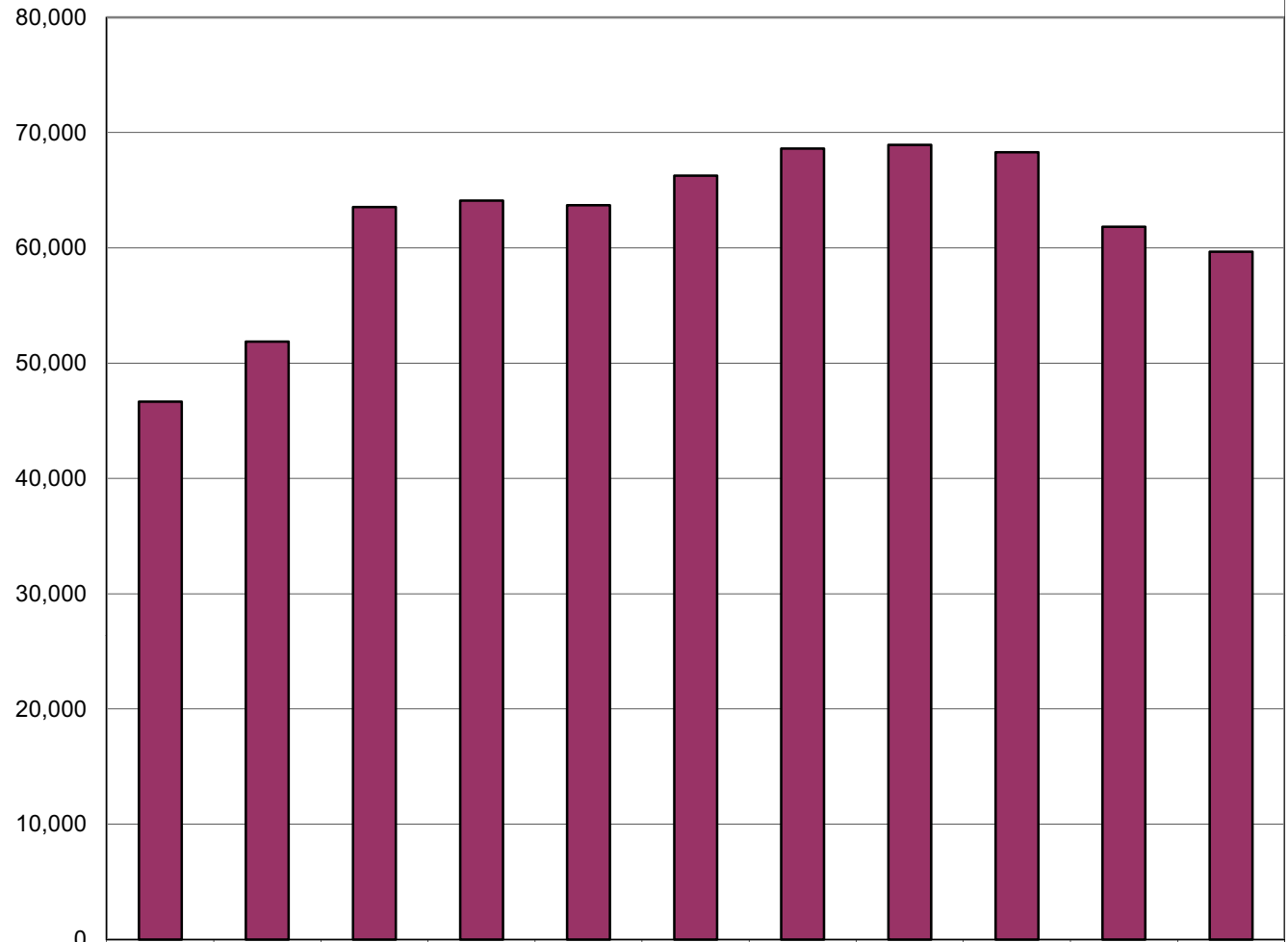


**Department of Labor and Workforce Development Share of Total Agency Operations  
(GF Only)  
(\$ Thousands)**



The Department's GF budget grew by \$13 million (28%) between FY07 and the FY17 Governor's Request--an average annual growth rate of 2.5%.

The Department's total FY17 GF Request equals \$179 per resident worker.\*

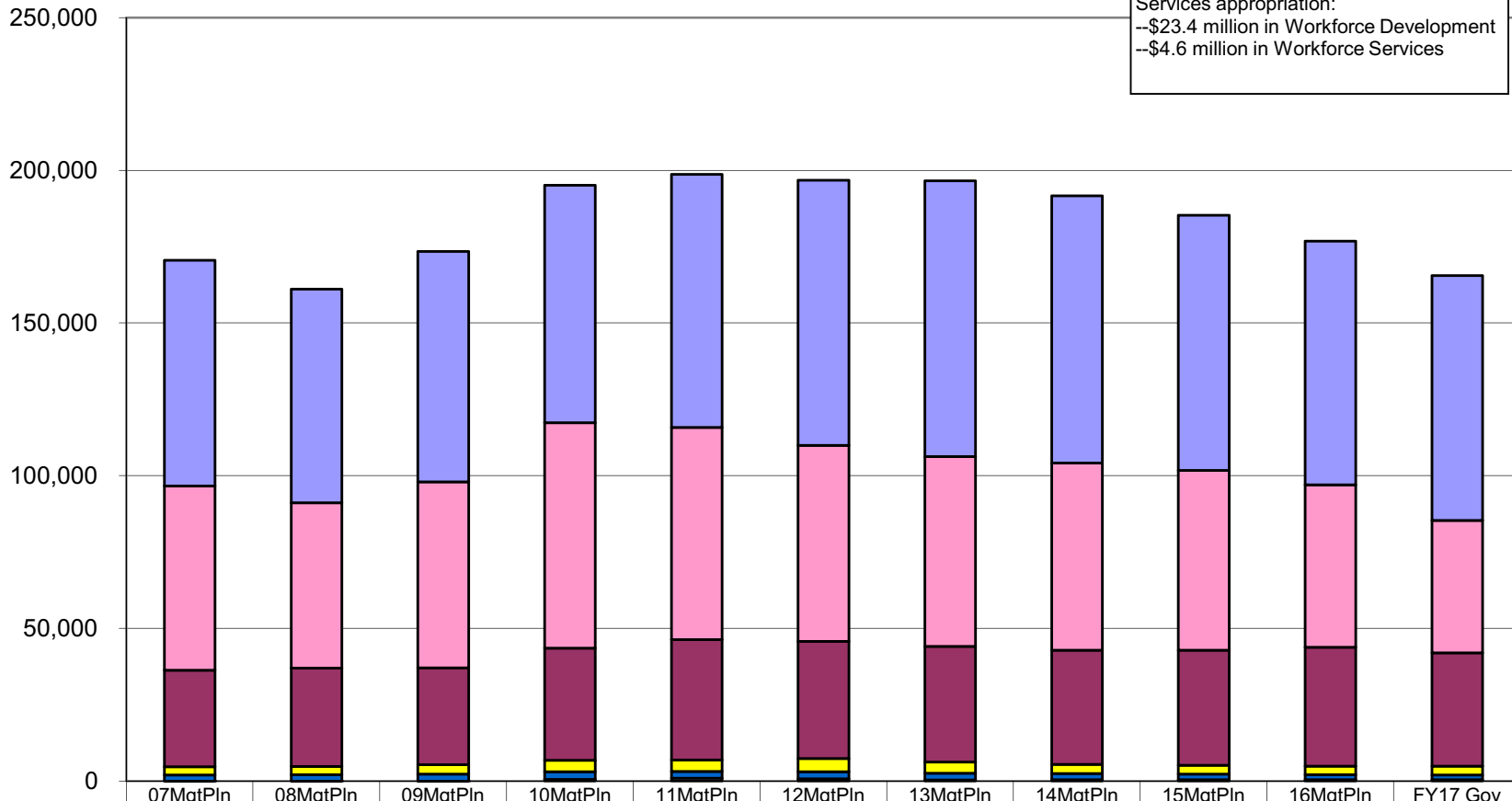
\* According to the Department of Labor and Workforce Development, there were 333,174 resident workers in Alaska in 2013.

## Department of Labor and Workforce Development

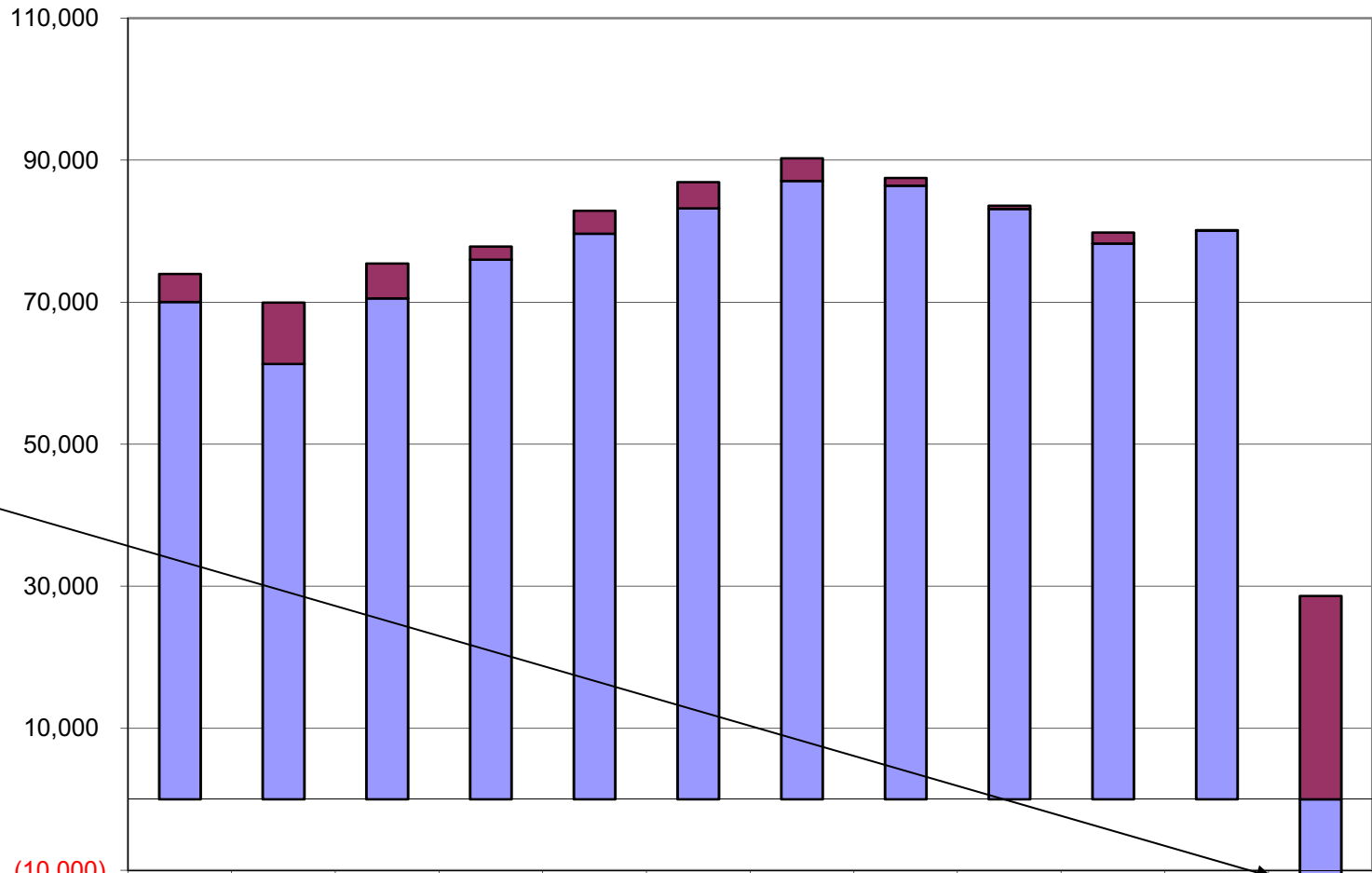
### Line Items (All Funds) (\$ Thousands)

The majority of the funding is in the following line items:  
Personal Services: 48%  
Grants: 26%

About 64% (\$28 million) of the grants funding is in two allocations within the reorganized Employment & Training Services appropriation:  
--\$23.4 million in Workforce Development  
--\$4.6 million in Workforce Services



**Department of Labor and Workforce Development  
Salary Adjustment Increases and Personal Services Costs  
(All Funds)  
(\$ Thousands)**



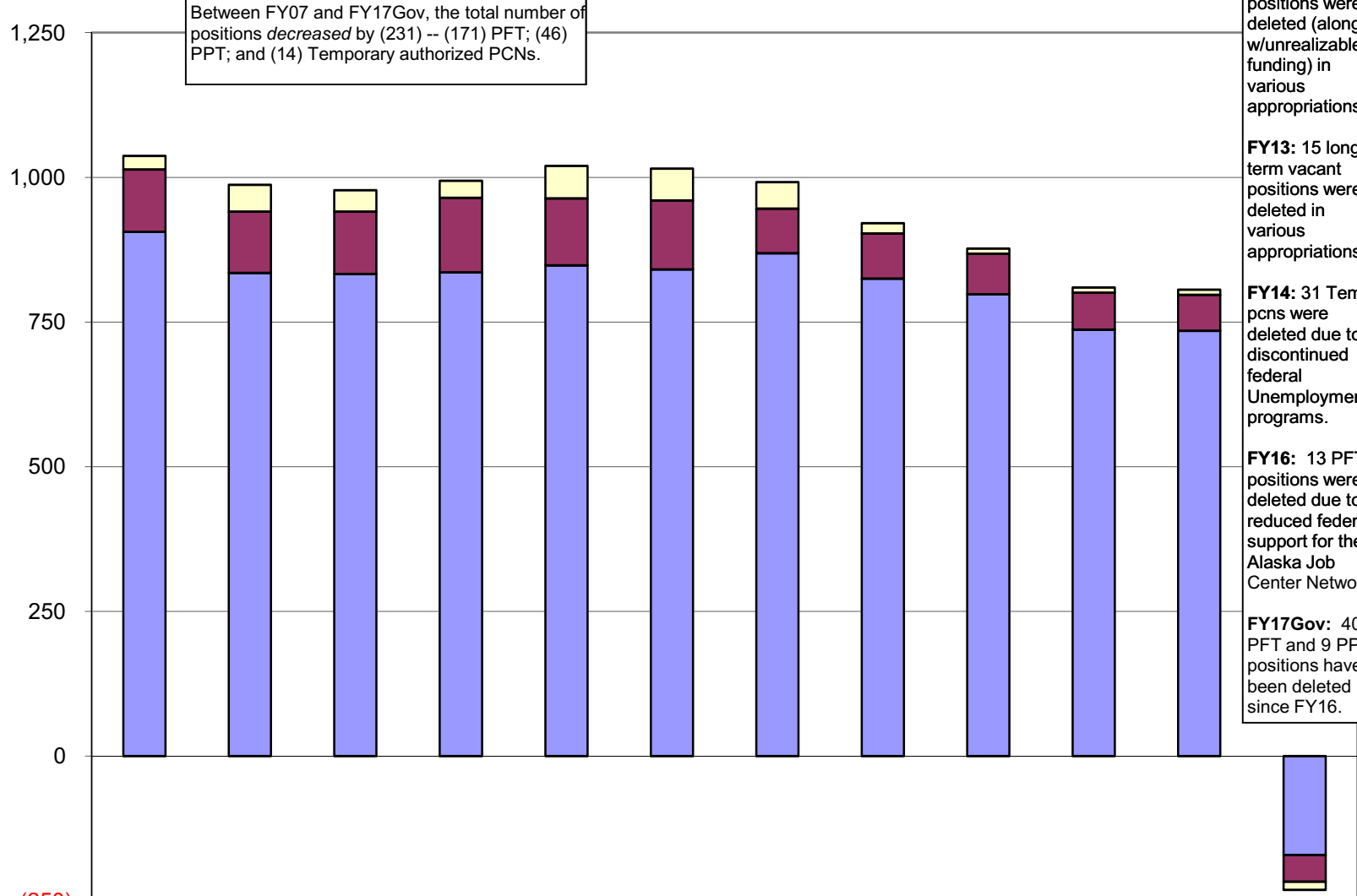
Personal Services increased \$6.1 million from FY07 to FY17Gov, an increase of 8%.

**Summary\***  
The change consists of a \$28.6 million increase for contractual salary adjustments and a (\$22.5 million) reduction in non-contractual personal services costs.

	07MgtPln	08MgtPln	09MgtPln	10MgtPln	11MgtPln	12MgtPln	13MgtPln	14MgtPln	15MgtPln	16MgtPln	FY17 Gov	Summary
■ Salary Adjustments	3,946.6	8,661.4	4,897.6	1,853.1	3,221.5	3,682.1	3,190.5	1,089.5	463.6	1,579.1	0.8	28,639.2
■ Personal Svcs less Salary Adjustments	70,039.4	61,320.6	70,560.5	75,995.4	79,667.9	83,234.0	87,085.7	86,441.4	83,141.7	78,268.7	80,128.2	(22,496.2)

\* Changes in the personal services line from FY07 to FY17 are segregated into two parts: (1) base increases (primarily due to contractual negotiations) and (2) other personal services increases such as transfers between line items or increases from new positions. The final column sums the two types of changes during the period.

## Department of Labor and Workforce Development Budgeted Positions



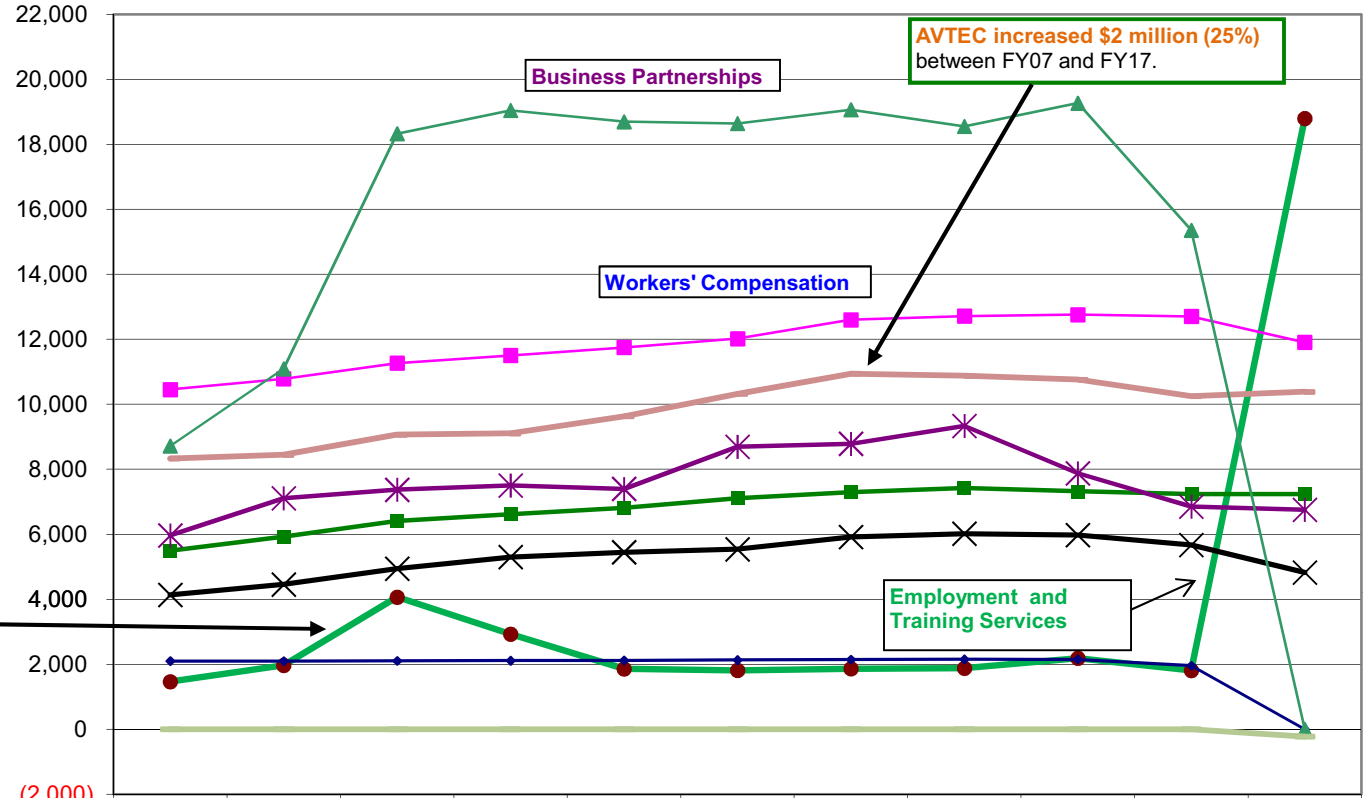
(250)

	07MgtPln	08MgtPln	09MgtPln	10MgtPln	11MgtPln	12MgtPln	13MgtPln	14MgtPln	15MgtPln	16MgtPln	FY17 Gov	07MgtPln to 17Gov
□ Temporary	23	46	37	29	56	55	46	18	9	9	9	(14)
■ Perm Part Time	108	106	108	129	116	119	77	78	70	64	62	(46)
■ Perm Full Time	906	835	833	836	848	841	869	825	798	737	735	(171)

### Appropriations within the Department of Labor and Workforce Development (GF Only) (\$ Thousands)

In the 17Gov Request, the **Business Partnerships** and **Employment Security** appropriations were merged into the **Employment and Training Services** appropriation. The implementation of Administrative Order No. 275 became the impetus for several organizational changes. Prior to that action, the Business Partnerships appropriation was comprised of ten allocations. It is anticipated that the reorganization reduces the number of staff necessary to provide workforce development grants and services.

The spike in FY09 is attributable to the replacement of unrealizable federal funds (FF) with GF.



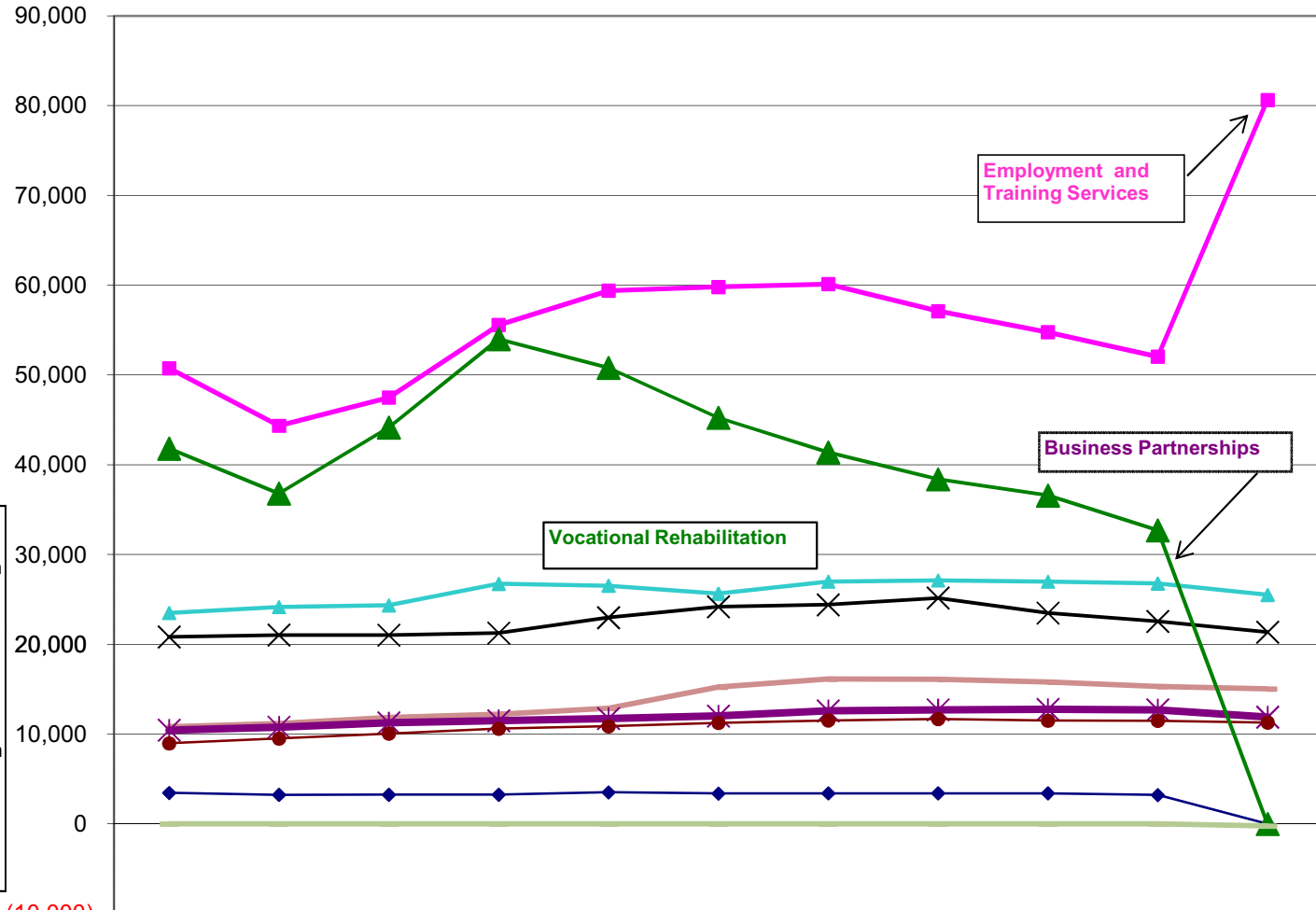
	07MgtPln	08MgtPln	09MgtPln	10MgtPln	11MgtPln	12MgtPln	13MgtPln	14MgtPln	15MgtPln	16MgtPln	FY17 Gov
● Employment and Training Services	1,464.6	1,967.8	4,065.2	2,927.0	1,859.1	1,812.6	1,863.9	1,877.5	2,186.6	1,809.5	18,795.1
■ Workers' Compensation	10,451.6	10,782.9	11,264.9	11,501.9	11,748.3	12,018.7	12,602.2	12,712.1	12,758.7	12,705.7	11,905.7
● AVTEC	8,333.4	8,447.0	9,067.3	9,106.1	9,631.6	10,322.4	10,942.5	10,877.1	10,758.6	10,249.8	10,382.9
■ Labor Standards and Safety	5,495.7	5,923.7	6,412.5	6,616.9	6,809.0	7,111.4	7,295.3	7,419.3	7,320.6	7,240.1	7,240.1
* Commissioner and Admin Svcs	5,965.3	7,110.1	7,369.7	7,502.6	7,397.3	8,693.1	8,787.0	9,334.6	7,875.6	6,853.0	6,753.0
× Vocational Rehabilitation	4,135.1	4,455.5	4,940.2	5,300.0	5,447.2	5,538.8	5,918.1	6,018.7	5,977.8	5,673.1	4,824.0
◆ Employment Security	2,099.7	2,099.2	2,107.6	2,112.7	2,119.5	2,132.5	2,145.9	2,151.1	2,150.3	1,958.8	-
▲ Business Partnerships	8,718.0	11,095.6	18,325.7	19,045.4	18,695.1	18,639.7	19,064.3	18,550.6	19,267.3	15,356.6	-
■ Agency Unallocated Appropriation	-	-	-	-	-	-	-	-	-	-	(225.9)

## Appropriations within the Department of Labor and Workforce Development (All Funds) (\$ Thousands)

Overall, the Department's total budget has *declined* (\$5.1 million) between FY07 and FY17Gov. (This amount does include a \$1.3 million transfer of funds to the Department of Health and Social Services from **Vocational Rehabilitation** due to interdepartmental reorganization of the Independent Living program for FY17.)

Also, with the implementation of Administrative Order 275, the **Business Partnerships** and Employment Security appropriations are melded into **Employment and Training Services**.

The funding volatility in **Business Partnerships** is primarily due to the \$7 million reduction of one-time discretionary federal funds (FY08); and the addition of funds (FY09-10) for Construction Academy Training and Business Services apprenticeship programs. Funding has been reduced starting in FY11 due to the fact that these programs may apply for competitive grants from sources other than the State.



(10,000)

	07MgtPln	08MgtPln	09MgtPln	10MgtPln	11MgtPln	12MgtPln	13MgtPln	14MgtPln	15MgtPln	16MgtPln	FY17 Gov
— Employment & Training Services	50,755.8	44,350.5	47,480.4	55,576.4	59,389.4	59,805.5	60,122.0	57,110.7	54,767.4	52,041.8	80,638.4
— Vocational Rehabilitation	23,496.8	24,163.1	24,355.7	26,747.7	26,536.8	25,652.5	26,991.7	27,118.6	26,988.8	26,779.2	25,506.6
— Commissioner and Admin Svcs	20,829.6	21,046.8	21,026.4	21,256.5	22,982.1	24,198.7	24,414.4	25,167.3	23,486.3	22,570.7	21,370.7
— AVTEC	10,826.2	11,202.4	11,866.9	12,219.6	12,868.3	15,242.6	16,126.9	16,097.7	15,806.3	15,304.3	15,037.4
— Workers' Compensation	10,451.6	10,782.9	11,264.9	11,501.9	11,748.3	12,018.7	12,602.2	12,712.1	12,758.7	12,705.7	11,905.7
— Labor Standards and Safety	8,979.3	9,513.0	10,071.5	10,608.8	10,882.7	11,260.4	11,529.6	11,688.9	11,502.8	11,497.9	11,297.9
— Employment Security	3,462.5	3,240.9	3,258.2	3,265.1	3,523.5	3,389.7	3,406.7	3,413.1	3,412.2	3,222.2	-
— Business Partnerships	41,808.5	36,808.4	44,161.0	54,011.7	50,800.3	45,236.1	41,376.5	38,398.1	36,584.2	32,704.2	-
— Agency Unallocated Approp	-	-	-	-	-	-	-	-	-	-	(225.9)

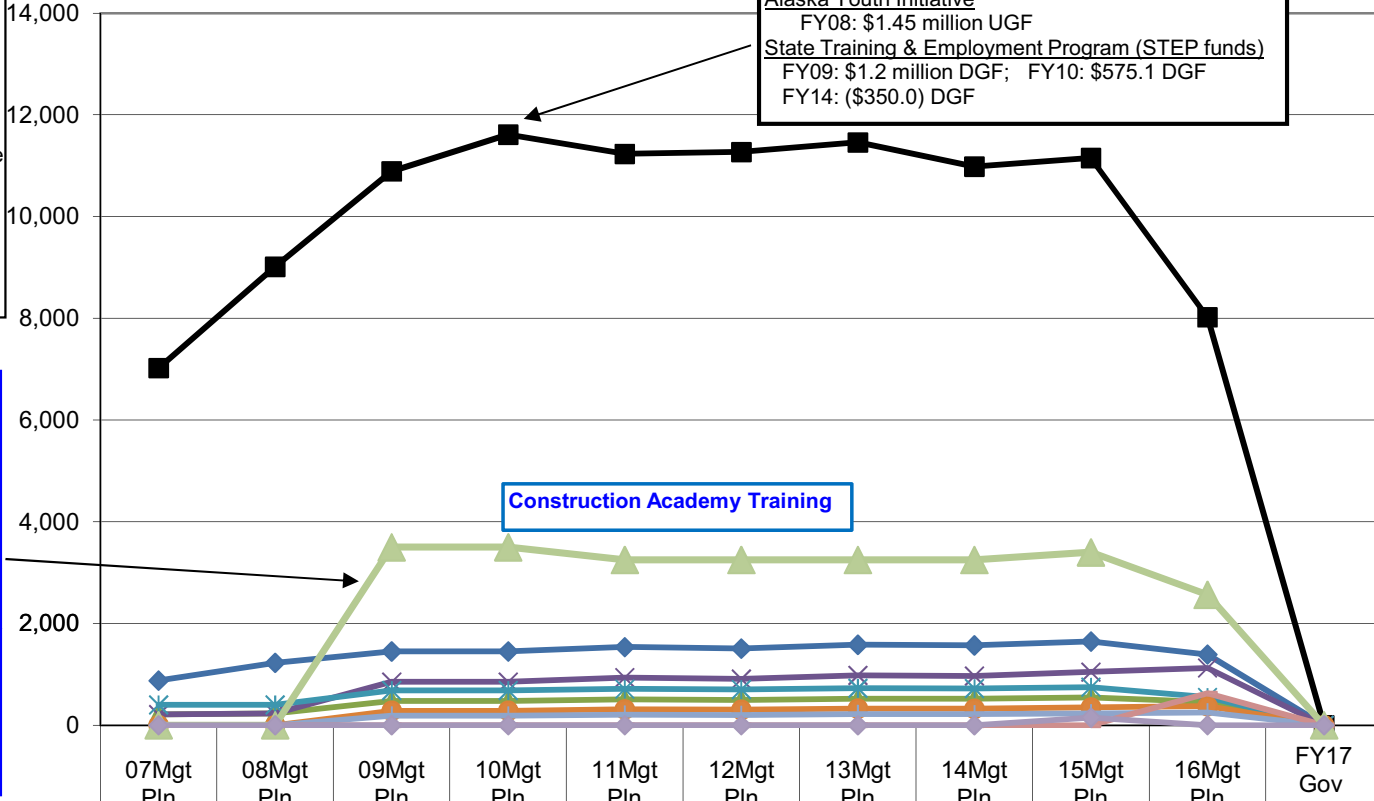
The reorganization that occurred in response to Administrative Order 275 eliminated the Business Partnerships Appropriation in the FY17 Gov Request. Funds from the allocations listed below were transferred into a new Division of Employment and Training Services.

In FY16, Business Services and the Construction Academy Training allocations comprised about 69% of the Business Partnerships GF Appropriation.

**Construction Academy Training:**  
**FY09:** \$3.5 million UGF in the operating budget  
 Prior to FY09, funding had been appropriated in the capital budget:  
 FY07: \$1 million UGF  
 FY08: \$2 million  
**FY11:** Funding was reduced by \$250.0 UGF (to \$3,250.0)  
**FY17:** Funding was reduced by \$600.0 in response to Legislative Intent that over the next five years would eliminate UGF support (current funding is \$1,964.2).

### Department of Labor and Workforce Development Allocations within the Business Partnerships Appropriation (GF Only) (\$ Thousands)

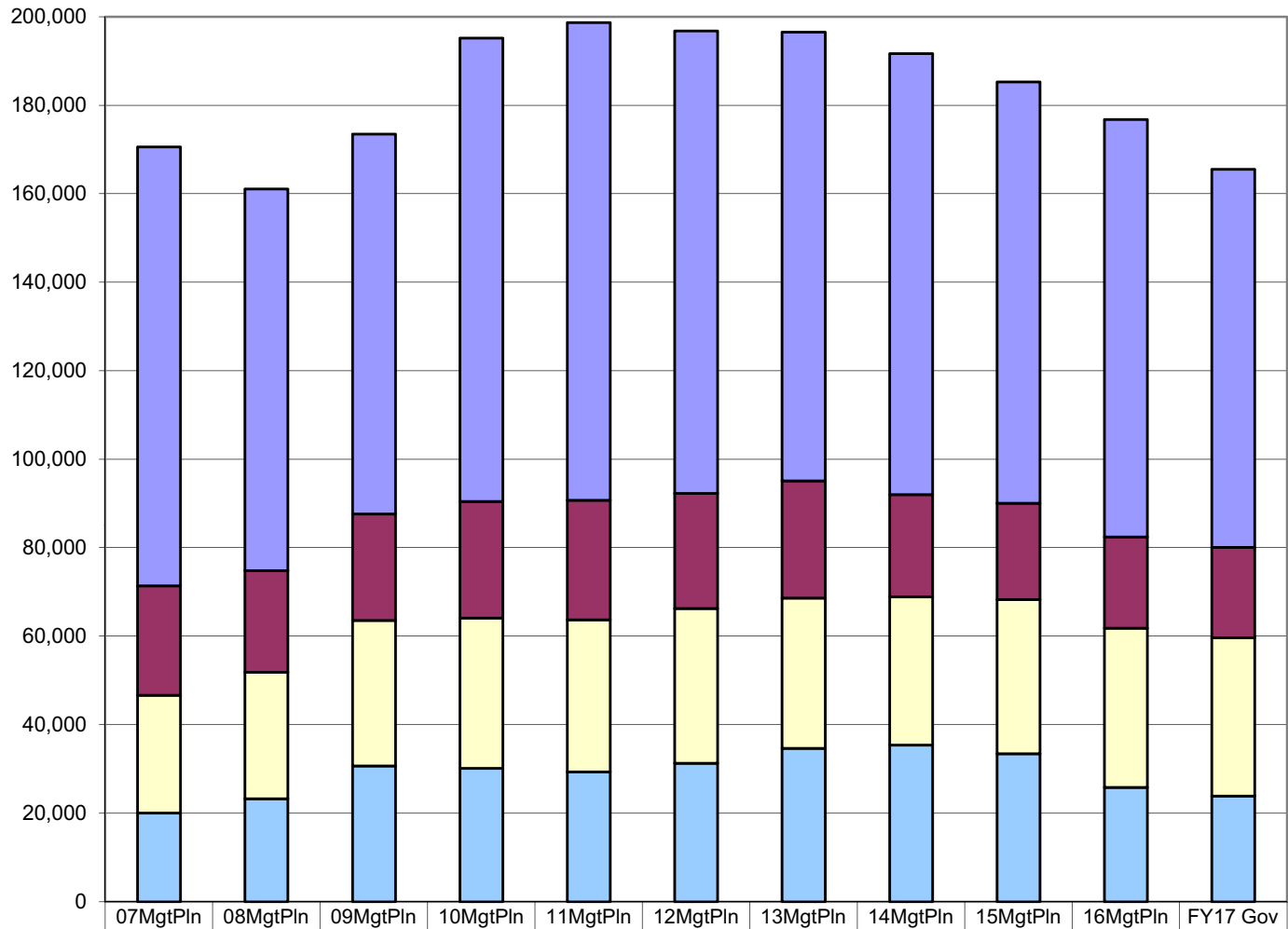
**Business Services:**  
 Alaska Youth Initiative  
 FY08: \$1.45 million UGF  
 State Training & Employment Program (STEP funds)  
 FY09: \$1.2 million DGF; FY10: \$575.1 DGF  
 FY14: (\$350.0) DGF



	07Mgt Pln	08Mgt Pln	09Mgt Pln	10Mgt Pln	11Mgt Pln	12Mgt Pln	13Mgt Pln	14Mgt Pln	15Mgt Pln	16Mgt Pln	FY17 Gov
Business Services	7,022.4	9,012.7	10,891.	11,610.	11,233.	11,269.	11,459.	10,985.	11,153.	8,022.1	-
AK Technical Center (Kotzebue)	876.4	1,226.9	1,450.2	1,450.2	1,536.3	1,507.7	1,580.8	1,568.4	1,645.4	1,391.0	-
SW AK Voc Educ Ctr Ops Grant	209.6	228.0	478.4	478.4	507.1	497.6	521.9	517.8	543.5	454.0	-
Yuut Operations Grant	209.6	228.0	850.2	850.2	936.3	907.7	980.8	968.4	1,045.4	1,126.0	-
Northwest Alaska Center	400.0	400.0	683.4	683.4	712.1	702.6	726.9	722.8	748.5	548.3	-
Partners for Progress in Delta	-	-	283.4	283.4	312.1	302.6	326.9	322.8	348.5	375.3	-
Amundsen Educational Center	-	-	188.9	188.9	208.1	201.7	218.0	215.2	232.3	250.2	-
Ilisagvik College	-	-	-	-	-	-	-	-	-	625.5	-
Construction Academy Training	-	-	3,500.0	3,500.0	3,250.0	3,250.0	3,250.0	3,250.0	3,400.0	2,564.2	-
Rural Apprenticeship Outreach	-	-	-	-	-	-	-	-	150.0	-	-

## Department of Labor and Workforce Development Total Funding Comparison by Fund Group (All Funds) (\$ Thousands)

**Between FY07 & FY17Gov:**  
 --UGF increased by \$3.9 million (19%)  
 --DGF increased by \$9.1 million (34%)  
 --Other funds decreased by (\$4.3) million (-17%)  
 --Federal Funds decreased by (\$13.8) million (-14%)

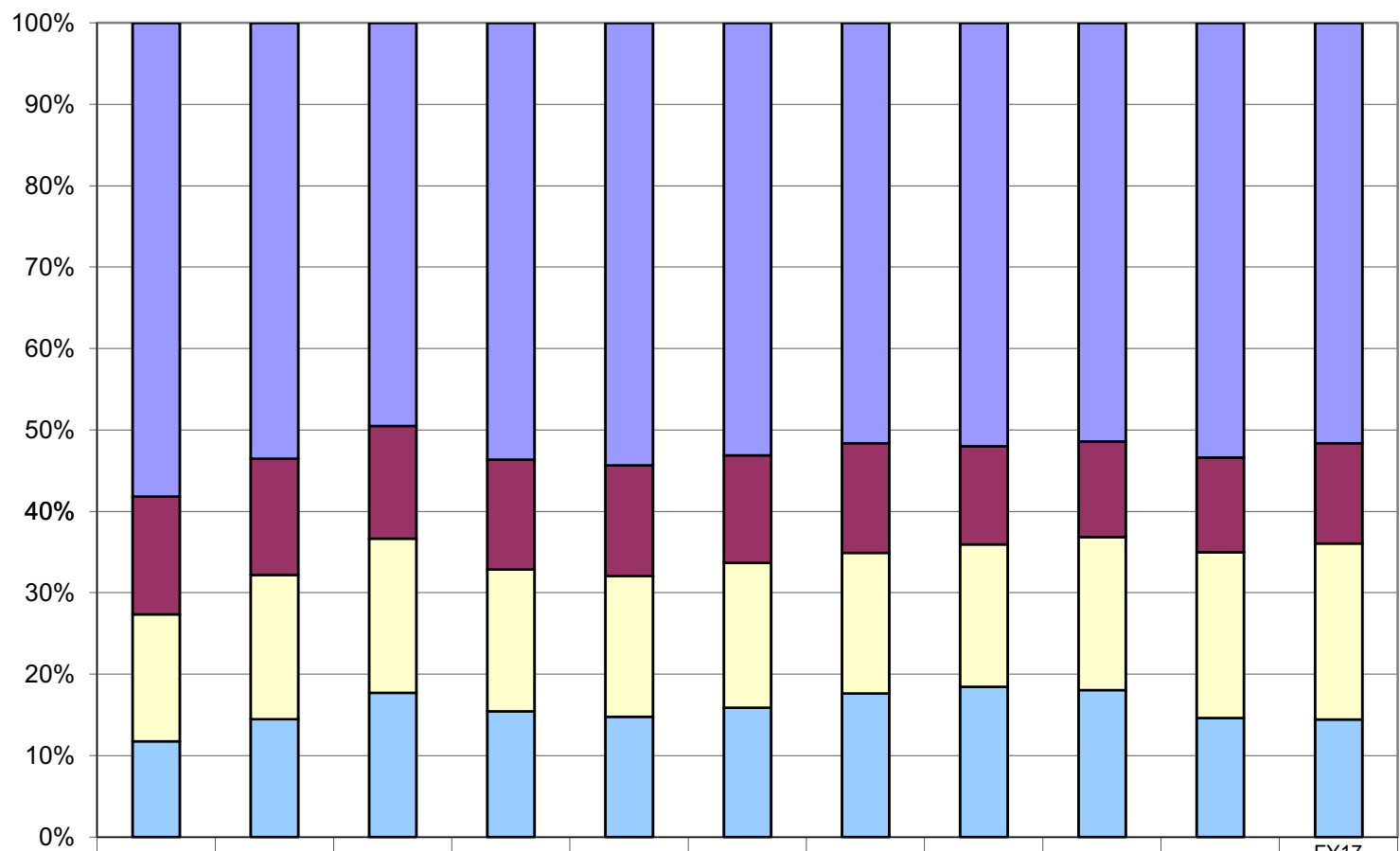


	07MgtPln	08MgtPln	09MgtPln	10MgtPln	11MgtPln	12MgtPln	13MgtPln	14MgtPln	15MgtPln	16MgtPln	FY17 Gov
Federal Receipts (Fed)	99,236.7	86,256.2	85,866.2	104,704.9	107,969.4	104,512.1	101,468.0	99,692.1	95,237.6	94,386.6	85,438.1
Other State Funds (Other)	24,710.2	22,970.0	24,065.7	26,370.2	27,054.9	26,022.9	26,482.8	23,073.4	21,773.6	20,592.8	20,417.8
Designated General (DGF)	26,628.9	28,582.0	32,851.3	33,962.0	34,374.0	34,976.9	33,929.4	33,537.0	34,847.5	36,015.1	35,767.5
Unrestricted General (UGF)	20,034.5	23,299.8	30,701.8	30,150.6	29,333.1	31,292.3	34,689.8	35,404.0	33,448.0	25,831.5	23,907.4



**Department of Labor and Workforce Development  
Percent of the Total Department's Budget by Fund Group  
(All Funds)  
(\$ Thousands)**

**FY17 Gov Budget:**  
General Funds (14% UGF and 22% DGF)--Totaling 36%  
Other Funds -- 12%  
Federal Receipt Authority -- 52%



	07MgtPln	08MgtPln	09MgtPln	10MgtPln	11MgtPln	12MgtPln	13MgtPln	14MgtPln	15MgtPln	16MgtPln	FY17 Gov
■ Federal Receipts (Fed)	99,236.7	86,256.2	85,866.2	104,704.9	107,969.4	104,512.1	101,468.0	99,692.1	95,237.6	94,386.6	85,438.1
■ Other State Funds (Other)	24,710.2	22,970.0	24,065.7	26,370.2	27,054.9	26,022.9	26,482.8	23,073.4	21,773.6	20,592.8	20,417.8
■ Designated General (DGF)	26,628.9	28,582.0	32,851.3	33,962.0	34,374.0	34,976.9	33,929.4	33,537.0	34,847.5	36,015.1	35,767.5
■ Unrestricted General (UGF)	20,034.5	23,299.8	30,701.8	30,150.6	29,333.1	31,292.3	34,689.8	35,404.0	33,448.0	25,831.5	23,907.4