

State of Alaska FY2011 Governor's Operating Budget

Department of Labor and Workforce Development Fishermens Fund Component Budget Summary

Component: Fishermens Fund

Contribution to Department's Mission

The Fishermen's Fund component contributes to the department's mission by providing assistance with the medical and health care costs of occupational injuries or illnesses due to commercial fishing activities on shore or in state waters, allowing commercial fishermen to get back to work promptly.

Core Services

- Assist commercial fishers who are injured while commercial fishing by direct payment of medical benefits to healthcare providers and reimburse expenses paid for healthcare by the commercial fishers.
- Provide support to claims administrators, health providers, vessel owners, and injured workers by administering files, collecting data, maintaining case files, and reproducing forms, files, and information for the public.
- Facilitate the adjudication of disputes between parties through administration of Alaska Fishermen's Fund Advisory and Appeals Council meetings.

Key Component Challenges

Promote awareness of the program and its benefits. Fishermen continue to require efforts to spread awareness of this program, its requirements and the availability of benefits for which they may be eligible. Medical and health care providers continue to require additional efforts to inform them of guidelines for submission and completion of claims. To address these issues the unit is investigating web-based training and communication programs for fishermen and/or health care providers.

The number of commercial fishing licenses and permits continues to decline each year. There were 69,500 licenses and permits issued in 1990, compared to 41,230 licenses and permits issued in 2009. Since the Fund's revenue is based on a percentage of each license and permit issued, the Fund has experienced a steady decrease in revenue over the same period of time, however this revenue decrease has been more than offset by a reduction in claims paid from the Fund resulting in a growing Fund balance. The ending fund balance in FY1990 was \$5,399.0 compared to \$11,218.6 in FY2009.

Significant Changes in Results to be Delivered in FY2011

No significant changes in results are anticipated.

Major Component Accomplishments in 2009

In FY2009, the Fishermen's Fund received 698 claims and paid out \$986,643 in benefits. The fund balance at the end of FY2009 was \$11,218.6

Held regularly scheduled semi-annual meetings for the Council, one in the fall and the other in the spring to approve high cost claims.

Statutory and Regulatory Authority

Statutory Authority:

AS 23.35.010 - .150

Commercial Fishermen's Fund

Administrative Regulations:

8 AAC 55.010 - .040

Fishermen's Fund

Contact Information

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**Fishermens Fund
Component Financial Summary**

All dollars shown in thousands

	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	167.8	197.6	197.9
72000 Travel	14.0	18.2	18.2
73000 Services	49.2	186.2	186.2
74000 Commodities	8.3	16.6	16.6
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	986.6	1,200.0	1,200.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	1,225.9	1,618.6	1,618.9
Funding Sources:			
1032 Fishermen's Fund	1,225.9	1,618.6	1,618.9
Funding Totals	1,225.9	1,618.6	1,618.9

Estimated Revenue Collections

Description	Master Revenue Account	FY2009 Actuals	FY2010 Conference Committee	FY2010 Authorized	FY2010 Authorized	FY2011 Governor
Unrestricted Revenues						
Disabled Fishermans Reserve Account	51080	1,225.9	0.0	0.0	1,618.6	1,618.9
Unrestricted Total		1,225.9	0.0	0.0	1,618.6	1,618.9
Restricted Revenues						
None.		0.0	0.0	0.0	0.0	0.0
Restricted Total		0.0	0.0	0.0	0.0	0.0
Total Estimated Revenues		1,225.9	0.0	0.0	1,618.6	1,618.9

**Summary of Component Budget Changes
From FY2010 Management Plan to FY2011 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2010 Management Plan	0.0	0.0	1,618.6	1,618.6
Adjustments which will continue current level of service:				
-FY2011 Health Insurance Cost Increase Non-Covered Employees	0.0	0.0	0.3	0.3
FY2011 Governor	0.0	0.0	1,618.9	1,618.9

**Fishermens Fund
Personal Services Information**

Authorized Positions			Personal Services Costs	
	FY2010 Management Plan	FY2011 Governor		
Full-time	2	2	Annual Salaries	128,502
Part-time	0	0	Premium Pay	0
Nonpermanent	0	0	Annual Benefits	74,210
			<i>Less 2.37% Vacancy Factor</i>	(4,812)
			Lump Sum Premium Pay	0
Totals	2	2	Total Personal Services	197,900

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Worker Comp Technician	0	0	2	0	2
Totals	0	0	2	0	2

Component Detail All Funds
Department of Labor and Workforce Development

Component: Fishermens Fund (343)
RDU: Workers' Compensation (112)

	FY2009 Actuals	FY2010 Conference Committee	FY2010 Authorized	FY2010 Management Plan	FY2011 Governor	FY2010 Management Plan vs FY2011 Governor	
71000 Personal Services	167.8	189.6	189.6	197.6	197.9	0.3	0.2%
72000 Travel	14.0	18.2	18.2	18.2	18.2	0.0	0.0%
73000 Services	49.2	194.1	194.2	186.2	186.2	0.0	0.0%
74000 Commodities	8.3	16.6	16.6	16.6	16.6	0.0	0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
77000 Grants, Benefits	986.6	1,200.0	1,200.0	1,200.0	1,200.0	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	1,225.9	1,618.5	1,618.6	1,618.6	1,618.9	0.3	0.0%
Fund Sources:							
1032 Fish Fund	1,225.9	1,618.5	1,618.6	1,618.6	1,618.9	0.3	0.0%
General Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Other Funds	1,225.9	1,618.5	1,618.6	1,618.6	1,618.9	0.3	0.0%
Positions:							
Permanent Full Time	2	1	1	2	2	0	0.0%
Permanent Part Time	0	1	1	0	0	0	0.0%
Non Permanent	0	0	0	0	0	0	0.0%

Change Record Detail - Multiple Scenarios With Descriptions
Department of Labor and Workforce Development

Component: Fishermens Fund (343)
RDU: Workers' Compensation (112)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2010 Conference Committee To FY2010 Authorized *****												
FY2010 Conference Committee												
1032 Fish Fund	ConfCom	1,618.5	189.6	18.2	194.1	16.6	0.0	1,200.0	0.0	1	1	0
		1,618.5										
ADN0701064 Personnel Funding Transfer from the Department of Administration												
1032 Fish Fund	Atrin	0.1	0.0	0.0	0.1	0.0	0.0	0.0	0.0	0	0	0
		0.1										
Pursuant to Section 1, Chapter 12, SLA 2009, page 2 - line 29-31, page 3 - line 3, \$66,400 is distributed to state agencies in order to pay service costs charged by the Department of Administration, Division of Personnel for centralized personnel services.												
The amounts transferred to state agencies from Division of Personnel is as follows: DCED, \$12.3; Revenue, \$7.3; Law, \$5.3; Labor, \$12.1; H&SS, \$21.9; Administration, \$7.5.												
Subtotal		1,618.6	189.6	18.2	194.2	16.6	0.0	1,200.0	0.0	1	1	0
***** Changes From FY2010 Authorized To FY2010 Management Plan *****												
ADN0791193 Position Adjustments Previously Approved by Revised Program (PCN 07-3026)												
	PosLoc	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
ADN 0791193 approved 6/9/09 authorized the Duty Station Change for a full time Administrative Officer (PCN 07-3026) from Juneau to Anchorage to align management with staffing.												
ADN0701035 Adjust Position Classification, Time Status and Funding to Align with Staffing Needs												
	LIT	0.0	8.0	0.0	-8.0	0.0	0.0	0.0	0.0	1	-1	0
The FY 2010 budget included a proposed change to two Fishermen's Fund positions (PCN's 07-1027 and 07-3028). The positions were Workers' Compensation Technicians that were going to be reclassified. Upon further review the Division of Personnel determined that there is not another appropriate job class to place them into. Both positions are being returned to the Workers' Compensation Technician job class.												
Part of the original proposal was to change one of the positions to seasonal, however due to a change in how claims are being processed the workload will no longer have the seasonality it had in the past and will be steady throughout the year. In the past if a claim exceeded \$2,000 it was held until the bi-annual Fishermen's Fund Council meeting where council members approved or denied the claim. Upon review of the statute concerning the operation of the Fishermen's Fund by the new Division Director, it was determined that the Council served in only an appeals role for decisions made by the Fund Administrator. With this change, claims are now handled year round. This change causes the need for both Technician positions to be filled all year. This transaction changes PCN 07-1027 from seasonal back to full time.												
When the original change was made, it reduced costs and a decrement of \$14.0 was approved. With the change back, costs will rise and a line item transfer is necessary. Funds are available for transfer in the contractual line due to a decrease in the cost of maintenance of the Fishermen's Fund data processing system. System maintenance is now handled as part of the duties of the program's Project Assistant so contractual services from the department's Data												

Change Record Detail - Multiple Scenarios With Descriptions
Department of Labor and Workforce Development

Component: Fishermens Fund (343)
RDU: Workers' Compensation (112)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
Processing component have decreased.												
Subtotal		1,618.6	197.6	18.2	186.2	16.6	0.0	1,200.0	0.0	2	0	0
***** Changes From FY2010 Management Plan To FY2011 Governor *****												
FY2011 Health Insurance Cost Increase Non-Covered Employees												
	SalAdj	0.3	0.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1032 Fish Fund		0.3										
Costs associated with Health Insurance Increases.: \$0.3												
Totals		1,618.9	197.9	18.2	186.2	16.6	0.0	1,200.0	0.0	2	0	0

Personal Services Expenditure Detail
Department of Labor and Workforce Development

Scenario: FY2011 Governor (7749)
Component: Fishermens Fund (343)
RDU: Workers' Compensation (112)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Step	Comp Month	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	GF Amount
07-1026	Prog Coordinator	FT	A	SS	Juneau	2A	20J / K	3.0	*	19,644	0	0	9,303	28,947	0
07-1027	Worker Comp Technician	FT	A	GP	Juneau	2A	12B / C	12.0		36,510	0	0	23,555	60,065	0
07-3001	Division Director	FT	A	XE	Juneau	AA	27F	1.5	*	13,856	0	0	6,247	20,103	0
07-3023	Administrative Assistant II	FT	A	GP	Juneau	2A	14A	0.5	*	1,678	0	0	1,034	2,712	0
07-3026	Administrative Officer II	FT	A	SS	Anchorage	2A	19F	1.5	*	9,124	0	0	4,419	13,543	0
07-3028	Worker Comp Technician	FT	A	GP	Juneau	2A	12B / C	12.0		36,110	0	0	23,421	59,531	0
07-5527	Project Assistant	FT	A	GP	Juneau	2A	16F / G	2.5	*	11,580	0	0	6,231	17,811	0
													Total Salary Costs:	128,502	
													Total COLA:	0	
													Total Premium Pay:	0	
													Total Benefits:	74,210	
													Total Pre-Vacancy:	202,712	
													Minus Vacancy Adjustment of 2.37%:	(4,812)	
													Total Post-Vacancy:	197,900	
													Plus Lump Sum Premium Pay:	0	
													Personal Services Line 100:	197,900	

PCN Funding Sources:	Pre-Vacancy	Post-Vacancy	Percent
1032 Fishermen's Fund	202,712	197,900	100.00%
Total PCN Funding:	202,712	197,900	100.00%

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Line Item Detail
Department of Labor and Workforce Development
Travel

Component: Fishermens Fund (343)
RDU: Workers' Compensation (112)

Line Number	Line Name		FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
72000	Travel		14.0	18.2	18.2
Expenditure Account	Servicing Agency	Explanation	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
72000 Travel Detail Totals			14.0	18.2	18.2
72110	Employee Travel (Instate)	Travel by Fishermen's Fund program Chairperson to attend Council meetings and program presentations.	4.4	3.0	3.0
72120	Nonemployee Travel (Instate Travel)	Fishermen's Fund Council member transportation to spring and fall meetings.	6.7	13.2	13.2
72410	Employee Travel (Out of state)	Travel by employees to attend the NW Fish Expo to provide information about the program to fishermen.	2.9	2.0	2.0

Line Item Detail
Department of Labor and Workforce Development
Services

Component: Fishermens Fund (343)
RDU: Workers' Compensation (112)

Line Number	Line Name			FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
73000	Services			49.2	186.2	186.2
Expenditure Account				FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
Expenditure Account	Servicing Agency	Explanation		FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
73000 Services Detail Totals				49.2	186.2	186.2
73025		Education Services	Staff training.	1.0	3.8	3.8
73154	Admin	Software Licensing	Symantec/Microsoft software license fees (I/A transfer to DOA)	1.0	0.3	0.3
73156		Telecommunication	Costs for local and long distance charges and data network charges.	0.6	4.4	4.4
73169	DOL Mgmt Svcs	Federal Indirect Rate Allocation	Fishermen's Fund Indirect (I/A transfer to Management Services).	8.4	8.4	8.4
73225		Delivery Services	Freight, express and courier services and postage costs	0.0	1.6	1.6
73254	DOL Data Proc	Dp Operations Alloc	Data processing operations support (I/A transfer to Data Processing).	3.1	3.1	3.1
73450		Advertising & Promos	Advertising for Council meetings and regulations; promotional materials to increase awareness of program	3.0	10.8	10.8
73665		Rentals/Leases (Non IA-Struct/Infs/Land)	Space rental for Fishermen's Fund Council meetings.	1.3	3.8	3.8
73676		Repairs/Maint. (Non IA-Eq/Machinery)	Equipment repair and maintenance.	0.2	2.3	2.3
73750		Other Services (Non IA Svcs)	Printing expenses	2.4	16.3	16.3
73750		Other Services (Non IA Svcs)	Professional service contracts to provide data processing system maintenance expertise for new information handling program and for reformatting of Fishermen's Report of Injury or Illness form and Physician's Report of Injury or Illness form.	0.0	69.8	69.8
73804	Data Processing	Economic/Development (IA Svcs)	Workers' Compensation Info System Electronic Data Interchange/Fishermen's Fund support system	15.3	0.0	0.0
73805	Admin	IT-Non-Telecommnctns	Computer network EPR (I/A transfer DOA).	1.0	1.0	1.0

Line Item Detail
Department of Labor and Workforce Development
Services

Component: Fishermens Fund (343)

RDU: Workers' Compensation (112)

Expenditure Account	Servicing Agency	Explanation	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
73000 Services Detail Totals			49.2	186.2	186.2
73806	IT-Telecommunication	Admin Telecommunications EPR (I/A transfer DOA).	3.0	1.8	1.8
73807	Storage	Archives Microfilm services for closed/purged Fishermens Fund records (I/A transfer to DEED).	0.0	4.0	4.0
73809	Mail	Admin Core Service: Mail (I/A transfer to DOA).	1.7	1.1	1.1
73810	Human Resources	Admin Human Resource services (I/A transfer to DOA).	1.2	1.2	1.2
73811	Building Leases	Admin Leased space (I/A transfer to DOA).	5.7	5.4	5.4
73812	Legal	Law Legal services from the Dept of Law including advice, review, representations and written legal responses (I/A transfer to Law).	0.0	2.8	2.8
73815	Financial	Admin Core Service: AKPAY/AKSAS (I/A transfer to DOA).	0.1	0.1	0.1
73819	Commission Sales (IA Svcs)	Admin State Travel Office (I/A transfer to DOA).	0.2	0.3	0.3
73979	Mgmt/Consulting (IA Svcs)	DOL Data Proc Data processing support for new information handling system (I/A transfer to Data Processing).	0.0	43.9	43.9

Line Item Detail
Department of Labor and Workforce Development
Commodities

Component: Fishermens Fund (343)
RDU: Workers' Compensation (112)

Line Number	Line Name		FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
74000	Commodities		8.3	16.6	16.6
Expenditure Account	Servicing Agency	Explanation	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
74000 Commodities Detail Totals			8.3	16.6	16.6
74200	Business	Library materials for research/verification of claims; office supplies - file folders, stationary, miscellaneous supplies	8.3	16.6	16.6

Line Item Detail
Department of Labor and Workforce Development
Grants, Benefits

Component: Fishermens Fund (343)
RDU: Workers' Compensation (112)

Line Number	Line Name		FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
77000	Grants, Benefits		986.6	1,200.0	1,200.0
Expenditure Account	Servicing Agency	Explanation	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
77000 Grants, Benefits Detail Totals			986.6	1,200.0	1,200.0
77289	Medical Svcs(Nontax)	Reimbursement to individuals for claim related benefits (non-taxable)	75.4	50.0	50.0
77290	Medical Svcs (Tax)	Reimbursements to individuals for claim related benefits (taxable)	911.2	1,150.0	1,150.0

Unrestricted Revenue Detail
Department of Labor and Workforce Development

Component: Fishermens Fund (343)
RDU: Workers' Compensation (112)

Master Account	Revenue Description	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
51080	Disabled Fishermans Reserve Account	1,225.9	1,618.6	1,618.9

Detail Information

Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
51080	Disabled Fisherman's The Fishermen's Fund Balance at the close of FY 09 was \$11,218.6.	Fishermens Fund	07350600	11119	1,225.9	1,618.6	1,618.9

These funds are used to support operations of the Fishermen's Fund program and to pay benefits to injured fishermen.

Inter-Agency Services
Department of Labor and Workforce Development

Component: Fishermens Fund (343)
RDU: Workers' Compensation (112)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2010			
				FY2009 Actuals	Management Plan	FY2011 Governor	
73154	Software Licensing	Symantec/Microsoft software license fees (I/A transfer to DOA)	Inter-dept	Admin	1.0	0.3	0.3
73154 Software Licensing subtotal:					1.0	0.3	0.3
73169	Federal Indirect Rate Allocation	Fishermen's Fund Indirect (I/A transfer to Management Services).	Intra-dept	DOL Mgmt Svcs	8.4	8.4	8.4
73169 Federal Indirect Rate Allocation subtotal:					8.4	8.4	8.4
73254	Dp Operations Alloc	Data processing operations support (I/A transfer to Data Processing).	Intra-dept	DOL Data Proc	3.1	3.1	3.1
73254 Dp Operations Alloc subtotal:					3.1	3.1	3.1
73804	Economic/Development (IA Svcs)	Workers' Compensation Info System Electronic Data Interchange/Fishermen's Fund support system	Intra-dept	Data Processing	15.3	0.0	0.0
73804 Economic/Development (IA Svcs) subtotal:					15.3	0.0	0.0
73805	IT-Non-Telecommnctns	Computer network EPR (I/A transfer DOA).	Inter-dept	Admin	1.0	1.0	1.0
73805 IT-Non-Telecommnctns subtotal:					1.0	1.0	1.0
73806	IT-Telecommunication	Telecommunications EPR (I/A transfer DOA).	Inter-dept	Admin	3.0	1.8	1.8
73806 IT-Telecommunication subtotal:					3.0	1.8	1.8
73807	Storage	Microfilm services for closed/purged Fishermens Fund records (I/A transfer to DEED).	Inter-dept	Archives	0.0	4.0	4.0
73807 Storage subtotal:					0.0	4.0	4.0
73809	Mail	Core Service: Mail (I/A transfer to DOA).	Inter-dept	Admin	1.7	1.1	1.1
73809 Mail subtotal:					1.7	1.1	1.1
73810	Human Resources	Human Resource services (I/A transfer to DOA).	Inter-dept	Admin	1.2	1.2	1.2
73810 Human Resources subtotal:					1.2	1.2	1.2
73811	Building Leases	Leased space (I/A transfer to DOA).	Inter-dept	Admin	5.7	5.4	5.4
73811 Building Leases subtotal:					5.7	5.4	5.4
73812	Legal	Legal services from the Dept of Law including advice, review, representations and written legal responses (I/A transfer to Law).	Inter-dept	Law	0.0	2.8	2.8
73812 Legal subtotal:					0.0	2.8	2.8
73815	Financial	Core Service: AKPAY/AKSAS (I/A transfer to DOA).	Inter-dept	Admin	0.1	0.1	0.1
73815 Financial subtotal:					0.1	0.1	0.1
73819	Commission Sales (IA Svcs)	State Travel Office (I/A transfer to DOA).	Inter-dept	Admin	0.2	0.3	0.3
73819 Commission Sales (IA Svcs) subtotal:					0.2	0.3	0.3
73979	Mgmt/Consulting (IA Svcs)	Data processing support for new information handling system (I/A transfer to Data Processing).	Intra-dept	DOL Data Proc	0.0	43.9	43.9
73979 Mgmt/Consulting (IA Svcs) subtotal:					0.0	43.9	43.9
Fishermens Fund total:					40.7	73.4	73.4

Inter-Agency Services
Department of Labor and Workforce Development

Component: Fishermens Fund (343)
RDU: Workers' Compensation (112)

<u>Expenditure Account</u>	<u>Service Description</u>	<u>Service Type</u>	<u>Servicing Agency</u>	<u>FY2009 Actuals</u>	<u>FY2010 Management Plan</u>	<u>FY2011 Governor</u>
Grand Total:				40.7	73.4	73.4