

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1021 - Funding Summary

	Base Budget	House Changes	House Version
Workforce Safety and Insurance			
New and vacant FTE pool		\$3,189,008	\$3,189,008
WSI operations	\$65,954,976	11,290,155	77,245,131
Total all funds	\$65,954,976	\$14,479,163	\$80,434,139
Less estimated income	65,954,976	14,479,163	80,434,139
General fund	\$0	\$0	\$0
FTE	260.14	0.00	260.14
Bill total			
Total all funds	\$65,954,976	\$14,479,163	\$80,434,139
Less estimated income	65,954,976	14,479,163	80,434,139
General fund	\$0	\$0	\$0
FTE	260.14	0.00	260.14

House Bill No. 1021 - Workforce Safety and Insurance - House Action

	Base Budget	House Changes	House Version
New and vacant FTE pool		\$3,189,008	\$3,189,008
WSI operations	\$65,954,976	11,290,155	77,245,131
Total all funds	\$65,954,976	\$14,479,163	\$80,434,139
Less estimated income	65,954,976	14,479,163	80,434,139
General fund	\$0	\$0	\$0
FTE	260.14	0.00	260.14

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

	Adds Funding for Salary and Benefit Increases ¹	Adds Funding to Replace 2023-25 Vacant FTE Pool ²	Transfers Funding for 2025-27 New and Vacant FTE Pool ³	Adds Funding for Information Technology Rate Increases ⁴	Adjusts Funding for Operating Expenses and Temporary Salaries ⁵	Adds One- Time Funding for the CAPS Replacement Project ⁶
New and vacant FTE pool			\$3,189,008			
WSI operations	\$3,696,555	\$3,701,233	(4,555,725)	\$315,976	(\$442,259)	\$5,208,325
Total all funds	\$3,696,555	\$3,701,233	(\$1,366,717)	\$315,976	(\$442,259)	\$5,208,325
Less estimated income	3,696,555	3,701,233	(1,366,717)	315,976	(442,259)	5,208,325
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds One- Time Funding for the myWSI Enhancement Project ⁷	Adds One-Time Funding for Building Improvements ⁸	Total House Changes
New and vacant FTE pool			\$3,189,008
WSI operations	\$1,366,050	\$2,000,000	11,290,155
Total all funds	\$1,366,050	\$2,000,000	\$14,479,163
Less estimated income	1,366,050	2,000,000	14,479,163
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00

¹ The following funding is added for 2025-27 biennium salary adjustments of 3 percent on July 1, 2025, and 3 percent on July 1, 2026, and increases in health insurance premiums from \$1,643 to \$1,893 per month:

	Special Funds
Salary increase	\$2,117,947
Health insurance increase	<u>1,578,608</u>
Total	\$3,696,555

² Funding of \$3,701,233 from the Workforce Safety and Insurance fund is added to replace 2023-25 biennium vacant FTE pool funding.

³ Funding of \$4,555,725 is removed for estimated savings from vacant 2025-27 FTE positions and \$3,189,008 is added for a new and vacant FTE pool line item resulting in net savings of \$1,366,717.

⁴ Funding of \$315,976 from the Workforce Safety and Insurance fund is added for information technology rate increases.

⁵ Funding of \$442,259 is removed from the Workforce Safety and Insurance fund for temporary salaries and operating expenses, including office equipment, travel, and professional development.

⁶ One-time funding of \$5,208,325 is added from the Workforce Safety and Insurance fund for the claims and policy system replacement project. The agency has spent \$21,200,000 on the project since July 2015 and anticipates \$16,300,000 is needed to complete the project by 2031 at a total cost of \$37,500,000.

⁷ One-time funding of \$1,366,050 is added from the Workforce Safety and Insurance fund for the myWSI enhancement project. The agency has spent \$5,700,000 on the project since November 2016 and anticipates \$2,100,000 is needed to complete the project by 2027 at a total cost of \$7,800,000.

⁸ One-time funding of \$2 million is added from the Workforce Safety and Insurance fund for building improvements, including a roof replacement, carpet installation, bathroom upgrades, and exterior repairs.

House Bill No. 1021 - Other Changes - House Action

A section is also added regarding the use of funding in the new and vacant FTE pool line item.