4) Each eligibility unit needs to designate team leaders who will actually carry a caseload of their own, but who will also field policy questions from other ETs in their team. Current class specs permit this and would compensate these employees as ET III (R14) rather than ET II (R13). This would free up ET IV (R15) time to actually manage their units.
- (5) New ET series minimum qualifications (MQs) are eliminating many people who were previously qualified for eligibility jobs. The Department should immediately request the Department of Administration to evaluate the effect of these new MQs.
- (6) Training continues to be inadequate. The Division should definitely relocate the training position to Anchorage early next year as planned.

Date: November 20-21, 1980

ANCHORAGE DPA FIELD OFFICE

SECTION II - FOODSTAMP/GR & GRM UNIT OBSERVATIONS

- (1) Face-to-face interviewing of Foodstamp families at time of case review should be discontinued. 75% of October 1980 Foodstamp appointments were redetermination interviews. Although federal regulations require such an interview be done, Oregon is not complying and Alaska should do likewise. This will greatly relieve intake pressures. All redeterminations should be done by mail.
- (2) Monthly redetermination of eligibility for General Assistance should be discontinued. Of 184 cases found eligible for GA in October 1980, 140 were repeaters. These cases should be certified on a quarterly basis rather than monthly. The individual would still have to notify the office monthly to issue rent or utility payment, but this would be handled by a clerk rather than an ET.
- (3) Complete redesign of the State GR program is in order.
- (4) A substantial shift of functions should be made away from ETs to Clerk IIIs including the following duties:
 - Completing FSAF (computer input document)
 - Notice of Action to client
 - ATP, GR field warrants
 - Pre-application screening
 - changes such as address changes, and household membership changes on no income cases
 - Case file maintenance
 - Monitoring of Foodstamp redetermination and mailing of review applications

Date: November 20-21, 1980

SECTION III - APA/MEDICAID UNIT OBSERVATIONS

- (1) Each APA applicant is usually eligible for at least 3 Division programs. This is probably the most complicated caseload, caused in part by the absence of both an APA manual and a Medicaid manual. The APA manual is still pending approval of the Division's APA regulations by the Department of Law (it's now been 18 months). The Medicaid manual is still pending approval by federal Region X officials.
- (2) The unit needs 3 additional ETs and 4 additional clerks. This is the only unit which was found to be understaffed with respect to ETs.
- (3) With addition of the Clerks, transfer of the following duties should be made from the ETs to the clerks:
 - completion of BAF
 - completion of notice of action
 - case file maintenance
 - processing of non-eligible changes
 - monitoring of annual reviews and mailing of review applications
 - pre-application screening on new cases
 - monitoring of SOX, BENDEX, etc.

Transfer of these duties should free up 30% of each ETs time for true eligibility duties.

Date: November 20-21, 1980

SECTION IV - AFDC/AFDC & FSP UNIT OBSERVATIONS

- (1) This unit has adequate ETs for the caseload they are carrying, but they need five additional clerks.
- (2) A transfer of duties from ETs to clerks should be made when the new clerks are added. The clerks can handle the same duties listed under the APA Unit's observations.
- (3) Assuming 5% of all AFDC cases have a Foodstamp case attached to it, each ET is currently handling a caseload of 290 cases. This would be manageable with the new clerks.

Date: November 20-21, 1980

SECTION V - QUALITY ASSURANCE UNIT OBSERVATIONS

- (1) QA findings are not adequately or timely dealt with by Anchorage management. Transfer of DPA training position to Anchorage would help relieve this problem. This transfer is scheduled for April 1981.
- (2) QA is reviewing LT case decisions prior to implementation rather than after the fact. After much discussion, I came to the conclusion that this approach is OK provided QA routinely releases case decisions within 24 hours, even if they have not had time to complete the review.
- (3) Most of QA's emphasis has been on reviewing all case decisions for new ETs. This tends to color their findings and not give an accurate picture of officewide performance or unit performance. QA should shift responsibility for monitoring all case decisions for new ETs back to unit supervisors where it belongs. QA should then pull an equal sample of cases for all ETs on a monthly basis (approximately 17 cases/ET).
- (4) QA should conduct a quarterly onsite review of case decisions made in Kenai and Wasilla.
- (5) QA should continue to devote 10% of their review effort to home visits.
- (6) QA needs a part time clerk.

Date: November 20-21, 1980

SECTION VI - FIELD UNIT OBSERVATIONS

- (1) This unit makes eligibility decisions on all applications coming in from Kodiak, Valdez, Dillingham, Aleutian Chain, Tyonek and McGrath. (Wasilla becomes a full decision office on November 28). Because of the number of ETs in the Anchorage office, it is appropriate that Anchorage continue to operate a Field Unit as such to reduce the number of ETs which field staff and Fee Agents must relate to.
- (2) This unit has adequate ETs for their caseload but needs 1 additional clerk.
- (3) Due to staff turnover, this unit is highly susceptible to increases in decision times if not watched closely by office management. Management should develop a plan to deal effectively with the occurrence of staff turnover.
- (4) Foodstamp sales activities currently being performed by this unit should be examined carefully to determine if adequate use is being made of Loomis and USPS sales potential. Actual sales activity should be placed in the hands of clerical staff rather than ETs.

Date: November 20-21, 1980

SECTION VII - OFFICEWIDE ADMINISTRATIVE SUPPORT UNIT OBSERVATIONS

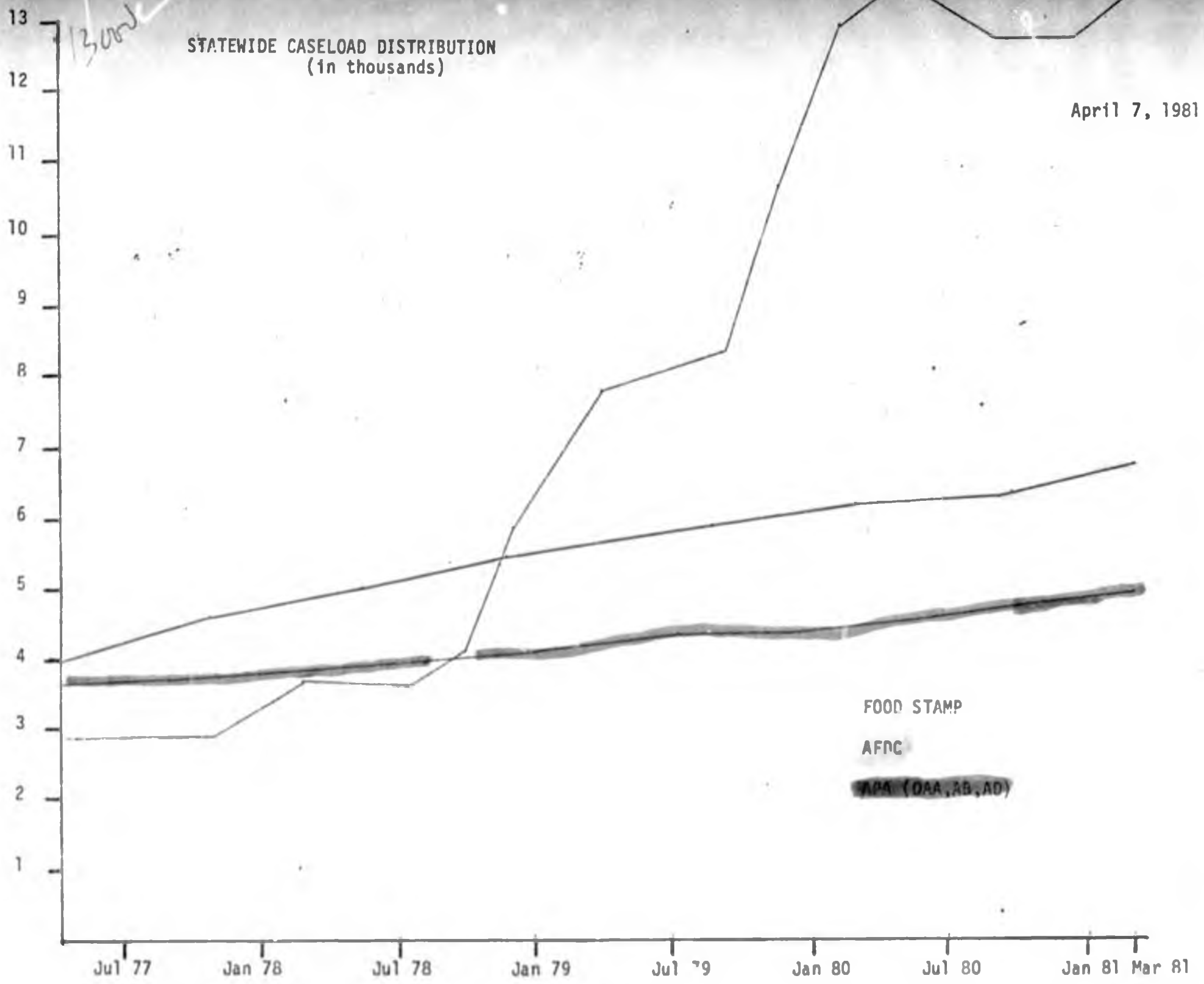
(1) Office staff performs the following functions currently:

- 1 Clerk V - Supervisor
- 1 Clerk - Communications
- 2 Clerks - Issuance of ATPs and Field Warrants
- 1 Clerk - Receptionist
- 1 Clerk - Switchboard
- 2 Clerks - Central File Room

- (2) With elimination of Central File Room and assumption of ATP/Field Warrant issuance by line unit's clerks, this unit can be reduced by 4 clerks.
- (3) Management must carefully break out officewide administrative/clerical responsibilities versus individual unit responsibilities.
- (4) Clerk V's will assume a very significant training role on an ongoing basis if 12 clerks are added to the office. Standardization of clerical tasks must be done from unit to unit wherever possible.

STATEWIDE CASELOAD DISTRIBUTION
(in thousands)

April 7, 1981



FOOD STAMP
AFDC
APA (DAA, AB, AD)

ELIGIBILITY DETERMINATION BRU

DISTRIBUTION OF FY81 AUTHORIZED STAFFING

	No. of ET I,II,III			No. of Supervisors/Adm.			No. of Clerical			TOTAL
	FCC	Supp	Total	FCC	Supp	Total	FCC	Supp	Total	
CENTRAL OFFICE	1	1	2	6	0	6	3	1	4	12
Juneau	7	0	7	2	0	2	2	0	2	11
Sitka	1	0	1	0	0	0	0	0	0	1
Ketchikan	4	.5	4.5	0	0	0	1	0	1	5.5
Petersburg	.5	0	.5	0	0	0	0	0	0	.5
Wrangell	1	0	1	0	0	0	0	0	0	1
SOUTHEAST	13.5	.5	14	2	0	2	3	0	3	19
Anchorage	30	10.5	40.5	6	0	6	10	16	26	72.5
Valdez	.5	0	.5	0	0	0	0	0	0	.5
Dillingham	1	0	1	0	0	0	0	0	0	1
Nasilla	4	1	5	0	0	0	0	3	3	8
Kodiak	1	1	2	0	0	0	.5	0	.5	2.5
Kenai	4	2.5	6.5	0	0	0	1	2	3	9.5
SOUTHCENTRAL	40.5	15	55.5	6	0	6	11.5	21	32.5	94
Fairbanks	15	5	20	3	0	3	3	10	13	36
Galena	.5	0	.5	0	0	0	0	0	0	.5
Ft. Yukon	1	0	1	0	0	0	1	0	1	2
NORTHERN	16.5	5	21.5	3	0	3	4	10	14	38.5
Bethel	8	0	8	3	0	3	3	0	3	14
Aniak	1.5	0	1.5	0	0	0	0	0	0	1.5
SOUTHWEST	9.5	0	9.5	3	0	3	3	0	3	15.5
Kotzebue	1.5	2	3.5	1	0	1	1	1	2	6.5
Nome	2	0	2	0	0	0	0	0	0	2
Inalakleet	.5	0	.5	0	0	0	0	0	0	.5
NORTHWEST	4	2	6	1	0	1	1	1	2	9
REGIONAL TOTALS	85	23.5	108.5	21	0	21	25.5	33	58.5	188

SUMMARY (shown as full time equivalents)

	FFI	PPT	SEAS	TOTAL
July 1	126	5.5		131.5
July 1 SUPP(Mauneluk)	4			4
July 22 SUPP(BRC)	16		4	20
Dec 3 SUPP(BRC)	25			25
Dec 10 SUPP(BRC)	7	.5		7.5
	178	6	4	188

POSITION PAPER

HOUSE BILL NO. 358

Requested by the Rules Committee
by Request of the Governor

"An Act making supplement 1 appropriations to the Department of Health and Social Services, Division of Public Assistance and Division of Social Services; amending ch. 120 SLA 1980; and providing for an effective date."

* Section 1. The sum of \$1,273,900 is appropriated to the Department of Health and Social Services, division of public assistance, to pay additional FY 81 program costs, from the following sources:

General Fund	\$700,800
Other Funds	573,100

This section appropriates \$1,273,900 to the Division of Public Assistance for a FY 81 supplemental budget request to fund 56.5 FTE new positions and related costs to handle a substantial increase in public assistance workload, particularly in the food stamp program; an Eligibility Worker series reclassification stipulated in the most recent General Government Bargaining Unit contract; and positions and related support costs for Kotzebue pending finalization of contract negotiations with Mauneluk Association.

* Sec. 2. The sum of \$69,500 is appropriated from the general fund to the Department of Health and Social Services, division of social services, to pay the costs of social services programs in the Kotzebue area.

Projections as of February 28 indicate that social services can continue to be provided throughout the region with existing funds. This is possible because it was necessary to hold several positions vacant for seven months due to underfunding, and by transferring 6.0 from contractual and commodities to travel by a revised program which was previously submitted, but is still pending. Services to the Kotzebue area were continued on an itinerant basis out of the Nome office until vacancies no longer were necessary. This supplemental is not required and should be withdrawn.

* Sec. 3. Section 51, ch. 120 SLA 1980, page 26, line 5 is amended to read:

	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
Energy assistance program (8 positions)	<u>7,183,800</u> [7,367,600]	[183,800]	7,183,800

This section reduces the appropriation for the Energy Assistance program by 183.8 general funds. This amount was budgeted in order to provide a required general fund match for receipt of federal funds. This matching requirement was later waived by the Federal Department of Health and Human Services.

* Sec. 4. Section 51, ch. 120 SLA 1980, page 26, line 6, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
Public assistance eligibility	<u>4,901,600</u>	<u>3,042,500</u>	1,859,100
	[4,717,800]	[2,858,700]	

* Sec. 5. Section 51, ch. 120 SLA 1980, page 26, line 7, is amended to read:

	<u>ALLOCATIONS</u>
Eligibility Determination (137 positions)	<u>4,761,600</u> [4,577,800]

Sections 4 and 5 appropriate the 183.8 reduced by Section 3 to the appropriation for Public Assistance Eligibility and allocation for Eligibility Determination to provide additional funds required for the purpose in Section 1.

New Section Required

Section 51, ch. 120 SLA 1980, should be amended as follows:

Category: Social Services; Page 25, Line 12

<u>Allocations</u>	<u>Appropriations</u>	<u>G.F.</u>	<u>Other</u>
Asst. Pmts.	<u>34,129,300</u>	<u>19,881,000</u>	<u>14,248,300</u>
	[33,729,300]	[19,681,000]	[14,048,300]

AFDC

28,496,700 [29,096,700]

Category: Social Services; Page 28, Line 18

Old Age Asst. 4,279,500 [4,479,500] 4,279,500 [4,479,500]
Pmts.

The purpose of this adjustment is to fund a projected AFDC shortfall resulting from insufficient funding for the AFDC grant increase legislated in SCSCSHR 968 in 1980. The actual FY 81 Old Age Assistance expenditure will be less than funded in the FY 81 authorization. The projected surplus balance is a result of both caseload and average monthly payments being slightly less than originally budgeted. The general fund increase in AFDC will be matched by \$200,000 in federal receipts.

Summary ✓

The effect of this bill is as follows:

<u>BRII</u>	<u>COMPONENTS</u>	<u>IMPACT FY 81</u>
Elig. Deter.	Elig. Deter.	1,457.7 increase
Energy Asst.	Energy Asst.	183.8 decrease
Asst. Pmnts.	AFDC	400.0 increase
Old Age Asst.	Old Age Asst.	200.0 decrease

The letter dated March 27 from the Office of the Governor included increases of 400,000 and 1,331,000 as new sections for HB 358. The 1,331,000 referred to in this letter is unnecessary.

Department Position

The appropriations referred to above are FY 81 supplementals required by the Department of Health and Social Services.

Recommended by: Rod Bell
 Rod Bell, Director
 Division of Public Assistance

Date: April 6, 1981

Approved By: Helen D. Beirne
 Helen D. Beirne
 Commissioner

Date: 4/7/81

*WIN - 400M
 to ↓ 109,000 i.e. 300,000
 no effect on OAC as minimum.*

MEMORANDUM

State of Alaska

TO: Ron Lehr, Director
 Division of Budget and Management
 Office of Governor

DATE:

FILE NO:

Helen D. Beirne

TELEPHONE NO:

FROM: Helen D. Beirne, Commissioner
 Department of Health & Social Services

SUBJECT: FY81 Supplemental Request
 PA Eligibility BRU
 Eligibility Determination
 Allocation

The Department of Health & Social Services requests an FY81 supplemental appropriation for the Division of Public Assistance's Eligibility Determination component in the amount of \$1457.7 of which \$884.6 is state general funds and \$573.1 is federal funds. This supplemental request involves five separate under-funding issues: 1) funding for 24.0 new positions; 2) eligibility worker series classification upgrade; 3) replacement of deleted funds for FY81 Mauneluk contract; 4) funding for 32.5 new positions; and 5) U.S. Post Office contract underfunding and additional office space in Anchorage.

1) On July 22 the Department met with the BRC to consider a supplemental request for eight new PFT eligibility workers, eight new clerical positions, contractual funds for security guard service for the Anchorage and Fairbanks lobbies, and continuing funding for the eight seasonal eligibility staff. The Department's request for 24 positions (16 full-time plus 8 seasonals) was approved representing an additional 256 man months in FY81 at a cost of \$474.3 in personal services, and 40.0 in contractual for the security guard services. (Attachment #1)

2) On February 15, 1980, representatives of the State of Alaska and the Alaska Public Employees Association signed a Letter of Agreement to the General Government Unit contract which stipulated in part that a classification study of the Eligibility Worker series would be completed by September 16, 1980. In response to this agreement, a comprehensive classification and salary review was performed by the Division of Personnel, Department of Administration. The specific recommendations resulting from this classification review are summarized below:

<u>Abolish</u>		<u>Establish</u>	
<u>Title</u>	<u>Range</u>	<u>Title</u>	<u>Range</u>
Eligibility Worker I	9	Eligibility Technician I	12
Eligibility Worker II	11	Eligibility Technician II	13
Eligibility Worker III	12	Eligibility Technician III	14
Eligibility Worker IV	14	Eligibility Technician IV	15
Eligibility Work Mgr.	16		

These recommended changes are effective October 16, 1980. The supplemental resources to fund this series upgrade for the period October 16 through June 30, 1981 is \$265.3. (See attachment #2)

3) With the 1980 Legislature's creation of the Mauneluk BRU, the Division of Public Assistance lost funding for the four positions connected with its Kotzebue operation, and associated support funding. This requests funding for personal service and support costs for providing continued services in the Kotzebue region while the FY81 Mauneluk contract is negotiated. Supplemental funding of 137.0 represents the resources required for a full 12 months of service in FY81.

4) On December 3 the Department met with the BRC to review a supplemental request for five new PFT Eligibility Technicians I-II (FS), twenty new Clerk III positions, and support funding for travel and equipment. The Department's request for these 25.0 positions was approved representing an additional 162.5 man months in FY81 at a cost of \$329.6 in personal services, 10.0 for travel, and 25.0 for support equipment. Subsequent to the December 3 meeting, a staffing level analysis of the Wasilla and Kenai district offices resulted in the request for an additional 7.5 positions (3.0 Wasilla, 4.5 Kenai). Supplemental position funding for these positions, approval effective December 22, is 108.4. Authority to establish these new positions enables the Department to implement substantial changes in the configuration of eligibility workflow operations in Public Assistance's Anchorage, Fairbanks, and Wasilla offices. (See attachment #4)

5a) The Division of Public Assistance has held a contract with the U.S. Postal Service for the sale of food stamps (redeeming ATP transaction) in Anchorage, Fairbanks, Juneau, and Ketchikan. The contract documents are negotiated nationally between the U.S. Postal Service and the Department of Agriculture on behalf of all states. In March 1980 a new contract from the U.S.P.S. adjusted the consideration per ATP transaction from \$1.10 to \$1.42. (See attachment #5.) This 30% rate increase was not anticipated, nor budgeted for in FY81 but is the rate charged effective June 1, 1980. Additionally, the actual number of clients using the above mentioned Post Office locations to redeem their monthly Food Stamp Authorization card (ATP) exceed the FY81 budgeted authorization.

	<u>Trans-</u>	<u>Price per</u>	<u>Months</u>	
	<u>actions</u>	<u>Transaction</u>		
FY81 Current Authorization	7000	x \$1.10	x 12	= 92.4
FY81 Revised need	8125	x 1.42	x 12	= <u>138.5</u>
FY81 Shortfall				46.1

5b) Office space in Anchorage for district and regional staff is not adequate. In order to allow sufficient office space for client in-take and staff work area, an additional 2200 sq. ft. is required.

FY81 Revised Need 2200 sq. ft. x \$2.00/sq. ft. x 5 months = 22.0

A supplemental request of 68.1, to fund the above shortfall (46.1 + 22.0), is required to continue vital contractual service and to provide adequate office space in Anchorage.

FY81 Supplemental Request is summarized as follows:

	<u>TOTAL</u>	<u>GF</u>	<u>FEDERAL</u>
(1) 24.0 new position funding (July 1)	514.3	313.8	200.5
(2) EW reclassification upgrade	265.3	160.5	104.8
(3) FY81 Supplemental for Kotzebue staff	137.0	82.9	54.1
(4) 32.5 new position funding (Dec. 15)	473.0	286.2	186.8
(5) U.S.P.O. contract and new space	<u>68.1</u>	<u>41.2</u>	<u>26.9</u>
TOTAL	1457.7	884.6	573.1

The Department requests that the 183.8 general funds included in the FY81 Energy Assistance Program (EAP) appropriation be directly applied to the FY81 Supplemental request for the Eligibility Determination BRU. On April 25, 1980 the Department submitted a FY81 Budget Amendment that requested funding for the EAP BRU. The Department had been advised by federal authorities that EAP administrative costs in FY81 would be shared between federal (50%) and state (50%). Consequently, the FY81 EAP appropriation of 7367.6 includes 183.8 state general funds for the anticipated 50% administrative match. However, on October 6, 1980 the Department was notified that this EAP matching requirement has been modified such that the state general fund portion of the EAP appropriation will not be required. (See attachment #3)

This request amends and adjusts appropriations as follows:

	<u>Appropriation</u>	<u>General Fund</u>	<u>Other Funds (Federal)</u>
Energy Assistance Program BRU	7367.6	183.8	7183.8
Delete GF and transfer to ED		<u>(183.8)</u>	<u>183.8</u>
EAP FY81 Revised	7367.6	- 0 -	7367.6

	<u>Appropriation</u>	<u>General Fund</u>	<u>Other Funds (Federal)</u>
Eligibility Determination Allocation	4577.8	2789.6	1788.2
Transfer GF from EAP	183.8	183.8	
FY81 Supplemental (less EAP add)	<u>1213.9</u>	<u>700.8</u>	<u>573.1</u>
ED FY81 Revised	6015.5	3674.2	2361.3

Eligibility Determination's FY81 personal services line item balance as of 12/15/80 is \$2004.7. This balance is sufficient funding to meet projected payroll expenditures through April 15, 1981. After the April 15 payroll distribution the current personal services authorization will be exhausted. Any payroll obligation beyond this deadline cannot be met without the approval of this FY81 supplemental request.

Attachments

FY 81 REVISED PROGRAM SUMMARY
by
BUDGET COMPONENT

FY 81

CATEGORY	Social Services
COVER PROGRAM	Sec. + Gen Assist Prog In Gen Pop
AGENCY	DEPARTMENT OF HEALTH & SOCIAL SERVICES
DIVISION	Public Assistance
BUDGET REQUEST UNIT	PA Eligibility
BUDGET COMPONENT	Eligibility & termination
APPROPRIATION	
ALLOCATION	

BUDGET STRUCTURE _____
COLLOCATION CODE(S) _____

		APPROVED DATE _____	APPROVED DATE _____	APPROVED DATE _____	APPROVED DATE _____				
FCC	GOV. VETO	INITIAL AUTH.	FY 81	SUPPLEMENTAL	REQUEST	BALANCE	LOG NO.	BAL	
			240 New Positions	ED 2-1/2 Upgrade	110001-1-2	32.5 New Positions	42.5 P.A. / Nat. Secs.	ATH	RP
						supp	VO		
000									
01		3419.5	474.3	265.3	121.3	439.0		4718.4	
02		71.5			2.0	10.0		89.5	
03		766.7	40.0		12.5		68.1	1087.3	
04		36.6			1.2			37.8	
05		14.4				25.0		39.4	
06		69.1						69.1	
07									
08									
	TOTAL	4577.9	514.3	265.3	137.0	473.0	68.1	6035.5	
725	FEDERAL Fed-1 Stamps	731.7	82.2	42.9	22.1	93.4	13.5	985.8	
726	FEDERAL T. 1/2 TIA	1022.1	114.3	59.4	22.1	55.7	12.4	1316.6	
727	FEDERAL T. 1/2 TIA	34.1	4.0	2.1	9.9	7.5	1.0	58.9	
	FEDERAL								
	FEDERAL								
	FEDERAL								
	FEDERAL								
1002	FEDERAL TOTAL	1788.2	260.5	104.8	54.1	186.9	26.9	2361.3	
1003	G/F MATCH	1788.2	260.5	104.8	54.1	186.9	26.9	2361.3	
1004	GENERAL FUND	1001.4	113.3	55.7	24.8	99.4	14.3	1312.9	
1005	I/A RECEIPTS								
	DEFERRED REVENUE								
	C/F RESTRICTED								
15	FULL TIME	126	16		4	32			
16	PART TIME/SEAS.	11	8			1			
17	NONPERMANENT								
18	MONTHS	1576	256		48	211.3			

REVISED PROGRAM SUMMARY
by
BUDGET COMPONENT

Page 1

LEGACY	Social Service
COVER PROGRAM	Soc & Econ Assist Prog for Low Pop
AGENCY	DEPT OF HEALTH & SOCIAL SERVICES
DIVISION	Public Assistance
BUDGET REQUEST UNIT	Emergency Assistance Program
BUDGET COMPONENT	Emergency Assistance Program
APPROPRIATION	
ALLOCATION	

	FCC	GOV. VETO	INITIAL AUTH.	ADD/delete FYBI Supp transfer GF to Elig IDT	BALANCE	APPROVED <input type="checkbox"/>	BALANCE	APPROVED <input type="checkbox"/>	BALANCE	APPROVED <input type="checkbox"/>	BALANCE
01 PERSONAL SERVICES	200.3		200.3		200.3						
02 TRAVEL	20.0		20.0		20.0						
03 CONTRACTUAL	141.3		141.3		141.3						
04 COMMODITIES	3.5		3.5		3.5						
05 EQUIPMENT	2.5		2.5		2.5						
06 LANDS, BUILDINGS											
07 GRANTS, CLAIMS	7000.0		7000.0		7000.0						
08 MISCELLANEOUS											
000 UNALLOCATED											
TOTAL	7367.6		7367.6		7367.6						
729 FEDERAL	7183.8		7183.8	183.8	7367.6						
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
1002 FEDERAL TOTAL	7183.8		7183.8	7367.6	7367.6						
1003 G/F MATCH	183.8		183.8	<183.8>							
1004 GENERAL FUND											
1005 I/A RECEIPTS											
1006 PROGRAM RECEIPTS											
DEFERRED REVENUE											
15 FULL TIME	8.0		8.0		8.0						
16 PART TIME	4.0		4.0		4.0						
17 TEMPORARY											
18	96.0		96.0		96.0						

MEMORANDUM

State of Alaska

TO: Ron Lehr, Director
 Division of Budget & Management
 Office of the Governor

DATE:

FILE NO:

TELEPHONE NO:

FROM: Helen D. Beirne
 Commissioner
 Department of Health & Social Services

SUBJECT: "Delete and Add" FY81
 Assistance Payments BRU,
 AFDC Allocation
 Old Age Assistance

The Department of Health and Social Services requests an FY81 "delete and add" supplemental appropriation for the Division of Public Assistance.

This "delete and add" request is identified as follows:

<u>BRU</u>	<u>Allocation</u>	<u>Appropriation</u>	<u>General Fund</u>	<u>Other Funds (Federal)</u>
Old Age Assistance	Old Age Assistance	4479.5	4479.5	0
Delete GF and Add to AFDC		(200.0)	(200.0)	
FY81 OAA Amended		<u>4279.5</u>	<u>4279.5</u>	
Assistance Payments	AFDC	32144.0	16072.0	16072.0
Add 200.0 GF and 200.0 FED		400.0	200.0	200.0
FY81 AFDC Amended		<u>32544.0</u>	<u>16272.0</u>	<u>16272.0</u>

AFDC and OAA are identified as nondiscretionary funded programs. The legislative intent directs the Department to operate these programs at the full statutory level, and if caseload or other cost increases generate total payments which exceed the amount of the appropriation, the Department may not reduce the program without prior legislative review.

Summary of FY81 AFDC:

	<u>Caseload</u>	<u>Average Payment</u>	<u>Months</u>	<u>Total</u>
FY81 FCC Authorization	6835	342.56	12	28096.7
SCSCSHB-968	6835	49.35	12	4047.3
FY81 Actual July 80-Feb. 81	6438	390.39	8	(20106.7)
FY81 Proj. March 81-June 30	6925	449.00	4	(12437.3)
FY81 Projected Shortfall				<u>(400.0)</u>

The actual FY81 AFDC caseload has continued to increase each month beginning July 1980. However, the actual 12 month caseload average will be less than the caseload funded in the FY81 authorization (6835 Auth. vs. 6600 Actual). The projected AFDC shortfall of \$400.0 is attributed to insufficient funding for the AFDC grant increase legislated in SCSCSHB-968. SCSCSHB-968 authorization (4047.3) includes the approximate cost of the July 1, 1980 "COLA" increase (14.3%); but does not include funding for the January 1, 1981 "base" increase. These funds were apparently not appropriated due to oversight. In summary, the potential surplus caused by the reduced caseload average does not completely offset the underfunding condition of the SCSCSHB-968 appropriation which neglected the cost associated with the January 1, 1981 base increase.

Summary of FY81 OAA:

	<u>Caseload</u>	<u>Average Payment</u>	<u>Months</u>	<u>Total</u>
FY81 FCC Authorization	2266	164.73	12	4479.5
HB-60 Funding				44.1
FY81 Actual July 80-Feb. 81	2192	150.08	8	(2635.4)
FY81 Proj. March 81-June 81	2241	154.10	4	<u>(1381.4)</u>
FY81 Projected Surplus				+ 506.8

The actual FY81 OAA expenditure will be less than funded in the FY81 authorization. The projected surplus balance is a result of both caseload and average monthly payments being slightly less than originally budgeted.

FY 81

REVISED PROGRAM SUMMARY

by
BUDGET COMPONENT

FY 81

CATEGORY	SOCIAL SERVICES
COVER PROGRAM	SOC. + ECON ASSIST FOR THE GEN POP
AGENCY	DEPARTMENT OF HEALTH & SOCIAL SERVICES
DIVISION	PUBLIC ASSISTANCE
BUDGET REQUEST UNIT	
BUDGET COMPONENT	
APPROPRIATION	ASSISTANCE PAYMENTS
ALLOCATION	AFDC

BUDGET STRUCTURE 02-21-01-01
COLLOCATION CODE(S) 06-21-6-010

06-81-66
JVS/MSA
8/27/80

APPROVED DATE 7-17-80

APPROVED DATE 8/27/80

FY81 SUPP ADD

APPROVED DATE _____

APPROVED DATE _____

	FCC	GOV. VETO	INITIAL AUTH.	LOG NO. 14 RP _____ VO. 910275	BALANCE	LOG NO. 05 RP _____ VO. 811284	BALANCE	LOG NO. _____ RP _____ VO. _____	BALANCE	LOG NO. _____ RP _____ VO. _____	BALANCE
000 UNALLOCATED											
01 PERSONAL SERVICES											
02 TRAVEL											
03 CONTRACTUAL											
04 COMMODITIES											
05 EQUIPMENT											
06 LANDS, BUILDINGS											
07 GRANTS, CLAIMS	28096.7		28096.7	4047.3	32144.0		34144.0	400.0	32514.0		
08 MISCELLANEOUS											
TOTAL	28096.7		28096.7	1047.3	32144.0		32144.0	400.0	32514.0		
726 FEDERAL TITLE II A-110122			14048.3	2023.6	2023.6	1	2023.7	200.0	16211.9		
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
1002 FEDERAL TOTAL	14048.3		14048.3	2023.6	16071.9		16071.9	200.0	15271.9		
1003 G/F MATCH	14048.4		14048.4	2023.7	16072.1		16072.1	200.0	15272.1		
1004 GENERAL FUND											
1005 I/A RECEIPTS											
DEFERRED REVENUE											
G/F RESTRICTED											
15 FULL TIME											
16 PART TIME/SEAS.											
17 NONPERMANENT											
18 MONTHS											

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FY 81

REVISED PROGRAM SUMMARY

by
BUDGET COMPONENT

FY 81

CATEGORY	Social Services
COVER PROGRAM	Social + Community Services
AGENCY	DEPARTMENT OF HEALTH & SOCIAL SERVICES
DIVISION	Pulitic Assistance
BUDGET REQUEST UNIT	
BUDGET COMPONENT	
APPROPRIATION	Ch 50 507 1st Sec. 13
ALLOCATION	Old Age Assistance - FY 1981

BUDGET STRUCTURE 02-22-18-02-00
COLLOCATION CODE(S) 06-22-0-028

FY 81 APPROVED
Casey Jones DATE _____

APPROVED
DATE _____

APPROVED
DATE _____

APPROVED
DATE _____

	FCC	GOV. VETO	INITIAL AUTH.	LOG NO.	BALANCE	LOG NO.	BALANCE	LOG NO.	BALANCE	LOG NO.	BALANCE
				RP		RP		RP		RP	
000 UNALLOCATED											
01 PERSONAL SERVICES											
02 TRAVEL											
03 CONTRACTUAL											
04 COMMODITIES											
05 EQUIPMENT											
06 LANDS, BUILDINGS											
07 GRANTS, CLAIMS			94.8								
08 MISCELLANEOUS											
TOTAL			94.1								
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
1032 FEDERAL TOTAL											
1033 G/F MATCH											
1034 GENERAL FUND			94.1								
1035 WA RECEIPTS											
DEFERRED REVENUE											
G/F RESTRICTED											
15 FULL TIME											
16 PART TIME, SEAS.											
17 NONPERMANENT											
13 MONTHS											

FY 81

REVISED PROGRAM SUMMARY
by
BUDGET COMPONENT

FY 81

CATEGORY	SOCIAL SERVICES
COVER PROGRAM	SOCIAL + ECON ASSIST AGED
AGENCY	DEPARTMENT OF HEALTH & SOCIAL SERVICES
DIVISION	PUBLIC ASSISTANCE
BUDGET REQUEST UNIT	
BUDGET COMPONENT	
APPROPRIATION	OLD AGE ASSISTANCE PAYMENTS
ALLOCATION	

BUDGET STRUCTURE 02-22-18-01
COLLOCATION CODE(S) 06-22-6-020

	FCC	GOV. VETO	INITIAL AUTH.	APPROVED DATE _____		APPROVED DATE _____		APPROVED DATE _____		APPROVED DATE _____	
				LOG NO. _____ RP _____ VO _____	BALANCE	LOG NO. _____ RP FY 81 VO Social. Aids.	BALANCE	LOG NO. _____ RP _____ VO _____	BALANCE	LOG NO. _____ RP _____ VO _____	BALANCE
00 UNALLOCATED											
01 PERSONAL SERVICES											
02 TRAVEL											
03 CONTRACTUAL											
04 COMMODITIES											
05 EQUIPMENT											
06 LANDS, BUILDINGS											
07 GRANTS, CLAIMS	4479.5		4479.5		4479.5	<200.0>	4279.5				
08 MISCELLANEOUS											
TOTAL	4479.5		4479.5		4479.5	<200.0>	4279.5				
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
FEDERAL											
02 FEDERAL TOTAL											
03 G/F MATCH											
04 GENERAL FUND	4479.5		4479.5		4479.5	<200.9>	4279.5				
05 I/A RECEIPTS											
DEFERRED REVENUE G/F RESTRICTED											
5 FULL TIME											
5 PART TIME SEAS.											
7 NONPERMANENT											
8 MONTHS											

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STATE OF ALASKA

OFFICE OF THE GOVERNOR

BUDGET & MANAGEMENT

JAY S. HAMMOND, GOVERNOR

POUCH AM
JUNEAU, ALASKA 99811
PHONE: (907) 465-2211

March 27, 1981

Honorable Sam Cotten
Chairman, House Finance Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Amendment to HB 358
Various Appropriation Adjustments
Department of Health and Social
Services & Department of Labor
For Additional Program Costs

Dear Representative Cotten:

Please revise HB 358 to include the following adjustments:

1. Delete Section 2 an appropriation for \$69,500 general funds to the Department of Health and Social Services, Division of Social Services, to pay additional FY 81 program costs in the Kotzebue area. The Department has advised that Social Services can continue to be provided throughout the region with existing funds.
2. Chapter 120, SLA 80, section 51 should be amended as follows:

Category: Social Services; Page 25, Line 12

<u>Allocations</u>	<u>Appropriations</u>	<u>GF</u>	<u>Other</u>
Assist. Pmts.	<u>34,129,300</u> [33,729,300]	<u>19,881,000</u> [19,681,000]	<u>14,248,300</u> [14,048,300]

AFDC

28,496,700 [28,096,700]

Category: Social Services; Page 28, Line 18

Old Age Assist. Pmts.	<u>4,279,500</u> [4,479,500]	<u>4,279,500</u> [4,479,500]
-----------------------	------------------------------	------------------------------

The purpose of this adjustment is to fund a projected AFDC shortfall resulting from insufficient funding for the AFDC grant increase legislative in SCSCSIB 968 in 1980. The actual FY 81 Old Age Assistance expenditure will be less than funded in the FY 81 authorization. The projected surplus balance is a result of both caseload and average monthly payments being slightly less than originally budgeted. The general fund increase in AFDC will be matched by \$200,000 in federal receipts.

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MAY 31 1981

Budget Section

Honorable Sam Cotten

March 27, 1981

Page 2

3. Chapter 120, SLA 80, Section 51 should be amended as follows:

Category: Social Services; Page 29, Line 16

<u>Allocations</u>	<u>Appropriations</u>	<u>GF</u>	<u>Other</u>
Emplo. Secur.	<u>26,137,800</u> [24,457,300]	<u>619,100</u> [204,600]	<u>25,518,700</u> [24,252,700]
WIN	<u>1,680,500</u>		

Category: Social Services; Page 29, Line 25

WIN	<u>0</u> [1,680,500]	<u>0</u> [414,500]	<u>0</u> [1,266,000]
-----	----------------------	--------------------	----------------------

The purpose of this adjustment is to simplify the procedures required to charge the Employment Security and WIN program for costs incurred by each program where a transfer of appropriation would be necessary to reimburse the program for those costs. The Departments FY 82 budget will also be structured in this manner. The transfer will also streamline federal accounting and reporting requirements.

4. Please add a new section to read as follows:

The sum of 1,331,000 of which 665,500 is federal funds and 665,500 is from general funds is appropriated to the Division of Public Assistance to fund a project shortfall attributed to insufficient funding for the AFDC grant increases legislated in SCSCSHB 968 in 1980.

5. Chapter 120, SLA 80, Section 51 should be amended as follows:

Category: Social Services, Page 29, Line 16

	<u>Appropriation</u>	<u>GF</u>	<u>Other</u>
Employ. Secur.	24,457,300	<u>452,600</u> [204,600]	<u>24,004,700</u> [24,252,700]

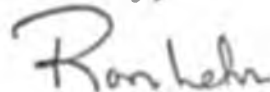
The purpose of this amendment is to replace federal funds with general funds in the Unemployment Insurance component stemming from a reduction in federal monies available for additional computer and equipment lease cost during the transition period of converting to Departments new IBM 370/140 computer.

6. Please add a new section appropriating \$237,000 general funds as a replacement for federal funds originally authorized on RP #80-282 and RPL #81-60 for the Department of Labor, Unemployment Insurance

Honorable Sam Cotten
March 27, 1981
Page 3

System Redesign capital project. The shortfall in federal receipts on this project is due to a decision made by the U.S. Department of Labor to not fund a third party computer operations contract made by the Alaska Department of Labor in order to meet a legislative deadline of October 1, 1980 for implementation of the new Unemployment Insurance law. That contract provided an interim training and operations computer mode so that benefits could be paid on October 1, 1980.

Sincerely,



Dr. Ronald D. Lehr
Director

cc: Jay Hogan, Legislative Finance
Keith Specking, Office of the Governor
Jalmar Kerttula, President of the Senate
Jim Duncan, Speaker of the House
✓ Donald Clocksin, Chairman, Health, Education and Social Services
Honorable Don Bennett and Ed Dankworth, Co-Chairmen, Senate
Finance Committee

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 358

Title "An Act making a supplemental appro. to the Department of Health and Soc. Svcs..."

Requested by Rules Committee by Request of the Governor Date 4/3/81

II. FISCAL DETAIL

Agency Affected Department of Health and Social Services

Program Category Affected Social Services

BRU, Program, or Subprogram(s) Affected PA Eligibility, Eligibility Determination

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES	1298.9					
200 TRAVEL	12.0					
300 CONTRACTUAL	120.6					
400 COMMODITIES	1.2					
500 EQUIPMENT	25.0					
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	1457.7					

FUNDING (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
GENERAL FUND	1009.6					
FEDERAL FUNDS	1.1					
OTHER (Specify Fund Source)						

POSITIONS

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
FULL TIME	52					
PART TIME	0					
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Funds personal service cost for 56.5 FTE positions and Eligibility Worker series reclassification (1298.9); travel for new position training (12.0); guard service in Anchorage and Fairbanks, office space in Anchorage, and U.S. Postal Services contract (redeeming ATP transaction) shortfall (120.6); misc. office commodities (1.2); and equipment purchase for positions (25.0). An "add & delete" supplemental of 183.8 general fund is directly applied to the FY 81 supplemental need resulting in the "net additional" appropriation funding required of 1273.9.

IV. DATE April 3, 1981

PREPARED BY Helen Anderson

AGENCY Department of Health and Social Services

PHONE 465-3331

Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)

Handwritten signature and date: 4/10/81

THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-NINTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 358
 Title "An Act making a supplemental approl. to the Department of Health and Soc. Svcs."
 Requested by Rules Committee by request of the Governor Date 4/3/81

II. FISCAL DETAIL

Agency Affected Department of Health and Social Services
 Program Category Affected Social Services
 BRU, Program, or Subprogram(s) Affected Energy Assistance Program
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	(183.8)					
TOTAL	(183.8)					

FUNDING (Thousands of Dollars)

GENERAL FUND	(183.8)					
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME	-0-					
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

The Department requests that the 183.8 general funds included in the FY 81 Energy Assistance Program (EAP) appropriation be directly applied to the FY 81 Supplemental request for the Eligibility Determination BRU. On April 25, 1980 the Department submitted a FY 81 Budget Amendment that requested funding for the EAP BRU. The Department had been advised by federal authorities that EAP administrative costs in FY 81 would be shared between federal (50%) and state (50%). Consequently, the FY 81 EAP appropriation of 7367.6 includes 183.8 state general funds for the anticipated 50% administrative match. However, on October 6, 1980 the Department was notified that this EAP matching requirement has been modified such that the state general fund portion of the EAP appropriation will not be required.

IV. DATE April 3, 1981 PREPARED BY Mason Anderson
 AGENCY Department of Health and Social Services
 PHONE 465-3331
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named) M. Hubbard 4/6/81

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 358
 Title "An Act making a supplemental appro. to the Department of Health & Soc. Svcs..."
 Requested by Rules Committee by Request of the Governor Date 4/3/81

II. FISCAL DETAIL

Agency Affected Department of Health and Social Services
 Program Category Affected Social and Economic Assistance for the General Population
 BRU, Program, or Subprogram(s) Affected Assistance Payments, AFDC
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	400.0					
TOTAL	400.0					

FUNDING (Thousands of Dollars)

GENERAL FUND	200.0					
FEDERAL FUNDS	200.0					
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME	0					
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Summary of FY 81 AFDC:

	Caseload	Average Payment	Months	Total
FY 81 FCC Authorization	6835	342.56	12	28,096.7
SCSCSHB 968	6835	49.35	12	4,047.3
FY 81 Actual July 80-Feb. 81	6438	390.39	8	(20,106.7)
FY 81 Proj. March 81-June 30	6925	449.00	4	(12,437.3)
FY 81 Projected Shortfall				(400.0)

The actual FY 81 AFDC caseload has continued to increase each month beginning July 1980. However, the actual 12 month caseload average will be less than the caseload funded in the FY 81 authorization (6835 Auth. vs. 6600 Actual). The projected AFDC (continued)

IV. DATE April 3, 1981 PREPARED BY Mason Anderson
 AGENCY Department of Health and Social Services
 Original: Legislative Finance PHONE 465-3331
 cc: Budget and Management
 Prime Sponsor (Fin. Legislative Named)

M. Hubbard
4/14/81

shortfall of \$400.0 is attributed to insufficient funding for the AFDC grant increase legislated in SCSCSHB 968. SCSCSHB 968 authorization (4047.3) includes the approximate cost of the July 1, 1980 "COLA" increase (14.3%); but does not include funding for the January 1, 1981 "base" increase. These funds were apparently not appropriated due to oversight. In summary, the potential surplus caused by the reduced caseload average does not completely offset the underfunding condition of the SCSCSHB 968 appropriation which neglected the cost associated with the January 1, 1981 base increase.

A FY 81 "delete and add" Supplemental adds 200.0 G.F. from Old Age Assistance BRU. This general fund addition is matched by 200.0 appropriation in federal receipts.

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 358
 Title "An Act making a supplemental appro. to the Department of Health & Soc. Svcs..."
 Requested by Rules Committee by Request of the Governor Date 4/3/81

II. FISCAL DETAIL

Agency Affected Department of Health and Social Services
 Program Category Affected Social Services
 BRU, Program, or Subprogram(s) Affected Old Age Assistance
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTR. CTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	(200.0)					
TOTAL	(200.0)					

FUNDING (Thousands of Dollars)

GENERAL FUND	(200.0)					
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME	-0-					
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Summary of FY 81 OAA:

	Case load	Average Payment	Months	Total
FY 81 FCC Authorization	2266	164.73	12	4,479.5
HB 60 Funding				44.1
FY 81 Actual July 80-Feb. 81	2192	150.08	8	(2,635.4)
FY 81 Proj. March 81-June 81	2241	154.10	4	(1,381.4)
FT 81 Projected Surplus				+ 506.8

The actual FY 81 OAA expenditure will be less than funded in the FY 81 authorization. The projected surplus balance is a result of both caseload and average monthly pay- (continued)

IV. DATE April 3, 1981 PREPARED BY Mason Anderson
 AGENCY Department of Health and Social Services
 PHONE 465-3331
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

M. Anderson 4/6/81

ments being slightly less than originally budgeted.

A FY 81 "delete & add" supplemental deletes 200.0 G.F. from Old Age Assistance BRU and adds 200.0 G.F. to the Assistance Payments BRU/AFDC component.