

# **State of Alaska FY2007 Governor's Operating Budget**

## **Department of Natural Resources Human Resources Chargeback Component Budget Summary**

**Component: Human Resources Chargeback**

**Contribution to Department's Mission**

This component provides for RSA payment to Department of Administration, Division of Personnel, for DNR's Human Resources services received under the HR Integration plan.

**Core Services**

The core services of Human Resource management for DNR are now provided by the DOA/Division of Personnel. Specifically, they handle the internal personnel functions for approximately 783 budgeted permanent full-time, 257 budgeted permanent part-time and up to 2000 seasonal non-permanent employees.

The Department of Natural Resources will pay DOA to provide the essential support for all DNR employees and managers in the broad area of human resources including: recruitment, examining, classification, labor contract interpretation and enforcement, implementation and compliance with federal and state requirements such as the Fair Labor Standards Act, Americans with Disabilities Act, Family Leave etc.

The DOA/Division of Personnel staff ensures that:

- DNR's mission is carried out in the most professional manner possible by assisting in recruiting the best qualified work force, including special recruitment for local residents in rural areas, women and minorities, and for individuals with unique qualifications when required.
- Error free payroll services are provided to the department's employees.
- Ensures that all positions in the Department are properly classified and paid in accordance with the State Personnel Act and collective bargaining agreements.
- Ensures that DNR is in compliance with the Americans with Disabilities Act (ADA).
- Employment opportunities are provided for Alaskan residents.
- Department managers are advised on provisions of the collective bargaining unit agreements, Fair Labor Standards Act, Americans with Disabilities Act, Family Medical Leave Act, Alaska Family Leave Act, and other state and federal laws pertaining to employee rights and protection.
- The occurrence of employee relations and labor disputes are minimized by ensuring that all personnel transactions comply with AS 39, labor agreements, FLSA, state and federal law, and that all are in accordance with good personnel principles.
- Management is represented in labor disputes by investigating union grievances and complaints, human rights, EEO, and ombudsman complaints, and processing these complaints through resolution.
- Training needs of all employees are considered.
- Managers and employees are assisted in all aspects of down-sizing activities; i.e., layoffs, reorganizations, out-placement services and retirement incentive programs.

<b>FY2007 Resources Allocated to Achieve Results</b>		
<b>FY2007 Component Budget: \$932,400</b>	<b>Personnel:</b>	
	Full time	0
	Part time	0
	<b>Total</b>	<b>0</b>

**Key Component Challenges**

DNR's significant challenge in this component is insufficient funding to fully fund the Division of Personnel RSA. This budget is short \$132.7 of being able to fully fund the RSA in FY06 and FY07. This requires direct charges to division

budgets, resulting in a decrease of funding for their specific programs and missions.

DNR's original cost of HR integration was set at \$704.3 beginning in FY05 Management Plan (\$399.7 GF and \$304.6 IA). The actual FY05 RSA increased to \$845.5 with no increase in authorization to cover the cost. DNR division's were assessed the additional cost.

In FY06, DNR received \$81.9 GF to cover Division of Personnel's increased personal services costs related to rate increases (PERS, COLA, Health Insurance etc.). DNR's RSA billing is \$893.0. This will be funded with \$481.6 GF, \$33.7 from the leasing budget, \$245.0 indirect cost recovery and Fire support costs, and division programs being assessed \$132.7.

In FY07, we transferred in \$33.7 GF from the Facilities Rent and Chargeback component which is used to pay DOP's lease costs via this RSA. In addition, we are requesting a salary adjustment of \$39.4 GF to cover DOP's increased personal services costs related to PERS, COLA, Health Insurance and Risk Management. This gives us a GF base in FY07 of \$554.7.

The anticipated FY07 RSA assessment is \$932.4, funded with \$554.7 GF, \$245.0 indirect cost recover and Fire support, and \$132.7 assessed to divisions.

### **Significant Changes in Results to be Delivered in FY2007**

No changes in results delivered.

### **Major Component Accomplishments in 2005**

No major accomplishments.

### **Statutory and Regulatory Authority**

No statutes and regulations.

Contact Information
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### Human Resources Chargeback Component Financial Summary

*All dollars shown in thousands*

	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.0	0.0	0.0
73000 Services	757.8	892.4	932.4
74000 Commodities	0.0	0.0	0.0
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>757.8</b>	<b>892.4</b>	<b>932.4</b>
<b>Funding Sources:</b>			
1004 General Fund Receipts	399.7	481.6	554.7
1007 Inter-Agency Receipts	358.1	410.8	377.7
<b>Funding Totals</b>	<b>757.8</b>	<b>892.4</b>	<b>932.4</b>

### Estimated Revenue Collections

Description	Master Revenue Account	FY2005 Actuals	FY2006 Managem nt Plan	FY2007 Governor
<b><u>Unrestricted Revenues</u></b>				
None.		0.0	0.0	0.0
<b>Unrestricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b><u>Restricted Revenues</u></b>				
Interagency Receipts	51015	358.1	410.8	377.7
<b>Restricted Total</b>		<b>358.1</b>	<b>410.8</b>	<b>377.7</b>
<b>Total Estimated Revenues</b>		<b>358.1</b>	<b>410.8</b>	<b>377.7</b>

**Summary of Component Budget Changes  
From FY2006 Management Plan to FY2007 Governor**

*All dollars shown in thousands*

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
<b>FY2006 Management Plan</b>	<b>481.6</b>	<b>0.0</b>	<b>410.8</b>	<b>892.4</b>
<b>Adjustments which will continue current level of service:</b>				
-Transfer in funding to pay DOA's Division of Personnel Lease Costs from Facilities Rent & Chargeback component	33.7	0.0	0.0	33.7
-FY2007 Wage, Health Insurance, Retirement, and Risk Management Increases for Division of Personnel	39.4	0.0	0.0	39.4
<b>Proposed budget decreases:</b>				
-Delete excess IA receipt authorization	0.0	0.0	-33.1	-33.1
<b>FY2007 Governor</b>	<b>554.7</b>	<b>0.0</b>	<b>377.7</b>	<b>932.4</b>