



# **Legislative Budget Materials 2022– 2023**

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**APPROPRIATIONS COMMITTEE HEARINGS MARCH 2022**



# Pennsylvania Department of Labor & Industry

## 2021 Highlights

### **Launching New Systems to Better Serve Pennsylvanians**

The Unemployment Compensation (UC) division successfully launched a modernized UC system in June of 2021. Since the launch of the system, L&I has disbursed nearly \$3.5 billion in benefits to over 575,000 eligible Pennsylvanians.

### **Training the Workforce of the 21st Century**

The Apprenticeship and Training Office increased the total number of active apprentices to nearly 21,862 apprentices in fiscal year 2021 and registered 64 new apprenticeship programs in program year 2020-2021.

### **Engaging Pennsylvanians and Strengthening our Communities**

Over 1,000 AmeriCorps members supported by PennSERVE served over 32,400 students and youth, provided job training to 450 Pennsylvanians, served over 200 veterans and military families, treated 645 acres of public land, and provided additional emergency services throughout the COVID-19 pandemic.

### **Supporting Pennsylvanians with Disabilities Obtain Employment and Independence**

The Office of Vocational Rehabilitation assisted over 45,535 Pennsylvanians with disabilities including over 14,300 total students and placed nearly 5,000 customers into competitive integrated employment.

### **Encouraging Workplace Safety and Promoting Opioid Addiction Awareness**

The Bureau of Workers' Compensation has certified over 12,500 Workplace Safety Committees, representing over 1.6 million employees, which has generated total premium savings for employers over \$800 million since 1997.

### **Enforcing Pennsylvania's Labor Laws**

The Bureau of Labor Law Compliance collected over \$3,100,000 million in child labor violations, \$1.7 million in prevailing wage settlements, \$544,000 thousand for minimum wage and overtime violations, and over \$344,000 thousand in misclassification of construction workers.

### **Securing a Better Way of Life for Pennsylvania's Children**

Over 41,900 wage attachments were collected resulting in the collection of \$15.09 million in child support from obligor parents in Pennsylvania.

### **Strengthening Pennsylvania Businesses by Leveraging Strategic Public-Private Partnerships**

\$4.8 million in funding for Next Generation Industry Partnerships were awarded to 26 partnerships in 2021 to help businesses target workforce and economic development needs and identify opportunities for public-private collaboration.



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# OUR MISSION, VISION, AND VALUES

## Mission

Our mission is to foster a workforce system that improves quality of life and promotes economic prosperity; encourages labor-management cooperation; ensures safety, accessibility, independence, and financial stability; and prepares the Commonwealth's workforce for the jobs of today and tomorrow. Our diverse team of compassionate, respectful, and hardworking public servants partners with labor and industry to consistently meet their needs in a fair, ethical, fiscally responsible, and responsive manner.

## Vision

To be the recognized leader for public administration and effective government, consistently delivering value through customer-centric, innovative, and responsive service.

## Values

At L&I, we pride ourselves on our professionalism and unwavering integrity. We are always aware of the impact our work has on people, their livelihoods, and the quality of life in the Commonwealth. We recognize that customers are more than statistics. They are real people who need our help, our advocacy when their voices have gone unheard, and our protection when they are at their most vulnerable. The following core values are foundational principles that guide all our actions.

- **Service:** We strive to meet needs, regardless of obstacles or challenges. Despite the variety of needs encountered and the resources required to meet those needs, we use our collective assets to make a positive difference.
- **Respect:** We recognize that all people deserve to be treated with dignity, empathy, and respect. Our customers are often in overwhelming situations not of their own making and deserve our support and assistance. Moreover, it is equally important that as L&I employees, we treat each other with dignity, empathy, and respect. Whether management or front-line, union or nonunion, we all matter. Each of us—customer, employee, employer, advocate, or public official—has our own life experience, and we respect that experience.
- **Ingenuity:** Diversity, inclusion, innovation, and resourcefulness help us to adapt to a rapidly changing world. The talent, flexibility, and creativity of L&I staff allow us to provide our customers with the services and solutions that meet their evolving needs, while maintaining our fiduciary responsibility.





# COMPARISON OF 2022-23 GOVERNOR'S EXECUTIVE BUDGET TO 2021-22 AVAILABLE FUNDS

Program	2021-22 Available (\$ Amounts in Thousands)			2022-23 Governor's Executive Budget (\$ Amounts in Thousands)			Total \$ Difference	Total % Change
	State / General	Federal/ Other	Total \$	State / General	Federal/ Other	Total \$		
<b>GENERAL FUND:</b>								
<i>General Government</i>								
General Government Operations	\$ 13,844	\$ -	\$ 13,844	\$ 18,059	\$ -	\$ 18,059	\$ 4,215	30.4%
Disability Determination	\$ -	\$ 155,439	\$ 155,439	\$ -	\$ 155,439	\$ 155,439	\$ -	0.0%
Community Service and Corps	\$ -	\$ 13,415	\$ 13,415	\$ -	\$ 14,381	\$ 14,381	\$ 966	7.2%
COVID-Community Service and Corps	\$ -	\$ 8,262	\$ 8,262	\$ -	\$ -	\$ 0	\$ (8,262)	-100.0%
COVID-Commonwealth Civilian Coronavirus Corps	\$ -	\$ 1,013	\$ 1,013	\$ -	\$ -	\$ 0	\$ (1,013)	-100.0%
WIOA-Administration	\$ -	\$ 11,000	\$ 11,000	\$ -	\$ 11,000	\$ 11,000	\$ -	0.0%
New Hires	\$ -	\$ 1,701	\$ 1,701	\$ -	\$ 1,701	\$ 1,701	\$ -	0.0%
DUA Administration Payments	\$ -	\$ 86	\$ 86	\$ -	\$ -	\$ -	\$ (86)	-100.0%
Interpreter Registry	\$ -	\$ 56	\$ 56	\$ -	\$ 56	\$ 56	\$ -	0.0%
Voluntary Donation	\$ -	\$ 250	\$ 250	\$ -	\$ -	\$ -	\$ (250)	-100.0%
Occupational and Industrial Safety	\$ 2,945	\$ -	\$ 2,945	\$ 2,945	\$ -	\$ 2,945	\$ -	0.0%
Lead Certification and Accreditation	\$ -	\$ 494	\$ 494	\$ -	\$ 494	\$ 494	\$ -	0.0%
Inspection Fees	\$ -	\$ 10,000	\$ 10,000	\$ -	\$ 10,000	\$ 10,000	\$ -	0.0%
Asbestos and Lead Certification	\$ -	\$ 2,025	\$ 2,025	\$ -	\$ 2,025	\$ 2,025	\$ -	0.0%
Other General Government								
Vending Machine Proceeds	\$ -	\$ 70	\$ 70	\$ -	\$ 70	\$ 70	\$ -	0.0%
<b>Subtotal - General Government</b>	<b>\$ 16,789</b>	<b>\$ 203,811</b>	<b>\$ 220,600</b>	<b>\$ 21,004</b>	<b>\$ 195,166</b>	<b>\$ 216,170</b>	<b>\$ (4,430)</b>	<b>-2.0%</b>
<i>Grants and Subsidies</i>								
Occupational Disease Payments	\$ 164	\$ -	\$ 164	\$ 147	\$ -	\$ 147	\$ (17)	-23.0%
Transfer to Vocational Rehabilitation Fund	\$ 47,942	\$ -	\$ 47,942	\$ 47,942	\$ -	\$ 47,942	\$ -	0.0%
Supported Employment	\$ 397	\$ -	\$ 397	\$ 397	\$ -	\$ 397	\$ -	0.0%
Centers for Independent Living	\$ 1,950	\$ -	\$ 1,950	\$ 1,950	\$ -	\$ 1,950	\$ -	0.0%
Workers' Compensation Payments	\$ 278	\$ -	\$ 278	\$ 278	\$ -	\$ 278	\$ -	0.0%
New Choices / New Options	\$ 750	\$ -	\$ 750	\$ 750	\$ -	\$ 750	\$ -	0.0%
Assistive Technology Financing	\$ 500	\$ -	\$ 500	\$ 500	\$ -	\$ 500	\$ -	0.0%
Assistive Technology Demonstration and Training	\$ 450	\$ -	\$ 450	\$ 450	\$ -	\$ 450	\$ -	0.0%
Other Grants and Subsidies								
WIOA-Dislocated Workers	\$ -	\$ 109,000	\$ 109,000	\$ -	\$ 109,000	\$ 109,000	\$ -	0.0%
WIOA-Youth Employment and Training Activities	\$ -	\$ 52,000	\$ 52,000	\$ -	\$ 52,000	\$ 52,000	\$ -	0.0%
WIOA-Adult Employment and Training Activities	\$ -	\$ 50,000	\$ 50,000	\$ -	\$ 50,000	\$ 50,000	\$ -	0.0%
WIOA-statewide Activities	\$ -	\$ 30,000	\$ 30,000	\$ -	\$ 30,000	\$ 30,000	\$ -	0.0%
COVID - WIOA-Dislocated Workers	\$ -	\$ 100	\$ 100	\$ -	\$ -	\$ -	\$ (100)	
Reed Act-Employment Services	\$ -	\$ 72,000	\$ 72,000	\$ -	\$ 5,000	\$ 5,000	\$ (67,000)	-93.1%
Reed Act-Unemployment Insurance	\$ -	\$ 5,000	\$ 5,000	\$ -	\$ 5,000	\$ 5,000	\$ -	0.0%
TANFBG-Youth Employment and Training	\$ -	\$ 25,000	\$ 25,000	\$ -	\$ 25,000	\$ 25,000	\$ -	0.0%
Comprehensive Workforce Development	\$ -	\$ 2,065	\$ 2,065	\$ -	\$ 2,088	\$ 2,088	\$ 23	12.1%
Industry Partnerships	\$ 2,813	\$ -	\$ 2,813	2,813	\$ -	\$ 2,813	\$ -	0.0%
Apprenticeship Training	\$ 7,000	\$ -	\$ 7,000	\$ 7,000	\$ -	\$ 7,000	\$ -	0.0%
COVID - SFR Pandemic Response	\$ -	\$ 1,500	\$ 1,500	\$ -	\$ -	\$ -	\$ (1,500)	-100.0%
<b>Subtotal - General Government</b>	<b>\$ 62,244</b>	<b>\$ 346,665</b>	<b>\$ 408,909</b>	<b>\$ 62,227</b>	<b>\$ 278,088</b>	<b>\$ 340,315</b>	<b>\$ (68,594)</b>	<b>-16.8%</b>
<b>GENERAL FUND TOTAL:</b>	<b>\$ 79,033</b>	<b>\$ 550,476</b>	<b>\$ 629,509</b>	<b>\$ 83,231</b>	<b>\$ 473,254</b>	<b>\$ 556,485</b>	<b>\$ (73,024)</b>	<b>-11.6%</b>

Program	2021-22 Available (\$ Amounts in Thousands)			2022-23 Governor's Executive Budget (\$ Amounts in Thousands)			Total \$ Difference	Total % Change
	State / General	Federal/ Other	Total \$	State / General	Federal/ Other	Total \$		
<b>OTHER FUNDS:</b>								
<b>Administration Fund</b>								
Administration of Unemployment Compensation (PACES)	\$ -	\$ 1,000	\$ 1,000	\$ -	\$ 1,000	\$ 1,000	\$ -	0.0%
Administration of Unemployment Compensation (Federal)	\$ -	\$ 241,000	\$ 241,000	\$ -	\$ 241,000	\$ 241,000	\$ -	0.0%
COVID - Administration of Unemployment Compensation (Federal)	\$ -	\$ 23,477	\$ 23,477	\$ -	\$ -	\$ -	\$ (23,477)	-100.0%
COVID - Federal Pandemic Unemployment Compensation Administration (Federal)	\$ -	\$ 12	\$ 12	\$ -	\$ -	\$ -	\$ (12)	0.0%
COVID - Pandemic Unemployment Assistance Administration (Federal)	\$ -	\$ 82,763	\$ 82,763	\$ -	\$ -	\$ -	\$ (82,763)	-100.0%
COVID - Pandemic Emergency Unemployment Compensation Administration (Federal)	\$ -	\$ 28,003	\$ 28,003	\$ -	\$ -	\$ -	\$ (28,003)	-100.0%
Workforce Development	\$ -	\$ 640	\$ 640	\$ -	\$ 640	\$ 640	\$ -	0.0%
Workforce Development (Federal)	\$ -	\$ 93,219	\$ 93,219	\$ -	\$ 93,219	\$ 93,219	\$ -	0.0%
Reimbursements - DHS PACSES interface	\$ -	\$ 66	\$ 66	\$ -	\$ 66	\$ 66	\$ -	0.0%
<b>Subtotal - Administration Fund</b>	<b>\$ -</b>	<b>\$ 470,180</b>	<b>\$ 470,180</b>	<b>\$ -</b>	<b>\$ 335,925</b>	<b>\$ 335,925</b>	<b>\$ (134,255)</b>	<b>-28.6%</b>
<b>Special Administration Fund</b>								
Administration of Unemployment Compensation	\$ -	\$ 25,000	\$ 25,000	\$ -	\$ 11,000	\$ 11,000	\$ (14,000)	-56.0%
<b>Employment Fund for the Blind</b>								
General Operations	\$ -	\$ 491	\$ 491	\$ -	\$ 500	\$ 500	\$ 9	1.8%
<b>Hazardous Material Response Fund</b>								
Hazardous Material Response Administration	\$ -	\$ 80	\$ 80	\$ -	\$ 80	\$ 80	\$ -	0.0%
<b>Rehabilitation Center Fund</b>								
General Operations	\$ -	\$ 20,410	\$ 20,410	\$ -	\$ 24,166	\$ 24,166	\$ 3,756	18.4%
COVID - Hiram G. Andrews Center	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
<b>Subtotal - Rehabilitation Center Fund</b>	<b>\$ -</b>	<b>\$ 20,410</b>	<b>\$ 20,410</b>	<b>\$ -</b>	<b>\$ 24,166</b>	<b>\$ 24,166</b>	<b>\$ 3,756</b>	<b>18.4%</b>
<b>State Workers' Insurance Fund</b>								
State Workers' Insurance Fund	\$ -	\$ 158,410	\$ 158,410	\$ -	\$ 150,535	\$ 150,535	\$ (7,875)	-5.0%
<b>Unemployment Compensation Contribution Fund</b>								
Reemployment Services	\$ -	\$ 10,000	\$ 10,000	\$ -	\$ 10,000	\$ 10,000	\$ -	0.0%
Service and Infrastructure Improvement	\$ -	\$ 19,645	\$ 19,645	\$ -	\$ 19,645	\$ 19,645	\$ -	0.0%
<b>Subtotal - Unemployment Compensation Contribution Fund</b>	<b>\$ -</b>	<b>\$ 29,645</b>	<b>\$ 29,645</b>	<b>\$ -</b>	<b>\$ 29,645</b>	<b>\$ 29,645</b>	<b>\$ -</b>	<b>0.0%</b>
<b>Vocational Rehabilitation Fund</b>								
Vocational Rehabilitation Services	\$ -	\$ 125,000	\$ 125,000	\$ -	\$ 181,888	\$ 181,888	\$ 56,888	45.5%
<b>Workmen's Compensation Administration Fund</b>								
Administration of Workers' Compensation	\$ -	\$ 75,802	\$ 75,802	\$ -	\$ 75,802	\$ 75,802	\$ -	0.0%
Conference Fees	\$ -	\$ 300	\$ 300	\$ -	\$ 300	\$ 300	\$ -	0.0%
<b>Subtotal - Rehabilitation Center Fund</b>	<b>\$ -</b>	<b>\$ 76,102</b>	<b>\$ 76,102</b>	<b>\$ -</b>	<b>\$ 76,102</b>	<b>\$ 76,102</b>	<b>\$ -</b>	<b>0.0%</b>
<b>OTHER FUNDS:</b>	<b>\$ -</b>	<b>\$ 905,318</b>	<b>\$ 905,318</b>	<b>\$ -</b>	<b>\$ 809,841</b>	<b>\$ 809,841</b>	<b>\$ (95,477)</b>	<b>-10.5%</b>
<b>DEPARTMENT TOTAL:</b>	<b>\$ 79,033</b>	<b>\$1,455,794</b>	<b>\$1,534,827</b>	<b>\$ 83,231</b>	<b>\$1,283,095</b>	<b>\$1,366,326</b>	<b>\$ (168,501)</b>	<b>-11.0%</b>

# DISTRIBUTION OF FUNDS BY PROGRAM AREA

## Funding by Program for Fiscal Years 2020-21 through 2022-23

(Dollar Amount in Thousands)

Program Area		2020-21	2021-22	2022-23
General Government Operations	<b>S</b>	\$ 13,624	\$ 13,844	\$ 18,059
	<b>F</b>	-	-	-
	<b>O</b>	-	-	-
		\$ 13,624	\$ 13,844	\$ 18,059
Safety and Labor-Management Relations	<b>S</b>	\$ 2,945	\$ 2,945	\$ 2,945
	<b>F</b>	154,533	154,533	154,533
	<b>O</b>	12,031	12,105	12,105
		\$ 169,509	\$ 170,983	\$ 170,983
Compensation and Insurance	<b>S</b>	\$ 597	\$ 442	\$ 425
	<b>F</b>	-	-	-
	<b>O</b>	240,974	234,512	226,637
		\$ 241,571	\$ 234,954	\$ 227,062
Workforce Development	<b>S</b>	\$ 10,563	\$ 10,563	\$ 10,563
	<b>F</b>	349,404	354,366	285,789
	<b>O</b>	95,285	93,925	93,925
		\$ 455,252	\$ 458,854	\$ 390,277
Vocational Rehabilitation	<b>S</b>	\$ 51,214	\$ 51,239	\$ 51,239
	<b>F</b>	-	-	-
	<b>O</b>	165,295	146,027	206,680
		\$ 216,509	\$ 197,266	\$ 257,919
Unemployment Compensation	<b>S</b>	\$ -	\$ -	\$ -
	<b>F</b>	5,000	5,000	5,000
	<b>O</b>	378,437	430,986	282,645
		\$ 383,437	\$ 435,986	\$ 287,645
PennSERVE	<b>S</b>	\$ -	\$ -	\$ -
	<b>F</b>	13,973	22,690	14,381
	<b>O</b>	5	250	-
		\$ 13,978	\$ 22,940	\$ 14,381
<b>GRAND TOTAL</b>	<b>S</b>	\$ 78,943	\$ 79,033	\$ 83,231
	<b>F</b>	522,910	537,989	461,103
	<b>O</b>	892,027	917,805	821,992
		\$ 1,493,880	\$ 1,534,827	\$ 1,366,326

S = State/General Fund

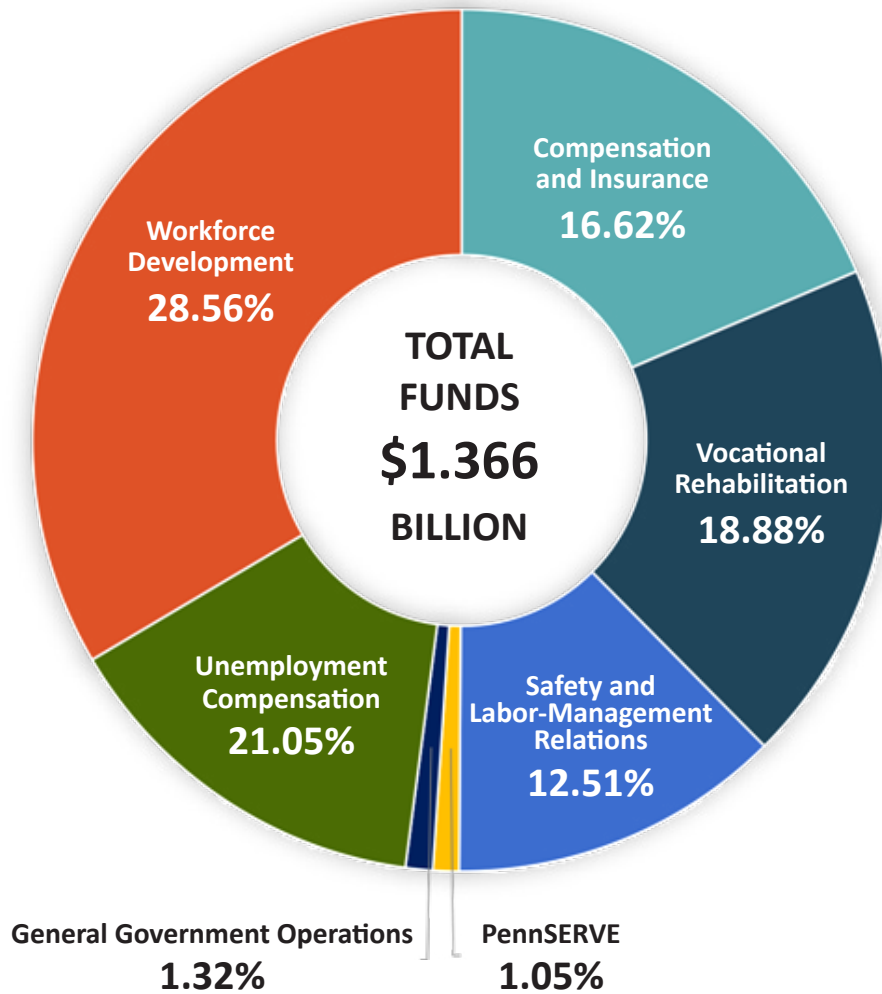
F = Federal Funds

O = Other Funds: such as, BOIS Augmentations, administration of UC Federal award, Workforce development Federal award, SWIF, VR Services federal award, Administration of Worker' Comp and Restricted funds

\*These numbers are in agreement with the Governor's Executive Budget.

# PIE CHART OF TOTAL DOLLAR FUNDING BY PROGRAM AREA

2022-23 TOTAL FUNDS BY PROGRAM

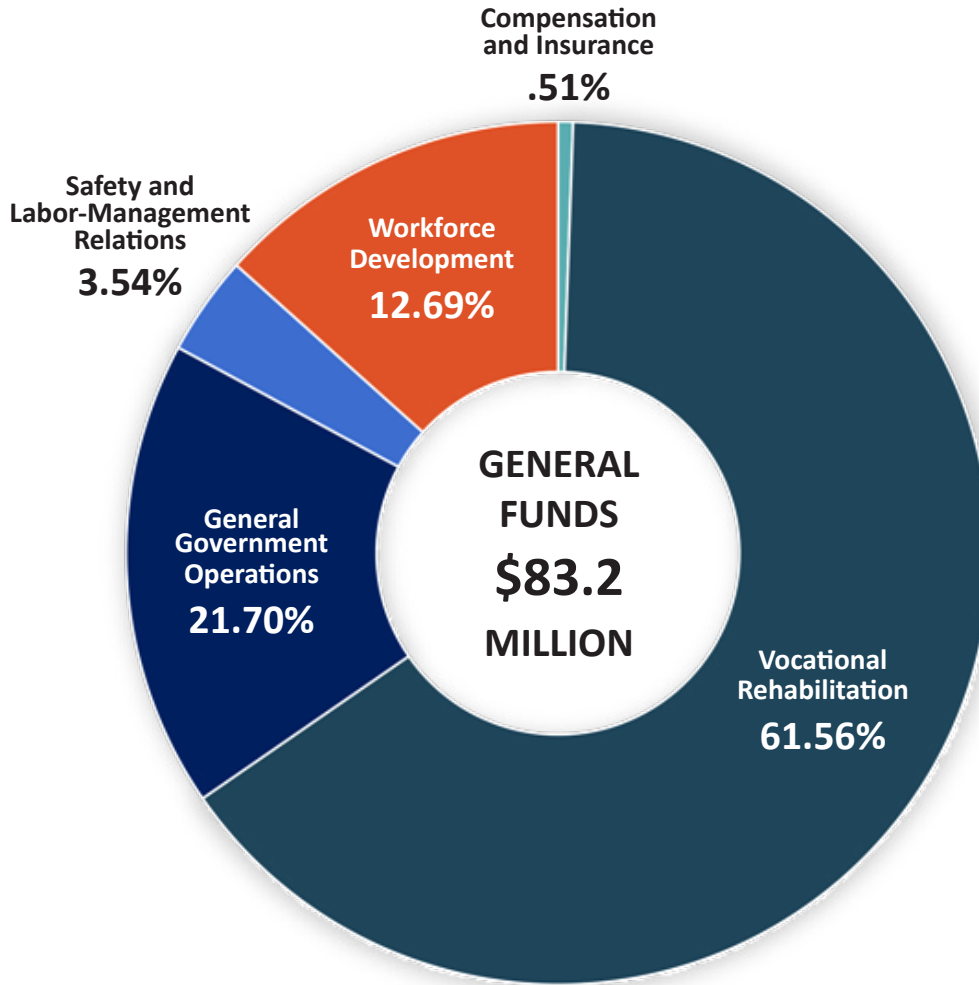


2022-23 TOTAL FUNDS BY PROGRAM

Program	2022-23	% Allocation
Compensation and Insurance	\$ 227,062	16.62%
Vocational Rehabilitation	\$ 257,919	18.88%
Safety and Labor-Management Relations	\$ 170,983	12.51%
PennSERVE	\$ 14,381	1.05%
General Government Operations	\$ 18,059	1.32%
Unemployment Compensation	\$ 287,645	21.05%
Workforce Development	\$ 390,277	28.56%
<b>GRAND TOTAL</b>	<b>\$ 1,366,326</b>	<b>100.00%</b>

# PIE CHART OF GENERAL FUNDING BY PROGRAM AREA

2022-23 GENERAL FUND BY PROGRAM



2022-23 GENERAL FUND BY PROGRAM

Program	2022-23	% Allocation
Compensation and Insurance	\$ 425	.51%
Vocational Rehabilitation	\$ 51,239	61.56%
General Government Operations	\$ 18,059	21.70%
Safety and Labor-Management Relations	\$ 2,945	3.54%
Workforce Development	\$ 10,563	12.69%
<b>GRAND TOTAL</b>	<b>\$ 83,231</b>	<b>100.00%</b>



# GENERAL GOVERNMENT OPERATIONS (GGO)

## High-Level Summary

The General Government Operations (GGO) appropriation provides funding for the administrative and overhead systems that support the operation of programs in the Department of Labor & Industry (L&I). The appropriation provides an administrative structure for setting policy, planning, and administration of direct services, state-operated facilities, services provided under contract, grants, subsidies, and vendor reimbursement. The responsibilities of the offices funded in GGO include: formulation of policies, overall direction of programs, planning and coordination among program areas, monitoring of programs, analysis of information, evaluation of programs, and administrative support.

## Bureaus, Boards, Programs, and Offices Supported by GGO

### Office of the Secretary

The Office of the Secretary directs and supervises the overall administration of L&I and establishes broad policy and management direction for all programs – including Administration, Safety and Labor- Management Relations, Unemployment Compensation, Workforce Development, Compensation and Insurance, and Vocational Rehabilitation – through supervision and direction over the Policy Office, Communications Office, and Legislative Affairs Office. Additionally, the Office of the Secretary participates in various Boards, Commissions, and Committees that L&I oversees and ensures key appointments are filled when there are vacancies.

### *Continuous Improvement and Strategic Planning Activities*

In 2020, L&I created an Office of Transformation and hired a full-time director. Two new transformation positions were created in 2021, including a deputy director of transformation and business transformation specialist. An agency “Lean Champion Network” was also launched, comprised of at least one staff member from each bureau; together with the Transformation Office, they represent the foundations of a lasting continuous improvement culture in the agency with over 100 Lean improvements documented in 2021 alone.

Several strategic objectives were completed in 2021, and new initiatives were launched with implementation dates in 2022

- o The L&I New Employee Orientation Program will be implemented in Spring 2022. New modules are under development to introduce new employees to the agency mission, values, tools and resources, continuous improvement basics, and more.
- o All L&I bureaus have implemented telework plans and changed processes to better operate in a virtual environment.
- o A monthly professional development course, “Leadership Lab,” kicked-off in Fall 2021. Bureau directors and executive leadership will have an opportunity to learn advanced public and business management concepts from expert speakers from industry.
- o Performance-based budgeting outputs were submitted in accordance with guidelines from the Independent Fiscal Office.
- o The Unemployment Compensation (UC) Deputate launched a benefits system modernization project in June 2021. In late 2022, SWIF will implement its own system modernization project; together, these initiatives fulfill the agency’s strategic objective to modernize IT systems to go off the mainframe.

The following continuous improvement initiatives represent some of the most impactful transformation work within each program area.

- o Following the implementation of BenMod, the UC Deputate began a complete redesign of interviewer

and examiner training programs. Lessons were improved to maximize employee learning, enhance the customer experience, and incorporate human-centered design elements.

- o The Workforce Development Deputate has been working with internal and external stakeholders to convert paper-based customer intake documents in PA CareerLink offices to a standardized, digital intake form. Once implemented, the new tool will improve customer service, data collection capabilities, and program referrals.
- o The Bureau of Disability Determination is undergoing an organizational restructuring to optimize operating efficiencies and customer outcomes.
- o The Bureau of Administrative Services wanted to improve customer service for all those they serve, the employees of L&I. After collecting feedback from the entire agency, the bureau has redesigned communications, developed new customer training and programs, and launched development with OIT to build a new application portal for customers to better track administrative requests and communicate with customers.
- o The Bureau of Workers' Compensation Supersedeas Fund Reimbursement Team and State Workers' Insurance Fund's Electronic Funds Transfer Conversion team will soon improve customer deliverables and eliminate process bottlenecks.

## Bureau of Labor Law Compliance

The Bureau of Labor Law Compliance (BLLC) is responsible for administering several labor and employment laws across the Commonwealth. The bureau enforces laws relating to minimum wage and overtime, wage payment and collection and prevailing wage. It also enforces additional laws which protect workers' rights, including those regulating child labor, seasonal farm labor, industrial homework, equal pay, medical fees required for employment, apprenticeship and training, misclassification of construction employees as independent contractors, mandatory overtime in health care, and most recently, requirements of e-verify in the construction industry.

For additional information, please refer to page 22.

## Bureau of Mediation

The Bureau of Mediation promotes a positive labor-management climate in the Commonwealth. The bureau is committed to mediating the negotiations of collective bargaining disputes to lessen the impact of work stoppages in both the public and private sectors. The bureau also provides conciliatory services to improve the overall relationship between labor and management. These services include the organization of labor-management committees, the provision of technical assistance to labor and management organizations, preventive mediation activities, and the mediation of grievances arising in the application and interpretation of collective bargaining agreements. Additionally, the bureau maintains a list of arbitrators for grievance arbitration in the public and private sectors. In 2021, Pennsylvania had four (4) public sector strikes; the previous year, Pennsylvania had no public sector strikes.

## Pennsylvania Labor Relations Board (PLRB)

The PLRB is composed of three members who are appointed by the governor and confirmed by the Senate to serve six-year terms, staggered at two-year intervals. The staff in its Harrisburg and Pittsburgh offices are responsible for the Board's administrative, operational, and adjudicative activities, while the three-member Board decides appeals of staff decisions and orders. The Board is responsible for administering and enforcing four laws concerning labor-management relations.

The PLRB administers and enforces Commonwealth laws dealing with labor-management relations. It provides efficient and impartial oversight of the laws which guarantee collective bargaining rights to public and some private sector employees in Pennsylvania to promote stability and mutual benefit in employer/employee relationships and assure balance in the rights and interests of employers, employees and the public at large.

For more information on the PLRB, please refer to page 22.

## Industrial Board

The Industrial Board is an administrative board that reviews and decides construction, industrial, safety and enforcement, and technical matters related to structures, facilities, devices and the occupancy and use of facilities. The board consists of six private citizens appointed by the Governor. The board meets monthly to conduct hearings and render decisions regarding variances, requests for extensions for compliance, and appeals of department decisions concerning construction, boilers, and other industrial and building safety issues. The board is also required to establish and oversee technical advisory boards, including the Liquefied Petroleum Gas Advisory Board and the Boiler Advisory Board.

## Office for the Deaf and Hard of Hearing (ODHH)

The Office for the Deaf and Hard of Hearing (ODHH) provides core services in the form of advocacy, information, and referral for residents of PA experiencing deafness or hearing loss. ODHH is responsible for the registration of interpreters and provisional interpreters, with approximately 600 total interpreters registered.

ODHH staff serve as advocates, ensuring individuals who are deaf, deafblind, or hard of hearing have the necessary information, technology, and services to achieve independence at school, work, and in the community. ODHH also receives modest amounts of registration fees through the interpreter registration process which are used for operational costs.

Additionally, ODHH administers \$220,000 in GGO funding to oversee, on an ongoing basis, the provision of Support Service Provider Services for deaf-blind individuals. These services are separate from traditional vocational rehabilitation (VR) services provided through OVR; individuals with disabilities served through VR funds must meet statutorily established employment goal criteria.

## New Hire Reporting Program

Overseen by the Center for Workforce Information & Analysis (CWIA), the New Hire Reporting Program is used to help secure a better way of life for Pennsylvania's children by aiding in the collection of child support from non-custodial parents. In addition to child support enforcement, the information received by the Commonwealth through the New Hire Reporting Program may be utilized by the Department of Labor and Industry for purposes of fraud detection in the workers' compensation and unemployment compensation programs and to develop labor market information for economic and work force development purposes in the Commonwealth. The New Hires program receives 34% state-matching of GGO funds, which is supplemented with federal funds.

For additional information, please refer to page 138.

## PennSERVE

PennSERVE funds, monitors, and supports national service efforts that engage Pennsylvanians in strengthening our communities. In SFY 2022-23, each state dollar will leverage \$59 non-state dollars. As the pie chart on page 194 shows, with just \$450,000 in state funding (GGO), PennSERVE will leverage \$13.9 million federal funds and \$12.5 million in private funds to bolster Pennsylvania communities and develop local solutions to local problems. In PennSERVE's 2020-21 program year, nearly over 1,000 AmeriCorps members supported by PennSERVE served over 32,400 students and youth, provided job training to 450 Pennsylvanians, served over 200 veterans and military families, treated 645 acres of public land, and provided additional emergency services throughout the COVID-19 pandemic.

For additional information, please refer to page 194.

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

General Government Operations (Approp 10031)

Page # of Governor's Executive Budget: E31-2, E31-8

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
General Government Operations	\$ 13,624	\$ 13,844	\$ 18,059	\$ 4,215	30.45 %
Interpreter Registry	\$ 68	\$ 56	\$ 56	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ 13,692</b>	<b>\$ 13,900</b>	<b>\$ 18,115</b>	<b>\$ 4,215</b>	<b>30.32 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 13,692</b>	<b>\$ 13,900</b>	<b>\$ 18,115</b>	<b>\$ 4,215</b>	<b>30.32 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
<b>State Funded</b>			
Authorized	106	106	106
Filled	92	87	91
<b>Federal Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Other Funded</b>			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ 13,926	\$ 14,204	\$ 15,858	\$ 1,654	11.64 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 13,926</b>	<b>\$ 14,204</b>	<b>\$ 15,858</b>	<b>\$ 1,654</b>	<b>11.64 %</b>
<b>OPERATING</b>					
State Funds	\$ 6,016	\$ 5,717	\$ 8,221	\$ 2,504	43.80 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 6,016</b>	<b>\$ 5,717</b>	<b>\$ 8,221</b>	<b>\$ 2,504</b>	<b>43.80 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ 27	\$ 36	\$ 93	\$ 57	158.33 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ 27</b>	<b>\$ 36</b>	<b>\$ 93</b>	<b>\$ 57</b>	<b>158.33 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ 220	\$ 220	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ 220</b>	<b>\$ 220</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ (6,277)	\$ (6,277)	\$ (6,277)	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ (6,277)</b>	<b>\$ (6,277)</b>	<b>\$ (6,277)</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 13,692	\$ 13,900	\$ 18,115	\$ 4,215	30.32 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 13,692</b>	<b>\$ 13,900</b>	<b>\$ 18,115</b>	<b>\$ 4,215</b>	<b>30.32 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to changes in filled complement vacancy mix and salary benefit factor and contractual pay raises for FY 2022-23.	\$ 1,654	\$ -	\$ -	\$ 1,654
Subtotal Personnel	\$ 1,654	\$ -	\$ -	\$ 1,654
<b>OPERATING</b>				
Provides for an increase due to implementation of data system.	\$ 2,504	\$ -	\$ -	\$ 2,504
Subtotal Opening	\$ 2,504	\$ -	\$ -	\$ 2,504
<b>FIXED ASSETS</b>				
Provides for an increase in Central Services fixed assets budget.	\$ 57	\$ -	\$ -	\$ 57
Subtotal Fixed Assets	\$ 57	\$ -	\$ -	\$ 57
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ 4,215</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,215</b>

## Program Area: Safety and Labor-Management Relations (SLMR)

### High-Level Program Area Summary

The Safety and Labor-Management Relations (SLMR) program area provides a suite of services, including inspecting buildings, elevators, boilers and other equipment; certifying asbestos and lead workers; determining eligibility for disability benefits; fostering negotiations for collective bargaining disputes; and protecting workers' pay and the employment of minors. SLMR is responsible for administering a variety of laws such as the Pennsylvania Construction Code Act, Minimum Wage Act, Child Labor Act, Prevailing Wage Act, Pennsylvania Labor Relations Act, and the Social Security Act at the direction of the Social Security Administration.

Organizationally, bureaus and offices that fall under the SLMR Deputate include the Bureau of Mediation, Bureau of Labor Law Compliance, Bureau of Occupational and Industrial Safety, and Bureau of Disability Determination. The Pennsylvania Labor Relations Board does not fall organizationally under the SLMR Deputate but reports to the Executive Deputy Secretary of L&I.

### Bureaus and Offices that Support SLMR

#### Bureau of Occupational and Industrial Safety

The Bureau of Occupational and Industrial Safety administers and enforces a variety of safety laws related to buildings, elevators, boilers, flammable and combustible liquids, liquefied petroleum gas, stuffed toys, and bedding and upholstered items. To carry out these tasks, the bureau has certified staff to review plans and approve applications for the construction of buildings or installation of equipment and to conduct inspections ensuring that the applicable technical standards are adhered to. In addition, the bureau administers and enforces the General Safety Law, which ensures a safe workplace and safe work practices for public employees, and the Hazardous Material Emergency Planning and Response Act, which ensures the availability of information regarding on-site chemicals to emergency responders.

In SFY 2020-21, the bureau expanded its public-facing interface for searching elevator and boiler equipment at buildings and facilities across the Commonwealth. This expansion of the interface allows the public to view more inspection results when searching equipment in a building or a facility and to see both current and historical information on that piece of equipment. The bureau began working on updating job specifications for its inspector positions to hire individuals as trainees, as well as utilizing funding available through the apprenticeship program administered by the Apprenticeship and Training Office within L & I's Workforce Development. These positions engage trainees in both on-the-job training, as well as classroom instruction to become certified L&I inspectors across the Commonwealth.

#### Bureau of Disability Determination

The Bureau of Disability Determination works in partnership with the Social Security Administration for purposes of determining whether an individual is disabled under the Social Security Act. The bureau is responsible for developing medical evidence, determining vocational abilities and rendering the initial decision of eligibility regarding an individual's disability claim under the law. The bureau also processes

disability claims submitted for reconsideration and continuing disability review and conducts due process evidentiary hearings for individuals who have had their disability benefits terminated.

In federal fiscal year (FFY) 2021, the bureau once again met its targeted workload goals set by the Social Security Administration. The bureau processed nearly 88,000 initial disability claims and 161,000 total disability claims across all workloads in FFY 2021. The bureau maintained its successful telework operations for 700 plus employees and contractors and implemented virtual training for the 100 new employees, including adjudicators, clericals, and medical doctors, who were hired in FFY 2020. Additionally, the bureau officially began the transition to the new, federal Disability Case Processing System- II in July 2021.

## **Bureau of Labor Law Compliance**

The Bureau of Labor Law Compliance (BLLC) is responsible for administering several labor and employment laws across the Commonwealth. The bureau enforces laws relating to minimum wage and overtime, wage payment and collection and prevailing wage. It also enforces additional laws which protect workers' rights, including those regulating child labor, seasonal farm labor, industrial homework, equal pay, medical fees required for employment, apprenticeship and training, misclassification of construction employees as independent contractors, and mandatory overtime in health care. In October 2020, the bureau began enforcement of Act 75, or E-Verify requirements in the construction industry.

The bureau typically receives over 5,000 complaints each year. Additionally, BLLC issues upwards of 8,000 prevailing wage rates per year for construction, and up to 2,000 permits for children in the entertainment industry. In calendar year 2021, the bureau collected approximately \$2 million in Wage Payment, \$566,000 in Minimum Wage and Overtime, and \$1 million in Prevailing Wage violations, all of which was owed and returned to workers. Additionally, the Bureau collected over \$344,000 in fines for violations of Act 72, or the misclassification of employees in the construction industry. Over \$3.1 million was collected in Child Labor fines, and \$10,500 was collected for violations of the mandatory overtime in nursing law (Act 102).

During this year, the Bureau issued 8,600 Prevailing Wage rate determinations associated with an estimated \$14.5 billion in combined public Pennsylvania construction projects.

## **Bureau of Mediation**

The Bureau of Mediation promotes a positive labor-management climate in the Commonwealth. The bureau is committed to mediating the negotiations of collective bargaining disputes to lessen the impact of work stoppages in both the public and private sectors. The bureau also provides conciliatory services to improve the overall relationship between labor and management. These services include the organization of labor-management committees, the provision of technical assistance to labor and management organizations, preventive mediation activities, and the mediation of grievances arising in the application and interpretation of collective bargaining agreements. Additionally, the bureau maintains a list of arbitrators for grievance arbitration in the public and private sectors. In 2021, Pennsylvania had four public sector strikes; the previous year, Pennsylvania had no public sector strikes.

## **Pennsylvania Labor Relations Board (PLRB)**

The PLRB is composed of three members who are appointed by the governor and confirmed by the Senate to serve six-year terms, staggered at two-year intervals. The staff in its Harrisburg and Pittsburgh offices are responsible for the Board's administrative, operational, and adjudicative activities, while the three-member Board decides appeals of staff decisions and orders. The Board is responsible for administering and enforcing four laws concerning labor-management relations.

The PLRB administers and enforces Commonwealth laws dealing with labor-management relations.



It provides efficient and impartial oversight of the laws which guarantee collective bargaining rights to public and some private sector employees in Pennsylvania to promote stability and mutual benefit in employer/employee relationships and assure balance in the rights and interests of employers, employees and the public at large.

The Pennsylvania Labor Relations Act (PLRA), which created the board in 1937, encourages the peaceful resolution of private sector industrial disputes through collective bargaining and protects employees, employers, and labor organizations engaged in legal activities associated with the collective bargaining process. The Board's private sector jurisdiction is limited to employers and their employees not covered by the National Labor Relations Act, for the most part only small local businesses.

Most of the Board's work is in the public sector. The Public Employee Relations Act (PERA), enacted in 1970, extended collective bargaining rights and obligations to most public employees and their employers at the state, county and local government levels and vests the Board with administrative authority to implement its provisions. A 1977 decision of the Pennsylvania Supreme Court further expanded the board's jurisdiction to include representation and unfair practice issues arising from Act 111 of 1968, which granted collective bargaining rights to police officers and firefighters. Act 88 of 1992 modified the board's role in public school bargaining disputes.

Although specific provisions may vary, the Board's basic duties are similar for public and private sector cases. The Board has the responsibility to determine the appropriateness of collective bargaining units and to certify employee representatives as well as the authority to remedy and prevent unfair labor practices. For public employees other than police and firefighters, the Board is also assigned a limited role in resolution of collective bargaining impasses.

Specific procedural requirements for all of the Board's processes under all of the statutes that the Board administers are contained in the Rules and Regulations of the Pennsylvania Labor Relations Board

Organizationally, the PLRB does not fall under the SLMR Deputate but rather reports to the Executive Deputy Secretary of L&I.

## **Industrial Board**

The Industrial Board is an administrative board that reviews and decides construction, industrial, safety and enforcement, and technical matters related to structures, facilities, devices and the occupancy and use of facilities. The board consists of six private citizens appointed by the Governor. The board meets monthly to conduct hearings and render decisions regarding variances; requests for extensions for compliance; and appeals of department decisions concerning construction, boilers, and other industrial and building safety issues. The board is also required to establish and oversee technical advisory boards, including the Liquefied Petroleum Gas Advisory Board and the Boiler Advisory Board.

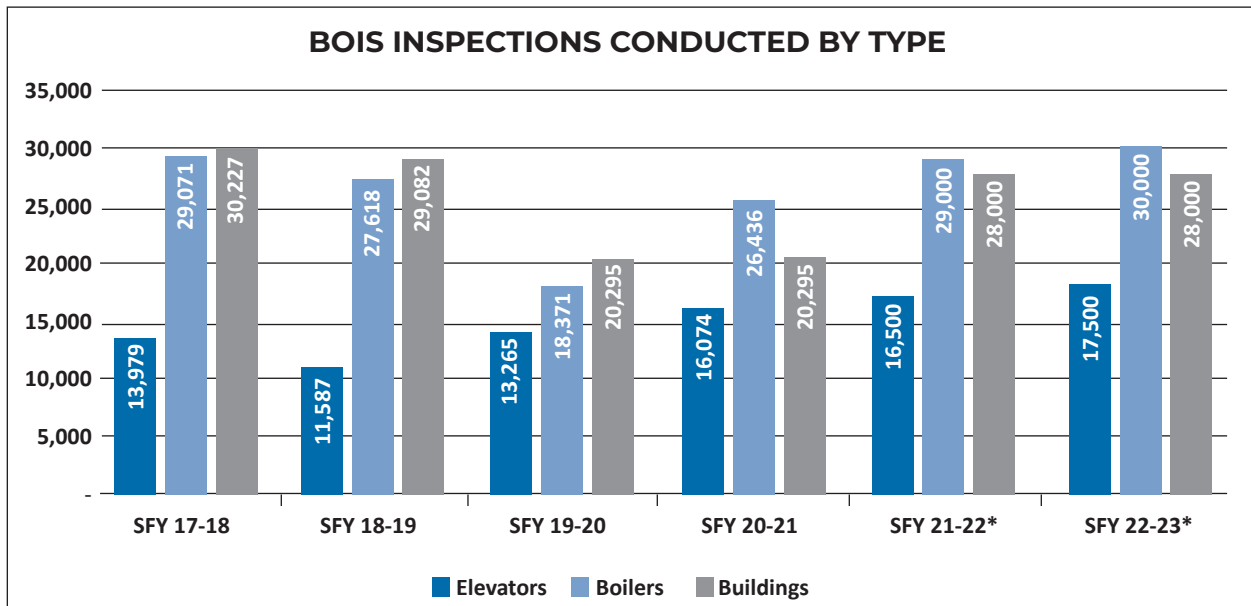
## **Elevator Safety Board**

The Elevator Safety Board is an administrative board established by Administrative Code of 1929 (amended in 2017) that reviews and decides matters related to the construction, maintenance, inspection, and safe operation of elevators. The board consists of 9 primarily private citizens appointed by the Governor. The board meets monthly to conduct hearings and render decisions regarding variances and appeals of department decisions concerning elevators. The board may also recommend and submit regulations to the Secretary for promulgation.

## Appropriations that Support SLMR

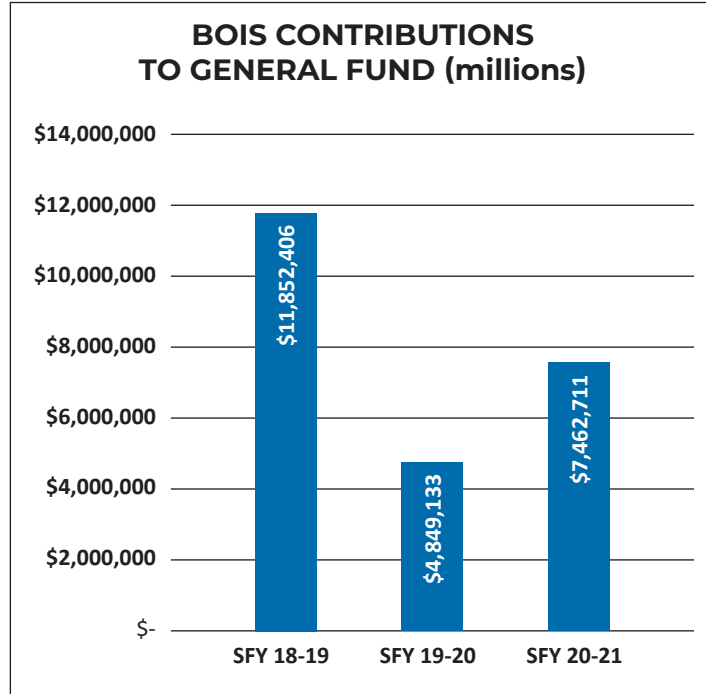
### Occupational and Industrial Safety; BOIS Augmentations

The Bureau of Occupational and Industrial Safety administers and enforces a variety of safety laws related to buildings, elevators, boilers, flammable and combustible liquids, liquefied petroleum gas, stuffed toys, and bedding and upholstered items. These appropriations permit the bureau to perform inspections, conduct investigations, review project plans, issue permits and certificates of occupancy and operation, and pursue enforcement actions to ensure that the adopted safety standards are complied with within the Commonwealth. For SFY 2020-21, the bureau conducted 65,279 inspections of elevators, boilers, and buildings; 10,104 plan reviews; and issued 131,293 certificates of occupancy or operation.



\*Estimated figures

The bureau is supported by direct line-item funding and an augmentation of its collected fees for permitting, inspecting, and issuing certificates. The bureau’s current fee schedule was enacted into the Administrative Code in 2017. In SFY 2020-21, the bureau received \$2.945 million in direct line-item funding and a \$10 million augmentation. The collected fees above the \$10 million augmentation are deposited into the General Fund. For the prior year (SFY 2019-20), the bureau received \$2.947 million in direct line-item funding and a \$10 million augmentation.



**Legislative Citations:**

*Administrative Code, Act of June 2, 1913, P.L. 396, 71 P.S. § 1441-1446, and Act of April 9, 1929, P.L. 177, 71 P.S. § 561-574, 613-A; Pennsylvania Construction Code Act, Act of November 10, 1999, P.L. 491, as amended, 35 P.S. § 7210.101 et seq.; Boiler and Unfired Pressure Vessel Law, Act of June 18, 1998, P.L. 655, No. 85, 35 P.S. 1331.1 et seq.; Propane and Liquefied Petroleum Gas Act, Act of June 19, 2002, P.L. 421, No. 61, 35 P.S. 1329.1 et seq.; Bedding and Upholstery Law, Act of May 27, 1937, P.L. 926, No. 249, as amended, 35 P.S. § 972 et seq.; Stuffed Toy Law, Act of July 25, 1961, P.L. 857, No. 372, as amended, 35 P.S. § 5201 et seq.; General Safety Law, Act of May 18, 1937, P.L. 654, No. 174, 43 P.S. § 25 – 1 et seq. Combustible and Flammable Liquids Act, Act of February 11, 1998, P. L. 58, No. 15, 35 P.S. § 1241 et seq.*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Occupational and Industrial Safety (Approp 10028)

Page # of Governor's Executive Budget: E31-2, E31-7

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
Occupational and Industrial Safety	\$ 2,945	\$ 2,945	\$ 2,945	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ 2,945</b>	<b>\$ 2,945</b>	<b>\$ 2,945</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
Inspection Fees	\$ 10,000	\$ 10,000	\$ 10,000	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ 10,000</b>	<b>\$ 10,000</b>	<b>\$ 10,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 12,945</b>	<b>\$ 12,945</b>	<b>\$ 12,945</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	112	112	112
Filled	97	93	92
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ 1,669	\$ 1,708	\$ 2,565	\$ 857	50.18 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	10,000	10,000	10,000	-	0.00 %
<b>Total Personnel</b>	<b>\$ 11,669</b>	<b>\$ 11,708</b>	<b>\$ 12,565</b>	<b>\$ 857</b>	<b>7.32 %</b>
<b>OPERATING</b>					
State Funds	\$ 4,023	\$ 3,971	\$ 3,108	\$ (863)	-21.73 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 4,023</b>	<b>\$ 3,971</b>	<b>\$ 3,108</b>	<b>\$ (863)</b>	<b>-21.73 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ 20	\$ 33	\$ 39	\$ 6	18.18 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ 20</b>	<b>\$ 33</b>	<b>\$ 39</b>	<b>\$ 6</b>	<b>18.18 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ (2,767)	\$ (2,767)	\$ (2,767)	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ (2,767)</b>	<b>\$ (2,767)</b>	<b>\$ (2,767)</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 2,945	\$ 2,945	\$ 2,945	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	10,000	10,000	10,000	-	0.00 %
<b>Total Funds</b>	<b>\$ 12,945</b>	<b>\$ 12,945</b>	<b>\$ 12,945</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

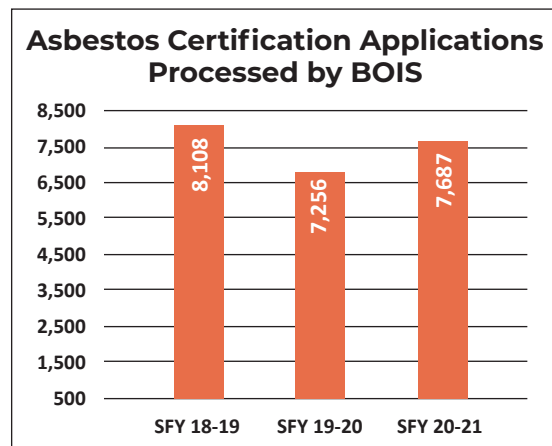
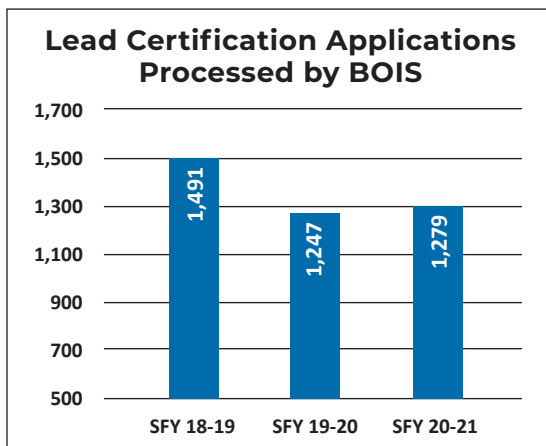
(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to vacancies funded, and general and increment pay increases.	\$ 857	\$ -	\$ -	\$ 857
Subtotal Personnel	\$ 857	\$ -	\$ -	\$ 857
<b>OPERATING</b>				
Provides for a decrease to offset increases in personnel services and fixed assets expense.	\$ (863)	\$ -	\$ -	\$ (863)
Subtotal Opening	\$ (863)	\$ -	\$ -	\$ (863)
<b>FIXED ASSETS</b>				
Provides for an increase due to estimated fixed assets purchases by the Central Service Bureaus.	\$ 6	\$ -	\$ -	\$ 6
Subtotal Fixed Assets	\$ 6	\$ -	\$ -	\$ 6
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

## Asbestos and Lead Certification (Restricted, EA); Lead Certification and Accreditation (Federal)

The Bureau of Occupational and Industrial Safety is responsible for administering and enforcing the Asbestos Occupations Accreditation and Certification Act and the Lead Certification Act, which provide for the certification of qualified workers engaged in occupations relating to asbestos and lead-based paint abatement, the accreditation of asbestos and lead training courses, the licensing of asbestos and lead abatement contractors, and the monitoring of lead based paint abatement work practices.

For SFY 2020-21, the Certification and Licensing Division’s field staff conducted 1,374 asbestos and lead abatement inspections throughout the Commonwealth, while its central office staff processed 1,279 lead and 7,687 asbestos certification applications.



### Legislative Citations:

*Asbestos Occupations Accreditation and Certification Act, Act of December 19, 1990, P.L. 805, No. 194, 63 P.S. § 2101, et seq.; Lead Certification Act, Act of July 6, 1995, P.L. 291, No. 44, 35 P. S. § 5901 et seq.*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(R) Asbestos and Lead Certification (EA) (Approp 26235)

Page # of Governor's Executive Budget: E31-2, E31-7

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Other Funds Total</b>					
Asbestos and Lead Certification	\$ 2,025	\$ 2,025	\$ 2,025	\$ -	0.00 %
<b>Total Other Funds</b>	\$ 2,025	\$ 2,025	\$ 2,025	\$ -	<b>0.00 %</b>
<b>Total Funds</b>	\$ 2,025	\$ 2,025	\$ 2,025	\$ -	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
<b>State Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Federal Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Other Funded</b>			
Authorized	13	13	13
Filled	12	10	10

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office



#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	1,157	1,028	1,106	78	7.59 %
<b>Total Personnel</b>	<b>\$ 1,157</b>	<b>\$ 1,028</b>	<b>\$ 1,106</b>	<b>\$ 78</b>	<b>7.59 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	868	997	919	(78)	-7.82 %
<b>Total Operating</b>	<b>\$ 868</b>	<b>\$ 997</b>	<b>\$ 919</b>	<b>\$ (78)</b>	<b>-7.82 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	2,025	2,025	2,025	-	0.00 %
<b>Total Funds</b>	<b>\$ 2,025</b>	<b>\$ 2,025</b>	<b>\$ 2,025</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to vacancies funded, additional personnel costs, and general and increment pay increases.	\$ -	\$ -	\$ 78	\$ 78
Subtotal Personnel	\$ -	\$ -	\$ 78	\$ 78
<b>OPERATING</b>				
Provides for a decrease to offset increases in personnel services	\$ -	\$ -	\$ (78)	\$ (78)
Subtotal Opening	\$ -	\$ -	\$ (78)	\$ (78)
<b>FIXED ASSETS</b>				
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) Lead Certification and Accreditation (Approp 71078)

Page # of Governor's Executive Budget: E31-2, E31-7

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Federal Funds</b>					
Lead Certification and Accreditation	\$ 494	\$ 494	\$ 494	\$ -	0.00 %
<b>Total Federal Funds</b>	\$ 494	\$ 494	\$ 494	\$ -	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Total Funds</b>	\$ 494	\$ 494	\$ 494	\$ -	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ 179	\$ 102	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	225	204	204	-	-9.23 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 225</b>	<b>\$ 204</b>	<b>\$ 204</b>	<b>\$ -</b>	<b>-9.23 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	269	290	290	-	7.81 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 269</b>	<b>\$ 290</b>	<b>\$ 290</b>	<b>\$ -</b>	<b>7.81 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	494	494	494	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 494</b>	<b>\$ 494</b>	<b>\$ 494</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

## Hazardous Material Response Administration (Restricted)

The Bureau of Occupational and Industrial Safety is responsible for administering and enforcing the Hazardous Material Emergency Planning and Response Act, which ensures the availability of information regarding on-site chemicals to emergency responders. The bureau works to ensure that chemicals are properly reported to its PATTS (Pennsylvania Tier II System) and TRI (Toxic Release Inventory) reporting systems, and that facility reports are processed by the required deadlines. In the performance of those duties, the bureau processed nearly \$1,350,000 in reporting fees, all of which were deposited into the Hazardous Material Response Fund.

### Legislative Citations:

*Act of October 5, 1984, P.L. 734, No. 159, 35 P.S. § 7301-7320; and the Hazardous Material Emergency Planning and Response Act of December 7, 1990, P.L. 639, No. 165, 35 P.S. § 6022.101-6022.307.*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(R) Hazardous Material Response Administration (Approp 40008)

Page # of Governor's Executive Budget: E31-3, E31-7, H1

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Other Funds Total</b>					
Hazardous Material Response Administration	\$ 6	\$ 80	\$ 80	\$ -	0.00 %
<b>Total Other Funds</b>	\$ 6	\$ 80	\$ 80	\$ -	<b>0.00 %</b>
<b>Total Funds</b>	\$ 6	\$ 80	\$ 80	\$ -	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	6	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ 6</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	12	80	80	-	0.00 %
<b>Total Funds</b>	<b>\$ 12</b>	<b>\$ 80</b>	<b>\$ 80</b>	<b>\$ -</b>	<b>0.00 %</b>



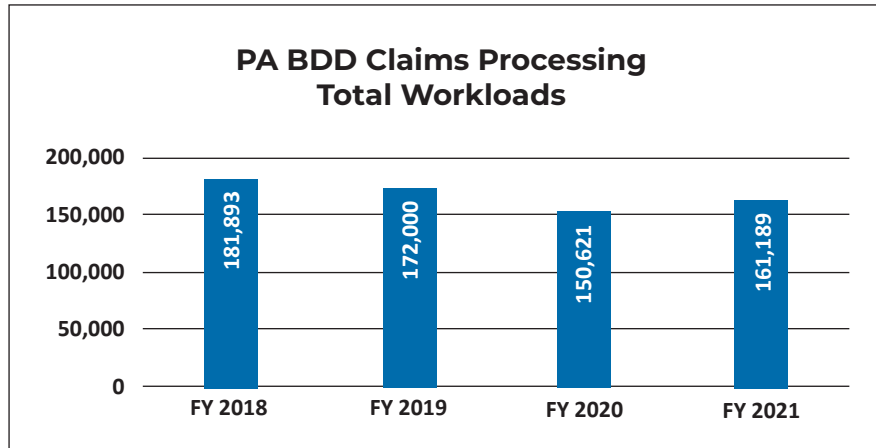
**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

## Disability Determination (Federal)

The Bureau of Disability Determination is a 100% federally-funded operation that provides case review and determination services for the Social Security Administration. Applications for Social Security disability are received by the Social Security Administration and forwarded to the bureau for a determination of eligibility, in accordance with federal laws and regulations. These funds are received directly by the bureau on an intermittent basis throughout the federal fiscal year to permit the development and adjudication of disability benefits under the Social Security Act. The following chart displays the bureau’s productivity over the last four federal fiscal years.



**Legislative Citations:**

*42 U.S.C. Title II §221 of the Social Security Act; 42 U.S.C. Title XVI §1633 of the Social Security Act*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) Disability Determination (Approp 70029)

Page # of Governor's Executive Budget: E31-2

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Federal Funds</b>					
Disability Determination	\$ 154,039	\$ 155,439	\$ 155,439	\$ -	0.00 %
<b>Total Federal Funds</b>	\$ 154,039	\$ 155,439	\$ 155,439	\$ -	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Total Funds</b>	\$ 154,039	\$ 154,439	\$ 154,439	\$ -	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ 28,852	\$ 12,780	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
<b>State Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Federal Funded</b>			
Authorized	783	783	783
Filled	706	667	663
<b>Other Funded</b>			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	85,752	82,921	90,646	7,725	9.32 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 85,752</b>	<b>\$ 82,921</b>	<b>\$ 90,646</b>	<b>\$ 7,725</b>	<b>9.32 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	64,630	69,163	61,405	(7,758)	-11.22 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 64,630</b>	<b>\$ 69,163</b>	<b>\$ 61,405</b>	<b>\$ (7,758)</b>	<b>-11.22 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	13	11	44	33	300.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ 13</b>	<b>\$ 11</b>	<b>\$ 44</b>	<b>\$ 33</b>	<b>300.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	1,200	900	900	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 1,200</b>	<b>\$ 900</b>	<b>\$ 900</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	2,444	2,444	2,444	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ 2,444</b>	<b>\$ 2,444</b>	<b>\$ 2,444</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	154,039	155,439	155,439	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 154,039</b>	<b>\$ 155,439</b>	<b>\$ 155,439</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to funding vacancies, additional personnel costs, and general and increment pay increases.	\$ -	\$ 7,725	\$ -	\$ 7,725
Subtotal Personnel	\$ -	\$ 7,725	\$ -	\$ 7,725
<b>OPERATING</b>				
Provides for a decrease to offset increase in personnel services and fixed assets expenses.	\$ -	\$ (7,758)	\$ -	\$ (7,758)
Subtotal Opening	\$ -	\$ (7,758)	\$ -	\$ (7,758)
<b>FIXED ASSETS</b>				
Provides for an increase due to estimated fixed assets purchases by the Central Service Bureaus.	\$ -	\$ 33	\$ -	\$ 33
Subtotal Fixed Assets	\$ -	\$ 33	\$ -	\$ 33
<b>GRANTS AND SUBSIDIES</b>				
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## Program Area: Unemployment Compensation (UC)

### High-Level Program Area Summary

Unemployment Compensation programs provide temporary, partial income replacement to workers who are unemployed through no fault of their own and meet other eligibility requirements. These unemployment compensation and assistance benefits are funded by employer and employee contributions.

### Bureaus and Offices that Support UC Office of Unemployment Tax Services (OUCTS)

The primary function of the Office of Unemployment Compensation Tax Services (OUCTS) is to administer the tax provisions of the PA UC Law, collect the taxes legally due from covered employers and employees, and promptly remit all tax revenues to the Unemployment Compensation Trust Fund. In general, all Pennsylvania Unemployment Compensation (UC) benefits that are paid to eligible claimants come from this fund.

To successfully complete its primary function, OUCTS must conduct the following actions: 1) Register new employers for UC tax purposes; 2) Compute accurate initial and yearly contribution (tax) rates for all active contributory employers; 3) Process quarterly tax returns and promptly deposit payments into the UC Trust Fund; 4) Identify and collect delinquent UC taxes; 5) Issue Statements of Account to delinquent employers; 6) Issue determinations on employer-employee relationships; 7) Issue refunds and clearances as appropriate; 8) Respond to employer appeals of UC tax issues such as contribution rates and wage assessments; 9) Verify state tax payments to be certified to the Internal Revenue Service; 10) Ensure that PA's UC tax functions comply with the provisions of the Federal Unemployment Tax Act and USDOL requirements; and 11) Conduct a comprehensive audit and compliance program to identify unpaid taxes, covered employers who have failed to register, under-reported wages, worker misclassifications, and State Unemployment Tax Act (SUTA) dumping schemes.

OUCTS resumed normal collection and auditing activities. Beginning in October 2021, OUCTS audit quotas returned to six audits per month per auditor. Audits are now conducted remotely through electronic means as well as on-site, per employer preference. In November 2021, criminal complaint activities resumed with the issuance of pre-prosecution letters for the first time since March 2020. OUCTS continues to work with employers who are unable to pay their delinquencies in full. With the issuance of the Statements of Accounts in December 2021, a new insert is included that provides information on repayment options. This is in response to the Governor's Executive Order which will allow OUCTS to post our employer liens on the L&I website.

OUCTS transitioned to full-time telework for most of our staff. To accommodate full-time telework we engaged the Department of Revenue to pick up, scan and send our incoming mail to our Unemployment Compensation Management System (UCMS) where tasks are created for our staff to review the incoming mail. We also updated UCMS to allow for users to generate and send most adhoc correspondences through Central Print.

During 2021, OUCTS:

- Deposited approximately \$2.32 billion into the UC Fund, representing timely and delinquent payments from employers.
- Provided UC services to over 338,703 active employers.
- Received 44,740 new employer registrations.
- Completed 1,490 employer audits on gross payroll of \$1.5 billion.
- Responded to 90,231 customer telephone calls, with an average wait time for incoming calls at 47 seconds, and a low of 13 seconds during non-peak times.
- Received 7,240 chat requests with an average wait time of 57 seconds and a low of 33 seconds during non-peak times.

## Office of Unemployment Compensation Benefits Policy (OUCBP)

OUCBP is responsible for providing support for all activities related to taking, processing and payment of claims for unemployment compensation (UC), which are filed by Pennsylvania's unemployed workers. Payments are made in partnership with the Office of UC Service Centers and the Department of Treasury's Bureau of UC Disbursements, with support from the Office of Information Technology and other organizations. OUCBP develops policies, standards, and monitoring systems to ensure the UC program operates in accordance with federal and state laws and ensures the most efficient application of modern technology in the provision of UC services. They are responsible for the public-facing information regarding UC benefits such as forms and web content. OUCBP administers the Shared Work Program and Reemployment Trade Adjustment Assistance (RTAA) Program. Finally, OUCBP is responsible for providing training, support, and guidance on claims processing and UC-related initiatives, including the successful implementation of the new UC Benefits System.

## Office of Unemployment Compensation Service Centers (OUCSC)

OUCSC is responsible for performing all activities for taking, processing, and paying all unemployment claims filed in the State of Pennsylvania. OUCSC staff adjudicate unemployment issues and determine eligibility on a case-by-case basis and interact with claimants, employers, and third-party administrators.

This work is completed over the phone, by email, and in-person. OUCSC staff integrates UC services within the Pennsylvania CareerLink® system and refer claimants to job search activities in order to help them achieve financial stability.

## Unemployment Compensation Board of Review

The Unemployment Compensation Board of Review (UCBR) has the responsibility to adjudicate appeals regarding eligibility for unemployment compensation (UC) throughout the Commonwealth. This activity is divided into two levels of authority: lower and higher.

The lower authority, commonly referred to as the Referee level, is responsible for processing and conducting appeal hearings on eligibility determinations issued by UCSC. This activity includes preparing the appeals and documents for hearings, scheduling hearings, as well as preparation and issuance of Referee decisions. Referee hearings are quasi-judicial proceedings, which involve the taking of testimony and evidence under oath. These hearings are conducted pursuant to the administrative rules of the Commonwealth, the Board's regulations and consistent with Federal Quality Appraisal standards.

The higher level of authority, commonly referred to as the Board level, is responsible for adjudicating appeals from Referee decisions. A three-member Board of Review adjudicates entitlement for UC benefits

using testimony and evidence from the Referee hearing. The Board may also initiate another evidentiary hearing to obtain additional testimony and evidence. The Board also considers written arguments provided by the parties and written legal opinions provided by the Board’s legal staff. Receipt and preparation of appeals for review by the Board’s legal staff and Board Members are carried out by UCBR’s central office appeals staff. Appeals staff is also responsible for the final release of Board decisions to the parties involved.

The third step in the appeals process, which is not within the jurisdiction of the UCBR, is the Commonwealth Court (Court). An aggrieved party that disagrees with the Board’s decision may file an appeal to Commonwealth Court. The Board’s function at this level of appeal is to provide records to the Court as required, and because the Board is a named party in every appeal to the Court, the Board’s legal staff provides representation for the Board. An aggrieved party to a Commonwealth Court Opinion can file an appeal to the Pennsylvania Supreme Court. As in Commonwealth Court, the Board is a named party and, therefore, its legal staff provides representation for the Board.

Organizationally, the UCBR reports directly to the Executive Deputy Secretary of L&I.

## **Appropriations that Support Unemployment Compensation** **Reed Act – Unemployment Insurance (Federal)**

Under the Social Security Administration (SSA), the primary purpose of Reed Act funds is the payment of “cash benefits to individuals with respect to their unemployment, exclusive of expenses of administration” (Section 903(c)(1), SSA). However, subject to conditions specified in Section 903(c)(2), SSA, a State is permitted, at its discretion, to use Reed Act funds for “the administration of its unemployment compensation law and public employment offices.”

Distributions to states are based on a formula and made infrequently. Only four regular distributions and four special distributions have been made since 1956. The monies are then retained by the state, without expiration, for their use.

The term “Reed Act” refers to a part of the Employment Security Financing Act of 1954, and is used in honor of Congressman Daniel A. Reed of New York, chairman of the House Ways and Means Committee at the time. This legislation amended Titles IX and XII of the Social Security Act (SSA) and established the basic structure of the Unemployment Trust Fund (UTF). The amendments to Title IX, among other things, provided, under certain conditions, for the transfer of excess funds in the Employment Security Administration Account (ESAA) in the UTF to the individual State accounts in the UTF (Section 903(a)(1), SSA). These transferred funds are commonly referred to as “Reed Act” funds.<sup>1</sup>

**Legislative Citations:**  
*Section 903(c)(2), SSA*

<sup>1</sup>[https://oui.doleta.gov/dmstree/uipl/uipl97/uipl\\_3997a1.pdf](https://oui.doleta.gov/dmstree/uipl/uipl97/uipl_3997a1.pdf)



# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) Reed Act-Unemployment Insurance (Approp 70018)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
Reed Act-Unemployment Insurance	\$ 5,000	\$ 5,000	\$ 5,000	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ 5,000	\$ 5,000	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	5,000	5,000	5,000	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	5,000	5,000	5,000	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## Administration of Unemployment Compensation (Federal, EA)

The department’s unemployment compensation (UC) system receives administrative grant funds that are earmarked by the US Department of Labor annually. These funds must be used for the administration of State Unemployment Insurance Programs in accordance with the Social Security Act.

There are nearly 900 full-time staff across all UC offices and 105 in central office support for a total of 989 as of the end of 2021. These numbers exclude the over 690 individuals – both temporary contractors and non-UC commonwealth employees – that support OUCSC as of November 2021 in its response to handling the unprecedented requests for unemployment assistance due to the COVID-19 pandemic. From January to October 2021, about \$18 billion in benefits was paid to Pennsylvanians and UC staff processed 1.6 million new unemployment claim applications the same year. Roughly 95% of those claims were taken online while the remainder called OUCSC for staff to file their claims.

Below is a table that lists federal UC program performance goals and shows how Pennsylvania fared relative to those goals.

Federal Performance from July 2020 through June 2021 ( <a href="http://www.doleta.gov">www.doleta.gov</a> )	PA	Federal Goal
First Payment Time Lapse	53.9%	>87%
Non-Monetary Time lapse	11.9%	>80%
Non-Monetary Quality - Sep	43.3%	>75%
Non-Monetary Quality - NS	51.8%	>75%
Overpayment Establishment	34.0%	>50%
Overpayment Recovery	39.0%	>63%
Improper Payment Rate	16.0%	< 10%
Lower Authority Appeals Quality	96.1%	>80%
Average Age of Pending Lower Authority Appeals	36.2 days	<30 days
Average Age of Pending Higher Authority Appeals	77.0 days	<40 days
New Employer Status Determinations	1.7%	>70%
Tax Quality (P/F)	P	P

\*Improper Payment Rate Performance is listed for the period of April 1, 2020 to March 31, 2021.

Part of this appropriation covers funding that L&I receives to administer the Short-Time compensation or “Shared-Work” grant. Shared-Work allows employers to retain their workforce during a temporary slowdown and then quickly ramp up operations without the expense of recruiting, hiring, and training new employees. Simultaneously, employees are protected from the financial hardship of a full layoff. Shared-Work allows an employer to temporarily reduce the work hours of a group of employees and divide the available hours equally rather than laying off employees. Employees covered by a Shared-Work plan receive a percentage of their UC Weekly Benefit Rate while they work a reduced schedule, if they are otherwise eligible for UC. Pennsylvania’s Shared-Work grant began in 2017 and included \$1,336,779 for operations improvements and \$2,558,605 for promotion and enrollment. These amounts provided coverage from 2017-2020, at which time the administration grant was completed. L&I requested an extension to utilize the remaining \$764,204 of promotion and enrollment grant funds in 2021 due to continued COVID-19-related cancellations of planned outreach events in 2020. A second extension of the remaining \$105,061 of the promotion and enrollment grant was requested in October 2021 for 2022 due to continued cancellation of outreach events. Despite those cancellations, UC has seen a significant increase in the number of participating employers, shared- work plans, and claimants participating in the Shared-Work program in 2020 due to the economic impact of COVID-19. In 2021, the number of plans decreased as the economy rebounded but are still higher than prior to the pandemic.

### Legislation Citations:

*Social Security Act Section 303(a)(8) and the cost principles contained in 2 CFR part 200, and 2 CFR part 2900*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) Administration of Unemployment Compensation (EA) (Approp 89553)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
Administration of Unemployment Compensation (Federal)	\$ 241,000	\$ 241,000	\$ 241,000	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ 241,000</b>	<b>\$ 241,000</b>	<b>\$ 241,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 241,000</b>	<b>\$ 241,000</b>	<b>\$ 241,000</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ 3,639	\$ 29,595	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	1306	1404	1404
Filled	1162	1286	1283

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	146,478	116,730	124,461	7,731	6.62 %
<b>Total Personnel</b>	<b>\$ 146,478</b>	<b>\$ 116,730</b>	<b>\$ 124,461</b>	<b>\$ 7,731</b>	<b>6.62 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	92,613	120,891	113,913	(6,978)	-5.77 %
<b>Total Operating</b>	<b>\$ 92,613</b>	<b>\$ 120,891</b>	<b>\$ 113,913</b>	<b>\$ (6,978)</b>	<b>-5.77 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	366	2,338	1,585	(753)	-32.21 %
<b>Total Fixed Assets</b>	<b>\$ 366</b>	<b>\$ 2,338</b>	<b>\$ 1,585</b>	<b>\$ (753)</b>	<b>-32.21 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	342	200	200	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 342</b>	<b>\$ 200</b>	<b>\$ 200</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	1,201	841	841	-	0.00 %
<b>Total Other</b>	<b>\$ 1,201</b>	<b>\$ 841</b>	<b>\$ 841</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	241,000	241,000	241,000	-	0.00 %
<b>Total Funds</b>	<b>\$ 241,000</b>	<b>\$ 241,000</b>	<b>\$ 241,000</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to complement increase, funding vacancies, and general and increment pay increases.	\$ -	\$ -	\$ 7,731	\$ 7,731
Subtotal Personnel	\$ -	\$ -	\$ 7,731	\$ 7,731
<b>OPERATING</b>				
Provides for a decrease in operating budget to offset increase in personnel budget.	\$ -	\$ -	\$ (6,978)	\$ (6,978)
Subtotal Opening	\$ -	\$ -	\$ (6,978)	\$ (6,978)
<b>FIXED ASSETS</b>				
Provides for a decrease due to estimated fixed asset purchases by the Central Service Bureaus.	\$ -	\$ -	\$ (753)	\$ (753)
Subtotal Fixed Assets	\$ -	\$ -	\$ (753)	\$ (753)
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## Administration of Unemployment Compensation (PASCES) (EA)

L&I's UC Deputate has a MOU with the Pennsylvania Department of Human Services (DHS) for up to \$425,000 to provide service to match recipients of UC benefits with obligors of court-ordered child support, to deduct and withhold support obligations from benefits, and to distribute the withholdings to DHS.

These funds pay for a portion of the salaries and benefits of those who administer the program, plus hardware, equipment, a portion of the lease/rental, and other operational expenses, which contribute toward the successful administration of the Child Support Programs.

**Legislative Citations:**

*Section 303(e) of the Social Security Act (42 U.S.C. 503(e)) and section 703.1 of the PA UC Law (43 P.S. 863.1).*



# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Administration of Unemployment Compensation (EA) (Approp 20430)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
Administration of Unemployment Compensation	\$ 1,000	\$ 1,000	\$ 1,000	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ 1,000</b>	<b>\$ 1,000</b>	<b>\$ 1,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 1,000</b>	<b>\$ 1,000</b>	<b>\$ 1,000</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ 581	\$ 552	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	300	500	500	-	0.00 %
<b>Total Personnel</b>	<b>\$ 300</b>	<b>\$ 500</b>	<b>\$ 500</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	700	500	500	-	0.00 %
<b>Total Operating</b>	<b>\$ 700</b>	<b>\$ 500</b>	<b>\$ 500</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	1,000	1,000	1,000	-	0.00 %
<b>Total Funds</b>	<b>\$ 1,000</b>	<b>\$ 1,000</b>	<b>\$ 1,000</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

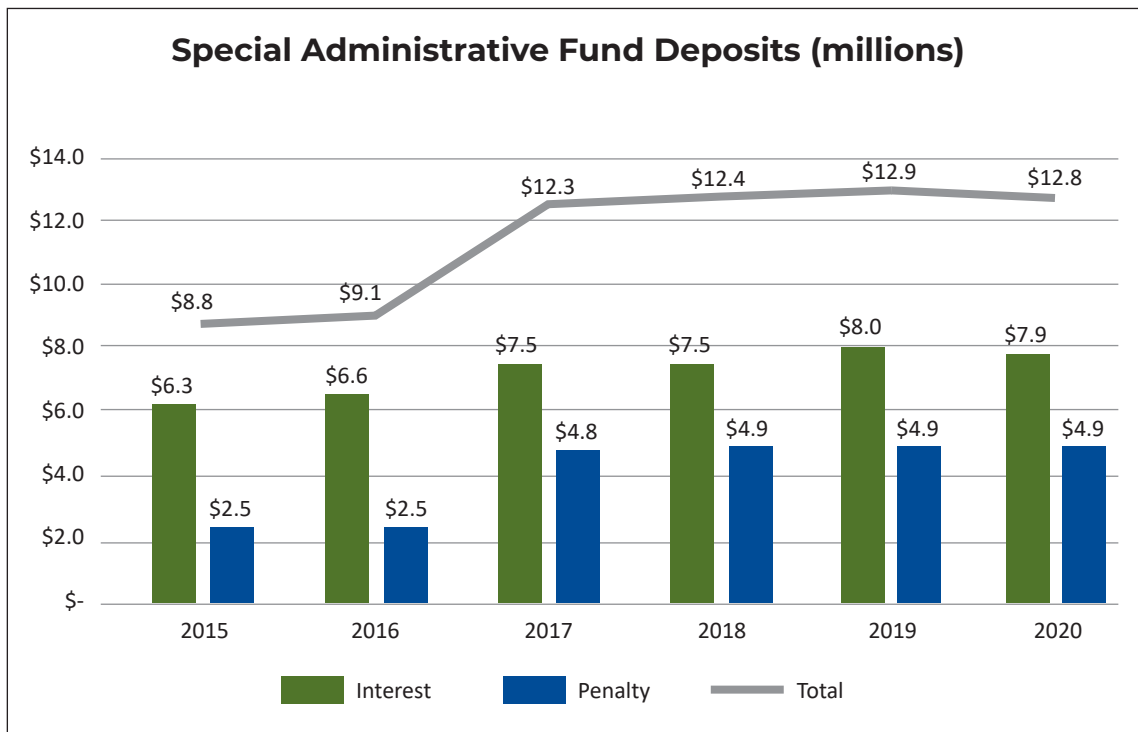
(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## Administration of Unemployment Compensation (Special Administrative Fund) (EA)

The Special Administrative Fund consists of interest and penalty payments on UC taxes owed from employers and interest paid on UC overpayments by claimants. The Special Administrative Fund must be kept separate from all other public money and is used for the payment of administration costs as prescribed by the PA UC Law and cannot cause a reduction in federal funds. The L&I Secretary has the discretion to distribute this funding to pay for administrative expenses between the UC Program and Workforce Development.

UC programs estimate a receipt of approximately \$9.5 million in interest and penalties during SFY 2020- 2021.



**Legislative Citations:**

*Section 601.1 of the Pennsylvania Unemployment Compensation Law*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Special Administration Fund (EA) (Approp 20436)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
Special Administration Fund	\$ 11,000	\$ 25,000	\$ 11,000	\$ (14,000)	-56.00 %
<b>Total Other Funds</b>	<b>\$ 11,000</b>	<b>\$ 25,000</b>	<b>\$ 11,000</b>	<b>\$ (14,000)</b>	<b>-56.00 %</b>
<b>Total Funds</b>	<b>\$ 11,000</b>	<b>\$ 25,000</b>	<b>\$ 11,000</b>	<b>\$ (14,000)</b>	<b>-56.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ 8,127	\$ 2,131	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	11,000	11,000	11,000	-	0.00 %
<b>Total Operating</b>	<b>\$ 11,000</b>	<b>\$ 11,000</b>	<b>\$ 11,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	14,000	-	(14,000)	-100.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ 14,000</b>	<b>\$ -</b>	<b>\$ (14,000)</b>	<b>-100.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	11,000	25,000	11,000	(14,000)	-56.00 %
<b>Total Funds</b>	<b>\$ 11,000</b>	<b>\$ 25,000</b>	<b>\$ 11,000</b>	<b>\$ (14,000)</b>	<b>-56.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
Decreased due to interest payout project planned to be completed during SFY 2021-22; additional budget related to that project is not anticipated for SFY 2022-23	\$ -	\$ -	\$ (14,000)	\$ (14,000)
Subtotal Other	\$ -	\$ -	\$ (14,000)	\$ (14,000)
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (14,000)</b>	<b>\$ (14,000)</b>

## Service and Infrastructure Improvement (Restricted, EA)

The Service and Infrastructure Improvement Fund (SIIF) is intended to, inter alia, “improve the quality, efficiency, and timeliness of services provided by the service center system to individuals claiming compensation” and provide for “expenditures for information management technology, communication technology, and other infrastructure components that the secretary determines are likely to result in significant and lasting improvements to the UC system.” While the department is making internal improvements to more efficiently and effectively serve our customers, federal funding alone is not adequate to maintain acceptable performance levels. For more information on UC federal funding, please refer to “Administration of Unemployment Compensation (Federal Award, EA)” on page 50.

Act 60 allocates fixed, statutorily set funding amounts to SIIF for five calendar years (please refer to table below), after which the SIIF will expire. While all SIIF funding expires in 2021, UC programs have three years after 2021 to fully spend the SIIF Administration funds.

The UC Benefits Modernization project went live on June 8, 2021, and system stabilization and enhancements will continue.

Calendar Year	Administration	IT Improvements
2017	\$0	\$5 million
2018	\$30 million	\$7.2 million
2019	\$25 million	\$12.1 million
2020	\$20 million	\$5.9 million
2021	\$10 million	\$0

For Administrative performance, please refer to “Administration of Unemployment Compensation (Federal Award, EA)” on page 50.

### Legislative Citations:

*Section 301.4 of the Unemployment Compensation law (1937 P.L.)*



# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(R) Service and Infrastructure Improvement (EA) (Approp 26397)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
Service and Infrastructure Improvement	\$ 9,078	\$ 19,645	\$ 19,645	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ 9,078</b>	<b>\$ 19,645</b>	<b>\$ 19,645</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 9,078</b>	<b>\$ 19,645</b>	<b>\$ 19,645</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

		2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	1,184	4,000	4,000	-	0.00 %
<b>Total Personnel</b>	<b>\$ 1,184</b>	<b>\$ 4,000</b>	<b>\$ 4,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	7,894	15,645	15,645	-	0.00 %
<b>Total Operating</b>	<b>\$ 7,894</b>	<b>\$ 15,645</b>	<b>\$ 15,645</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	9,078	19,645	19,645	-	0.00 %
<b>Total Funds</b>	<b>\$ 9,078</b>	<b>\$ 19,645</b>	<b>\$ 19,645</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## Reemployment Services (Restricted, EA)

Reemployment Services Funds can be used for the following:

- Programs and services to help individuals become employed or improve their employment including, without limitation, job-search and placement services, educational enhancement, job training, job readiness and workplace skills training.
- Research and studies to improve L&I's ability to provide employment services including, without limitation, research and studies to determine the composition of the workforce; demand occupations and skills; future work force needs; labor market and business trends; the levels, duration, and stability of employment; and the effectiveness of employment services.
- Improvements to L&I's information technology infrastructure that will enhance the department's ability to provide employment services including, without limitation, improvements that will better the department's ability to determine worker characteristics and workforce characteristics and needs; acquire and distribute information about job opportunities; and match job seekers with job openings.
- Costs of administering activities under this section.

The 2018-2019 state budget reauthorization allows for 5 percent of the contributions on wages paid under Section 301.4 of the Unemployment Compensation Law of 1936 (relating to contributions by employees), to be deposited in the Reemployment Fund from July 1, 2018 through Sept. 30, 2022, to the extent the contributions are paid on or before Dec. 31, 2022. The enactment of this provision will result in the deposit of approximately \$10 million in the Reemployment Fund.

As stated above, Reemployment Services Funds were authorized under UC Law and provides five percent of contributions on wages paid for programs and services to assist individuals to become employed or improve their employment. A summary of these types of grants can be found on the next page.

### **Legislative Citations:**

*Section 301.4 of the Unemployment Compensation law (1937 P.L.)*

## Reemployment Funds Used for Workforce Development

Grant Type	Grant Description	Grant Period	Award Amount	Number of Projects	Expenditures	Total Participants Served (to date)
Outdoor Corps 2021	This year L&I supported the Department of Conservation and Natural Resources Outdoor Corps. The Outdoor Corps program is a youth and young adult skills development program that offers participants, aged 15-25, meaningful work skills training and work experience, while serving Pennsylvania's outdoors.	July 1, 2021 to June 20, 2022	\$1,600,000	N/A	\$1,600,000	N/A
Schools-to-Work	Funding to support the establishment or enhancement of workforce development partnerships between schools, employers, organizations, or associations to create employment and training pathways.	July 1, 2021 to January 31, 2023	\$2,600,000	N/A	\$91,892	N/A
Direct Care Worker Grant	Funding to support initiatives that provide effective training programs that improve the quality of care produced by direct care workers and creating, organizing, and/or building career pathways that pay family-sustaining wages for direct care workers.	January 1, 2021 to September 30, 2022	\$4,807,000	N/A	\$609,219	N/A

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(R) Reemployment Services (EA) (Approp 26391)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-21 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
Reemployment Services	\$ 9,718	\$ 10,000	\$ 10,000	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ 9,718</b>	<b>\$ 10,000</b>	<b>\$ 10,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 9,718</b>	<b>\$ 10,000</b>	<b>\$ 10,000</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	445	200	200	-	0.00 %
<b>Total Personnel</b>	<b>\$ 445</b>	<b>\$ 200</b>	<b>\$ 200</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	20	1,760	250	(1,510)	-85.80 %
<b>Total Operating</b>	<b>\$ 20</b>	<b>\$ 1,760</b>	<b>\$ 250</b>	<b>\$ (1,510)</b>	<b>-85.80 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	9,253	8,040	9,550	1,510	18.78 %
<b>Total Grants and Subsidies</b>	<b>\$ 9,253</b>	<b>\$ 8,040</b>	<b>\$ 9,550</b>	<b>\$ 1,510</b>	<b>18.78 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	9,718	10,000	10,000	-	0.00 %
<b>Total Funds</b>	<b>\$ 9,718</b>	<b>\$ 10,000</b>	<b>\$ 10,000</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
Provides for a decrease in operating budget due to reallocation to grants.	\$ -	\$ -	\$ (1,510)	\$ (1,510)
Subtotal Opening	\$ -	\$ -	\$ (1,510)	\$ (1,510)
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
Provides for an increase due to higher payments to for-profit entities and higher education institutions.	\$ -	\$ -	\$ 1,510	\$ 1,510
Subtotal Grants and Subsidies	\$ -	\$ -	\$ 1,510	\$ 1,510
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -



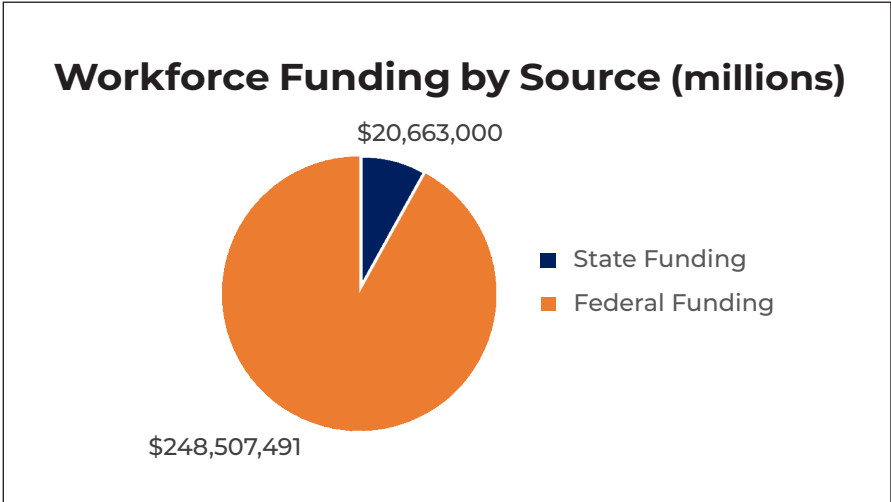
# Program Area: Workforce Development

## High-Level Program Area Summary

Pennsylvania’s workforce development system offers a range of employment, training, and labor market information programs and services. The Department of Labor & Industry (L&I) is the lead state agency in administering interagency employment and training programs for Pennsylvania’s businesses and for its adult, dislocated worker, and youth labor force. These programs help businesses with workforce planning and with filling job vacancies, and they help individuals looking for work – including those who are unemployed and underemployed – to develop occupational and professional competencies to support the attainment of suitable employment at family-sustaining wages.

Additionally, the workforce development system assists working Pennsylvanians to connect with opportunities for skill enhancement so they may advance their careers. Workforce system partners – the Pennsylvania Apprenticeship & Training Office, L&I’s Bureaus of Workforce Partnership & Operations and Workforce Development Administration, L&I’s Center for Workforce Information and Analysis, and the Pennsylvania Workforce Development Board – play complementary roles in administering the statewide programs and services that are offered to businesses of all sizes and industries as well as to adults, dislocated workers, and youth.

While the workforce development system in the commonwealth is composed of a mixture of federal (92.32%) and state funding (7.68%), it is largely supported by federal statutory formula grants. The principal contributors are the Workforce Innovation and Opportunity Act (WIOA) at 47.72%, Trade Adjustment Act (TAA) at 12.64%, Wagner-Peyser Act Employment Service Program (WP) at 9.61%, and Temporary Assistance for Needy Families (TANF) at 9.29% of the total funding. In addition to these larger pools of funding, L&I also receives federal funding under the Work Opportunity Tax Credit (WOTC), Jobs for Veterans Staffing Grant (JVSG), Foreign Labor Certification (FLC), and Reemployment Services and Eligibility Assessment Grants (RESEA). L&I applies for these federal statutory formula grants as well as other competitive federal grants. The balance of the funding is provided through the state budget. L&I currently manages four state funding streams



(PAsmart, Industry Partnership, New Choices New Options, and the Reemployment Fund) and seven federal discretionary grants (COVID-19 National Dislocated Worker Grant (NDWG), CAREER Grant NDWG, State Apprenticeship Expansion Grant Round 1 and Round 2, State Apprenticeship Expansion Grant 2020, Apprenticeship State Expansion Grant, and the Economic Transition NDWG) for workforce development. Each funding stream has specific benchmarks for performance and regulations that stipulate allowable uses. Please see the funding stream breakout below for grant titles and amounts for the most recent period.

It is important to note that most of the non-state funds have award terms greater than a 12-month period and still receive a new award annually; therefore, the fund will have carryforward amounts available for multiple State Fiscal Years. For these types of funds, the budget request for each SFY will be for the amount of new award money anticipated to be available for the SFY/FFY plus any carry forward from past awards that are still valid and available. Programs budget in this manner based on reasonable anticipated commitments and expenditures to ensure that they have sufficient spending authority to expend all available funds, if needed.

### Workforce Development Funding Streams by Type and Account

Funding Stream		Award Amount for SFY20-21 / FFY21
WIOA/DWG	WIOA Local Area Formula Funds	\$104,468,021
	WIOA 5% Administration (for L&I use only)	\$6,422,462
	WIOA State Set-Aside	\$12,844,923
	Rapid Response	\$4,713,826
	WIOA COVID-19 DWG	\$6,993,000
	Economic Transition	\$8,000,000
OTHER	CAREER Grant	\$3,000,000
	Expansion Round 1	\$1,500,000
	Expansion Round 2	\$1,816,650
	Apprenticeship State Expansion	\$2,193,459
	State Apprenticeship Expansion 2020	\$450,000
	TANF Youth	\$25,000,000
STATE	Industry Partnership (IP)	\$2,813,000
	Reemployment Fund	\$10,000,000
	New Choice New Options	\$750,000
	PAsmart	\$7,000,000
	National Governor's Association WIN Grant	\$100,000
OES	RESEA	\$2,703,604
	Trade Adjustment Assistance (TAA)	\$34,030,183
	Jobs for Veterans Staffing Grant (JVSG)	\$7,202,918
	Work Opportunity Tax Credit	\$787,374
	Foreign Labor Certification(FLC)	\$507,323
	Wagner-Peyser	\$25,873,748
<b>Total</b>		<b>\$269,170,491</b>

# Bureaus and Offices that Support Workforce Development

## Apprentice and Training Office (ATO)

Established in 2016, the Apprenticeship and Training Office (ATO) is responsible for guiding and promoting the expansion of registered apprenticeship programs across the state. As a State Apprenticeship Agency (SAA), it is responsible for overseeing the development and approval of programs, agreements, and policy that support registered apprenticeship and pre-apprenticeship, and is working to embed a focus on registered apprenticeships within the State's workforce system and PA CareerLink® offices. While the Commonwealth of Pennsylvania accepts and supports the Federal Standards of Apprenticeship and works closely with the federal office, the ATO has developed PA's own set of apprenticeship standards that are specific for the Commonwealth. It supports sponsors with the resources they need to implement high quality apprenticeships programs. In addition to providing programs the support and resources needed to align with PA Standards and practices as well as raising awareness of Registered Apprenticeship and advocating for its use to meet workforce needs, some of the overarching goals of the office remain increasing the number of Registered Apprenticeship opportunities in the Commonwealth, expanding Registered Apprenticeship into non-traditional occupations, and serving traditionally underserved populations through Registered Apprenticeships.

## Bureau of Workforce Partnership and Operations (BWPO)

BWPO supports Pennsylvania's businesses through workforce needs analyses, job postings, screenings, and referrals provided by its staff in PA CareerLink® offices across the commonwealth. Additionally, through its staff in these "career one-stop shops," BWPO helps individuals achieve their career goals through assessment, employment programs, and referrals to training opportunities. Furthermore, its staff ensures legislative compliance through programmatic oversight, data analysis, staff training, and research.

## Bureau of Workforce Development Administration (BWDA)

BWDA manages public workforce development funds at the state and subrecipient levels, processes the operating budgets for each of the sixty-two PA CareerLink® offices, guides and helps local workforce development boards create strategic plans aligned with the governor's goals, develops policies to ensure regulatory compliance and alignment with agency objectives, provides technical assistance and oversight of youth programs, and evaluates risks, controls, and governance to limit negative effects on the public workforce development system.

## Center for Workforce Information and Analysis (CWIA)

CWIA provides labor market information (LMI) and career exploration tools of interest to students, employers, jobseekers, economic and workforce developers, and the public. CWIA draws on federal and state labor market statistics and data sets produced in cooperation with the U.S. Department of Labor's Bureau of Labor Statistics, as well as on its research and analysis, to develop diverse products covering employment data, hiring trends, and other economic indicators. CWIA's data products, analyses, and reports are available on its public website: [www.workstats.dli.pa.gov](http://www.workstats.dli.pa.gov).

CWIA certifies the federally mandated common measures of performance and employment outcomes under the Workforce Innovation and Opportunity Act (WIOA), provides data and research services

to the agency's unemployment compensation and workers' compensation organizations, supports workforce and economic development initiatives with other agencies, and jointly administers (with the Pennsylvania Department of Human Services) the New Hire Reporting program.

## **Workforce Development Board**

The Pennsylvania Workforce Development Board (PA WDB) is the governor's private sector policy advisor on building a strong workforce development system aligned with state education and economic development goals. Most of its members are appointed by the Governor and represent a variety of workforce development stakeholders, including business executives, labor officials, education leaders, economic development practitioners, and local elected officials. Additionally, eight state cabinet and executive officials, and four members of the General Assembly serve on the Board.

The PA WDB's mission is to ensure that Pennsylvania's entire workforce system, covering many programs in multiple departments and agencies, meets employers' needs for skilled workers and workers' needs for career and economic advancement. The Board is also responsible for providing policy guidance and direction to policymakers, evaluating performance, and recommending continuous improvements. The PA WDB also oversees the Pennsylvania Industry Partnership Program.

# Appropriations that Support Workforce Development

## Apprenticeship Training

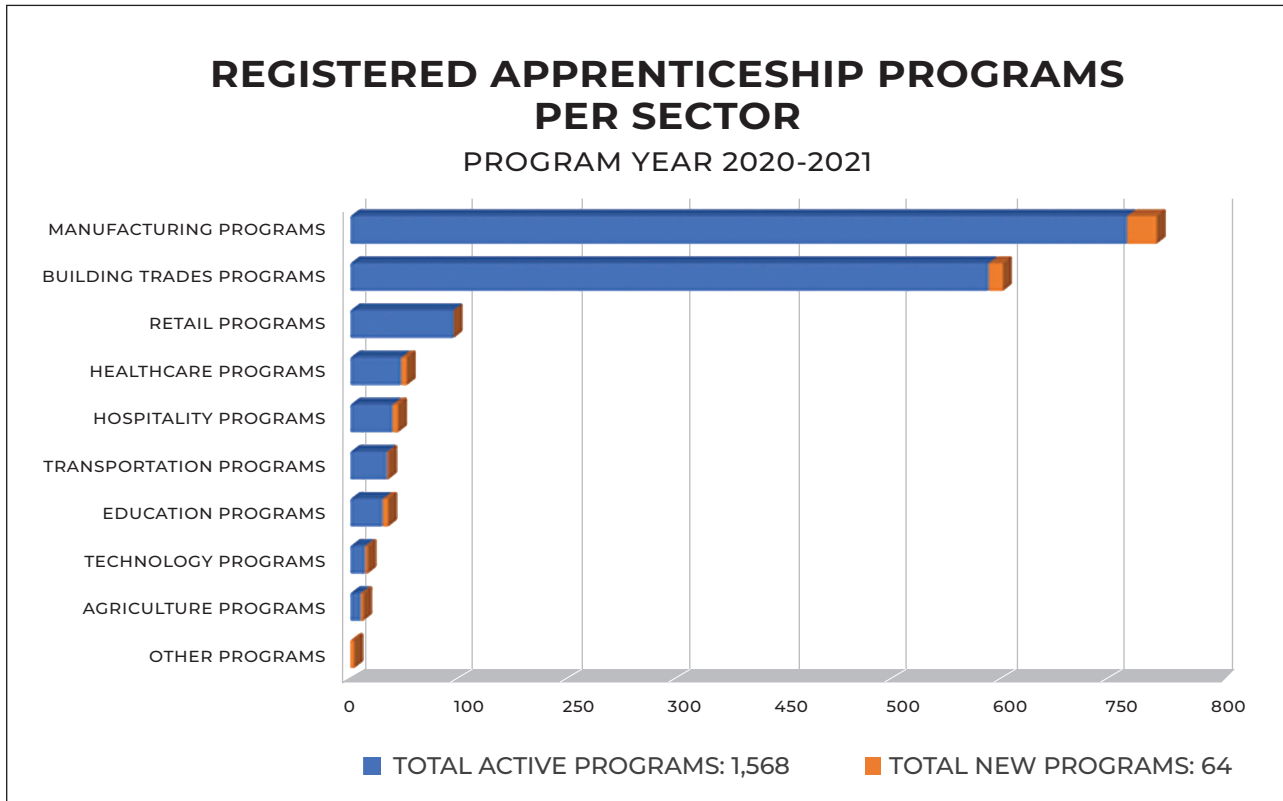
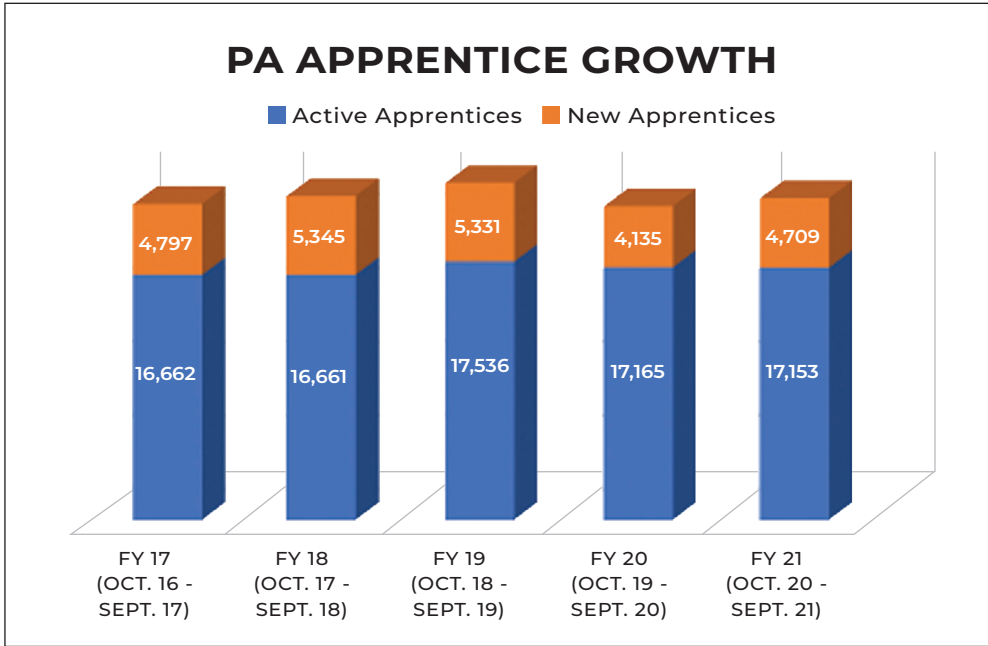
The Apprenticeship Training appropriation supports the mission of the Apprenticeship and Training Office (ATO) to increase Pennsylvania's contribution to the overall growth of apprenticeship programs nationwide; enhance outreach efforts to businesses, individuals, and jobseekers; support and offer technical assistance to existing registered apprenticeship and pre-apprenticeship programs; expand the apprenticeship model to non-traditional occupations; and ensure apprenticeship opportunities are available to under-represented communities across the commonwealth.

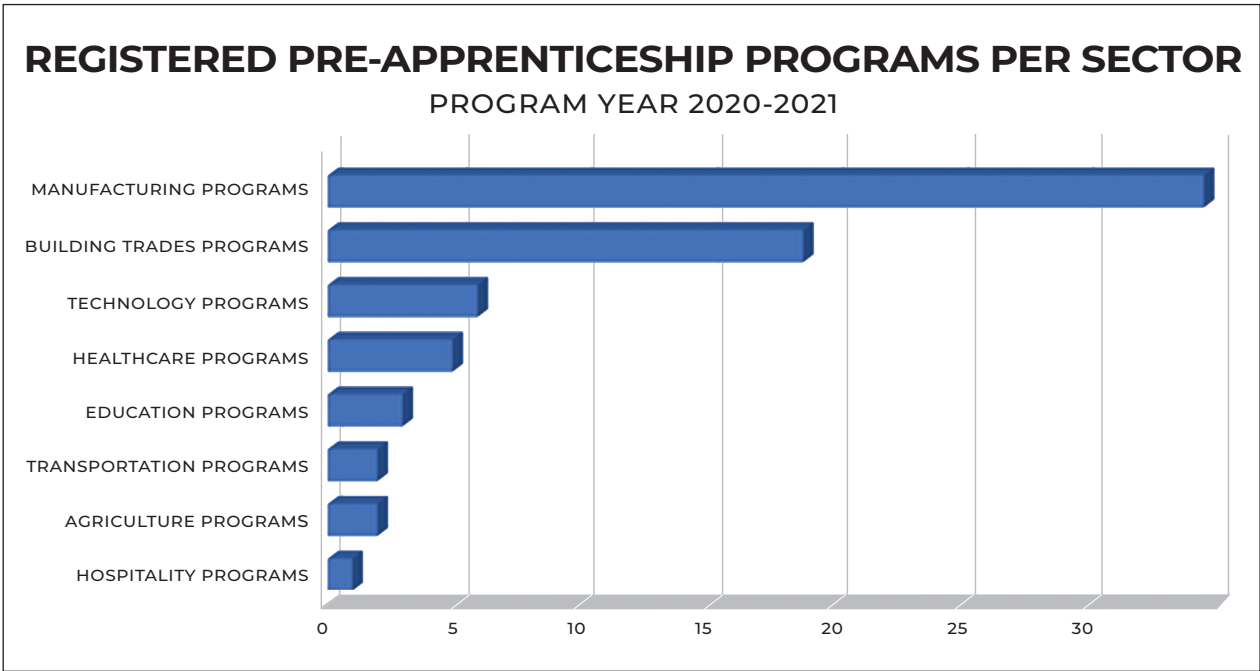
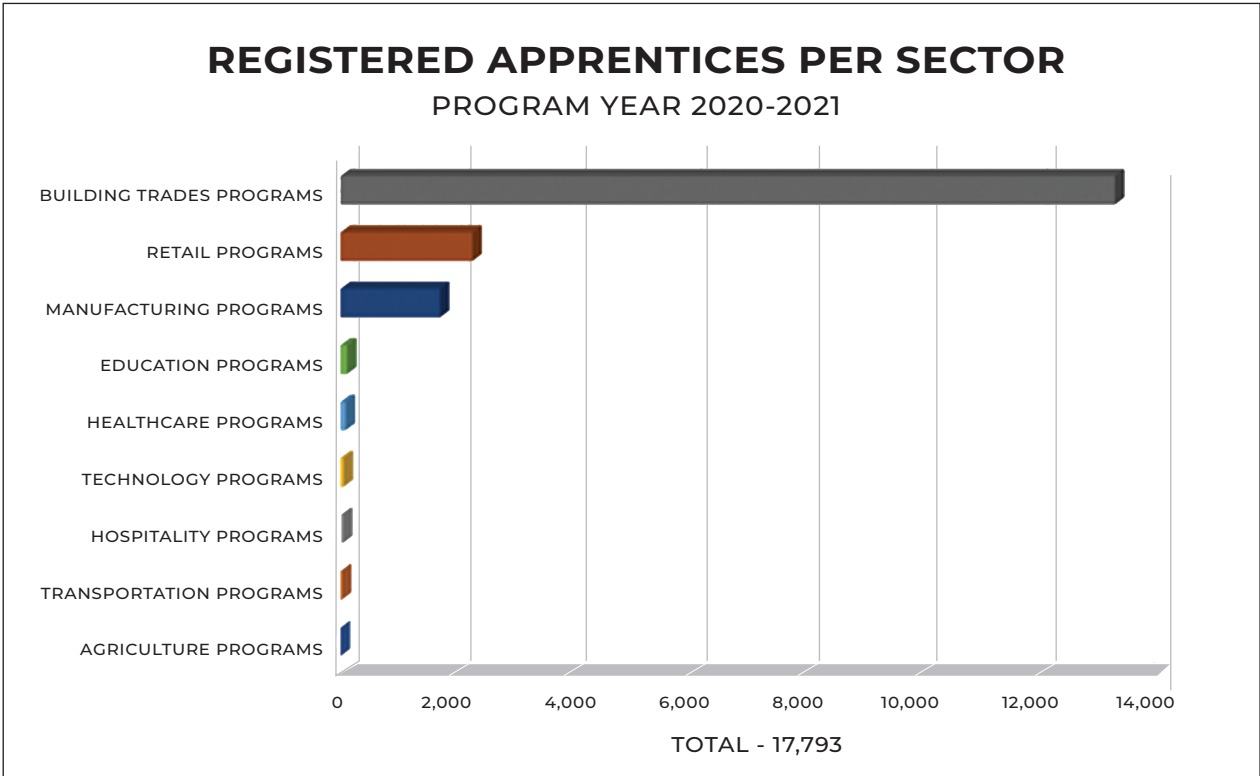
ATO highlights from the past year include the following:

- **A Comprehensive Update to the Standards and Registration Paperwork for Apprenticeship and Pre-Apprenticeship:** The ATO oversaw a comprehensive update to Pennsylvania's apprenticeship and pre-apprenticeship registration paperwork and continues to make revisions as necessary. ATO revamped and simplified these documents, including the creation of new 'universal' templates for Standards and Appendixes.
- **Pennsylvania Specific Knowledge Product Creation:** The ATO is making substantial progress developing several knowledge products aimed at making it easier for potential sponsors to develop and register apprenticeship and pre-apprenticeship programs as well as see the benefits of the framework and speak to the Pennsylvania specific guidelines and processes.
- **Webpage and Digital Footprint Enhancement:** Two new apprenticeship websites were launched. The main site, housed within the PA CareerLink® One-Stop portal, provides an overview of the ATO, and has different sections aimed at providing relevant information and resources to employers/sponsors, job-seekers, and workforce professionals interested in apprenticeship and pre-apprenticeship. All of the ATO's newly created registration paperwork and guides, informational 1-pagers, templates and examples can be downloaded from the site, accessible at: <https://www.pacareerlink.pa.gov/jponline/Common/Apprenticeships>.
- **A Staffing Contingent Increase:** In addition to actively filling its past complement, the department has assessed, identified a need for and created ten additional positions to add to the complement. The positions include an additional regional Apprenticeship and Training Representative covering the northern region of the state, three additional Apprenticeship and Training Representatives concentrating on building programs in specific sectors and special projects, two representatives dedicated to upholding the integrity of Registered Apprenticeship and conducting compliance reviews/audits, two data specialists, one job seeker liaison, and an additional clerk offering administrative support.
- **A Continued Concentration on Apprenticeship Integration into the Workforce System:** In addition to regularly presenting Apprenticeship 101 webinars and providing additional resources to workforce staff, the ATO also supports the Registered Apprenticeship Navigator program, an apprenticeship program that trains professionals to start and manage apprenticeship programs. Through the 2020/2021 Governor's PAsmart Growing Registered Apprenticeship and Pre-apprenticeships funding, \$1 million is available for intermediaries to support the statewide Apprenticeship

Ambassador Network by creating new or supporting existing local and/or regional apprenticeship ambassador networks. It is a requirement of grantees to partner with PA CareerLink® or One Stop Centers with a concentration on training or supporting Title One staff or other workforce development professionals who act as Ambassadors of Apprenticeship and grow this work. Starting in 2022, the ATO hopes to offer strategic training for workforce development staff regarding serving clients through Registered Apprenticeship and Pre-Apprenticeship, launching our Desk Guide for those working in our PA CareerLink® on how to link jobseekers to apprenticeship and workforce funding.

- Increased Partnership with Career and Technology Centers Statewide: the ATO forged a relationship with the Pennsylvania Association of Career & Technical Administrators (PACTA) to encourage more Career and Technology Education Centers to invest in the apprenticeship framework.
- Apprenticeship State Expansion (ASE) Funding Distribution: The ATO began its distribution of ASE funds aimed at supporting at least 800 apprentices from traditionally underserved populations by enrolling in a registered apprenticeship program.
- PAsmart 2020/2021 Notice of Grant Availability (NGA): In mid-August, ATO released the next PAsmart NGA which will encompass 2020 and 2021 funding with proposals due mid-October. The grant focus is on building, supporting, and expanding registered apprenticeship and pre-apprenticeship programs with focuses on building diverse talent pipeline and serving underserved populations, expanding non-traditional occupations in Registered Apprenticeship, strategic alignment with the career pathways system, and expanding group sponsored programs with a wider reach in the state. Additionally, the grant will create an opportunity to support the expansion of the statewide ambassador of apprenticeship networks with funding encouraging the development of local and/or regional apprenticeship ambassador networks. These programs are designed to support the expansion of Registered Apprenticeship and Pre-Apprenticeship and extend the reach of ATO by providing technical assistance to regional consortiums of apprenticeship and pre-apprenticeship stakeholders, employers, intermediaries, training providers, and other partners.





**Legislative Citation:**  
*Apprenticeship & Training Act of 1961, P.L. 604, No. 304.*



# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Apprenticeship Programs (Approp 11136)

Page # of Governor's Executive Budget: E31-3, E31-11, E31-12

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
Apprenticeship Training	\$ 7,000	\$ 7,000	\$ 7,000	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ 7,000</b>	<b>\$ 7,000</b>	<b>\$ 7,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 7,000</b>	<b>\$ 7,000</b>	<b>\$ 7,000</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ 1,200	\$ 800	\$ 400	\$ (400)	-50.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 1,200</b>	<b>\$ 800</b>	<b>\$ 400</b>	<b>\$ (400)</b>	<b>-50.00 %</b>
<b>OPERATING</b>					
State Funds	\$ 479	\$ 1,200	\$ 600	\$ (600)	-50.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 479</b>	<b>\$ 1,200</b>	<b>\$ 600</b>	<b>\$ (600)</b>	<b>-50.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ 5,321	\$ 5,000	\$ 6,000	\$ 1,000	20.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 5,321</b>	<b>\$ 5,000</b>	<b>\$ 6,000</b>	<b>\$ 1,000</b>	<b>20.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 7,000	\$ 7,000	\$ 7,000	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 7,000</b>	<b>\$ 7,000</b>	<b>\$ 7,000</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for a decrease due to lower estimated labor distribution.	\$ (400)	\$ -	\$ -	\$ (400)
Subtotal Personnel	\$ (400)	\$ -	\$ -	\$ (600)
<b>OPERATING</b>				
Provides for a decrease to offset increased allocation to grants.	\$ (600)	\$ -	\$ -	\$ (600)
Subtotal Opening	\$ (600)	\$ -	\$ -	\$ (600)
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
Provides for an increase due to higher estimated payments to governmental subrecipients and higher education institutions	\$ 1,000	\$ -	\$ -	\$ 1,000
Subtotal Grants and Subsidies	\$ 1,000	\$ -	\$ -	\$ 1,000
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## Industry Partnerships

Pennsylvania is a national leader in Industry Partnerships (IPs), a sector strategy to coordinate and align workforce, education, economic development, and other public and community partners to support a particular industry. An IP is a partnership of businesses, from the same industry and in a shared labor market region, that work with economic development, education, workforce development, and other public and community partners to address the overall competitiveness needs of the targeted industry. By addressing these business-driven priorities, IPs not only support the overall competitiveness of an industry and regional economy, but also benefit workers, students, and the broader community.

IPs facilitate businesses identifying their workforce, education, and economic development needs, and coordinate regional support teams, consisting of public and community partners, responding to business-identified priorities. This structure supports businesses driving the partnership's agenda and the regional support team working together with business to support these priorities. Since IPs are organized around the topics that impact business leaders most, they are sustainable over time.

Pennsylvania has embraced this model because Next Gen IPs support training and credential attainment, increased wages, talent recruitment, networking and collaboration across an industry, and increased career and industry awareness, among other benefits. Effective Next Gen IPs enhance industry competitiveness, strengthen regional economies, connect people to career pathways, and promote cross sector collaboration.

\$4.8 million in Industry Partnerships funding was awarded to 26 partnerships in 2021 spanning across many industries including healthcare, manufacturing, hospitality and retail, construction, and transportation and logistics.

Common priorities that partnerships are working to address include increased industry specific career awareness activities targeted towards students, regional marketing (particularly in regions that have experienced out-migration challenges), lack of available transportation, career readiness of potential employees, and newly hired individuals.

### **Legislative Citations:**

*Workforce Development Act – Industry Partnerships Act of July 7, 2011, P.L. 289, No 67, (24 P.S. 6250.1301 et seq.)*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Industry Partnerships (Approp 10707)

Page # of Governor's Executive Budget: E31-3, E31-11, E31-12

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
Industry Partnerships	\$ 2,813	\$ 2,813	\$ 2,813	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ 2,813</b>	<b>\$ 2,813</b>	<b>\$ 2,813</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 2,813</b>	<b>\$ 2,813</b>	<b>\$ 2,813</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ 200	\$ 140	\$ (60)	-30.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ 200</b>	<b>\$ 140</b>	<b>\$ (60)</b>	<b>-30.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ 200	\$ 50	\$ (150)	-75.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ -</b>	<b>\$ 200</b>	<b>\$ 50</b>	<b>\$ (150)</b>	<b>-75.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ 2,813	\$ 2,413	\$ 2,623	\$ 210	8.70 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 2,813</b>	<b>\$ 2,413</b>	<b>\$ 2,623</b>	<b>\$ 210</b>	<b>8.70 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 2,813	\$ 2,813	\$ 2,813	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 2,813</b>	<b>\$ 2,813</b>	<b>\$ 2,813</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for a decrease to offset increased allocation to grants.	\$ (60)	\$ -	\$ -	\$ (60)
Subtotal Personnel	\$ (60)	\$ -	\$ -	\$ (60)
<b>OPERATING</b>				
Provides for a decrease to offset increased allocation to grants.	\$ (150)	\$ -	\$ -	\$ (150)
Subtotal Opening	\$ (150)	\$ -	\$ -	\$ (150)
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
Provides for an increase due to higher estimated payments to governmental subrecipients and higher education institutions.	\$ 210	\$ -	\$ -	\$ 210
Subtotal Grants and Subsidies	\$ 210	\$ -	\$ -	\$ 210
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## Comprehensive Workforce Development (Federal, EA)

The Comprehensive Workforce Development fund supports the Commonwealth Workforce Development System (CWDS). CWDS is an internet-based system that operates as workforce's system of record which is used by customers, staff, and employers to meet the regulatory requirements of federal statute. CWDS provides online access to job openings, information about employers, services and training opportunities for job seekers, and labor market information. CWDS was implemented to track participant requirements as outlined in the Workforce Innovation and Opportunity Act (WIOA).

### **Legislative Citations:**

*Workforce Innovation and Opportunity Act (WIOA) Final Rule, Part 677 Subpart F-Performance Reporting Administrative Requirements, Sec. 677.235 through Sec. 677.240; Joint Rule for Unified and Combined State Plans, Performance Accountability, and the One-Stop System Joint Provisions*



# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) Comprehensive Workforce Development (EA) (Approp 80388)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
Comprehensive Workforce Development	\$ 2,047	\$ 2,065	\$ 2,088	\$ 23	1.11 %
<b>Total Federal Funds</b>	<b>\$ 2,047</b>	<b>\$ 2,065</b>	<b>\$ 2,088</b>	<b>\$ 23</b>	<b>1.11 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 2,047</b>	<b>\$ 2,065</b>	<b>\$ 2,088</b>	<b>\$ 23</b>	<b>1.11 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ 393	\$ 222	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	2,013	2,065	2,088	23	1.11 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 2,013</b>	<b>\$ 2,065</b>	<b>\$ 2,088</b>	<b>\$ 23</b>	<b>1.11 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	34	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ 34</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	2,047	2,065	2,088	23	1.11 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 2,047</b>	<b>\$ 2,065</b>	<b>\$ 2,088</b>	<b>\$ 23</b>	<b>1.11 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
Provides for an increase for OIT estimated costs for CWDS activities	\$ -	\$ 23	\$ -	\$ 23
Subtotal Opening	\$ -	\$ 23	\$ -	\$ 23
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ 23</b>	<b>\$ -</b>	<b>\$ 23</b>

## Reed Act – Employment Services (Federal)

Under the Social Security Administration (SSA), the primary purpose of Reed Act funds is the payment of “cash benefits to individuals with respect to their unemployment, exclusive of expenses of administration” (Section 903(c)(1), SSA). However, subject to conditions specified in Section 903(c)(2), SSA, a State is permitted, at its discretion, to use Reed Act funds for “the administration of its unemployment compensation law and public employment offices.”

Distributions to states are based on a formula and made infrequently. Only four regular distributions and four special distributions have been made since 1956. The monies are then retained by the state, without expiration, for their use.

The term “Reed Act” refers to a part of the Employment Security Financing Act of 1954, and is used in honor of Congressman Daniel A. Reed of New York, chairman of the House Ways and Means Committee at the time. This legislation amended Titles IX and XII of the Social Security Act (SSA) and established the basic structure of the Unemployment Trust Fund (UTF). The amendments to Title IX, among other things, provided, under certain conditions, for the transfer of excess funds in the Employment Security Administration Account (ESAA) in the UTF to the individual State accounts in the UTF (Section 903(a)(1), SSA). These transferred funds are commonly referred to as “Reed Act” funds.<sup>3</sup>

### **Legislative Citations:**

*Section 903(c)(2), SSA*

<sup>3</sup> [https://oui.doleta.gov/dmstree/uipl/uipl97/uipl\\_3997a1.pdf](https://oui.doleta.gov/dmstree/uipl/uipl97/uipl_3997a1.pdf)

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) Reed Act-Employment Services) (Approp 70480)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
Reed Act-Employment Services	\$ 72,000	\$ 72,000	\$ 5,000	\$ (67,000)	-93.06 %
<b>Total Federal Funds</b>	<b>\$ 72,000</b>	<b>\$ 72,000</b>	<b>\$ 5,000</b>	<b>\$ (67,000)</b>	<b>-93.06 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 72,000</b>	<b>\$ 72,000</b>	<b>\$ 5,000</b>	<b>\$ (67,000)</b>	<b>-93.06 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ 72,000	\$ 72,000	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
<b>State Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Federal Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Other Funded</b>			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	72,000	72,000	5,000	(67,000)	-93.06 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 72,000</b>	<b>\$ 72,000</b>	<b>\$ 5,000</b>	<b>\$ (67,000)</b>	<b>-93.06 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	72,000	72,000	5,000	(67,000)	-93.06 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 72,000</b>	<b>\$ 72,000</b>	<b>\$ 5,000</b>	<b>\$ (67,000)</b>	<b>-93.06 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
Provides for reduction to current grant funds estimated to be available.	\$ -	\$ (67,000)	\$ -	\$ (67,000)
Subtotal Opening	\$ -	\$ (67,000)	\$ -	\$ (67,000)
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ (67,000)</b>	<b>\$ -</b>	<b>\$ (67,000)</b>

## Temporary Assistance for Needy Families Block Grant (TANFBG) – Youth Employment and Training

Since 2000, the Commonwealth of Pennsylvania has provided a significant amount of annual funding support from the Temporary Assistance for Needy Families (TANF) block grant to Local Workforce Development Boards (LWDBs), and their youth committees. The TANF Youth Development Program provides comprehensive services to youth by connecting them to available resources within their community. The program encourages the network of state and local youth services providers and workforce development providers along with public housing agencies to develop workforce programs for needy and at-risk youth that provide employment, educational experiences, and essential skills such as financial literacy and time management. TANF funds enhance WIOA Youth Formula funding and extend the availability of high-quality workforce investment activities to low-income youth to continue addressing the unique challenges that most often affect the ability of our young people to succeed. The TANF Youth Programs annual allocation is \$25 million and there have been 9,278 participants served.

### **Legislative Citations:**

*Personal Responsibility and Work Opportunity Act of 1996 (P.L. 104-193)*



# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) TANFBG-Youth Employment and Training (Approp 70026)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
TANFBG-Youth Employment and Training	\$ 25,000	\$ 25,000	\$ 25,000	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ 25,000</b>	<b>\$ 25,000</b>	<b>\$ 25,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 25,000</b>	<b>\$ 25,000</b>	<b>\$ 25,000</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	80	80	200	120	150.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 80</b>	<b>\$ 80</b>	<b>\$ 200</b>	<b>\$ 120</b>	<b>150.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	20	20	400	380	1900.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 20</b>	<b>\$ 20</b>	<b>\$ 400</b>	<b>\$ 380</b>	<b>1900.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	24,900	24,900	24,400	(500)	-2.01 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 24,900</b>	<b>\$ 24,900</b>	<b>\$ 24,400</b>	<b>\$ (500)</b>	<b>-2.01 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	25,000	25,000	25,000	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 25,000</b>	<b>\$ 25,000</b>	<b>\$ 25,000</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to estimated labor distribution to TANFBG-Youth activities.	\$ -	\$ 120	\$ -	\$ 120
Subtotal Personnel	\$ -	\$ 120	\$ -	\$ 120
<b>OPERATING</b>				
Provides for an increase due to estimated operational costs for TANFBG-Youth activities	\$ -	\$ 380	\$ -	\$ 380
Subtotal Opening	\$ -	\$ 380	\$ -	\$ 380
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
Provides for a decrease due to lower estimated TANFBG-Youth payments to state-owned institutions	\$ -	\$ (500)	\$ -	\$ (500)
Subtotal Grants and Subsidies	\$ -	\$ (500)	\$ -	\$ (500)
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## WIOA – Administration (Federal)

From the WIOA total allocation received, the commonwealth may set aside five percent for administrative activities. These activities include the general administrative functions and coordination of those functions under Title I including: accounting, budgeting, financial and cash management; procurement and purchasing; property management; personnel management; payroll management; resolution of findings from audits, reviews and investigations; audit functions; fiscal agent responsibilities; travel; goods and services to support administrative functions; performing oversight on administrative functions; and supporting information systems that support administrative functions.

### **Legislative Citations:**

*WIOA Final Rule § 683.205 (a) and WIOA 127(b)(1), 132(b)(1)WIOA – Adult*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) WIOA-Administration (Approp 70023)

Page # of Governor's Executive Budget: E31-2, E31-11

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
o WIOA-Administration	\$ 11,000	\$ 11,000	\$ 11,000	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ 11,000</b>	<b>\$ 11,000</b>	<b>\$ 11,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 11,000</b>	<b>\$ 11,000</b>	<b>\$ 11,000</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
<b>State Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Federal Funded</b>			
Authorized	86	86	86
Filled	70	76	77
<b>Other Funded</b>			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	7,905	7,898	8,554	656	8.31 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 7,905</b>	<b>\$ 7,898</b>	<b>\$ 8,554</b>	<b>\$ 656</b>	<b>8.31 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	2,787	2,790	2,131	(659)	-23.62 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 2,787</b>	<b>\$ 2,790</b>	<b>\$ 2,131</b>	<b>\$ (659)</b>	<b>-23.62 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	8	12	15	3	25.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ 8</b>	<b>\$ 12</b>	<b>\$ 15</b>	<b>\$ 3</b>	<b>25.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	300	300	300	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ 300</b>	<b>\$ 300</b>	<b>\$ 300</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	11,000	11,000	11,000	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 11,000</b>	<b>\$ 11,000</b>	<b>\$ 11,000</b>	<b>\$ -</b>	<b>0.00 %</b>

## V. EXPLANATION OF CHANGES

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to funding vacancies and general and increment pay increases.	\$ -	\$ 656	\$ -	\$ 656
Subtotal Personnel	\$ -	\$ 656	\$ -	\$ 656
<b>OPERATING</b>				
Provides for a decrease to offset increase in personnel services and fixed assets expenses.	\$ -	\$ (659)	\$ -	\$ (659)
Subtotal Opening	\$ -	\$ (659)	\$ -	\$ (659)
<b>FIXED ASSETS</b>				
Provides for an increase due to estimated fixed assets purchases by the Central Service Bureaus.	\$ -	\$ 3	\$ -	\$ 3
Subtotal Fixed Assets	\$ -	\$ 3	\$ -	\$ 3
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

## WIOA – Adult Employment and Training Activities (Federal)

85% of the Adult WIOA allocation received by the commonwealth is provided to statutorily determined sub-recipients via an allocation methodology as described in the commonwealth’s WIOA Combined State Plan. There are 23 sub-recipients known as local workforce development areas governed by 22 local workforce development boards. In FY21, the WIOA Adult Employment and Training funding amounted to \$33,217,212.

Some of the allowable activities funded with these monies include the establishment of a one-stop delivery system; the provision of career services and training services to adults eligible under this statute; establishment and development of relationships and networks with large and small employers; and the development, convening, and implementation of industry or sector partnerships.

### **Legislative Citations:**

*WIOA Combined State Plan, WIOA Sec 133 (b) (2) (A) and WIOA Sec 134 (c) (1) (A)*



# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) WIOA-Adult Employment and Training Activities (Approp 70020)

Page # of Governor's Executive Budget: E31-2, E31-11

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2020-21 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
o WIOA-Adult Employment and Training Activities	\$ 50,000	\$ 50,000	\$ 50,000	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ 50,000</b>	<b>\$ 50,000</b>	<b>\$ 50,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 50,000</b>	<b>\$ 50,000</b>	<b>\$ 50,000</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

## IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	50,000	50,000	50,000	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 50,000</b>	<b>\$ 50,000</b>	<b>\$ 50,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	50,000	50,000	50,000	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 50,000</b>	<b>\$ 50,000</b>	<b>\$ 50,000</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

## WIOA – Youth Employment and Training Activities (Federal)

85% of the Youth WIOA allocation received by the commonwealth is provided to statutorily determined sub-recipients via an allocation methodology as described in the commonwealth’s WIOA Combined State Plan. The sub-recipients are the 23 local workforce development areas. In FY21, the WIOA Youth funding amounted to \$35,897,109.

Some of the allowable activities funded with these monies include the creation of programs that provide an objective assessment of academic levels, skill levels, and the service needs of each participant; service strategies for each participant that are directly linked to one or more of the indicators of performance; and activities leading to attainment of a secondary school diploma, preparation for postsecondary education, strong linkages between academic instruction and occupational education, or preparation for unsubsidized employment.

**Legislative Citations:**

*WIOA Combined State Plan, WIOA Sec 128 (b) (2) (A) and WIOA Sec 129*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) WIOA-Youth Employment and Training Activities (Approp 70021)

Page # of Governor's Executive Budget: E31-2, E31-11

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
WIOA-Youth Employment and Training Activities	\$ 52,000	\$ 52,000	\$ 52,000	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ 52,000</b>	<b>\$ 52,000</b>	<b>\$ 52,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 52,000</b>	<b>\$ 52,000</b>	<b>\$ 52,000</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	52,000	52,000	52,000	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 52,000</b>	<b>\$ 52,000</b>	<b>\$ 52,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	52,000	52,000	52,000	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 52,000</b>	<b>\$ 52,000</b>	<b>\$ 52,000</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

## WIOA – Dislocated Workers (Federal)

Between 60% and 85% of the Dislocated Worker WIOA allocation received by the commonwealth is provided to statutorily determined sub-recipients via an allocation methodology as described in the commonwealth's WIOA Combined State Plan. The Dislocated Worker percentage is determined by commonwealth leadership and is based on local need and economic factors. The local workforce development areas are the designated sub-recipients. In FY21, the WIOA Dislocated Worker Employment and Training funding amounted to \$35,353,699.

Some of the allowable activities funded with these monies include the establishment of a one-stop delivery system; the provision of career services and training services to adults eligible under this statute; establishment and development of relationships and networks with large and small employers; and the development, convening, and implementation of industry or sector partnerships.

**Legislative Citations:**

*WIOA Combined State Plan, WIOA Sec 133 (b) (2) (B) and WIOA Sec 134 (c) (1) (A)*



# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) WIOA-Dislocated Workers (Approp 70019)

Page # of Governor's Executive Budget: E31-2, E31-11

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
WIOA-Dislocated Workers	\$ 109,000	\$ 109,000	\$ 109,000	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ 109,000</b>	<b>\$ 109,000</b>	<b>\$ 109,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 109,000</b>	<b>\$ 109,000</b>	<b>\$ 109,000</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	10,000	10,000	10,000	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 10,000</b>	<b>\$ 10,000</b>	<b>\$ 10,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	8,890	8,890	8,890	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 8,890</b>	<b>\$ 8,890</b>	<b>\$ 8,890</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	90,110	90,110	90,110	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 90,110</b>	<b>\$ 90,110</b>	<b>\$ 90,110</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	109,000	109,000	109,000	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 109,000</b>	<b>\$ 109,000</b>	<b>\$ 109,000</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

## WIOA – Statewide Activities (Federal)

Up to 10% of the WIOA Adult, Dislocated Worker, and Youth allocation received by the commonwealth may be reserved by Pennsylvania’s Governor for statewide activities. Additionally, up to 25% of additional funding may be reserved of the Dislocated Worker allocation for Rapid Response activities. These funds make up the WIOA Statewide Set-Aside funding and must be used to support required rapid response activities, disseminate required information according to the law (such as the commonwealth’s list of eligible training providers, information identifying eligible providers of on-the-job training, information on effective outreach with businesses, etc.), and conduct evaluations consistent with WIOA requirements.

Beyond the required elements, these funds may also support activities such as developing and implementing innovative programs and strategies designed to meet the needs of all employers, developing strategies for serving individuals with barriers, carrying out activities to facilitate remote access to training services, and supporting financial literacy activities.

Consistent with WIOA Final Rule, the commonwealth has funded several innovative programs designed to meet the needs of employers through the State-Local Internship Program (SLIP), Business Education Partnership grant (BEP), and Teacher-in-the-Workplace grant (TIW).

Please see the chart below for a summary of the grant awards and associated performance:

### “WIOA – Statewide Activities” by Grant Amount and Participants Served

Grant Type	Grant Period	Award Amount	Number of Projects	Expenditures	Total Participants Served (to date)
Business Education Partnership (BEP) 2019 & 2020	January 1, 2020 to June 30, 2022	\$2,901,372	22	\$888,922	3,500
Dislocated Worker Near Completer	July 1, 2020 to June 30, 2022	\$8,200,000	4	\$16,077	0
Youth Reentry	November 18, 2019 to June 30, 2022	\$5,808,897	10	\$2,706,408	443
Digital Literacy	July 1, 2021 to September 30, 2022	\$1,287,411	31	\$146,230	97

#### Legislative Citations:

WIOA Sec 128 (a) and WIOA Final Rule 682.200 and 682.210

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) WIOA-Statewide Activities (Approp 70022)

Page # of Governor's Executive Budget: E31-2, E31-11

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
WIOA-Statewide Activities	\$ 25,000	\$ 30,000	\$ 30,000	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ 25,000</b>	<b>\$ 30,000</b>	<b>\$ 30,000</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 25,000</b>	<b>\$ 30,000</b>	<b>\$ 30,000</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	3,800	3,800	3,800	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 3,800</b>	<b>\$ 3,800</b>	<b>\$ 3,800</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	4,136	4,136	4,136	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 4,136</b>	<b>\$ 4,136</b>	<b>\$ 4,136</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	16,864	21,864	21,864	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 16,864</b>	<b>\$ 21,864</b>	<b>\$ 21,864</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	200	200	200	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ 200</b>	<b>\$ 200</b>	<b>\$ 200</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	25,000	30,000	30,000	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 25,000</b>	<b>\$ 30,000</b>	<b>\$ 30,000</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

## Workforce Development (Federal, EA)

The Bureau of Workforce Partnership & Operations (BWPO) has staff in Harrisburg and in the 62 comprehensive PA CareerLink® career one-stop offices across the commonwealth helping businesses connect with a skilled workforce and helping jobseekers obtain employment, re-employment, and training services. The bureau is funded by federal monies authorized under the Workforce Innovation & Opportunity Act, Wagner-Peyser Act, the Trade acts, and the Jobs for Veterans Act. BWPO is also responsible for operational maintenance, enhancement, and oversight of the Commonwealth Workforce Development System (CWDS) employment and training database; the statewide training provider process; Rapid Response services to workers and employers affected by mass layoffs and closures; services to dislocated workers; an employer tax credit program; and re-employment services for veterans of the U.S. Armed Services and those receiving unemployment compensation benefits.

### Individuals Served at PA CareerLink® and Online

Program Type	Individuals Served by Program Year Ending June 30, 2021
Wagner-Peyser Act programs	27,727
Wagner-Peyser Eligible Veterans/Others	2,152
Wagner-Peyser Disabled Veterans	575
WIOA Title I Adult program	5,856
WIOA Title I Dislocated Worker program	6,279
WIOA Title I Youth program	4,424
Rapid Response program	2,705
Trade Adjustment Assistance program	1,294
Dislocated Worker National Grants	809
<b>TOTAL</b>	<b>34,118</b>

The commonwealth also currently manages several federal competitive awards. Please find a summary of those awards in addition to other federally funded programs in the table below (Federal Grants by Type and Output).

#### Legislative Citations:

*Department of Labor regulations Part 20 CFR 656, Internal Revenue Service Code of 1986, Section 51 as amended, Jobs for Veterans Act of 2002, Protecting Americans from Tax Hikes Act of 2015, Trade Adjustment Assistance Reauthorization Act of 2015, Trade Act of 1974, Title 2, Chapter 2 as amended by the Trade Adjustment Assistance Reauthorization Act of 2015, Workforce Innovation & Opportunity Act of 2014*



## Federal Grants by Type and Output

Grant Award Type	Grant Description	Grant Period	Award Amount	Number of Projects	Expenditures	Total Participants Served (to date)
<b>Trade and Economic Transition 2018</b>	This grant pays for training expenditures at one hundred percent and supportive services for dislocated workers to receive training for high-demand and family-sustaining careers.	October 1, 2018 to September 30, 2021	\$8,000,000	10	\$5,868,234	691
<b>Covid-19 NDWG</b>	The funding from this grant provides employment opportunities for workers dislocated as a result of the COVID-19 shutdown to serve as Customer Service/Triage Representatives, Security Guards and Community Outreach Specialists at PA CareerLink® sites and their surrounding communities.	May 27, 2020 to June 30, 2022	\$6,993,000	22	\$606,347	60
<b>State Apprenticeship Expansion Grant Round 1 &amp; 2</b>	This grant investment marked the first time that the federal government provided funding to support states in their efforts to expand and diversify registered apprenticeship to better respond to industry workforce demands. Grant participant goal is 2,113.	November 1, 2016 to October 31, 2021	\$1,500,000 and \$1,816,650	N/A	\$3,254,998	3,295
<b>State Apprenticeship Expansion Grant Round 3</b>	This grant is used to strengthen the apprenticeship infrastructure to increase the overall number of apprentices, educate industry stakeholders about the merits of apprenticeship, expand apprenticeship opportunities into non- traditional industries and occupations, and improve data collection, sharing and integrity.	July 1, 2020 to June 30, 2021	\$450,000	N/A	\$267,549	N/A
<b>Wagner-Peyser</b>	This grant supports the staff who provide services through the PA CareerLink® service delivery system that are not directly covered by other grant funding.	July 1, 2020 through June 30, 2023	\$25,924,310 /Wage	N/A	\$ 16,347,832	This is a staffing grant
<b>Foreign Labor Certification</b>	This grant supports the foreign labor certification program, including the placement of employer job orders, inspection of housing for agricultural workers, and the administration of prevailing wage and practice surveys.	October 1, 2019 through September 30, 2022	\$ 400,000 for staffing and housing inspections. Note: Inspections are conducted by the PA Department of Agriculture.	N/A	\$162,246	This is a staffing grant

<b>Work Opportunity Tax Credit</b>	The Work Tax Credit (WOTC) is a federal tax credit available to employers for hiring individuals from specific target groups who have consistently faced significant barriers to employment. WOTC helps targeted employees move from economic dependency to self-sufficiency while earning a steady income and becoming contributing taxpayers	October 1, 20 through September 30, 2022	\$ 787,374	N/A	\$ 143,568	This grant provides incentives for employers who hire individuals with barriers; it is also a staffing grant.
<b>Jobs for Veterans State Grant (JVSG)</b>	The Jobs for Veterans State Grants Program (JVSG) helps veterans find good jobs by providing employment services at American Job Centers and other locations through funding for Disabled Veterans Outreach Program (DVOP) specialists and Local Veterans Employment Representative (LVER) staff.	October 1, 2020 through September 30, 2023	\$7,202,918	N/A	\$ 5,759,732	This is a staffing grant that supports the work of the DVOP and LVER staff.
<b>Reemployment Services and Eligibility Assessment (RESEA)</b>	This grant allows states to assist individuals who are receiving unemployment insurance (UI) benefits through the one-stop service delivery system. Claimants are provided entry to a wide array of available resources that support reemployment and to connect claimants to the direct provision of intensive career services as appropriate.	January 1, 2020 through September 30, 2023	\$2,703,604 for RESEA Activities in the PA CareerLink®	N/A	\$ 473,564	This is a staffing grant
<b>CAREER NDWG</b>	Connecting job seekers with training opportunities through the Metrix learning online learning platform.	September 13, 2021 through September 12, 2023	\$3,000,000	N/A	N/A	N/A

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) Workforce Development (Approp 89554)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
Workforce Development (Federal)	\$ 93,219	\$ 93,219	\$ 93,219	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ 93,219</b>	<b>\$ 93,219</b>	<b>\$ 93,219</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 93,219</b>	<b>\$ 93,219</b>	<b>\$ 93,219</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2022-23
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ 41,376	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	476	476	476
Filled	398	411	411

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	38,802	39,780	41,628	1,848	4.65 %
<b>Total Personnel</b>	<b>\$ 38,802</b>	<b>\$ 39,780</b>	<b>\$ 41,628</b>	<b>\$ 1,848</b>	<b>4.65 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	21,682	23,194	24,366	1,172	5.05 %
<b>Total Operating</b>	<b>\$ 21,682</b>	<b>\$ 23,194</b>	<b>\$ 24,366</b>	<b>\$ 1,172</b>	<b>5.05 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	235	201	319	118	58.71 %
<b>Total Fixed Assets</b>	<b>\$ 235</b>	<b>\$ 201</b>	<b>\$ 319</b>	<b>\$ 118</b>	<b>58.713 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	32,000	29,429	26,291	(3,138)	-10.66 %
<b>Total Grants and Subsidies</b>	<b>\$ 32,000</b>	<b>\$ 29,429</b>	<b>\$ 26,921</b>	<b>\$ (3,138)</b>	<b>-10.66 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	500	615	615	-	0.00 %
<b>Total Other</b>	<b>\$ 500</b>	<b>\$ 615</b>	<b>\$ 615</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	93,219	93,219	93,219	-	0.00 %
<b>Total Funds</b>	<b>\$ 93,219</b>	<b>\$ 93,219</b>	<b>\$ 93,219</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to funding vacancies, and general and increment pay increases.	\$ -	\$ -	\$ 1,848	\$ 1,848
Subtotal Personnel	\$ -	\$ -	\$ 1,848	\$ 1,848
<b>OPERATING</b>				
Provides for an increase to offset decrease in grants.	\$ -	\$ -	\$ 1,172	\$ 1,172
Subtotal Opening	\$ -	\$ -	\$ 1,172	\$ 1,172
<b>FIXED ASSETS</b>				
Provides for an increase due to higher estimated fixed assets purchases by the Central Service Bureaus.	\$ -	\$ -	\$ 118	\$ 118
Subtotal Fixed Assets	\$ -	\$ -	\$ 118	\$ 118
<b>GRANTS AND SUBSIDIES</b>				
Provides for a decrease due to lower estimated payments for higher education institutions.	\$ -	\$ -	\$ (3,138)	\$ (3,138)
Subtotal Grants and Subsidies	\$ -	\$ -	\$ (3,138)	\$ (3,138)
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## Workforce Development (EA)

The Workforce Development fund was established in SFY 2017-18 to allocate funds through Memorandum of Understandings (MOUs) for L&I Workforce Development services provided in coordination with the PA Department of Human Services (DHS) and the PA Department of Health (DOH). This fund supports services outlined in workforce MOUs, including:

- The reimbursement to L&I for facilitating the DHS required contribution for participation within the one-stop delivery system, known as the Pennsylvania CareerLink® system
- The interface between the L&I Commonwealth Workforce Development System, CareerLink® website, and the DHS Child Support Enforcement Services
- The reimbursement to the L&I Center for Workforce Information & Analysis statisticians who work cooperatively with the DOH Division of Plan Development, Bureau of Health Planning on several initiatives. This MOU will not be carried forward into SFY 2021-22.

### Legislative Citations:

*Section 501 and 502 of the Administrative Code of 1929 (71 P.S. §§ 181, 182)*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Workforce Development (EA) (Approp 20431)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
Workforce Development	\$ 2,000	\$ 640	\$ 640	\$ -	0.00 %
Reimbursements - DHS PACSES Interface	\$ 66	\$ 66	\$ 66		0.00 %
<b>Total Other Funds</b>	<b>\$ 2,066</b>	<b>\$ 706</b>	<b>\$ 706</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 2,066</b>	<b>\$ 706</b>	<b>\$ 706</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2022-23
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ 2,073	\$ 2,030	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2029-210 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	100	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 100</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	1,966	706	706	-	0.00 %
<b>Total Operating</b>	<b>\$ 1,966</b>	<b>\$ 706</b>	<b>\$ 706</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	2,066	706	706	-	0.00%
<b>Total Funds</b>	<b>\$ 2,066</b>	<b>\$ 706</b>	<b>\$ 706</b>	<b>\$ -</b>	<b>0.00 %</b>



**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## New Choices/New Options

The New Choices program provides services to single parents, displaced homemakers, and adults in transition across the commonwealth. The goal is to help economically disadvantaged adults pursue family-sustaining careers through employment and/or continued education. This program provides services that facilitate participants' work readiness through career skill development and reduces participants' personal barriers to obtaining and retaining employment.

For SFY 2020-2021, with a contract amount of \$750,000, 1,452 new and short-term/returning clients were served.

**Legislative Citations:**

*SB 255 The General Appropriation Act of 2021 § 224, Page 110*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

New Choices / New Options (Approp 10967)

Page # of Governor's Executive Budget: E31-2, E31-12

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
New Choices / New Options	\$ 750	\$ 750	\$ 750	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ 750</b>	<b>\$ 750</b>	<b>\$ 750</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 750</b>	<b>\$ 750</b>	<b>\$ 750</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ 750	\$ 750	\$ 750	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 750</b>	<b>\$ 750</b>	<b>\$ 750</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 750	\$ 750	\$ 750	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 750</b>	<b>\$ 750</b>	<b>\$ 750</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

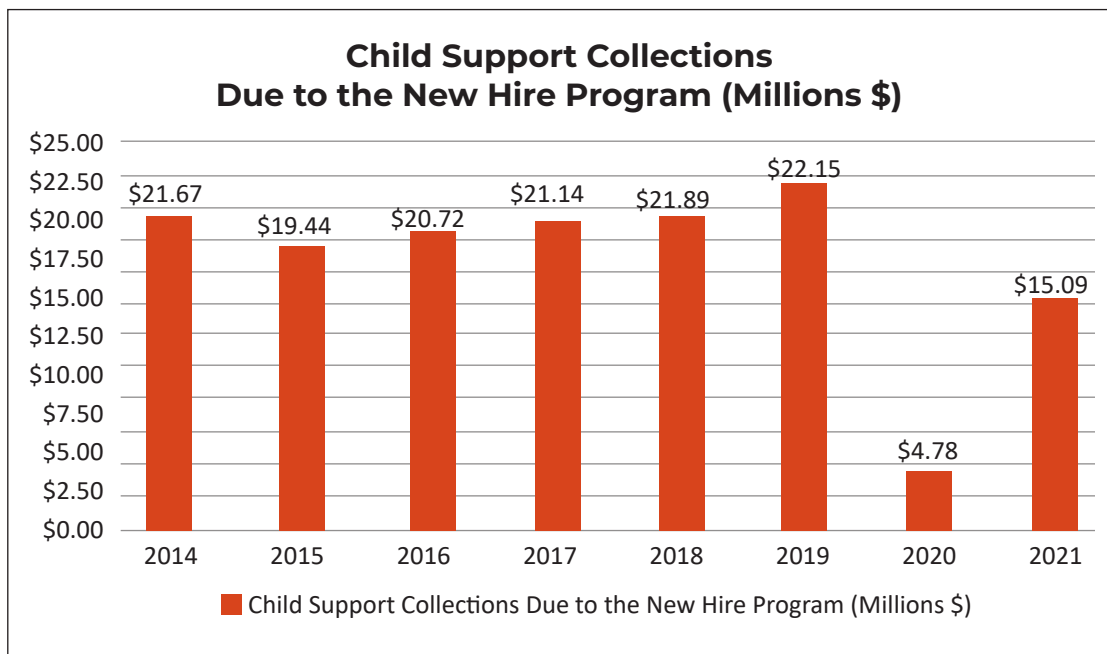
	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## New Hires (Federal)

The New Hire Reporting Program is used to help secure a better way of life for Pennsylvania's children by aiding in the collection of child support from non-custodial parents. Information provided by employers is matched against Unemployment Compensation wage record files containing the names of non-custodial parents who owe child support. When a match occurs, a notice is immediately sent to the child support obligor's employer, notifying the employer to withhold child support from their wages. This process allows for the expedition of child support payments in a significantly reduced amount of time compared to previous detection methods.

In addition to child support enforcement, the information received by the Commonwealth through the New Hire Reporting Program may be utilized by the Department of Labor and Industry for purposes of fraud detection in the workers' compensation and unemployment compensation programs and to develop labor market information for economic and work force development purposes in the Commonwealth.

The Pennsylvania New Hire Reporting Program has made – and continues to make – significant strides since it began in 1998, a few of which are highlighted in the chart below:



*Chart note: Collections due to State Directory of New Hires matching during Calendar Year; 2021 data are forecast; excludes collections due to National Directory of New Hires matching.*

Based on matching these new hire records to open child support case file data, 41,900 wage attachments are forecast to be generated for the calendar year ending December 2021. From these wage attachments, \$15.09 million in child support from obligors are expected to be collected within Pennsylvania, an increase over 2020's collections of \$4.78 million, but still below the pre-pandemic recession level of \$22.15 million collected in 2019.

From January 1998 through December 2021, more than an estimated \$679.8 million was collected in child support, from an estimated 2.23 million income attachments issued to obligors within Pennsylvania.

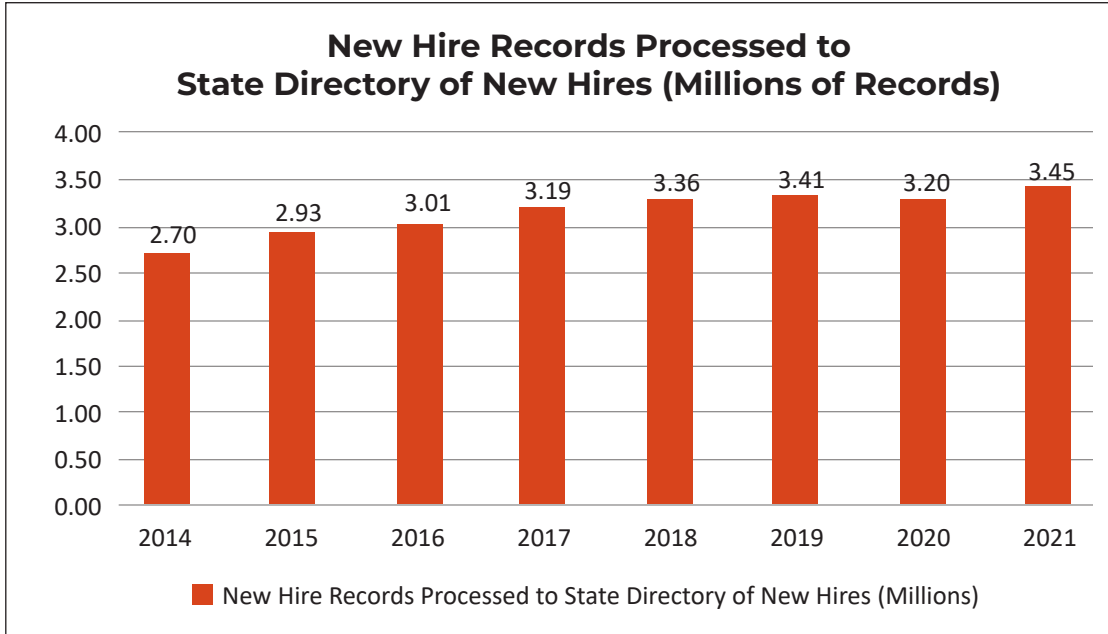


Chart note: Records processed to State Directory of New Hires during Calendar Year; 2021 data are forecast.

An estimated 3.45 million new hire records are forecast to be collected from employers as of December 2021, an increase of 209,100 (6.1%) over the year due to the 2020 pandemic-driven recession in economic activity. This is forecast to be the lowest highest annual total processed to the State Directory of New Hires (SDNH) since program start in 1998, as economic recovery from the 2020 pandemic-driven recession continues. From the program start in January 1998 through December 2021, more than 60.4 million new hire records have been processed to the SDNH in Pennsylvania.

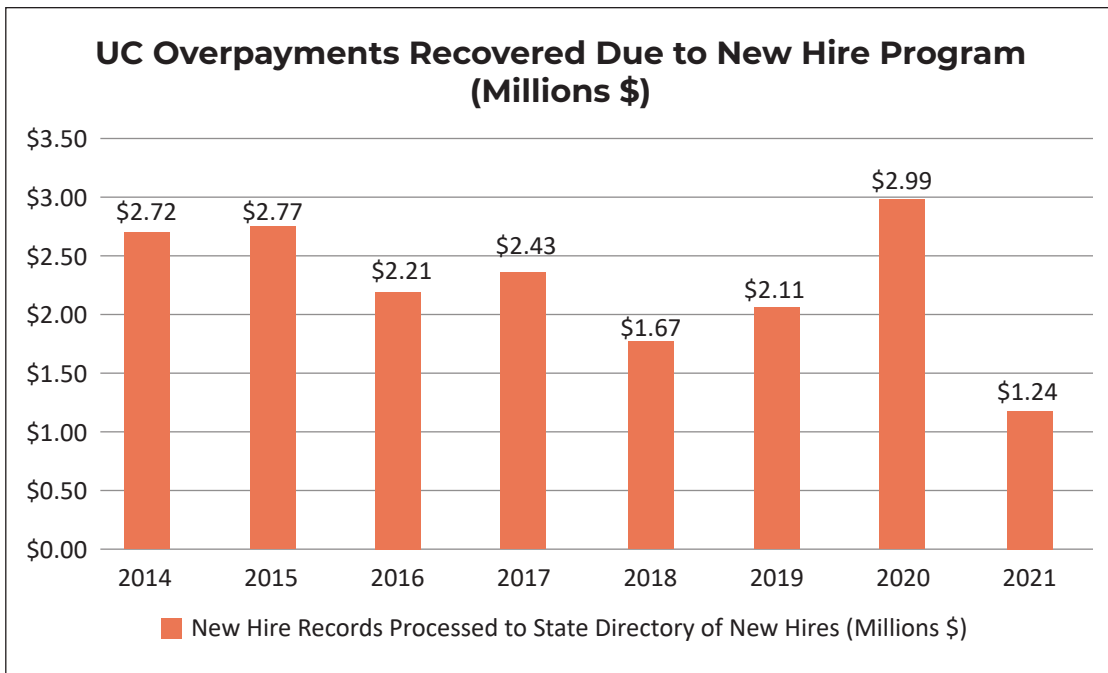


Chart note: UC overpayments recovered due to new hire matching during the Calendar Year; 2021 data are forecast.

An estimated \$1.24 million is forecast to be recovered from UC claimants in fraud overpayments due to new hire matching during calendar year 2021, down from 2020's historically high UC claimant activity levels seen during the 2020 pandemic-driven recession. Since 1998, an estimated 103,000 overpayments have been identified through this process and over \$48.9 million (estimated, through December 2021) recovered. On average during a typical program per year, \$2.5 million is recovered due to the New Hire-UC Claim cross match process for detecting possible UC fraud overpayments.

CWIA continues to increase public awareness of the Pennsylvania New Hire Program by: conducting outreach meetings with employers at local PA CareerLink® offices; partnering with the Department of Human Services at the local level, through the Office of Child Support Enforcement; and educating and informing both the public and employers about the importance of reporting new hires and the wage garnishment process through periodic mailings and contact to targeted employer groups on a quarterly basis.

**Legislative Citations:**

*The Personal Responsibility and Work Opportunity Reconciliation Act (PRWORA) of 1996 (P.L. 104-193)*  
*Domestic Relations Code (23 PA.C.S.) – Omnibus Amendments Act of 1997, P.L. 549, No. 58.*



# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) New Hires (Approp 70024)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
o New Hires	\$ 1,757	\$ 1,701	\$ 1,701	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ 1,757</b>	<b>\$ 1,701</b>	<b>\$ 1,701</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 1,757</b>	<b>\$ 1,701</b>	<b>\$ 1,701</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ 901	\$ 1,005	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
<b>State Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Federal Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Other Funded</b>			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	563	563	553	(10)	-1.78 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 563</b>	<b>\$ 563</b>	<b>\$ 553</b>	<b>\$ (10)</b>	<b>-1.78 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	1,194	1,138	1,148	10	.88 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 1,194</b>	<b>\$ 1,138</b>	<b>\$ 1,148</b>	<b>\$ 10</b>	<b>.88 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	1,757	1,701	1,701	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 1,757</b>	<b>\$ 1,701</b>	<b>\$ 1,701</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for a decrease due to estimated labor distribution.	\$ -	\$ (10)	\$ -	\$ (10)
Subtotal Personnel	\$ -	\$ (10)	\$ -	\$ (10)
<b>OPERATING</b>				
Provides for an increase due to higher estimated other operational expenses.	\$ -	\$ 10	\$ -	\$ 10
Subtotal Opening	\$ -	\$ 10	\$ -	\$ 10
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

# Program Area: Compensation and Insurance

## High-Level Program Area Summary

The Bureau of Workers' Compensation, the Workers' Compensation Office of Adjudication, and the Workers' Compensation Appeal Board provide outstanding customer service working to improve Pennsylvania's workers' compensation system. As a result of these efforts, Pennsylvania stands as a national leader in workers' compensation administration.

Additionally, the State Workers' Insurance Fund (SWIF) and the State Workers' Insurance Board were established by statute in 1915. SWIF operates as an enterprise fund within L&I and is managed by the Director. SWIF provides an assured source of workers' compensation insurance for the employers and workers of Pennsylvania. Because of SWIF, thousands of Pennsylvania companies that might otherwise not have been able to obtain workers' compensation insurance coverage are in business today. For over 85 years, SWIF has fulfilled this mission and continues to do so.

The Deputy Secretary for Compensation and Insurance oversees the Bureau of Workers' Compensation and SWIF. The Workers' Compensation Office of Adjudication and Workers' Compensation Appeal Board report directly to the agency's Executive Deputy Secretary.

## Bureaus and Offices that Support Compensation and Insurance

### Bureau of Workers' Compensation (BWC)

The Pennsylvania workers' compensation program was established to reduce injuries and provide lost wages and medical benefits to Pennsylvania employees who become ill or injured through the course of their employment so they can heal and return to the workforce.

The Bureau of Workers' Compensation (BWC) is responsible for the following business aspects within the workers' compensation system: Health Care Services, Self-Insurance, Health & Safety, Claims Management/EDI/Records Requests, Compliance, Supersedes Fund, Uninsured Employers Guaranty Fund (UEGF), and the Administrative Division/Helpline. BWC also maintains budget responsibility for all aspects of the workers' compensation system.

BWC, the Workers' Compensation Office of Adjudication, and the Workers' Compensation Appeal Board continue to make substantial technological advancements to provide Pennsylvania employers and employees with a more efficient and effective workers' compensation system.

As of November 2021, BWC certified 12,856 Workplace Safety Committees, representing over 1.6 million employees, generating total premium savings for employers over \$840 million since 1997. BWC has also offered substance abuse and opioid addiction training for employers as part of the Certified Safety Committee program, totaling 9,845 people. BWC held 97 substance abuse trainings that trained 2,321 people.

BWC maintains one office located in Harrisburg, PA. Since March 2020, as a result of the COVID-19 pandemic, the bureau has maintained full operations with most staff teleworking and a small dedicated onsite staff.

## State Workers' Insurance Fund

SWIF is one of the largest workers' compensation insurers in Pennsylvania, covering approximately 12,170 policyholders with projected premium writings of \$94.6 million for 2021. During 2021, SWIF anticipates paying 90,701 medical bills totaling \$46.9 million.

SWIF BUDGET			
	Funding Source	SFY 2020/21	SFY 2021/22
SWIF Operating Budget*	Premiums	\$80.71 million	\$80.71 million
SWIF Investments	Premiums	\$1.4 billion	\$1.4 billion

SWIF OFFICES & STAFFING	
Bureau/Office	Filled Complement
Headquarters and District Offices	183

*\*The SWIF Operating Budget amount on this chart only accounts for the program portions of the SWIF fund budget and does not include funds allocated for Central Service Bureau or grants. The increase to \$80 million for SFY 2020- 21 reflects costs related to the SWIF Modernization IT project. SWIF is currently finalizing the 2021-2022 budget.*

SWIF has eight district offices – Philadelphia, Harrisburg, Pottsville, Sunbury, Pittsburgh, Scranton, Erie, and Johnstown – throughout the commonwealth. In combination with SWIF's home office, these offices employ 183 people. SWIF's offices are linked to the home office by an integrated computer system that processes all aspects of SWIF's operations, from underwriting, claims processing, and payments, to accounting, legal, and statistics.

## Workers' Compensation Office of Adjudication

The Workers' Compensation Office of Adjudication (WCOA) is responsible for the litigation and mediation of disputed workers' compensation claims. There are 22 field offices located throughout the state, with 81 Workers' Compensation Judges and approximately 125 staff. Hearings are held in strict compliance with state laws, regulations, and case law.

As of October 31, 2021, WCOA handled approximately 30,847 new petition assignments and resolved about 31,730 petitions to conclusion through litigation or mediation. WCOA is on track to receive approximately 37,000 assignments in 2021. The average time from filing of a petition to conclusion remained the same from the previous year at 5.6 months in 2021.

WCOA is supervised by the Director of Adjudication who reports directly to the L&I's Executive Deputy Secretary.

## Workers' Compensation Appeal Board

The Worker's Compensation Appeal Board (WCAB) provides every aggrieved party (injured worker or employer) the opportunity to seek redress from an adverse decision and order of a Workers' Compensation Judge (WCJ) by assuring that the decision was reasoned, was supported by substantial and competent evidence, and comported with applicable law.

The WCAB continually strives to provide adequate opportunity for appellate argument, as well as issue objective, learned, and responsive decisions in a timely manner.

From January 2021 through the end of November 2021, the WCAB received 927 appeals. The WCAB issued 927 Opinions and Orders and 138 Dispositive Orders for a total of 1065 rulings. The WCAB also ruled upon and issued 441 Supersedeas Orders. The average time to decision was about 9.7 months.

In 2022, the Appeal Board will undergo the most significant administrative transition in 50 years with the implementation of a "briefs-first hot-bench argument format." Currently argument before the Appeal Board requires that the Petitioner's brief be filed on or prior to the date of argument, and the Respondent's brief is filed within 30 days following argument. Major changes to the Board's regulations will require that Petitioner and Respondent file briefs prior to hearing. A second change, already enacted, specifically permits electronic/virtual hearings. The hot-bench format should fully take effect July 8, 2022, and WCAB staff have invested significant labor into preparing the Workers' Compensation Automation and Integration System (WCAIS) to accommodate these new processes.

Within L&I's organization, WCAB reports directly to L&I's Executive Deputy Secretary.

# Appropriations that Support Compensation and Insurance

## Occupational Disease Payments

Occupational Disease Payments provides funding for the administration of the Occupational Disease Program, including disability and death payments to beneficiaries in which the Commonwealth has been found liable under the Workers' Compensation and Occupational Disease Acts.

Occupational disease payments are made primarily to victims of silicosis and related diseases, commonly referred to as "Black Lung." Victims of these diseases are covered by three different programs, depending on their date of last exposure and disability: the biweekly program, the monthly program (both fully Commonwealth supported under the Occupational Disease Act), or the quarterly program (for which the Commonwealth is proportionally liable under the Workers' Compensation Act, as amended in 1972, for cases where exposure after July 1, 1973 resulted in disability or death between July 1, 1973 and June 30, 1976 and which also shifted liability entirely to the coal industry for claimants exposed after June 30, 1976).

Funding for the Commonwealth's liability under the three programs is provided entirely by monies appropriated annually by the General Assembly.

The number of claimants eligible for payments under this appropriation continues to decline. Attrition is the primary reason for the decline; however, a recipient's entitlement under the Federal Black Lung Program also contributes to the decline because by statute, State monthly benefit payments under the Occupational Disease Act are subject to suspension upon an award of Federal black lung benefits.

As of June 30, 2021, there were 75 eligible claimants under the three programs combined.

### Legislative Citations:

*§301(l) of the Pennsylvania Occupational Disease Act, Act of June 21, 1939, P.L. 566, as amended, 77 P.S.*

*§1401. Section 305.1 of the Workers' Compensation Act, Act of June 2, 1915, P. L. 736, §305.1, as added by the Act of December 6, 1972, P. L. 1627, No. 337, §2, 77 P. S. §411.1.*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Occupational Disease Payments (Approp 10018)

Page # of Governor's Executive Budget: E31-2, E31-9

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
Occupational Disease Payments	\$ 213	\$ 164	\$ 147	\$ (17)	-10.37 %
<b>Total State Funds</b>	<b>\$ 213</b>	<b>\$ 164</b>	<b>\$ 147</b>	<b>\$ (17)</b>	<b>-10.37 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 213</b>	<b>\$ 164</b>	<b>\$ 147</b>	<b>\$ (17)</b>	<b>-10.37 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ 94	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office



#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ 7	\$ 5	\$ 4	\$ (1)	-20.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 7</b>	<b>\$ 5</b>	<b>\$ 4</b>	<b>\$ (1)</b>	<b>-20.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ 206	\$ 159	\$ 143	\$ (16)	-10.06 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 206</b>	<b>\$ 159</b>	<b>\$ 143</b>	<b>\$ (16)</b>	<b>-10.06 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 213	\$ 164	\$ 147	\$ (17)	-10.37 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 213</b>	<b>\$ 164</b>	<b>\$ 147</b>	<b>\$ (17)</b>	<b>-10.37 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
Provides for a decrease due to the estimated reduced number of claimants for SFY 2022-23.	\$ (1)	\$ -	\$ -	\$ (1)
Subtotal Opening	\$ (1)	\$ -	\$ -	\$ (1)
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
Provides for a decrease due to the estimated reduced number of claimants for SFY 2022-23.	\$ (16)	\$ -	\$ -	\$ (16)
Subtotal Grants and Subsidies	\$ (16)	\$ -	\$ -	\$ (16)
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ (17)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (17)</b>

## Workers' Compensation Payments

Provides funding for supplemental benefit payments to employees injured prior to August 31, 1993 whose benefit levels were less than \$100.00 per week, including dependents of employees fatally injured prior to August 31, 1993, in accordance with Section 306(h) of the Workers' Compensation Act. The Commonwealth is liable for the difference between the weekly compensation rate at the time of injury or death and \$100.00.

As of June 30, 2021, there were 158 eligible claimants. Ending SFY 2021, we project 157 claimants and 156 by the end of SFY 2022. The 2022-23 budget request for approximately \$278.5 thousand is based on a quarterly payment of about \$445.19 per claimant.

This payroll is paid to insurance carriers and self-insured employers in advance on a quarterly basis with verification reported at the end of each quarter.

### **Legislative Citations:**

*Adjustment Payments for Pre-August 31, 1993 Injuries. Section 306(h) of the Workers' Compensation Act, Act of June 2, 1915, P.L. 736, Art. III, §306(h), as added by the Act of December 5, 1974, P.L. 782, No. 263, §11.77 P.S. §583 and Act 147 of November 9, 2006.*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Workers' Compensation Payments (Approp 10017)

Page # of Governor's Executive Budget: E31-2, E31-9

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
Workers' Compensation Payments	\$ 384	\$ 278	\$ 278	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ 384</b>	<b>\$ 278</b>	<b>\$ 278</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 384</b>	<b>\$ 278</b>	<b>\$ 278</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ 117	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ 384	\$ 278	\$ 278	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 384</b>	<b>\$ 278</b>	<b>\$ 278</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 384	\$ 278	\$ 278	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 384</b>	<b>\$ 278</b>	<b>\$ 278</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## Administration of Workers' Compensation; and Conference Fees (Augmentation)

This section of the act charges L&I with carrying out the administrative duties defined in the Act and specifies compensation for employees who are injured in the course and scope of employment without regard to fault.

The Bureau of Workers' Compensation (BWC) and the Workers' Compensation Office of Adjudication (WCOA) are responsible for carrying out the provisions of the Act and related legislation and for fulfilling the overall purpose of Pennsylvania's workers' compensation system.

Additionally, the Bureau of Workers' Compensation holds an annual workers' compensation conference, which is attended by approximately 1,400 people. This conference provides attendees with practical, useful, and timely information pertaining to PA Workers' Compensation. Due to the COVID-19 pandemic, the bureau held its 2021 conference virtually. Registration included 741 total attendees with 270 being new first-time attendees. 59 attendees were from other states and registration included representatives from 52 of 67 PA counties.

The revenue generated from attendee and vendor registrations is deposited into the Workers' Compensation Administrative Fund to cover conference expenses.

### **Legislative Citations:**

*Section 446 of the Workers' Compensation Act, Act of June 2, 1915, P.L. 736, No. 338, as amended by the Act of February 2, 1976, P.L. 2, No. 2, ss 1, as amended, 77 P.S. ss 1000.2.*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Administration of Workers' Compensation (Approp 10032)

Page # of Governor's Executive Budget: E31-4, E31-9, H1

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
Occupational Disease Payments	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
Administration of Workers' Compensation	\$ 75,802	\$ 75,802	\$ 75,802	\$ -	0.00 %
Conference Fees	41	300	300		
<b>Total Other Funds</b>	<b>\$ 75,843</b>	<b>\$ 76,102</b>	<b>\$ 76,102</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 75,843</b>	<b>\$ 76,102</b>	<b>\$ 76,102</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ 4,839	\$ 7,700	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	391	391	391
Filled	341	324	317

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office



**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	44,166	42,276	44,439	2,163	5.12 %
<b>Total Personnel</b>	<b>\$ 44,166</b>	<b>\$ 42,276</b>	<b>\$ 44,439</b>	<b>\$ 2,163</b>	<b>5.12 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	30,171	32,295	30,383	(1,912)	-5.92 %
<b>Total Operating</b>	<b>\$ 30,171</b>	<b>\$ 32,295</b>	<b>\$ 30,383</b>	<b>\$ (1,912)</b>	<b>-5.92 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	372	409	158	(251)	-61.37 %
<b>Total Fixed Assets</b>	<b>\$ 372</b>	<b>\$ 409</b>	<b>\$ 158</b>	<b>\$ (251)</b>	<b>-61.37 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	34	22	22	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 34</b>	<b>\$ 22</b>	<b>\$ 22</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	1,100	1,100	1,100	-	0.00 %
<b>Total Other</b>	<b>\$ 1,100</b>	<b>\$ 1,100</b>	<b>\$ 1,100</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	75,843	76,102	76,102	-	0.00 %
<b>Total Funds</b>	<b>\$ 75,843</b>	<b>\$ 76,102</b>	<b>\$ 76,102</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to funding vacancies, and general and increment pay increases.	\$ -	\$ -	\$ 2,163	\$ 2,163
Subtotal Personnel	\$ -	\$ -	\$ 2,163	\$ 2,163
<b>OPERATING</b>				
Provides for a decrease to offset increase in personnel services.	\$ -	\$ -	\$ (1,912)	\$ (1,912)
Subtotal Opening	\$ -	\$ -	\$ (1,912)	\$ (1,912)
<b>FIXED ASSETS</b>				
Provides for a decrease due to less estimated fixed assets purchases by the Central Service Bureaus	\$ -	\$ -	\$ (251)	\$ (251)
Subtotal Fixed Assets	\$ -	\$ -	\$ (251)	\$ (251)
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## State Workers' Insurance Fund

As of September 2021, SWIF has made demonstrated improvements against its deficit since December 2020. From a discounted perspective<sup>1</sup>, SWIF currently has a surplus of \$169 million, an improvement of \$10 million. From an undiscounted perspective, the deficit stands at \$33 million, an improvement of \$11 million.

Due to transition of SWIF's investment portfolio to the Office of the State Treasurer, investment fees were lowered by \$3 million in 2021, a decrease of about \$400,000. Through September 2021, SWIF has investment fees of \$799,000.

SWIF's Compromise and Release Initiative continues to produce savings. SWIF estimates that there will be approximately 370 claims settled in 2021 which will result in loss reserve savings of approximately \$28 million.

Since its inception in 2018, SWIF has collected \$7.5 million via the credit card program. As of November 2021, SWIF's collection unit collected a total of \$8.7 million for the year. SWIF collected approximately \$3.9 million via the credit card program and an additional \$4.8 million in past due premiums.

SWIF continues to serve as third party administrator for the Uninsured Employers Guaranty Fund (UEGF) and the Self-Insurance Guaranty Fund; these activities resulted in annual revenue of \$624,598 for 2020.

Effective April 1, 2021 SWIF increased its Commercial LCM from 3.187 to 3.569 and increased its Coal LCM from 1.904 to 1.944. The discount rate was held steady at 2%.

SWIF contracted with an external vendor in May 2013 for improvements in the following areas: Medical Bill Repricing, Preferred Provider Organization, Pharmacy Benefit Management, and Durable Medical Equipment. During 2020, SWIF realized net savings for medical bill payment savings of \$7 million (11.6%). As of August 2021, SWIF has saved an additional \$4.4 million for the calendar year 2021.

Finally, SWIF launched a two-phase system modernization project in November 2019. Due to the COVID-19 pandemic, this project was put on hold in March 2020 and was resumed in July 2020. Phase 1 of the project will automate the claims process, and Phase 2 will automate the underwriting and billing business process. Phase 1 has an anticipated Go live of August 2022 and Phase 2 has an anticipated Go live of December 2022.

<sup>1</sup> The discounting of reserves serves as recognition of future earnings of SWIF's investments that support these reserves. This will allow SWIF to carry a lower amount of reserves to support claims over their full life. As of September 2020, SWIF was able to lower its reserves by \$232 million in recognition of this discount. This reduction in reserves serves as the difference of surplus on a discounted basis of \$24 million versus an undiscounted deficit in surplus of \$208 million.

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

State Workers' Insurance Fund (Approp 50007)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
State Workers' Insurance Fund	\$ 165,131	\$ 158,410	\$ 150,535	\$ (7,875)	-4.97 %
<b>Total Other Funds</b>	<b>\$ 165,131</b>	<b>\$ 158,410</b>	<b>\$ 150,535</b>	<b>\$ (7,875)</b>	<b>-4.97 %</b>
<b>Total Funds</b>	<b>\$ 165,131</b>	<b>\$ 158,410</b>	<b>\$ 150,535</b>	<b>\$ (7,875)</b>	<b>-4.97 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	256	256	256
Filled	222	222	201

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	19,989	22,214	21,981	(233)	-1.05 %
<b>Total Personnel</b>	<b>\$ 19,989</b>	<b>\$ 22,214</b>	<b>\$ 21,981</b>	<b>\$ (233)</b>	<b>-1.05 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	23,305	29,500	22,046	(7,454)	.58 %
<b>Total Operating</b>	<b>\$ 23,305</b>	<b>\$ 29,500</b>	<b>\$ 22,046</b>	<b>\$ (7,454)</b>	<b>.58 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	289	263	(26)	-9.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ 289</b>	<b>\$ 263</b>	<b>\$ (26)</b>	<b>-9.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	121,837	106,162	106,000	(162)	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 121,837</b>	<b>\$ 106,162</b>	<b>\$ 106,000</b>	<b>\$ (162)</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	245	245	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ 245</b>	<b>\$ 245</b>	<b>\$ -</b>	<b>100.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	165,131	158,410	150,535	(7,875)	0.00 %
<b>Total Funds</b>	<b>\$ 165,131</b>	<b>\$ 158,410</b>	<b>\$ 150,535</b>	<b>\$ (7,875)</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for a decrease due to anticipated decrease in filled complement.	\$ -	\$ -	\$ (233)	\$ (233)
Subtotal Personnel	\$ -	\$ -	\$ (233)	\$ (233)
<b>OPERATING</b>				
Provides for a decrease due to actual expenditures to date being less than originally anticipated.	\$ -	\$ -	\$ (7,454)	\$ (7,454)
Subtotal Opening	\$ -	\$ -	\$ (7,454)	\$ (7,454)
<b>FIXED ASSETS</b>				
Provides for a decrease due to less estimated fixed assets purchases by the Central Service Bureaus.	\$ -	\$ -	\$ (26)	\$ (26)
Subtotal Fixed Assets	\$ -	\$ -	\$ (26)	\$ (26)
<b>GRANTS AND SUBSIDIES</b>				
Provides for a decrease due to actual expenditures to date being less than originally anticipated.	\$ -	\$ -	\$ (162)	\$ (162)
Subtotal Grants and Subsidies	\$ -	\$ -	\$ (162)	\$ (162)
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (7,875)</b>	<b>\$ (7,875)</b>

# Program Area: Vocational Rehabilitation

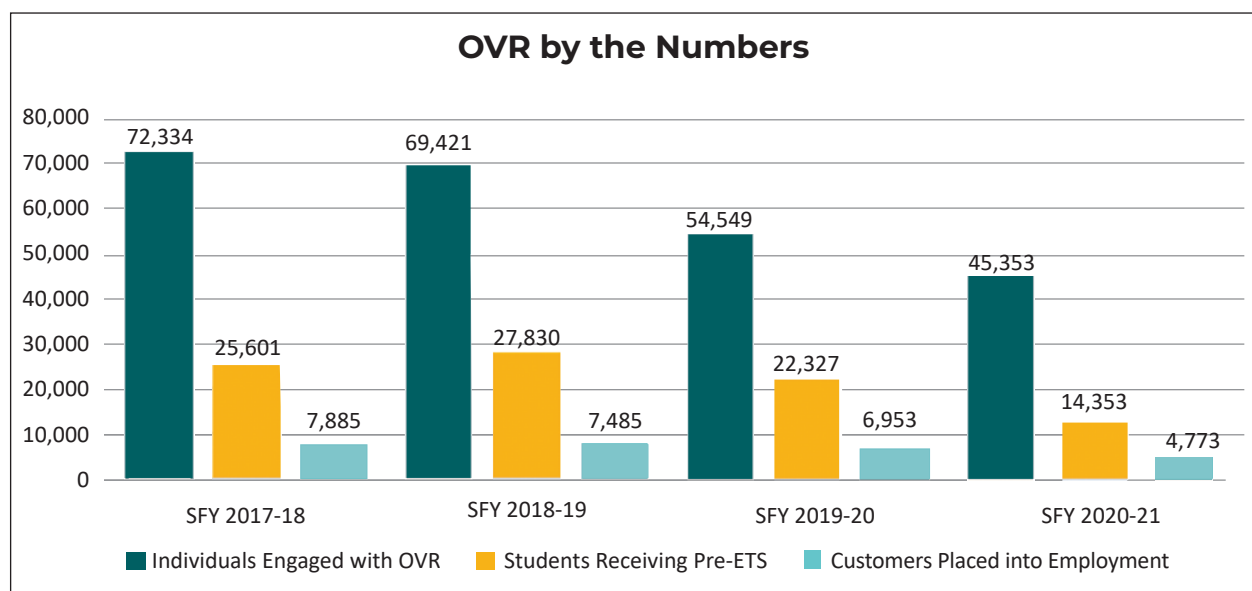
## High-Level Program Area Summary

The mission of the Office of Vocational Rehabilitation (OVR) is to assist Pennsylvanians with disabilities to secure and maintain employment and independence. OVR provides services in accordance with the Rehabilitation Act of 1973 as reauthorized in Title IV of the Workforce Innovation and Opportunity Act (WIOA) of 2014. OVR's Vocational Rehabilitation program is both state and federally funded as a 4 (78.7%) to 1 (21.3%) match program. The 2018 American Community Survey (ACS) estimates there are nearly 900,000 individuals aged 18-64 who have a disability in Pennsylvania. OVR engaged with 45,535 Pennsylvanians with disabilities during SFY 2020-21, and 4,774 of those individuals obtained or maintained competitive integrated employment. Primary emphasis is placed on serving individuals with the most significant disabilities. These individuals generally require extensive, comprehensive and unique services over an extended period.

WIOA now requires OVR to reserve 15 percent (\$20M estimated annually) of its federal vocational rehabilitation award for Pre-Employment Transition Services (Pre-ETS) to serve students with disabilities who are eligible or potentially eligible for services to transition from secondary to postsecondary education programs and employment. The Pennsylvania Department of Education estimates that there are 180,000 students between the ages of 14 and 21 in Pennsylvania schools that currently have an Individualized Education Program (IEP) and could benefit from transition services through OVR.

OVR's strategic objectives focus on:

- Increasing employment opportunities for individuals with disabilities
- Increasing the number of youths with disabilities, who have successfully completed secondary education, entering the competitive, integrated labor market versus entering sub-minimum wage employment settings
- Increasing the number of students with disabilities participating in work-based learning experiences prior to graduation and engaged with OVR overall for Pre-ETS services
- Enhancing the comprehensive workforce system by increasing collaboration, physical and programmatic accessibility, and data sharing between workforce partner agencies



## Bureaus and Offices that Support Vocational Rehabilitation

### Bureau of Vocational Rehabilitation Services

The Bureau of Vocational Rehabilitation Services (BVRS) has 15 district offices and 600 professional staff. During SFY 2020-21, BVRS assisted over 4,774 individuals with disabilities in finding or maintaining competitive integrated employment. BVRS staff provide vocational counseling and guidance, placement services and other services coordinated through a network of providers to help people with disabilities through a comprehensive plan of rehabilitation to obtain and maintain competitive integrated employment.

BVRS staff also provide Pre-Employment Transition Services (Pre-ETS) to high school and postsecondary students with disabilities to help prepare them to enter the workforce; Early Reach services to promote successful outcomes for youth with disabilities by increasing awareness of OVR services and the benefits of early career planning; and general transition services that prepare students with disabilities to move from school to post-school life. During SFY 2020-21, OVR conducted 782 Early Reach Outreach events for 10,555 attendees and provided Pre-ETS to 18,138 students with disabilities across the state. Pre-ETS include work-based learning services, job exploration counseling, workplace readiness training, counseling on postsecondary training opportunities, instruction in self-advocacy and independent living skills training. Additionally, OVR staff attended IEP meetings for over 4,372 students with disabilities during the year.

### Bureau of Blindness and Visual Services

The Bureau of Blindness and Visual Services (BBVS) has 6 district offices and approximately 150 staff. In SFY 2020-2021, BBVS assisted 6,179 individuals with vision loss in achieving their educational, employment and independent living goals. BBVS has 4 programs, which include the following:

- Vocational Rehabilitation – A competitive, integrated employment program annually serving 248 individuals with vision loss and assisting over 61 of those individuals in finding competitive integrated employment each year
- Business Enterprise Program (BEP) – Program that provides employment opportunities for individuals who are blind to operate retail concession, gift, food service or vending businesses in federal and state facilities; there are currently approximately 35 open facilities across the state operated by 24 BEP Licensees
- Independent Living Older Blind Program (ILOB) – In SFY 2020-2021 this program served 2,527 individuals each year that assists those 55 years or older in remaining independent in their homes/communities and avoids costly nursing homes/hospitalization
- Specialized Services for Children (SSC) – In SFY 2020-2021 this program that assisted 1,097 children, youth and students who are blind or visually impaired and their families in achieving positive expectations, maximizing educational opportunities and preparing for work.

### Hiram G. Andrews Center

The Hiram G. Andrews Center (HGAC) in Johnstown is the country's largest state-owned comprehensive training and employment facility, offering post-secondary, integrated education at the Commonwealth Technical Institute, with customizable supports for individuals with specialized needs. With a state budget of \$4.5 million and an overall budget of \$20 million, HGAC offers individualized services, Pre-Employment



Transition Services, counseling, evaluation and physical restoration in a barrier-free environment. HGAC prepares customers to pursue career competitive and integrated opportunities and the independent life skills necessary to live, work and contribute within their communities. HGAC has around 155 staff and graduates approximately 180 students annually from the Commonwealth Technical Institute while providing evaluations, disability supports and services to approximately 1,400 students.

## **Bureau of Central Operations**

The Bureau of Central Operations (BCO) is responsible for OVR's policies, contracts, grants, administrative services, services to special populations, training, recruitment, state and federal reporting, monitoring, audits, finances and technological infrastructure, including updating the Commonwealth Workforce Development System (CWDS) application. BCO consists of around 40 staff, supports the other three bureaus and acts as a liaison to other commonwealth agencies/programs, employers and providers. BCO also administers Section 511 of the Rehabilitation Act, in SFY 2020-2021 nearly 3,726 individuals with intellectual disabilities who are participating in subminimum wage work to inform them of options to work in their community.

## **Office for the Deaf and Hard of Hearing (ODHH)**

The Office for the Deaf and Hard of Hearing (ODHH) – funded exclusively through state sources – provides core services in the form of advocacy, information and referral for PA residents experiencing deafness or hearing loss. ODHH is responsible for the registration of interpreters and provisional interpreters, with approximately 670 total interpreters registered. ODHH staff serve as advocates, ensuring individuals who are deaf, deafblind or hard of hearing have the necessary information, technology and services to achieve independence at school, work, and in the community. ODHH also receives modest amounts of registration fees through the interpreter registration process, which are used for operational costs.

# Appropriations that Support Vocational Rehabilitation

## Transfer to Vocational Rehabilitation Fund; Vocational Rehabilitation Services (Federal, EA)

The Transfer to Vocational Rehabilitation Fund (state funding) and Vocational Rehabilitation Services (federal) support OVR's primary objective to provide services to enable people with disabilities to obtain or maintain independence as outlined in the Rehabilitation Act as amended.

In SFY 2020-2021, OVR had 9,693 new applicants of which 8,208 applicants – about 85% – were found eligible and 4,773 individuals were placed into competitive integrated employment. 37,848 individuals had active Individualized Plans for Employment (IPEs) in SFY 2020-2021.

The top service categories by number of invoiced services are as follows: 1. Job Development Phase I (Supported Employment) (5,789); 2. Financial Aid for College or University Training (3,510); 3. Transportation (2,638); 4. Supported Employment Support Plan; 5. Paid Work Experience – Development (1,860); 6. Paid Work Experience - Learning (1,598); 7. Student Stipends (1,440); 8. Basic Comprehensive Audiometry (1,199); 9. Individual Achievement Testing (1,189); 10. Community Based Work Assessment (1,171).

Please note that the service catalogue is dynamic and service area which may have been grouped in previous years are now reflected in more discrete categorization. In addition to the numbers above. In addition to invoiced services above, an additional 5,654 OVR customers were in "Counselling and Guidance" status for at least a portion of SFY 2020-2021, where these services are provided by OVR Vocational Rehabilitation Counselors (VRCs). Finally, non-invoiced services are provided by VRC's to all active VR customers.

OVR's Pre-Employment Transition Services (Pre-ETS) provided services for 12,120 total students this past year. Additionally, 10,555 individuals, including 1,779 students and youth; 1,497 parents or guardians; and 7,189 professionals, attended 1,784 total OVR Early Reach events.

OVR's outreach activities included a variety of events, including ADA disability related trainings and accessibility evaluations; business outreach presentations; Chamber of Commerce meetings, job fairs and hiring events; and direct consultation services to Pennsylvania employers. OVR Business Service staff also partner with local, regional and national employers to create opportunities for our customers and to develop a disability hiring culture within organizations. In collaboration with DLI's Press and Digital Teams, OVR's Communication Liaison Team works to share relevant updates, resources and successes via OVR's Facebook, Twitter, Instagram and LinkedIn accounts. As of December 2021, OVR has 9,466 followers across all social media channels referenced below. From July 1, 2020, to June 30, 2021, OVR's posts reached 123,427 individuals. OVR's social media accounts are as follows – Facebook: @PAVocRehab; Twitter: @PA\_OVR; LinkedIn: PA OVR; and Instagram: @PA\_OVR.

OVR and the Department of Human Services, Bureau of Juvenile Justice Services (BJJS) continue to collaborate and leverage federal resources that will allow for Pre-Employment Transition Services to be provided to BJJS students with disabilities to help them transition back to their communities and into competitive employment.

OVR and the Office of Developmental Programs (ODP) in the Pennsylvania Department of Human Services (DHS) continue to collaborate and leverage federal resources that will allow a dedicated OVR Counselor to work with ODP customers to ensure that they can access services that will lead to competitive integrated employment, as well as other training and credential attainment opportunities for providers who serve our mutual customers.

Pursuant to WIOA – Section 511, during SFY 2019-20, OVR met with 726 individuals who were considering or already participating in sub-minimum wage or sheltered employment settings to provide counseling and information sessions regarding their options for pursuing competitive integrated employment.

### Legislative Citations:

*The Rehabilitation Act of 1973, as amended in Title IV of the Workforce Innovation and Opportunity Act (WIOA) of 2014; The PA State Act 167 of 1988 – the Vocational Rehabilitation Act; and PA State Act 26 (P.L. 216, No. 26), the Work Experience for High School Students with Disabilities Act*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Transfer to Vocational Rehabilitation Fund (Approp 20006-10016)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
Transfer to Vocational Rehabilitation Fund	\$ 47,942	\$ 47,942	\$ 47,942	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ 47,942</b>	<b>\$ 47,942</b>	<b>\$ 47,942</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 47,942</b>	<b>\$ 47,942</b>	<b>\$ 47,942</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ 86	\$ 10,030	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	849	849	849
Filled	718	660	658
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ 9,500	\$ 28,709	\$ 25,000	\$ (3,709)	-12.92 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 9,500</b>	<b>\$ 28,709</b>	<b>\$ 25,000</b>	<b>\$ (3,709)</b>	<b>-12.92 %</b>
<b>OPERATING</b>					
State Funds	\$ 37,352	\$ 18,461	\$ 22,213	\$ 3,752	20.32 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 37,352</b>	<b>\$ 18,461</b>	<b>\$ 22,213</b>	<b>\$ 3,752</b>	<b>20.32 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ 29	\$ 97	\$ 54	\$ (43)	-44.33 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ 29</b>	<b>\$ 97</b>	<b>\$ 54</b>	<b>\$ (43)</b>	<b>-44.33 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ 57	\$ 57	\$ 57	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 57</b>	<b>\$ 57</b>	<b>\$ 57</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ 1,004	\$ 618	\$ 618	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ 1,004</b>	<b>\$ 618</b>	<b>\$ 618</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 47,942	\$ 47,942	\$ 47,942	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 47,942</b>	<b>\$ 47,942</b>	<b>\$ 47,942</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for a decrease in personnel budget due to reallocating to operating and fixed assets.	\$ (3,709)	\$ -	\$ -	\$ (3,709)
Subtotal Personnel	\$ (3,709)	\$ -	\$ -	\$ (3,709)
<b>OPERATING</b>				
Provides for an increase in operating budget based on anticipated costs for SFY 21-22.	\$ 3,752	\$ -	\$ -	\$ 3,752
Subtotal Opening	\$ 3,752	\$ -	\$ -	\$ 3,752
<b>FIXED ASSETS</b>				
Provides for a decrease in fixed asset budget due to reallocating to operating.	\$ (43)	\$ -	\$ -	\$ (43)
Subtotal Fixed Assets	\$ (43)	\$ -	\$ -	\$ (43)
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) Vocational Rehabilitation Services (EA) (Approp 82293)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
Vocational Rehabilitation Services	\$ 141,888	\$ 125,000	\$ 181,888	\$ 56,888	45.51 %
<b>Total Other Funds</b>	<b>\$ 141,888</b>	<b>\$ 125,000</b>	<b>\$ 181,888</b>	<b>\$ 56,888</b>	<b>45.51 %</b>
<b>Total Funds</b>	<b>\$ 141,888</b>	<b>\$ 125,000</b>	<b>\$ 181,888</b>	<b>\$ 56,888</b>	<b>45.51 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ 73,163	\$ 29,332	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	65,969	47,681	57,078	9,397	19.71 %
<b>Total Personnel</b>	<b>\$ 65,969</b>	<b>\$ 47,681</b>	<b>\$ 57,078</b>	<b>\$ 9,397</b>	<b>19.71 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	73,406	74,200	121,818	47,618	64.18 %
<b>Total Operating</b>	<b>\$ 73,406</b>	<b>\$ 74,200</b>	<b>\$ 121,818</b>	<b>\$ 47,818</b>	<b>64.18 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	104	324	197	(127)	-39.20 %
<b>Total Fixed Assets</b>	<b>\$ 104</b>	<b>\$ 324</b>	<b>\$ 197</b>	<b>\$ (127)</b>	<b>-39.20 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	513	513	513	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 513</b>	<b>\$ 513</b>	<b>\$ 513</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	1,896	2,282	2,282	-	0.00 %
<b>Total Other</b>	<b>\$ 1,896</b>	<b>\$ 2,282</b>	<b>\$ 2,282</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	141,888	125,000	181,888	56,888	45.51 %
<b>Total Funds</b>	<b>\$ 141,888</b>	<b>\$ 125,000</b>	<b>\$ 181,888</b>	<b>\$ 56,888</b>	<b>45.51 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for net increase due to funding vacancies, general and increment pay increases, and higher estimated labor distribution.	\$ -	\$ -	\$ 9,397	\$ 9,397
Subtotal Personnel	\$ -	\$ -	\$ 9,397	\$ 9,397
<b>OPERATING</b>				
Provides for increase in budgeted year to account for revisions in estimated disbursements in SFY 2021-22 budget year.	\$ -	\$ -	\$ 47,618	\$ 47,618
Subtotal Opening	\$ -	\$ -	\$ 47,618	\$ 47,618
<b>FIXED ASSETS</b>				
Provides for a decrease due to lower estimated fixed assets purchases by the Central Service Bureaus.	\$ -	\$ -	\$ (127)	\$ (127)
Subtotal Fixed Assets	\$ -	\$ -	\$ (127)	\$ (127)
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 56,888</b>	<b>\$ 56,888</b>



## Supported Employment

Supported Employment (SE) is competitive integrated employment for individuals with the most significant disabilities who require extended supports (usually in the form of a job coach who works one-on-one with them at the employment site) to maintain employment. Extended supports are services necessary to support and maintain an individual in a competitive integrated employment setting after initial placement and training has occurred. This fund provides extended supports not available through other funding sources to enable people with the most significant disabilities to remain competitively employed. Requested state funding is required in order to expend federally appropriated monies (Rehabilitation Act of 1973, as amended in the Workforce Innovation and Opportunity Act of 2014, Title VI, Part B) designated for supported employment.

Additionally, all funding made available for state supported employment services goes to direct service provision to individuals with disabilities who need assistance to maintain competitive integrated employment. In SFY 2020-2021 3,808 individuals with significant disabilities benefited from services to help them maintain competitive integrated employment during the past state fiscal year.

### **Legislative Citations:**

*Federal – Section 628 of the Rehabilitation Act of 1973, (P.L. 93-112), as amended, 29 U.S.C.A. §795n;*  
*State – Vocational Rehabilitation Act of 1988, Act of December 20, 1988, P.L. 1306, 43 P.S. §682.5 et seq.*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Supported Employment (Approp 10020)

Page # of Governor's Executive Budget: E31-2, E31-13

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
Supported Employment	\$ 397	\$ 397	\$ 397	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ 397</b>	<b>\$ 397</b>	<b>\$ 397</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 397</b>	<b>\$ 397</b>	<b>\$ 397</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ 397	\$ 397	\$ 397	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	32.85 %
<b>Total Operating</b>	<b>\$ 397</b>	<b>\$ 397</b>	<b>\$ 397</b>	<b>\$ -</b>	<b>32.85 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	30.77 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>30.77 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 397	\$ 397	\$ 397	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 397</b>	<b>\$ 397</b>	<b>\$ 397</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## Assistive Technology and Demonstration and Training

Assistive Technology and Demonstration and Training funds are used to support the statewide Assistive Technology Lending Library (ATLL) through an Interagency Agreement between the Institute on Disabilities at Temple University and OVR. These funds provide Pennsylvanians with disabilities and older Pennsylvanians an opportunity to learn about, borrow and try assistive technology devices prior to making purchasing decisions. OVR is responsible for the administration of these funds.

### Legislative Citations:

*PA Fiscal Code Sections 501 (71 P. S. § 181) and 502 (71 P. S. § 182) of the Administrative Code of 1929 requires Commonwealth departments and agencies to coordinate work and activities with other Commonwealth departments and agencies: and, in 1991, the Commonwealth designated Temple University as the agency for a statewide program of technology for citizens with disabilities, pursuant to the Technology-Related Assistance for Individuals with Disabilities Act, 29 U.S.C.S. § 3001. Act 34 of 1995, Act or 34 P.S. §. (6701.1 1-6701.4), which establishes the Telecommunication Device Distribution Program (TDDP) and 35 P.S. §§ (6701.1-6701.3) which establishes the TDDP PA Fiscal Code; Assistive Technology Act of 1998 Title I-State Grant Programs (as amended)*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Assistive Technology Demonstration and Training (Approp 11036)

Page # of Governor's Executive Budget: E31-2, E31-13

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
Assistive Technology Demonstration and Training	\$ 450	\$ 450	\$ 450	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ 450</b>	<b>\$ 450</b>	<b>\$ 450</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 450</b>	<b>\$ 450</b>	<b>\$ 450</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ 7	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ 11	\$ 12	\$ 12	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 11</b>	<b>\$ 12</b>	<b>\$ 12</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ 439	\$ 438	\$ 438	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 439</b>	<b>\$ 438</b>	<b>\$ 438</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	30.77 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>30.77 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 450	\$ 450	\$ 450	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 450</b>	<b>\$ 450</b>	<b>\$ 450</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



## Assistive Technology Financing

OVR provides these services through a contract with the Pennsylvania Assistive Technology Foundation (PATF). These funds provide opportunities for people with disabilities and older Pennsylvanians to receive financial assistance and information to allow them to purchase assistive technology devices and services that improve the quality of their lives. These opportunities include sourcing and/or providing low-interest loans, no-interest mini-loans, loan guarantees and information about other possible funding resources. OVR is responsible for the administration of these funds. The state appropriation for these activities provides for the majority of the administrative resources required to allow the PATF to provide these services to people with disabilities and older Pennsylvanians. In addition, a portion of these funds are used to “buy down” the interest rates on loans provided for the purchase of major assistive technology equipment to a low fixed-rate amount that is amortized over the expected useful life of the device.

### PATF 2020 Year in Review

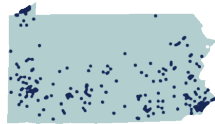
2020 BY THE NUMBERS

## OUR IMPACT

#### FINANCIAL LOANS

232

Pennsylvanians used PATF loans to purchase AT



\$1,886,210

extended in loans for AT

#### INFORMATION & ASSISTANCE

9,735



people received **information and assistance** about AT funding resource, including visits to SmartHomesMadeSimple.org

#### INFORMATION & ASSISTANCE

4,182



people received financial education through trainings, resourc guides, and visits to StudyMoney.us

Source: 2020-21 PATF Impact Report

#### Legislative Citations:

PA Fiscal Code; Assistive Technology Act of 1998 Title III-Alternative Financing Mechanisms (as amended)

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Assistive Technology Financing (Approp 11035)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
o Assistive Technology Financing	\$ 475	\$ 500	\$ 500	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ 475</b>	<b>\$ 500</b>	<b>\$ 500</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 475</b>	<b>\$ 500</b>	<b>\$ 500</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ 2	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ 11	\$ 12	\$ 13	\$ 1	8.33 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 11</b>	<b>\$ 12</b>	<b>\$ 13</b>	<b>\$ 1</b>	<b>8.33 %</b>
<b>OPERATING</b>					
State Funds	\$ 464	\$ 488	\$ 487	\$ (1)	-0.20 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 464</b>	<b>\$ 488</b>	<b>\$ 487</b>	<b>\$ (1)</b>	<b>-0.20 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 475	\$ 500	\$ 500	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 475</b>	<b>\$ 500</b>	<b>\$ 500</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to higher estimated labor distribution.	\$ 1	\$ -	\$ -	\$ 1
Subtotal Personnel	\$ 1	\$ -	\$ -	\$ 1
<b>OPERATING</b>				
Provides for a decrease in operating budget due to reallocation to personnel budget.	\$ (1)	\$ -	\$ -	\$ (1)
Subtotal Opening	\$ (1)	\$ -	\$ -	\$ (1)
<b>FIXED ASSETS</b>				
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

## Centers for Independent Living (CILs)

Centers for Independent Living (CILs) are consumer-controlled, community-based, cross-disability, and non-residential, private, nonprofit agencies that are designed and operated within local communities by individuals with disabilities. The core services provided by CILs are information and referral, peer counseling, independent living skills training, and individual and systems advocacy. The requested funds are necessary for CILs to comply with the requirements of Title VII of the Rehabilitation Act as amended by the Workforce Innovation and Opportunity Act of 2014 and Pennsylvania's Independent Living Services Act 139. The CILs assist people with disabilities in accessing attendant care and accessible housing, offer peer counseling and provide referral services to individuals, families, schools and providers. CILs also offer referral and information services to enable consumers to secure and maintain competitive integrated employment and are an important component of the Employment First movement. Over the past year, the nine state CILs provided at least one of the four core services to over 3,000 different individuals. Many of these individuals received multiple core services as their unique needs dictated. These services enable people with disabilities to participate and remain independent in their chosen communities versus being placed in more expensive care facilities.

The appropriation for CILs is divided equally among nine state-funded CILs, which ensures that people with disabilities have access to resources throughout the Commonwealth for these essential services. Any increase in appropriation will be distributed among the CILs in a manner consistent with the Pennsylvania State Independent Living Plan. Recommendations in that regard will be developed by OVR in conjunction with the Pennsylvania Statewide Independent Living Council (SILC).

### **Legislative Citations:**

*Federal – Rehabilitation Services Act of 1973, P.L. 93-112, as amended, 29 U.S.C.A. § 711-714 and §751- 753; State – Vocational Rehabilitation Act of 1988, Act of December 20, 1988, P.L.1307, 43 P.S. § 682.7(d) & 682.9; The Independent Living Services Act, the Act of December 12, 1994 (P.L. 1023, No. 139), § 8 and 12 (62 P.S. § 3208 and 3212)*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Centers for Independent Living (Approp 10030)

Page # of Governor's Executive Budget: E31-2, E31-13

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
Centers for Independent Living	\$ 1,950	\$ 1,950	\$ 1,950	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ 1,950</b>	<b>\$ 1,950</b>	<b>\$ 1,950</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 1,950</b>	<b>\$ 1,950</b>	<b>\$ 1,950</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ 75	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

#### IV. DETAIL BY MAJOR OBJECT

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ 50	\$ 53	\$ 52	\$ (1)	-1.89 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 50</b>	<b>\$ 53</b>	<b>\$ 52</b>	<b>\$ (1)</b>	<b>-1.89 %</b>
<b>OPERATING</b>					
State Funds	\$ 2	\$ 1	\$ 2	\$ 1	100.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 2</b>	<b>\$ 1</b>	<b>\$ 2</b>	<b>\$ 1</b>	<b>100.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ 1,898	\$ 1,896	\$ 1,896	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 1,898</b>	<b>\$ 1,896</b>	<b>\$ 1,896</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ 7	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ 7</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ 1,950	\$ 1,950	\$ 1,950	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 1,950</b>	<b>\$ 1,950</b>	<b>\$ 1,950</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for a decrease in personnel budget due to reallocation to operating budget.	\$ (1)	\$ -	\$ -	\$ (1)
Subtotal Personnel	\$ (1)	\$ -	\$ -	\$ (1)
<b>OPERATING</b>				
Provides for an increase due to higher estimated travel expense.	\$ 1	\$ -	\$ -	\$ 1
Subtotal Opening	\$ 1	\$ -	\$ -	\$ 1
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



## General Operations - Employment for the Blind Fund; and Vending Machine Proceeds (Restricted)

The Business Enterprise Program (BEP) is an administrative program that provides employment opportunities to legally blind individuals to become licensed independent business owners who operate vending facilities. The BEP works with the Bureau of Blindness and Visual Services (BBVS) to train individuals who are legally blind on how to start and then maintain a small private business that engages in the operation of food service facilities and vending machines. After the BEP trains individuals (licensees), it is responsible for obtaining and monitoring leases/permits for facilities located in federal and commonwealth premises, purchasing and maintaining equipment for all vending facilities, and for ensuring that all licensees are operating their businesses in compliance with all federal and Commonwealth laws, regulations and BEP policies.

This program is funded in part by income (commissions) from vending machines operated by third-party vendors on federal and Commonwealth property, as well as from a monthly set-aside fee paid by all BEP Licensees. This set-aside fee is based on a percentage of the profits a licensee earns at their facility (Section 107b of the Randolph-Sheppard Act).

*Section 395.8 of the Act* outlines the permitted distribution and use of income from vending machines on Federal property, which may be disbursed directly to blind licensees (retirement, medical reimbursements) or used to purchase or maintain program equipment, pay for management services and/or invest in a variety of other benefits for the program licensees.

The Little Randolph-Sheppard Act, 71 P.S. § 580 outlines similar restrictions for income generated from vending machines on State property. BBVS funding is used for the BEP training, initial start-up costs for a new licensee and for BEP staff salaries. The BEP receives no commonwealth appropriations for the operation of the BEP Program.

### **Legislative Citations:**

*The Randolph-Sheppard Act, 20 U.S.C. § 107 et seq.; The Little Randolph-Sheppard Act, 71 P.S. 580.1 et seq.*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Employment for the Blind Fund (Approp 40002)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Other Funds Total</b>					
General Operations- Employment for the Blind Fund	\$ 428	\$ 491	\$ 500	\$ 9	1.83 %
<b>Total Other Funds</b>	\$ 428	\$ 491	\$ 500	\$ 9	<b>1.83 %</b>
<b>Total Funds</b>	\$ 428	\$ 491	\$ 500	\$ 9	<b>1.83 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
<b>State Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Federal Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Other Funded</b>			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>%</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	428	491	500	-	0.00 %
<b>Total Other</b>	<b>\$ 428</b>	<b>\$ 491</b>	<b>\$ 500</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	428	491	500	9	1.83 %
<b>Total Funds</b>	<b>\$ 428</b>	<b>\$ 491</b>	<b>\$ 500</b>	<b>\$ 9</b>	<b>1.83 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
Provides for an increase due to actual expenditures to date.	\$ -	\$ -	\$ 9	\$ 9
Subtotal Other	\$ -	\$ -	\$ 9	\$ 9
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 9</b>	<b>\$ 9</b>

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(R) Vending Machine Proceeds (Approp 60004)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Other Funds Total</b>					
Vending Machine Proceeds	\$ 782	\$ 70	\$ 70	\$ -	0.00 %
<b>Total Other Funds</b>	<b>\$ 782</b>	<b>\$ 70</b>	<b>\$ 70</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>Total Funds</b>	<b>\$ 782</b>	<b>\$ 70</b>	<b>\$ 70</b>	<b>\$ -</b>	<b>0.00 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>%</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	782	70	70	-	0.00 %
<b>Total Other</b>	<b>\$ 782</b>	<b>\$ 70</b>	<b>\$ 70</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	782	70	70	-	0.00 %
<b>Total Funds</b>	<b>\$ 782</b>	<b>\$ 70</b>	<b>\$ 70</b>	<b>\$ -</b>	<b>0.00 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Personnel	\$ -	\$ -	\$ -	\$ -
<b>OPERATING</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Opening	\$ -	\$ -	\$ -	\$ -
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## General Operations – Rehabilitations Center Fund

This fund supports the Hiram G. Andrews Center (HGAC) in Johnstown, the country’s largest state-owned comprehensive training and employment facility, offering post-secondary, integrated education to students at the Commonwealth Technical Institute. With a state budget of \$4.5 million and an overall budget of approximately \$20 million, HGAC offers individualized services, Pre-Employment Transition Services, counseling, evaluation and physical restoration in a barrier-free environment. HGAC prepares customers to pursue career competitive and integrated employment opportunities and the independent life skills necessary to live, work and contribute within their communities. HGAC has around 155 staff and graduates approximately 180 students from the Commonwealth Technical Institute, the accredited post-secondary education facility within the HGAC. Annually HGAC serves approximately 1,400 customers across all programs while providing evaluations, disability supports and a myriad of services, and sees 630 customers complete their individualized programs annually.



# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

Rehabilitation Center Fund (Approp 50008)

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I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Federal Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Federal Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Other Funds Total</b>					
General Operations- Rehabilitation Center Fund	\$ 20,230	\$ 20,410	\$ 24,166	\$ 3,756	18.40 %
<b>Total Other Funds</b>	\$ 20,230	\$ 20,410	\$ 24,166	\$ 3,756	<b>18.40 %</b>
<b>Total Funds</b>	\$ <b>20,230</b>	\$ <b>20,410</b>	\$ <b>24,166</b>	\$ <b>3,756</b>	<b>18.40 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
State Funded			
Authorized	0	0	0
Filled	0	0	0
Federal Funded			
Authorized	0	0	0
Filled	0	0	0
Other Funded			
Authorized	186	186	186
Filled	156	151	150

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	14,773	15,818	16,294	476	3.01 %
<b>Total Personnel</b>	<b>\$ 14,773</b>	<b>\$ 15,818</b>	<b>\$ 16,294</b>	<b>\$ 476</b>	<b>3.01 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	4,853	3,946	6,418	2,472	62.65 %
<b>Total Operating</b>	<b>\$ 4,853</b>	<b>\$ 3,946</b>	<b>\$ 6,418</b>	<b>\$ 2,472</b>	<b>62.65 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	4	46	854	808	1756.52 %
<b>Total Fixed Assets</b>	<b>\$ 4</b>	<b>\$ 46</b>	<b>\$ 854</b>	<b>\$ 808</b>	<b>1756.52 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>%</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	600	600	600	-	0.00 %
<b>Total Other</b>	<b>\$ 600</b>	<b>\$ 600</b>	<b>\$ 600</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	20,230	20,410	24,166	3,756	18.40 %
<b>Total Funds</b>	<b>\$ 20,230</b>	<b>\$ 20,410</b>	<b>\$ 24,166</b>	<b>\$ 3,756</b>	<b>18.40 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to funding vacancies, other personnel costs, general and increment pay increases	\$ -	\$ -	\$ 476	\$ 476
Subtotal Personnel	\$ -	\$ -	\$ 476	\$ 476
<b>OPERATING</b>				
Provides for an increase due to anticipated additional operating costs for HGAC campus enhancements and planned marketing campaigns.	\$ -	\$ -	\$ 2,472	\$ 2,472
Subtotal Opening	\$ -	\$ -	\$ 2,472	\$ 2,472
<b>FIXED ASSETS</b>				
Provides for an increase due to planned capital projects in SFY 2022-23	\$ -	\$ -	\$ 808	\$ 808
Subtotal Fixed Assets	\$ -	\$ -	\$ 808	\$ 808
<b>GRANTS AND SUBSIDIES</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Grants and Subsidies	\$ -	\$ -	\$ -	\$ -
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ 3,756	\$ 3,756

# Program Area: PennSERVE

## High-Level Program Area Summary

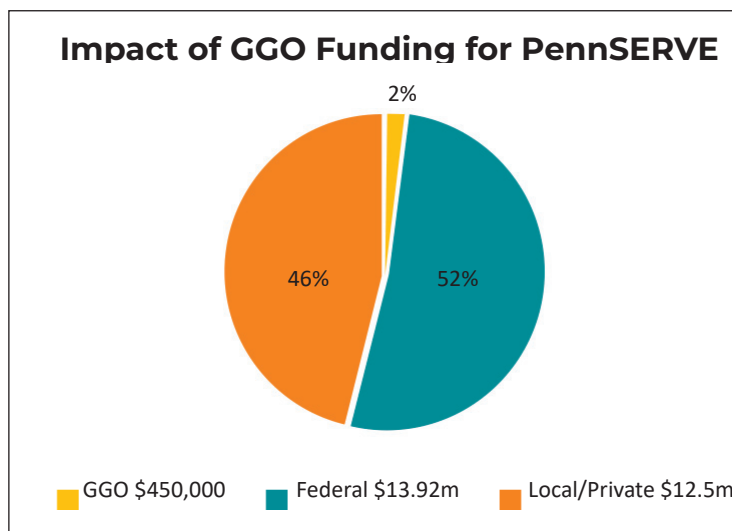
PennSERVE funds, monitors, and supports national service efforts that engage Pennsylvanians in strengthening our communities. Each year PennSERVE receives funding from the federal Corporation for National and Community Service (CNCS) and submits AmeriCorps program applications to compete for additional federal funding. PennSERVE supports on average about 1,300 AmeriCorps members annually who serve in local AmeriCorps programs; to expand and increase AmeriCorps services across the commonwealth, PennSERVE also regularly funds planning grants.

## Appropriations that Support PennSERVE

### General Government Operations and Community Service and Corps (Federal)

PennSERVE's request for \$450,000 in state funding (GGO) for administrative costs partially accounts for a required 50/50 match in administrative funding with the remainder of the required match provided through private philanthropy, in-kind contributions of state and private resources and allows PennSERVE to draw down \$645,700 in CNCS administrative funding; this includes \$181,000 in ARPA funding. PennSERVE also anticipates being awarded a federal grant to further support training and technical assistance of PennSERVE's AmeriCorps programs, in the amount of \$168,600. PennSERVE's combined state and federal administrative funds will allow eight PennSERVE staff to provide support and required oversight to the state's 25 AmeriCorps sub-grantees, as well as other service efforts and planning grants to develop additional AmeriCorps programs.

In SFY 2022-23, each state dollar will leverage \$59 non-state dollars. As the pie chart shows below, with just \$450,000 in state funding (GGO), PennSERVE will leverage \$13.9 million federal funds and \$12.5 million in private funds to bolster Pennsylvania communities and develop local solutions to local problems. The \$14.8 million budget request includes the \$9.5 million in awarded federal funding in addition to additional anticipated or proposed federal grant awards.



Across the country, AmeriCorps engages more than 75,000 Americans in intensive service each year at nonprofits, schools, public agencies, and community, and faith-based groups. AmeriCorps produces a triple-bottom line return investment, for those who serve, those who are served, and for Pennsylvania's communities.

In PennSERVE's 2020-2021 program year, over 1,000 AmeriCorps members supported by PennSERVE served over 32,400 students and youth, provided job training to 450 Pennsylvanians, served over 200 veterans and military families, treated 645,000 acres of public land, and continued to provide essential supports throughout the COVID-19 pandemic. AmeriCorps members also supported over 2,000 community volunteers who contributed more than 28,000 hours of service across Pennsylvania.

**Legislative Citations:**

*PennSERVE: The Governor's Office of Citizen Service was established by Act 19 of 1993, which amended the act of April 9, 1929 (P.L. 177, No. 175), known as the Administrative Code of 1929, 71 P.S. § 51 et seq. (71 P.S. § 582-2). National and Community Service Trust Act of 1993, Public Law 103-82 [HR 2010]; Edward M. Kennedy Serve America Act of 2009 [HR 1388]*

# DEPARTMENT OF LABOR & INDUSTRY

## 2022-23 BUDGET PRESENTATION

### APPROPRIATIONS

(F) Community Service and Corps (Approp 70027)

Page # of Governor's Executive Budget: E31-2

I. SUMMARY FINANCIAL DATA (\$ Amounts in Thousands)	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>State Funds</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total State Funds</b>	\$ -	\$ -	\$ -	\$ -	<b>0.00 %</b>
<b>Federal Funds</b>					
Community Service and Corps	\$ 13,235	\$ 13,415	\$ 14,381	\$ 996	7.20 %
<b>Total Federal Funds</b>	\$ 13,235	\$ 13,415	\$ 14,381	\$ 996	7.20 %
<b>Other Funds Total</b>					
	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Other Funds</b>	\$ -	\$ -	\$ -	\$ -	0.00 %
<b>Total Funds</b>	\$ 13,235	\$ 13,415	\$ 14,381	\$ 996	<b>7.20 %</b>

II. HISTORY OF LAPSES (\$ Amounts in Thousands)	2019-20	2020-21	Estimated 2021-22
State Funds	\$ -	\$ -	\$ -
Federal Funds	\$ 2,049	\$ 1,077	\$ -
Other Funds	\$ -	\$ -	\$ -

III. COMPLEMENT INFORMATION	12/31/2020	12/31/2021	Budgeted 2022-23
<b>State Funded</b>			
Authorized	0	0	0
Filled	0	0	0
<b>Federal Funded</b>			
Authorized	6	8	8
Filled	5	6	6
<b>Other Funded</b>			
Authorized	0	0	0
Filled	0	0	0

\*Employee benefit rates will be calculated and provided by the Governor's Budget Office

**IV. DETAIL BY MAJOR OBJECT**

(\$ Amounts In Thousands)

	2020-21 Actual	2021-22 Available	2022-23 Budgeted	Change Budgeted vs. Available	Percent Change
<b>PERSONNEL</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	325	391	461	70	17.90 %
Other Funds	-	-	-	-	0.00 %
<b>Total Personnel</b>	<b>\$ 325</b>	<b>\$ 391</b>	<b>\$ 461</b>	<b>\$ 70</b>	<b>17.90 %</b>
<b>OPERATING</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	336	360	419	59	16.39 %
Other Funds	-	-	-	-	0.00 %
<b>Total Operating</b>	<b>\$ 336</b>	<b>\$ 360</b>	<b>\$ 419</b>	<b>\$ 59</b>	<b>16.39 %</b>
<b>FIXED ASSETS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Fixed Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>GRANTS AND SUBSIDIES</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	12,574	12,664	13,501	837	6.61 %
Other Funds	-	-	-	-	0.00 %
<b>Total Grants and Subsidies</b>	<b>\$ 12,574</b>	<b>\$ 12,664</b>	<b>\$ 13,501</b>	<b>\$ 837</b>	<b>6.61 %</b>
<b>BUDGETARY RESERVE</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Budgetary Reserve</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>OTHER (FEDERAL INDIRECT COST-AUGMENTATIONS-RESTRICTED REVENUE)</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	-	-	-	-	0.00 %
Other Funds	-	-	-	-	0.00 %
<b>Total Other</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.00 %</b>
<b>TOTAL FUNDS</b>					
State Funds	\$ -	\$ -	\$ -	\$ -	0.00 %
Federal Funds	13,235	13,415	14,381	996	7.20 %
Other Funds	-	-	-	-	0.00 %
<b>Total Funds</b>	<b>\$ 13,235</b>	<b>\$ 13,415</b>	<b>\$ 14,381</b>	<b>\$ 996</b>	<b>7.20 %</b>

**V. EXPLANATION OF CHANGES**

(\$ Amounts In Thousands)

	State \$	Federal \$	Other \$	Total \$
<b>PERSONNEL</b>				
Provides for an increase due to changes in filled complement vacancy mix and salary benefit factor and contractual pay raises for FY 2022-23	\$ -	\$ 70	\$ -	\$ 70
Subtotal Personnel	\$ -	\$ 70	\$ -	\$ 70
<b>OPERATING</b>				
Provides for an increase in operating budget due to availability of additional American Rescue Plan Act funds.	\$ -	\$ 59	\$ -	\$ 59
Subtotal Opening	\$ -	\$ 59	\$ -	\$ 59
<b>FIXED ASSETS</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Fixed Assets	\$ -	\$ -	\$ -	\$ -
<b>GRANTS AND SUBSIDIES</b>				
Provides for an increase to account for additional grants to be provided using American Rescue Plan Act funds.	\$ -	\$ 837	\$ -	\$ 837
Subtotal Grants and Subsidies	\$ -	\$ 837	\$ -	\$ 837
<b>BUDGETARY RESERVE</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Budgetary Reserve	\$ -	\$ -	\$ -	\$ -
<b>OTHER</b>				
	\$ -	\$ -	\$ -	\$ -
Subtotal Other	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ 966</b>	<b>\$ -</b>	<b>\$ 966</b>