

# **State of Alaska FY2009 Governor's Operating Budget**

## **Department of Labor and Workforce Development Labor Market Information Component Budget Summary**

## Component: Labor Market Information

### Contribution to Department's Mission

The Labor Market Information component contributes to the department's mission by providing accurate and timely economic and demographic data and analysis to assist government, industry, and individuals in making informed choices.

### Core Services

This component develops information on employment by industry and occupation, unemployment, wage rates, occupational injuries and fatalities, housing statistics, population estimates and projections, census geography, resident and nonresident worker statistics, training program completer statistics and other economic variables.

This component also works in cooperation with the US Census Bureau to prepare for the 2010 census.

### FY2009 Resources Allocated to Achieve Results

<b>FY2009 Component Budget: \$4,511,000</b>	<b>Personnel:</b>	
	Full time	39
	Part time	0
	<b>Total</b>	<b>39</b>

### Key Component Challenges

Federal funding from the US Department of Labor's Bureau of Labor Statistics (BLS) and Employment & Training Administration (ETA) is expected to be lower in fiscal year 2009. Federal funding reductions will also negatively affect Interagency (I/A) receipts to this component. The full extent of the reduction is not known at this time. This budget does include a \$300.0 reduction to federal authorization for pass-through funding for the Workforce Informational Council which has ended and other unrealizable receipts.

The Labor Market Information component is experiencing increasing difficulty recruiting and retaining staff. It will be difficult to maintain a consistent level of service and meet our state and federal deliverables given volatile federal funding and I/A receipt levels combined with high rates of turnover and vacancy.

### Significant Changes in Results to be Delivered in FY2009

The component will use the requested \$110.0 increase in General Funds to support the department's efforts to develop a comprehensive training program to provide a prepared Alaska workforce for the Alaska Gas Pipeline. As recommended by the department's AGIA steering committee, the component will develop and disseminate regional employment data products with this funding. The component's efforts will be focused in four primary areas. Using existing data the research section will:

- 1) analyze regional industry and occupation employment trends,
- 2) develop regional economic reports,
- 3) produce GIS representations of occupational skill sets by locality, and
- 4) improve existing data quality as needed.

### Major Component Accomplishments in 2007

Completed the short-term industry forecast for 2007-2008.

Provided labor market information to policymakers and line staff by responding to over 1,500 requests for economic and demographic information and conducting over 75 presentations.

Met all federal and state deliverables.

## Statutory and Regulatory Authority

### Federal Authority:

29 U.S.C. Sec. 1	Labor Statistics
29 U.S.C. Sec. 49L-1	Authorization of Appropriations (Wagner-Peyser)
29 U.S.C. Sec. 49L-2	Employment Statistics System (Wagner-Peyser)
29 U.S.C. Sec. 2801(18)	Labor Market Area (WIA)
29 U.S.C. Sec. 2801(47)	Unemployed Individual (WIA)
29 U.S.C. Sec. 2863(b)(2)	Within State Formula Allocations (WIA)
29 U.S.C. Sec. 2871	Performance Accountability System (WIA)
42 U.S.C. Sec. 608(a)(7)(d)	TANF time limit exception
29 CFR part 44	Electing State Employment Statistics Representatives
50 CFR part 679.30(a)(1)(iv)	Community Development Quota; community eligibility

### Statutory Authority:

AS 04.11.400	Alcoholic beverage licensing; population limitations
AS 09.38.115	Alaska Exemptions Act, Adjustment of dollar amounts
AS 18.56.600	AHFC small community; population criteria
AS 18.60.030(11)	Authorize receipt of Federal OSHA funds
AS 18.60.040	Annual OSH report to the legislature
AS 23.05.060 (3)	Collect, compile statistical information
AS 23.05.130	Preference for resident workers
AS 23.20.022	Actuarial studies/report
AS 29.60.020	Equalization of tax resources; determination of population
AS 29.60.110-150	State aid to municipalities; determination of population
AS 36.10	Employment preference, public funded construction
AS 36.10.130	Resident hire report
AS 37.07	Executive Budget Act
AS 44.31.020(2)	Accumulate, analyze, and report labor statistics
AS 44.31.020(4)	Gather data on cost of living
AS 46.03.030	Solid waste facility grant; population criteria

### Administrative Regulations:

3 AAC 99.710	Business assistance program; regional population
3 AAC 130.042	State aid to municipalities; population determination
3 AAC 131.010-020	Oil & gas tax limitations; population determination
3 AAC 134.080	Shared fisheries tax program; population determination
3 AAC 152.200	Payment in lieu of taxes; calculation of allocation
3 AAC 154.150	Municipal capital project matching grant; population
3 AAC 155.140	Unincorporated capital project matching grant; population
3 AAC 160.042	Rural development grant; population eligible communities
3 AAC 170.050	Rural development loan; eligibility
4 AAC 31.021(c)(3)	Student population projection; school planning/construction
4 AAC 31.060(k)(1)(B)	State financial assistance; school debt retirement
4 AAC 57.020	Library planning and reports; population served
4 AAC 57.064(a)(4)(B,C)	Public library assistance grants; community population
4 AAC 57.270(a)(1)(B,C)	Library construction grants; community population
4 AAC 58.260	Museum assistance grants; population served
6 AAC 50.500	Coastal management program; public notice requirement
6 AAC 93.025(a)(4)(A,B)	Coastal Development Quota; application requirements
6 AAC 93.040(a)(4)(A,B)	Coastal Development Quota; application requirements
7 AAC 45.6009(c)	ATAP time limits exception criteria
8 AAC 30.064	Zone of underemployment

8 AAC 30.068	Lack of employment and social or economic problems
8 AAC 30.069	Peculiar source of unemployment
8 AAC 30.072	Determining residency
8 AAC 30.073	Determination of resident hiring preference
13 AAC 104.905	Alcoholic beverage licensing; population criteria
15 AAC 56.070(d)	Maximum effective tax rate; formula using population
15 AAC 150.910(13)	AHFC rural area; population criteria
15 AAC 152.065	AHFC small community; population criteria
15 AAC 152.990	AHFC small & very small community; population criteria
17 AAC 05.130	State transportation plan; population & economic trends
17 AAC 05.155	STIP; population & economic trends
17 AAC 45.130	Rural airport waiver of rents; population criteria
18 AAC 73.040	Solid waste construction grants; population criteria
18 AAC 74.120	Classification of water systems; population criteria
18 AAC 75.610	Classification of drinking water sources; population trends
18 AAC 76.020	Alaska clean water fund; population criteria
18 AAC 76.215	Alaska drinking water fund; population criteria
18 AAC 80.205-1220	Drinking water system requirements; population criteria
20 AAC 05.630-682	CFEC fishery priority classification; population criteria

### Contact Information

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**Labor Market Information  
Component Financial Summary**

*All dollars shown in thousands*

	FY2007 Actuals	FY2008 Management Plan	FY2009 Governor
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	2,732.2	3,093.4	3,300.3
72000 Travel	35.3	99.3	104.3
73000 Services	681.0	1,253.7	976.6
74000 Commodities	67.0	107.8	114.8
75000 Capital Outlay	5.1	15.0	15.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>3,520.6</b>	<b>4,569.2</b>	<b>4,511.0</b>
<b>Funding Sources:</b>			
1002 Federal Receipts	1,106.5	1,910.9	1,610.9
1004 General Fund Receipts	749.8	1,022.2	1,260.1
1007 Inter-Agency Receipts	1,560.5	1,414.8	1,414.8
1061 Capital Improvement Project Receipts	23.8	0.0	0.0
1108 Statutory Designated Program Receipts	0.0	110.2	110.2
1157 Workers Safety and Compensation Administration Account	80.0	111.1	115.0
<b>Funding Totals</b>	<b>3,520.6</b>	<b>4,569.2</b>	<b>4,511.0</b>

**Estimated Revenue Collections**

Description	Master Revenue Account	FY2007 Actuals	FY2008 Management Plan	FY2009 Governor
<b>Unrestricted Revenues</b>				
Workers Safety & Compensation Admin	51078	80.0	111.1	115.0
<b>Unrestricted Total</b>		<b>80.0</b>	<b>111.1</b>	<b>115.0</b>
<b>Restricted Revenues</b>				
Federal Receipts	51010	1,106.5	1,910.9	1,610.9
Interagency Receipts	51015	1,560.5	1,414.8	1,414.8
Statutory Designated Program Receipts	51063	0.0	110.2	110.2
Capital Improvement Project Receipts	51200	23.8	0.0	0.0
<b>Restricted Total</b>		<b>2,690.8</b>	<b>3,435.9</b>	<b>3,135.9</b>
<b>Total Estimated Revenues</b>		<b>2,770.8</b>	<b>3,547.0</b>	<b>3,250.9</b>

**Summary of Component Budget Changes  
From FY2008 Management Plan to FY2009 Governor**

*All dollars shown in thousands*

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
<b>FY2008 Management Plan</b>	<b>1,022.2</b>	<b>1,910.9</b>	<b>1,636.1</b>	<b>4,569.2</b>
<b>Adjustments which will continue current level of service:</b>				
-Correct Unrealizable Fund Sources for Salary Adjustments: GGU	98.5	-37.7	-60.8	0.0
-FY 09 Bargaining Unit Contract Terms: General Government Unit	29.4	37.7	64.7	131.8
<b>Proposed budget decreases:</b>				
-Decrease Federal Authorization to Align with Anticipated Receipts	0.0	-300.0	0.0	-300.0
<b>Proposed budget increases:</b>				
-Add General Funds for AGIA Training Program Regional Economic Analysis	110.0	0.0	0.0	110.0
<b>FY2009 Governor</b>	<b>1,260.1</b>	<b>1,610.9</b>	<b>1,640.0</b>	<b>4,511.0</b>

**Labor Market Information  
Personal Services Information**

Authorized Positions		Personal Services Costs		
<u>FY2008</u>				
<u>Management</u>	<u>Plan</u>	<u>FY2009</u>	<u>Governor</u>	
Full-time	39	39	Annual Salaries	2,147,021
Part-time	0	0	COLA	129,067
Nonpermanent	3	3	Premium Pay	0
			Annual Benefits	1,150,161
			<i>Less 3.68% Vacancy Factor</i>	(125,949)
			Lump Sum Premium Pay	0
<b>Totals</b>	<b>42</b>	<b>42</b>	<b>Total Personal Services</b>	<b>3,300,300</b>

**Position Classification Summary**

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Administrative Assistant II	0	0	1	0	1
Chf Labor Res & Anal	0	0	1	0	1
College Intern I	0	0	1	0	1
Demographer	0	0	1	0	1
Economist I	0	0	4	0	4
Economist II	1	0	5	0	6
Economist III	1	0	3	0	4
Economist IV	0	0	2	0	2
Publications Spec II	0	0	1	0	1
Publications Spec III	0	0	1	0	1
Research Analyst I	0	0	1	0	1
Research Analyst II	0	0	2	0	2
Research Analyst III	0	0	9	0	9
Research Analyst IV	0	0	1	0	1
State Demographer	0	0	1	0	1
Statistical Clerk	0	0	2	0	2
Statistical Technician I	0	0	3	0	3
Statistical Technician II	0	0	1	0	1
<b>Totals</b>	<b>2</b>	<b>0</b>	<b>40</b>	<b>0</b>	<b>42</b>