

# **State of Alaska FY2013 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. It does so by ensuring the quick, efficient, fair, and predictable delivery of indemnity, medical, and vocational rehabilitation benefits intended to enable workers to return to work at a reasonable cost to employers.

### 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.

### Key Component Challenges

There is currently \$9,394.4 in Workers' Safety and Compensation Administration Account (WSCAA) expenditure authority in the department's FY2012 budget and the projected WSCAA revenue for FY2012 is \$5,862.7, a difference of \$3,531.7. This discrepancy between revenue and expenditures is not sustainable. WSCAA revenue comes from fees assessed on Workers' Compensation insurance premiums and on Workers' Compensation self-insured program costs. This revenue has declined over the years and program costs have increased.

Working with the current Workers' Compensation data processing system, which is outdated and reaching the end of its lifecycle, will continue to be a challenge until a complete rewrite and upgrade of the system is completed, currently scheduled for April 2012. The division received a FY2010 capital project of \$3,092.2 funded from the Workers' Safety Account to cover the costs of the system upgrade.

### Significant Changes in Results to be Delivered in FY2013

Workers' Compensation will implement significant changes with the final production and rollout of the new Workers' Compensation Program anticipated in FY2013. The new system will provide: integration with SharePoint for better document management of letters, forms, imaging, and work flow; better interfacing of the Workers Compensation application with Proof of Coverage; better error and exception reporting; tie the current WC Fraud Receipting process into the application for reporting purposes; and eliminate redundant data entry and duplicate data due to current poorly defined table structures.

### Major Component Accomplishments in 2011

In FY2011, 319 employers were brought into compliance with the Workers' Compensation Act compared to 348 in FY2010, 326 in FY2009 and 153 in FY2008. Investigations were down due to staff turnover in the Fairbanks fraud office.

### Statutory and Regulatory Authority

Statutory Authority:

AS 23.05.067  
AS 23.30.005 - .400

Fees for Administration of Workers' Compensation  
Alaska Workers' Compensation Act

Administrative Regulations:

8 AAC 45.010 - .900  
8 AAC 46.010 - .900

Compensation/Medical Benefits & Board Proceedings  
Self Insurance

**Contact Information**

**Contact:** Mike Monagle, Director  
**Phone:** (907) 465-6059  
**Fax:** (907) 465-2797  
**E-mail:** michael.monagle@alaska.gov

Workers' Compensation Component Financial Summary			
		<i>All dollars shown in thousands</i>	
	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	3,846.5	4,196.4	4,421.0
72000 Travel	102.2	150.8	106.8
73000 Services	861.6	948.7	908.7
74000 Commodities	148.9	151.1	151.1
75000 Capital Outlay	6.3	14.4	14.4
77000 Grants, Benefits	51.2	73.8	73.8
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>5,016.7</b>	<b>5,535.2</b>	<b>5,675.8</b>
<b>Funding Sources:</b>			
1004 General Fund Receipts	3.3	3.3	3.3
1157 Workers Safety and Compensation Administration Account	5,013.4	5,531.9	5,672.5
<b>Funding Totals</b>	<b>5,016.7</b>	<b>5,535.2</b>	<b>5,675.8</b>

Estimated Revenue Collections				
Description	Master Revenue Account	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
<b>Unrestricted Revenues</b>				
Workers Safety & Compensation Admin	51078	5,013.4	5,531.9	5,672.5
<b>Unrestricted Total</b>		<b>5,013.4</b>	<b>5,531.9</b>	<b>5,672.5</b>
<b>Restricted Revenues</b>				
None.		0.0	0.0	0.0
<b>Restricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Total Estimated Revenues</b>		<b>5,013.4</b>	<b>5,531.9</b>	<b>5,672.5</b>

**Summary of Component Budget Changes  
From FY2012 Management Plan to FY2013 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>
<b>FY2012 Management Plan</b>	<b>3.3</b>	<b>5,531.9</b>	<b>0.0</b>	<b>0.0</b>	<b>5,535.2</b>
<b>Adjustments which will continue current level of service:</b>					
-FY2013 Salary Increases	0.0	94.9	0.0	0.0	94.9
-FY2013 Health Insurance Increases	0.0	45.7	0.0	0.0	45.7
<b>FY2013 Governor</b>	<b>3.3</b>	<b>5,672.5</b>	<b>0.0</b>	<b>0.0</b>	<b>5,675.8</b>

**Workers' Compensation  
Personal Services Information**

Authorized Positions			Personal Services Costs	
	FY2012 Management Plan	FY2013 Governor		
Full-time	49	49	Annual Salaries	2,761,652
Part-time	0	0	COLA	7,418
Nonpermanent	0	0	Premium Pay	0
			Annual Benefits	1,750,633
			<i>Less 4.11% Vacancy Factor</i>	<i>(185,844)</i>
			Lump Sum Premium Pay	0
			Board Honoraria	87,140
<b>Totals</b>	<b>49</b>	<b>49</b>	<b>Total Personal Services</b>	<b>4,420,999</b>

**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	0	0	4
Investigator IV	0	0	1	0	1
Office Assistant I	5	0	6	0	11
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	3	1	1	0	5
Worker Comp Technician	2	1	1	0	4
Workers Comp Hearing Off I	1	1	0	0	2
Workers Comp Hearing Off II	5	1	1	0	7
<b>Totals</b>	<b>28</b>	<b>6</b>	<b>15</b>	<b>0</b>	<b>49</b>

**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
<b>Total</b>					<b>87,139.80</b>

**Component Detail All Funds**  
**Department of Labor and Workforce Development**

**Component:** Workers' Compensation (344)

**RDU:** Workers' Compensation (112)

	<b>FY2011 Actuals</b>	<b>FY2012 Conference Committee</b>	<b>FY2012 Authorized</b>	<b>FY2012 Management Plan</b>	<b>FY2013 Governor</b>	<b>FY2012 Management Plan vs FY2013 Governor</b>	
71000 Personal Services	3,846.5	4,196.4	4,196.4	4,196.4	4,421.0	224.6	5.4%
72000 Travel	102.2	150.8	150.8	150.8	106.8	-44.0	-29.2%
73000 Services	861.6	956.7	1,031.7	948.7	908.7	-40.0	-4.2%
74000 Commodities	148.9	68.1	68.1	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	51.2	73.8	73.8	73.8	73.8	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
<b>Totals</b>	<b>5,016.7</b>	<b>5,460.2</b>	<b>5,535.2</b>	<b>5,535.2</b>	<b>5,675.8</b>	<b>140.6</b>	<b>2.5%</b>
<b>Fund Sources:</b>							
1004 Gen Fund (UGF)	3.3	3.3	3.3	3.3	3.3	0.0	0.0%
1157 Wrkrs Safe (DGF)	5,013.4	5,456.9	5,531.9	5,531.9	5,672.5	140.6	2.5%
<b>Unrestricted General (UGF)</b>	<b>3.3</b>	<b>3.3</b>	<b>3.3</b>	<b>3.3</b>	<b>3.3</b>	<b>0.0</b>	<b>0.0%</b>
<b>Designated General (DGF)</b>	<b>5,013.4</b>	<b>5,456.9</b>	<b>5,531.9</b>	<b>5,531.9</b>	<b>5,672.5</b>	<b>140.6</b>	<b>2.5%</b>
<b>Other Funds</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Federal Funds</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Positions:</b>							
Permanent Full Time	49	49	49	49	49	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 FY2012 Conference Committee To FY2012 Authorized *****												
<b>FY2012 Conference Committee</b>												
	ConfCom	5,460.2	4,196.4	150.8	956.7	68.1	14.4	73.8	0.0	49	0	0
1004 Gen Fund		3.3										
1157 Wrks Safe		5,456.9										
<b>ADN 0721002 Workers' Compensation: Medical Fees CH 32 SLA 2011 (HB 13) (Ch 3 FSSLA11 P44 L10-16) (HB 108)</b>												
	FisNot	75.0	0.0	0.0	75.0	0.0	0.0	0.0	0.0	0	0	0
1157 Wrks Safe		75.0										
This transaction is necessary to post the appropriation made in the FY12 operating budget bill for the fiscal note associated with the Workers' Compensation Medical Fee Schedule legislation.												
Anticipated expenditures are based on estimated contractual charges for a vendor to produce a workers' compensation medical fee schedule for the State of Alaska.												
<b>Subtotal</b>		<b>5,535.2</b>	<b>4,196.4</b>	<b>150.8</b>	<b>1,031.7</b>	<b>68.1</b>	<b>14.4</b>	<b>73.8</b>	<b>0.0</b>	<b>49</b>	<b>0</b>	<b>0</b>
***** Changes From FY2012 Authorized To FY2012 Management Plan *****												
<b>ADN 07-2-1030 Line Item Transfer to Align Authority with Anticipated Expenditures</b>												
	LIT	0.0	0.0	0.0	-83.0	83.0	0.0	0.0	0.0	0	0	0
Increase in commodities authority is necessary to accommodate increased utility expenses.												
The remaining contractual services authority is sufficient for planned expenditures.												
<b>ADN 07-2-1006 Approved 8/22/11 PCN 07-3058 Reclass from Admin Asst I to Workers' Comp Officer I</b>												
	PosRecl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
ADN 07-2-1006, approved 8/22/11, reclassified PCN 07-3058, Administrative Assistant I (range 12), to Workers' Compensation Officer I (range 16). This position will supervise five office assistant positions and three adjudicator positions to increase efficiency in the Anchorage office.												
<b>Subtotal</b>		<b>5,535.2</b>	<b>4,196.4</b>	<b>150.8</b>	<b>948.7</b>	<b>151.1</b>	<b>14.4</b>	<b>73.8</b>	<b>0.0</b>	<b>49</b>	<b>0</b>	<b>0</b>
***** Changes From FY2012 Management Plan To FY2013 Governor *****												
<b>Align Authority with Projected Expenditures</b>												
	LIT	0.0	84.0	-44.0	-40.0	0.0	0.0	0.0	0.0	0	0	0
Align authorization to balance the component's personal services line within the anticipated vacancy level.												

**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	
The component will manage travel and contractual services expenditures to accommodate this change.												
<b>FY2013 Salary Increases</b>												
1157 Wrkrs Safe	SalAdj	94.9	94.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
FY2013 Salary Increases: \$94.9												
<b>FY2013 Health Insurance Increases</b>												
1157 Wrkrs Safe	SalAdj	45.7	45.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
FY2013 Health Insurance Increases: \$45.7												
<b>Totals</b>		<b>5,675.8</b>	<b>4,421.0</b>	<b>106.8</b>	<b>908.7</b>	<b>151.1</b>	<b>14.4</b>	<b>73.8</b>	<b>0.0</b>	<b>49</b>	<b>0</b>	<b>0</b>

**Department of Labor and Workforce Development**

**Scenario:** FY2013 Governor (9494)  
**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	17,393	46,312	46,312
07-3001	Division Director	FT	A	XE	Juneau	NAA	27D / E	8.5	**	78,157	2,104	0	38,363	118,624	118,624
07-3003	Office Assistant I	FT	A	GP	Juneau	205	8C / D	12.0		32,340	0	0	27,806	60,146	60,146
07-3004	Worker Comp Technician	FT	A	GP	Juneau	205	12B / C	12.0		40,336	0	0	30,575	70,911	70,911
07-3005	Chf of Workers Comp Adjud	FT	A	XE	Anchorage	NAA	24F / J	12.0		103,560	2,788	0	51,812	158,160	158,160
07-3007	Worker Comp Off II	FT	A	GP	Anchorage	200	18G / J	12.0		69,900	0	0	40,810	110,710	110,710
07-3009	Worker Comp Off II	FT	A	SS	Juneau	605	18C / D	12.0		65,331	0	0	38,722	104,053	104,053
07-3010	Office Assistant I	FT	A	GP	Juneau	205	8E / F	12.0		34,392	0	0	28,517	62,909	62,909
07-3011	Office Assistant I	FT	A	GP	Anchorage	200	8M	12.0		40,056	0	0	30,478	70,534	70,534
07-3012	Office Assistant I	FT	A	GP	Anchorage	200	8C / D	12.0		31,320	0	0	27,453	58,773	58,773
07-3013	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22D / E	12.0		80,454	0	0	44,463	124,917	124,917
07-3014	Office Assistant II	FT	A	GP	Juneau	205	10M	12.0		47,412	0	0	33,024	80,436	80,436
07-3020	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22E / F	12.0		82,742	0	0	45,256	127,998	127,998
07-3023	Administrative Assistant II	FT	A	SS	Juneau	605	14E	11.0	**	48,342	0	0	31,498	79,840	79,840
07-3024	Worker Comp Off II	FT	A	SS	Fairbanks	603	18E / F	12.0		69,180	0	0	40,054	109,234	109,234
07-3025	Worker Comp Technician	FT	A	GP	Anchorage	200	12C / D	12.0		39,482	0	0	30,279	69,761	69,761
07-3026	Administrative Officer II	FT	A	SS	Anchorage	200	19C	8.0	**	43,776	0	0	25,891	69,667	69,667
07-3027	Worker Comp Off II	FT	A	GP	Anchorage	200	18C / D	12.0		58,907	0	0	37,004	95,911	95,911
07-3029	Office Assistant I	FT	A	GP	Juneau	205	8D / E	12.0		33,372	0	0	28,164	61,536	61,536
07-3030	Worker Comp Technician	FT	A	GP	Anchorage	200	12D / E	12.0		40,617	0	0	30,672	71,289	71,289
07-3031	Worker Comp Off I	FT	A	GP	Anchorage	200	16B / C	12.0		49,646	0	0	33,798	83,444	83,444
07-3032	Office Assistant I	FT	A	GP	Juneau	205	8F / G	12.0		36,168	0	0	29,132	65,300	65,300
07-3033	Office Assistant I	FT	A	GP	Juneau	205	8B	9.5	**	24,655	0	0	21,685	46,340	46,340
07-3036	Office Assistant II	FT	A	GP	Fairbanks	203	10C / D	12.0		35,638	0	0	28,948	64,586	64,586
07-3037	Office Assistant II	FT	A	GP	Anchorage	200	10J / K	12.0		41,952	0	0	31,134	73,086	73,086
07-3038	Office Assistant I	FT	A	GP	Anchorage	200	8E / F	12.0		32,872	0	0	27,991	60,863	60,863
07-3040	Worker Comp Off II	FT	A	GP	Anchorage	200	18B / C	12.0		57,681	0	0	36,579	94,260	94,260
07-3042	Workers Comp Hearing Off II	FT	A	GP	Fairbanks	203	22B / C	12.0		77,678	0	0	43,502	121,180	121,180
07-3043	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22B / C	12.0		75,608	0	0	42,786	118,394	118,394
07-3044	Workers Comp Hearing Off I	FT	A	GP	Fairbanks	203	21B / C	12.0		72,134	0	0	41,583	113,717	113,717
07-3046	Worker Comp Off I	FT	A	GP	Juneau	205	16F	6.0	*	29,857	0	0	18,642	48,499	48,499
07-3047	Reemployment Benefits Adm	FT	A	XE	Anchorage	NAA	22J / K	12.0		93,828	2,526	0	48,443	144,797	144,797
07-3051	Workers Comp Hearing Off I	FT	A	GP	Anchorage	200	21C / D	12.0		73,032	0	0	41,894	114,926	114,926
07-3052	Office Assistant I	FT	A	GP	Anchorage	200	8M	12.0		40,056	0	0	30,478	70,534	70,534
07-3055	Worker Comp Technician	FT	A	GP	Juneau	205	12F	6.0	*	22,595	0	0	16,128	38,723	38,723
07-3056	Worker Comp Off I	FT	A	GP	Anchorage	200	16B / C	12.0		50,045	0	0	33,936	83,981	83,981
07-3058	Worker Comp Off I	FT	A	SS	Anchorage	600	16C / D	12.0		53,134	0	0	34,499	87,633	87,633

**Department of Labor and Workforce Development**

**Scenario:** FY2013 Governor (9494)  
**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
07-3059	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22C / D	12.0		77,840	0	0	43,558	121,398	121,398
07-3060	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22F / G	12.0		86,802	0	0	46,661	133,463	133,463
07-3061	Workers Comp Hearing Off II	FT	A	GP	Juneau	205	22C / D	12.0		80,763	0	0	44,570	125,333	125,333
07-3062	Office Assistant I	FT	A	GP	Juneau	205	8B / C	12.0		32,004	0	0	27,690	59,694	59,694
07-3063	Worker Comp Technician	FT	A	GG	Fairbanks	203	12J / K	12.0		48,376	0	0	33,358	81,734	81,734
07-3064	Investigator II	FT	A	GP	Anchorage	200	16B / C	12.0		50,910	0	0	34,235	85,145	85,145
07-3068	Investigator IV	FT	A	SS	Juneau	205	20J / K	12.0		87,552	0	0	46,414	133,966	133,966
07-3069	Investigator III	FT	A	GP	Fairbanks	203	18A	12.0		56,472	0	0	36,161	92,633	92,633
07-3070	Investigator III	FT	A	GP	Anchorage	200	18F / G	12.0		67,140	0	0	39,854	106,994	106,994
07-3071	Investigator III	FT	A	GP	Anchorage	200	18D / E	12.0		62,760	0	0	38,338	101,098	101,098
07-3072	Investigator III	FT	A	GP	Anchorage	200	18K	12.0		72,516	0	0	41,715	114,231	114,231
07-3073	Office Assistant II	FT	A	GP	Anchorage	200	10C / D	12.0		35,280	0	0	28,824	64,104	64,104
07-5527	Project Assistant	FT	A	GP	Juneau	205	16G / J	7.0	**	37,223	0	0	22,576	59,799	59,799
07-7005	Office Assistant I	FT	A	GP	Anchorage	200	8C / D	12.0		30,840	0	0	27,287	58,127	58,127
													<b>Total Salary Costs:</b>	2,761,652	
													<b>Total COLA:</b>	7,418	
													<b>Total Premium Pay:</b>	0	
													<b>Total Benefits:</b>	1,750,633	
													<b>Total Pre-Vacancy:</b>	4,519,703	
													<b>Minus Vacancy Adjustment of 4.11%:</b>	(185,844)	
													<b>Total Post-Vacancy:</b>	4,333,859	
													<b>Plus Lump Sum Premium Pay:</b>	0	
													<b>Plus Board Honoraria Pay:</b>	87,140	
													<b>Personal Services Line 100:</b>	4,420,999	
<b>Total Component Months:</b>		577.5													

<b>PCN Funding Sources:</b>	<b>Pre-Vacancy</b>	<b>Post-Vacancy</b>	<b>Percent</b>
1157 Workers Safety and Compensation Administration Account	4,519,703	4,333,859	100.00%
<b>Total PCN Funding:</b>	<b>4,519,703</b>	<b>4,333,859</b>	<b>100.00%</b>

**Line Item Detail**  
**Department of Labor and Workforce Development**  
**Travel**

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

Line Number	Line Name		FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
72000	Travel		102.2	150.8	106.8
Expenditure Account	Servicing Agency	Explanation	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
<b>72000 Travel Detail Totals</b>			<b>102.2</b>	<b>150.8</b>	<b>106.8</b>
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.	77.0	109.3	75.3
		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.			
72120	Nonemployee Travel (Instate Travel)	Travel, lodging and per diem for 18 members of the Workers' Compensation Board to perform their duties statewide.	18.1	32.5	22.5
		Travel, lodging and per diem for 18 members of the Workers' Compensation Board to perform their duties statewide.			
72410	Employee Travel (Out of state)	Employee out-of-state travel expenses for training and conferences not available instate.	7.1	9.0	9.0
		Employee out-of-state travel expenses for training and conferences not available instate.			

**Line Item Detail**  
**Department of Labor and Workforce Development**  
**Services**

**Component:** Workers' Compensation (344)

**RDU:** Workers' Compensation (112)

Line Number	Line Name			FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
73000	Services			861.6	948.7	908.7
Expenditure Account	Servicing Agency	Explanation		FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
<b>73000 Services Detail Totals</b>				<b>861.6</b>	<b>948.7</b>	<b>908.7</b>
73025	Education Services	National memberships, education conference fees National memberships, education conference fees		28.7	28.7	28.7
73050	Financial Services	Management consulting and interest expense Management consulting and interest expense		1.6	1.6	1.6
73075	Legal & Judicial Svc	Legal services, depositions, transcriptions and other case related costs Legal services, depositions, transcriptions and other case related costs		10.0	10.0	10.0
73150	Information Technlgy	Maintenance and licensing costs for program specific software Maintenance and licensing costs for program specific software		9.9	12.5	12.5
73154	Software Licensing	Admin Symantec and Microsoft software licensing fees (I/A transfer to DOA) Symantec and Microsoft software licensing fees (I/A transfer to DOA)		9.1	9.1	9.1
73156	Telecommunication	Local and long distance phone charges, data network charges Local and long distance phone charges, data network charges		4.7	4.7	4.7
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). 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).		192.3	209.8	209.8

**Line Item Detail**  
**Department of Labor and Workforce Development**  
**Services**

**Component:** Workers' Compensation (344)

**RDU:** Workers' Compensation (112)

Expenditure Account	Servicing Agency	Explanation	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
<b>73000 Services Detail Totals</b>			<b>861.6</b>	<b>948.7</b>	<b>908.7</b>
73225	Delivery Services	Transportation and freight charges; courier and postage costs Transportation and freight charges; courier and postage costs	78.6	95.0	92.0
73254	Dp Operations Alloc	Data Processing Allocation for Data Processing network and supportive services (I/A transfer to Data Processing) Allocation for Data Processing network and supportive services (I/A transfer to Data Processing)	73.8	79.8	79.8
73450	Advertising & Promos	Advertising for regulations, training seminars and board meetings Advertising for regulations, training seminars and board meetings	1.8	1.8	1.8
73525	Utilities	Rewiring of electric and adding computer cables Rewiring of electric and adding computer cables	5.1	10.0	10.0
73650	Struc/Infstruct/Land	Room/space lease Room/space lease	8.5	10.0	9.0
73675	Equipment/Machinery	Office furniture repair; preventive maintenance to copiers, PCs and peripherals; operator charges. Office furniture repair; preventive maintenance to copiers, PCs and peripherals; operator charges.	40.1	71.4	51.4
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. 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.	44.2	61.7	55.7
73804	Economic/Development (IA Svcs)	Data Processing Workers' Compensation system maintenance and SAGE (I/A transfer to DOL Data Processing) Workers' Compensation system maintenance and SAGE (I/A transfer to DOL Data Processing)	21.7	24.0	24.0
73804	Economic/Development (IA Svcs)	Labor Market Information Research on vocational retraining outcomes (I/A transfer to DOL Labor Market Information)	11.5	0.0	0.0

**Line Item Detail**  
**Department of Labor and Workforce Development**  
**Services**

**Component:** Workers' Compensation (344)

**RDU:** Workers' Compensation (112)

Expenditure Account	Servicing Agency	Explanation	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
<b>73000 Services Detail Totals</b>			<b>861.6</b>	<b>948.7</b>	<b>908.7</b>
		Research on vocational retraining outcomes (I/A transfer to DOL Labor Market Information)			
73805	IT-Non-Telecommunication	Admin Computer services Enterprise Productivity Rates (EPR) charges (I/A transfer to DOA)	29.3	32.3	32.3
		Computer services Enterprise Productivity Rates (EPR) charges (I/A transfer to DOA)			
73806	IT-Telecommunication	Admin Telecommunications Enterprise Productivity Rates (EPR) and Private Branch Exchange (PBX) charges (I/A transfer to DOA)	67.5	74.0	74.0
		Telecommunications Enterprise Productivity Rates (EPR) and Private Branch Exchange (PBX) charges (I/A transfer to DOA)			
73807	Storage	Admin Storage of archived records	0.0	21.6	11.6
		Storage of archived records			
73809	Mail	Admin Core Service: Mail (I/A transfer to DOA)	13.1	13.1	13.1
		Core Service: Mail (I/A transfer to DOA)			
73810	Human Resources	Admin Human resource services (I/A transfer to DOA)	28.9	31.2	31.2
		Human resource services (I/A transfer to DOA)			
73811	Building Leases	Admin Building lease charges (I/A transfer to DOA)	118.9	123.9	123.9
		Building lease charges (I/A transfer to DOA)			
73812	Legal	Law Legal support services (I/A transfer to LAW)	40.1	0.0	0.0
		Legal support services (I/A transfer to LAW)			
73813	Auditing	Admin Core Service: Audit (I/A transfer to DOA)	0.7	0.7	0.7
		Core Service: Audit (I/A transfer to DOA)			
73814	Insurance	Admin Risk management (I/A transfer to DOA)	0.9	1.0	1.0
		Risk management (I/A transfer to DOA)			
73815	Financial	Admin Core Service: AKPAY/AKSAS (I/A transfer to DOA)	2.8	3.0	3.0
		Core Service: AKPAY/AKSAS (I/A transfer to DOA)			
73816	ADA Compliance	Americans With Disabilities Americans with Disabilities Act support (I/A transfer to DOL ADA)	0.5	0.5	0.5
		Americans with Disabilities Act support (I/A transfer to DOL ADA)			
73819	Commission Sales (IA Svcs)	Admin State Travel Office (I/A transfer to DOA)	1.4	1.4	1.4

**Line Item Detail**  
**Department of Labor and Workforce Development**  
**Services**

**Component:** Workers' Compensation (344)

**RDU:** Workers' Compensation (112)

Expenditure Account	Servicing Agency	Explanation	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
<b>73000 Services Detail Totals</b>			<b>861.6</b>	<b>948.7</b>	<b>908.7</b>
		State Travel Office (I/A transfer to DOA)			
73821	Hearing/Mediation (IA Svcs)	Admin			
		Use of Office of Administrative Hearings for Workers' Compensation adjudication employees.	8.3	8.3	8.3
		Use of Office of Administrative Hearings for Workers' Compensation adjudication employees.			
73848	State Equip Fleet	Trans			
		Maintenance and upkeep on state fleet vehicles	7.6	7.6	7.6
		Maintenance and upkeep on state fleet vehicles			

**Line Item Detail**  
**Department of Labor and Workforce Development**  
**Commodities**

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

Line Number	Line Name	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
74000	Commodities	148.9	151.1	151.1

Expenditure Account	Servicing Agency	Explanation	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
<b>74000 Commodities Detail Totals</b>			<b>148.9</b>	<b>151.1</b>	<b>151.1</b>
74200	Business	Reference books; educational material; library service to Westlaw for research; general office supplies	147.8	150.0	150.0
		Reference books; educational material; library service to Westlaw for research; general office supplies			
74480	Household & Instit.	Coffee and refreshments for public meetings	1.0	1.0	1.0
		Coffee and refreshments for public meetings			
74650	Repair/Maintenance (Commodities)	Electrical repair and maintenance	0.1	0.1	0.1
		Electrical repair and maintenance			

**Line Item Detail**  
**Department of Labor and Workforce Development**  
**Capital Outlay**

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

Line Number	Line Name		FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
75000	Capital Outlay		6.3	14.4	14.4
Expenditure Account	Servicing Agency	Explanation	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
<b>75000 Capital Outlay Detail Totals</b>			<b>6.3</b>	<b>14.4</b>	<b>14.4</b>
75700	Equipment	Purchase and replacement of copiers and related 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	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
77000	Grants, Benefits	51.2	73.8	73.8

Expenditure Account	Servicing Agency	Explanation	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
<b>77000 Grants, Benefits Detail Totals</b>			<b>51.2</b>	<b>73.8</b>	<b>73.8</b>

77670	Benefits	<p>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, 11 permanently disabled workers receive supplemental benefits.</p> <p>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, 11 permanently disabled workers receive supplemental benefits.</p>	51.2	73.8	73.8
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**Unrestricted Revenue Detail**  
**Department of Labor and Workforce Development**

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

<b>Master Account</b>	<b>Revenue Description</b>	<b>FY2011 Actuals</b>	<b>FY2012 Management Plan</b>	<b>FY2013 Governor</b>
51078	Workers Safety & Compensation Admin	5,013.4	5,531.9	5,672.5

**Detail Information**

<b>Revenue Amount</b>	<b>Revenue Description</b>	<b>Component</b>	<b>Collocation Code</b>	<b>AKSAS Fund</b>	<b>FY2011 Actuals</b>	<b>FY2012 Management Plan</b>	<b>FY2013 Governor</b>
51078	Workers Safety & Compensation Admin	Workers' Compensation	7311600	11173	5,013.4	5,531.9	5,672.5

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

These funds are used to support operations of the Workers' Compensation program and to pay benefits. The Workers' Safety and Compensation Administration Account (AS 23.05.067) is funded by assessing a fee (1.82% since 2003) against the premiums paid by employers for workers' compensation insurance and for those employers who are self-insured the amount is 2.7% 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	FY2011 Actuals	FY2012		FY2013 Governor
					Management Plan		
73154	Software Licensing	Symantec and Microsoft software licensing fees (I/A transfer to DOA) Symantec and Microsoft software licensing fees (I/A transfer to DOA)	Inter-dept	Admin	9.1	9.1	9.1
<b>73154 Software Licensing subtotal:</b>					<b>9.1</b>	<b>9.1</b>	<b>9.1</b>
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). 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	192.3	209.8	209.8
<b>73169 Federal Indirect Rate Allocation subtotal:</b>					<b>192.3</b>	<b>209.8</b>	<b>209.8</b>
73254	Dp Operations Alloc	Allocation for Data Processing network and supportive services (I/A transfer to Data Processing) Allocation for Data Processing network and supportive services (I/A transfer to Data Processing)	Intra-dept	Data Processing	73.8	79.8	79.8
<b>73254 Dp Operations Alloc subtotal:</b>					<b>73.8</b>	<b>79.8</b>	<b>79.8</b>
73804	Economic/Development (IA Svcs)	Workers' Compensation system maintenance and SAGE (I/A transfer to DOL Data Processing)	Intra-dept	Data Processing	21.7	24.0	24.0
73804	Economic/Development (IA Svcs)	Workers' Compensation system maintenance and SAGE (I/A transfer to DOL Data Processing) Research on vocational retraining outcomes (I/A transfer to DOL Labor Market Information) Research on vocational retraining outcomes (I/A transfer to DOL Labor Market Information)	Intra-dept	Labor Market Information	11.5	0.0	0.0
<b>73804 Economic/Development (IA Svcs) subtotal:</b>					<b>33.2</b>	<b>24.0</b>	<b>24.0</b>
73805	IT-Non-Telecommunication	Computer services Enterprise Productivity Rates (EPR) charges (I/A transfer to DOA) Computer services Enterprise Productivity Rates (EPR) charges (I/A transfer to DOA)	Inter-dept	Admin	29.3	32.3	32.3
<b>73805 IT-Non-Telecommunication subtotal:</b>					<b>29.3</b>	<b>32.3</b>	<b>32.3</b>
73806	IT-Telecommunication	Telecommunications Enterprise Productivity Rates (EPR) and Private Branch Exchange (PBX) charges (I/A transfer to DOA) Telecommunications Enterprise Productivity Rates (EPR) and Private Branch Exchange (PBX) charges (I/A transfer to DOA)	Inter-dept	Admin	67.5	74.0	74.0
<b>73806 IT-Telecommunication subtotal:</b>					<b>67.5</b>	<b>74.0</b>	<b>74.0</b>

**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	FY2011 Actuals	FY2012	
					Management Plan	FY2013 Governor
73807	Storage Storage of archived records	Inter-dept	Admin	0.0	21.6	11.6
<b>73807 Storage subtotal:</b>				<b>0.0</b>	<b>21.6</b>	<b>11.6</b>
73809	Mail Core Service: Mail (I/A transfer to DOA) Core Service: Mail (I/A transfer to DOA)	Inter-dept	Admin	13.1	13.1	13.1
<b>73809 Mail subtotal:</b>				<b>13.1</b>	<b>13.1</b>	<b>13.1</b>
73810	Human Resources Human resource services (I/A transfer to DOA) Human resource services (I/A transfer to DOA)	Inter-dept	Admin	28.9	31.2	31.2
<b>73810 Human Resources subtotal:</b>				<b>28.9</b>	<b>31.2</b>	<b>31.2</b>
73811	Building Leases Building lease charges (I/A transfer to DOA) Building lease charges (I/A transfer to DOA)	Inter-dept	Admin	118.9	123.9	123.9
<b>73811 Building Leases subtotal:</b>				<b>118.9</b>	<b>123.9</b>	<b>123.9</b>
73812	Legal Legal support services (I/A transfer to LAW) Legal support services (I/A transfer to LAW)	Inter-dept	Law	40.1	0.0	0.0
<b>73812 Legal subtotal:</b>				<b>40.1</b>	<b>0.0</b>	<b>0.0</b>
73813	Auditing Core Service: Audit (I/A transfer to DOA) Core Service: Audit (I/A transfer to DOA)	Inter-dept	Admin	0.7	0.7	0.7
<b>73813 Auditing subtotal:</b>				<b>0.7</b>	<b>0.7</b>	<b>0.7</b>
73814	Insurance Risk management (I/A transfer to DOA) Risk management (I/A transfer to DOA)	Inter-dept	Admin	0.9	1.0	1.0
<b>73814 Insurance subtotal:</b>				<b>0.9</b>	<b>1.0</b>	<b>1.0</b>
73815	Financial Core Service: AKPAY/AKSAS (I/A transfer to DOA) Core Service: AKPAY/AKSAS (I/A transfer to DOA)	Inter-dept	Admin	2.8	3.0	3.0
<b>73815 Financial subtotal:</b>				<b>2.8</b>	<b>3.0</b>	<b>3.0</b>
73816	ADA Compliance Americans with Disabilities Act support (I/A transfer to DOL ADA) Americans with Disabilities Act support (I/A transfer to DOL ADA)	Intra-dept	Americans With Disabilities	0.5	0.5	0.5
<b>73816 ADA Compliance subtotal:</b>				<b>0.5</b>	<b>0.5</b>	<b>0.5</b>
73819	Commission Sales (IA Svcs) State Travel Office (I/A transfer to DOA) State Travel Office (I/A transfer to DOA)	Inter-dept	Admin	1.4	1.4	1.4
<b>73819 Commission Sales (IA Svcs) subtotal:</b>				<b>1.4</b>	<b>1.4</b>	<b>1.4</b>
73821	Hearing/Mediation (IA Svcs) Use of Office of Administrative Hearings for Workers' Compensation adjudication employees. Use of Office of Administrative Hearings for Workers' Compensation adjudication employees.	Inter-dept	Admin	8.3	8.3	8.3
<b>73821 Hearing/Mediation (IA Svcs) subtotal:</b>				<b>8.3</b>	<b>8.3</b>	<b>8.3</b>
73848	State Equip Fleet Maintenance and upkeep on state fleet vehicles Maintenance and upkeep on state fleet vehicles	Inter-dept	Trans	7.6	7.6	7.6
<b>73848 State Equip Fleet subtotal:</b>				<b>7.6</b>	<b>7.6</b>	<b>7.6</b>

