

**State of Alaska
FY2016 Governor Amended 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.

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.

Major Component Accomplishments in 2014

During FY2014, the Workers' Compensation Component:

- Completed phase one of the Workers' Compensation.Net upgrade project. Phase two (anticipated to complete in April 2015) will integrate the Special Investigations Unit proof of coverage system, provide ad hoc reporting, improve work flow capabilities, and create an online disability benefit calculator.
- Assessed \$3,882.0 in civil penalties payable to the Workers' Compensation Benefits Guaranty Fund.

Key Component Challenges

The Workers' Compensation component is challenged by having a new data processing system that is not fully integrated with its existing proof of coverage system. This lack of integration results in labor intensive work to reconcile information in the two systems. The Workers' Compensation Technology Enhancements project in the capital budget will help to address this challenge.

Significant Changes in Results to be Delivered in FY2016

No significant changes in results to be delivered are anticipated.

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

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**Workers' Compensation
Component Financial Summary**

All dollars shown in thousands

	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	4,579.5	4,548.5	4,640.6
72000 Travel	82.3	118.8	110.8
73000 Services	804.4	857.5	854.2
74000 Commodities	103.1	151.1	151.1
75000 Capital Outlay	5.3	14.4	14.4
77000 Grants, Benefits	42.4	50.8	50.8
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	5,617.0	5,741.1	5,821.9
Funding Sources:			
1004 General Fund Receipts	3.3	3.3	0.0
1157 Workers Safety and Compensation Administration Account	5,613.7	5,737.8	5,821.9
Funding Totals	5,617.0	5,741.1	5,821.9

Estimated Revenue Collections

Description	Master Revenue Account	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
Unrestricted Revenues				
Workers Safety & Compensation Admin	51078	5,613.7	5,737.8	5,821.9
Unrestricted Total		5,613.7	5,737.8	5,821.9
Restricted Revenues				
None.		0.0	0.0	0.0
Restricted Total		0.0	0.0	0.0
Total Estimated Revenues		5,613.7	5,737.8	5,821.9

**Summary of Component Budget Changes
From FY2015 Management Plan to FY2016 Governor Amended**

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>
FY2015 Management Plan	3.3	5,737.8	0.0	0.0	5,741.1
One-time items:					
-Reverse Workers' Compensation Medical Fees Ch63 SLA2014 (HB316) (Sec2 Ch16 SLA2014 P46 L12 (HB266))	0.0	-8.0	0.0	0.0	-8.0
Adjustments which continue current level of service:					
-FY2016 Salary Increases	0.0	94.6	0.0	0.0	94.6
-FY2016 Health Insurance Rate Reduction	0.0	-2.5	0.0	0.0	-2.5
Proposed budget decreases:					
-Eliminate Chargeback Offset	-3.3	0.0	0.0	0.0	-3.3
FY2016 Governor Amended	0.0	5,821.9	0.0	0.0	5,821.9

**Workers' Compensation
Personal Services Information**

Authorized Positions			Personal Services Costs	
	FY2015 Management Plan	FY2016 Governor Amended		
Full-time	50	50	Annual Salaries	2,906,576
Part-time	0	0	COLA	97,933
Nonpermanent	0	0	Premium Pay	0
			Annual Benefits	1,836,693
			<i>Less 5.94% Vacancy Factor</i>	<i>(287,712)</i>
			Lump Sum Premium Pay	0
			Board Honoraria	87,140
Totals	50	50	Total Personal Services	4,640,630

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 I	1	0	0	0	1
Investigator III	2	1	1	0	4
Investigator IV	1	0	0	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	4	1	1	0	6
Worker Comp Technician	2	1	1	0	4
Workers Comp Hearing Off I	3	0	0	0	3
Workers Comp Hearing Off II	3	2	1	0	6
Totals	29	6	15	0	50

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
Total					87,139.80

Component Detail All Funds
Department of Labor and Workforce Development

Component: Workers' Compensation (AR28310) (344)

RDU: Workers' Compensation (112)

	FY2014 Actuals	FY2015 Conference Committee	FY2015 Authorized	FY2015 Management Plan	FY2016 Governor Amended	FY2015 Management Plan vs FY2016 Governor Amended	
71000 Personal Services	4,579.5	4,548.5	4,548.5	4,548.5	4,640.6	92.1	2.0%
72000 Travel	82.3	96.8	118.8	118.8	110.8	-8.0	-6.7%
73000 Services	804.4	817.5	857.5	857.5	854.2	-3.3	-0.4%
74000 Commodities	103.1	151.1	151.1	151.1	151.1	0.0	0.0%
75000 Capital Outlay	5.3	14.4	14.4	14.4	14.4	0.0	0.0%
77000 Grants, Benefits	42.4	50.8	50.8	50.8	50.8	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	5,617.0	5,679.1	5,741.1	5,741.1	5,821.9	80.8	1.4%
Fund Sources:							
1004Gen Fund (UGF)	3.3	3.3	3.3	3.3	0.0	-3.3	-100.0%
1157Wrkrs Safe (DGF)	5,613.7	5,675.8	5,737.8	5,737.8	5,821.9	84.1	1.5%
Unrestricted General (UGF)	3.3	3.3	3.3	3.3	0.0	-3.3	-100.0%
Designated General (DGF)	5,613.7	5,675.8	5,737.8	5,737.8	5,821.9	84.1	1.5%
Other Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:							
Permanent Full Time	50	50	50	50	50	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 FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
	ConfCom	5,679.1	4,548.5	96.8	817.5	151.1	14.4	50.8	0.0	50	0	0
1004 Gen Fund		3.3										
1157 Wrks Safe		5,675.8										
Workers' Compensation Medical Fees Ch63 SLA2014 (HB316) (Sec2 Ch16 SLA2014 P46 L12 (HB266))												
	FisNot	62.0	0.0	22.0	40.0	0.0	0.0	0.0	0.0	0	0	0
1157 Wrks Safe		62.0										
This legislation changes the methodology used to produce a workers' compensation medical fee schedule. The methodology changes from a usual, customary, and reasonable (UCR) fee schedule based on the 90th percentile of billed charges, to a resource based relative value scale (RBRVS) fee schedule produced by the Centers for Medicare and Medicaid Services, times a state specified multiplier (conversion factor) to be determined by the Alaska Workers' Compensation Board by regulation. The new fee schedule takes effect July 1, 2015.												
To develop the requisite conversion factors, the department would utilize the expertise of the Medical Services Review Committee (MSRC) established under AS 23.30.095(j), and the contracted services of a professional medical billing expert.												
Subtotal		5,741.1	4,548.5	118.8	857.5	151.1	14.4	50.8	0.0	50	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		5,741.1	4,548.5	118.8	857.5	151.1	14.4	50.8	0.0	50	0	0
***** Changes From FY2015 Management Plan To FY2016 Governor Amended *****												
FY2016 Salary Increases												
	SalAdj	94.6	94.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1157 Wrks Safe		94.6										
Cost of living adjustment for certain bargaining units: \$94.6												
Year three cost of living adjustment for non-covered employees - 2.5%: \$9.8												
Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$71.6												
Year three cost of living adjustment for Alaska Public Employees Association/Supervisory Unit - 2.5%: \$13.2												
FY2016 Health Insurance Rate Reduction												
	SalAdj	-2.5	-2.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1157 Wrks Safe		-2.5										

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	
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-2.5												
Reverse Workers' Compensation Medical Fees Ch63 SLA2014 (HB316) (Sec2 Ch16 SLA2014 P46 L12 (HB266))												
1157 Wrks Safe	OTI	-8.0	0.0	-8.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Reduction related to the fiscal note for HB316 Workers' Compensation Medical Fees. The funding reflected on the fiscal note went from \$62.0 in FY2015 to \$54.0 in FY2016 and thereafter.												
HB 316 changes the methodology used to produce a workers' compensation medical fee schedule. The methodology changes from a usual, customary, and reasonable (UCR) fee schedule based on the 90th percentile of billed charges, to a resource based relative value scale (RBRVS) fee schedule produced by the Centers for Medicare and Medicaid Services, times a state specified multiplier (conversion factor) to be determined by the Alaska Workers' Compensation Board by regulation. The new fee schedule takes effect July 1, 2015.												
To develop the requisite conversion factors, the department would utilize the expertise of the Medical Services Review Committee (MSRC) established under AS 23.30.095(j), and the contracted services of a professional medical billing expert.												
In order to have the regulations in place by July 1, 2015, the regulatory adoption process would have to begin immediately after passage of the bill. This would necessitate at least 4 meetings of the MSRC at an anticipated cost of \$3.5 per meeting; and at least one special meeting of the Alaska Workers' Compensation Board at an anticipated cost of \$8.0. Two meetings of the MSRC would take place in FY14 (May/June), and the following two meetings would take place in FY15 (July/August). Thereafter, the MSRC would meet quarterly. The anticipated cost of a professional services contract is \$40.0 per year, based on the contracted cost to produce a medical fee schedule in FY11.												
FY14												
Two meetings of MSRC @ \$3.5 per meeting = \$7.0												
Professional services contract = \$6.7												
Total FY14 Supplemental Request = \$13.7												
FY15												
Four meetings of the MSRC (July, August, December, April) @ \$3.5 per meeting = \$14.0												
Special meeting of the Alaska Workers' Compensation Board @ \$8.0 per meeting = \$8.0												
Professional services contract = \$40.0												
Total FY15 = \$62.0												
FY16-FY20												
Four meetings of MSRC @ \$3.5 per meeting = \$14.0												
Professional services contract = \$40.0												
Total each year = \$54.0												
Eliminate Chargeback Offset												
1004 Gen Fund	Dec	-3.3	0.0	0.0	-3.3	0.0	0.0	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									
<p>As part of the effort to find efficiencies, the department is deleting unrestricted general funds that were distributed to components to help offset Department of Administration chargeback costs where these programs are otherwise 100 percent supported by other fund sources. The remaining services authority in each component is sufficient to cover anticipated expenses.</p> <p>The chargeback adjustment to components is as follows:</p> <table> <tr> <td>Workers' Compensation</td> <td align="right">-3.3</td> </tr> <tr> <td>Mechanical Inspection</td> <td align="right">-1.3</td> </tr> <tr> <td>Vocational Rehabilitation Administration</td> <td align="right">-3.9</td> </tr> <tr> <td>Disability Determination</td> <td align="right">-1.9</td> </tr> </table>													Workers' Compensation	-3.3	Mechanical Inspection	-1.3	Vocational Rehabilitation Administration	-3.9	Disability Determination	-1.9
Workers' Compensation	-3.3																			
Mechanical Inspection	-1.3																			
Vocational Rehabilitation Administration	-3.9																			
Disability Determination	-1.9																			
	Totals	5,821.9	4,640.6	110.8	854.2	151.1	14.4	50.8	0.0	50	0	0								

Personal Services Expenditure Detail
Department of Labor and Workforce Development

Scenario: FY2016 Governor Amended (12201)
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	UGF Amount
07-1026	Program Coordinator I	FT	A	SS	Juneau	205	18D	5.5	**	31,520	1,063	0	18,498	51,081	0
07-3001	Division Director	FT	A	XE	Juneau	N05	27F / J	8.5	**	91,893	3,100	0	43,569	138,562	0
07-3003	Office Assistant I	FT	A	GP	Juneau	205	8B / C	12.0		32,652	1,101	0	28,219	61,972	0
07-3004	Worker Comp Technician	FT	A	GP	Juneau	205	12B / C	12.0		41,032	1,384	0	31,146	73,562	0
07-3005	Chf of Workers Comp Adjud	FT	A	XE	Anchorage	N00	24L	12.0		115,992	3,797	0	56,710	176,499	0
07-3007	Worker Comp Off II	FT	A	GP	Anchorage	200	18K / L	12.0		75,482	2,546	0	43,180	121,208	0
07-3009	Worker Comp Off II	FT	A	SS	Juneau	605	18D / E	12.0		69,002	2,328	0	40,440	111,770	0
07-3010	Office Assistant I	FT	A	GP	Juneau	205	8G / J	12.0		37,523	1,266	0	29,921	68,710	0
07-3011	Office Assistant I	FT	A	GP	Anchorage	200	8C / D	12.0		31,821	1,073	0	27,929	60,823	0
07-3012	Worker Comp Off II	FT	A	GP	Anchorage	200	18B / C	12.0		58,256	1,965	0	37,163	97,384	0
07-3013	Workers Comp Hearing Off I	FT	A	GP	Anchorage	200	21B / C	12.0		73,074	2,465	0	42,339	117,878	0
07-3014	Office Assistant II	FT	A	GP	Juneau	205	10N / O	12.0		52,080	1,757	0	35,005	88,842	0
07-3020	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22G / J	12.0		90,201	3,043	0	48,321	141,565	0
07-3023	Administrative Assistant II	FT	A	SS	Juneau	205	14A / B	11.0	**	43,907	1,481	0	30,313	75,701	0
07-3024	Worker Comp Off II	FT	A	SS	Fairbanks	603	18J / K	12.0		75,162	2,535	0	42,592	120,289	0
07-3025	Worker Comp Technician	FT	A	GP	Anchorage	200	12A / B	12.0		37,670	1,271	0	29,972	68,913	0
07-3026	Administrative Officer II	FT	A	SS	Anchorage	200	19E	8.0	**	47,560	1,605	0	27,505	76,670	0
07-3027	Worker Comp Off II	FT	A	GP	Anchorage	200	18E / F	12.0		64,219	2,166	0	39,246	105,631	0
07-3029	Office Assistant I	FT	A	GP	Juneau	205	8F / G	12.0		36,888	1,244	0	29,699	67,831	0
07-3030	Worker Comp Technician	FT	A	GP	Anchorage	200	12C / D	12.0		40,071	1,352	0	30,811	72,234	0
07-3031	Worker Comp Off I	FT	A	GP	Anchorage	200	16D / E	12.0		54,282	1,831	0	35,775	91,888	0
07-3032	Office Assistant I	FT	A	GP	Juneau	205	8J / K	12.0		39,552	1,334	0	30,629	71,515	0
07-3033	Office Assistant I	FT	A	GP	Juneau	205	8A / B	9.5	**	25,061	846	0	22,065	47,972	0
07-3036	Office Assistant II	FT	A	GP	Fairbanks	203	10B / C	12.0		36,143	1,219	0	29,439	66,801	0
07-3037	Office Assistant II	FT	A	GP	Anchorage	200	10D / E	12.0		36,165	1,220	0	29,446	66,831	0
07-3038	Office Assistant I	FT	A	GP	Anchorage	200	8B / C	12.0		30,460	1,027	0	27,453	58,940	0
07-3040	Worker Comp Off II	FT	A	GP	Anchorage	200	18D / E	12.0		63,678	2,148	0	39,057	104,883	0
07-3042	Workers Comp Hearing Off II	FT	A	GP	Fairbanks	203	22D / E	12.0		84,761	2,859	0	46,421	134,041	0
07-3043	Workers Comp Hearing Off I	FT	A	GP	Anchorage	200	21F / G	12.0		83,748	2,825	0	46,067	132,640	0
07-3044	Workers Comp Hearing Off II	FT	A	GP	Fairbanks	203	22C / D	12.0		81,188	2,739	0	45,173	129,100	0
07-3046	Worker Comp Off I	FT	A	GP	Juneau	205	16G	6.0	*	31,458	1,061	0	19,395	51,914	0
07-3047	Reemployment Benefits Adm	FT	A	XE	Anchorage	N00	22L / M	12.0		102,865	3,470	0	52,125	158,460	0
07-3051	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22D / E	12.0		82,068	2,768	0	45,480	130,316	0
07-3052	Office Assistant I	FT	A	GP	Anchorage	200	8A / B	12.0		30,144	1,017	0	27,343	58,504	0

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Personal Services Expenditure Detail

Department of Labor and Workforce Development

Scenario: FY2016 Governor Amended (12201)
 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	UGF Amount
07-3055	Worker Comp Technician	FT	A	GP	Juneau	205	12G	6.0	*	23,724	801	0	16,694	41,219	0
07-3056	Worker Comp Off I	FT	A	GP	Anchorage	200	16A / B	12.0		48,791	1,646	0	33,857	84,294	0
07-3058	Worker Comp Off I	FT	A	SS	Anchorage	600	16E / F	12.0		59,856	2,019	0	37,245	99,120	0
07-3059	Workers Comp Hearing Off I	FT	A	GP	Anchorage	200	21B / C	12.0		71,716	2,419	0	41,864	115,999	0
07-3060	Workers Comp Hearing Off II	FT	A	GP	Anchorage	200	22G / J	12.0		93,456	3,153	0	49,458	146,067	0
07-3061	Workers Comp Hearing Off II	FT	A	GP	Juneau	205	22E / F	12.0		91,224	3,077	0	48,678	142,979	0
07-3062	Office Assistant I	FT	A	GP	Juneau	205	8B / C	12.0		32,403	1,093	0	28,132	61,628	0
07-3063	Worker Comp Technician	FT	A	GP	Fairbanks	203	12B / C	12.0		39,590	1,335	0	30,643	71,568	0
07-3064	Investigator I	FT	A	GP	Anchorage	200	13B / C	12.0		41,256	1,392	0	31,225	73,873	0
07-3068	Investigator III	FT	A	GP	Juneau	205	18A / B	12.0		59,337	2,002	0	37,540	98,879	0
07-3069	Investigator III	FT	A	GP	Fairbanks	203	18D / E	12.0		64,356	2,171	0	39,293	105,820	0
07-3070	Investigator III	FT	A	GP	Anchorage	200	18J / K	12.0		73,200	2,469	0	42,383	118,052	0
07-3071	Office Assistant I	FT	A	GP	Anchorage	200	8B / C	12.0		31,092	1,049	0	27,674	59,815	0
07-3072	Investigator III	FT	A	GP	Anchorage	200	18F / G	12.0		68,496	2,311	0	40,739	111,546	0
07-3073	Office Assistant II	FT	A	GP	Anchorage	200	10C / D	12.0		35,710	1,205	0	29,287	66,202	0
07-4557	Investigator IV	FT	A	SS	Anchorage	200	20D / E	12.0		74,992	2,530	0	42,532	120,054	0
07-5527	Project Assistant	FT	A	GP	Juneau	205	16K	7.0	**	39,655	1,338	0	23,660	64,653	0
07-7005	Office Assistant I	FT	A	GP	Anchorage	200	8A / B	12.0		30,144	1,017	0	27,343	58,504	0

Total													Total Salary Costs:	2,906,576
Positions													Total COLA:	97,933
Full Time Positions:													Total Premium Pay::	0
Part Time Positions:													Total Benefits:	1,836,693
Non Permanent Positions:														
Positions in Component:													Total Pre-Vacancy:	4,841,202
													Minus Vacancy Adjustment of 5.94%:	(287,712)
													Total Post-Vacancy:	4,553,490
Total Component Months:													Plus Lump Sum Premium Pay:	0
589.5													Plus Board Honoraria Pay:	87,140
													Personal Services Line 100:	4,640,630

PCN Funding Sources:	Pre-Vacancy	Post-Vacancy	Percent
1157 Workers Safety and Compensation Administration Account	4,841,197	4,553,485	100.00%
Total PCN Funding:	4,841,197	4,553,485	100.00%

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Line Item Detail
Department of Labor and Workforce Development
Travel

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

Line Number	Line Name	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
72000	Travel	82.3	118.8	110.8

Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
72000 Travel Detail Totals			82.3	118.8	110.8

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.	63.6	70.8	85.8
72120	Nonemployee Travel (Instate Travel)	Travel, lodging and per diem for 18 members of the Workers' Compensation Board to perform their duties statewide.	9.7	39.0	15.0
72410	Employee Travel (Out of state)	Employee out of state travel expenses for training and conferences not available in state.	9.0	9.0	10.0

Line Item Detail
Department of Labor and Workforce Development
Services

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

Line Number	Line Name			FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000	Services			804.4	857.5	854.2
Expenditure Account	Servicing Agency	Explanation		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000 Services Detail Totals				804.4	857.5	854.2
73025	Education Services	National memberships, education conference fees		6.6	4.8	6.8
73050	Financial Services	Management consulting and interest expense		1.0	1.0	1.0
73075	Legal & Judicial Svc	Legal services, depositions, transcriptions and other case related costs		0.0	2.5	2.5
73154	Software Licensing	Admin	Software licensing fee chargeback (I/A transfer to DOA)	14.3	80.3	15.3
73155	Software Maintenance		Maintenance costs for program-specific software	4.4	10.0	5.0
73156	Telecommunication		Local, long distance, and cell phone services	5.9	4.3	6.3
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).	229.0	227.4	232.0
73225	Delivery Services		Transportation and freight charges; courier and postage costs	42.8	62.6	50.6
73254	Dp Operations Alloc	Admin	Allocation for Data Processing network and supportive services (I/A transfer to Data Processing)	88.6	79.8	89.8
73421	Sef Fuel A87 Allowed	State Equipment Fleet Admin	State equipment fleet fuel services (I/A transfer to DOT/PF)	1.1	2.0	2.0
73423	Sef Oper A87 Allowed	State Equipment Fleet Admin	State equipment fleet fixed cost services (I/A transfer to DOT/PF)	1.4	1.4	1.4
73424	Sef Svc/Prt A87 Alwd	State Equipment Fleet Admin	State equipment fleet maintenance and repair services (I/A transfer to DOT/PF)	6.2	4.4	6.4
73428	Sef F/C A87 Allowed	State Equipment Fleet Admin	State equipment fleet fixed cost services for equipment replacement - portion A87 allowable (I/A transfer to DOT/PF)	3.5	4.1	4.1
73450	Advertising & Promos		Advertising for regulations, training seminars and board meetings	0.8	1.0	1.0

Line Item Detail
Department of Labor and Workforce Development
Services

Component: Workers' Compensation (344)

RDU: Workers' Compensation (112)

Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000 Services Detail Totals			804.4	857.5	854.2
73525		Utilities Rewiring of electric and adding computer cables	7.4	6.5	1.0
73650		Struc/Infstruct/Land Room/space lease	17.7	8.1	14.1
73675		Equipment/Machinery Office furniture repair, preventive maintenance to copiers, PCs and peripherals, operator charges.	10.4	8.0	8.0
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.	6.6	48.2	7.6
73754		Interpreter Use of language interpreter phone services.	7.2	0.0	0.0
73804	Economic/Development (IA Svcs)	Data Processing Workers' Compensation system maintenance and SAGE (I/A transfer to DOL Data Processing)	27.0	21.4	50.0
73805	IT-Non-Telecommunication	Admin Computer services Enterprise Productivity Rates (EPR) chargeback (I/A transfer to DOA)	36.9	28.6	39.1
73806	IT-Telecommunication	Admin Telecommunications Enterprise Productivity Rates (EPR) and Private Branch Exchange (PBX) chargeback (I/A transfer to DOA)	72.7	74.6	74.6
73809	Mail	Admin Centralized mail services chargeback (I/A transfer to DOA)	5.4	13.3	10.0
73810	Human Resources	Admin Human resource services chargeback (I/A transfer to DOA)	29.5	15.0	30.0
73811	Building Leases	Admin Building leases chargeback (I/A transfer to DOA)	167.8	131.8	182.7
73813	Auditing	Admin Auditing services chargeback (I/A transfer to DOA)	1.5	1.9	1.9
73814	Insurance	Admin Risk management services chargeback (I/A transfer to DOA)	4.3	1.0	4.5
73815	Financial	Admin State payroll and accounting system chargeback (I/A transfer to DOA)	2.9	3.0	3.0
73816	ADA Compliance	Admin Americans with Disabilities Act chargeback (I/A transfer to DOA)	0.5	0.6	0.6
73818	Training (Services-IA Svcs)	Admin Training services (I/A transfer to DOA)	0.0	0.2	0.2
73819	Commission Sales (IA Svcs)	Admin State Travel Office (I/A transfer to DOA)	1.0	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	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000 Services Detail Totals			804.4	857.5	854.2
73821	Hearing/Mediation (IA Svcs)	Admin Use of Office of Administrative Hearings for Workers' Compensation adjudication employees.	0.0	8.3	1.3

Line Item Detail
Department of Labor and Workforce Development
Commodities

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

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
74000	Commodities		103.1	151.1	151.1
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
74000 Commodities Detail Totals			103.1	151.1	151.1
74200	Business	Reference books; educational material; library service to Westlaw for research; general office supplies	102.5	150.0	149.0
74480	Household & Instit.	Coffee and refreshments for public meetings	0.6	1.0	2.0
74650	Repair/Maintenance (Commodities)	Electrical repair and maintenance	0.0	0.1	0.1

Line Item Detail
Department of Labor and Workforce Development
Capital Outlay

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

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
75000	Capital Outlay		5.3	14.4	14.4
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
75000 Capital Outlay Detail Totals			5.3	14.4	14.4
75700	Equipment	Purchase and replacement of copiers and related equipment	5.3	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		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
77000	Grants, Benefits		42.4	50.8	50.8
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
77000 Grants, Benefits Detail Totals			42.4	50.8	50.8
77670	Benefits	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, 8 permanently disabled workers receive supplemental benefits.	42.4	50.8	50.8

Unrestricted Revenue Detail
Department of Labor and Workforce Development

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

Master Account	Revenue Description	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
51078	Workers Safety & Compensation Admin	5,613.7	5,737.8	5,821.9

Detail Information					FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund			
51078	Workers Safety & Compensation Admin	Workers' Compensation	7311600	11173	5,613.7	5,737.8	5,821.9

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

These funds are used to support operations of the Workers' Compensation program and to pay benefits.

Interagency Services
Department of Labor and Workforce Development

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

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73154	Software Licensing	Software licensing fee chargeback (I/A transfer to DOA)	Inter-dept Admin	14.3	80.3	15.3
73154 Software Licensing subtotal:				14.3	80.3	15.3
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).	Intra-dept Management Services	229.0	227.4	232.0
73169 Federal Indirect Rate Allocation subtotal:				229.0	227.4	232.0
73254	Dp Operations Alloc	Allocation for Data Processing network and supportive services (I/A transfer to Data Processing)	Inter-dept Admin	88.6	79.8	89.8
73254 Dp Operations Alloc subtotal:				88.6	79.8	89.8
73421	Sef Fuel A87 Allowed	State equipment fleet fuel services (I/A transfer to DOT/PF)	Inter-dept State Equipment Fleet Admin	1.1	2.0	2.0
73421 Sef Fuel A87 Allowed subtotal:				1.1	2.0	2.0
73423	Sef Oper A87 Allowed	State equipment fleet fixed cost services (I/A transfer to DOT/PF)	Inter-dept State Equipment Fleet Admin	1.4	1.4	1.4
73423 Sef Oper A87 Allowed subtotal:				1.4	1.4	1.4
73424	Sef Svc/Prt A87 Alwd	State equipment fleet maintenance and repair services (I/A transfer to DOT/PF)	Inter-dept State Equipment Fleet Admin	6.2	4.4	6.4
73424 Sef Svc/Prt A87 Alwd subtotal:				6.2	4.4	6.4
73428	Sef F/C A87 Allowed	State equipment fleet fixed cost services for equipment replacement - portion A87 allowable (I/A transfer to DOT/PF)	Inter-dept State Equipment Fleet Admin	3.5	4.1	4.1
73428 Sef F/C A87 Allowed subtotal:				3.5	4.1	4.1
73804	Economic/Development (IA Svcs)	Workers' Compensation system maintenance and SAGE (I/A transfer to DOL Data Processing)	Intra-dept Data Processing	27.0	21.4	50.0
73804 Economic/Development (IA Svcs) subtotal:				27.0	21.4	50.0
73805	IT-Non-Telecommunication	Computer services Enterprise Productivity Rates (EPR) chargeback (I/A transfer to DOA)	Inter-dept Admin	36.9	28.6	39.1
73805 IT-Non-Telecommunication subtotal:				36.9	28.6	39.1
73806	IT-Telecommunication	Telecommunications Enterprise Productivity Rates (EPR) and Private Branch Exchange (PBX) chargeback (I/A transfer to DOA)	Inter-dept Admin	72.7	74.6	74.6
73806 IT-Telecommunication subtotal:				72.7	74.6	74.6
73809	Mail	Centralized mail services chargeback (I/A transfer to DOA)	Inter-dept Admin	5.4	13.3	10.0
73809 Mail subtotal:				5.4	13.3	10.0
73810	Human Resources	Human resource services chargeback (I/A transfer to DOA)	Inter-dept Admin	29.5	15.0	30.0
73810 Human Resources subtotal:				29.5	15.0	30.0
73811	Building Leases	Building leases chargeback (I/A transfer to DOA)	Inter-dept Admin	167.8	131.8	182.7

Interagency Services
Department of Labor and Workforce Development

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

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73811 Building Leases subtotal:				167.8	131.8	182.7
73813	Auditing	Auditing services chargeback (I/A transfer to DOA)	Inter-dept Admin	1.5	1.9	1.9
73813 Auditing subtotal:				1.5	1.9	1.9
73814	Insurance	Risk management services chargeback (I/A transfer to DOA)	Inter-dept Admin	4.3	1.0	4.5
73814 Insurance subtotal:				4.3	1.0	4.5
73815	Financial	State payroll and accounting system chargeback (I/A transfer to DOA)	Inter-dept Admin	2.9	3.0	3.0
73815 Financial subtotal:				2.9	3.0	3.0
73816	ADA Compliance	Americans with Disabilities Act chargeback (I/A transfer to DOA)	Inter-dept Admin	0.5	0.6	0.6
73816 ADA Compliance subtotal:				0.5	0.6	0.6
73818	Training (Services-IA Svcs)	Training services (I/A transfer to DOA)	Inter-dept Admin	0.0	0.2	0.2
73818 Training (Services-IA Svcs) subtotal:				0.0	0.2	0.2
73819	Commission Sales (IA Svcs)	State Travel Office (I/A transfer to DOA)	Inter-dept Admin	1.0	1.4	1.4
73819 Commission Sales (IA Svcs) subtotal:				1.0	1.4	1.4
73821	Hearing/Mediation (IA Svcs)	Use of Office of Administrative Hearings for Workers' Compensation adjudication employees.	Inter-dept Admin	0.0	8.3	1.3
73821 Hearing/Mediation (IA Svcs) subtotal:				0.0	8.3	1.3
Workers' Compensation total:				693.6	700.5	750.3
Grand Total:				693.6	700.5	750.3