For November 7, 2019 Economic Affairs Interim Committee Pat Murdo



DEPARTMENT OF LABOR AND INDUSTRY OVERVIEW

Department Head: Galen Hollenbaugh (Appointed by governor and confirmed by the Senate)

Duties/Responsibilities

Workforce, Employment/Unemployment Oversight

- Oversees workforce and apprenticeship programs, including managing Job Service Offices statewide, work-based learning programs, the Jobs for Montana's Graduates program for middle and high school students, and the State Workforce Innovation Board. Many of these programs implement federal directives related to workers and employers.
- Provides economic analysis related to labor and employment.
- Manages 33 professional and occupational licensing boards and oversees complaints and investigations for the volunteer boards.
- Oversees the federal-state uenmployment insurance program, handling claims and appeals, and making sure unemployment insurance schedules are fairly applied.
- Works with collective bargaining mediation.
- Conducts workplace safety training for all employers. Conducts inspections for local and state government entity work sites. Inspects coal mines and sand and gravel operations.

Investigatory Responsibilites

 Investigates cases in which employers do not have workers' compensation insurance and arranges claim payments for workers of employers found not to have workers' compensation.

- Provides information, determinations, and hearings related to wage and hour complaints.
- Investigates charges of illegal discrimination under state (and related federal) law and provides educational outreach on human rights issues.

Workers' Compensation Oversight

- Oversees the overall workers' compensation system by gathering information, providing utilization and treatment guidelines as well as medical fee schedules and a prescription drug formulatry. Conducts mediation on claims, promotes return-to-work programs. Assists with the Workers' Compensation Court.
- Handles independent contractor exemptions and contractor and home inspector registrations.

Other Business Regulation / Assistance

- Handles business-related meter testing to ensure accuracy for weights and measures.
- Administers building construction standards outside of areas not governed by local codes and works with builders to adopt national codes.
- Oversees the Governor's Office of Community Service.
- Surveys businesses for determination of prevailing wage rates and migrant agricultural workers' wages under H-2A visas.

Boards, Entities Attached to the Department of Labor and Industry

- All 33 Professional and Occupational Licensing Boards (most under Title 37)
- Board of Personnel Appeals, established under 2-15-1705, MCA

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- The Commission for Human Rights, established under 2-15-1706, MCA
- The Office of Workers' Compensation Judge, established under 2-15-1707, MCA •
- The State Workforce Innovation Board, established under 53-2-1203, MCA, in conjunction with federal law •
- The Unemployment Insurance Appeals Board, established under 2-15-1704, MCA •

Legislative Audits

- The Montana Prescription Drug Registry, <u>18DP-01</u>, nine recommendations
- Follow-up to Regulation of Independent Contractors 15P-02 (18SP-02)
- Follow-up to Data Integrity of STAARS 16DP-01 (18SP-04) •
- 2017 Financial Compliance Audit (<u>17-15</u>), three recommendations.

DEPARTMENT OF LABOR AND INDUSTRY – BIENNIUM BUDGET FOR FY 2020 AND FY 2021*

FTE	House Bill 2 for FY2020			House Bill 2 for FY2021			Total: All Sources
	General Fund	State Special Revenue	Federal Special Revenue	General Fund	State Special Revenue	Federal Special Revenue	for FY21 Biennium
10.5	\$309,297	\$379,499	\$572,993	\$314,251	\$384,028	\$581,106	\$2,541,174
137.57		\$18,932,441	\$20,409		\$18,910,085	\$20,409	\$37,883,344
118.98	\$1,526,386	\$12,500,638	\$1,088,572	\$1,544,245	\$12,633,076	\$1,095,930	\$30,388,847
148.61		\$5,642,432	\$11,303,973		\$5,725,576	\$11,453,126	\$34,125,107
238		\$14,113,049	\$16,516,336		\$14,207,818	\$16,658,654	\$61,495,857
7		\$791,697			\$799,642		\$1,591,339
4	\$150,185	\$12,388	\$3,817,535	\$151,834	\$12,388	\$3,820,666	\$7,964,996
664.66	For FY20	20 \$87,677,830		For FY2021 \$		88,312,834	\$175,990,664
	10.5 137.57 118.98 148.61 238 7 238	General Fund 10.5 \$309,297 137.57 118.98 \$1,526,386 148.61 238 7 4 \$150,185	General Fund State Special Revenue 10.5 \$309,297 137.57 \$18,932,441 118.98 \$1,526,386 \$12,500,638 \$12,500,638 148.61 \$1,526,386 238 \$1,526,386 7 \$14,113,049 7 \$791,697 4 \$150,185	General Fund State Special Revenue Federal Special Revenue 10.5 \$309,297 \$379,499 \$572,993 137.57 \$18,932,441 \$20,409 118.98 \$1,526,386 \$12,500,638 \$1,088,572 148.61 \$5,642,432 \$11,303,973 238 \$14,113,049 \$16,516,336 7 \$791,697 4 \$150,185 \$12,388 \$3,817,535	General Fund State Special Revenue Federal Special Revenue General Fund 10.5 \$309,297 \$379,499 \$572,993 \$314,251 137.57 \$18,932,441 \$20,409 118.98 \$1,526,386 \$12,500,638 \$1,088,572 \$1,544,245 148.61 \$5,642,432 \$11,303,973 238 \$14,113,049 \$16,516,336 7 \$791,697 4 \$150,185 \$12,388 \$3,817,535 \$151,834	General Fund State Special Revenue Federal Special Revenue General Fund State Special Revenue 10.5 \$309,297 \$379,499 \$572,993 \$314,251 \$384,028 137.57 \$1 \$18,932,441 \$20,409 \$18,910,085 118.98 \$1,526,386 \$12,500,638 \$1,088,572 \$1,544,245 \$12,633,076 148.61 \$1,526,386 \$12,500,638 \$11,303,973 \$1 \$5,725,576 238 \$1,526,386 \$12,4113,049 \$16,516,336 \$14,207,818 7 \$14,113,049 \$16,516,336 \$14,207,818 7 \$17 \$791,697 \$16,516,336 \$14,207,818 4 \$150,185 \$12,388 \$3,817,535 \$151,834 \$12,388	General Fund State Special Revenue Federal Special Revenue General Fund State Special Revenue Federal Special Revenue 10.5 \$309,297 \$379,499 \$572,993 \$314,251 \$384,028 \$581,106 137.57 \$1.0 \$18,932,441 \$20,409 \$18,910,085 \$20,409 118.98 \$1,526,386 \$12,500,638 \$1,088,572 \$1,544,245 \$12,633,076 \$1,095,930 148.61 \$5,642,432 \$11,303,973 \$5,725,576 \$11,453,126 238 \$14,113,049 \$16,516,336 \$14,207,818 \$16,658,654 7 \$791,697 \$12,388 \$3,817,535 \$151,834 \$12,388 \$3,820,666

'As provided by the Department of Labor and Industr

Recent Reports *2019 Labor Day Report *2019 Workers' Compensation Report

EAIC Concerns

*Active Supervision (Restraint of Trade) *Firefighters' Presumptive Disease

*Assistance with new U.S. Department of Labor Overtime Rule in effect 1/1/2020 (see fact sheet)

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