

FY21 Budget Performance Review

Agency Name and Number

Lead Administrator:

Lead Financial Officer:

Agency Mission

The Workers' Compensation Commission serves the public in its administration and regulatory duties in a prompt, courteous and impartial manner for workers' compensation matters set out in Title 85A of the Oklahoma Statutes.

Division and Program Descriptions

Division or Program Number and Name

100001 - General Operations: The Workers' Compensation Commission (WCC) is a non-appropriated, quasi-judicial agency that operates under one program, General Operations is comprised of Administrative Law Judges (case adjudication), Legal Operation, Permitting, Communications/ Administrative Services, Employment Standards (Compliance) and Finance.

880001 - IT : The Program contains all services and expenses related to on-going IT services/equipment and data base maintenance functions. It also includes all capital costs in the amount of \$3.1 million for PHASE I of the CASEOK data system during the period August 2017 to March 2020 and upcoming design and build costs for an estimated \$1,350,000 for PHASE II scheduled to occur during the period March 2020 to March 2021.

3500001, 3600001, 4000001, 4100001, 4300001 and 4300002: WCC administers payments of WC (worker compensation) benefits, medical claim, legal and other misc. expenses out of Fund 70100 - Self Insured Guaranty Fund (SIGF) to employees that worked for companies that are presently financially impaired, have no available revenue resources and have called in letters of credit and bonds to pay WC long-term liabilities. Actual budget use in FY2020 and FY2021 depends on the number of settlement transactions with Long-term claimants.

FY'20 Budgeted Department Funding By Source

| Dept. # | Department Name | Appropriations | Federal | Revolving | Local ¹ | Other ² | Total |
|--------------|---------------------------------------|----------------|------------|--------------------|--------------------|--------------------|--------------------|
| 0100001 | General Operations - Fund 21000 | | | 5,323,202 | | | \$5,323,202 |
| 3500001 | General Motors - Fund 70100 | | | | | 550,000 | \$550,000 |
| 3600001 | Arrow Trucking - Fund 70100 | | | | | 65,000 | \$65,000 |
| 4000001 | Blitz USA - Fund 70100 | | | | | 3,500 | \$3,500 |
| 4100001 | Texoma Peanut - Fund 70100 | | | | | 100,000 | \$120,000 |
| 4300001 | BNF Operations - Fund 70100 | | | | | 50,000 | \$80,000 |
| 4300002 | BFN Tri - Fund 70100 | | | | | 6,000 | \$6,000 |
| 8800002 | IT - ISD Data Processing - Fund 21000 | | | 1,968,100 | | | \$1,968,100 |
| Total | | \$0 | \$0 | \$7,291,302 | \$0 | \$774,500 | \$8,065,802 |

1. Please describe source of Local funding not included in other categories:

2. Please describe source(s) and % of total of "Other" funding if applicable for each department: Fund 70100 is comprised of called-in Letters of Credit and Bonds of Financially impaired companies to pay long-

FY'19 Carryover by Funding Source

| Carryover | Appropriations | Federal | Revolving | Local ¹ | Other ² | Total |
|-----------|----------------|---------|-----------|--------------------|--------------------|-------|
| | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | \$0 | | | | | \$0 |

1. Please describe source of Local funding not included in other categories:

2. Please describe source(s) and % of total of "Other" funding if applicable:

What changes did the agency make between FY'19 and FY'20?

1.) Are there any services no longer provided because of budget cuts?

No

2.) What services are provided at a higher cost to the user?

None

3.) What services are still provided but with a slower response rate?

None

4.) Did the agency provide any pay raises that were not legislatively/statutorily required?

Yes, 4% cost of living to effective 8/1/2019 TO 33 of 45 FTE (excluded employees hired on and after May 1, 2019, probationary employees and WCC Commissioners).

FY'21 Requested Funding By Department and Source

| Dept. # | Department Name | Appropriations | Federal | Revolving | Other ¹ | Total | % Change |
|--------------|---------------------------------------|----------------|------------|--------------------|--------------------|--------------------|---------------|
| 0100001 | General Operations - Fund 21000 | \$0 | \$0 | \$5,323,202 | \$0 | \$5,323,202 | 0.00% |
| 3500001 | General Motors - Fund 70100 | \$0 | \$0 | \$0 | \$350,000 | \$350,000 | -36.36% |
| 3600001 | Arrow Trucking - Fund 70100 | \$0 | \$0 | \$0 | \$65,000 | \$65,000 | 0.00% |
| 4000001 | Blitz USA - Fund 70100 | \$0 | \$0 | \$0 | \$3,500 | \$3,500 | 0.00% |
| 4100001 | Texoma Peanut - Fund 70100 | \$0 | \$0 | \$0 | \$100,000 | \$100,000 | -16.67% |
| 4300001 | BNF Operations - Fund 70100 | \$0 | \$0 | \$0 | \$5,000 | \$5,000 | -93.75% |
| 4300002 | BFN Tri - Fund 70100 | \$0 | \$0 | \$0 | \$6,000 | \$6,000 | 0.00% |
| 8800002 | IT - ISD Data Processing - Fund 21000 | \$0 | \$0 | \$1,968,100 | \$0 | \$1,968,100 | 0.00% |
| Total | | \$0 | \$0 | \$7,291,302 | \$529,500 | \$7,820,802 | -3.04% |

1. Please describe source(s) and % of total of "Other" funding for each department:

FY'21 Top Five Operational Appropriation Funding Requests

| Request by Priority | Request Description | Appropriation Request Amount (\$) |
|---|---|-----------------------------------|
| Request 1: | N/A - WCC is a non-appropriated, non-General Fund agency. | |
| Request 2: | | |
| Request 3: | | |
| Request 4: | | |
| Request 5: | | |
| Top Five Request Subtotal: | | \$0 |
| Total Increase above FY-20 Budget (including all requests) | | \$ - |
| Difference between Top Five requests and total requests: | | \$0 |

Does the agency have any costs associated with the Pathfinder retirement system and federal employees?

No

How would the agency be affected by receiving the same appropriation for FY '21 as was received in FY '20? (Flat/ 0% change)

N/A - WCC is a non-appropriated, non-GF agency.

| How would the agency handle a 2% appropriation reduction in FY '21? | | | | | | | |
|---|--|----------------|------------------------|----------------------------|---------------------------|-------------------------------------|-----------------------------|
| N/A - WCC is a non-appropriated, non-GF agency. | | | | | | | |
| Is the agency seeking any fee increases for FY '21? | | | | | | | |
| | | | | | Fee Increase Request (\$) | Statutory change required? (Yes/No) | |
| Increase 1 | No - All Fees are legislatively mandated | | | | | | |
| Increase 2 | | | | | | | |
| Increase 3 | | | | | | | |
| What are the agency's top 2-3 capital or technology (one-time) requests, if applicable? | | | | | | | |
| Description of request in order of priority | | | | | Appropriated Amount (\$) | Submitted to LRCPC? (Yes/No) | |
| Priority 1 | CASEOK DATA SYSTEM - PHASE II (IT Capital Project): \$570,000 FY2020 (Mar 2020 to Jun 2020) and \$780.00 FY2021 (Jul 2020 to Mar 2021) | | | | \$0 | | |
| Priority 2 | | | | | | | |
| Priority 3 | | | | | | | |
| Federal Funds | | | | | | | |
| CFDA | Federal Program Name | Agency Dept. # | FY 20 budgeted | FY 19 | FY 18 | FY 17 | FY 16 |
| | None | | | | | | |
| Federal Government Impact | | | | | | | |
| 1.) How much federal money received by the agency is tied to a mandate by the Federal Government? | | | | | | | |
| N/A | | | | | | | |
| 2.) Are any of those funds inadequate to pay for the federal mandate? | | | | | | | |
| N/A | | | | | | | |
| 3.) What would the consequences be of ending all of the federal funded programs for your agency? | | | | | | | |
| N/A | | | | | | | |
| 4.) How will your agency be affected by federal budget cuts in the coming fiscal year? | | | | | | | |
| N/A | | | | | | | |
| 5.) Has the agency requested any additional federal earmarks or increases? | | | | | | | |
| N/A | | | | | | | |
| FY'20 Budgeted FTE | | | | | | | |
| Division # | | Supervisors | Classified | Unclassified | \$0 - \$35 K | \$35 K - \$70 K | \$70 K - \$\$\$ |
| 0100001 | Administrative Law Judges | 1 | | 5 | | | 6 |
| 0100001 | Communications and Administrative Services | 1 | | 5 | 2 | 4 | 0 |
| 0100001 | Employment Standards (Compliance) | 1 | | 4 | | 4 | 1 |
| 0100001 | Legal Operations | 3 | | 16 | | 16 | 3 |
| 0100001 | Permitting Services | 1 | | 1 | | 1 | 1 |
| 0100001 | Finance | 1 | | 1 | | 1 | 1 |
| 0100001 | WCC Commissioners | 3 | | | | 1 | 2 |
| 0100001 | Medical Doctor and Executive Director | 2 | | | | | 2 |
| 8800002 | ISD Data Process | | | | | | |
| Total | | 13 | 0 | 32 | 2 | 27 | 16 |
| FTE History | | | | | | | |
| Division # | Division Name | | 2020 Budgeted | 2019 | 2018 | 2016 | 2011 |
| 0100001 | Administrative Law Judges | | 6.0 | 6.0 | 6.0 | 6.0 | N/A - Agency Start 2/1/2014 |
| 0100001 | Communications and Administrative Services | | 6.0 | 3.0 | 2.0 | 2.0 | N/A - Agency Start 2/1/2014 |
| 0100001 | Employment Standards | | 5.0 | 4.0 | 4.0 | 4.0 | N/A - Agency Start 2/1/2014 |
| 0100001 | Legal Operations | | 16.0 | 16.0 | 18.0 | 16.0 | N/A - Agency Start 2/1/2014 |
| 0100001 | Permitting Services | | 2.0 | 3.0 | 2.0 | 2.0 | N/A - Agency Start 2/1/2014 |
| 0100001 | Finance | | 2.0 | 2.0 | 3.0 | 3.0 | N/A - Agency Start 2/1/2014 |
| 0100001 | General Counsel | | 3.0 | 3.0 | 2.0 | 2.0 | N/A - Agency Start 2/1/2014 |
| 0100001 | WCC Commissioners | | 3.0 | 3.0 | 3.0 | 3.0 | N/A - Agency Start 2/1/2014 |
| 0100001 | Medical Doctor and Executive Director | | 2.0 | 2.0 | 2.0 | 2.0 | N/A - Agency Start 2/1/2014 |
| 8800002 | ISD Data Process | | | | | | N/A - Agency Start 2/1/2014 |
| Total | | | 45.0 | 42.0 | 42.0 | 40.0 | 0.0 |
| Performance Measure Review | | | | | | | |
| | | | FY 19 | FY 18 | FY 17 | FY 16 | FY 15 |
| Program Name | | | | | | | |
| WCC is working on constructive and meaning performance measures to reflect is programmatic functions and goals. The performance measures will be submitted to the OK House and Senate analysts once they are fully developed (estimated late 2019). | | | | | | | |
| Revolving Funds (200 Series Funds) | | | | | | | |
| Please provide fund number, fund name, description, and revenue source | | | FY'17-19 Avg. Revenues | FY'17-19 Avg. Expenditures | June '19 Balance | | |
| Fund number: Fund name | | | | | | | |
| 21000 - Workers' Compensation Revolving Fund | | | \$5,575,718 | \$5,342,325 | \$2,911,466 | | |