

State of Alaska
FY2007 Governor's Operating Budget

Department of Labor and Workforce Development
Occupational Safety and Health
Component Budget Summary

Component: Occupational Safety and Health

Contribution to Department's Mission

The Alaska Occupational Safety and Health Administration (AKOSH) contributes to the department's mission by eliminating workplace injuries, illnesses and deaths through a combination of consultation and enforcement functions.

Core Services

Conduct compliance inspections in accordance with state and federal mandates to assess workplace safety and health, issue citations for certain violations, propose hazard abatement alternatives and confirm compliance.

Respond to workplace safety and health complaints and serious accidents by inspecting work sites to eliminate or reduce violations.

Encourage voluntary compliance by employers and employees to reduce the number of workplace safety and health hazards through consultative on-site visits and training on state and federal regulations.

Protect employees against discharge or discrimination for exercising the rights afforded by Alaska Occupational Safety and Health standards.

Major Activities to Advance Strategies

- Promote voluntary compliance through partnerships and recognition programs to improve workplace safety and health.
- Conduct consultative training, on-site visits and promotional activities.
- Conduct enforcement inspections, provide hazard abatement assistance and assess penalties when appropriate.

FY2007 Resources Allocated to Achieve Results

FY2007 Component Budget: \$4,517,800	Personnel:	
	Full time	39
	Part time	0
	Total	39

Key Component Challenges

The Alaska Occupational Safety and Health (AKOSH) program will be in the third year of the five-year strategic performance plan required by the federal Occupational Safety and Health Administration. Anticipated increases in economic development across Alaska will require increased consultation and enforcement efforts to meet existing fatality and injury reduction objectives.

AKOSH is requesting \$106.0 to establish a Compliance Assistance Specialist position to assist employers cited for violations to understand and comply with regulations, facilitate alternative penalty settlements and develop and promote strategies designed to improve the employer's Worker's Compensation Insurance injury rate. Through active assistance and by tracking an employer's safety and health program and results, this position will assist a cited employer to achieve a 10% average reduction in Worker's Compensation Insurance injury rate in the year following a citation. This will directly support the goal to eliminate workplace fatalities and reduce the lost workday illness and injury rate in Alaska by 2%.

Significant Changes in Results to be Delivered in FY2007

Occupational Safety and Health will reduce the 5-year average rate for workplace injuries that result in a day or more of lost work time by 2% in FY 07 by focusing consultation and enforcement activities on the most likely causes of workplace fatalities and injuries in high hazard industries (Construction and Transportation/Warehousing) in Alaska.

Occupational Safety and Health intends to increase employer participation in voluntary compliance recognition programs by 10% by increasing consultative efforts to assist employers to meet program requirements.

Major Component Accomplishments in 2005

AKOSH Consultation provided 91 training seminars to 2,047 individuals and identified and eliminated 2,112 workplace hazards during 477 on-site visits, while AKOSH Enforcement conducted 470 compliance inspections in FY05 with over 50% of them in the construction industry. This contributed to a decrease of over 16% in the injury/illness rate in construction based on Workers Compensation data.

Statutory and Regulatory Authority

Statutory Authority:

AS 08.52.010 - .100	Explosives Handlers
AS 18.31.010 - .500	Asbestos Health Hazard Abatement
AS 18.60.010 - .105	Prevention of Accidents
AS 18.63.010 - .100	Hazardous Painting Certification
AS 23.05.067(e)	Worker Safety Account

Administrative Regulations:

8 AAC 61.020 - .155	Inspection, Citations & Proposed Penalties
8 AAC 61.160 - .220	OSH Review Board
8 AAC 61.300 - .400	Variances
8 AAC 61.410 - .425	Consulting & Training
8 AAC 61.470 - .530	Discrimination
8 AAC 61.600 - .790	Asbestos Abatement Certification
8 AAC 61.800 - .890	Painting Certification
8 AAC 61.1010 - .1190	Occupational Safety and Health Standards
8 AAC 61.1930 - .1960	General Provisions
8 AAC 62.010 - .070	Explosives Handlers

Federal Regulations Authority:

Federal Regulations adopted by reference under AS 18.60.030:

29 CFR 1904.00 - .38 and 1904.40 - .46	Recording and Reporting Occupational Injuries and Illnesses
29 CFR 1910.5(c) and (d) 1910.6-.7, 1910.12, 1910.19-1018, 1910.1020, 1910.1025-.1450	Occupational Safety and Health Standards
29 CFR 1926.10-.29 and 1926.31-.1152	Safety and Health Regulations for Construction
29 CFR 1928.21-.1027	Occupational Safety and Health Standards for Agriculture

Federal Regulations adopted by reference under AS 18.31.020:

40 CFR 763 Appendix C	Asbestos Model Accreditation Plan to Subpart E
40 CFR 61 Subpart M (NESHAP)	National Emission Standard Hazardous Air Pollutants

Contact Information

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Occupational Safety and Health Component Financial Summary

All dollars shown in thousands

	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	2,686.2	3,029.5	3,283.5
72000 Travel	126.9	177.4	192.4
73000 Services	482.7	953.7	984.5
74000 Commodities	79.8	51.0	57.4
75000 Capital Outlay	0.0	10.5	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	3,375.6	4,222.1	4,517.8
Funding Sources:			
1002 Federal Receipts	1,823.9	2,110.7	2,253.5
1004 General Fund Receipts	0.0	2.5	2.5
1005 General Fund/Program Receipts	2.6	2.6	12.6
1007 Inter-Agency Receipts	236.0	248.3	261.7
1157 Workers Safety and Compensation Administration Account	1,313.1	1,858.0	1,987.5
Funding Totals	3,375.6	4,222.1	4,517.8

Estimated Revenue Collections

Description	Master Revenue Account	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
Unrestricted Revenues				
Workers Safety & Compensation Admin	51078	1,313.1	1,858.0	1,987.5
Unrestricted Total		1,313.1	1,858.0	1,987.5
Restricted Revenues				
Federal Receipts	51010	1,823.9	2,110.7	2,253.5
Interagency Receipts	51015	236.0	248.3	261.7
General Fund Program Receipts	51060	2.6	2.6	12.6
Restricted Total		2,062.5	2,361.6	2,527.8
Total Estimated Revenues		3,375.6	4,219.6	4,515.3

**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>
FY2006 Management Plan	5.1	2,110.7	2,106.3	4,222.1
Adjustments which will continue current level of service:				
-FY 07 Wage Increases for Bargaining Units and Non-Covered Employees	0.0	28.2	28.2	56.4
-FY 07 Health Insurance Cost Increases for Bargaining Units and Non-Covered Employees	0.0	3.3	3.3	6.6
-FY 07 Retirement Systems Cost Increase	0.0	53.2	53.3	106.5
Proposed budget increases:				
-Increase Authorization and 1 PFT to Assist Employers with Enforcement Compliance	0.0	53.0	53.0	106.0
-Increase General Fund Program Receipts Authorization to Align with Anticipated Receipts	10.0	0.0	0.0	10.0
-Risk Management Self-Insurance Funding Increase	0.0	5.1	5.1	10.2
FY2007 Governor	15.1	2,253.5	2,249.2	4,517.8

Occupational Safety and Health Personal Services Information				
Authorized Positions			Personal Services Costs	
	<u>FY2006</u> <u>Management</u> <u>Plan</u>	<u>FY2007</u> <u>Governor</u>		
Full-time	38	39	Annual Salaries	2,161,821
Part-time	0	0	COLA	59,588
Nonpermanent	0	0	Premium Pay	33,539
			Annual Benefits	1,176,924
			Less 4.32% Vacancy Factor	(148,372)
			Lump Sum Premium Pay	0
Totals	38	39	Total Personal Services	3,283,500

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Administrative Clerk III	3	0	0	0	3
Administrative Manager I	1	0	0	0	1
Administrative Manager III	0	0	1	0	1
Administrative Supervisor	1	0	0	0	1
Compliance Asst Specialist	1	0	0	0	1
Division Director	0	0	1	0	1
Dol Safety Liaison	1	0	0	0	1
Industrial Hygienist	6	1	1	0	8
Micro/Network Tech II	1	0	0	0	1
Program Manager, OSh	2	0	0	0	2
Regulations Spec II	0	0	1	0	1
Research Analyst III	1	0	0	0	1
Secretary	0	0	1	0	1
SIC Electrical Inspector	1	0	0	0	1
SIC Occ Safety and Compl	10	2	2	1	15
Totals	28	3	7	1	39