

**State of Alaska
FY2006 Governor's Operating Budget**

**Department of Labor and Workforce Development
Data Processing
Component Budget Summary**

Component: Data Processing

Contribution to Department's Mission

The Data Processing component contributes to the department's mission by providing software development, data processing support and services to all department programs and to the Alaska Job Center Network.

Core Services

Data processing operations, long-term planning and technology assessment.

Local Area Network (LAN) installation, maintenance, troubleshooting and administration.

Database administration.

Mainframe, minicomputer, and microcomputer based application analysis, development and project management.

FY2006 Resources Allocated to Achieve Results

FY2006 Component Budget: \$6,001,800	Personnel:	
	Full time	43
	Part time	0
	Total	43

Key Component Challenges

The department continues to recruit qualified Analyst/Programmers to replace vacant positions. This is a challenge in which we need to think of new ways to recruit and retain the staff that we have.

Statewide Enterprise IT planning has resulted in new standards. Fully aligning the Department's IT efforts to these new standards will take several years as the department's substantial infrastructure on the IBM MVS/CICS/DB2 mainframe is not part of the new IT standard. This will not result in major "conversions" in the foreseeable future, but new projects will target standard platforms and staff training efforts will shift from mainframe to other technologies.

Security requirements such as the Health Insurance Portability & Accountability Act of 1996 (HIPPA) are becoming stricter and threats to security are becoming more frequent and sophisticated. Increased demand for public access and wireless systems also forces more attention in this area and the required effort is increasing very rapidly.

Significant Changes in Results to be Delivered in FY2006

Alignment to Statewide IT standards will result in reduced IBM mainframe application development and correspondingly increased "web" application development.

An increase in the costs of Mainframe usage necessitates a plan to reduce costs such as elimination of unnecessary jobs and purging data, and also by placing data on a more cost effective SQL server database.

Major Component Accomplishments in 2004

Trained application developers on several web technologies including, HTML, Introduction to .NET, .ASP and SQL server.

Employment Security Division: Implemented the Employment Services Tax Redesign project replacing an antiquated, mission critical Tax system. Also implemented the Trade Adjustment Act system, Interstate Connection (ICON) charging and Temporary Emergency Unemployment Compensation projects.

Workers' Compensation Division: Rolled out phase one of the Electronic Data Interchange (EDI) project.

Research and Analysis: Implemented the America's Labor Market Information System (ALMIS).

Implemented enterprise web applications: Beaches, E-accounts and E-payments, which are necessary to enable electronic payments using the Internet.

Relocated DOL Mainframe printers and production control functions deemed central, to the Department of Administration along with positions to support the transferred workload.

Replaced the mainframe Advantage Gen central encyclopedia with the Client Sever encyclopedia. Guardian was installed to manage the Client Server encyclopedia. DB2 was upgraded to version 7.

Statutory and Regulatory Authority

Not applicable.

Contact Information
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Data Processing Component Financial Summary

All dollars shown in thousands

	FY2004 Actuals	FY2005 Management Plan	FY2006 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	3,255.7	3,565.9	3,689.8
72000 Travel	13.4	48.0	48.0
73000 Services	2,115.7	2,201.7	2,201.7
74000 Commodities	147.2	42.3	42.3
75000 Capital Outlay	0.0	20.0	20.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	5,532.0	5,877.9	6,001.8
Funding Sources:			
1002 Federal Receipts	3,897.2	4,306.2	4,385.2
1007 Inter-Agency Receipts	1,623.9	1,571.7	1,616.6
1061 Capital Improvement Project Receipts	10.9	0.0	0.0
Funding Totals	5,532.0	5,877.9	6,001.8

Estimated Revenue Collections

Description	Master Revenue Account	FY2004 Actuals	FY2005 Management Plan	FY2006 Governor
Unrestricted Revenues				
None.		0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0
Restricted Revenues				
Federal Receipts	51010	3,897.2	4,306.2	4,459.8
Interagency Receipts	51015	1,623.9	1,571.7	1,669.2
Capital Improvement Project Receipts	51200	10.9	0.0	0.0
Restricted Total		5,532.0	5,877.9	6,129.0
Total Estimated Revenues		5,532.0	5,877.9	6,129.0

**Summary of Component Budget Changes
From FY2005 Management Plan to FY2006 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2005 Management Plan	0.0	4,306.2	1,571.7	5,877.9
Adjustments which will continue current level of service:				
-FY 05 Bargaining Unit Contract Terms: GGU	0.0	14.7	8.4	23.1
-FY06 Cost Increases for Bargaining Units and Non-Covered Employees	0.0	57.8	36.5	94.3
-Adjustments for Personal Services Working Reserve Rates and SBS	0.0	6.5	0.0	6.5
FY2006 Governor	0.0	4,385.2	1,616.6	6,001.8

**Data Processing
Personal Services Information**

Authorized Positions		Personal Services Costs		
<u>FY2005</u>				
<u>Management</u>	<u>Plan</u>	<u>FY2006</u>	<u>Governor</u>	
Full-time	43	43	Annual Salaries	2,615,471
Part-time	0	0	COLA	39,083
Nonpermanent	0	0	Premium Pay	75,551
			Annual Benefits	1,248,801
			<i>Less 3.91% Vacancy Factor</i>	(155,406)
			Lump Sum Premium Pay	0
Totals	43	43	Total Personal Services	3,823,500

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Analyst/Programmer III	0	0	4	0	4
Analyst/Programmer IV	0	0	14	0	14
Analyst/Programmer V	0	0	6	0	6
Data Communicatns Spec II	0	0	1	0	1
Data Processing Mgr I	1	0	0	0	1
Data Processing Mgr III	0	0	1	0	1
Data Processing Tech II	0	0	1	0	1
Database Specialist II	0	0	1	0	1
Database Specialist III	0	0	1	0	1
Micro/Network Spec I	2	0	2	0	4
Micro/Network Spec II	1	0	1	0	2
Micro/Network Tech II	3	0	4	0	7
Totals	7	0	36	0	43