

## STATEMENT OF PURPOSE

### RS24705

This is the FY 2017 appropriation to the Department of Labor in the amount of \$104,819,200 with full-time equivalent positions capped at 700. This appropriation includes funding for benefit cost increases, statewide cost allocation, a 3% CEC, and the 27th pay period. The 3% CEC is a merit-based increase in employee compensation for permanent employees to be distributed at the discretion of each director. Additionally, this bill includes funding for replacement items which include two vehicles, and two network switches. This budget includes 6 line items. Line item 1 provides \$328,000 for new IT equipment. Line item 2 provides \$6,112,700 from the Miscellaneous Revenue Fund for the Unemployment Insurance tax and benefit system expansion. Line item 3 provides \$2,000,000 to increase grant capacity from the Workforce Development Training Fund. Line item 4 provides \$264,500 for local office building maintenance and repairs. Line item 5 provides \$136,500 from federal funds to expand casework at the Human Rights Commission. Finally, line item 7 provides \$50,000 one-time to the Idaho Rural Partnership. Overall, this budget is a 13.2% increase over the FY 2016 original appropriation. Section 3 of the bill directs the department to provide a report to JFAC by January 1, 2017 detailing operating costs for the Department of Labor local offices.

### FISCAL NOTE

	FTP	Gen	Ded	Fed	Total
FY 2016 Original Appropriation	700.00	320,700	25,626,800	66,631,400	92,578,900
1. Longitudinal Data System	0.00	0	1,553,100	0	1,553,100
2. Fraud Prevention	0.00	0	255,000	0	255,000
FY 2016 Total Appropriation	700.00	320,700	27,434,900	66,631,400	94,387,000
Noncognizable Funds and Transfers	0.00	0	99,800	0	99,800
FY 2016 Estimated Expenditures	700.00	320,700	27,534,700	66,631,400	94,486,800
Removal of One-Time Expenditures	0.00	0	(2,109,000)	0	(2,109,000)
Base Adjustments	0.00	0	0	0	0
FY 2017 Base	700.00	320,700	25,425,700	66,631,400	92,377,800
Benefit Costs	0.00	4,200	67,400	531,200	602,800
Replacement Items	0.00	0	392,000	0	392,000
Statewide Cost Allocation	0.00	0	200	1,000	1,200
Change in Employee Compensation	0.00	6,600	161,000	1,091,700	1,259,300
27th Payroll	0.00	8,100	179,500	1,106,800	1,294,400
FY 2017 Program Maintenance	700.00	339,600	26,225,800	69,362,100	95,927,500
1. New IT Equipment	0.00	0	328,000	0	328,000
2. UI Consortium Expansion	0.00	0	6,112,700	0	6,112,700
3. Workforce Dev Grants	0.00	0	2,000,000	0	2,000,000
4. Building Maintenance and Repairs	0.00	0	264,500	0	264,500
5. Overhead Costs from Federal Grants	0.00	0	0	136,500	136,500
6. Workload Increase	0.00	0	0	0	0
7. Idaho Rural Partnership	0.00	50,000	0	0	50,000

**Statement of Purpose / Fiscal Note**

**\$1400**

FY 2017 Total	700.00	389,600	34,931,000	69,498,600	104,819,200
Chg from FY 2016 Orig Approp	0.00	68,900	9,304,200	2,867,200	12,240,300
% Chg from FY 2016 Orig Approp.	0.0%	21.5%	36.3%	4.3%	13.2%



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