

PROPOSED AMENDMENTS TO SENATE BILL NO. 2021

Page 1, line 2, after "insurance" insert "; and to provide for a report to the legislative assembly"

Page 1, replace lines 8 through 13 with:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Workforce safety and insurance operations	\$63,473,062	\$5,198,693	\$68,671,755
Total special funds	\$63,473,062	\$5,198,693	\$68,671,755
Full-time equivalent positions	260.14	(12.00)	248.14"

Page 1, line 14, after "**FUNDING**" insert "**- EFFECT ON BASE BUDGET - REPORT TO SIXTY-SEVENTH LEGISLATIVE ASSEMBLY**"

Page 1, line 15, after "biennium" insert "and the one-time funding items included in the appropriation in section 1 of this Act"

Page 1, replace lines 16 through 21 with:

	<u>One-Time Funding Description</u>	<u>2017-19</u>	<u>2019-21</u>
Claims and policy system replacement project		\$8,120,097	\$7,010,000
MyWSI extranet enhancement project		538,500	850,000
Internal reporting system		275,000	0
Electronic payment processing system		<u>75,000</u>	<u>0</u>
Total other funds		\$9,008,597	\$7,860,000

The 2019-21 biennium one-time funding amounts are not a part of the entity's base budget for the 2021-23 biennium. Workforce safety and insurance shall report to the appropriations committees of the sixty-seventh legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2019, and ending June 30, 2021."

Re-number accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2021 - Workforce Safety and Insurance - Senate Action

	<u>Base Budget</u>	<u>Senate Changes</u>	<u>Senate Version</u>
WSI operations	\$63,473,062	\$5,198,693	\$68,671,755
Total all funds	\$63,473,062	\$5,198,693	\$68,671,755
Less estimated income	63,473,062	5,198,693	68,671,755
General fund	\$0	\$0	\$0
FTE	260.14	(12.00)	248.14

Department 485 - Workforce Safety and Insurance - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Unfunds 6 FTE Positions³	Adjusts Funding for IT Unification⁴	Reduces Funding for Operating Expenses⁵	Adds Funding for Microsoft Office 365 Licenses⁶
WSI operations	<u>(\$1,821,876)</u>	<u>\$2,359,968</u>	<u>(\$1,012,252)</u>	<u>\$130,041</u>	<u>(\$2,332,176)</u>	<u>\$14,988</u>
Total all funds	(\$1,821,876)	\$2,359,968	(\$1,012,252)	\$130,041	(\$2,332,176)	\$14,988
Less estimated income	<u>(1,821,876)</u>	<u>2,359,968</u>	<u>(1,012,252)</u>	<u>130,041</u>	<u>(2,332,176)</u>	<u>14,988</u>
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	(12.00)	0.00	0.00

	Adds One-Time Funding for the CAPS Replacement Project⁷	Adds One-Time Funding for the MyWSI Enhancement Project⁸	Total Senate Changes
WSI operations	<u>\$7,010,000</u>	<u>\$850,000</u>	<u>\$5,198,693</u>
Total all funds	\$7,010,000	\$850,000	\$5,198,693
Less estimated income	<u>7,010,000</u>	<u>850,000</u>	<u>5,198,693</u>
General fund	\$0	\$0	\$0
FTE	0.00	0.00	(12.00)

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

Other Funds

Salary increase	\$1,282,527
Health insurance increase	<u>1,077,441</u>
Total	\$2,359,968

³ Funding for 6 FTE positions is removed.

⁴ Funding is adjusted for the information technology unification initiative, including the transfer of 12 FTE positions and 1 temporary position to the Information Technology Department, as shown below:

	<u>FTE</u>	<u>Other Funds</u>
Transfers 12 FTE positions	(12.00)	(\$2,532,319)
Transfers 1 temporary position	0.00	(99,840)
Adds funding for IT operating expenses	<u>0.00</u>	<u>2,762,200</u>
Total	(12.00)	\$130,041

⁵ Funding for operating expenses, primarily related to professional service fees, is reduced.

⁶ Funding is added for Microsoft Office 365 licensing expenses.

⁷ One-time funding of \$7,010,000 is added from the workmens compensation fund for the claims and policy system replacement project for releases 7 through 10 of the 20 release project. The total project is estimated to cost \$29.5 million and has an estimated completion date of June 2026.

⁸ One-time funding of \$850,000 is added from the workmens compensation fund for the MyWSI extranet enhancement project. The 2017 Legislative Assembly appropriated \$538,500 for the project for the 2017-19 biennium.