

State of Alaska
FY2021 Governor's Operating Budget

Department of Labor and Workforce Development
Labor Standards and Safety
Results Delivery Unit Budget Summary

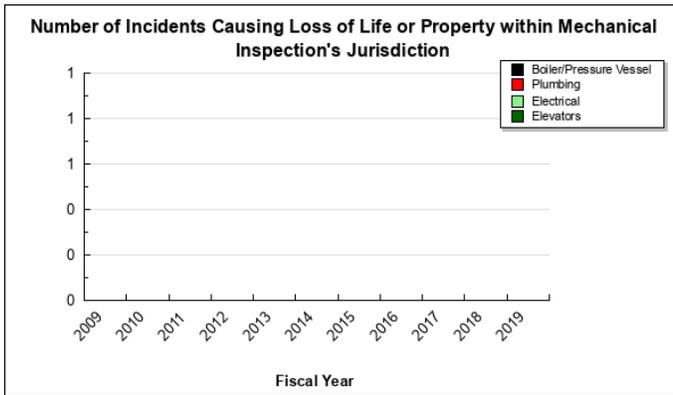
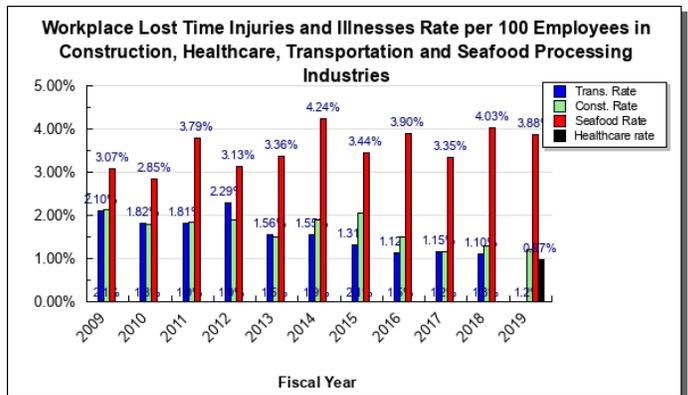
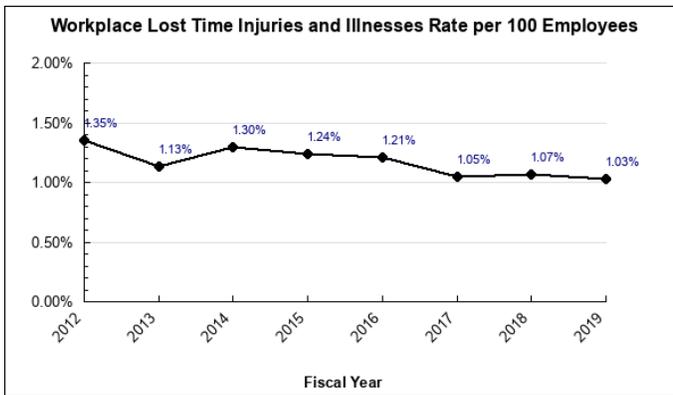
Labor Standards and Safety Results Delivery Unit

Contribution to Department's Mission

Ensure safe and legal working conditions.

Results

(Additional performance information is available on the web at <https://omb.alaska.gov/results>.)



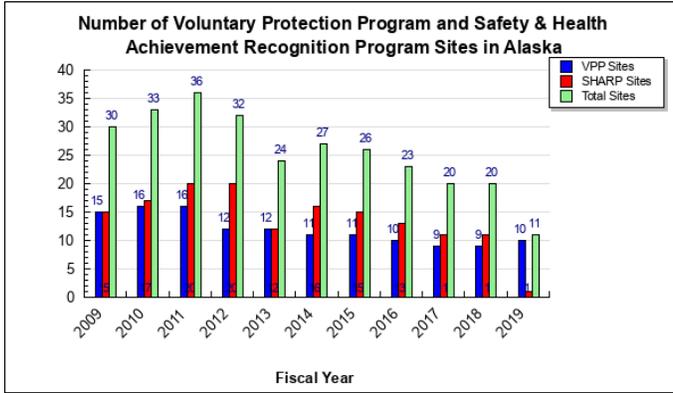
Core Services

- Occupational safety and health, law enforcement, training, and consultation.
- Electrical and mechanical code compliance inspection and training.
- Wage and child labor law enforcement and training.

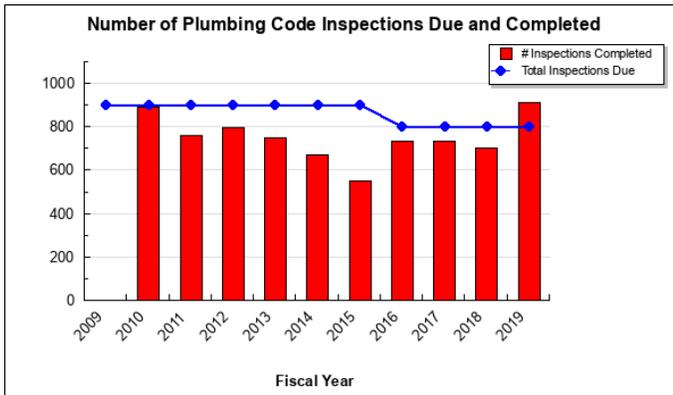
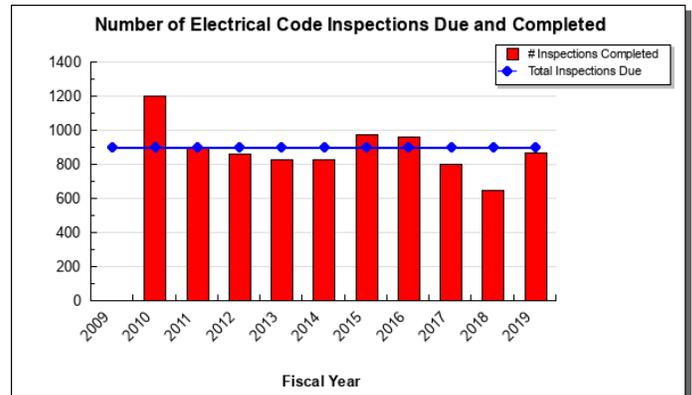
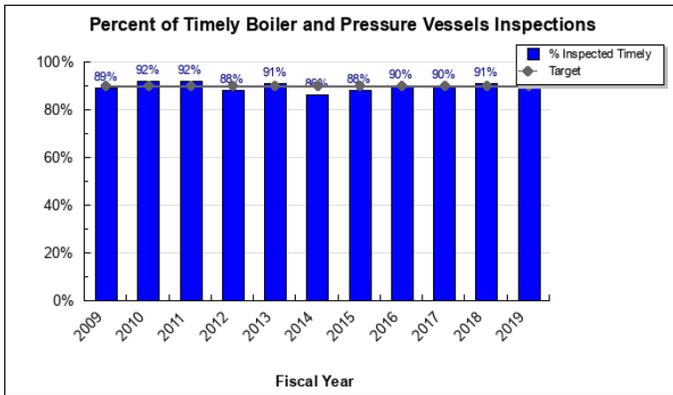
Measures by Core Service

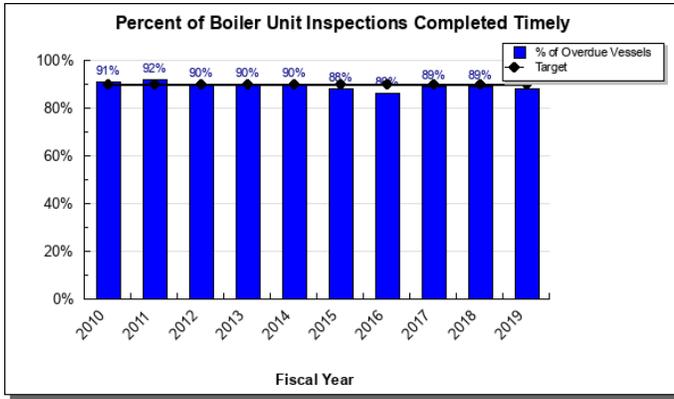
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1. Occupational safety and health, law enforcement, training, and consultation.

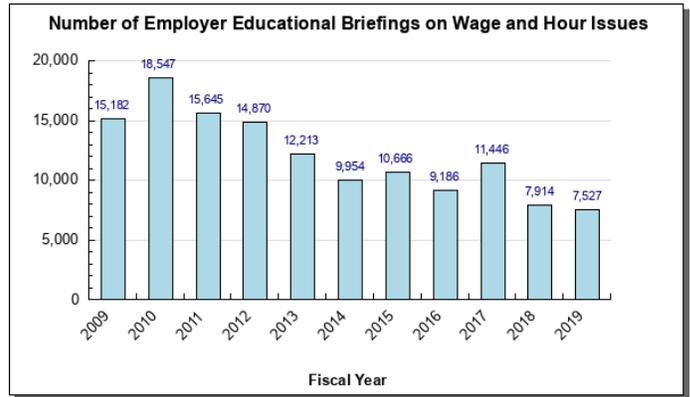
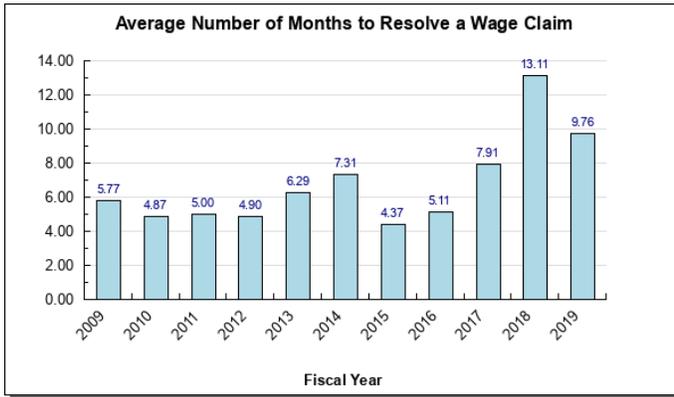


2. Electrical and mechanical code compliance inspection and training.





3. Wage and child labor law enforcement and training.



Major RDU Accomplishments in 2019

- Worked with the Administration and the Legislature to enact legislation that strengthens safety standards for workers and maintains federal compliance for Alaska’s occupational safety and health programs.
- Collected \$760,000 in wages, penalties, and interest owed to Alaskan workers.
- Supported safe working conditions of minors by conducting 3,856 educational briefings on child labor laws and 107 on-site inspections.
- Conducted a total of 6,704 boiler, elevator, electrical, and plumbing inspections; and 3,255 on-site construction project visits statewide to ensure contractor-licensing compliance.

Key RDU Challenges

The Division of Labor Standards and Safety (LS&S) continues to be challenged to conduct inspections throughout the state within reasonable travel budgets, and to meet program goals while experiencing significant staff turnover.

LS&S is also challenged with upholding worker protections due to unpredictable legal costs associated with wage and hour, and occupational safety and health cases. These legal costs are outside of the division’s control and can exceed budgeted amounts.

Significant Changes in Results to be Delivered in FY2021

A merger between Labor Standards and Safety and Workers Compensation is anticipated with the passage of SB66 or HB68, which will combine the two divisions into the Division of Workers’ Safety and Compensation. The new division will administer the same programs administered by the two separate divisions, and realize cost savings due

to administrative and process efficiencies.

Contact Information

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**Labor Standards and Safety
RDU Financial Summary by Component**

All dollars shown in thousands

	FY2019 Actuals				FY2020 Management Plan				FY2021 Governor			
	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds
Formula Expenditures None.												
Non-Formula Expenditures												
Wage and Hour Administration	1,785.5	36.2	0.0	1,821.7	1,825.9	626.6	0.0	2,452.5	1,713.5	632.3	0.0	2,345.8
Mechanical Inspection	1,997.7	624.5	0.0	2,622.2	2,252.8	708.4	0.0	2,961.2	2,279.3	721.4	0.0	3,000.7
Occupational Safety and Health	2,123.4	218.2	1,922.5	4,264.1	3,268.4	289.8	2,045.9	5,604.1	3,295.5	292.8	2,075.4	5,663.7
Alaska Safety Advisory Council	0.0	124.9	0.0	124.9	0.0	185.0	0.0	185.0	0.0	185.3	0.0	185.3
Totals	5,906.6	1,003.8	1,922.5	8,832.9	7,347.1	1,809.8	2,045.9	11,202.8	7,288.3	1,831.8	2,075.4	11,195.5

Labor Standards and Safety
Summary of RDU Budget Changes by Component
From FY2020 Management Plan to FY2021 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>
FY2020 Management Plan	2,122.2	5,224.9	1,809.8	2,045.9	11,202.8
Adjustments which continue current level of service:					
-Wage and Hour Administration	-1,388.0	1,400.0	5.7	0.0	17.7
-Mechanical Inspection	0.0	26.5	13.0	0.0	39.5
-Occupational Safety and Health	4.2	25.9	3.0	29.5	62.6
-Alaska Safety Advisory Council	0.0	0.0	0.3	0.0	0.3
Proposed budget decreases:					
-Wage and Hour Administration	-124.4	0.0	0.0	0.0	-124.4
-Occupational Safety and Health	-3.0	0.0	0.0	0.0	-3.0
FY2021 Governor	611.0	6,677.3	1,831.8	2,075.4	11,195.5