

State of Alaska
FY2014 Governor's Operating Budget

Department of Labor and Workforce Development
Workers' Compensation
Component Budget Summary

Component: Workers' Compensation

Contribution to Department's Mission

The Workers' Compensation component contributes to the department's mission by advancing injured workers' employment opportunities.

Core Services

- Provide support to insurers, claims administrators, employers, health providers, and injured workers by collecting data, maintaining case files, and reproducing case files, forms, and information to the public, attorneys, and rehabilitation specialists as needed.
- Facilitate the adjudication of disputes between parties through administration of Alaska Workers' Compensation Board hearings.
- Assist injured workers to return to work through administration of vocational rehabilitation benefits and training.
- Assist employers with alternatives to the commercial insurance market by administering executive officer waiver and workers' compensation self-insurance programs.
- Monitor employer compliance with insurance requirements of the Workers' Compensation Act through administration of the proof-of-insurance program.
- Investigate uninsured employers and Workers' Compensation claim fraud.

Major Component Accomplishments in 2012

During FY2012, the Workers' Compensation component's fraud unit increased the number of investigations conducted, resulting in:

- 387 employers investigated for illegally operating without workers' compensation (WC) insurance, compared to 319 in FY2011.
- 120 employers penalized for illegally operating without WC insurance, compared to 58 in FY2011.

Key Component Challenges

Working with the current Workers' Compensation data processing system, which is outdated and reaching the end of its useful life, will continue to be a challenge until a rewrite and upgrade of the system is completed, currently scheduled for April 2014. The division received an FY2010 capital appropriation to complete the system upgrade.

Significant Changes in Results to be Delivered in FY2014

Workers' Compensation (WC) fraud investigations are projected to increase due to realignment of duties in the divisions' fraud unit. Currently, the division is moving the unit's chief position (Investigator IV) from Juneau to Anchorage and reassigning an Investigator III to Juneau. This change will allow the chief to focus on the more complicated failure-to-insure cases primarily located in the Anchorage-area, and the Investigator III to perform more on-site visits in the southeast region.

The WC division will implement significant changes with the final production and rollout of the new WC data processing system anticipated in FY2014. The new system will provide better document management and workflow through integration with SharePoint; better interfacing; better error reporting; better linkage with the WC fraud receipting process; and better defined data table structures that will reduce redundant data entry.

Statutory and Regulatory Authority

Statutory Authority:
AS 23.05.067

Fees for Administration of Workers' Compensation

AS 23.30.005 - .400

Alaska Workers' Compensation Act

Administrative Regulations:

8 AAC 45.010 - .900

Compensation/Medical Benefits & Board Proceedings

8 AAC 46.010 - .900

Self Insurance

Contact Information

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Workers' Compensation Component Financial Summary			
		<i>All dollars shown in thousands</i>	
	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	4,180.5	4,421.0	4,472.0
72000 Travel	72.4	106.8	96.8
73000 Services	796.6	833.7	817.5
74000 Commodities	156.4	151.1	151.1
75000 Capital Outlay	6.3	14.4	14.4
77000 Grants, Benefits	45.3	73.8	50.8
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	5,257.5	5,600.8	5,602.6
Funding Sources:			
1004 General Fund Receipts	3.3	3.3	3.3
1157 Workers Safety and Compensation Administration Account	5,254.2	5,597.5	5,599.3
Funding Totals	5,257.5	5,600.8	5,602.6

Estimated Revenue Collections				
Description	Master Revenue Account	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
Unrestricted Revenues				
Workers Safety & Compensation Admin	51078	5,254.2	5,597.5	5,599.3
Unrestricted Total		5,254.2	5,597.5	5,599.3
Restricted Revenues				
None.		0.0	0.0	0.0
Restricted Total		0.0	0.0	0.0
Total Estimated Revenues		5,254.2	5,597.5	5,599.3

**Summary of Component Budget Changes
From FY2013 Management Plan to FY2014 Governor**

All dollars shown in thousands

	<u>Unrestricted Gen (UGF)</u>	<u>Designated Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total Funds</u>
FY2013 Management Plan	3.3	5,597.5	0.0	0.0	5,600.8
Adjustments which will continue current level of service:					
-FY2014 Salary and Health Insurance Increases	0.0	1.8	0.0	0.0	1.8
FY2014 Governor	3.3	5,599.3	0.0	0.0	5,602.6

**Workers' Compensation
Personal Services Information**

Authorized Positions			Personal Services Costs	
	FY2013 Management Plan	FY2014 Governor		
Full-time	50	50	Annual Salaries	2,814,520
Part-time	0	0	Premium Pay	0
Nonpermanent	0	0	Annual Benefits	1,797,881
			<i>Less 4.93% Vacancy Factor</i>	<i>(227,541)</i>
			Lump Sum Premium Pay	0
			Board Honoraria	87,140
Totals	50	50	Total Personal Services	4,472,000

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Administrative Assistant II	0	0	1	0	1
Administrative Officer II	1	0	0	0	1
Chf of Workers Comp Adjud	1	0	0	0	1
Division Director	0	0	1	0	1
Investigator II	1	0	0	0	1
Investigator III	3	1	1	0	5
Investigator IV	1	0	0	0	1
Office Assistant I	4	0	6	0	10
Office Assistant II	2	1	1	0	4
Program Coordinator I	0	0	1	0	1
Project Assistant	0	0	1	0	1
Reemployment Benefits Adm	1	0	0	0	1
Worker Comp Off I	3	0	0	0	3
Worker Comp Off II	4	1	1	0	6
Worker Comp Technician	2	1	1	0	4
Workers Comp Hearing Off I	2	1	0	0	3
Workers Comp Hearing Off II	4	1	1	0	6
Totals	29	6	15	0	50

Component Board Summary

Board Description	Member Count	Pay Per Day	Budgeted Days	Additional Pay	Total Cost
Workers Compensation Board	18	50.00	90	0.00	87,139.80
Total					87,139.80

Component Detail All Funds
Department of Labor and Workforce Development

Component: Workers' Compensation (AR28310) (344)

RDU: Workers' Compensation (112)

	FY2012 Actuals	FY2013 Conference Committee	FY2013 Authorized	FY2013 Management Plan	FY2014 Governor	FY2013 Management Plan vs FY2014 Governor	
71000 Personal Services	4,180.5	4,421.0	4,421.0	4,421.0	4,472.0	51.0	1.2%
72000 Travel	72.4	106.8	106.8	106.8	96.8	-10.0	-9.4%
73000 Services	796.6	833.7	833.7	833.7	817.5	-16.2	-1.9%
74000 Commodities	156.4	151.1	151.1	151.1	151.1	0.0	0.0%
75000 Capital Outlay	6.3	14.4	14.4	14.4	14.4	0.0	0.0%
77000 Grants, Benefits	45.3	73.8	73.8	73.8	50.8	-23.0	-31.2%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	5,257.5	5,600.8	5,600.8	5,600.8	5,602.6	1.8	0.0%
Fund Sources:							
1004 Gen Fund (UGF)	3.3	3.3	3.3	3.3	3.3	0.0	0.0%
1157 Wrkrs Safe (DGF)	5,254.2	5,597.5	5,597.5	5,597.5	5,599.3	1.8	0.0%
Unrestricted General (UGF)	3.3	3.3	3.3	3.3	3.3	0.0	0.0%
Designated General (DGF)	5,254.2	5,597.5	5,597.5	5,597.5	5,599.3	1.8	0.0%
Other 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%
Positions:							
Permanent Full Time	49	49	49	50	50	0	0.0%
Permanent Part Time	0	0	0	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: Workers' Compensation (344)

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 FY2013 Conference Committee To FY2013 Authorized *****												
FY2013 Conference Committee												
ConfCom		5,600.8	4,421.0	106.8	833.7	151.1	14.4	73.8	0.0	49	0	0
1004 Gen Fund		3.3										
1157 Wrks Safe		5,597.5										
Subtotal		5,600.8	4,421.0	106.8	833.7	151.1	14.4	73.8	0.0	49	0	0
***** Changes From FY2013 Authorized To FY2013 Management Plan *****												
Reclass Office Assistant (07-3012) to Workers' Compensation Officer II for Benefits and Eligibility Determinations												
PosRecl		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

This transaction reclassifies a vacant Office Assistant I, 07-3012 (range 8), to a Workers' Compensation Officer II position (range 18). This change is needed to complete reemployment benefits eligibility determinations within statutorily required time frames. The Anchorage duty station of the position will not change.

The division currently has one full-time Workers' Compensation Officer II in Anchorage that is solely responsible for making all reemployment benefits eligibility determinations. The workload has grown significantly over the last several years and additional resources are needed to complete these determinations timely. Over the past six years, evaluation requests have risen 85.7 percent, from 399 in FY2006 to 741 in FY2012; and referrals for evaluations have increased 61.1 percent, from 481 in FY2006 to 775 in FY2012.

This workload change is primarily due to an amendment of the reemployment benefits section of the Alaska Workers' Compensation Act, AS 23.30.041, in FY2006 (SB130, Chapter 10 FSSLA 05). The amended statute mandates that a reemployment benefits evaluation be performed if an injured worker is off work for 90 consecutive days. Prior to this statutory change, a request for a reemployment benefits eligibility determination was only performed when either the injured worker or the employer requested one. In addition, AS 23.30.041(d) requires the reemployment benefits section to complete an eligibility evaluation determination within 45 days. The average time-lag for an eligibility evaluation determination in FY2012 was 153 days. Delays in making timely eligibility determinations can keep eligible workers from moving through the reemployment process on their way to reentry into the job market, and can cost employers thousands of dollars in disability benefit payments as they wait for an eligibility determination.

This Office Assistant I position recently became vacant and is best suited for reclassification to meet the reemployment benefits workload needs because of a pending consolidation in Office Assistant duties within the component. Currently, the reemployment benefits section is located in offices at 6th and K Street in Anchorage, together with the special investigations unit. Both units have Office Assistant positions to greet clients, answer phones, process mail, and provide administrative support. These units will be relocating to the Eagle Street offices in Anchorage, which is where the main workers' compensation division offices are located with additional Office Assistant positions that perform the same duties for the rest of the component. Upon relocation, the division will consolidate office assistant functions, freeing up this position for reclassification. The exact date of the relocation is dependent on renovations to the Eagle Street facility, but is anticipated within the next few months. The Office Assistant workload demands at the current location can be accommodated with existing resources on this temporary basis.

The component will manage travel and contractual services expenses to accommodate the increased personal services cost associated with this reclassification.

If this request is not approved the component will be unable to use available resources to meet the statutorily required time frames for reemployment benefits eligibility determinations.

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

Component: Workers' Compensation (344)

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	
Transfer Technical Unit Program Coordinator (07-4557) from Unemployment Insurance and Reclass to Investigator IV												
	Trin	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
Transfer in a vacant Program Coordinator I (07-4557), range 18, from the Unemployment Insurance (UI) component for reclassification to an Investigator IV (range 20). This vacant position is no longer needed in UI due to completion of the appeals and the adjudication processes documentation project. The remaining UI staff located in Anchorage is sufficient to accommodate current workload demand.												
The Workers' Compensation component is in need of an Investigator IV position in Anchorage to serve as the Chief Investigator within the component's Fraud Unit. The division currently has six Investigator positions. One position is located in Fairbanks, four are located in Anchorage, and the Chief Investigator is located in Juneau. This transfer will allow the division to realign duties within the unit. The Chief Investigator responsibilities would move to Anchorage where the majority of the staff and more complicated failure-to-insure cases that are reserved for the Chief are located. Eliminating the Chief responsibilities from the Juneau position will allow time for on-site visits which are unable to be performed with the existing structure.												
Expenses and vacancy will be managed to accommodate the increased personal services cost associated with this transfer.												
Subtotal		5,600.8	4,421.0	106.8	833.7	151.1	14.4	73.8	0.0	50	0	0
***** Changes From FY2013 Management Plan To FY2014 Governor *****												
FY2014 Salary and Health Insurance Increases												
	SalAdj	1.8	1.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1157 Wrkrs Safe		1.8										
FY2014 Salary and Health Insurance increase : \$1.8												
FY2014 Health Insurance increase of \$59.00 per month per employee - from \$1,330 to \$1,389 per month Non-covered: \$1.8												
Align Authority to Balance Personal Services												
	LIT	0.0	49.2	-10.0	-16.2	0.0	0.0	-23.0	0.0	0	0	0
Transfer authority from services to pay anticipated expenses and meet vacancy guidelines. The remaining travel, services, and grant authority is sufficient to cover anticipated expenses.												
Totals		5,602.6	4,472.0	96.8	817.5	151.1	14.4	50.8	0.0	50	0	0

Personal Services Expenditure Detail
Department of Labor and Workforce Development

Scenario: FY2014 Governor (10289)
Component: Workers' Compensation (344)
RDU: Workers' Compensation (112)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Step	Comp Months	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	GF Amount
07-1026	Program Coordinator I	FT	A	SS	Juneau	205	18B	5.5	**	28,919	0	0	17,500	46,419	46,419
07-3001	Division Director	FT	A	XE	Juneau	NAA	27D / E	8.5	**	79,719	0	0	39,700	119,419	119,419
07-3003	Office Assistant I	FT	A	GP	Juneau	205	8A / B	12.0		30,444	0	0	27,263	57,707	57,707
07-3004	Worker Comp Technician	FT	A	GP	Juneau	205	12B / C	12.0		40,336	0	0	30,724	71,060	71,060
07-3005	Chf of Workers Comp Adjud	FT	A	XE	Anchorage	NAA	24J / K	12.0		109,584	0	0	55,011	164,595	164,595
07-3007	Worker Comp Off II	FT	A	GP	Anchorage	200	18G / J	12.0		69,900	0	0	41,068	110,968	110,968
07-3009	Worker Comp Off II	FT	A	SS	Juneau	605	18B / C	12.0		63,340	0	0	38,267	101,607	101,607
07-3010	Office Assistant I	FT	A	GP	Juneau	205	8E / F	12.0		34,392	0	0	28,644	63,036	63,036
07-3011	Office Assistant I	FT	A	GP	Anchorage	200	8A	12.0		28,716	0	0	26,658	55,374	55,374
07-3012	Worker Comp Off II	FT	A	GP	Anchorage	200	18A / B	12.0		56,295	0	0	36,308	92,603	92,603
07-3013	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22E / F	12.0		83,252	0	0	45,740	128,992	128,992
07-3014	Office Assistant II	FT	A	GP	Juneau	205	10M	12.0		47,412	0	0	33,200	80,612	80,612
07-3020	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22E / F	12.0		82,742	0	0	45,562	128,304	128,304
07-3023	Administrative Assistant II	FT	A	SS	Juneau	605	14E / F	11.0	**	49,159	0	0	31,963	81,122	81,122
07-3024	Worker Comp Off II	FT	A	SS	Fairbanks	603	18F / J	12.0		71,016	0	0	40,953	111,969	111,969
07-3025	Worker Comp Technician	FT	A	GP	Anchorage	200	12C / D	12.0		39,482	0	0	30,425	69,907	69,907
07-3026	Administrative Officer II	FT	A	SS	Anchorage	200	19C	8.0	**	43,776	0	0	26,053	69,829	69,829
07-3027	Worker Comp Off II	FT	A	GP	Anchorage	200	18C / D	12.0		58,907	0	0	37,222	96,129	96,129
07-3029	Office Assistant I	FT	A	GP	Juneau	205	8D / E	12.0		33,372	0	0	28,287	61,659	61,659
07-3030	Worker Comp Technician	FT	A	GP	Anchorage	200	12A / B	12.0		36,928	0	0	29,531	66,459	66,459
07-3031	Worker Comp Off I	FT	A	GP	Anchorage	200	16B / C	12.0		49,646	0	0	33,981	83,627	83,627
07-3032	Office Assistant I	FT	A	GP	Juneau	205	8G / J	12.0		37,346	0	0	29,678	67,024	67,024
07-3033	Office Assistant I	FT	A	GP	Juneau	205	8B / C	9.5	**	24,785	0	0	21,822	46,607	46,607
07-3036	Office Assistant II	FT	A	GP	Fairbanks	203	10D / E	12.0		36,650	0	0	29,434	66,084	66,084
07-3037	Office Assistant II	FT	A	GP	Anchorage	200	10B / C	12.0		33,359	0	0	28,283	61,642	61,642
07-3038	Office Assistant I	FT	A	GP	Anchorage	200	8E / F	12.0		32,872	0	0	28,112	60,984	60,984
07-3040	Worker Comp Off II	FT	A	GP	Anchorage	200	18C / D	12.0		60,410	0	0	37,748	98,158	98,158
07-3042	Workers Comp Hearing Off II	FT	A	GP	Fairbanks	203	22B / C	12.0		77,678	0	0	43,790	121,468	121,468
07-3043	Workers Comp Hearing Off I	FT	A	GP	Anchorage	200	21D / E	12.0		75,315	0	0	42,963	118,278	118,278
07-3044	Workers Comp Hearing Off I	FT	A	GP	Fairbanks	203	21B / C	12.0		72,134	0	0	41,850	113,984	113,984
07-3046	Worker Comp Off I	FT	A	GP	Juneau	205	16F / G	6.0	*	30,840	0	0	19,096	49,936	49,936
07-3047	Reemployment Benefits Adm	FT	A	XE	Anchorage	NAA	22K / L	12.0		97,195	0	0	50,677	147,872	147,872
07-3051	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22B / C	12.0		75,218	0	0	42,929	118,147	118,147
07-3052	Office Assistant I	FT	A	GP	Anchorage	200	8B	12.0		29,544	0	0	26,948	56,492	56,492

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.

Personal Services Expenditure Detail

Department of Labor and Workforce Development

Scenario: FY2014 Governor (10289)
Component: Workers' Compensation (344)
RDU: Workers' Compensation (112)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Step	Comp Months	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	GF Amount
07-3055	Worker Comp Technician	FT	A	GP	Juneau	205	12F / G	6.0	*	23,262	0	0	16,445	39,707	39,707
07-3056	Worker Comp Off I	FT	A	GP	Anchorage	200	16B / C	12.0		50,045	0	0	34,121	84,166	84,166
07-3058	Worker Comp Off I	FT	A	SS	Anchorage	600	16C / D	12.0		53,134	0	0	34,696	87,830	87,830
07-3059	Workers Comp Hearing Off I	FT	A	GP	Anchorage	200	21A / B	12.0		67,242	0	0	40,138	107,380	107,380
07-3060	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22F / G	12.0		87,972	0	0	47,392	135,364	135,364
07-3061	Workers Comp Hearing Off II	FT	A	GP	Juneau	205	22C / D	12.0		80,763	0	0	44,869	125,632	125,632
07-3062	Office Assistant I	FT	A	GP	Juneau	205	8A / B	12.0		31,020	0	0	27,464	58,484	58,484
07-3063	Worker Comp Technician	FT	A	GG	Fairbanks	203	12J / K	12.0		49,344	0	0	33,876	83,220	83,220
07-3064	Investigator II	FT	A	GP	Anchorage	200	16C / D	12.0		52,805	0	0	35,087	87,892	87,892
07-3068	Investigator III	FT	A	GP	Juneau	205	18D	12.0		63,780	0	0	38,927	102,707	102,707
07-3069	Investigator III	FT	A	GP	Fairbanks	203	18B	12.0		58,488	0	0	37,075	95,563	95,563
07-3070	Investigator III	FT	A	GP	Anchorage	200	18G / J	12.0		69,095	0	0	40,787	109,882	109,882
07-3071	Investigator III	FT	A	GP	Anchorage	200	18E / F	12.0		65,100	0	0	39,389	104,489	104,489
07-3072	Investigator III	FT	A	GP	Anchorage	200	18K	12.0		72,516	0	0	41,984	114,500	114,500
07-3073	Office Assistant II	FT	A	GP	Anchorage	200	10A / B	12.0		32,912	0	0	28,126	61,038	61,038
07-4557	Investigator IV	FT	A	SS	Anchorage	200	20A / B	12.0		67,848	0	0	39,844	107,692	107,692
07-5527	Project Assistant	FT	A	GP	Juneau	205	16G / J	7.0	**	37,471	0	0	22,800	60,271	60,271
07-7005	Office Assistant I	FT	A	GP	Anchorage	200	8C / D	12.0		31,040	0	0	27,471	58,511	58,511

				Total Salary Costs:	2,814,520
				Total COLA:	0
				Total Premium Pay:	0
				Total Benefits:	1,797,881
				<hr/>	
				Total Pre-Vacancy:	4,612,401
				Minus Vacancy Adjustment of 4.93%:	(227,541)
				Total Post-Vacancy:	4,384,860
				Plus Lump Sum Premium Pay:	0
				Plus Board Honoraria Pay:	87,140
				Personal Services Line 100:	4,472,000

PCN Funding Sources:	Pre-Vacancy	Post-Vacancy	Percent
1157 Workers Safety and Compensation Administration Account	4,612,401	4,384,860	100.00%
Total PCN Funding:	4,612,401	4,384,860	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: Workers' Compensation (344)
RDU: Workers' Compensation (112)

Line Number	Line Name		FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
72000	Travel		72.4	106.8	96.8
Expenditure Account			FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
72000 Travel Detail Totals			72.4	106.8	96.8
72110	Employee Travel (Instate)	Travel, lodging and per diem for Workers' Compensation fraud investigators and for other staff to attend workers' compensation hearings, reemployment conferences, audits, public meetings, conventions and to coordinate and administer program activities.	44.8	75.3	66.8
72120	Nonemployee Travel (Instate Travel)	Travel, lodging and per diem for 18 members of the Workers' Compensation Board to perform their duties statewide.	18.2	21.5	20.0
72410	Employee Travel (Out of state)	Employee out of state travel expenses for training and conferences not available instate.	8.6	9.0	9.0
72420	Nonemployee Travel (Out of state Emp)	Nonemployee out of state travel expenses for training and conferences not available instate.	0.8	1.0	1.0

Line Item Detail
Department of Labor and Workforce Development
Services

Component: Workers' Compensation (344)

RDU: Workers' Compensation (112)

Line Number	Line Name			FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
73000	Services			796.6	833.7	817.5
Expenditure Account				FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
73000 Services Detail Totals				796.6	833.7	817.5
73025	Education Services		National memberships, education conference fees	3.9	4.0	4.0
73050	Financial Services		Management consulting and interest expense	1.6	1.6	1.6
73075	Legal & Judicial Svc		Legal services, depositions, transcriptions and other case related costs	2.0	2.0	2.0
73154	Software Licensing	Admin	Software licensing fee chargeback (I/A transfer to DOA)	80.3	80.3	80.3
73155	Software Maintenance		Maintenance costs for program-specific software	6.2	6.2	12.7
73156	Telecommunication		Local, long distance, and cell phone services	4.3	4.3	4.3
73169	Federal Indirect Rate Allocation	Management Services	Indirect cost allocation for departmental purchasing, state accounting, federal accounting reports, personnel training, contracts, and fiscal services provided by Management Services (I/A transfer to Management Services)	209.0	221.1	223.6
73225	Delivery Services		Transportation and freight charges; courier and postage costs	62.6	62.6	62.6
73254	Dp Operations Alloc	Admin	Allocation for Data Processing network and supportive services (I/A transfer to Data Processing)	79.8	79.8	79.8
73421	Sef Fuel A87 Allowed	State Equipment Fleet Admin	State equipment fleet fuel services (I/A transfer to DOT/PF)	1.9	2.0	2.0
73423	Sef Oper A87 Allowed	State Equipment Fleet Admin	State equipment fleet fixed cost services (I/A transfer to DOT/PF)	1.4	1.4	1.4
73424	Sef Svc/Prt A87 Alwd	State Equipment Fleet Admin	State equipment fleet maintenance and repair services (I/A transfer to DOT/PF)	4.4	4.4	4.4
73428	Sef F/C A87 Allowed	State Equipment Fleet Admin	State equipment fleet fixed cost services for equipment replacement - portion A87 allowable (I/A transfer to DOT/PF)	4.1	4.1	4.1
73450	Advertising & Promos		Advertising for regulations, training seminars and board meetings	1.0	1.0	1.0

Line Item Detail
Department of Labor and Workforce Development
Services

Component: Workers' Compensation (344)

RDU: Workers' Compensation (112)

Expenditure Account	Servicing Agency	Explanation	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
73000 Services Detail Totals			796.6	833.7	817.5
73525	Utilities	Rewiring of electric and adding computer cables	6.5	6.5	6.5
73650	Struc/Infstruct/Land	Room/space lease	9.1	9.1	9.1
73675	Equipment/Machinery	Office furniture repair; preventive maintenance to copiers, PCs and peripherals; operator charges.	14.3	25.0	5.0
73750	Other Services (Non IA Svcs)	Printing of forms, bulletins, letterhead, envelopes, statutes, and program booklets; as well as expenses for COLA analysis, production of medical fee schedule, and contracting hearing officers as necessary.	11.7	12.0	12.0
73804	Economic/Development (IA Svcs)	Data Processing Workers' Compensation system maintenance and SAGE (I/A transfer to DOL Data Processing)	33.1	26.6	21.4
73805	IT-Non-Telecommunication	Admin Computer services Enterprise Productivity Rates (EPR) chargeback (I/A transfer to DOA)	28.6	28.6	28.6
73806	IT-Telecommunication	Admin Telecommunications Enterprise Productivity Rates (EPR) and Private Branch Exchange (PBX) chargeback (I/A transfer to DOA)	74.6	74.6	74.6
73809	Mail	Admin Centralized mail services chargeback (I/A transfer to DOA)	13.3	13.3	13.3
73810	Human Resources	Admin Human resource services chargeback (I/A transfer to DOA)	5.5	15.0	15.0
73811	Building Leases	Admin Building leases chargeback (I/A transfer to DOA)	130.3	131.8	131.8
73813	Auditing	Admin Auditing services chargeback (I/A transfer to DOA)	1.8	1.9	1.9
73814	Insurance	Admin Risk management services chargeback (I/A transfer to DOA)	0.9	1.0	1.0
73815	Financial	Admin State payroll and accounting system chargeback (I/A transfer to DOA)	2.6	3.0	3.0
73816	ADA Compliance	Admin Americans with Disabilities Act chargeback (I/A transfer to DOA)	0.6	0.6	0.6
73818	Training (Services-IA Svcs)	Admin Training services (I/A transfer to DOA)	0.2	0.2	0.2
73819	Commission Sales (IA Svcs)	Admin State Travel Office (I/A transfer to DOA)	1.0	1.4	1.4
73821	Hearing/Mediation (IA Svcs)	Admin Use of Office of Administrative Hearings for Workers' Compensation adjudication employees.	0.0	8.3	8.3

Line Item Detail
Department of Labor and Workforce Development
Commodities

Component: Workers' Compensation (344)
RDU: Workers' Compensation (112)

Line Number	Line Name		FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
74000	Commodities		156.4	151.1	151.1
			FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
Expenditure Account	Servicing Agency	Explanation			
74000 Commodities Detail Totals			156.4	151.1	151.1
74200	Business	Reference books; educational material; library service to Westlaw for research; general office supplies	155.6	150.0	150.0
74480	Household & Instit.	Coffee and refreshments for public meetings	0.7	1.0	1.0
74650	Repair/Maintenance (Commodities)	Electrical repair and maintenance	0.1	0.1	0.1

Line Item Detail
Department of Labor and Workforce Development
Capital Outlay

Component: Workers' Compensation (344)
RDU: Workers' Compensation (112)

Line Number	Line Name	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
75000	Capital Outlay	6.3	14.4	14.4

Expenditure Account	Servicing Agency	Explanation	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
75000 Capital Outlay Detail Totals			6.3	14.4	14.4
75700	Equipment	Purchase and replacement of copiers and related equipment.	6.3	14.4	14.4

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

Component: Workers' Compensation (344)
RDU: Workers' Compensation (112)

Line Number	Line Name		FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
77000	Grants, Benefits		45.3	73.8	50.8
			FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
Expenditure Account	Servicing Agency	Explanation			
77000 Grants, Benefits Detail Totals			45.3	73.8	50.8
77670	Benefits	Payments under AS 23.30.172 represent the amount of funding required to pay supplemental workers' compensation benefits to permanently disabled workers in compliance with a 1974 amendment to the Workers' Compensation Act. Currently, 8 permanently disabled workers receive supplemental benefits.	45.3	73.8	50.8

Unrestricted Revenue Detail
Department of Labor and Workforce Development

Component: Workers' Compensation (344)
RDU: Workers' Compensation (112)

Master Account	Revenue Description	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
51078	Workers Safety & Compensation Admin	5,254.2	5,597.5	5,599.3

Detail Information					FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund			
51078	Workers Safety & Compensation Admin	Workers' Compensation	7311600	11173	5,254.2	5,597.5	5,599.3

The Workers' Safety and Compensation Administration Account (AS 23.05.067) is funded by assessing a fee (1.82 percent since 2003) against the premiums paid by employers for workers' compensation insurance; for those self-insured employers, the amount is 2.7 percent of the claims paid.

These funds are used to support operations of the Workers' Compensation program and to pay benefits.

Inter-Agency Services
Department of Labor and Workforce Development

Component: Workers' Compensation (344)

RDU: Workers' Compensation (112)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2013		
				FY2012 Actuals	Management Plan	FY2014 Governor
73154	Software Licensing	Software licensing fee chargeback (I/A transfer to DOA)	Inter-dept Admin	80.3	80.3	80.3
73154 Software Licensing subtotal:				80.3	80.3	80.3
73169	Federal Indirect Rate Allocation	Indirect cost allocation for departmental purchasing, state accounting, federal accounting reports, personnel training, contracts, and fiscal services provided by Management Services (I/A transfer to Management Services)	Intra-dept Management Services	209.0	221.1	223.6
73169 Federal Indirect Rate Allocation subtotal:				209.0	221.1	223.6
73254	Dp Operations Alloc	Allocation for Data Processing network and supportive services (I/A transfer to Data Processing)	Inter-dept Admin	79.8	79.8	79.8
73254 Dp Operations Alloc subtotal:				79.8	79.8	79.8
73421	Sef Fuel A87 Allowed	State equipment fleet fuel services (I/A transfer to DOT/PF)	Inter-dept State Equipment Fleet Admin	1.9	2.0	2.0
73421 Sef Fuel A87 Allowed subtotal:				1.9	2.0	2.0
73423	Sef Oper A87 Allowed	State equipment fleet fixed cost services (I/A transfer to DOT/PF)	Inter-dept State Equipment Fleet Admin	1.4	1.4	1.4
73423 Sef Oper A87 Allowed subtotal:				1.4	1.4	1.4
73424	Sef Svc/Prt A87 Alwd	State equipment fleet maintenance and repair services (I/A transfer to DOT/PF)	Inter-dept State Equipment Fleet Admin	4.4	4.4	4.4
73424 Sef Svc/Prt A87 Alwd subtotal:				4.4	4.4	4.4
73428	Sef F/C A87 Allowed	State equipment fleet fixed cost services for equipment replacement - portion A87 allowable (I/A transfer to DOT/PF)	Inter-dept State Equipment Fleet Admin	4.1	4.1	4.1
73428 Sef F/C A87 Allowed subtotal:				4.1	4.1	4.1
73804	Economic/Development (IA Svcs)	Workers' Compensation system maintenance and SAGE (I/A transfer to DOL Data Processing)	Intra-dept Data Processing	33.1	26.6	21.4
73804 Economic/Development (IA Svcs) subtotal:				33.1	26.6	21.4
73805	IT-Non-Telecommunication	Computer services Enterprise Productivity Rates (EPR) chargeback (I/A transfer to DOA)	Inter-dept Admin	28.6	28.6	28.6
73805 IT-Non-Telecommunication subtotal:				28.6	28.6	28.6
73806	IT-Telecommunication	Telecommunications Enterprise Productivity Rates (EPR) and Private Branch Exchange (PBX) chargeback (I/A transfer to DOA)	Inter-dept Admin	74.6	74.6	74.6
73806 IT-Telecommunication subtotal:				74.6	74.6	74.6
73809	Mail	Centralized mail services chargeback (I/A transfer to DOA)	Inter-dept Admin	13.3	13.3	13.3
73809 Mail subtotal:				13.3	13.3	13.3
73810	Human Resources	Human resource services chargeback (I/A transfer to DOA)	Inter-dept Admin	5.5	15.0	15.0
73810 Human Resources subtotal:				5.5	15.0	15.0
73811	Building Leases	Building leases chargeback (I/A transfer to DOA)	Inter-dept Admin	130.3	131.8	131.8

Inter-Agency Services
Department of Labor and Workforce Development

Component: Workers' Compensation (344)
RDU: Workers' Compensation (112)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2013		
				FY2012 Actuals	Management Plan	FY2014 Governor
73811 Building Leases subtotal:				130.3	131.8	131.8
73813	Auditing	Auditing services chargeback (I/A transfer to DOA)	Inter-dept Admin	1.8	1.9	1.9
73813 Auditing subtotal:				1.8	1.9	1.9
73814	Insurance	Risk management services chargeback (I/A transfer to DOA)	Inter-dept Admin	0.9	1.0	1.0
73814 Insurance subtotal:				0.9	1.0	1.0
73815	Financial	State payroll and accounting system chargeback (I/A transfer to DOA)	Inter-dept Admin	2.6	3.0	3.0
73815 Financial subtotal:				2.6	3.0	3.0
73816	ADA Compliance	Americans with Disabilities Act chargeback (I/A transfer to DOA)	Inter-dept Admin	0.6	0.6	0.6
73816 ADA Compliance subtotal:				0.6	0.6	0.6
73818	Training (Services-IA Svcs)	Training services (I/A transfer to DOA)	Inter-dept Admin	0.2	0.2	0.2
73818 Training (Services-IA Svcs) subtotal:				0.2	0.2	0.2
73819	Commission Sales (IA Svcs)	State Travel Office (I/A transfer to DOA)	Inter-dept Admin	1.0	1.4	1.4
73819 Commission Sales (IA Svcs) subtotal:				1.0	1.4	1.4
73821	Hearing/Mediation (IA Svcs)	Use of Office of Administrative Hearings for Workers' Compensation adjudication employees.	Inter-dept Admin	0.0	8.3	8.3
73821 Hearing/Mediation (IA Svcs) subtotal:				0.0	8.3	8.3
Workers' Compensation total:				673.4	699.4	696.7
Grand Total:				673.4	699.4	696.7