

JOINT BUDGET COMMITTEE



STAFF FIGURE SETTING FY 2017-18

DEPARTMENT OF LABOR AND EMPLOYMENT

JBC WORKING DOCUMENT - SUBJECT TO CHANGE
STAFF RECOMMENDATION DOES NOT REPRESENT COMMITTEE DECISION

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HOW TO USE THIS DOCUMENT

The Department Overview contains a table summarizing the staff recommended incremental changes followed by brief explanations of each incremental change. A similar overview table is provided for each division, but the description of incremental changes is not repeated, since it is available under the Department Overview. More details about the incremental changes are provided in the sections following the Department Overview and the division summary tables.

Decision items, both department-requested items and staff-initiated items, are discussed either in the Decision Items Affecting Multiple Divisions or at the beginning of the most relevant division. Within a section, decision items are listed in the requested priority order, if applicable.

DEPARTMENT OVERVIEW

The Department of Labor and Employment (Department) is responsible for providing services to employers and job seekers, and enforcing laws concerning labor standards, unemployment insurance, workers' compensation, public safety, and consumer protection.

The Department is comprised of the following major organizational units:

- Executive Director's Office
- Division of Unemployment Insurance
- Division of Employment and Training
- Division of Labor Standards and Statistics
- Division of Oil and Public Safety
- Division of Workers' Compensation
- Division of Vocational Rehabilitation

In Fiscal Year 2016-17, the Department was appropriated \$244.1 million and 1,279.8 full-time-equivalent (FTE) staff.

SUMMARY OF STAFF RECOMMENDATIONS

DEPARTMENT OF LABOR AND EMPLOYMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$244,115,012	\$20,749,612	\$71,493,888	\$9,401,877	\$142,469,635	1,279.3
Other legislation	36,750	36,750	0	0	0	0.5
TOTAL	\$244,151,762	\$20,786,362	\$71,493,888	\$9,401,877	\$142,469,635	1,279.8
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$244,151,762	\$20,786,362	\$71,493,888	\$9,401,877	\$142,469,635	1,279.8
BA 2 Property Fund	2,127	425	132	0	1,570	0.0
BA 3 HLD	(70,087)	(4,087)	(23,748)	(1,406)	(40,846)	0.0
BA 4 HRIS	208,696	104,348	104,348	0	0	0.0
R1 Conveyance App and DB	445,000	0	445,000	0	0	0.0
Non-prioritized changes	202,538	0	127,692	0	74,846	0.0
JBC staff initiated changes Older Blind Grants	362,000	0	0	0	362,000	0.0
JBC staff initiated changes Career to Service Pilot	40,296	0	40,296	0	0	0.3
JBC staff initiated changes for Bottom Line Funding Adjustment	0	0	0	0	0	0.0
JBC SI Change UI Fraud Investigators	0	0	0	0	0	0.0
JBC staff initiated changes for Veterans Pilot Program	(157,950)	(157,950)	0	0	0	(0.3)
JBC staff initiated changes for Labor Market Information	(11,323)	0	(11,323)	0	0	0.0
Centrally appropriated line items	3,856,853	456,213	753,988	15,146	2,631,506	0.0
Indirect cost assessment adjustment	78,446	0	76,125	(30)	2,351	0.0
Annualize prior year salary survey	0	0	0	0	0	0.0
Annualize prior year legislation	(298,389)	101,611	(500,000)	100,000	0	0.0
TOTAL	\$248,809,969	\$21,286,922	\$72,506,398	\$9,515,587	\$145,501,062	1,279.8
INCREASE/(DECREASE)	\$4,658,207	\$500,560	\$1,012,510	\$113,710	\$3,031,427	0.0

DEPARTMENT OF LABOR AND EMPLOYMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Percentage Change	1.9%	2.4%	1.4%	1.2%	2.1%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$248,576,946	\$21,444,872	\$72,477,425	\$9,515,587	\$145,139,062	1,279.8
Request Above/(Below) Recommendation	(\$233,023)	\$157,950	(\$28,973)	\$0	(\$362,000)	(0.0)

DESCRIPTION OF INCREMENTAL CHANGES

R1 CONVEYANCE APP AND DB: The request includes an increase of \$445,000 cash funds in FY 2017-18 for implementation of a new software system in the Division of Oil and Public Safety. The funds for this request come entirely from cash funds (Conveyance Safety Fund) and can be absorbed from current cash funds without the need for increased fees.

BA 2 PROPERTY FUND: The budget amendment includes an increase of \$2,127 total funds, which includes \$425 General Fund, \$132 cash funds, and \$1,570 federal funds for payments to risk management and property funds.

BA 3 HLD: The budget amendment includes a decrease of \$70,087 total funds for adjustments on health, life, and dental.

BA 4 HRIS: The budget amendment includes an increase of \$208,696 total funds, which includes \$104,348 General Fund and \$104,348 cash funds, for the Department's statewide share of the HRIS system.

NP1 OIT SECURE COLORADO: The request includes an increase of \$131,354 total funds, which includes \$65,677 cash funds and \$65,677 federal funds to obtain advanced information security event analytics capabilities.

NP2 RESOURCES FOR ADMINISTRATIVE COURTS: The request includes an increase of \$35,751 cash funds for administrative courts in the Department of Personnel.

NP3 ANNUAL FLEET VEHICLE REQUEST: The request includes a decrease of \$17,096 federal funds changes in annual payments to the Department of Personnel for fleet vehicles use.

NP4 OIT DESKSIDE: The request includes an increase of \$52,529 total funds, which includes \$26,264 cash funds and \$26,265 federal funds for OIT deskside service.

JBC STAFF INITIATED CHANGES FOR VETERANS PILOT PROGRAM: The request includes a decrease of \$78,975 General Fund to reflect the program end date of January 2018.

JBC STAFF INITIATED CHANGES FOR CAREER-TO-SERVICE PILOT PROGRAM: The request includes a increase of \$40,296 cash funds from the Marijuana Tax Cash Fund to reflect anticipated costs for FY 2017-18 contained in the fiscal note.

JBC STAFF INITIATED CHANGES FOR LABOR MARKET INFORMATION: The request includes a decrease of \$11,323 cash funds to reflect that the Division no longer sells market data and no longer receives the money indicated in the cash funds.

JBC STAFF INITIATED CHANGES FOR UI FRAUD INVESTIGATORS: The request includes no changes in current appropriations. The change involves converting temporary employees to permanent employees.

JBC STAFF INITIATED CHANGES FOR OLDER BLIND GRANTS: The request includes an increase of \$362,000 federal funds to reflect the transfer of Older Blind Grants from the Department of Human Services to the Department of Labor and Employment.

CENTRALLY APPROPRIATED LINE ITEMS: The request includes adjustments to centrally appropriated line items for the following: state contributions for health, life, and dental benefits; short-term disability; supplemental state contributions to the Public Employees' Retirement Association (PERA) pension fund; salary survey; shift differential; workers' compensation; legal services; administrative law judges; payment to risk management and property funds; leased space; Capitol complex leased space; payments to OIT; and CORE.

INDIRECT COST ASSESSMENTS: The request includes an increase of \$78,446 total funds for adjustments to departmental indirect cost assessments included in the Statewide Indirect Cost Plan.

ANNUALIZE PRIOR YEAR BUDGET ACTIONS: The request includes an increase of \$150,603 total funds to reflect the FY 2017-18 impact of prior year budget decisions for salary survey.

ANNUALIZE PRIOR YEAR LEGISLATION: The request includes a decrease of \$298,389 total funds to reflect the FY 2017-18 impact of legislation that passed in previous legislative sessions, including the following acts:

- SB 16-179 (CDLE Unemployment Insurance Classification) increase of \$1,611 General Fund;
- HB 16-1267 (Colorado Veterans' Service-To-Career Pilot Program) decrease of \$500,000 cash funds; and
- HB 15-1276 (Skilled Worker Outreach, Recruitment and Training) increase of \$100,000 reappropriated funds.

MAJOR DIFFERENCES FROM THE REQUEST

The differences between the Department request and staff recommendation is approximately \$233,000 total funds. These differences include the addition of Older Blind Grants and expenses to the Career-to-Service program as anticipated by the fiscal note. The differences also include reductions to the Veteran Pilot Program to reflect the ending of the program and removal of cash funds that the Department no longer receives.

(1) EXECUTIVE DIRECTOR'S OFFICE

The Executive Director's Office provides common services to all divisions including employee Health, life, and dental insurance, workers' compensation insurance, and employee shift differential. Support services are also located in the Executive Director's Office.

EXECUTIVE DIRECTOR'S OFFICE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$48,878,834	\$3,910,424	\$20,188,635	\$657,216	\$24,122,559	110.2
TOTAL	\$48,878,834	\$3,910,424	\$20,188,635	\$657,216	\$24,122,559	110.2
FY 2017-18 RECOMMENDED APPROPRIATION*						
FY 2016-17 Appropriation	\$48,878,834	\$3,910,424	\$20,188,635	\$657,216	\$24,122,559	110.2
BA 2 Property Fund	2,127	425	132	0	1,570	0.0
BA 3 HLD	(70,087)	(4,087)	(23,748)	(1,406)	(40,846)	0.0
BA 4 HRIS	208,696	104,348	104,348	0	0	0.0
Non-prioritized changes	166,787	0	91,941	0	74,846	0.0
JBC staff initiated changes for Bottom Line Funding Adjustment	0	0	0	0	0	0.0
Centrally appropriated line items	3,531,098	453,484	430,962	15,146	2,631,506	0.0
Indirect cost assessment adjustment	78,446	0	76,125	(30)	2,351	0.0
Annualize prior year salary survey	(137,997)	(6,210)	(45,504)	0	(86,283)	0.0
TOTAL	\$52,657,904	\$4,458,384	\$20,822,891	\$670,926	\$26,705,703	110.2
INCREASE/(DECREASE)	\$3,779,070	\$547,960	\$634,256	\$13,710	\$2,583,144	0.0
Percentage Change	7.7%	14.0%	3.1%	2.1%	10.7%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$52,657,904	\$4,458,384	\$20,822,891	\$670,926	\$26,705,703	110.2
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	(0.0)

*Recommendation includes several items pending the Committee's decision on common policies and legal rates

DECISION ITEMS - EXECUTIVE DIRECTOR'S OFFICE**→ NP1 OIT SECURE COLORADO**

REQUEST: The request includes an increase of \$131,354 total funds, which includes \$65,677 cash funds and \$65,677 federal funds to obtain advanced information security event analytics capabilities.

RECOMMENDATION: Staff recommendation is pending Committee approval of a common policy for this request. This request item will be addressed in a separate staff figure setting for the Governor's Office.

→ NP3 ANNUAL FLEET VEHICLE REQUEST

REQUEST: The request includes a decrease of \$17,096 federal funds for annual payments to the Department of Personnel for fleet vehicles use.

RECOMMENDATION: Staff recommendation is pending Committee approval of a common policy for this request. This request item will be addressed in a separate staff figure setting for the common policy.

→ NP4 OIT DESKSIDE

REQUEST: The request includes an increase of \$52,529 total funds, which includes \$26,264 cash funds and \$26,265 federal funds for OIT deskside service.

RECOMMENDATION: Staff recommendation is pending Committee approval of a common policy for this request. This request item will be addressed in a separate staff figure setting for the Governor’s Office.

→ STAFF-INITIATED: BOTTOM LINE FUNDING ADJUSTMENT

Staff recommends adjusting the line items in this Division to reflect the bottom line funding aspect of the Division. Bottom line funding is used in this Division as it receives a large amount of federal funds and the Division needs the ability to fund split based on the fluctuations in federal funding. Staff has adjusted the Personal Services, Legal Services, Payment To Risk Management And Property Funds, Leased Space, and Payments to OIT line items to reflect changes in fund splits.

LINE ITEM DETAIL — EXECUTIVE DIRECTOR’S OFFICE

PERSONAL SERVICES

This line item provides staff and services for needs that are common to all divisions within the Department of Labor and Employment. The Executive Director's Office administers facilities, equipment, and common program elements such as Human Resources, Financial Services, and Information Technology support staff, for example, needed by all divisions within the Department and, therefore, are budgeted within the "Personal Services" line item in the Executive Director's Office.

STATUTORY AUTHORITY: Pursuant to Section 24-75-112 (1) (b), C.R.S.

REQUEST: The Department requests an appropriation of \$9,102,317 total funds (\$184,074 General Fund, \$4,523,663 cash funds, \$162,366 reappropriated funds, and \$4,232,214 federal funds) and 110.2 FTE.

RECOMMENDATION: Staff recommends approval of the request.

EXECUTIVE DIRECTOR'S OFFICE, PERSONAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$9,089,711	\$184,074	\$4,517,359	\$162,366	\$4,225,912	110.2
TOTAL	\$9,089,711	\$184,074	\$4,517,359	\$162,366	\$4,225,912	110.2

EXECUTIVE DIRECTOR'S OFFICE, PERSONAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$9,089,711	\$184,074	\$4,517,359	\$162,366	\$4,225,912	110.2
Annualize prior year salary survey	12,606	0	6,303	0	6,303	0.0
JBC staff initiated changes for Bottom Line Funding Adjustment	0	0	1	0	(1)	0.0
TOTAL	\$9,102,317	\$184,074	\$4,523,663	\$162,366	\$4,232,214	110.2
INCREASE/(DECREASE)	\$12,606	\$0	\$6,304	\$0	\$6,302	0.0
Percentage Change	0.1%	0.0%	0.1%	0.0%	0.1%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$9,102,317	\$184,074	\$4,523,662	\$162,366	\$4,232,215	110.2
Request Above/(Below) Recommendation	\$0	\$0	(\$1)	\$0	\$1	(0.0)

HEALTH, LIFE, DENTAL

This line item is a centrally appropriated and is used to pay for the state's share of health insurance, life insurance, and dental insurance for employees who enroll in the state's health plan, in accordance with the JBC-approved common policy. The request reflects OSPB requested common policy adjustments for FY 2017-18.

STATUTORY AUTHORITY: Pursuant to Section 24-50-611, C.R.S., and defined in Section 24-50-603 (9), C.R.S.

REQUEST: The Department requests an appropriation of \$10,787,604 total funds (\$643,805 General Fund, \$3,663,663 cash funds, \$46,354 reappropriated funds, and \$6,433,782 federal funds).

RECOMMENDATION: **Staff recommends approval of the request**, in accordance with Committee policy, and the fund splits in the following table, but requests permission to make adjustments if necessary.

EXECUTIVE DIRECTOR'S OFFICE, HEALTH, LIFE, AND DENTAL						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	9,700,470	455,647	3,576,396	58,884	5,609,543	0.0
TOTAL	\$9,700,470	\$455,647	\$3,576,396	\$58,884	\$5,609,543	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$9,700,470	\$455,647	\$3,576,396	\$58,884	\$5,609,543	0.0
BA 3 HLD	(70,087)	(4,087)	(23,748)	(1,406)	(40,846)	0.0
Centrally appropriated line items	1,157,221	192,245	111,015	(11,124)	865,085	0.0
TOTAL	\$10,787,604	\$643,805	\$3,663,663	\$46,354	\$6,433,782	0.0
INCREASE/(DECREASE)	\$1,087,134	\$188,158	\$87,267	(\$12,530)	\$824,239	0.0
Percentage Change	11.2%	41.3%	2.4%	(21.3%)	14.7%	0.0%

EXECUTIVE DIRECTOR'S OFFICE, HEALTH, LIFE, AND DENTAL						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2017-18 EXECUTIVE REQUEST	\$10,787,604	\$643,805	\$3,663,663	\$46,354	\$6,433,782	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

SHORT-TERM DISABILITY

This line item is used to pay the Department's share of costs associated with the state's short-term disability program which is administered by the Department of Personnel and Administration. The request reflects OSPB requested common policy adjustments for FY 2017-18.

STATUTORY AUTHORITY: Pursuant to Section 24-50-611, C.R.S., and defined in Section 24-50-603 (13), C.R.S.

REQUEST: The Department requests an appropriation of \$147,773 total funds (\$8,359 General Fund, \$53,237 cash funds, \$1,138 reappropriated funds, and \$85,039 federal funds).

RECOMMENDATION: **Staff recommends approval of the request**, in accordance with Committee policy, and the fund splits in the following table, but requests permission to make adjustments if necessary.

EXECUTIVE DIRECTOR'S OFFICE, SHORT-TERM DISABILITY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	139,651	7,021	54,939	999	76,692	0.0
TOTAL	\$139,651	\$7,021	\$54,939	\$999	\$76,692	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$139,651	\$7,021	\$54,939	\$999	\$76,692	0.0
Centrally appropriated line items	8,122	1,338	(1,702)	139	8,347	0.0
TOTAL	\$147,773	\$8,359	\$53,237	\$1,138	\$85,039	0.0
INCREASE/(DECREASE)	\$8,122	\$1,338	(\$1,702)	\$139	\$8,347	0.0
Percentage Change	5.8%	19.1%	(3.1%)	13.9%	10.9%	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

S.B. 04-257 AMORTIZATION EQUALIZATION DISBURSEMENT

This line item is used to pay the costs associated with S.B. 04-257, which requires an additional state contribution for employees in the Public Employees' Retirement Association (PERA). The request reflects OSPB requested common policy adjustments for FY 2017-18.

STATUTORY AUTHORITY: Pursuant to Section 24-51-411, C.R.S.

REQUEST: The Department requests an appropriation of \$3,920,646 total funds (\$221,751 General Fund, \$1,412,234 cash funds, \$30,196 reappropriated funds, and \$2,256,465 federal funds).

RECOMMENDATION: **Staff recommends approval of the request**, in accordance with Committee policy, and the fund splits in the following table, but requests permission to make adjustments if necessary.

EXECUTIVE DIRECTOR'S OFFICE, S.B. 04-257 AMORTIZATION EQUALIZATION DISBURSEMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	3,570,250	179,284	1,404,033	25,483	1,961,450	0.0
TOTAL	\$3,570,250	\$179,284	\$1,404,033	\$25,483	\$1,961,450	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$3,570,250	\$179,284	\$1,404,033	\$25,483	\$1,961,450	0.0
Centrally appropriated line items	350,396	42,467	8,201	4,713	295,015	0.0
TOTAL	\$3,920,646	\$221,751	\$1,412,234	\$30,196	\$2,256,465	0.0
INCREASE/(DECREASE)	\$350,396	\$42,467	\$8,201	\$4,713	\$295,015	0.0
Percentage Change	9.8%	23.7%	0.6%	18.5%	15.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$3,920,646	\$221,751	\$1,412,234	\$30,196	\$2,256,465	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

S.B. 06-235 SUPPLEMENTAL AMORTIZATION EQUALIZATION DISBURSEMENT

This line item is used to pay costs associated with S.B. 06-235, which provided for a mechanism to increase the effective PERA rate beginning on January 1, 2008. The request reflects OSPB requested common policy adjustments for FY 2017-18.

STATUTORY AUTHORITY: Pursuant to Section 24-51-411, C.R.S.

REQUEST: The Department requests an appropriation of \$3,920,646 total funds (\$221,751 General Fund, \$1,412,234 cash funds, \$30,196 reappropriated funds, and \$2,256,465 federal funds).

RECOMMENDATION: **Staff recommends approval of the request**, in accordance with Committee policy, and the fund splits in the following table, but requests permission to make adjustments if necessary.

EXECUTIVE DIRECTOR'S OFFICE, S.B. 06-235 SUPPLEMENTAL AMORTIZATION EQUALIZATION DISBURSEMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	3,533,158	177,515	1,389,408	25,217	1,941,018	0.0
TOTAL	\$3,533,158	\$177,515	\$1,389,408	\$25,217	\$1,941,018	0.0

EXECUTIVE DIRECTOR'S OFFICE, S.B. 06-235 SUPPLEMENTAL AMORTIZATION EQUALIZATION DISBURSEMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$3,533,158	\$177,515	\$1,389,408	\$25,217	\$1,941,018	0.0
Centrally appropriated line items	387,488	44,236	22,826	4,979	315,447	0.0
TOTAL	\$3,920,646	\$221,751	\$1,412,234	\$30,196	\$2,256,465	0.0
INCREASE/(DECREASE)	\$387,488	\$44,236	\$22,826	\$4,979	\$315,447	0.0
Percentage Change	11.0%	24.9%	1.6%	19.7%	16.3%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$3,920,646	\$221,751	\$1,412,234	\$30,196	\$2,256,465	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

SALARY SURVEY

This line is intended to pay for salary adjustments in accordance with the total compensation report prepared by the Department of Personnel.

STATUTORY AUTHORITY: Pursuant to Section 24-50-104, C.R.S.

REQUEST: The Department requests an appropriation of \$2,285,540 total funds (\$126,928 General Fund, \$820,883 cash funds, \$16,439 reappropriated funds, and \$1,321,290 federal funds).

RECOMMENDATION: **The dollar amount is pending the Committee's decision for FY 2017-18 common policies.** Staff requests permission to reflect the Committee's decision in the appropriation for this line item and permission to work with the Department to ascertain the right fund type mix.

EXECUTIVE DIRECTOR'S OFFICE, SALARY SURVEY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	150,603	6,210	51,807	0	92,586	0.0
TOTAL	\$150,603	\$6,210	\$51,807	\$0	\$92,586	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$150,603	\$6,210	\$51,807	\$0	\$92,586	0.0
Centrally appropriated line items	2,285,540	126,928	820,883	16,439	1,321,290	0.0
Annualize prior year salary survey	(150,603)	(6,210)	(51,807)	0	(92,586)	0.0
TOTAL	\$2,285,540	\$126,928	\$820,883	\$16,439	\$1,321,290	0.0
INCREASE/(DECREASE)	\$2,134,937	\$120,718	\$769,076	\$16,439	\$1,228,704	0.0
Percentage Change	1,417.6%	1,943.9%	1,484.5%	0.0%	1,327.1%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$2,285,540	\$126,928	\$820,883	\$16,439	\$1,321,290	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

*Represents the funding level requested by the Department. The appropriation will be determined through common policy decisions at a later date. Staff will incorporate the Committee's action into the Long Bill.

MERIT PAY

This line item is a centrally appropriated line item used to pay for performance-based pay awards for state employees.

STATUTORY AUTHORITY: Pursuant to Section 24-50-104 (1) (c), C.R.S.

REQUEST: The Department requests an appropriation of \$0 total funds.

RECOMMENDATION: **The dollar amount is pending the Committee’s decision for FY 2017-18 common policies.** Staff requests permission to reflect the Committee’s decision in the appropriation for this line item and permission to work with the Department to ascertain the right fund type mix.

EXECUTIVE DIRECTOR'S OFFICE, MERIT PAY

	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	0	0	0	0	0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$0	\$0	\$0	\$0	\$0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

*Represents the funding level requested by the Department. The appropriation will be determined through common policy decisions at a later date. Staff will incorporate the Committee's action into the Long Bill.

SHIFT DIFFERENTIAL

This line item is used to pay for the incremental costs associated with higher compensation rates for employees who work after regular working hours.

STATUTORY AUTHORITY: Pursuant to Section 24-50-104 (1) (a), C.R.S.

REQUEST: The Department requests an appropriation of \$13,339 federal funds.

RECOMMENDATION: **Staff recommends approval of the request,** in accordance with Committee policy, and the fund splits in the following table, but requests permission to make adjustments if necessary.

EXECUTIVE DIRECTOR'S OFFICE, SHIFT DIFFERENTIAL

	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	14,797	0	0	0	14,797	0.0

EXECUTIVE DIRECTOR'S OFFICE, SHIFT DIFFERENTIAL						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	FEDERAL FUNDS	FTE
TOTAL	\$14,797	\$0	\$0	\$0	\$14,797	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$14,797	\$0	\$0	\$0	\$14,797	0.0
Centrally appropriated line items	(1,458)	0	0	0	(1,458)	0.0
TOTAL	\$13,339	\$0	\$0	\$0	\$13,339	0.0
INCREASE/(DECREASE)	(\$1,458)	\$0	\$0	\$0	(\$1,458)	0.0
Percentage Change	(9.9%)	0.0%	0.0%	0.0%	(9.9%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$13,339	\$0	\$0	\$0	\$13,339	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

WORKERS' COMPENSATION

This line item is used by the Department to reimburse the Department of Personnel for its share of costs associated with providing workers' compensation insurance to state employees and is set by the Department of Personnel common policy adjustments.

STATUTORY AUTHORITY: Pursuant to Section 24-30-1510.7, C.R.S.

REQUEST: The Department requests an appropriation of \$633,223 total funds (\$11,210 General Fund, \$170,874 cash funds, and \$451,139 federal funds).

RECOMMENDATION: **Staff recommendation is pending Committee approval** of a common policy for this line item. Staff requests permission to adjust all pending line items and apply a fund split, once Committee policy is established.

EXECUTIVE DIRECTOR'S OFFICE, WORKERS' COMPENSATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	643,363	11,210	170,874	0	461,279	0.0
TOTAL	\$643,363	\$11,210	\$170,874	\$0	\$461,279	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$643,363	\$11,210	\$170,874	\$0	\$461,279	0.0
Centrally appropriated line items	(10,140)	0	0	0	(10,140)	0.0
TOTAL	\$633,223	\$11,210	\$170,874	\$0	\$451,139	0.0
INCREASE/(DECREASE)	(\$10,140)	\$0	\$0	\$0	(\$10,140)	0.0
Percentage Change	(1.6%)	0.0%	0.0%	0.0%	(2.2%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$633,223	\$11,210	\$170,874	\$0	\$451,139	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

*Represents the funding level requested by the Department. The appropriation will be determined through common policy decisions at a later date. Staff will incorporate the Committee's action into the Long Bill.

OPERATING EXPENSES

This line funds Department-wide and Executive Director’s Office expenses such as department-wide software maintenance agreements, office supplies, in-state travel, and state fleet parking costs.

STATUTORY AUTHORITY: Pursuant to Section 24-75-112 (1) (b), C.R.S.

REQUEST: The Department requests an appropriation of \$1,851,130 total funds (\$17,066 General Fund, \$766,076 cash funds, and \$1,067,988 federal funds), which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

EXECUTIVE DIRECTOR'S OFFICE, OPERATING EXPENSES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	1,851,130	17,066	766,076	0	1,067,988	0.0
TOTAL	\$1,851,130	\$17,066	\$766,076	\$0	\$1,067,988	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,851,130	\$17,066	\$766,076	\$0	\$1,067,988	0.0
TOTAL	\$1,851,130	\$17,066	\$766,076	\$0	\$1,067,988	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

LEGAL SERVICES FOR 8,415 HOURS

This line item is used to pay the Department of Law for the provision of legal services to the Department.

STATUTORY AUTHORITY: Pursuant to 24-31-101 (1) (a), C.R.S., and defined in Section 24-75-112 (1) (i), C.R.S.

REQUEST: The Department requests an appropriation of \$845,596 total funds (\$80,885 General Fund, \$195,606 cash funds, and \$569,105 federal funds).

RECOMMENDATION: **Staff recommends an appropriation sufficient for 8,415 hours.** The dollar amount is pending the Committee policy for FY 2016-17 legal service hour rates, which will be presented during the Department of Law’s figure setting presentation. Staff requests permission to reflect the Committee’s decision in the appropriation for this line item and permission to work with the Department to ascertain the right fund type mix.

EXECUTIVE DIRECTOR'S OFFICE, LEGAL SERVICES

	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$799,846	\$76,509	\$185,024	\$0	\$538,313	0.0
TOTAL	\$799,846	\$76,509	\$185,024	\$0	\$538,313	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$799,846	\$76,509	\$185,024	\$0	\$538,313	0.0
Centrally appropriated line items	45,750	4,376	10,583	0	30,791	0.0
JBC staff initiated changes for Bottom Line Funding Adjustment	0	0	(1)	0	1	0.0
TOTAL	\$845,596	\$80,885	\$195,606	\$0	\$569,105	0.0
INCREASE/(DECREASE)	\$45,750	\$4,376	\$10,582	\$0	\$30,792	0.0
Percentage Change	5.7%	5.7%	5.7%	0.0%	5.7%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$845,596	\$80,885	\$195,607	\$0	\$569,104	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$1	\$0	(\$1)	0.0

PAYMENTS TO RISK MANAGEMENT AND PROPERTY FUNDS

This line item is used to reimburse the Department of Personnel for the Department's share of expenses associated with the state's liability insurance and property insurance. The request reflects OSPB requested common policy adjustments for FY 2017-18.

STATUTORY AUTHORITY: Pursuant to Section 24-30-1510 and 24-30-1510.5, C.R.S.

REQUEST: The Department requests an appropriation of \$141,601 total funds (\$6,880 General Fund, \$38,799 cash funds, and \$95,922 federal funds).

RECOMMENDATION: **Staff recommendation is pending Committee approval** of a common policy for this line item. Staff requests permission to adjust all pending line items and apply a fund split, once Committee policy is established.

EXECUTIVE DIRECTOR'S OFFICE, PAYMENT TO RISK MANAGEMENT AND PROPERTY FUNDS

	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$119,189	\$1,190	\$37,410	\$0	\$80,589	0.0
TOTAL	\$119,189	\$1,190	\$37,410	\$0	\$80,589	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$119,189	\$1,190	\$37,410	\$0	\$80,589	0.0
Centrally appropriated line items	20,285	4,053	1,257	0	14,975	0.0
BA 2 Property Fund	2,127	425	132	0	1,570	0.0
JBC staff initiated changes for Bottom Line Funding Adjustment	0	1,212	0	0	(1,212)	0.0
TOTAL	\$141,601	\$6,880	\$38,799	\$0	\$95,922	0.0

EXECUTIVE DIRECTOR'S OFFICE, PAYMENT TO RISK MANAGEMENT AND PROPERTY FUNDS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
INCREASE/(DECREASE)	\$22,412	\$5,690	\$1,389	\$0	\$15,333	0.0
Percentage Change	18.8%	478.2%	3.7%	0.0%	19.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$141,601	\$5,668	\$38,799	\$0	\$97,134	0.0
Request Above/(Below) Recommendation	\$0	(\$1,212)	\$0	\$0	\$1,212	0.0

*Represents the funding level requested by the Department. The appropriation will be determined through common policy decisions at a later date. Staff will incorporate the Committee's action into the Long Bill.

VEHICLE LEASE PAYMENTS

This line item is used by the Department to reimburse the Department of Personnel for the costs associated with vehicle lease payments for vehicles used by the Department. The request reflects OSPB requested common policy adjustments for FY 2017-18.

STATUTORY AUTHORITY: Pursuant to Section 24-30-1104 (2), C.R.S.

REQUEST: The Department requests an appropriation of \$191,415 total funds (\$10,829 General Fund, \$119,232 cash funds, and \$61,354 federal funds).

RECOMMENDATION: **Staff recommendation is pending Committee approval** of a common policy for this line item. Staff requests permission to adjust all pending line items and apply a fund split, once Committee policy is established.

EXECUTIVE DIRECTOR'S OFFICE, VEHICLE LEASE PAYMENTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	208,511	10,829	119,232	0	78,450	0.0
TOTAL	\$208,511	\$10,829	\$119,232	\$0	\$78,450	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$208,511	\$10,829	\$119,232	\$0	\$78,450	0.0
Non-prioritized changes	(17,096)	0	0	0	(17,096)	0.0
TOTAL	\$191,415	\$10,829	\$119,232	\$0	\$61,354	0.0
INCREASE/(DECREASE)	(\$17,096)	\$0	\$0	\$0	(\$17,096)	0.0
Percentage Change	(8.2%)	0.0%	0.0%	0.0%	(21.8%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$191,415	\$10,829	\$119,232	\$0	\$61,354	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

*Represents the funding level requested by the Department. The appropriation will be determined through common policy decisions at a later date. Staff will incorporate the Committee's action into the Long Bill.

LEASED SPACE

This line item is used by the Department to pay for leased space in locations around the state.

STATUTORY AUTHORITY: Pursuant to Section 24-75-112 (1) (b), C.R.S.

REQUEST: The Department requests an appropriation of \$5,880,720 total funds (\$396,230 General Fund, \$2,370,665 cash funds, and \$3,113,825 federal funds).

RECOMMENDATION: **Staff recommends approval of the request.**

EXECUTIVE DIRECTOR'S OFFICE, LEASED SPACE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$5,441,745	\$317,597	\$2,228,250	\$0	\$2,895,898	0.0
TOTAL	\$5,441,745	\$317,597	\$2,228,250	\$0	\$2,895,898	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$5,441,745	\$317,597	\$2,228,250	\$0	\$2,895,898	0.0
Centrally appropriated line items	438,975	32,716	175,605	0	230,654	0.0
JBC staff initiated changes for Bottom Line Funding Adjustment	0	45,917	(33,190)	0	(12,727)	0.0
TOTAL	\$5,880,720	\$396,230	\$2,370,665	\$0	\$3,113,825	0.0
INCREASE/(DECREASE)	\$438,975	\$78,633	\$142,415	\$0	\$217,927	0.0
Percentage Change	8.1%	24.8%	6.4%	0.0%	7.5%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$5,880,720	\$350,313	\$2,403,855	\$0	\$3,126,552	0.0
Request Above/(Below) Recommendation	\$0	(\$45,917)	\$33,190	\$0	\$12,727	0.0

CAPITOL COMPLEX LEASED SPACE

This line item is used by the Department to reimburse the Department of Personnel for expenses related to maintaining capitol complex facilities managed by Department of Personnel. The request reflects OSPB approved common policy adjustments for FY 2017-18.

STATUTORY AUTHORITY: Pursuant to Section 24-30-1104 (4) and Part 1 of Article 82 of Title 24, C.R.S.

REQUEST: The Department requests an appropriation of \$49,797 total funds (\$5,125 General Fund, \$22,149 cash funds, and \$22,523 federal funds).

RECOMMENDATION: **Staff recommendation is pending Committee approval** of a common policy for this line item. Staff requests permission to adjust all pending line items and apply a fund split, once Committee policy is established.

EXECUTIVE DIRECTOR'S OFFICE, CAPITOL COMPLEX LEASED SPACE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	25,738	0	22,149	0	3,589	0.0

EXECUTIVE DIRECTOR'S OFFICE, CAPITOL COMPLEX LEASED SPACE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
TOTAL	\$25,738	\$0	\$22,149	\$0	\$3,589	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$25,738	\$0	\$22,149	\$0	\$3,589	0.0
Centrally appropriated line items	24,059	5,125	0	0	18,934	0.0
TOTAL	\$49,797	\$5,125	\$22,149	\$0	\$22,523	0.0
INCREASE/(DECREASE)	\$24,059	\$5,125	\$0	\$0	\$18,934	0.0
Percentage Change	93.5%	0.0%	0.0%	0.0%	527.6%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$49,797	\$5,125	\$22,149	\$0	\$22,523	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

*Represents the funding level requested by the Department. The appropriation will be determined through common policy decisions at a later date. Staff will incorporate the Committee's action into the Long Bill.

PAYMENTS TO OIT

This line item is used to reimburse the Governor's Office of Information Technology for the Department's share of costs for the management and administration of OIT. The request reflects OSPB requested common policy adjustments for FY 2017-18.

STATUTORY AUTHORITY: Pursuant to Section 24-37.5-104, C.R.S.

REQUEST: The Department requests an appropriation of \$11,254,126 total funds (\$2,523,491 General Fund, \$4,647,974 cash funds, \$384,102 reappropriated funds, and \$3,698,559 federal funds).

RECOMMENDATION: **Staff recommendation is pending Committee action on Common policies that will be presented during the OIT figure setting presentation.** Staff requests permission to reflect the Committee's decision in the appropriation for this line item and permission to work with the Department to ascertain the right fund type mix.

EXECUTIVE DIRECTOR'S OFFICE, PAYMENTS TO OIT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$11,981,089	\$2,466,272	\$5,112,611	\$384,102	\$4,018,104	0.0
TOTAL	\$11,981,089	\$2,466,272	\$5,112,611	\$384,102	\$4,018,104	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$11,981,089	\$2,466,272	\$5,112,611	\$384,102	\$4,018,104	0.0
BA 4 HRIS	208,696	104,348	104,348	0	0	0.0
Non-prioritized changes	183,883	0	91,941	0	91,942	0.0
JBC staff initiated changes for Bottom Line Funding Adjustment	0	(47,129)	33,190	0	13,939	0.0
Centrally appropriated line items	(1,119,542)	0	(694,116)	0	(425,426)	0.0
TOTAL	\$11,254,126	\$2,523,491	\$4,647,974	\$384,102	\$3,698,559	0.0
INCREASE/(DECREASE)	(\$726,963)	\$57,219	(\$464,637)	\$0	(\$319,545)	0.0

EXECUTIVE DIRECTOR'S OFFICE, PAYMENTS TO OIT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Percentage Change	(6.1%)	2.3%	(9.1%)	0.0%	(8.0%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$11,254,126	\$2,570,620	\$4,614,784	\$384,102	\$3,684,620	0.0
Request Above/(Below) Recommendation	\$0	\$47,129	(\$33,190)	\$0	(\$13,939)	0.0

*Represents the funding level requested by the Department. The appropriation will be determined through common policy decisions at a later date. Staff will incorporate the Committee's action into the Long Bill.

CORE OPERATIONS

This line item is used by the Department to reimburse the Department of Personnel for the costs associated with maintaining the state's accounting system. The request reflects OSPB requested common policy adjustments for FY 2017-18.

STATUTORY AUTHORITY: Pursuant to Section 24-30-209, C.R.S.

REQUEST: The Department requests an appropriation of \$253,348 total funds (\$98,931 cash funds and \$154,417 federal funds).

RECOMMENDATION: **Staff recommendation is pending Committee approval** of a common policy for this line item. Staff requests permission to adjust all pending line items and apply a fund split, once Committee policy is established.

EXECUTIVE DIRECTOR'S OFFICE, CORE OPERATIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	308,946	0	122,521	0	186,425	0.0
TOTAL	\$308,946	\$0	\$122,521	\$0	\$186,425	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$308,946	\$0	\$122,521	\$0	\$186,425	0.0
Centrally appropriated line items	(55,598)	0	(23,590)	0	(32,008)	0.0
TOTAL	\$253,348	\$0	\$98,931	\$0	\$154,417	0.0
INCREASE/(DECREASE)	(\$55,598)	\$0	(\$23,590)	\$0	(\$32,008)	0.0
Percentage Change	(18.0%)	0.0%	(19.3%)	0.0%	(17.2%)	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$253,348	\$0	\$98,931	\$0	\$154,417	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

*Represents the funding level requested by the Department. The appropriation will be determined through common policy decisions at a later date. Staff will incorporate the Committee's action into the Long Bill.

UTILITIES

This line item is used to pay for the utilities expenses at 251 E. 12th Avenue. The building is owned by the state, and the utility expenses are paid by the Department of Labor and Employment.

STATUTORY AUTHORITY: Pursuant to Section 24-75-112 (1) (l), C.R.S.

REQUEST: The Department requests an appropriation of \$260,309 federal funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

EXECUTIVE DIRECTOR'S OFFICE, UTILITIES						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	260,309	0	0	0	260,309	0.0
TOTAL	\$260,309	\$0	\$0	\$0	\$260,309	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$260,309	\$0	\$0	\$0	\$260,309	0.0
TOTAL	\$260,309	\$0	\$0	\$0	\$260,309	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$260,309	\$0	\$0	\$0	\$260,309	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

INFORMATION TECHNOLOGY ASSET MAINTENANCE

The Department relies extensively on computers and databases to track the constituents that pay fees and taxes to support its programs. The Department also relies extensively on technology to track the individuals who qualify for benefits from its programs. The Department uses this line item to purchase the Microsoft software and on data network infrastructure.

STATUTORY AUTHORITY: Pursuant to Section 24-75-112 (1) (l), C.R.S.

REQUEST: The Department requests an appropriation of \$553,627 total funds (\$175,343 cash funds and \$378,284 federal funds), which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

EXECUTIVE DIRECTOR'S OFFICE, INFORMATION TECHNOLOGY ASSET MAINTENANCE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	553,627	0	175,343	0	378,284	0.0
TOTAL	\$553,627	\$0	\$175,343	\$0	\$378,284	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$553,627	\$0	\$175,343	\$0	\$378,284	0.0
TOTAL	\$553,627	\$0	\$175,343	\$0	\$378,284	0.0

EXECUTIVE DIRECTOR'S OFFICE, INFORMATION TECHNOLOGY ASSET MAINTENANCE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$553,627	\$0	\$175,343	\$0	\$378,284	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

STATEWIDE INDIRECT COST ASSESSMENT

Indirect costs are the overhead costs associated with the operation of general government functions and departmental administrative duties. Indirect cost recoveries are intended to offset overhead costs that would otherwise have been supported by General Fund. Recoveries from cash and federally funded programs are calculated for statewide indirect cost assessments.

STATUTORY AUTHORITY: Pursuant to Section 24-75-1401 (2), C.R.S.

REQUEST: The Department requests an appropriation of \$565,147 total funds (\$331,328 cash funds, \$135 reappropriated funds, and \$233,684 federal funds).

RECOMMENDATION: **Staff recommendation is pending Committee approval** of a common policy for this line item. Staff requests permission to adjust all pending line items and apply a fund split, once Committee policy is established.

EXECUTIVE DIRECTOR'S OFFICE, STATEWIDE INDIRECT COST ASSESSMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	486,701	0	255,203	165	231,333	0.0
TOTAL	\$486,701	\$0	\$255,203	\$165	\$231,333	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$486,701	\$0	\$255,203	\$165	\$231,333	0.0
Indirect cost assessment adjustment	78,446	0	76,125	(30)	2,351	0.0
TOTAL	\$565,147	\$0	\$331,328	\$135	\$233,684	0.0
INCREASE/(DECREASE)	\$78,446	\$0	\$76,125	(\$30)	\$2,351	0.0
Percentage Change	16.1%	0.0%	29.8%	(18.2%)	1.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$565,147	\$0	\$331,328	\$135	\$233,684	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

*Represents the funding level requested by the Department. The appropriation will be determined through common policy decisions at a later date. Staff will incorporate the Committee's action into the Long Bill.

BOTTOM LINE FUNDING RECOMMENDATION

The Executive Director's Office is funded by various federal sources for the centrally appropriated line items, which makes it difficult for the Department to project, a year in advance, the exact fund splits between fund types for centrally appropriated line items. Bottom line funding provides the Department the flexibility to apply federal funds to appropriate line items in order to cover expenses.

RECOMMENDATION: Staff recommends the Executive Director's Office remain bottom line funded, and staff requests permission to apply a bottom line fund split once pending line items are established.

(2) DIVISION OF UNEMPLOYMENT INSURANCE

The Department is responsible for administering Colorado's Unemployment Insurance Programs (UI Programs). UI Programs provide temporary benefits to individuals who have lost their job through no fault of their own. Program responsibilities include: general administration, tax collection from employers, benefits payments, employer audits, call center operation, claimant appeals, and quality control measures.

DIVISION OF UNEMPLOYMENT INSURANCE						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$41,473,787	\$0	\$12,012,131	\$0	\$29,461,656	483.6
Other legislation	36,750	36,750	0	0	0	0.5
TOTAL	\$41,510,537	\$36,750	\$12,012,131	\$0	\$29,461,656	484.1
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$41,510,537	\$36,750	\$12,012,131	\$0	\$29,461,656	484.1
JBC SI Change UI Fraud Investigators	0	0	0	0	0	0.0
Annualize prior year salary survey	69,876	0	19,402	0	50,474	0.0
Annualize prior year legislation	1,611	1,611	0	0	0	0.0
TOTAL	\$41,582,024	\$38,361	\$12,031,533	\$0	\$29,512,130	484.1
INCREASE/(DECREASE)	\$71,487	\$1,611	\$19,402	\$0	\$50,474	0.0
Percentage Change	0.2%	4.4%	0.2%	0.0%	0.2%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$41,582,024	\$38,361	\$12,031,533	\$0	\$29,512,130	484.1
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

DECISION ITEMS - DIVISION OF UNEMPLOYMENT INSURANCE

The Executive Branch did not submit any decision items for this division.

→ STAFF-INITIATED: UI FRAUD INVESTIGATORS ADJUSTMENT

Staff recommends making the 4.5 temporary FTE for unemployment fraud investigation, allocated to the Department as part of a FY 2016-17 decision item, permanent. Without these employees, the unemployment insurance fraud case backlog will increase significantly with a projected backlog increase of 50-80 cases per year. If these employees were made permanent, the case backlog would range from a 10 case per year decrease to a 40 case per year increase.

Background

The Unemployment Insurance Division is tasked with providing compensation to individuals who have a no fault employment layoff. The unemployment compensation program experiences issues of fraudulent applications and benefit payments. Fraud cases are handled by the Investigations and Criminal Enforcement (ICE) unit, which is tasked with detecting, investigating, and prosecuting crimes against CDLE.

ICE is currently comprised of six full time criminal investigators, a chief criminal investigator, and a program assistant. In addition, the Division has four temporary investigators for FY 2016-17 and 2017-18 as part of a request approved in FY 2016-17. ICE has multiple responsibilities that include fraud investigations, law enforcement assists, processing restitution ordered by the court, and reviewing CDLE employee background checks. As part of the process, an investigator will review documents, identify additional claims, run criminal histories, gather data, perform data mining processes (such as jail cross checks), contact employers, prepare court orders, contact suspects, contact witnesses, prepare affidavits, prepare witness statements, and testify in court.

The ICE unit performed 13,473 law enforcement assists, 926 background checks, 26 identity abuse cases, 13 threats, and 31 fraud tips from 2012 to 2016. Investigators can complete an average of 10-15 cases per month and the entire ICE unit averages between 45-50 active cases in any given month. In order for ICE to pursue a fraud case, a \$10,000 monetary threshold must be met. This threshold is set by the CDLE Director under Section 8-81-101(4) (a) (I) C.R.S. and Section 8-81-101 (4) (b), C.R.S. This threshold was set by the Department to manage caseload within existing resources. Between 2014 and 2017, 702 cases were below this threshold. The average restitution per case was \$22,617 and the minimum court ordered amount of repayment back to the UI Trust Fund was \$2,101,791 in 2016. Cases are reported to the Department in multiple ways including tips, BARTS cross match system, and a jail roster cross match.

Issue

CDLE is experiencing case backlogs for unemployment fraud investigations. The cause of the backlog is the amount of fraud cases outpacing the current ability of the division to investigate them. Unemployment insurance fraud increases during periods of economic downturn. The economic downturn in Colorado over the last few years led to an increase of fraud cases, thereby leading to an increased case backlog. The current backlog is 183 cases that represent \$1.8 million in potential collection from unassigned cases.

The table below displays fraud case information from 2012-2016. The cases filed in the District Court row represents cases where an investigation produced enough evidence to support charges against the individuals or groups that committed fraud. The UI claims per case row displays how many individual claims were contained in each fraud case. The backlogged cases row displays the number of cases not assigned to an investigator. The department has stated that the unassigned cases are purely a result of too few investigators to handle the number of cases received by the Department.

UI Fraud Case Breakdown						
Actual	2012	2013	2014	2015	2016	5 Year State Average
Actual Cases Received	131	118	149	161	156	143
Actual Cases filed in District court	68	98	102	107	102	95
UI Claims per case	5	3	4	4	5	4
Backlogged Cases	63	83	130	184	183	119
Minimum Amount of repayment back to the UI Trust Fund from convicted felons per case	\$680,000	\$980,000	\$1,020,000	\$1,070,000	\$2,101,791	\$1,170,358

The Department estimates that the number of new cases will stay flat with an average of 140 new cases per year. This means that if the Department processes cases on the low-end average (100 cases per year), an additional 40 cases will be added to the backlog. If the Department processes cases at the high-end average (150 cases per year), ten cases will be removed from the backlog per year. The estimates of case production change starting in 2019 to a low-end production of 60 cases per year and a high-end production of 90 cases per year. This change is due to the end of the temporary investigators approved in FY 2016-17.

Estimated UI Cases						
		2016	2017*	2018*	2019	2020
Lower End Average						
	Department estimated cases received	155	140	140	140	140
	Low end average case completion per year		100	100	60	60
	Unassigned cases low end		40	40	80	80
	Staff calculated backlog	183	223	263	343	423
Higher End Average						
	Department estimated cases received	155	140	140	140	140
	High end average case completion per year		150	150	90	90
	Unassigned cases high end		(10)	(10)	50	50
	Staff calculated backlog	183	173	163	213	263

*Includes additional 4 temporary investigators from FY 2016-17

An analysis of this issue suggests that the backlog of cases will not diminish in any meaningful way. This produces two major effects on the state. First, a lack of prosecution for unemployment fraud will lessen the deterrent for committing such crime. Second, the state loses money through the fraud from both state funds and from federal unemployment funds.

If changes are not implemented and the number of cases maintain at the 140 case per year level, the case backlog would follow the pattern in the chart above. This means that in the higher end of investigator production, the backlog would be 563 cases in 2026. In that same year, the backlog would be 903 cases with investigator production on the lower end. These estimates do not take into account the number of cases that would be lost due to statute of limitation constraints.

LINE ITEM DETAIL - DIVISION OF UNEMPLOYMENT INSURANCE

PROGRAM COSTS

This line item funds the UI Programs personal services and operating expenses.

STATUTORY AUTHORITY: Pursuant to Section 8-71-101, C.R.S.

REQUEST: The Department requests an appropriation of \$37,062,024 total funds (\$38,361 General Fund, \$7,511,533 cash funds, and \$29,512,130 federal funds) and 458.1 FTE.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF UNEMPLOYMENT INSURANCE, PROGRAM COSTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	36,953,787	0	7,492,131	0	29,461,656	457.6
Other legislation	36,750	36,750	0	0	0	0.5
TOTAL	\$36,990,537	\$36,750	\$7,492,131	\$0	\$29,461,656	458.1
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$36,990,537	\$36,750	\$7,492,131	\$0	\$29,461,656	458.1
Annualize prior year salary survey	69,876	0	19,402	0	50,474	0.0
Annualize prior year legislation	1,611	1,611	0	0	0	0.0
JBC SI Change UI Fraud Investigators	0	0	0	0	0	0.0
TOTAL	\$37,062,024	\$38,361	\$7,511,533	\$0	\$29,512,130	458.1
INCREASE/(DECREASE)	\$71,487	\$1,611	\$19,402	\$0	\$50,474	0.0
Percentage Change	0.2%	4.4%	0.3%	0.0%	0.2%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$37,062,024	\$38,361	\$7,511,533	\$0	\$29,512,130	458.1
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

EMPLOYMENT AND TRAINING TECHNOLOGY INITIATIVES

This line item funds the Department’s efforts to modernize its unemployment insurance technology infrastructure.

STATUTORY AUTHORITY: Pursuant to Section 8-77-109, C.R.S.

REQUEST: The Department requests an appropriation of \$4,520,000 cash funds and 26.0 FTE, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF UNEMPLOYMENT INSURANCE, EMPLOYMENT AND TRAINING TECHNOLOGY INITIATIVES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	4,520,000	0	4,520,000	0	0	26.0
TOTAL	\$4,520,000	\$0	\$4,520,000	\$0	\$0	26.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$4,520,000	\$0	\$4,520,000	\$0	\$0	26.0
TOTAL	\$4,520,000	\$0	\$4,520,000	\$0	\$0	26.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$4,520,000	\$0	\$4,520,000	\$0	\$0	26.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

(3) DIVISION OF EMPLOYMENT AND TRAINING

The Division of Employment and Training provides services to businesses and potential employees to increase labor participation in the state. State and county run one-stop centers offer job search assistance, additional job training, and classes to improve interview and resume skills to job seekers. Services are free to job seekers and employers, with the goal of matching qualified job seekers with employers.

DIVISION OF EMPLOYMENT AND TRAINING						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 Appropriation						
HB 16-1405 (Long Bill)	\$67,550,826	\$5,027,581	\$10,996,625	\$3,786,030	\$47,740,590	216.7
TOTAL	\$67,550,826	\$5,027,581	\$10,996,625	\$3,786,030	\$47,740,590	216.7
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$67,550,826	\$5,027,581	\$10,996,625	\$3,786,030	\$47,740,590	216.7
JBC staff initiated changes Career to Service Pilot	40,296	0	40,296	0	0	0.3
JBC staff initiated changes for Veterans Pilot Program	(157,950)	(157,950)	0	0	0	(0.3)
Annualize prior year salary survey	17,412	0	8,706	0	8,706	0.0
Annualize prior year legislation	(300,000)	100,000	(500,000)	100,000	0	0.0
TOTAL	\$67,150,584	\$4,969,631	\$10,545,627	\$3,886,030	\$47,749,296	216.7
INCREASE/(DECREASE)	(\$400,242)	(\$57,950)	(\$450,998)	\$100,000	\$8,706	0.0
Percentage Change	(0.6%)	(1.2%)	(4.1%)	2.6%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$117,654	\$157,950	(\$40,296)	\$0	\$0	(0.0)

DECISION ITEMS - DIVISION OF EMPLOYMENT AND TRAINING

The Executive Branch did not submit any decision items for this division.

→ STAFF-INITIATED: ANNUALIZE AND ROLL FORWARD AUTHORITY OF H.B. 16-1267

Staff recommends an increase of \$40,296 cash funds from the Marijuana Tax Cash Fund, an increase of 0.3 FTE, and the addition of roll forward authority extending the original appropriation and the current appropriation to June 30, 2018. The fiscal note for HB 16-1267 anticipated that additional money would be needed to monitor and report on the program. The fiscal note also anticipated the need for 0.5 FTE for FY 2017-18. Furthermore, the program is scheduled to continue through FY 2017-18, however the spending authority ends on June 30, 2017. Staff's recommendation brings the program into sync with the fiscal note.

LINE ITEM DETAIL - DIVISION OF EMPLOYMENT AND TRAINING

STATE OPERATIONS

This line funds state run one-stop centers. Each one-stop center provides job search assistance, classes, and services for individuals with special needs. In addition, this line supports the administration of several other employment programs.

STATUTORY AUTHORITY: Pursuant to Sections 8-83-101, C.R.S. *et seq.* and 8-15.5-101, C.R.S. *et seq.*

REQUEST: The Department requests an appropriation of \$14,531,070 total funds (\$9,697,791 cash funds and \$4,833,279 federal funds) and 143.7 FTE.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, STATE OPERATIONS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	14,513,658	0	9,689,085	0	4,824,573	143.7
TOTAL	\$14,513,658	\$0	\$9,689,085	\$0	\$4,824,573	143.7
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$14,513,658	\$0	\$9,689,085	\$0	\$4,824,573	143.7
Annualize prior year salary survey	17,412	0	8,706	0	8,706	0.0
TOTAL	\$14,531,070	\$0	\$9,697,791	\$0	\$4,833,279	143.7
INCREASE/(DECREASE)	\$17,412	\$0	\$8,706	\$0	\$8,706	0.0
Percentage Change	0.1%	0.0%	0.1%	0.0%	0.2%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$14,531,070	\$0	\$9,697,791	\$0	\$4,833,279	143.7
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

ONE-STOP COUNTY CONTRACTS

This line supports the federally funded county operated one-stop centers. These one-stop serve as centers for the dissemination of all federal employment program information, including job training and search programs.

STATUTORY AUTHORITY: Pursuant to Sections 8-83-101, C.R.S. *et seq.*

REQUEST: The Department requests an appropriation of \$9,164,335 federal funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, ONE-STOP COUNTY CONTRACTS						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	9,164,335	0	0	0	9,164,335	0.0

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, ONE-STOP COUNTY CONTRACTS						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	FEDERAL FUNDS	FTE
TOTAL	\$9,164,335	\$0	\$0	\$0	\$9,164,335	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$9,164,335	\$0	\$0	\$0	\$9,164,335	0.0
TOTAL	\$9,164,335	\$0	\$0	\$0	\$9,164,335	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$9,164,335	\$0	\$0	\$0	\$9,164,335	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

TRADE ADJUSTMENT ACT ASSISTANCE

This line item reflects federal pass through funding used to provide job training assistance to workers dislocated as a result of foreign trade agreements. Assistance includes extended UI benefits and supplemental salary payments.

STATUTORY AUTHORITY: Pursuant to Sections 8-83-101, C.R.S. *et seq.*

REQUEST: The Department requests an appropriation of \$2,000,000 federal funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, TRADE ADJUSTMENT ACT ASSISTANCE						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	2,000,000	0	0	0	2,000,000	0.0
TOTAL	\$2,000,000	\$0	\$0	\$0	\$2,000,000	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$2,000,000	\$0	\$0	\$0	\$2,000,000	0.0
TOTAL	\$2,000,000	\$0	\$0	\$0	\$2,000,000	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$2,000,000	\$0	\$0	\$0	\$2,000,000	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

WORKFORCE INVESTMENT ACT

Federal Workforce Investment Act (WIA) funds are distributed to state and county run one-stop centers for services and programs that provide job training and job skills. The federally-funded

program serves eligible adults and youth who need additional employment services, education, and/or training to prepare them to enter the workforce or to reenter after a job loss. The WIA funds skills assessments, basic skills remediation, occupational skills training, and retraining.

STATUTORY AUTHORITY: Pursuant to Sections 8-83-201, C.R.S. *et seq.*

REQUEST: The Department requests an appropriation of \$32,504,222 total funds (\$807,540 cash funds and \$31,696,682 federal funds) and 61.2 FTE, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, WORKFORCE INVESTMENT ACT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	32,504,222	0	807,540	0	31,696,682	61.2
TOTAL	\$32,504,222	\$0	\$807,540	\$0	\$31,696,682	61.2
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$32,504,222	\$0	\$807,540	\$0	\$31,696,682	61.2
TOTAL	\$32,504,222		\$807,540	\$0	\$31,696,682	61.2
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$32,504,222	\$0	\$807,540	\$0	\$31,696,682	61.2
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

WORKFORCE DEVELOPMENT COUNCIL

This line supports the staff of the Workforce Development Council. The Council was created to meet the requirements of Title I of the federal Workforce Investment Act of 1998. The Council is responsible for designating local workforce investment areas, coordinating the delivery of workforce development programs, and reviewing the allocation of federal Title I funds for adult employment and training activities and youth activities. In addition to the WIA federal funds, the Council is supported by funds from the Department of Human Services, Education, Local Affairs, and Community Colleges. The office of State Planning and Budgeting is required to determine each agency’s contributions on an annual basis.

With the passage of H.B.15-1170 (Postsecondary and Workforce Readiness), the Council works with local education providers, business, industry, Department of Education to raise the level of Postsecondary and Workforce Readiness. Also with the passage of H.B. 15-1274 (Career Pathways for Students), the Council will work with its partners to design integrated career pathways within identified growth industries.

STATUTORY AUTHORITY: Pursuant Title 24, Article 46.3, C.R.S.

REQUEST: The Department requests an appropriation of \$1,058,284 total funds (\$572,254 General Fund and \$486,030 reappropriated funds) and 7.5 FTE, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, WORKFORCE DEVELOPMENT COUNCIL						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated FUNDS	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	1,058,284	572,254	0	486,030	0	7.5
TOTAL	\$1,058,284	\$572,254	\$0	\$486,030	\$0	7.5
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,058,284	\$572,254	\$0	\$486,030	\$0	7.5
TOTAL	\$1,058,284	\$572,254	\$0	\$486,030	\$0	7.5
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,058,284	\$572,254	\$0	\$486,030	\$0	7.5
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

WORKFORCE IMPROVEMENT GRANTS

Workforce improvement grants are federal and private grants awarded to the Workforce Development Council for the creation of workforce development activities. These are typically directed toward special populations (youth, disabled, veterans, etc.).

STATUTORY AUTHORITY: Pursuant Title 24, Article 46.3, C.R.S.

REQUEST: The Department requests an appropriation of \$55,000 federal funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, WORKFORCE IMPROVEMENT GRANTS						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	55,000	0	0	0	55,000	0.0
TOTAL	\$55,000	\$0	\$0	\$0	\$55,000	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$55,000	\$0	\$0	\$0	\$55,000	0.0
TOTAL	\$55,000	0	0	0	\$55,000	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, WORKFORCE IMPROVEMENT GRANTS						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2017-18 EXECUTIVE REQUEST	\$55,000	\$0	\$0	\$0	\$55,000	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

VETERANS PILOT PROGRAM

House Bill 15-1030 (Veterans Pilot Program) created the Veterans Pilot Program in the Department and requires it to review periodic reports from the contractor selected for the pilot program. The program provides veteran services related to job retention, mediation with employers, mentoring, and career counseling. The program ends January 1, 2018.

STATUTORY AUTHORITY: Pursuant to Sections 8-14.3-101, C.R.S., *et seq.*

REQUEST: The Department requests an appropriation of \$157,950 General Fund and 0.3 FTE.

RECOMMENDATION: **Staff recommends an appropriation of \$0 total funds and 0.0 FTE.** The fiscal note and legislation for this program anticipated expenses in FY 2015-16 and FY 2016-17. Neither the fiscal note nor the legislation shows any intent for programmatic funding for FY 2017-18. The program repeals in January 2018, leaving the first six months of FY 2017-18 for program close out.

Analysis

H.B. 15-1030 created the Veterans Pilot Program with the intent to provide services for:

- Job retention;
- Mediation services between employer and employee;
- Job mentoring skills and guidance to employees;
- Advice and support concerning career advancement; and
- Other follow-along employment services.

The legislation funding this program (H.B. 15-1030) required the results of the pilot be reported to the Senate Business, Labor and Technology Committee and the House of Representatives Business, Labor, Economic, and Workforce Development Committee “in a timely manner.” No reports were created for this program until Staff inquired about the results. Staff’s inquiry lead to a report dated February 5, 2017. Regardless of the extremely lateness of the report, staff was able to perform an analysis of the program. Of note, the analysis was hampered by a poorly compiled report as the report contradicted itself in several sections.

Due to the lack of information and contradictory data included in the report, it is difficult to determine the actual average increase of veterans compensation in order to perform a statistical analysis of the program results. However, it appears the program spent more money on the administration of the program (to include meals, travel, and training of the grantee’s program staff), than the veterans received in return. The grantee renegotiated the program between the first and second years, resulting in more money being spent on travel, meals, and grantee program staff

training. During this same period, the amount spent per veteran decreased by 13 percent. The calculations Staff could perform showed the program spent twice as much per veteran than the veteran received in increased compensation. The limited success of the program can be summed up as one veteran skewing the results, as that one veteran accounts for nearly a third of the program's success. In no uncertain terms, the pilot cannot be considered a success especially in relation to other veteran jobs programs in the Department (The Workforce Innovation and Opportunity Act and the Jobs for Veterans State Grants) that can produce better results for less cost. In addition, Staff has concerns on how the funds for the program were used and believes a full analysis of the pilot is needed.

Furthermore, due to the delayed and insufficient reporting, Staff recommends an RFI on the results of the program in order for Staff to fully analyze the results and expenditures of the pilot. The requested RFI is contained in the Long Bill Footnotes and Request For Information section of this document. Staff does not recommend any funding for close out reports as the fiscal note anticipated these expenses as part of the program.

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, VETERANS PILOT PROGRAM						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$157,950	\$157,950	\$0	\$0	\$0	\$0.3
TOTAL	\$157,950	\$157,950	\$0	\$0	\$0	0.3
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$157,950	\$157,950	\$0	\$0	\$0	0.3
JBC staff initiated changes for Veterans Pilot Program	(157,950)	(157,950)	0	0	0	(0.3)
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	(\$157,950)	(\$157,950)	\$0	\$0	\$0	(0.3)
Percentage Change	(100.0%)	(100.0%)	0.0%	0.0%	0.0%	(100.0%)
FY 2017-18 EXECUTIVE REQUEST	\$157,950	\$157,950	\$0	\$0	\$0	0.3
Request Above/(Below) Recommendation	\$157,950	\$157,950	\$0	\$0	\$0	0.3

INNOVATIVE INDUSTRY WORKFORCE DEVELOPMENT PROGRAM

Created through passage of H.B. 15-1230 (Innovative Industry Workforce Development Program), this line item pays for administration of the program designed to reimburse employers with high-level internships and apprenticeships in an innovative industry. The program ends July 1, 2020.

STATUTORY AUTHORITY: Pursuant to Section 8-83-103, C.R.S.

REQUEST: The Department requests an appropriation of \$597,525 General Fund and 1.3 FTE, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, INNOVATIVE INDUSTRY WORKFORCE DEVELOPMENT					
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	FTE
FY 2016-17 APPROPRIATION					
HB 16-1405 (Long Bill)	597,525	597,525	0	0	1.3
TOTAL	\$597,525	\$597,525	\$0	\$0	1.3
FY 2017-18 RECOMMENDED APPROPRIATION					
FY 2016-17 Appropriation	\$597,525	\$597,525	\$0	\$0	1.3
TOTAL	\$597,525	\$597,525	\$0	\$0	1.3
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$597,525	\$597,525	\$0	\$0	1.3
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	0.0

COLORADO VETERANS’ SERVICE-TO-CAREER PILOT

Colorado Veterans' Service-To-Career Pilot Program will select one or more workforce centers that may contract with a nonprofit agency to administer the program. Workforce centers selected by the department (with the nonprofit agency if selected) will develop and expand programs to provide workforce development-related services specifically tailored to the unique needs and talents of veterans, spouses, and other eligible participants. Federal Workforce Innovation and Opportunity Act (WIOA) funds must be used first for eligible participants.

STATUTORY AUTHORITY: Pursuant to Section 8-14.3-203, C.R.S.

REQUEST: The Department requests an appropriation of \$0 total funds and 0.2 FTE.

RECOMMENDATION: Staff recommends an increase of \$40,296 cash funds from the Marijuana Tax Cash Fund, an increase of 0.3 FTE, and the addition of roll forward authority extending the original appropriation and the current appropriation to June 30, 2018.

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, VETERANS SERVICE TO CAREER PILOT PROGRAM						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	500,000	0	500,000	0	0	0.2
TOTAL	\$500,000	\$0	\$500,000	\$0	\$0	0.2
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$500,000	\$0	\$500,000	\$0	\$0	0.2
JBC staff initiated changes Career to Service Pilot	40,296	0	40,296	0	0	0.3
Annualize prior year legislation	(500,000)	0	(500,000)	0	0	0.0
TOTAL	\$40,296	\$0	\$40,296	\$0	\$0	0.5
INCREASE/(DECREASE)	(\$459,704)	\$0	(\$459,704)	\$0	\$0	0.3

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, VETERANS SERVICE TO CAREER PILOT PROGRAM						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
Percentage Change	(91.9%)	0.0%	(91.9%)	0.0%	0.0%	150.0%
FY 2017-18 EXECUTIVE REQUEST	\$0	\$0	\$0	\$0	\$0	0.2
Request Above/(Below) Recommendation	(\$40,296)		(\$40,296)	\$0	\$0	(0.3)

SKILLED WORKERS OUTREACH, RECRUITMENT AND KEY TRAINING PROGRAM

House Bill 15-1276 (Skilled Worker Outreach Recruiting and Training) created the Skilled Workers Outreach, Recruitment and Key Training Program. Beginning FY 2015-16, the Department accepts applications for matching grants from public and private providers of qualified skilled workers training programs. Qualified grant recipients offer training for skills that are needed in the workplace, with a credential or other evidence of achievement awarded at the completion of training. The program ends June 30, 2018.

STATUTORY AUTHORITY: Pursuant to Section 8-83-304, C.R.S.

REQUEST: The Department requests an appropriation of \$3,400,000 reappropriated funds and 2.0 FTE.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, SKILLED WORKER OUTREACH, RECRUITMENT AND TRAINING PROGRAM						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	REAPPROPRIATED FUNDS	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	3,300,000	0	0	3,300,000	0	2.0
TOTAL	\$3,300,000	\$0	\$0	\$3,300,000	\$0	2.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$3,300,000	\$0	\$0	\$3,300,000	\$0	2.0
Annualize prior year legislation	100,000	0	0	100,000	0	0.0
TOTAL	\$3,400,000	\$0	\$0	\$3,400,000	\$0	2.0
INCREASE/(DECREASE)	\$100,000	\$0	\$0	\$100,000	\$0	0.0
Percentage Change	3.0%	0.0%	0.0%	3.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$3,400,000	\$0	\$0	\$3,400,000	\$0	2.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

APPROPRIATION TO THE SKILLED WORKERS OUTREACH, RECRUITMENT, AND KEY TRAINING PROGRAM FUND

This line item effectuates the required transfer from the General Fund to the Skilled Workers Outreach, Recruitment, and Key Training Program Fund.

STATUTORY AUTHORITY: Pursuant to Section 8-83-304, C.R.S.

REQUEST: The Department requests an appropriation of \$3,400,000 General Fund.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, APPROPRIATION TO THE SKILLED WORKER OUTREACH AND KEY TRAINING PROGRAM FUND						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	3,300,000	3,300,000	0	0	0	0.0
TOTAL	\$3,300,000	\$3,300,000	\$0	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$3,300,000	\$3,300,000	\$0	\$0	\$0	0.0
Annualize prior year legislation	100,000	100,000	0	0	0	0.0
TOTAL	\$3,400,000	\$3,400,000	\$0	\$0	\$0	0.0
INCREASE/(DECREASE)	\$100,000	\$100,000	\$0	\$0	\$0	0.0
Percentage Change	3.0%	3.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$3,400,000	\$3,400,000	\$0	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

HOSPITALITY EDUCATION GRANT PROGRAM

Senate Bill 14-015 (Hospitality Career Education Grant Program) created the hospitality career secondary education grant program in CDLE. The program awards grants to increase the number and quality of hospitality programs operating in schools beginning FY 2015-16 academic year. This line supports program development, grant administration, and grant awards to hospitality programs.

STATUTORY AUTHORITY: Pursuant to Sections 24-46.3-201, C.R.S., *et seq.*

REQUEST: The Department requests an appropriation of \$399,852 General Fund and 0.5 FTE, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, HOSPITALITY EDUCATION GRANT PROGRAM						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	399,852	399,852	0	0	0	0.5
TOTAL	\$399,852	\$399,852	\$0	\$0	\$0	0.5

DIVISION OF EMPLOYMENT AND TRAINING, EMPLOYMENT AND TRAINING PROGRAMS, HOSPITALITY EDUCATION GRANT PROGRAM						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$399,852	\$399,852	\$0	\$0	\$0	0.5
TOTAL	\$399,852	\$399,852	\$0	\$0	\$0	0.5
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

(4) DIVISION OF LABOR STANDARDS AND STATISTICS

This line item group administers Colorado employment and labor laws pertaining to wages paid, hours worked, minimum wage, labor standards, child labor, employment-related immigration laws, and working conditions. The Division of Labor also conducts all-union agreement elections, elections to certify or decertify collective bargaining agreements, certifications of all-union provisions in the building and construction trades industries, and investigates and mediates allegations of unfair labor practices. The Labor Market Information (LMI) section provides information on employment trends across the state, unemployment numbers, and job growth information. LMI works with state and county one-stop centers to provide relevant training classes in fields that are growing or have potential long-term growth in Colorado.

DIVISION OF LABOR STANDARDS AND STATISTICS					
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 Appropriation					
HB 16-1405 (Long Bill)	\$4,066,269	\$588,160	\$1,299,521	\$2,178,588	56.1
TOTAL	\$4,066,269	\$588,160	\$1,299,521	\$2,178,588	56.1
FY 2017-18 RECOMMENDED APPROPRIATION					
FY 2016-17 Appropriation	\$4,066,269	\$588,160	\$1,299,521	\$2,178,588	56.1
JBC staff initiated changes for Labor Market Information	(11,323)	0	(11,323)	0	0.0
Annualize prior year salary survey	1,553	0	1,553	0	0.0
TOTAL	\$4,056,499	\$588,160	\$1,289,751	\$2,178,588	56.1
INCREASE/(DECREASE)	(\$9,770)	\$0	(\$9,770)	\$0	0.0
Percentage Change	(0.2%)	0.0%	(0.8%)	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST					
Request Above/(Below) Recommendation	\$11,323	\$0	\$11,323	\$0	0.0

DECISION ITEMS - DIVISION OF LABOR STANDARDS AND STATISTICS

The Executive Branch did not submit any decision items for this division.

→ STAFF-INITIATED: TECHNICAL ADJUSTMENT FOR DIVISION NAME CHANGE

Staff recommends that the Division of Labor change its name in the Long Bill to match a change in statute from H.B. 16-1323 (Division of Labor Name Change). The new Division name is Division of Labor Standards and Statistics.

→ STAFF-INITIATED: TRANSFER LABOR MARKET INFORMATION LINE ITEM

Staff recommends moving the subdivision of Labor Market Information from the Division of Employment and Training to the Division of Labor Standards and Statistics. This aligns the Division's name and the line items that perform the functions contained in the Division's name.

➔ STAFF-INITIATED: REMOVE CASH FUND SPENDING AUTHORITY

Staff recommends removing the cash fund spending authority in the subdivision of Labor Market Information. This subdivision has cash fund spending authority of \$11,323 from a time period when the subdivision sold labor information. The subdivision no longer uses this practice and instead posts that information on the internet. As such, no cash fund spending authority is needed.

LINE ITEM DETAIL - DIVISION OF LABOR STANDARDS AND STATISTICS

LABOR STANDARDS PROGRAM COSTS

This line item funds the personal services and operating expenses for the Labor program section of the division.

STATUTORY AUTHORITY: Pursuant to Title 8, Articles 1 through 6, and Article 12, C.R.S. and Section 26-2-715, C.R.S.

REQUEST: The Department requests an appropriation of \$1,877,911 total funds (\$588,160 General Fund and \$1,289,751 cash funds) and 25.8 FTE.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF LABOR STANDARDS AND STATISTICS, LABOR PROGRAM COSTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	1,876,358	588,160	1,288,198	0	0	25.8
TOTAL	\$1,876,358	\$588,160	\$1,288,198	\$0	\$0	25.8
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,876,358	\$588,160	\$1,288,198	\$0	\$0	25.8
Annualize prior year salary survey	1,553	0	1,553	0	0	0.0
TOTAL	\$1,877,911	\$588,160	\$1,289,751	\$0	\$0	25.8
INCREASE/(DECREASE)	\$1,553	\$0	\$1,553	\$0	\$0	0.0
Percentage Change	0.1%	0.0%	0.1%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,877,911	\$588,160	\$1,289,751	\$0	\$0	25.8
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

LABOR MARKET INFORMATION PROGRAM COSTS

This line item provides funding for the personal services and operating expenses associated with the Labor Market Information program. It supports the federally funded programs that track the

Colorado economy by measuring activity within the workforce. It serves as a statistical clearing house for all sectors of the economy.

STATUTORY AUTHORITY: Pursuant to Sections 24-1-136, 8-71-107, 8-72-106, and 8-72-107, C.R.S.

REQUEST: The Department requests an appropriation of \$2,189,911 total funds (\$11,323 cash funds and \$2,178,588 federal funds) and 30.3 FTE, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends an appropriation of \$2,178,588 federal funds and 30.3 FTE.** This subdivision has cash fund spending authority of \$11,323 from a time period when the subdivision sold labor information. The subdivision no longer uses this practice and instead posts that information on the internet. As such, no cash fund spending authority is needed.

DIVISION OF LABOR STANDARDS AND STATISTICS, LABOR MARKET INFORMATION PROGRAM COSTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	2,189,911	0	11,323	0	2,178,588	30.3
TOTAL	\$2,189,911	\$0	\$11,323	\$0	\$2,178,588	30.3
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$2,189,911	\$0	\$11,323	\$0	\$2,178,588	30.3
JBC staff initiated changes for Labor Market Information	(11,323)	0	(11,323)	0	0	0.0
TOTAL	\$2,178,588	\$0	\$0	\$0	\$2,178,588	30.3
INCREASE/(DECREASE)	(\$11,323)	\$0	(\$11,323)	\$0	\$0	0.0
Percentage Change	(0.5%)	0.0%	(100.0%)	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$11,323		\$11,323	\$0	\$0	0.0

(5) DIVISION OF OIL AND PUBLIC SAFETY

The Division of Oil and Public Safety is responsible for a variety of regulatory functions related to environmental protection, public safety, and consumer protection. Included in its duties are rulemaking and enforcing rules, regulations, and statutes which govern amusement rides, explosives, boilers, conveyances, fuel products (gas and compressed natural gas), petroleum storage tanks, and cleanup of petroleum spills.

DIVISION OF OIL AND PUBLIC SAFETY						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 Appropriation						
HB 16-1405 (Long Bill)	\$5,879,147	\$0	\$5,150,408	\$19,318	\$709,421	68.0
TOTAL	\$5,879,147	\$0	\$5,150,408	\$19,318	\$709,421	68.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$5,879,147	\$0	\$5,150,408	\$19,318	\$709,421	68.0
R1 Conveyance App and DB	445,000	0	445,000	0	0	0.0
Annualize prior year salary survey	7,486	0	7,486	0	0	0.0
TOTAL	\$6,331,633	\$0	\$5,602,894	\$19,318	\$709,421	68.0
INCREASE/(DECREASE)	\$452,486	\$0	\$452,486	\$0	\$0	0.0
Percentage Change	7.7%	0.0%	8.8%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$6,331,633	\$0	\$5,602,894	\$19,318	\$709,421	68.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

DECISION ITEMS - DIVISION OF OIL AND PUBLIC SAFETY**→ R1 CONVEYANCE APPLICATION AND DATABASE**

REQUEST: The Department requests an increase of \$445,000 cash funds in FY 2017-18 for implementation of a new software system in the Division of Oil and Public Safety. The funds for this request come entirely from cash funds (Conveyance Safety Fund) and can be absorbed from current cash funds without the need for increased fees.

RECOMMENDATION: **Staff recommends the Department's request.**

Issue

The AMANDA software system was designed and implemented six years ago for CDLE. The system has become inefficient and ineffective during that time. The specific complaints from the Department are that AMANDA has design flaws, implementation issues, unnecessary complexity, and an inability for the system to create customer invoices.

The combination of these issues required the Department to develop workarounds outside of AMANDA to provide the required oversight of conveyances. The Department has engaged the vendor on multiple occasions to create enhancements to the software and to mitigate issues with the software. This has proven to be a costly endeavor with expenses exceeding \$100,000. Furthermore,

this mitigation has failed to adequately address the issues with AMANDA and has hampered the functionality of the Division.

A 2015 performance audit on the conveyance program from the Office of the State Auditor found multiple problems with the conveyance program. The department indicates that some of the problems found in the report will be addressed by the implementation of the new software system.

Staff Analysis

The request by the Department addresses several issues with the current software. The Department lists several measurements of success for the implementation and use of the new software. The list includes uninterrupted delivery of services; increases in satisfaction survey results; ability for inspectors to plan site visits based on certain criteria; invoicing and tracing payments within one system; improved data reporting; and a decrease in state infrastructure needs.

These measurements of success will be tracked through the following:

- 1 Measuring uptime in the new platform, allowing for immediate comparative data;
- 2 Reduction in phone calls from customers having issues or questions with the system;
- 3 Improvement in survey results from customer service surveys;
- 4 Integration success of workflow allowing for better tracking of invoicing;
- 5 The ability for real time reporting and agility to report to any field;
- 6 The ability for the base platform provider to manage the hardware and all associated upgrades, which removes that from current infrastructure costs and maintenance needs; and
- 7 The ability to eliminate Access Database, Excel spreadsheets and other manual workarounds by integrating them into the workflow capabilities provided through SaaS.

The funds for the implementation of the new software system will not require any additional fees nor will it require increases in any current fees collected for the fund. If the request is approved, the Conveyance Safety Cash Fund will have a projected ending balance of \$3,421,340 for FY 2017-18.

There will be ongoing cost for the service subscription, maintenance, and adaptation of the new software system. The new system will be maintained, managed, and adapted by OIT. The costs for the maintenance and adaptations will be captured in the payments to OIT budget line item. The Department indicates that savings from AMANDA's current cost of maintenance will offset any future costs that OIT will incur for the new software system. However, this is not verifiable until actual costs for and expenditures on the new software system have been realized.

Staff recommends that the Joint Budget Committee approve the request for the new software system.

LINE ITEM DETAIL - DIVISION OF OIL AND PUBLIC SAFETY

PERSONAL SERVICES

This line is responsible for a variety of regulatory functions related to public health and safety, including establishing and enforcing rules, regulations, and statutes, which govern carnival and

amusement park rides, conveyances, explosives, boilers, retail fuel dispensers, underground and aboveground petroleum storage tanks, cleanup of oil spills, and reimbursement of cleanup costs to qualifying storage tank owners/operators.

STATUTORY AUTHORITY: Pursuant to Sections 8-1-151, 8-20-101 through 8-20-904, 8-20.5-101 through 8-20.5-407, 9-4-101, et sec., 9-5.5-101, et seq., 9-7-101, et seq., and 22-32-124, C.R.S.

REQUEST: The Department requests an appropriation of \$5,145,300 total funds (\$4,561,582 cash funds, \$19,318 reappropriated funds, and \$564,400 federal funds) and 68.0 FTE.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF OIL AND PUBLIC SAFETY, PERSONAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	5,137,814	0	4,554,096	19,318	564,400	68.0
TOTAL	\$5,137,814	\$0	\$4,554,096	\$19,318	\$564,400	68.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$5,137,814	\$0	\$4,554,096	\$19,318	\$564,400	68.0
Annualize prior year salary survey	7,486	0	7,486	0	0	0.0
TOTAL	\$5,145,300	\$0	\$4,561,582	\$19,318	\$564,400	68.0
INCREASE/(DECREASE)	\$7,486	\$0	\$7,486	\$0	\$0	0.0
Percentage Change	0.1%	0.0%	0.2%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$5,145,300	\$0	\$4,561,582	\$19,318	\$564,400	68.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

OPERATING EXPENSES

This line item provides funding for operating expenses of the division.

STATUTORY AUTHORITY: Pursuant to Sections 8-1-151, 8-20-101 through 8-20-904, 8-20.5-101 through 8-20.5-407, 9-4-101, et sec., 9-5.5-101, et seq., 9-7-101, et seq., and 22-32-124, C.R.S.

REQUEST: The Department requests an appropriation of \$1,186,333 total funds (\$1,041,312 cash funds and \$145,021 federal funds).

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF OIL AND PUBLIC SAFETY, OPERATING EXPENSES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	741,333	0	596,312	0	145,021	0.0
TOTAL	\$741,333	\$0	\$596,312	\$0	\$145,021	0.0

DIVISION OF OIL AND PUBLIC SAFETY, OPERATING EXPENSES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$741,333	\$0	\$596,312	\$0	\$145,021	0.0
R1 Conveyance App and DB	445,000	0	445,000	0	0	0.0
TOTAL	\$1,186,333		\$1,041,312	\$0	\$145,021	0.0
INCREASE/(DECREASE)						
INCREASE/(DECREASE)	\$445,000	\$0	\$445,000	\$0	\$0	0.0
Percentage Change	60.0%	0.0%	74.6%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

(6) DIVISION OF WORKERS' COMPENSATION

This program works to ensure quick and efficient delivery of disability and medical benefits to injured workers at a reasonable cost to employers, with minimal litigation.

DIVISION OF WORKERS' COMPENSATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 Appropriation						
HB 16-1405 (Long Bill)	\$21,027,800	\$0	\$21,027,800	\$0	\$0	111.0
TOTAL	\$21,027,800	\$0	\$21,027,800	\$0	\$0	111.0
FY 2017-18 RECOMMENDED APPROPRIATION*						
FY 2016-17 Appropriation	\$21,027,800	\$0	\$21,027,800	\$0	\$0	111.0
Non-prioritized changes	35,751	0	35,751	0	0	0.0
Centrally appropriated line items	323,026	0	323,026	0	0	0.0
Annualize prior year salary survey	8,357	0	8,357	0	0	0.0
TOTAL	\$21,394,934	\$0	\$21,394,934	\$0	\$0	111.0
INCREASE/(DECREASE)	\$367,134	\$0	\$367,134	\$0	\$0	0.0
Percentage Change	1.7%	0.0%	1.7%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$21,394,934	\$0	\$21,394,934	\$0	\$0	111.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

*Recommendation includes several items pending the Committee's decision on common policies and legal rates.

DECISION ITEMS - DIVISION OF WORKERS' COMPENSATION**→ NP2 RESOURCES FOR ADMINISTRATIVE COURTS**

REQUEST: The request includes an increase of \$35,751 cash funds for administrative courts in the Department of Personnel.

RECOMMENDATION: **The dollar amount is pending the Committee's decision for FY 2017-18 common policies.** Staff requests permission to reflect the Committee's decision in the appropriation for this line item and permission to work with the Department to ascertain the right fund type mix.

(A) WORKERS' COMPENSATION

This program works to ensure quick and efficient delivery of disability and medical benefits to injured workers at a reasonable cost to employers, with minimal litigation. This subdivision enforces the State's workers' compensation rules and ensures that insurance carriers and self-insured employers are in compliance. The primary source of cash funds is the Workers' Compensation Cash Fund, which is funded by an employer paid surcharge on workers' compensation insurance premiums.

WORKERS' COMPENSATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	11,568,203	0	11,568,203	0	0	95.0
TOTAL	\$11,568,203	\$0	\$11,568,203	\$0	\$0	95.0
FY 2017-18 RECOMMENDED APPROPRIATION*						
FY 2016-17 Appropriation	\$11,568,203	\$0	\$11,568,203	\$0	\$0	95.0
Centrally appropriated line items	323,026	0	323,026	0	0	0.0
Non-prioritized changes	35,751	0	35,751	0	0	0.0
Annualize prior year salary survey	7,103	0	7,103	0	0	0.0
TOTAL	\$11,934,083	\$0	\$11,934,083	\$0	\$0	95.0
INCREASE/(DECREASE)	\$365,880	\$0	\$365,880	\$0	\$0	0.0
Percentage Change	3.2%	0.0%	3.2%	0.0%	0.0%	(6)
FY 2017-18 EXECUTIVE REQUEST	\$11,934,083	\$0	\$11,934,083	\$0	\$0	95.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

*Recommendation includes several items pending the Committee's decision on common policies and legal rates.

LINE ITEM DETAIL – (A) WORKERS' COMPENSATION

PERSONAL SERVICES

This line item funds salaries of staff who oversee the administration of the Workers' Compensation laws in Colorado.

STATUTORY AUTHORITY: Pursuant Title 8, Articles 40 through 44 and 46 through 47, and Sections 8-14.5-101, *et seq.*, C.R.S.

REQUEST: The Department requests an appropriation of \$7,406,043 cash funds and 95.0 FTE.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF WORKERS' COMPENSATION, WORKERS' COMPENSATION, PERSONAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	7,398,940	0	7,398,940	0	0	95.0
TOTAL	\$7,398,940	\$0	\$7,398,940	\$0	\$0	95.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$7,398,940	\$0	\$7,398,940	\$0	\$0	95.0
Annualize prior year salary survey	7,103	0	7,103	0	0	0.0
TOTAL	\$7,406,043	\$0	\$7,406,043	\$0	\$0	95.0
INCREASE/(DECREASE)	\$7,103	\$0	\$7,103	\$0	\$0	0.0
Percentage Change	0.1%	0.0%	0.1%	0.0%	0.0%	0.0%

DIVISION OF WORKERS' COMPENSATION, WORKERS' COMPENSATION, PERSONAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2017-18 EXECUTIVE REQUEST	\$7,406,043	\$0	\$7,406,043	\$0	\$0	95.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

OPERATING EXPENSES

This line item funds the operating expenses for administration of the Workers' Compensation laws in Colorado.

STATUTORY AUTHORITY: Pursuant to Title 8, Articles 40 through 44 and 46 through 47, and Sections 8-14.5-101, *et seq.*, C.R.S.

REQUEST: The Department requests an appropriation of \$576,328 cash funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF WORKERS' COMPENSATION, WORKERS' COMPENSATION, OPERATING EXPENSES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	576,328	0	576,328	0	0	0.0
TOTAL	\$576,328	\$0	\$576,328	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$576,328	\$0	\$576,328	\$0	\$0	0.0
TOTAL	\$576,328		\$576,328	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$576,328	\$0	\$576,328	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

ADMINISTRATIVE LAW JUDGE SERVICES

This line item is used to purchase administrative law services from the Department of Personnel.

STATUTORY AUTHORITY: Pursuant to Section 24-31-101 (1) (a), C.R.S., and defined in Section 24-75-112 (1) (i), C.R.S.

REQUEST: The Department requests an appropriation of \$3,795,712 cash funds. This includes the Non-Priority 2 request for an increase of \$35,751 cash funds.

RECOMMENDATION: The dollar amount is pending the Committee's decision for FY 2017-18 common policies. Staff requests permission to reflect the Committee's decision in the appropriation for this line item and permission to work with the Department to ascertain the right fund type mix.

DIVISION OF WORKERS' COMPENSATION, WORKERS' COMPENSATION, ADMINISTRATIVE LAW JUDGE SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	3,436,935	0	3,436,935	0	0	0.0
TOTAL	\$3,436,935	\$0	\$3,436,935	\$0	\$0	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$3,436,935	\$0	\$3,436,935	\$0	\$0	0.0
Centrally appropriated line items	323,026	0	323,026	0	0	0.0
Non-prioritized changes	35,751	0	35,751	0	0	0.0
TOTAL	\$3,795,712	\$0	\$3,795,712	\$0	\$0	0.0
INCREASE/(DECREASE)	\$358,777	\$0	\$358,777	\$0	\$0	0.0
Percentage Change	10.4%	0.0%	10.4%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$3,795,712	\$0	\$3,795,712	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

*Represents the funding level requested by the Department. The appropriation will be determined through common policy decisions at a later date. Staff will incorporate the Committee's action into the Long Bill.

PHYSICIANS ACCREDITATION

This line item funds the physicians' accreditation training program, which trains and accredits physicians to work on workers' compensation claims. Physicians seeking accreditation pay a fee, which is deposited into the Physician Accreditation Cash Fund. The program is also used by currently accredited physicians to stay current on approved workers' compensation policies and treatment plans. Pursuant to Section 8-42-101 (3.6) (l), C.R.S., these funds are continuously appropriated and are included for informational purposes only.

STATUTORY AUTHORITY: Pursuant to Section 8-42-101, C.R.S.

REQUEST: The Department requests an appropriation of \$120,000 cash funds, which represents a continuation of level funding.

RECOMMENDATION: Staff recommends approval of the request.

DIVISION OF WORKERS' COMPENSATION, WORKERS' COMPENSATION, PHYSICIANS ACCREDITATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	120,000	0	120,000	0	0	0.0
TOTAL	\$120,000	\$0	\$120,000	\$0	\$0	0.0

DIVISION OF WORKERS' COMPENSATION, WORKERS' COMPENSATION, PHYSICIANS ACCREDITATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$120,000	\$0	\$120,000	\$0	\$0	0.0
TOTAL	\$120,000		\$120,000	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

UTILIZATION REVIEW

This line item funds Department reviews of an independent physician's treatment of workers' compensation claimants. Reviews can be requested by any party involved with a claim. The program is continuously appropriated moneys from the Utilization Review Cash Fund, which is funded by fees paid by the requesting party pursuant to Section 8-43-501 (2) (a), C.R.S. The appropriation is included in the Long Bill for informational purposes.

STATUTORY AUTHORITY: Pursuant to Section 8-43-501, C.R.S.

REQUEST: The Department requests an appropriation of \$35,000 cash funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF WORKERS' COMPENSATION, WORKERS' COMPENSATION, UTILIZATION REVIEW						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	35,000	0	35,000	0	0	0.0
TOTAL	\$35,000	\$0	\$35,000	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$35,000	\$0	\$35,000	\$0	\$0	0.0
TOTAL	\$35,000		\$35,000	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

IMMEDIATE PAYMENT

These funds are used to quickly pay workers' compensation claims brought against bankrupt employers who were self-insured. It is funded with an assessment imposed by the Department on

each self-insured employer. This line item is continuously appropriated from the Immediate Payment Fund pursuant to Section 8-44-206 (3) (b) (I), C.R.S. The appropriation is included in the Long Bill for informational purposes.

STATUTORY AUTHORITY: Pursuant to Section 8-44-206, C.R.S.

REQUEST: The Department requests an appropriation of \$1,000 cash funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF WORKERS' COMPENSATION, WORKERS' COMPENSATION, IMMEDIATE PAYMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	1,000	0	1,000	0	0	0.0
TOTAL	\$1,000	\$0	\$1,000	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,000	\$0	\$1,000	\$0	\$0	0.0
TOTAL	\$1,000		\$1,000	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,000	\$0	\$1,000	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

(B) MAJOR MEDICAL INSURANCE AND SUBSEQUENTLY INJURY FUNDS

The Major Medical Insurance Fund and the Subsequent Injury Fund receive revenues from the workers' compensation premium surcharge to cover claimants with approved injuries, sustained before 1981 and 1994 respectively.

MAJOR MEDICAL INSURANCE AND SUBSEQUENT INJURY FUNDS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	9,459,597	0	9,459,597	0	0	16.0
TOTAL	\$9,459,597	\$0	\$9,459,597	\$0	\$0	16.0
FY 2017-18 RECOMMENDED APPROPRIATION*						
FY 2016-17 Appropriation	\$9,459,597	\$0	\$9,459,597	\$0	\$0	16.0
Annualize prior year salary survey	1,254	0	1,254	0	0	0.0
TOTAL	\$9,460,851		\$9,460,851	\$0	\$0	16.0
INCREASE/(DECREASE)	\$1,254	\$0	\$1,254	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	(6)
FY 2017-18 EXECUTIVE REQUEST	\$9,460,851	\$0	\$9,460,851	\$0	\$0	16.0

MAJOR MEDICAL INSURANCE AND SUBSEQUENT INJURY FUNDS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

*Recommendation includes several items pending the Committee's decision on common policies and legal rates.

LINE ITEM DETAIL – (B) MAJOR MEDICAL INSURANCE AND SUBSEQUENTLY INJURY FUNDS

PERSONAL SERVICES

This line item provides funding to support personal services expenditures within the subdivision.

STATUTORY AUTHORITY: Pursuant to Sections 8-46-101 and 8-46-202, C.R.S.

REQUEST: The Department requests an appropriation of \$1,352,517 cash funds and 16.0 FTE.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF WORKERS' COMPENSATION, MAJOR MEDICAL INSURANCE AND SUBSEQUENT INJURY FUNDS, PERSONAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	1,351,263	0	1,351,263	0	0	16.0
TOTAL	\$1,351,263	\$0	\$1,351,263	\$0	\$0	16.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,351,263	\$0	\$1,351,263	\$0	\$0	16.0
Annualize prior year salary survey	1,254	0	1,254	0	0	0.0
TOTAL	\$1,352,517		\$1,352,517	\$0	\$0	16.0
INCREASE/(DECREASE)	\$1,254	\$0	\$1,254	\$0	\$0	0.0
Percentage Change	0.1%	0.0%	0.1%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,352,517	\$0	\$1,352,517	\$0	\$0	16.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

OPERATING EXPENSES

This line item provides funding for operating expenses of the subdivision.

STATUTORY AUTHORITY: Pursuant to Sections 8-46-101 and 8-46-202, C.R.S.

REQUEST: The Department requests an appropriation of \$88,324 cash funds, which represents a continuation of level funding.

RECOMMENDATION: Staff recommends approval of the request.

DIVISION OF WORKERS' COMPENSATION, MAJOR MEDICAL INSURANCE AND SUBSEQUENT INJURY FUNDS, OPERATING EXPENSES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	88,324	0	88,324	0	0	0.0
TOTAL	\$88,324	\$0	\$88,324	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$88,324	\$0	\$88,324	\$0	\$0	0.0
TOTAL	\$88,324	\$0	\$88,324	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$88,324	\$0	\$88,324	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

MAJOR MEDICAL BENEFITS

The Major Medical Insurance Fund (MMIF) was established in 1971 to provide unlimited benefits to industrial workers who had sustained catastrophic injuries. Claims are approved for individuals who sustained qualified injuries from 1971 to 1981. Expenses fluctuate each year depending on the specific medical treatments required by clients. Funds are continuously appropriated pursuant to Section 8-46-202 (1) (c), C.R.S. The appropriation is included in the Long Bill for informational purposes.

STATUTORY AUTHORITY: Pursuant to Section 8-46-202, C.R.S.

REQUEST: The Department requests an appropriation of \$6,000,000 cash funds, which represents a continuation of level funding.

RECOMMENDATION: Staff recommends approval of the request.

DIVISION OF WORKERS' COMPENSATION, MAJOR MEDICAL INSURANCE AND SUBSEQUENT INJURY FUNDS, MAJOR MEDICAL BENEFITS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	6,000,000	0	6,000,000	0	0	0.0
TOTAL	\$6,000,000	\$0	\$6,000,000	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$6,000,000	\$0	\$6,000,000	\$0	\$0	0.0
TOTAL	\$6,000,000	\$0	\$6,000,000	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$6,000,000	\$0	\$6,000,000	\$0	\$0	0.0

DIVISION OF WORKERS' COMPENSATION, MAJOR MEDICAL INSURANCE AND SUBSEQUENT INJURY FUNDS, MAJOR MEDICAL BENEFITS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

MAJOR MEDICAL LEGAL SERVICES FOR 100 HOURS

This line item is used to purchase legal services from the Department of Law for any of the following purposes: to defend a decision to deny a claimant's eligibility request or denial of certain medical benefits; to defend the program in the event that a doctor appeals the decision of removal from a case during utilization review. Funds are continuously appropriated pursuant to Section 8-46-202 (1) (c), C.R.S. The appropriation is included in the Long Bill for informational purposes.

STATUTORY AUTHORITY: Pursuant to Sections 24-31-101 (1) (a), C.R.S., defined in Section 24-75-112 (1) (i), C.R.S., and 8-46-202, C.R.S.

REQUEST: The Department requests an appropriation of \$9,505 cash funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends an appropriation sufficient for 100 hours.** The dollar amount is pending the Committee policy for FY 2016-17 legal service hour rates, which will be presented during the Department of Law's figure setting presentation. Staff requests permission to reflect the Committee's decision in the appropriation for this line item and permission to work with the Department to ascertain the right fund type mix.

DIVISION OF WORKERS' COMPENSATION, MAJOR MEDICAL INSURANCE AND SUBSEQUENT INJURY FUNDS, MAJOR MEDICAL LEGAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	9,505	0	9,505	0	0	0.0
TOTAL	\$9,505	\$0	\$9,505	\$0	\$0	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$9,505	\$0	\$9,505	\$0	\$0	0.0
TOTAL	\$9,505	\$0	\$9,505	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$9,505	\$0	\$9,505	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

*Represents the funding level requested by the Department. The hourly rate will be determined at a later date. Staff will incorporate the Committee's action into the Long Bill.

SUBSEQUENT INJURY BENEFITS

This line item is used to pay benefits to injured workers who have become permanently, totally disabled from more than one work-related injury. Funds are continuously appropriated pursuant to

Section 8-46-101 (4) (b), C.R.S. The appropriation is included in the Long Bill for informational purposes.

STATUTORY AUTHORITY: Pursuant to Section 8-46-101, C.R.S.

REQUEST: The Department requests an appropriation of \$2,000,000 cash funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF WORKERS' COMPENSATION, MAJOR MEDICAL INSURANCE AND SUBSEQUENT INJURY FUNDS, SUBSEQUENT INJURY BENEFITS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	2,000,000	0	2,000,000	0	0	0.0
TOTAL	\$2,000,000	\$0	\$2,000,000	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$2,000,000	\$0	\$2,000,000	\$0	\$0	0.0
TOTAL	\$2,000,000		\$2,000,000	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$2,000,000	\$0	\$2,000,000	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

SUBSEQUENT INJURY LEGAL SERVICES FOR 100 HOURS

This line item is used to purchase legal services from the Department of Law to process and settle claims related to the Subsequent Injury program. Legal Services paid from the Subsequent Injury Fund are continuously appropriated pursuant to Section 8-46-101 (4) (b), C.R.S. The appropriation is included in the Long Bill for informational purposes.

STATUTORY AUTHORITY: Pursuant to 24-31-101 (1) (a), C.R.S., and defined in Section 24-75-112 (1) (i), C.R.S., and Section 8-46-101, C.R.S.

REQUEST: The Department requests an appropriation of \$9,505 cash funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends an appropriation sufficient for 100 hours.** The dollar amount is pending the Committee policy for FY 2016-17 legal service hour rates, which will be presented during the Department of Law’s figure setting presentation. Staff requests permission to reflect the Committee’s decision in the appropriation for this line item and permission to work with the Department to ascertain the right fund type mix.

DIVISION OF WORKERS' COMPENSATION, MAJOR MEDICAL INSURANCE AND SUBSEQUENT INJURY FUNDS, SUBSEQUENT INJURY LEGAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	9,505	0	9,505	0	0	0.0
TOTAL	\$9,505	\$0	\$9,505	\$0	\$0	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$9,505	\$0	\$9,505	\$0	\$0	0.0
TOTAL	\$9,505		\$9,505	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$9,505	\$0	\$9,505	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

*Represents the funding level requested by the Department. The hourly rate will be determined at a later date. Staff will incorporate the Committee's action into the Long Bill.

MEDICAL DISASTER

This line item is used to offset employee incurred medical, nursing, hospital, and drug expenses that are in excess of the allotted expenses pursuant to the "Workers' Compensation Act of Colorado." Employees must validate their entitlement to disability benefits under the Act, and the incurred expenses can be for recovery, to alleviate chronic pain, or to reduce a disability. The Medical Disaster Insurance Fund is continuously appropriated pursuant to Section 8-46-303 (2), C.R.S. The appropriation is included in the Long Bill for informational purposes.

STATUTORY AUTHORITY: Pursuant to Section 8-46-303, C.R.S.

REQUEST: The Department requests an appropriation of \$1,000 cash funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF WORKERS' COMPENSATION, MAJOR MEDICAL INSURANCE AND SUBSEQUENT INJURY FUNDS, MEDICAL DISASTER						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	1,000	0	1,000	0	0	0.0
TOTAL	\$1,000	\$0	\$1,000	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,000	\$0	\$1,000	\$0	\$0	0.0
TOTAL	\$1,000		\$1,000	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,000	\$0	\$1,000	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

(7) DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES

This Division Oversees vocational rehabilitation programs designed to enable individuals with any type of disability to participate in the work force. These programs include Vocational Rehabilitation Services, School-to-Work Alliance Program, Vocational Rehabilitation Mental Health Services, Independent Living Services, Business Enterprises Program for Individuals who are Blind, and the Business Enterprises Program.

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 Appropriation						
HB 16-1405 (Long Bill)	\$55,238,349	\$11,223,447	\$818,768	\$4,939,313	\$38,256,821	233.7
TOTAL	\$55,238,349	\$11,223,447	\$818,768	\$4,939,313	\$38,256,821	233.7
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$55,238,349	\$11,223,447	\$818,768	\$4,939,313	\$38,256,821	233.7
JBC staff initiated changes Older Blind Grants	362,000	0	0	0	362,000	0.0
Annualize prior year salary survey	33,313	6,210	0	0	27,103	0.0
Centrally appropriated line items	2,729	2,729	0	0	0	0.0
TOTAL	\$55,636,391	\$11,232,386	\$818,768	\$4,939,313	\$38,645,924	233.7
INCREASE/(DECREASE)	\$398,042	\$8,939	\$0	\$0	\$389,103	0.0
Percentage Change	0.7%	0.1%	0.0%	0.0%	1.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$55,274,391	\$11,232,386	\$818,768	\$4,939,313	\$38,283,924	233.7
Request Above/(Below) Recommendation	(\$362,000)	\$0	\$0	\$0	(\$362,000)	0.0

*Recommendation includes several items pending the Committee's decision on common policies and legal rates.

DECISION ITEMS - DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES

The Executive Branch did not submit any decision items for this division.

→ STAFF-INITIATED: TRANSFER OF OLDER BLIND GRANTS LINE ITEM

Staff recommends transferring the Older Blind Grants line item to reflect the fact that the program and the federal funds associated with the program have already been transferred from the Department of Human Services to the Department of Labor and Employment. This transfer was made because the Older Blind Grants program is required to accompany vocational rehabilitation services.

→ STAFF-INITIATED: TECHNICAL ADJUSTMENT TO H.B. 16-1405

Staff recommends adding a footnote to H.B 16-1405. The footnote was originally assigned to this Division but due to a technical error, the verbiage of the footnote did not make it into H.B. 16-

1405. This footnote provides the Department flexibility to move funds between the accounts mentioned, which allows the Department the ability to assess the needs of the new Division and adjust the funding as necessary to accomplish the Departments goals. The footnote is contained in the Long Bill Footnotes and Request For Information section of this document.

(A) VOCATIONAL REHABILITATION PROGRAMS

This Division Oversees vocational rehabilitation programs designed to enable individuals with any type of disability to participate in the work force. These programs include Vocational Rehabilitation Services, School-to-Work Alliance Program, Vocational Rehabilitation Mental Health Services, Independent Living Services, Business Enterprises Program for Individuals who are Blind, and the Business Enterprises Program.

VOCATIONAL REHABILITATION PROGRAMS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	48,068,484	4,442,703	789,147	4,939,313	37,897,321	229.7
TOTAL	\$48,068,484	\$4,442,703	\$789,147	\$4,939,313	\$37,897,321	229.7
FY 2017-18 RECOMMENDED APPROPRIATION*						
FY 2016-17 Appropriation	\$48,068,484	\$4,442,703	\$789,147	\$4,939,313	\$37,897,321	229.7
JBC staff initiated changes Older Blind Grants	362,000	0	0	0	362,000	0.0
Annualize prior year salary survey	33,313	6,210	0	0	27,103	0.0
Centrally appropriated line items	2,729	2,729	0	0	0	0.0
TOTAL	\$48,466,526	\$4,451,642	\$789,147	\$4,939,313	\$38,286,424	229.7
INCREASE/(DECREASE)	\$398,042	\$8,939	\$0	\$0	\$389,103	0.0
Percentage Change	0.8%	0.2%	0.0%	0.0%	1.0%	(7)
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	(\$362,000)	\$0	\$0	\$0	(\$362,000)	0.0

*Recommendation includes several items pending the Committee's decision on common policies and legal rates.

LINE ITEM DETAIL - VOCATIONAL REHABILITATION PROGRAMS

PERSONAL SERVICES

This line item funds the personnel costs of programmatic and administrative staff including the vocational rehabilitation counselors responsible for the provision of client services.

STATUTORY AUTHORITY: Pursuant to Section 8-84-103, C.R.S.

REQUEST: The Department requests an appropriation of \$15,972,937 total funds (\$3,398,778 General Fund and \$12,574,159 federal funds) and 223.7 FTE.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, VOCATIONAL REHABILITATION PROGRAMS, PERSONAL SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	15,939,624	3,392,568	0	0	12,547,056	223.7
TOTAL	\$15,939,624	\$3,392,568	\$0	\$0	\$12,547,056	223.7
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$15,939,624	\$3,392,568	\$0	\$0	\$12,547,056	223.7
Annualize prior year salary survey	33,313	6,210	0	0	27,103	0.0
TOTAL	\$15,972,937	\$3,398,778	\$0	\$0	\$12,574,159	223.7
INCREASE/(DECREASE)	\$33,313	\$6,210	\$0	\$0	\$27,103	0.0
Percentage Change	0.2%	0.2%	0.0%	0.0%	0.2%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$15,972,937	\$3,398,778	\$0	\$0	\$12,574,159	223.7
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

OPERATING EXPENSES

This line item funds the operating expenses of the Vocational Rehabilitation program.

STATUTORY AUTHORITY: Pursuant to Title 8, Article 84, C.R.S.

REQUEST: The Department requests an appropriation of \$2,539,404 total funds (\$540,893 reappropriated funds and \$1,998,511 federal funds), which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, VOCATIONAL REHABILITATION PROGRAMS, OPERATING EXPENSES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	2,539,404	0	0	540,893	1,998,511	0.0
TOTAL	\$2,539,404	\$0	\$0	\$540,893	\$1,998,511	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$2,539,404	\$0	\$0	\$540,893	\$1,998,511	0.0
TOTAL	\$2,539,404	\$0	\$0	\$540,893	\$1,998,511	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$2,539,404	\$0	\$0	\$540,893	\$1,998,511	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

ADMINISTRATIVE LAW JUDGE SERVICES

This line item is used to purchase administrative law services from the Department of Personnel.

STATUTORY AUTHORITY: Pursuant to Section 24-31-101 (1) (a), C.R.S., and defined in Section 24-75-112 (1) (i), C.R.S.

REQUEST: The Department requests an appropriation of \$31,767 total funds (\$8,914 General Fund and \$22,853 federal funds).

RECOMMENDATION: **The dollar amount is pending the Committee's decision for FY 2017-18 common policies.** Staff requests permission to reflect the Committee's decision in the appropriation for this line item and permission to work with the Department to ascertain the right fund type mix.

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, VOCATIONAL REHABILITATION PROGRAMS, ADMINISTRATIVE LAW JUDGE SERVICES						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	29,038	6,185	0	0	22,853	0.0
TOTAL	\$29,038	\$6,185	\$0	\$0	\$22,853	0.0
FY 2017-18 REQUESTED APPROPRIATION*						
FY 2016-17 Appropriation	\$29,038	\$6,185	\$0	\$0	\$22,853	0.0
Centrally appropriated line items	2,729	2,729	0	0	0	0.0
TOTAL	\$31,767	\$8,914	\$0	\$0	\$22,853	0.0
INCREASE/(DECREASE)	\$2,729	\$2,729	\$0	\$0	\$0	0.0
Percentage Change	9.4%	44.1%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$31,767	\$8,914	\$0	\$0	\$22,853	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

*Represents the funding level requested by the Department. The appropriation will be determined through common policy decisions at a later date. Staff will incorporate the Committee's action into the Long Bill.

VOCATIONAL REHABILITATION SERVICES

This line item funds direct client services provided by the Vocational Rehabilitation Programs for individuals whose disability results in barriers to employment of independent living. These services provide individuals with the skills to obtain and maintain employment and live independently in the community. Services include:

- Vocational rehabilitation assessments, counseling and guidance;
- Vocational and academic training, personal and vocational adjustment training, job coaching, on-the-job training, job-seeking skills training;
- Placement services provided to assist an individual with a disability to find adequate and suitable employment in his/her chosen career;

- Supportive services including transportation, personal assistance services and services to family members may also be provided if necessary for the individual to utilize the services identified above; and
- Post-employment services may be provided to previously rehabilitated individuals to maintain or regain suitable employment.

STATUTORY AUTHORITY: Pursuant to Section 8-84-106, C.R.S.

REQUEST: The Department requests an appropriation of \$14,831,622 total funds (\$1,043,950 General Fund, \$2,115,185 reappropriated funds, and \$11,672,487 federal funds), which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, VOCATIONAL REHABILITATION PROGRAMS, VOC REHAB SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	14,831,622	1,043,950	0	2,115,185	11,672,487	0.0
TOTAL	\$14,831,622	\$1,043,950	\$0	\$2,115,185	\$11,672,487	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$14,831,622	\$1,043,950	\$0	\$2,115,185	\$11,672,487	0.0
TOTAL	\$14,831,622	\$1,043,950	\$0	\$2,115,185	\$11,672,487	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$14,831,622	\$1,043,950	\$0	\$2,115,185	\$11,672,487	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

SCHOOL TO WORK ALLIANCE PROGRAM

This line item funds the School to Work Alliance Program (SWAP) Contracts. SWAP is a collaborative program between Vocational Rehabilitation and the Colorado Department of Education (CDE). Vocational Rehabilitation contracts with School Districts and Boards of Cooperative Education Services (BOCES) to provide services to youth with mild to moderate disabilities who are transitioning from school into the workforce.

STATUTORY AUTHORITY: Pursuant to Section 8-84-106, C.R.S.

REQUEST: The Department requests an appropriation of \$9,133,891 total funds (\$34,647 cash funds, \$1,910,872 reappropriated funds, and \$7,188,372 federal funds), which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, VOCATIONAL REHABILITATION PROGRAMS, SCHOOL TO WORK ALLIANCE PROGRAM						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	9,133,891	0	34,647	1,910,872	7,188,372	0.0
TOTAL	\$9,133,891	\$0	\$34,647	\$1,910,872	\$7,188,372	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$9,133,891	\$0	\$34,647	\$1,910,872	\$7,188,372	0.0
TOTAL	\$9,133,891	\$0	\$34,647	\$1,910,872	\$7,188,372	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$9,133,891	\$0	\$34,647	\$1,910,872	\$7,188,372	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

VOCATIONAL REHABILITATION MENTAL HEALTH SERVICES

This line item funds the provision of mental health services to eligible individuals who are receiving vocational rehabilitation services. The Vocational Rehabilitation Program contracts with mental health providers for these services.

STATUTORY AUTHORITY: Pursuant to Section 8-84-106, C.R.S.

REQUEST: The Department requests an appropriation of \$1,748,180 total funds (\$372,363 reappropriated funds and \$1,375,817 federal funds), which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, VOCATIONAL REHABILITATION PROGRAMS, VOC REHAB MENTAL HEALTH SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	1,748,180	0	0	372,363	1,375,817	0.0
TOTAL	\$1,748,180	\$0	\$0	\$372,363	\$1,375,817	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,748,180	\$0	\$0	\$372,363	\$1,375,817	0.0
TOTAL	\$1,748,180	\$0	\$0	\$372,363	\$1,375,817	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,748,180	\$0	\$0	\$372,363	\$1,375,817	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

BUSINESS ENTERPRISE PROGRAM FOR PEOPLE WHO ARE BLIND

The Business Enterprise Program assists blind or visually-impaired individuals in operation of vending and food service businesses. The Program is the result of the federal Randolph-Sheppard Vending Facility, which gives priority to blind and visually impaired individuals who wish to operate and manage food and vending services in federal and state government office buildings and facilities. The Program utilizes funding from this line item to support site development, initial merchandise and supply inventory, purchasing equipment, and providing technical support to vendors.

STATUTORY AUTHORITY: Pursuant to Sections 8-84-201, C.R.S., et seq.

REQUEST: The Department requests an appropriation of \$1,532,125 total funds (\$325,500 cash funds and \$1,206,625 federal funds) and 6.0 FTE, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, VOCATIONAL REHABILITATION PROGRAMS, BUSINESS ENTERPRISES PROGRAM FOR PEOPLE WHO ARE BLIND						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	1,532,125	0	325,500	0	1,206,625	6.0
TOTAL	\$1,532,125	\$0	\$325,500	\$0	\$1,206,625	6.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,532,125	\$0	\$325,500	\$0	\$1,206,625	6.0
TOTAL	\$1,532,125	\$0	\$325,500	\$0	\$1,206,625	6.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,532,125	\$0	\$325,500	\$0	\$1,206,625	6.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

BUSINESS ENTERPRISE PROGRAM – PROGRAM OPERATED STANDS, REPAIR COSTS, AND OPERATOR BENEFITS

This line item pays for costs associated with the Business Enterprise Program that are not eligible for the federal match including: costs associated with temporary state operation of vending facilities when a vendor leaves the program; equipment maintenance and repair during this interim period; and payments to operators to support their health insurance, IRA contributions, and vacation pay (operators are not state employees). Revenues from the operation of the vending stands and payments by the vendors support this program. Expenses and revenues in this line item are highly unpredictable, as they are dependent upon whether one or more operators abandon sites during the year.

STATUTORY AUTHORITY: Pursuant to Sections 8-84-201, C.R.S., et seq.

REQUEST: The Department requests an appropriation of \$429,000 cash funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, VOCATIONAL REHABILITATION PROGRAMS, BUSINESS ENTERPRISES PROGRAM						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	429,000	0	429,000	0	0	0.0
TOTAL	\$429,000	\$0	\$429,000	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$429,000	\$0	\$429,000	\$0	\$0	0.0
TOTAL	\$429,000	\$0	\$429,000	\$0	\$0	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$429,000	\$0	\$429,000	\$0	\$0	0.0
Request Above/(Below) Recommendation	\$0		\$0	\$0	\$0	0.0

FEDERAL SOCIAL SECURITY REIMBURSEMENT

This line item funds the purchase of services outlined in a consumer's individualized plan for employment including training and assistive technology. The federal funds in this line item represent incentive payments from the federal Supplemental Security Income Program (SSI Program) when vocational rehabilitation programs successfully remove people from the SSI Program.

STATUTORY AUTHORITY: Pursuant to Section 8-84-107, C.R.S.

REQUEST: The Department requests an appropriation of \$1,885,600 federal funds, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, VOCATIONAL REHABILITATION PROGRAMS, FEDERAL SOCIAL SECURITY REIMBURSEMENTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	1,885,600	0	0	0	1,885,600	0.0
TOTAL	\$1,885,600	\$0	\$0	\$0	\$1,885,600	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$1,885,600	\$0	\$0	\$0	\$1,885,600	0.0
TOTAL	\$1,885,600	\$0	\$0	\$0	\$1,885,600	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$1,885,600	\$0	\$0	\$0	\$1,885,600	0.0

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, VOCATIONAL REHABILITATION PROGRAMS, FEDERAL SOCIAL SECURITY REIMBURSEMENTS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

OLDER BLIND GRANTS

This line item provides independent living services to persons age 55 or older who are blind or visually impaired. Most of the individuals served through these grants have become blind older in life, and are provided assistance in learning new strategies for accomplishing daily tasks and participating in community and family activities. The appropriation is included in the Long Bill for informational purposes.

STATUTORY AUTHORITY: Pursuant to Section 26-8.1-108, C.R.S.

REQUEST: The Department requests an appropriation of \$0 federal funds.

RECOMMENDATION: **Staff recommends transferring the Older Blind Grants line item to reflect the fact that the program and the federal funds associated with the program have already been transferred from the Department of Human Services to the Department of Labor and Employment.** This transfer was made because the Older Blind Grants program is required to accompany vocational rehabilitation services. The appropriation is included in the Long Bill for informational purposes.

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, VOCATIONAL REHABILITATION PROGRAMS, OLDER BLIND GRANTS						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	0	0	0	0	0	0.0
TOTAL	\$0	\$0	\$0	\$0	\$0	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
JBC staff initiated changes Older Blind Grants	362,000	0	0	0	362,000	0.0
TOTAL	\$362,000	0	0	0	\$362,000	0.0
INCREASE/(DECREASE)	\$362,000	\$0	\$0	\$0	\$362,000	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Request Above/(Below) Recommendation	(\$362,000)	0	0	0	(\$362,000)	0.0

(B) OFFICE OF INDEPENDENT LIVING SERVICES

Independent Living Centers (ILC) are consumer-controlled, community-based, nonresidential, agencies that provide an array of independent living services to people of any age with any disability.

OFFICE OF INDEPENDENT LIVING SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	\$7,169,865	\$6,780,744	\$29,621	\$0	\$359,500	4.0
TOTAL	\$7,169,865	\$6,780,744	\$29,621	\$0	\$359,500	4.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$7,169,865	\$6,780,744	\$29,621	\$0	\$359,500	4.0
TOTAL	\$7,169,865	\$6,780,744	\$29,621	\$0	\$359,500	4.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

LINE ITEM DETAIL - OFFICE OF INDEPENDENT LIVING SERVICES

PROGRAM COSTS

This line item funds the personnel and operating costs associated with state support for the provision of independent living services by the nine Independent Living Centers.

STATUTORY AUTHORITY: Pursuant to Section 8-85-103 (1), C.R.S.

REQUEST: The Department requests an appropriation of \$206,065 General Fund and 4.0 FTE, which represents a continuation of level funding.

RECOMMENDATION: **Staff recommends approval of the request.**

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, OFFICE OF INDEPENDENT LIVING SERVICES, PROGRAM COSTS						
	TOTAL FUNDS	GENERAL FUND	Cash Funds	Reappropriated Funds	Federal Funds	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	206,065	206,065	0	0	0	4.0
TOTAL	\$206,065	\$206,065	\$0	\$0	\$0	4.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$206,065	\$206,065	\$0	\$0	\$0	4.0
TOTAL	\$206,065	\$206,065	\$0	\$0	\$0	4.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST						
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

INDEPENDENT LIVING SERVICES

This line item provides funding for independent living services. These services include:

- Information and referral services;
- Independent living skills training;
- Peer counseling, including cross-disability peer counseling;
- Individual and systems advocacy; and
- Transition services or diversion from nursing homes and institutions to home- and community-based living;
- Transition services upon leaving secondary education; and
- Any other services and assistance as defined by federal regulations.

STATUTORY AUTHORITY: Pursuant to Section 8-85-103 (2) (a), C.R.S.

REQUEST: The Department requests an appropriation of \$6,963,800 total funds (\$6,574,679 General Fund, \$29,621 cash funds, and \$359,500 federal funds), which represents a continuation of level funding.

RECOMMENDATION: **Staff recommendation is pending Committee action on provider rates.** Staff requests permission to reflect the Committee’s decision in the appropriation for this line item and permission to work with the Department to ascertain the right fund type mix.

DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES, OFFICE OF INDEPENDENT LIVING SERVICES, INDEPENDENT LIVING SERVICES						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	Reappropriated Funds	FEDERAL FUNDS	FTE
FY 2016-17 APPROPRIATION						
HB 16-1405 (Long Bill)	6,963,800	6,574,679	29,621	0	359,500	0.0
TOTAL	\$6,963,800	\$6,574,679	\$29,621	\$0	\$359,500	0.0
FY 2017-18 RECOMMENDED APPROPRIATION						
FY 2016-17 Appropriation	\$6,963,800	\$6,574,679	\$29,621	\$0	\$359,500	0.0
TOTAL	\$6,963,800	\$6,574,679	\$29,621	\$0	\$359,500	0.0
Percentage Change	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FY 2017-18 EXECUTIVE REQUEST	\$6,963,800	\$6,574,679	\$29,621	\$0	\$359,500	0.0
Request Above/(Below) Recommendation	\$0	\$0	\$0	\$0	\$0	0.0

LONG BILL FOOTNOTES AND REQUESTS FOR INFORMATION

LONG BILL FOOTNOTES

Staff recommends **CONTINUING** the following footnote:

- N Department of Labor and Employment, Division Of Vocational Rehabilitation and Independent Living, Vocational Rehabilitation Programs -- In addition to the transfer authority provided in Section 24-75-108, C.R.S., the Department may transfer up to 10.0 percent of the total appropriation among the following line items in this section: Personal Services, Operating Expenses, Vocational Rehabilitation Services, School to Work Alliance Program, and Vocational Rehabilitation Mental Health Services.

COMMENT: This footnote allows the Department the flexibility to move funds between line items. The Department received this Division in July 2016 and has been working to assimilate the program and make necessary adjustments for Division success. This helps the Department adjust to changes in this Division as part of the assimilation and adjustment.

Staff recommends the following **NEW** the following footnote:

- N Department of Labor and Employment, Division Of Employment and Training, Colorado Veterans' Career-To-Service Pilot – Funds and spending authority for this line item remains available through June 30, 2018.

REQUESTS FOR INFORMATION

Staff recommends the following **NEW** request for information:

- N Department of Labor and Employment, Division of Employment and Training, Veteran Pilot Program – The Department is requested to provide by November 1, 2017:
- The number of individuals served;
 - The specific services provided broken down by each individual served;
 - The specific outcomes for each individual (starting pay, ending pay, and any change in employer or job status);
 - Hours spent working with veterans versus hours spent working with employers;
 - The RFP for this pilot;
 - The signed contract for this pilot;
 - The success rates of the pilot;
 - The cost per veteran client served;
 - Administrative costs in total and broken out by individual items (i.e. travel, meals, staff training).

COMMENT: The reporting on this pilot has been inadequate to determine the success or failure of the pilot. The report also provided conflicting information on the results of the

pilot. This request will provide the committee information that will help determine the success of the pilot program and will provide staff will valuable information for use in future analysis on similar programs.

- N Department of Labor and Employment, Division of Employment and Training, Career-to Service Pilot Program – The Department is requested to provide a report on the breakdown of the pilot program to include the number of individuals served by this pilot, the outcomes for those individuals, the success rates, and the cost per client by November 1, 2017.

COMMENT: This request will provide the committee information that will help determine the success of the pilot program. This will also provide staff will valuable information for use in future analysis.

Staff recommends **CONTINUING AND MODIFYING** the following request for information:

- N Department of Labor and Employment, Division Of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs -- The Department is requested to provide ~~quarterly reports~~ A REPORT on the number of individuals receiving vocational rehabilitation services, including: a break-down by category of the number of individuals receiving services; the average cost by category of services; the projected fiscal year expenditures, and the projected balance of the State's federal vocational rehabilitation account BY NOVEMBER 1, 2017.

COMMENT: This request will assist the committee in determining the effectiveness of the Division transfer and help to determine funding needs.

- N Department of Labor and Employment, Division of Vocational Rehabilitation and Independent Living Services, Office of Independent Living Services -- The Department is requested to provide as of November 1, ~~2016~~, 2017, the number of clients served by each Independent Living Center for the past ~~six months~~ YEAR, the status of development of a new Independent Living Center, and the distribution of funds by Independent Living Center.

COMMENT: This request will provide the committee with information on how many clients are served at Independent Living Centers. This information is useful when analyzing the Department's budget request.

- N Department of Labor and Employment, Division of Vocational Rehabilitation and Independent Living Services, Vocational Rehabilitation Programs -- The Department is requested to provide by November 1, ~~2016~~, 2017, a listing of the current leased spaces for Workforce Centers and a listing of the current leased spaces used by the Vocational Rehabilitation Programs, including costs. The Department is also requested to provide the status of consolidation of leased spaces, including locations that can be consolidated and estimated cost savings.

COMMENT: This request will provide the committee information on the lease space consolidation that the Department has undertaken as part of the transfer of the Division of Vocational Rehabilitation. This information is useful when analyzing the Department's budget request.

INDIRECT COST ASSESSMENTS

DESCRIPTION OF INDIRECT COST ASSESSMENT METHODOLOGY

The Department of Labor and Employment indirect cost assessment methodology is calculated based on actual employee work hours, and the associated cash or federal funds to which the work hours are associated.

The *Indirect Cost Pool* is comprised of personal services and operating expense line items in the Executive Director's Office, and the statewide indirect cost assessment. For FY 2015-16 the Department's Indirect Cost Pool as requested is \$25,258,296. The *Indirect Cost Rate* is calculated based on staff's work time in each division. Staff members log their work activities by minutes, and each work activity is assigned a specific code associated with the funding source of the work activity (cash or federal funds). These funds are appropriated directly to the line items that make up the indirect cost pool based on the total time charged to a specific fund. Actual assessment is based on monthly reports of work time during the budget fiscal year. Table 1 shows the line items receiving indirect cost recoveries.

DEPARTMENT OF LABOR AND EMPLOYMENT FY 2017-18				
SOURCES OF INDIRECT COST RECOVERIES IN LONG BILL				
	FY 2017-18 Proposed Sources of Indirect			
	Total	Cash Funds	Reappropriated Funds	Federal Funds
(1) EXECUTIVE DIRECTOR'S OFFICE	25,864,840	12,579,392	546,468	12,738,980
TOTAL AVAILABLE INDIRECT TO OFFSET GF	\$25,864,840	\$12,579,392	\$546,468	\$12,738,980
FY 2017-18 Estimated Collections	25,864,840	12,579,392	546,468	12,738,980
<i>Difference</i>	-	-	-	-

ESTIMATED USES OF INDIRECT COST RECOVERIES IN LONG BILL

	FY2017-18 GF REQUEST	DEPT INDIRECT	STATEWIDE INDIRECT	TOTAL INDIRECT TO OFFSET GF	BALANCE OF AVAILABLE INDIRECT	INDIRECT USED TO BALANCE GF
(1) EXECUTIVE DIRECTOR'S OFFICE					25,864,840	
Personal Services	184,074	8,755,879	162,366	8,918,245	16,946,595	(8,734,171)
Salary Survey	-	12,606	-	12,606	16,933,989	(12,606)
Merit Pay	-	-	-	-	16,933,989	-
Health, Life, and	25,298	-	-	776,844	16,157,145	(751,546)

ESTIMATED USES OF INDIRECT COST RECOVERIES IN LONG BILL

	FY2017-18 GF REQUEST	DEPT INDIRECT	STATEWIDE INDIRECT	TOTAL INDIRECT TO OFFSET GF	BALANCE OF AVAILABLE INDIRECT	INDIRECT USED TO BALANCE GF
Dental		776,844				
Short-term Disability	622	12,800	-	12,800	16,144,345	(12,178)
SB 04-257 Amortization Equalization Disbursement	16,537	327,014	-	327,014	15,817,331	(310,477)
SB 06-235 Supplemental Amortization Equalization Disbursement	16,537	323,608	-	323,608	15,493,723	(307,071)
Workers' Compensation	11,210	590,735	-	590,735	14,902,988	(579,525)
Operating Expenses	17,066	1,782,574	-	1,782,574	13,120,414	(1,765,508)
Legal Services for 8,415 hours	80,885	731,961	-	731,961	12,388,453	(651,076)
Payments to OIT	2,523,491	9,380,661	384,102	9,764,763	2,623,690	(7,241,272)
Payment to Risk Management and Property Funds	6,880	6,816	-	6,816	2,616,874	64
CORE Operations	-	315,204	-	315,204	2,301,670	(315,204)
Vehicle Lease Payments	10,829	2,085	-	2,085	2,299,585	8,744
Leased Space	396,230	1,745,958	-	1,745,958	553,627	(1,349,728)
Information Technology Asset Maintenance	-	553,627	-	553,627	-	(553,627)
Statewide Indirect Cost Assessment	-	-	-	-	-	-
TOTAL FOR DEPARTMENT	\$3,289,659	\$25,318,372	\$546,468	\$25,864,840	\$0	(22,575,181)

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

Appendix A: Number Pages

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
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DEPARTMENT OF LABOR AND EMPLOYMENT
Ellen Golombek, Executive Director

(1) EXECUTIVE DIRECTOR'S OFFICE

The Executive Director's Office provides administrative and technical support for department divisions and programs including accounting, budgeting, and human resources functions.

Personal Services	<u>7,805,023</u>	<u>6,609,971</u>	<u>9,089,711</u>	<u>9,102,317</u>	<u>9,102,317</u>
FTE	99.9	98.4	110.2	110.2	110.2
General Fund	0	379,620	184,074	184,074	184,074
Cash Funds	4,273,265	4,467,773	4,517,359	4,523,662	4,523,663
Reappropriated Funds	157,006	157,006	162,366	162,366	162,366
Federal Funds	3,374,752	1,605,572	4,225,912	4,232,215	4,232,214
Health, Life, and Dental	<u>6,583,297</u>	<u>8,477,043</u>	<u>9,700,470</u>	<u>10,787,604</u>	<u>10,787,604</u> *
General Fund	0	122,709	455,647	643,805	643,805
Cash Funds	3,020,480	3,377,965	3,576,396	3,663,663	3,663,663
Reappropriated Funds	0	43,463	58,884	46,354	46,354
Federal Funds	3,562,817	4,932,906	5,609,543	6,433,782	6,433,782
Short-term Disability	<u>106,062</u>	<u>145,565</u>	<u>139,651</u>	<u>147,773</u>	<u>147,773</u>
General Fund	0	1,319	7,021	8,359	8,359
Cash Funds	49,445	62,455	54,939	53,237	53,237
Reappropriated Funds	0	947	999	1,138	1,138
Federal Funds	56,617	80,844	76,692	85,039	85,039

*Line item includes decision item.

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
S.B. 04-257 Amortization Equalization Disbursement	<u>2,009,515</u>	<u>2,925,130</u>	<u>3,570,250</u>	<u>3,920,646</u>	<u>3,920,646</u>
General Fund	0	26,694	179,284	221,751	221,751
Cash Funds	936,813	1,254,563	1,404,033	1,412,234	1,412,234
Reappropriated Funds	0	19,046	25,483	30,196	30,196
Federal Funds	1,072,702	1,624,827	1,961,450	2,256,465	2,256,465
S.B. 06-235 Supplemental Amortization Equalization Disbursement	<u>1,814,146</u>	<u>2,825,410</u>	<u>3,533,158</u>	<u>3,920,646</u>	<u>3,920,646</u>
General Fund	0	25,784	177,515	221,751	221,751
Cash Funds	845,734	1,211,794	1,389,408	1,412,234	1,412,234
Reappropriated Funds	0	18,397	25,217	30,196	30,196
Federal Funds	968,412	1,569,435	1,941,018	2,256,465	2,256,465
Salary Survey	<u>1,322,626</u>	<u>0</u>	<u>150,603</u>	<u>2,285,540</u>	<u>2,285,540</u>
General Fund	0	0	6,210	126,928	126,928
Cash Funds	640,593	0	51,807	820,883	820,883
Reappropriated Funds	0	0	0	16,439	16,439
Federal Funds	682,033	0	92,586	1,321,290	1,321,290
Shift Differential	<u>13,259</u>	<u>13,497</u>	<u>14,797</u>	<u>13,339</u>	<u>13,339</u>
Reappropriated Funds	0	0	0	0	0
Federal Funds	13,259	13,497	14,797	13,339	13,339
Workers' Compensation	<u>571,278</u>	<u>502,686</u>	<u>643,363</u>	<u>633,223</u>	<u>633,223</u>
General Fund	0	0	11,210	11,210	11,210
Cash Funds	165,277	145,339	170,874	170,874	170,874
Federal Funds	406,001	357,347	461,279	451,139	451,139

JBC Staff Staff Figure Setting - FY 2017-18
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	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Operating Expenses	<u>1,212,751</u>	<u>1,647,276</u>	<u>1,851,130</u>	<u>1,851,130</u>	<u>1,851,130</u>
General Fund	0	190,000	17,066	17,066	17,066
Cash Funds	752,510	754,021	766,076	766,076	766,076
Reappropriated Funds	0	0	0	0	0
Federal Funds	460,241	703,255	1,067,988	1,067,988	1,067,988
Legal Services	<u>805,899</u>	<u>818,169</u>	<u>799,846</u>	<u>845,596</u>	<u>845,596</u>
General Fund	54,683	95,388	76,509	80,885	80,885
Cash Funds	193,801	184,908	185,024	195,607	195,606
Federal Funds	557,415	537,873	538,313	569,104	569,105
Payment to Risk Management and Property Funds	<u>68,518</u>	<u>76,052</u>	<u>119,189</u>	<u>141,601</u>	<u>141,601</u> *
General Fund	0	0	1,190	5,668	6,880
Cash Funds	22,564	25,045	37,410	38,799	38,799
Federal Funds	45,954	51,007	80,589	97,134	95,922
Vehicle Lease Payments	<u>92,196</u>	<u>104,307</u>	<u>208,511</u>	<u>191,415</u>	<u>191,415</u> *
General Fund	0	0	10,829	10,829	10,829
Cash Funds	92,196	97,912	119,232	119,232	119,232
Federal Funds	0	6,395	78,450	61,354	61,354
Leased Space	<u>3,587,726</u>	<u>3,837,393</u>	<u>5,441,745</u>	<u>5,880,720</u>	<u>5,880,720</u>
General Fund	0	17,528	317,597	350,313	396,230
Cash Funds	2,096,169	2,150,587	2,228,250	2,403,855	2,370,665
Federal Funds	1,491,557	1,669,278	2,895,898	3,126,552	3,113,825

*Line item includes decision item.

JBC Staff Staff Figure Setting - FY 2017-18
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	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Capitol Complex Leased Space	<u>17,916</u>	<u>21,880</u>	<u>25,738</u>	<u>49,797</u>	<u>49,797</u>
General Fund	0	0	0	5,125	5,125
Cash Funds	14,986	18,291	22,149	22,149	22,149
Federal Funds	2,930	3,589	3,589	22,523	22,523
Payments to OIT	<u>8,947,825</u>	<u>9,781,782</u>	<u>11,981,089</u>	<u>11,254,126</u>	<u>11,254,126</u> *
General Fund	44,328	1,520,385	2,466,272	2,570,620	2,523,491
Cash Funds	4,976,451	4,241,892	5,112,611	4,614,784	4,647,974
Reappropriated Funds	0	393,180	384,102	384,102	384,102
Federal Funds	3,927,046	3,626,325	4,018,104	3,684,620	3,698,559
CORE Operations	<u>408,409</u>	<u>124,293</u>	<u>308,946</u>	<u>253,348</u>	<u>253,348</u>
Cash Funds	185,370	124,293	122,521	98,931	98,931
Federal Funds	223,039	0	186,425	154,417	154,417
Utilities	<u>225,236</u>	<u>202,013</u>	<u>260,309</u>	<u>260,309</u>	<u>260,309</u>
Reappropriated Funds	0	0	0	0	0
Federal Funds	225,236	202,013	260,309	260,309	260,309
Information Technology Asset Maintenance	<u>553,627</u>	<u>487,090</u>	<u>553,627</u>	<u>553,627</u>	<u>553,627</u>
Cash Funds	175,343	108,806	175,343	175,343	175,343
Federal Funds	378,284	378,284	378,284	378,284	378,284
Statewide Indirect Cost Assessment	<u>620,002</u>	<u>571,572</u>	<u>486,701</u>	<u>565,147</u>	<u>565,147</u>
Cash Funds	374,154	217,897	255,203	331,328	331,328
Reappropriated Funds	0	0	165	135	135
Federal Funds	245,848	353,675	231,333	233,684	233,684

*Line item includes decision item.

JBC Staff Staff Figure Setting - FY 2017-18
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	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Merit Pay	<u>625,507</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund	653	0	0	0	0
Cash Funds	318,882	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	305,972	0	0	0	0
TOTAL - (1) Executive Director's Office	37,390,818	39,171,129	48,878,834	52,657,904	52,657,904
<i>FTE</i>	<u>99.9</u>	<u>98.4</u>	<u>110.2</u>	<u>110.2</u>	<u>110.2</u>
General Fund	99,664	2,379,427	3,910,424	4,458,384	4,458,384
Cash Funds	19,134,033	18,443,541	20,188,635	20,822,891	20,822,891
Reappropriated Funds	157,006	632,039	657,216	670,926	670,926
Federal Funds	18,000,115	17,716,122	24,122,559	26,705,703	26,705,703

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
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(2) DIVISION OF UNEMPLOYMENT INSURANCE

The Division of Unemployment Insurance collects unemployment insurance premiums and surcharges from employers, administers the payment of unemployment insurance benefits to claimants, and conducts audits and investigations to ensure proper payment of premiums and benefits.

Program Costs	<u>46,459,859</u>	<u>43,150,775</u>	<u>36,990,537</u>	<u>37,062,024</u>	<u>37,062,024</u>
FTE	552.6	523.6	458.1	458.1	458.1
General Fund	0	0	36,750	38,361	38,361
Cash Funds	10,519,038	7,060,025	7,492,131	7,511,533	7,511,533
Reappropriated Funds	0	0	0	0	0
Federal Funds	35,940,821	36,090,750	29,461,656	29,512,130	29,512,130
 Employment and Training Technology Initiatives	 <u>4,309,997</u>	 <u>5,260,322</u>	 <u>4,520,000</u>	 <u>4,520,000</u>	 <u>4,520,000</u>
FTE	12.0	25.1	26.0	26.0	26.0
General Fund	0	0	0	0	0
Cash Funds	4,309,997	5,260,322	4,520,000	4,520,000	4,520,000
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

TOTAL - (2) Division of Unemployment Insurance	50,769,856	48,411,097	41,510,537	41,582,024	41,582,024
FTE	<u>564.6</u>	<u>548.7</u>	<u>484.1</u>	<u>484.1</u>	<u>484.1</u>
General Fund	0	0	36,750	38,361	38,361
Cash Funds	14,829,035	12,320,347	12,012,131	12,031,533	12,031,533
Reappropriated Funds	0	0	0	0	0
Federal Funds	35,940,821	36,090,750	29,461,656	29,512,130	29,512,130

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
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(3) DIVISION OF EMPLOYMENT AND TRAINING

The Division of Employment and Training administers the Workforce Development Centers and the Workforce Development Council.

(A) Employment and Training Programs

State Operations	<u>19,000,138</u>	<u>21,999,710</u>	<u>14,513,658</u>	<u>14,531,070</u>	<u>14,531,070</u>
FTE	123.6	125.2	143.7	143.7	143.7
General Fund	0	236,036	0	0	0
Cash Funds	10,403,561	9,514,078	9,689,085	9,697,791	9,697,791
Reappropriated Funds	0	0	0	0	0
Federal Funds	8,596,577	12,249,596	4,824,573	4,833,279	4,833,279
One-Stop County Contracts	<u>5,184,953</u>	<u>3,649,821</u>	<u>9,164,335</u>	<u>9,164,335</u>	<u>9,164,335</u>
FTE	25.9	0.0	0.0	0.0	0.0
Federal Funds	5,184,953	3,649,821	9,164,335	9,164,335	9,164,335
Trade Adjustment Act Assistance	<u>1,179,367</u>	<u>956,393</u>	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>
FTE	1.2	0.0	0.0	0.0	0.0
Reappropriated Funds	0	0	0	0	0
Federal Funds	1,179,367	956,393	2,000,000	2,000,000	2,000,000
Workforce Investment Act	<u>38,455,862</u>	<u>42,709,311</u>	<u>32,504,222</u>	<u>32,504,222</u>	<u>32,504,222</u>
FTE	58.3	65.4	61.2	61.2	61.2
Cash Funds	807,540	807,540	807,540	807,540	807,540
Federal Funds	37,648,322	41,901,771	31,696,682	31,696,682	31,696,682

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Workforce Development Council	<u>527,159</u>	<u>1,036,335</u>	<u>1,058,284</u>	<u>1,058,284</u>	<u>1,058,284</u>
FTE	3.9	7.5	7.5	7.5	7.5
General Fund	0	584,012	572,254	572,254	572,254
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	511,891	486,030	486,030	486,030
Federal Funds	527,159	(59,568)	0	0	0
Workforce Improvement Grants	<u>55,000</u>	<u>291,528</u>	<u>55,000</u>	<u>55,000</u>	<u>55,000</u>
FTE	0.6	0.7	0.0	0.0	0.0
Cash Funds	0	169,770	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	55,000	121,758	55,000	55,000	55,000
Veterans Pilot Program	<u>0</u>	<u>88,543</u>	<u>157,950</u>	<u>157,950</u>	<u>0</u>
FTE	0.0	0.2	0.3	0.3	0.0
General Fund	0	88,543	157,950	157,950	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Veterans Service to Career Pilot Program	<u>0</u>	<u>0</u>	<u>500,000</u>	<u>0</u>	<u>40,296</u>
FTE	0.0	0.0	0.2	0.2	0.5
General Fund	0	0	0	0	0
Cash Funds	0	0	500,000	0	40,296
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Innovative Industry Workforce Development	0	<u>161,339</u>	<u>597,525</u>	<u>597,525</u>	<u>597,525</u>
FTE	0.0	0.7	1.3	1.3	1.3
General Fund	0	161,339	597,525	597,525	597,525
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Skilled Worker Outreach, Recruitment and Training Program	0	<u>147,869</u>	<u>3,300,000</u>	<u>3,400,000</u>	<u>3,400,000</u>
FTE	0.0	0.8	2.0	2.0	2.0
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	147,869	3,300,000	3,400,000	3,400,000
Federal Funds	0	0	0	0	0
Appropriation to the Skilled Worker Outreach and Key Training Program Fund	0	<u>3,300,000</u>	<u>3,300,000</u>	<u>3,400,000</u>	<u>3,400,000</u>
General Fund	0	3,300,000	3,300,000	3,400,000	3,400,000
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Hospitality Education Grant Program	<u>8,766</u>	<u>736,027</u>	<u>399,852</u>	<u>399,852</u>	<u>399,852</u>
FTE	0.1	0.5	0.5	0.5	0.5
General Fund	8,766	399,852	399,852	399,852	399,852
Cash Funds	0	336,175	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
SUBTOTAL - (A) Employment and Training					
Programs	64,411,245	75,076,876	67,550,826	67,268,238	67,150,584
<i>FTE</i>	<u>213.6</u>	<u>201.0</u>	<u>216.7</u>	<u>216.7</u>	<u>216.7</u>
General Fund	8,766	4,769,782	5,027,581	5,127,581	4,969,631
Cash Funds	11,211,101	10,827,563	10,996,625	10,505,331	10,545,627
Reappropriated Funds	0	659,760	3,786,030	3,886,030	3,886,030
Federal Funds	53,191,378	58,819,771	47,740,590	47,749,296	47,749,296

(B) Labor Market Information

Labor Market Information Program Costs	<u>2,361,792</u>	<u>2,697,881</u>
FTE	30.3	23.4
General Fund	0	0
Cash Funds	0	0
Reappropriated Funds	0	0
Federal Funds	2,361,792	2,697,881

SUBTOTAL - (B) Labor Market Information	2,361,792	2,697,881
<i>FTE</i>	<u>30.3</u>	<u>23.4</u>
General Fund	0	0
Cash Funds	0	0
Reappropriated Funds	0	0
Federal Funds	2,361,792	2,697,881

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
TOTAL - (3) Division of Employment and Training	66,773,037	77,774,757	67,550,826	67,268,238	67,150,584
<i>FTE</i>	<u>243.9</u>	<u>224.4</u>	<u>216.7</u>	<u>216.7</u>	<u>216.7</u>
General Fund	8,766	4,769,782	5,027,581	5,127,581	4,969,631
Cash Funds	11,211,101	10,827,563	10,996,625	10,505,331	10,545,627
Reappropriated Funds	0	659,760	3,786,030	3,886,030	3,886,030
Federal Funds	55,553,170	61,517,652	47,740,590	47,749,296	47,749,296

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
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(4) DIVISION OF LABOR STANDARDS AND STATISTICS

The Division of Labor administers employment and labor laws pertaining to wages paid, hours worked, minimum wage, labor standards, child labor, employment-related immigration laws, and working conditions. It also conducts all union agreement elections, certifications of all-union provisions, and investigates and mediates allegations of unfair labor practices.

Labor Program Costs	<u>1,665,162</u>	<u>1,738,023</u>	<u>1,876,358</u>	<u>1,877,911</u>	<u>1,877,911</u>
FTE	18.1	19.1	25.8	25.8	25.8
General Fund	485,966	571,301	588,160	588,160	588,160
Cash Funds	1,179,196	1,166,722	1,288,198	1,289,751	1,289,751
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
 Labor Market Information Program Costs	 <u>0</u>	 <u>0</u>	 <u>2,189,911</u>	 <u>2,189,911</u>	 <u>2,178,588</u>
FTE	0.0	0.0	30.3	30.3	30.3
Cash Funds	0	0	11,323	11,323	0
Federal Funds	0	0	2,178,588	2,178,588	2,178,588

TOTAL - (4) Division of Labor Standards and Statistics	1,665,162	1,738,023	4,066,269	4,067,822	4,056,499
FTE	<u>18.1</u>	<u>19.1</u>	<u>56.1</u>	<u>56.1</u>	<u>56.1</u>
General Fund	485,966	571,301	588,160	588,160	588,160
Cash Funds	1,179,196	1,166,722	1,299,521	1,301,074	1,289,751
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	2,178,588	2,178,588	2,178,588

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
(5) DIVISION OF OIL AND PUBLIC SAFETY					
The Division of Oil and Public safety establishes and enforces rules, regulations, and statutes that govern amusement rides and devices; explosives; boilers; conveyances; fuel products; underground and aboveground petroleum storage tanks; cleanup of petroleum spills; and reimbursement of cleanup costs to qualifying storage tank owners/operators.					
Personal Services	<u>4,989,952</u>	<u>5,328,612</u>	<u>5,137,814</u>	<u>5,145,300</u>	<u>5,145,300</u>
FTE	72.1	70.5	68.0	68.0	68.0
General Fund	0	0	0	0	0
Cash Funds	4,237,201	4,065,590	4,554,096	4,561,582	4,561,582
Reappropriated Funds	0	19,318	19,318	19,318	19,318
Federal Funds	752,751	1,243,704	564,400	564,400	564,400
Operating Expenses	<u>607,969</u>	<u>619,376</u>	<u>741,333</u>	<u>1,186,333</u>	<u>1,186,333</u> *
Cash Funds	493,485	468,848	596,312	1,041,312	1,041,312
Federal Funds	114,484	150,528	145,021	145,021	145,021
TOTAL - (5) Division of Oil and Public Safety	<u>5,597,921</u>	<u>5,947,988</u>	<u>5,879,147</u>	<u>6,331,633</u>	<u>6,331,633</u>
FTE	<u>72.1</u>	<u>70.5</u>	<u>68.0</u>	<u>68.0</u>	<u>68.0</u>
General Fund	0	0	0	0	0
Cash Funds	4,730,686	4,534,438	5,150,408	5,602,894	5,602,894
Reappropriated Funds	0	19,318	19,318	19,318	19,318
Federal Funds	867,235	1,394,232	709,421	709,421	709,421

*Line item includes decision item.

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
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(6) DIVISION OF WORKERS' COMPENSATION

The Division of Workers' Compensation oversees workers' compensation injury claims and compliance, mediates disputes, and administers the Medical Disasters (injuries prior to 1971), Major Medical (injuries from 1971-1981), and Subsequent Injury (more than one industrial injury or injury at more than one employer) Insurance Programs.

(A) Workers' Compensation

Personal Services	<u>6,937,140</u>	<u>6,929,307</u>	<u>7,398,940</u>	<u>7,406,043</u>	<u>7,406,043</u>
FTE	91.8	88.0	95.0	95.0	95.0
Cash Funds	6,937,140	6,929,307	7,398,940	7,406,043	7,406,043
Federal Funds	0	0	0	0	0
Operating Expenses	<u>552,705</u>	<u>561,482</u>	<u>576,328</u>	<u>576,328</u>	<u>576,328</u>
Cash Funds	552,705	561,482	576,328	576,328	576,328
Federal Funds	0	0	0	0	0
Administrative Law Judge Services	<u>2,638,285</u>	<u>3,437,605</u>	<u>3,436,935</u>	<u>3,795,712</u>	<u>3,795,712</u> *
Cash Funds	2,638,285	3,437,605	3,436,935	3,795,712	3,795,712
Federal Funds	0	0	0	0	0
Physicians Accreditation	<u>83,335</u>	<u>92,783</u>	<u>120,000</u>	<u>120,000</u>	<u>120,000</u>
Cash Funds	83,335	92,783	120,000	120,000	120,000
Federal Funds	0	0	0	0	0
Utilization Review	<u>34,547</u>	<u>19,679</u>	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>
Cash Funds	34,547	19,679	35,000	35,000	35,000
Federal Funds	0	0	0	0	0
Immediate Payment	<u>976</u>	<u>123</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Cash Funds	976	123	1,000	1,000	1,000
Federal Funds	0	0	0	0	0

*Line item includes decision item.

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
SUBTOTAL - (A) Workers' Compensation	10,246,988	11,040,979	11,568,203	11,934,083	11,934,083
<i>FTE</i>	<u>91.8</u>	<u>88.0</u>	<u>95.0</u>	<u>95.0</u>	<u>95.0</u>
Cash Funds	10,246,988	11,040,979	11,568,203	11,934,083	11,934,083
Federal Funds	0	0	0	0	0

(B) Major Medical Insurance and Subsequent Injury Funds

Personal Services	<u>1,246,731</u>	<u>1,231,681</u>	<u>1,351,263</u>	<u>1,352,517</u>	<u>1,352,517</u>
<i>FTE</i>	14.8	14.3	16.0	16.0	16.0
Cash Funds	1,246,731	1,231,681	1,351,263	1,352,517	1,352,517
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Operating Expenses	<u>56,411</u>	<u>58,759</u>	<u>88,324</u>	<u>88,324</u>	<u>88,324</u>
Cash Funds	56,411	58,759	88,324	88,324	88,324
Federal Funds	0	0	0	0	0
Major Medical Benefits	<u>4,988,761</u>	<u>4,168,321</u>	<u>6,000,000</u>	<u>6,000,000</u>	<u>6,000,000</u>
Cash Funds	4,988,761	4,168,321	6,000,000	6,000,000	6,000,000
Federal Funds	0	0	0	0	0
Major Medical Legal Services	<u>0</u>	<u>0</u>	<u>9,505</u>	<u>9,505</u>	<u>9,505</u>
Cash Funds	0	0	9,505	9,505	9,505
Federal Funds	0	0	0	0	0
Subsequent Injury Benefits	<u>1,391,928</u>	<u>1,394,242</u>	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>
Cash Funds	1,391,928	1,394,242	2,000,000	2,000,000	2,000,000
Federal Funds	0	0	0	0	0

JBC Staff Staff Figure Setting - FY 2017-18
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	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Subsequent Injury Legal Services	<u>0</u>	<u>0</u>	<u>9,505</u>	<u>9,505</u>	<u>9,505</u>
Cash Funds	0	0	9,505	9,505	9,505
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Medical Disaster	<u>392</u>	<u>244</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Cash Funds	392	244	1,000	1,000	1,000
Federal Funds	0	0	0	0	0
SUBTOTAL - (B) Major Medical Insurance and Subsequent Injury Funds	7,684,223	6,853,247	9,459,597	9,460,851	9,460,851
<i>FTE</i>	<u>14.8</u>	<u>14.3</u>	<u>16.0</u>	<u>16.0</u>	<u>16.0</u>
Cash Funds	7,684,223	6,853,247	9,459,597	9,460,851	9,460,851
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
TOTAL - (6) Division of Workers' Compensation	17,931,211	17,894,226	21,027,800	21,394,934	21,394,934
<i>FTE</i>	<u>106.6</u>	<u>102.3</u>	<u>111.0</u>	<u>111.0</u>	<u>111.0</u>
Cash Funds	17,931,211	17,894,226	21,027,800	21,394,934	21,394,934
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
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(7) DIVISION OF VOCATIONAL REHABILITATION AND INDEPENDENT LIVING SERVICES

The Division of Vocational Rehabilitation oversees vocational rehabilitation programs designed to enable individuals with any type of disability to participate in the work force. These programs include Vocational Rehabilitation Services, School-to-Work Alliance Program, Vocational Rehabilitation Mental Health Services, Independent Living Services, Business Enterprises Program for Individuals who are Blind, and the Business Enterprises Program.

(A) Vocational Rehabilitation Programs

Personal Services	<u>15,813,271</u>	<u>14,632,130</u>	<u>15,939,624</u>	<u>15,972,937</u>	<u>15,972,937</u>
FTE	222.4	205.5	223.7	223.7	223.7
General Fund	3,329,369	3,332,878	3,392,568	3,398,778	3,398,778
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	12,483,902	11,299,252	12,547,056	12,574,159	12,574,159
Operating Expenses	<u>1,860,642</u>	<u>2,315,747</u>	<u>2,539,404</u>	<u>2,539,404</u>	<u>2,539,404</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	395,123	488,021	540,893	540,893	540,893
Federal Funds	1,465,519	1,827,726	1,998,511	1,998,511	1,998,511
Administrative Law Judge Services	<u>0</u>	<u>0</u>	<u>29,038</u>	<u>31,767</u>	<u>31,767</u>
FTE	0.0	0.0	0.0	0.0	0.0
General Fund	0	0	6,185	8,914	8,914
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	22,853	22,853	22,853

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Voc Rehab Services	<u>10,195,464</u>	<u>13,572,495</u>	<u>14,831,622</u>	<u>14,831,622</u>	<u>14,831,622</u>
General Fund	1,174,786	1,043,950	1,043,950	1,043,950	1,043,950
Cash Funds	0	0	0	0	0
Reappropriated Funds	996,834	1,787,594	2,115,185	2,115,185	2,115,185
Federal Funds	8,023,844	10,740,951	11,672,487	11,672,487	11,672,487
School to Work Alliance Program	<u>8,568,592</u>	<u>8,788,402</u>	<u>9,133,891</u>	<u>9,133,891</u>	<u>9,133,891</u>
General Fund	0	0	0	0	0
Cash Funds	0	18,984	34,647	34,647	34,647
Reappropriated Funds	1,825,110	1,852,945	1,910,872	1,910,872	1,910,872
Federal Funds	6,743,482	6,916,473	7,188,372	7,188,372	7,188,372
Voc Rehab Mental Health Services	<u>1,185,924</u>	<u>1,552,844</u>	<u>1,748,180</u>	<u>1,748,180</u>	<u>1,748,180</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	252,602	330,756	372,363	372,363	372,363
Federal Funds	933,322	1,222,088	1,375,817	1,375,817	1,375,817
Business Enterprises Program for People Who Are Blind	<u>1,171,955</u>	<u>1,356,659</u>	<u>1,532,125</u>	<u>1,532,125</u>	<u>1,532,125</u>
FTE	6.0	5.7	6.0	6.0	6.0
Cash Funds	249,648	285,161	325,500	325,500	325,500
Federal Funds	922,307	1,071,498	1,206,625	1,206,625	1,206,625
Business Enterprises Program Cash Funds	<u>203,754</u>	<u>107,082</u>	<u>429,000</u>	<u>429,000</u>	<u>429,000</u>

JBC Staff Staff Figure Setting - FY 2017-18
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	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Federal Social Security Reimbursements	<u>969,778</u>	<u>2,986,008.05</u>	<u>1,885,600</u>	<u>1,885,600</u>	<u>1,885,600</u>
General Fund	0	0	0	0	0
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	969,778	2,986,008	1,885,600	1,885,600	1,885,600
Older Blind Grants	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>362,000</u>
Federal Funds	0	0	0	0	362,000

SUBTOTAL - (A) Vocational Rehabilitation					
Programs	39,969,380	45,311,367	48,068,484	48,104,526	48,466,526
FTE	<u>228.4</u>	<u>211.7</u>	<u>229.7</u>	<u>229.7</u>	<u>229.7</u>
General Fund	4,504,155	4,376,828	4,442,703	4,451,642	4,451,642
Cash Funds	453,402	411,227	789,147	789,147	789,147
Reappropriated Funds	3,469,669	4,459,316	4,939,313	4,939,313	4,939,313
Federal Funds	31,542,154	36,063,996	37,897,321	37,924,424	38,286,424

(B) Office of Independent Living Services

Program Costs	<u>0</u>	<u>0</u>	<u>206,065</u>	<u>206,065</u>	<u>206,065</u>
FTE	0.0	0.0	4.0	4.0	4.0
General Fund	0	0	206,065	206,065	206,065
Cash Funds	0	0	0	0	0
Reappropriated Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

JBC Staff Staff Figure Setting - FY 2017-18
Staff Working Document - Does Not Represent Committee Decision

	FY 2014-15 Actual	FY 2015-16 Actual	FY 2016-17 Appropriation	FY 2017-18 Request	FY 2017-18 Recommendation
Independent Living Services	<u>3,165,523</u>	<u>5,056,376</u>	<u>6,963,800</u>	<u>6,963,800</u>	<u>6,963,800</u>
General Fund	2,783,161	4,741,234	6,574,679	6,574,679	6,574,679
Cash Funds	0	0	29,621	29,621	29,621
Reappropriated Funds	0	0	0	0	0
Federal Funds	382,362	315,142	359,500	359,500	359,500
SUBTOTAL - (B) Office of Independent Living Services	3,165,523	5,056,376	7,169,865	7,169,865	7,169,865
<i>FTE</i>	<u>0.0</u>	<u>0.0</u>	<u>4.0</u>	<u>4.0</u>	<u>4.0</u>
General Fund	2,783,161	4,741,234	6,780,744	6,780,744	6,780,744
Cash Funds	0	0	29,621	29,621	29,621
Reappropriated Funds	0	0	0	0	0
Federal Funds	382,362	315,142	359,500	359,500	359,500
TOTAL - (7) Division of Vocational Rehabilitation and Independent Living Services	43,134,903	50,367,743	55,238,349	55,274,391	55,636,391
<i>FTE</i>	<u>228.4</u>	<u>211.7</u>	<u>233.7</u>	<u>233.7</u>	<u>233.7</u>
General Fund	7,287,316	9,118,062	11,223,447	11,232,386	11,232,386
Cash Funds	453,402	411,227	818,768	818,768	818,768
Reappropriated Funds	3,469,669	4,459,316	4,939,313	4,939,313	4,939,313
Federal Funds	31,924,516	36,379,138	38,256,821	38,283,924	38,645,924
TOTAL - Department of Labor and Employment	223,262,908	241,304,963	244,151,762	248,576,946	248,809,969
<i>FTE</i>	<u>1,333.6</u>	<u>1,275.1</u>	<u>1,279.8</u>	<u>1,279.8</u>	<u>1,279.8</u>
General Fund	7,881,712	16,838,572	20,786,362	21,444,872	21,286,922
Cash Funds	69,468,664	65,598,064	71,493,888	72,477,425	72,506,398
Reappropriated Funds	3,626,675	5,770,433	9,401,877	9,515,587	9,515,587
Federal Funds	142,285,857	153,097,894	142,469,635	145,139,062	145,501,062