



DWD Biennium Budget Request

December 7, 2010



- The Department of Workforce Development has two main functions:
 - To administer the Unemployment Insurance Program
 - To provide workforce training and skills enhancement services to Hoosier workers and employers
- DWD programs and operations are funded through UI premiums and federal appropriations. DWD's annual general fund request is limited to \$1 million.



Agency Budget Overview

\$ in Millions

	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>
Unemployment Insurance Administration	\$52	\$68	\$57	\$62
Unemployment Insurance Benefits	3,388	3,178	1,034	1,012
Training and Development Initiatives	<u>199</u>	<u>217</u>	<u>194</u>	<u>198</u>
Total Budget	\$3,639	\$3,463	\$1,285	\$1,272

Note: Unemployment benefits forecast assumes no federal extensions beyond November 30, 2010.



Unemployment Insurance

\$ in Millions

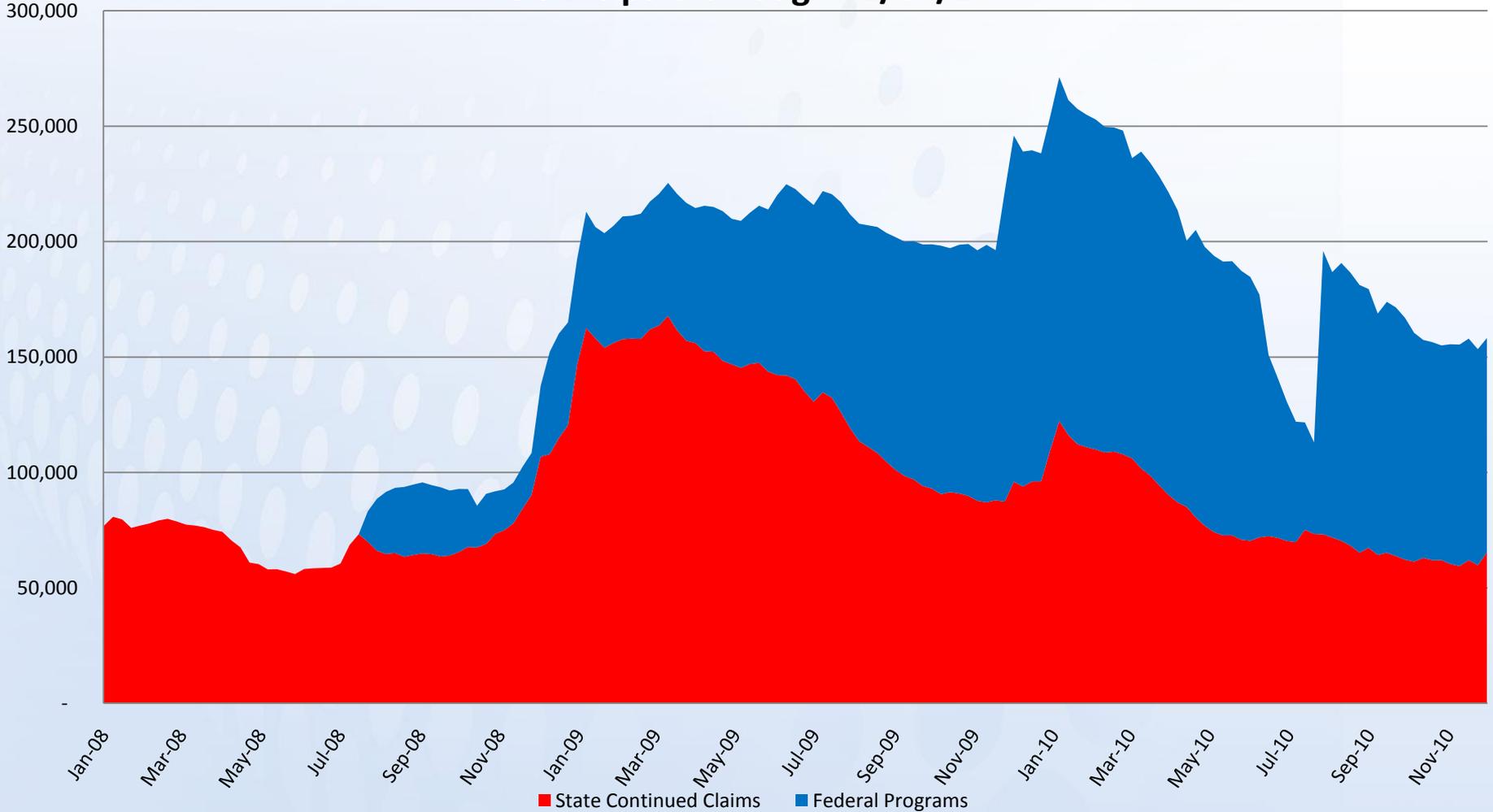
Administration	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>
Unemployment Insurance Administration	\$50	\$65	\$57	\$62
Extended Unemployment Insurance Administration	<u>2</u>	<u>3</u>	<u>0</u>	<u>0</u>
Total UI Administration	\$52	\$68	\$57	\$62
Benefits				
State UI Benefits	\$1,344	\$1,429	\$884	\$862
Federal UI Benefits	<u>2,044</u>	<u>1,749</u>	<u>150</u>	<u>150</u>
Total UI Benefits	\$3,388	\$3,178	\$1,034	\$1,012

Unemployment Claims

INDIANA
WORKFORCE
DEVELOPMENT
AND ITS **WorkOne** CENTERS



Claims paid through 12/04/10

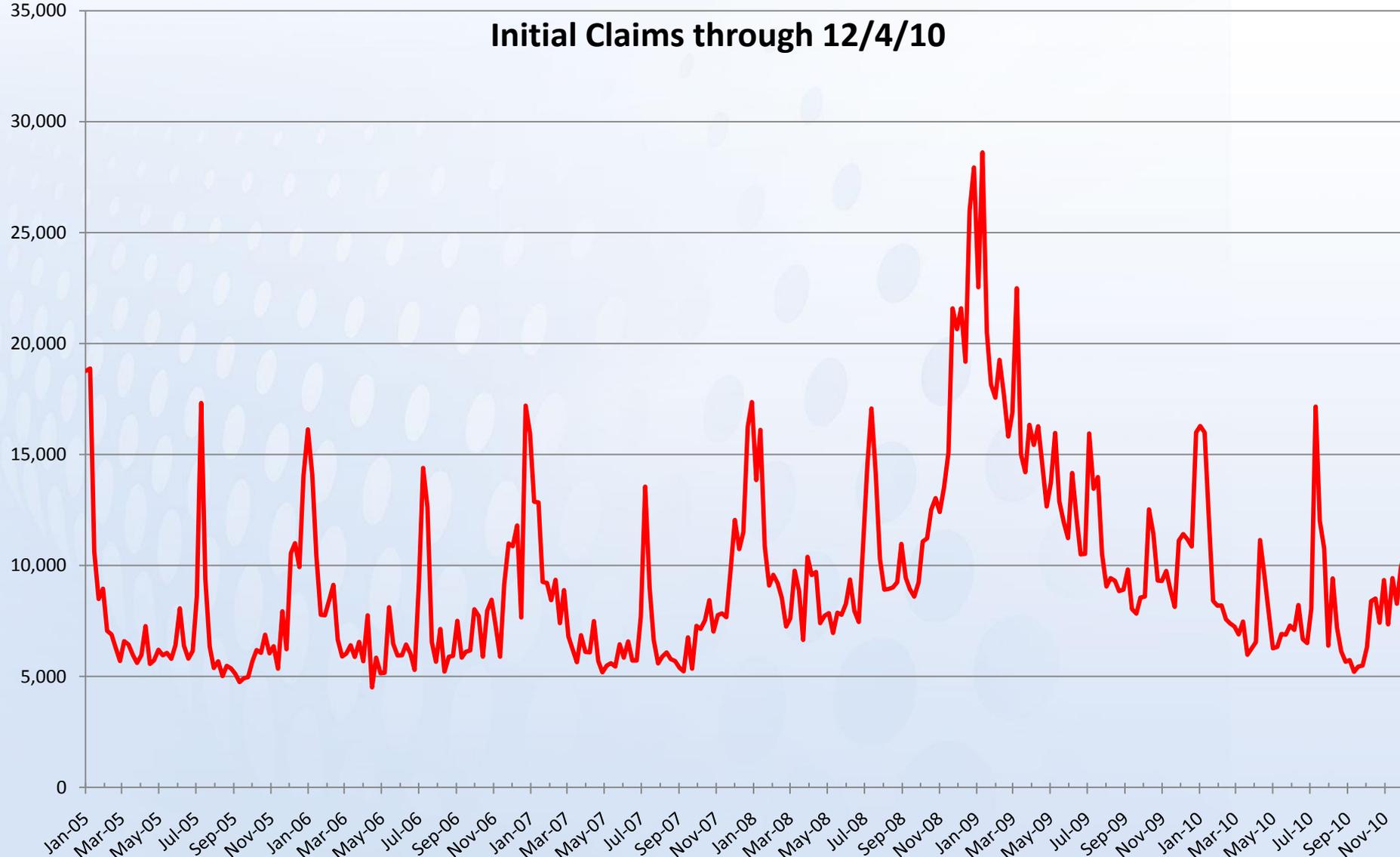


Initial Claims

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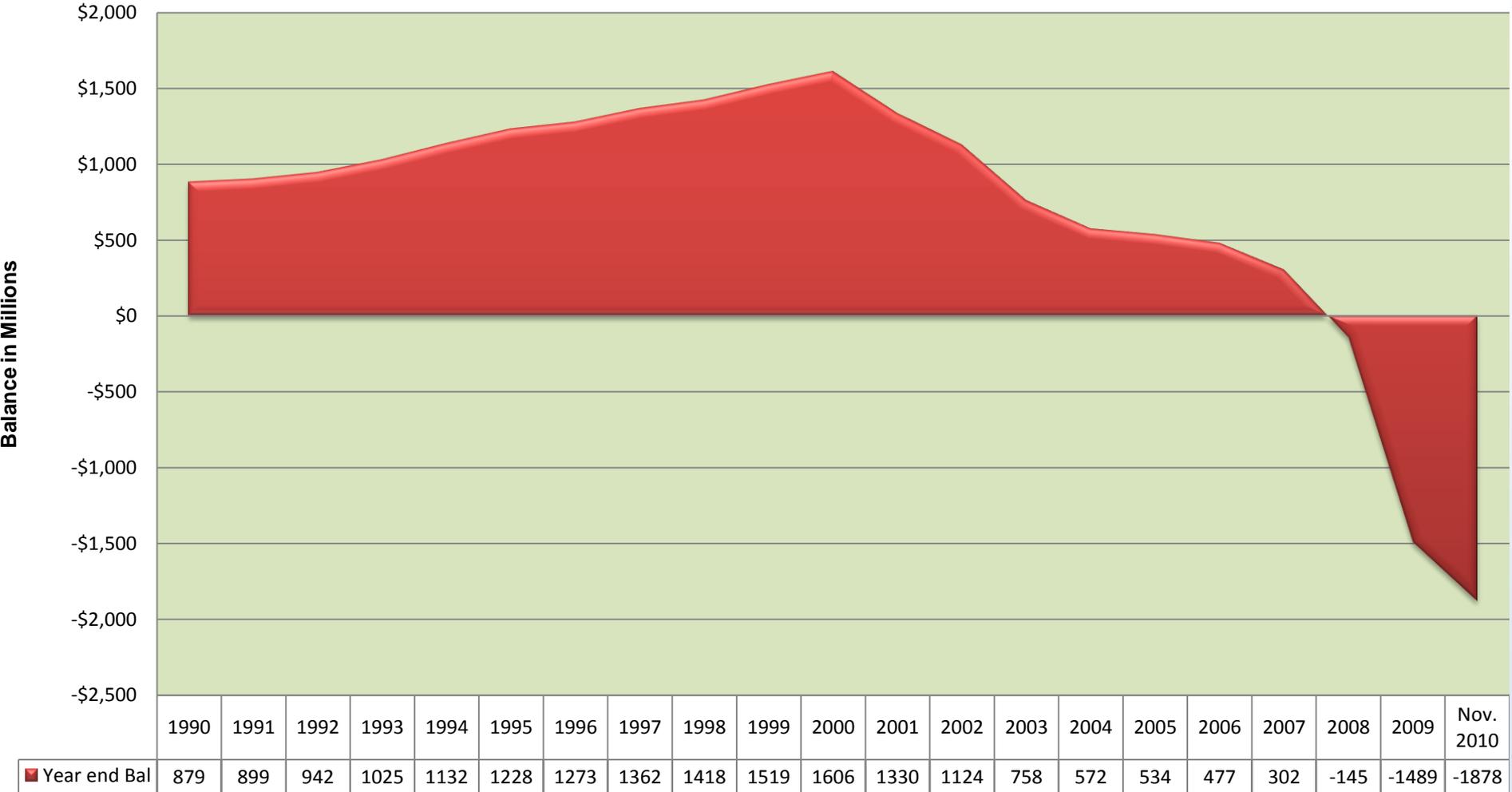
Initial Claims through 12/4/10



UI Trust Fund Balance

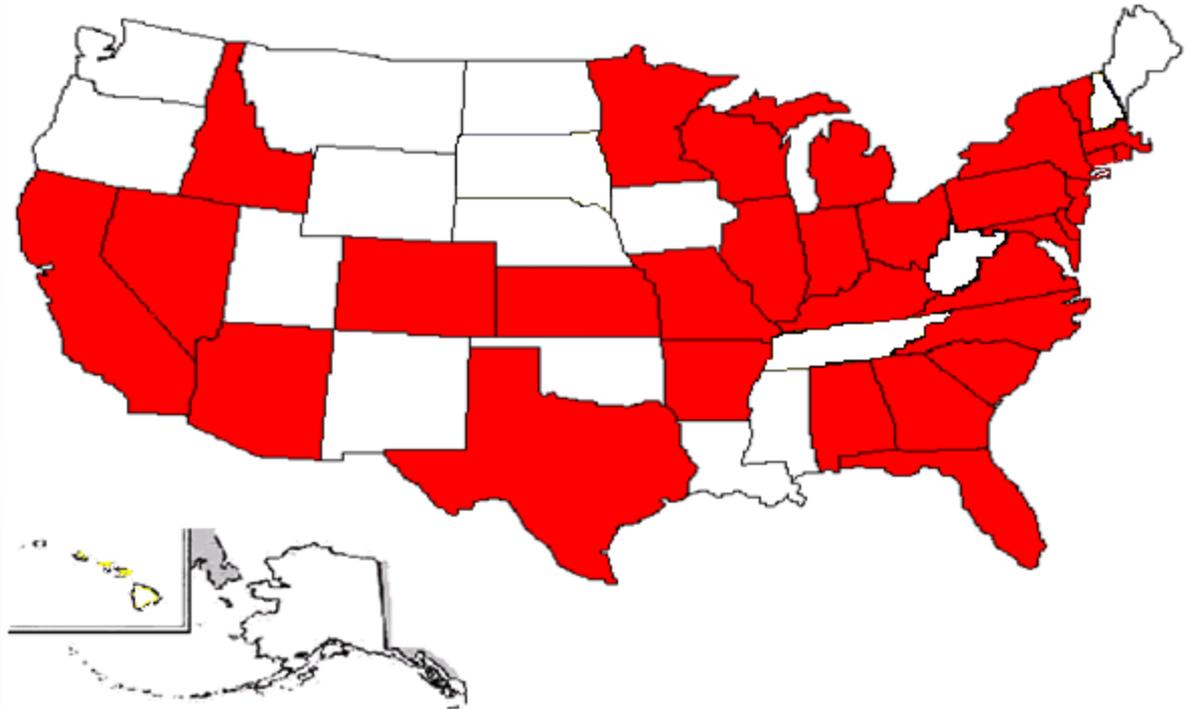


**Indiana Unemployment Insurance Trust Fund
(Trust Fund Balance Declining since 2000)**





States Borrowing from DOL for their UI Trust Funds



State	Amount Borrowed (In Millions)
California	\$ 8,913.3
Michigan	\$ 3,810.7
New York	\$ 3,176.9
Pennsylvania	\$ 3,008.6
North Carolina	\$ 2,373.6
Ohio	\$ 2,314.2
Illinois	\$ 2,239.6
Indiana	\$ 1,878.4
Florida	\$ 1,761.6
New Jersey	\$ 1,749.6
Texas	\$ 1,602.4
Wisconsin	\$ 1,424.8
South Carolina	\$ 886.7
Kentucky	\$ 795.1
Missouri	\$ 722.1
Nevada	\$ 579.7
Connecticut	\$ 498.5
Georgia	\$ 454.5
Minnesota	\$ 444.9
Massachusetts	\$ 387.3
Colorado	\$ 368.5
Virginia	\$ 346.9
Arkansas	\$ 330.9
Alabama	\$ 283.0
Rhode Island	\$ 225.5
Idaho	\$ 202.4
Arizona	\$ 192.3
Maryland	\$ 133.8
Kansas	\$ 88.2
Vermont	\$ 32.7
Delaware	\$ 21.1
Virgin Islands	\$ 16.6
Totals	\$ 41,264.2



- Principles that must be met:
 - Bring premiums and benefits into alignment to achieve structural balance in normal times
 - Repay the federal loan, with interest, by 2020
 - Ensure fair benefits for unemployed Hoosiers
 - Maintain Indiana's competitive business climate

Training and Development

\$ in Millions

Federal and Dedicated	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>
Administration	\$32.1	\$33.1	\$33.7	\$34.3
Programs (Regular)	134.8	156.1	158.1	163.0
Programs (ARRA)	<u>28.5</u>	<u>25.4</u>	<u>0.8</u>	<u>0.0</u>
Total Federal and Dedicated	\$195.4	\$214.6	\$192.6	\$197.3
General Funds				
Total General Funds	<u>3.6</u>	<u>2.4</u>	<u>1.1</u>	<u>1.1</u>
Total Training and Development	\$199.0	\$217.0	\$193.7	\$198.4

WIA Client Services

INDIANA
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