

State of Alaska FY2017 Governor's Operating Budget

Department of Labor and Workforce Development Leasing Component Budget Summary

Component: Leasing**Contribution to Department's Mission**

The Leasing component contributes to the department's mission by streamlining and accounting for the payment of the department's leased office space.

Core Services

- Pay and account for departmental leased space costs.

Major Component Accomplishments in 2015

The department recently reduced its leased space in Anchorage, Juneau and Kenai and these reductions will cover approximately \$81.1 of the FY2016 unallocated budget reduction.

Key Component Challenges

A key challenge for the department in regards to leasing is long-term fixed cost lease terms. The department is looking for leased space efficiencies, but savings are not immediate because of fixed lease terms.

The department is working on a very significant lease consolidation effort to fully utilize its longest term and least expensive leased space and release its shortest term and most expensive leased space. It is estimated that these efforts will decrease the department's lease costs by \$100.0 in FY2017.

Significant Changes in Results to be Delivered in FY2017

No significant changes in results to be delivered are anticipated.

Statutory and Regulatory Authority

Federal Authority:

OMB Circular A-087

Cost Principals for State Government

Contact Information

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Component Detail All Funds
Department of Labor and Workforce Development

Component: Leasing (2742)
RDU: Commissioner and Administrative Services (109)

Non-Formula Component

	FY2015 Actuals	FY2016 Conference Committee	FY2016 Authorized	FY2016 Management Plan	FY2017 Governor	FY2016 Management Plan vs FY2017 Governor	
71000 Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
72000 Travel	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
73000 Services	3,829.1	3,581.4	3,500.3	3,500.3	3,400.3	-100.0	-2.9%
74000 Commodities	0.2	0.0	0.0	0.0	0.0	0.0	0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
77000 Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	3,829.3	3,581.4	3,500.3	3,500.3	3,400.3	-100.0	-2.9%
Fund Sources:							
1004Gen Fund (UGF)	3,829.3	3,581.4	3,500.3	3,500.3	3,400.3	-100.0	-2.9%
Unrestricted General (UGF)	3,829.3	3,581.4	3,500.3	3,500.3	3,400.3	-100.0	-2.9%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
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	0	0	0	0	0	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: Leasing (2742)
RDU: Commissioner and Administrative Services (109)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2016 Conference Committee To FY2016 Authorized *****												
FY2016 Conference Committee												
	ConfCom	3,581.4	0.0	0.0	3,581.4	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		3,581.4										
Savings as a result of Space Consolidation Efforts												
	Unalloc	-81.1	0.0	0.0	-81.1	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-81.1										
<p>The FY2016 operating budget includes a \$29,800.0 unallocated statewide reduction. The Department of Labor and Workforce Development's portion totals \$418.1 and will be distributed as follows:</p> <p>Leasing – \$81.1 Business Services – \$154.8 Employment Training Services – \$182.2</p> <p>The consolidation of the Division of Business Partnerships and the Employment Security Division into one cohesive Employment and Training Services Division results in significant cost savings and efficiencies. Space consolidation efforts will also result in reduced office lease costs.</p>												
	Subtotal	3,500.3	0.0	0.0	3,500.3	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2016 Management Plan To FY2017 Governor *****												
Savings as a result of Space Consolidation Efforts												
	Dec	-100.0	0.0	0.0	-100.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-100.0										
	Totals	3,400.3	0.0	0.0	3,400.3	0.0	0.0	0.0	0.0	0	0	0

Line Item Detail
Department of Labor and Workforce Development
Services

Component: Leasing (2742)

RDU: Commissioner and Administrative Services (109)

Line Number	Line Name		FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
73000	Services		3,829.1	3,500.3	3,400.3
			FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
Expenditure Account	Servicing Agency	Explanation			
73000 Services Detail Totals			3,892.6	3,500.3	3,400.3
73225		Delivery Services	14.4	0.0	0.0
73650		Struc/Infstruct/Land	9.6	0.0	0.0
73675		Equipment/Machinery	7.2	0.0	0.0
73811	Admin	Building leases chargeback (I/A transfer to DOA).	3,861.4	3,500.3	3,400.3

Line Item Detail
Department of Labor and Workforce Development
Commodities

Component: Leasing (2742)
RDU: Commissioner and Administrative Services (109)

Line Number	Line Name		FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
74000	Commodities		0.2	0.0	0.0
Expenditure Account	Servicing Agency	Explanation	FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
74000 Commodities Detail Totals			0.2	0.0	0.0
74233	Info Technology Equip	Information technology equipment such as computers, monitors, power cables, etc. with value less than \$5,000.00.	0.2	0.0	0.0

Interagency Services
Department of Labor and Workforce Development

Component: Leasing (2742)
RDU: Commissioner and Administrative Services (109)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2015 Actuals	FY2016 Management Plan	FY2017 Governor	
73811	Building Leases	Building leases chargeback (I/A transfer to DOA).	Inter-dept	Admin	3,861.4	3,500.3	3,400.3
				73811 Building Leases subtotal:	3,861.4	3,500.3	3,400.3
				Leasing total:	3,861.4	3,500.3	3,400.3
				Grand Total:	3,861.4	3,500.3	3,400.3