

State of Alaska
FY2015 Governor's Operating Budget

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

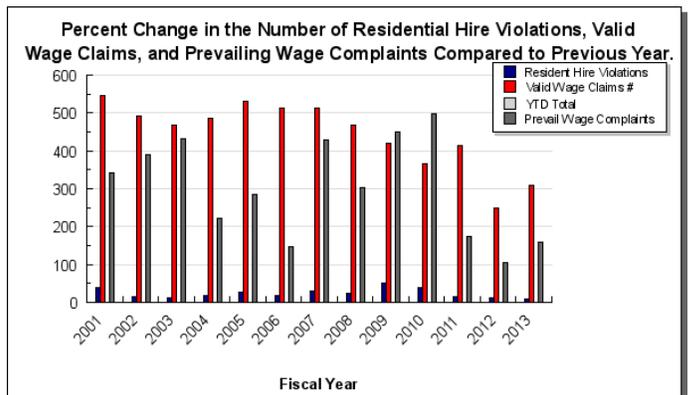
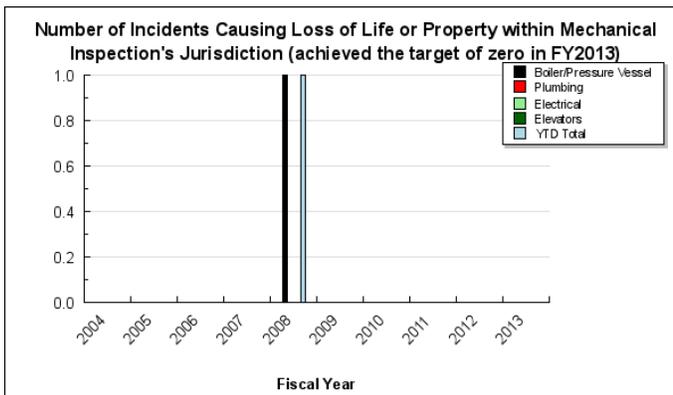
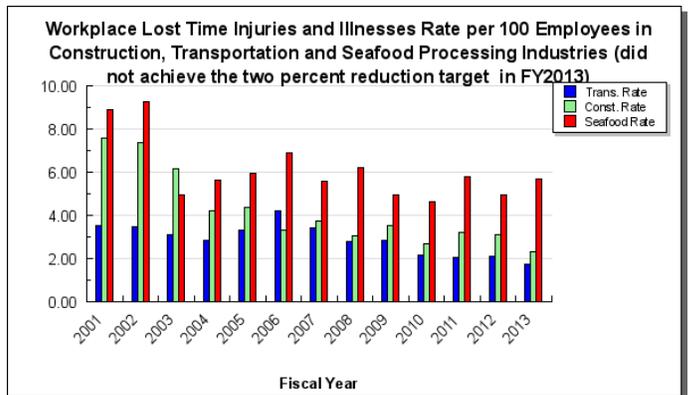
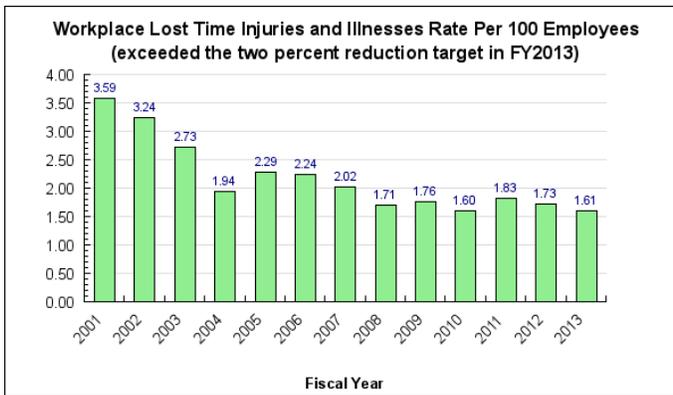
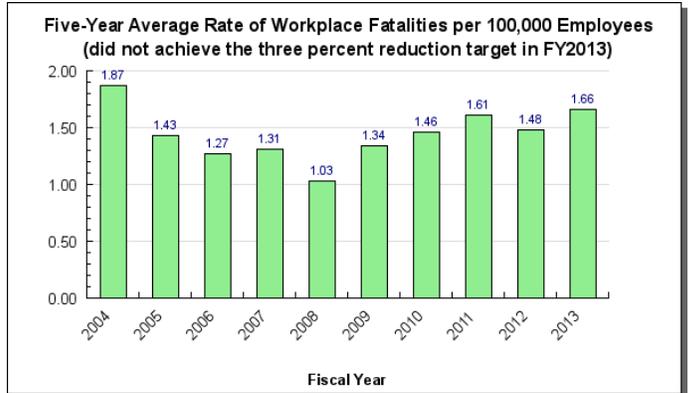
Labor Standards and Safety Results Delivery Unit

Contribution to Department's Mission

The mission of the Labor Standards and Safety RDU is to ensure safe and legal working conditions.

Results

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



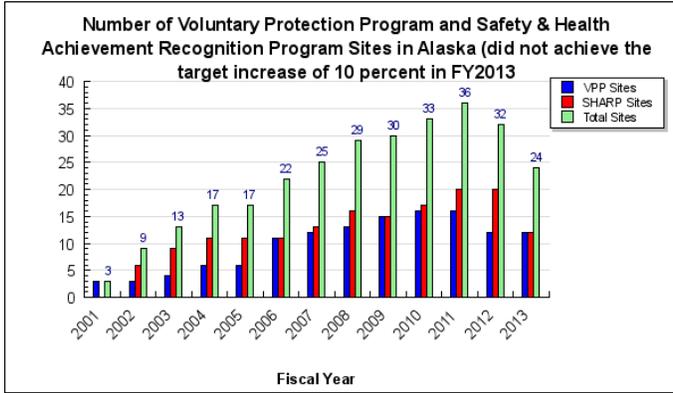
Core Services

- 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.

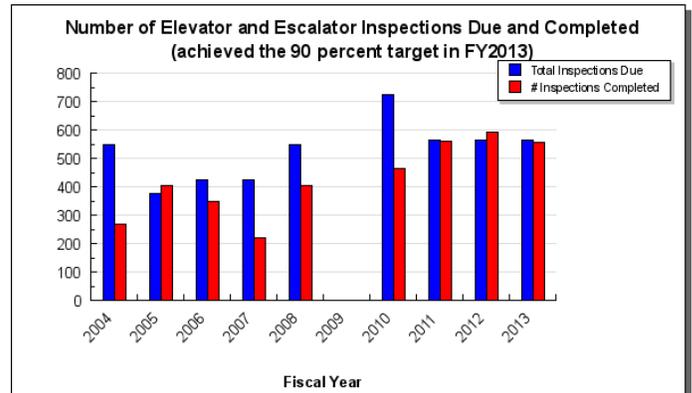
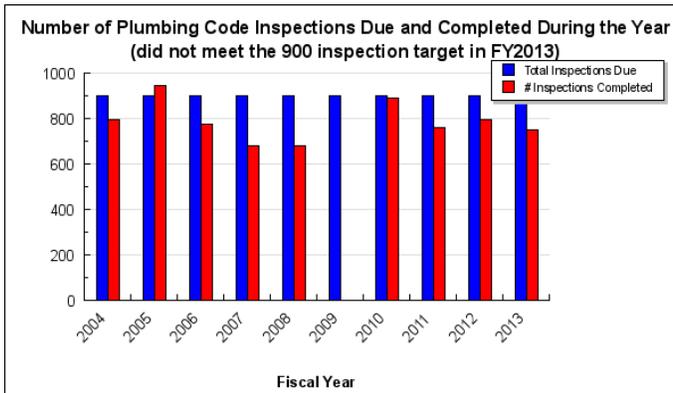
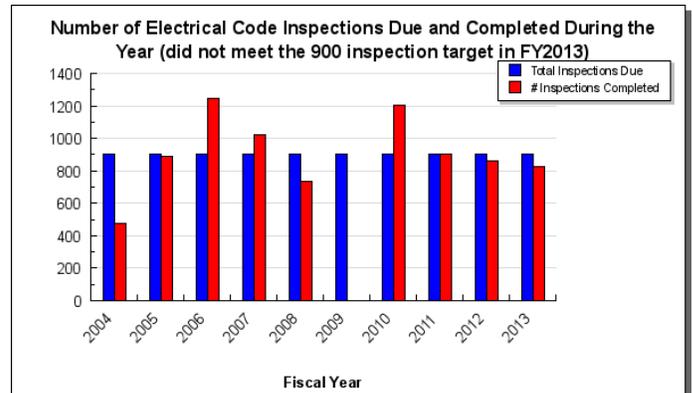
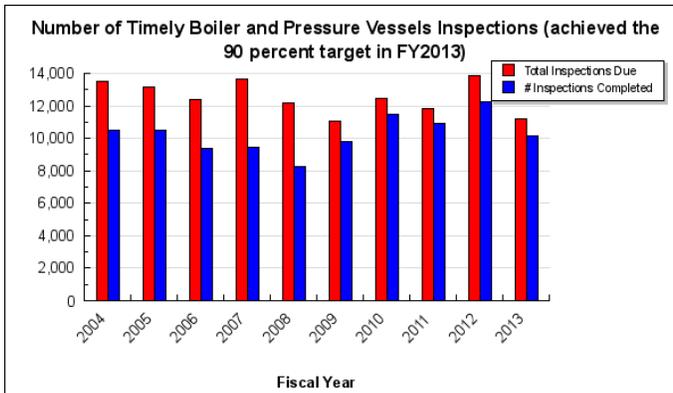
Measures by Core Service

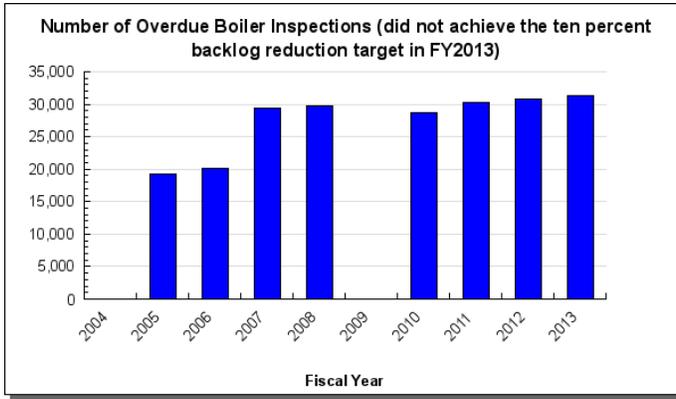
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1. Occupational safety and health law enforcement, training, and consultation.

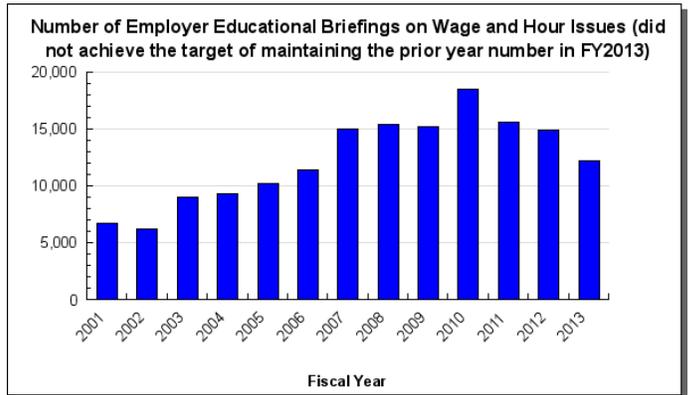


2. Electrical and mechanical code compliance inspection and training.





3. Wage and child labor law enforcement and training.



Major RDU Accomplishments in 2013

During FY2013, the Labor Standards and Safety division:

- Resolved 309 wage claims; collected \$657.3 in wages, penalties and interest owed to Alaska workers; and maintained an average wage claim resolution time of slightly over six months.
- Ensured that 100 percent of life-safety code violations associated with boilers, elevators, and plumbing and electrical work were corrected.
- Conducted 346 occupational safety and health enforcement inspections (a 27 percent increase over the prior year) and 471 voluntary compliance consultation visits (a 15 percent increase over the prior year) at employer worksites throughout Alaska.
- Increased sponsorships and exhibitors for the 2013 Governor’s Safety and Health Conference and met expected levels of participation with 302 individual participants.

Key RDU Challenges

The division is challenged to accomplish its mission while managing increased operating costs and declining revenue. The Occupational Safety and Health program experienced significant reductions in federal funds in FY2013 as a result of sequestration. The potential for continued declining federal funds remains a very real concern. Travel for inspections is necessary to complete the mission of the division’s three primary components but travel costs continue to increase; especially to rural Alaska.

In Mechanical Inspection, the Building Safety Fund provides the majority of funding for the component and is derived through fees charged for inspections and licensing. The FY2013 Building Safety Fund revenue was lower than

anticipated, but the section remains committed to avoiding fee increases in the near term and will manage potential revenue shortfalls through vacancy.

Staff turnover in the Wage and Hour component continues to present a challenge in meeting goals. Once vacancies are filled, staff must be adequately trained before they become proficient. Staff turnover in FY2013 impacted the number of inspections performed, employer briefings provided, certified payrolls audited, and the resolution time for wage claims.

Significant Changes in Results to be Delivered in FY2015

No significant changes in results to be delivered are anticipated.

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

All dollars shown in thousands

	FY2013 Actuals				FY2014 Management Plan				FY2015 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	1,913.5	292.6	0.0	2,206.1	1,903.2	617.8	0.0	2,521.0	1,895.6	618.6	0.0	2,514.2
Mechanical Inspection	2,029.5	657.5	0.0	2,687.0	2,239.2	709.1	0.0	2,948.3	2,241.9	710.9	0.0	2,952.8
Occupational Safety and Health	2,546.8	336.0	1,984.4	4,867.2	3,276.9	310.8	2,506.1	6,093.8	3,191.1	312.4	2,414.5	5,918.0
Alaska Safety Advisory Council	0.0	106.5	0.0	106.5	0.0	125.8	0.0	125.8	0.0	125.8	0.0	125.8
Totals	6,489.8	1,392.6	1,984.4	9,866.8	7,419.3	1,763.5	2,506.1	11,688.9	7,328.6	1,767.7	2,414.5	11,510.8

Labor Standards and Safety
Summary of RDU Budget Changes by Component
From FY2014 Management Plan to FY2015 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>
FY2014 Management Plan	3,974.8	3,444.5	1,763.5	2,506.1	11,688.9
Adjustments which will continue current level of service:					
-Wage and Hour Administration	-7.6	0.0	0.8	0.0	-6.8
-Mechanical Inspection	0.0	2.7	1.8	0.0	4.5
-Occupational Safety and Health	4.7	0.0	1.6	4.1	10.4
Proposed budget decreases:					
-Occupational Safety and Health	-95.6	0.0	0.0	-95.7	-191.3
Proposed budget increases:					
-Occupational Safety and Health	0.0	5.1	0.0	0.0	5.1
FY2015 Governor	3,876.3	3,452.3	1,767.7	2,414.5	11,510.8