

State of Alaska FY2019 Governor's Operating Budget

Department of Labor and Workforce Development Disability Determination Component Budget Summary

Component: Disability Determination**Contribution to Department's Mission**

The Disability Determination component contributes to the department's mission by providing efficient adjudication of claims for disability benefits under Title II and Title XVI of the Social Security Act.

Core Services

- Provide medical determinations for persons alleging disability under Title II (Social Security) and Title XVI (Supplemental Security Income) of the Social Security Act.

Major Component Accomplishments in 2017

During FY2017, the Disability Determination component:

- Received a Social Security Administration Deputy Commissioner's Citation, "For Thorough Analysis and Responsive Cost Estimates necessary to Develop and Finalize the Implementation Plan Assuring Compliance with the 2015 Bipartisan Budget Act, Section 832."
- Reduced the medical costs per case from \$224.75 in FY2016 to \$220.86 in FY2017.
- Successfully eliminated the Single Decision Maker Process.
- Met Continuing Disability Review processing goals, despite a 43 percent attrition rate, and processed 9.5 percent additional Continue Disability Reviews to assist the nation in meeting congressionally mandated goals.

Key Component Challenges

Disability Determination is challenged with meeting the Social Security Administration (SSA) initial case clearance goal due to significant attrition and not receiving SSA hiring approval.

Significant Changes in Results to be Delivered in FY2019

No significant changes in results to be delivered are anticipated.

Statutory and Regulatory Authority

Federal Authority:
PL 74-271

Social Security Act Disability Benefits

Contact Information

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Disability Determination Personal Services Information				
Authorized Positions			Personal Services Costs	
	FY2018 Management Plan	FY2019 Governor		
Full-time	27	27	Annual Salaries	1,678,696
Part-time	0	0	Premium Pay	0
Nonpermanent	1	1	Annual Benefits	1,063,102
			<i>Less 5.00% Vacancy Factor</i>	<i>(137,090)</i>
			Lump Sum Premium Pay	0
Totals	28	28	Total Personal Services	2,604,708

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Admin Asst III	1	0	0	0	1
Chf,Disability Determin Svcs	1	0	0	0	1
Disability Adjud Assoc I	1	0	0	0	1
Disability Adjud Assoc II	7	0	0	0	7
Disability Adjudicator I	7	0	0	0	7
Disability Adjudicator II	3	0	0	0	3
Disability Hearing Officer	1	0	0	0	1
Office Assistant II	7	0	0	0	7
Totals	28	0	0	0	28

Component Detail All Funds
Department of Labor and Workforce Development

Component: Disability Determination (206)
RDU: Vocational Rehabilitation (65)

Non-Formula Component

	FY2017 Actuals	FY2018 Conference Committee	FY2018 Authorized	FY2018 Management Plan	FY2019 Governor	FY2018 Management Plan vs FY2019 Governor	
71000 Personal Services	2,276.6	2,560.9	2,560.9	2,560.9	2,604.7	43.8	1.7%
72000 Travel	3.5	21.1	21.1	10.0	10.0	0.0	0.0%
73000 Services	747.4	1,007.9	1,007.9	1,019.0	723.1	-295.9	-29.0%
74000 Commodities	39.5	42.5	42.5	42.5	42.5	0.0	0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
77000 Grants, Benefits	1,460.3	1,632.0	1,632.0	1,632.0	1,632.0	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	4,527.3	5,264.4	5,264.4	5,264.4	5,012.3	-252.1	-4.8%
Fund Sources:							
1002Fed Rcpts (Fed)	4,318.1	4,966.6	4,966.6	4,966.6	4,728.9	-237.7	-4.8%
1007I/A Rcpts (Other)	209.2	297.8	297.8	297.8	283.4	-14.4	-4.8%
Unrestricted General (UGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Other Funds	209.2	297.8	297.8	297.8	283.4	-14.4	-4.8%
Federal Funds	4,318.1	4,966.6	4,966.6	4,966.6	4,728.9	-237.7	-4.8%
Positions:							
Permanent Full Time	27	27	27	27	27	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0.0%
Non Permanent	1	1	1	1	1	0	0.0%

Change Record Detail - Multiple Scenarios with Descriptions
Department of Labor and Workforce Development

Component: Disability Determination (206)
RDU: Vocational Rehabilitation (65)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2018 Conference Committee To FY2018 Authorized *****												
FY2018 Conference Committee	ConfCom	5,264.4	2,560.9	21.1	1,007.9	42.5	0.0	1,632.0	0.0	27	0	1
1002 Fed Rcpts		4,966.6										
1007 I/A Rcpts		297.8										
Subtotal		5,264.4	2,560.9	21.1	1,007.9	42.5	0.0	1,632.0	0.0	27	0	1
***** Changes From FY2018 Authorized To FY2018 Management Plan *****												
Align Authority with Anticipated Expenses	LIT	0.0	0.0	-11.1	11.1	0.0	0.0	0.0	0.0	0	0	0
Transfer travel authority to pay anticipated services expenses. The remaining travel authority is sufficient to cover anticipated expenses.												
Subtotal		5,264.4	2,560.9	10.0	1,019.0	42.5	0.0	1,632.0	0.0	27	0	1
***** Changes From FY2018 Management Plan To FY2019 Governor *****												
Align Authority to Actual Expenses	Dec	-263.2	32.7	0.0	-295.9	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		-248.3										
1007 I/A Rcpts		-14.9										
The Disability Determination budget can be reduced to bring the budget into alignment with actual expenses.												
FY2019 Salary and Health Insurance Increases	SalAdj	11.1	11.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		10.6										
1007 I/A Rcpts		0.5										
Salary and Health Insurance Increases: \$11.1												
Calculate FY2019 increase to GGU Health Insurance from \$1389 to \$1432 per member per month.												
Totals		5,012.3	2,604.7	10.0	723.1	42.5	0.0	1,632.0	0.0	27	0	1

Personal Services Expenditure Detail
Department of Labor and Workforce Development

Scenario: FY2019 Governor (14641)
Component: Disability Determination (206)
RDU: Vocational Rehabilitation (65)

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
05-2048	Disability Adjudicator I	FT	A	GP	Anchorage	200	18F / G	12.0		70,212	0	0	41,776	111,988	0
05-2094	Disability Adjud Assoc II	FT	A	GP	Anchorage	200	16E / F	12.0		57,506	0	0	37,349	94,855	0
05-2096	Disability Adjud Assoc II	FT	A	GP	Anchorage	200	16A / B	12.0		51,636	0	0	35,304	86,940	0
05-2097	Disability Adjudicator II	FT	A	SS	Anchorage	99	20M	12.0		92,964	0	0	51,219	144,183	0
05-2098	Office Assistant II	FT	A	GP	Anchorage	200	10F / G	12.0		40,058	0	0	31,271	71,329	0
05-2102	Office Assistant II	FT	A	GP	Anchorage	200	10J	12.0		42,288	0	0	32,047	74,335	0
05-2109	Disability Adjudicator I	FT	A	GP	Anchorage	200	18A / B	12.0		59,376	0	0	38,001	97,377	0
05-2116	Disability Adjudicator I	FT	A	GP	Anchorage	200	18D / E	12.0		64,916	0	0	39,931	104,847	0
05-2117	Office Assistant II	FT	A	GP	Anchorage	200	10J / K	12.0		42,691	0	0	32,188	74,879	0
05-2118	Disability Adjudicator I	FT	A	GG	Anchorage	99	18P	12.0		90,278	0	0	48,767	139,045	0
05-2119	Disability Adjud Assoc II	FT	A	GP	Anchorage	99	16N	12.0		76,142	0	0	43,842	119,984	0
05-2120	Disability Adjudicator I	FT	A	GP	Anchorage	200	18G / J	12.0		72,012	0	0	42,403	114,415	0
05-2121	Disability Adjudicator I	FT	A	GP	Anchorage	200	18D / E	12.0		64,129	0	0	39,657	103,786	0
05-2122	Office Assistant II	FT	A	GP	Anchorage	200	10E / F	12.0		38,949	0	0	30,884	69,833	0
05-2132	Chf,Disability Determin Svcs	FT	A	SS	Anchorage	99	22M / N	12.0		106,835	0	0	56,052	162,887	0
05-2133	Disability Hearing Officer	FT	A	GP	Anchorage	99	19L / M	12.0		86,062	0	0	47,298	133,360	0
05-2134	Admin Asst III	FT	A	SS	Anchorage	600	15C / D	12.0		53,088	0	0	37,326	90,414	0
05-2148	Disability Adjud Assoc I	FT	A	GP	Anchorage	200	13B / C	12.0		42,594	0	0	32,154	74,748	0
05-2149	Disability Adjud Assoc II	FT	A	GP	Anchorage	200	16A / B	12.0		51,636	0	0	35,304	86,940	0
05-2150	Disability Adjud Assoc II	FT	A	GP	Anchorage	200	16A / B	12.0		51,404	0	0	35,223	86,627	0
05-2151	Office Assistant II	FT	A	GP	Anchorage	200	10J / K	12.0		43,036	0	0	32,308	75,344	0
05-2152	Disability Adjud Assoc II	FT	A	GP	Anchorage	200	16G / J	12.0		61,734	0	0	38,822	100,556	0
07-1036	Disability Adjudicator II	FT	A	SS	Anchorage	200	20B / C	12.0		72,855	0	0	44,213	117,068	0
07-5959	Office Assistant II	FT	A	GP	Anchorage	200	10C / D	12.0		36,180	0	0	29,919	66,099	0
07-7007	Disability Adjudicator II	FT	A	SS	Anchorage	99	20K / L	12.0		89,247	0	0	49,924	139,171	0
07-7009	Disability Adjudicator I	FT	A	GP	Anchorage	200	18A / B	12.0		59,376	0	0	38,001	97,377	0
07-7010	Office Assistant II	FT	A	GP	Anchorage	200	10C / D	12.0		36,600	0	0	30,066	66,666	0
07-N14006	Disability Adjud Assoc II	NP	N	GP	Anchorage	200	16A	6.0		24,892	0	0	11,853	36,745	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: FY2019 Governor (14641)
Component: Disability Determination (206)
RDU: Vocational Rehabilitation (65)

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
		Total Positions	New	Deleted										Total Salary Costs:	1,678,696
														Total COLA:	0
	Full Time Positions:	27	0	0										Total Premium Pay::	0
	Part Time Positions:	0	0	0										Total Benefits:	1,063,102
	Non Permanent Positions:	1	0	0											
	Positions in Component:	28	0	0											
	Total Component Months:	330.0													
														Total Pre-Vacancy:	2,741,798
														Minus Vacancy Adjustment of 5.00%:	(137,090)
														Total Post-Vacancy:	2,604,708
														Plus Lump Sum Premium Pay:	0
														Personal Services Line 100:	2,604,708

PCN Funding Sources:	Pre-Vacancy	Post-Vacancy	Percent
1002 Federal Receipts	2,584,015	2,454,814	94.25%
1007 Interagency Receipts	157,783	149,894	5.75%
Total PCN Funding:	2,741,798	2,604,708	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 (1676)
Department of Labor and Workforce Development
Travel

Component: Disability Determination (206)

Line Number	Line Name		FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
2000	Travel		3.5	10.0	10.0
Object Class	Servicing Agency	Explanation	FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
2000 Travel Detail Totals			3.5	10.0	10.0
2000	In-State Employee Travel	Staff travel to support the department's mission	1.8	2.0	2.0
2002	Out of State Employee Travel	Staff travel out of state to national organization meetings and training	1.7	8.0	8.0

Line Item Detail (1676)
Department of Labor and Workforce Development
Services

Component: Disability Determination (206)

Line Number	Line Name		FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
3000	Services		747.4	1,019.0	723.1
Object Class	Servicing Agency	Explanation	FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
3000 Services Detail Totals			747.4	1,019.0	723.1
3000	Education Services	Membership, training, and conference fees	3.0	3.5	3.5
3001	Financial Services	Finance charges	0.2	0.0	0.0
3003	Information Technology	Admin - Department-wide Software licensing fee chargeback (I/A transfer to DOA)	0.9	1.0	1.0
3004	Telecommunications	Cable, long distance, cell phone, and data network service charges	4.7	4.7	4.7
3006	Delivery Services	Freight, postage, and express mail charges	6.8	9.0	9.0
3007	Advertising and Promotions	Advertising required to fill vacant positions	0.0	0.5	0.5
3008	Utilities	Disposal of confidential documents	1.9	3.0	3.0
3009	Structure/Infrastructure/Land	Facility repairs and light maintenance	2.1	0.5	0.5
3010	Equipment/Machinery	Maintenance and repair of office equipment	1.3	7.5	7.5
3011	Other Services	Professional services of medical consultants; printing of letterhead, envelopes and specialized items; work space ergonomic evaluations	351.8	579.6	283.5
3012	Inter-Agency Federal Indirect Rate Allocation	Labor - Management Services (335) Indirect cost allocation for departmental purchasing, accounting, reports, personnel training, and other services provided by Management Services (I/A transfer to Management Services)	8.5	8.3	8.4

Line Item Detail (1676)
Department of Labor and Workforce Development
Services

Component: Disability Determination (206)

Object Class		Servicing Agency	Explanation	FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
3000 Services Detail Totals				747.4	1,019.0	723.1
3012	Inter-Agency Federal Indirect Rate Allocation	Labor - Voc Rehab Administration (202)	Indirect cost allocation for division purchasing, federal accounting reports, contracts, fiscal and mail services provided by the Vocational Rehabilitation Administration component (I/A transfer to VRA)	11.0	13.3	13.4
3016	Inter-Agency Economic Development	Labor - Data Processing (334)	Reimbursable services agreement with Data Processing for direct support provided to Disability Determination by PCN 05-2099 (I/A transfer to DP)	124.1	150.0	150.0
3017	Inter-Agency Information Technology Non-Telecommunications	Admin - Department-wide	Computer Services Enterprise Productivity Rates (EPR) chargeback (I/A transfer to DOA)	1.4	1.4	1.4
3018	Inter-Agency Information Technology Telecommunications	Admin - Department-wide	Telecommunications Enterprise Productivity Rates (EPR) and Private Branch Exchange (PBX) chargeback (I/A transfer to DOA)	19.2	22.0	22.0
3021	Inter-Agency Mail	Admin - Department-wide	Centralized mail services chargeback (I/A transfer to DOA)	0.7	0.8	0.8
3022	Inter-Agency Human Resources	Admin - Department-wide	Human resource services chargeback (I/A transfer to DOA)	17.7	20.1	20.1
3023	Inter-Agency Building Leases	Admin - Department-wide	Building leases chargeback (I/A transfer to DOA)	186.3	186.8	186.8
3025	Inter-Agency Auditing	Admin - Department-wide	Auditing services chargeback (I/A transfer to DOA)	1.0	1.4	1.4
3026	Inter-Agency Insurance	Admin - Department-wide	Risk management services chargeback (I/A transfer to DOA)	0.8	1.0	1.0
3027	Inter-Agency Financial	Admin - Department-wide	State payroll and accounting system chargeback (I/A transfer to DOA)	3.9	4.5	4.5
3028	Inter-Agency Americans with Disabilities Act Compliance	Admin - Department-wide	Americans with Disabilities Act chargeback (I/A transfer to DOA)	0.1	0.1	0.1

Line Item Detail (1676)
Department of Labor and Workforce Development
Commodities

Component: Disability Determination (206)

Line Number	Line Name		FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
4000	Commodities		39.5	42.5	42.5
Object Class	Servicing Agency	Explanation	FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
4000 Commodities Detail Totals			39.5	42.5	42.5
4000	Business	General business supplies such as office consumables and computer equipment	39.5	40.5	40.5
4005	Building Materials	Items, such as paint, needed for facility repair	0.0	2.0	2.0

Line Item Detail (1676)
Department of Labor and Workforce Development
Grants, Benefits

Component: Disability Determination (206)

Line Number	Line Name		FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
7000	Grants, Benefits		1,460.3	1,632.0	1,632.0
Object Class	Servicing Agency	Explanation	FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
		7000 Grants, Benefits Detail Totals	1,460.3	1,632.0	1,632.0
7002	Benefits	Payments for transportation, hotel, and meals for applicants from rural areas when traveling for medical determinations of eligibility for Title II Disability Insurance Benefits for the Social Security Administration, Title XVI, Aid to the Blind and Aid to the Disabled	1,460.3	1,632.0	1,632.0

Revenue Detail (1681)
Department of Labor and Workforce Development

Component: Disability Determination (206)

Revenue Type (OMB Fund Code) Revenue Source	Component	Comment	FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
5002 Fed Rcpts (1002 Fed Rcpts)			4,318.1	4,966.6	4,728.9
5004 Federal Education - Miscellaneous Grants		U.S. Department of Health and Human Services, Social Security Administration funds for the performance of client disability determinations	4,318.1	4,966.6	4,728.9
5007 I/A Rcpts (1007 I/A Rcpts)			209.2	297.8	283.4
5301 Inter-Agency Receipts	H&SS - Department-wide	Reimbursable services agreement with Department of Health and Social Services, Division of Public Assistance for adjudication of claims for medical assistance claimants	209.2	297.8	283.4

Inter-Agency Services (1682)
Department of Labor and Workforce Development

Component: Disability Determination (206)

	FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
Component Totals	375.6	410.7	410.9
With Department of Administration	232.0	239.1	239.1
With Department of Labor and Workforce Development	143.6	171.6	171.8

Object Class	Servicing Agency	Explanation	FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
3003	Information Technology	Admin - Department-wide			
		Software licensing fee chargeback (I/A transfer to DOA)	0.9	1.0	1.0
3012	Inter-Agency Federal Indirect Rate Allocation	Labor - Management Services (335)			
		Indirect cost allocation for departmental purchasing, accounting, reports, personnel training, and other services provided by Management Services (I/A transfer to Management Services)	8.5	8.3	8.4
3012	Inter-Agency Federal Indirect Rate Allocation	Labor - Voc Rehab Administration (202)			
		Indirect cost allocation for division purchasing, federal accounting reports, contracts, fiscal and mail services provided by the Vocational Rehabilitation Administration component (I/A transfer to VRA)	11.0	13.3	13.4
3016	Inter-Agency Economic Development	Labor - Data Processing (334)			
		Reimbursable services agreement with Data Processing for direct support provided to Disability Determination by PCN 05-2099 (I/A transfer to DP)	124.1	150.0	150.0
3017	Inter-Agency Information Technology Non-Telecommunications	Admin - Department-wide			
		Computer Services Enterprise Productivity Rates (EPR) chargeback (I/A transfer to DOA)	1.4	1.4	1.4
3018	Inter-Agency Information Technology Telecommunications	Admin - Department-wide			
		Telecommunications Enterprise Productivity Rates (EPR) and Private Branch Exchange (PBX) chargeback (I/A transfer to DOA)	19.2	22.0	22.0
3021	Inter-Agency Mail	Admin - Department-wide			
		Centralized mail services chargeback (I/A transfer to DOA)	0.7	0.8	0.8

Inter-Agency Services (1682)
Department of Labor and Workforce Development

Component: Disability Determination (206)

Object Class	Servicing Agency	Explanation	FY2017 Actuals	FY2018 Management Plan	FY2019 Governor
3022 Inter-Agency Human Resources	Admin - Department-wide	Human resource services chargeback (I/A transfer to DOA)	17.7	20.1	20.1
3023 Inter-Agency Building Leases	Admin - Department-wide	Building leases chargeback (I/A transfer to DOA)	186.3	186.8	186.8
3025 Inter-Agency Auditing	Admin - Department-wide	Auditing services chargeback (I/A transfer to DOA)	1.0	1.4	1.4
3026 Inter-Agency Insurance	Admin - Department-wide	Risk management services chargeback (I/A transfer to DOA)	0.8	1.0	1.0
3027 Inter-Agency Financial	Admin - Department-wide	State payroll and accounting system chargeback (I/A transfer to DOA)	3.9	4.5	4.5
3028 Inter-Agency Americans with Disabilities Act Compliance	Admin - Department-wide	Americans with Disabilities Act chargeback (I/A transfer to DOA)	0.1	0.1	0.1