Agency Name:	Department Of Employment And Workforce				
Agency Code:	R600	Section:	83		



Fiscal Year FY 2024-2025

Agency Budget Plan

FORM A - BUDGET PLAN SUMMARY

OPERATING	For FY 2024-2025, my agency is (mark "N"):					
REQUESTS	X Requesting General Fund Appropriations					
REQUESTS	X Requesting Federal/Other Authorization					
(FORM B1)	Not requesting any changes.					
NON-RECURRING	For FY 2024-2025, my agency is (mark "X"):					
REQUESTS	Requesting Non-Recurring Appropriations					
Milloro	Requesting Non-Recurring Federal/Other Authorization					
(FORM B2)	X Not requesting any changes.					
CAPITAL REQUESTS	For FY 2024-2025, my agency is (mark "X"): Requesting funding for Capital Projects.					
(FORM C)	X Not requesting any changes					
PROVISOS	For FY 2024-2025, my agency is (mark "X"):					
I RO I BOOD	X Requesting a new proviso and/or substantive changes to existing provisos					
(FORM D)	Only requesting technical proviso changes (such as date references)					
	Not requesting any proviso changes.					

Please identify your agency's preferred contacts for this year's budget process.

	Name	Phone	Email	
PRIMARY CONTACT:	Shaji Kunakose	(803) 737-2571	skuriakose a dew se gov	
SECONDARY CONTACT:	James Michaelson	(803) 737-0367	jmichaelson a dew se gov	

I have reviewed and approved the enclosed FY 2024-2025 Agency Budget Plan, which is complete and accurate to the extent of my knowledge.

	/ . Agency Director	Bourd or Commission Chair
SIGN/DATE:	With HT STOF 91	25/23
TYPE/PRINT		1
NAME:	William H. FloyA, III	

This form must be signed by the agency head – not a delegate.



Fiscal Year 2024-2025 Executive Summary

Agency Code:	R600
Agency Name:	Department Of Employment And Workforce
Section:	83

Agency Priority	Request Type	Title	General Dollars	Federal Dollars	Earmarked Dollars	Restricted Dollars	Total Dollars	General FTEs	Federal FTEs	Earmarked FTEs	Restricted FTEs	Total FTEs
1	B1 - Recurring	RWA Funding	\$0	\$0	\$550,000	\$0	\$550,000	0.00	0.00	0.00	0.00	0.00
2	B1 - Recurring	General Increase for DEW's ES, WIOA, UI, & LMI Programs	\$2,309,332	\$0	\$0	\$0	\$2,309,332	0.00	0.00	0.00	0.00	0.00
3	B1 - Recurring	Unemployment Insurance - Integrity	\$232,307	\$0	\$0	\$0	\$232,307	2.00	0.00	0.00	0.00	2.00
		Subtotal:	\$2,541,639	\$0	\$550,000	\$0	\$3,091,639	2.00	0.00	0.00	0.00	2.00

Agency Name:	Department Of Employment And Workforce				
Agency Code:	R600	Section:	83		

FORM B1 – RECURRING OPERATING REQUEST

AGENCY PRIORITY	1
	Provide the Agency Priority Ranking from the Executive Summary.
TITLE	RWA Funding
	Provide a brief, descriptive title for this request.
AMOUNT	General: \$0 Federal: \$0 Other: \$550,000 Total: \$550,000 What is the net change in requested appropriations for FY 2024-2025? This amount should correspond to the total for
	all funding sources on the Executive Summary.
NEW POSITIONS	
	Please provide the total number of new positions needed for this request.
FACTORS ASSOCIATED WITH THE REQUEST	Mark "X" for all that apply: X Change in cost of providing current services to existing program audience Change in case load/enrollment under existing program guidelines Non-mandated change in eligibility/enrollment for existing program X Non-mandated program change in service levels or areas Proposed establishment of a new program or initiative Loss of federal or other external financial support for existing program IT Technology/Security related Consulted DTO during development Related to a Non-Recurring request – If so, Priority #
	Mark "X" for primary applicable Statewide Enterprise Strategic Objective:
STATEWIDE ENTERPRISE STRATEGIC OBJECTIVES	Education, Training, and Human Development Healthy and Safe Families Maintaining Safety, Integrity, and Security Public Infrastructure and Economic Development X
	2.1 Align educational and workforce systems around business and industry priorities
ACCOUNTABILITY OF FUNDS	
	What specific strategy, as outlined in the most recent Strategic Planning and Performance Measurement template of agency's accountability report, does this funding request support? How would this request advance that strategy? How would the use of these funds be evaluated?
RECIPIENTS OF	DEW

FUNDS

What individuals or entities would receive these funds (contractors, vendors, grantees, individual beneficiaries, etc.)? How would these funds be allocated – using an existing formula, through a competitive process, based upon predetermined eligibility criteria?

JUSTIFICATION OF REQUEST	DEW is requesting \$550,000 in recurring EIA funding to support and enhance the operations of DEW's Regional Workforce Advisors. The Regional Workforce Advisors (RWAs), created by the Education and Economic Development Act (EEDA) of 2005, were transferred from the SC Department of Commerce to DEW by the Statewide Education and Workforce Development Act (Act No. 67 of 2023). Each of the twelve RWAs serves one of the twelve Workforce Regions within South Carolina. The RWAs are the agency's resource to bridge gaps at the local level between those who educate students and those in the business community. State law requires RWAs to facilitate the delivery of information, resources, and services to students and their parents, educators, and employers within our local communities. Each RWA will use these funds to support initiatives tailored to the specific needs of their local area. Each RWA tracks local workforce needs to seek strategic collaboration opportunities and plan events responsive to local needs, demand, and industries. In addition to local initiatives that bring teachers, administrators, and students together with industry leaders to learn more about the opportunities for those entering South Carolina's workforce.
	Please thoroughly explain the request to include the justification for funds, potential offsets, matching funds, and

Please thoroughly explain the request to include the justification for funds, potential offsets, matching funds, and method of calculation. Please include any explanation of impact if funds are not received. If new positions have been requested, explain why existing vacancies are not sufficient.

Agency Name:	Department Of Employment And Workforce				
Agency Code:	R600 Section: 83				

FORM B1 – RECURRING OPERATING REQUEST

AGENCY	
PRIORITY	2
	Provide the Agency Priority Ranking from the Executive Summary.
TITLE	General Increase for DEW's ES, WIOA, UI, & LMI Programs
	Provide a brief, descriptive title for this request.
AMOUNT	General: \$2,309,332 Federal: \$0 Other: \$0 Total: \$2,309,332
	What is the net change in requested appropriations for FY 2024-2025? This amount should correspond to the total for all funding sources on the Executive Summary.
NEW POSITIONS	0.00
	Please provide the total number of new positions needed for this request.
FACTORS ASSOCIATED WITH THE REQUEST	Mark "X" for all that apply:XChange in cost of providing current services to existing program audienceChange in case load/enrollment under existing program guidelinesNon-mandated change in eligibility/enrollment for existing programNon-mandated program change in service levels or areasProposed establishment of a new program or initiativeLoss of federal or other external financial support for existing programXExhaustion of fund balances previously used to support programIT Technology/Security relatedConsulted DTO during developmentRelated to a Non-Recurring request – If so, Priority #
STATEWIDE ENTERPRISE STRATEGIC OBJECTIVES	Mark "X" for primary applicable Statewide Enterprise Strategic Objective: Education, Training, and Human Development Healthy and Safe Families Maintaining Safety, Integrity, and Security Public Infrastructure and Economic Development X Government and Citizens
ACCOUNTABILITY OF FUNDS	These funds will help DEW continue its mission without reducing the staff count of its existing federal programs. General Increase for DEW's Federal Program
	What specific strategy, as outlined in the most recent Strategic Planning and Performance Measurement template of agency's accountability report, does this funding request support? How would this request advance that strategy? How would the use of these funds be evaluated?
RECIPIENTS OF	DEW Employees, and Employer Contributions.

FUNDS

What individuals or entities would receive these funds (contractors, vendors, grantees, individual beneficiaries, etc.)? How would these funds be allocated – using an existing formula, through a competitive process, based upon predetermined eligibility criteria?

The SC Department of Employment and Workforce is asking for consideration for an additional \$2,309,332 in funding from the state's general fund to compensate for the legislated 5% general increase that was given to all FTE positions effective June 2, 2023. As federal grants predominately fund this agency, legislated increases must be absorbed by our current level of federal dollars. Because DEW's federal funding is already fully obligated, we do not have funds for salary increases. Department of Labor released its preliminary funding expectation for federal year 2024, which includes a 5% cut in DEW's UI administrative funding. On a recurring basis, we may be unable to absorb a 5% increase in personnel costs without reducing staff count, which would potentially affect the level and quality of services DEW provides to the citizens of South Carolina we are committed to providing.

JUSTIFICATION OF REQUEST

Please thoroughly explain the request to include the justification for funds, potential offsets, matching funds, and method of calculation. Please include any explanation of impact if funds are not received. If new positions have been requested, explain why existing vacancies are not sufficient.

Agency Name:	Department Of Employment And Workforce				
Agency Code:	R600 Section: 83				

FORM B1 – RECURRING OPERATING REQUEST

AGENCY PRIORITY	3
	Provide the Agency Priority Ranking from the Executive Summary.
TITLE	Unemployment Insurance - Integrity
	Provide a brief, descriptive title for this request.
AMOUNT	General: \$232,307 Federal: \$0 Other: \$0 Total: \$232,307 What is the net change in requested appropriations for FY 2024-2025? This amount should correspond to the total for all funding sources on the Executive Summary.
NEW POSITIONS	2.00
	Please provide the total number of new positions needed for this request.
FACTORS ASSOCIATED WITH THE REQUEST	Mark "X" for all that apply: Change in cost of providing current services to existing program audience Change in case load/enrollment under existing program guidelines Non-mandated change in eligibility/enrollment for existing program Non-mandated program change in service levels or areas X Proposed establishment of a new program or initiative X Loss of federal or other external financial support for existing program Exhaustion of fund balances previously used to support program IT Technology/Security related Consulted DTO during development Related to a Non-Recurring request – If so, Priority #
STATEWIDE ENTERPRISE STRATEGIC OBJECTIVES	Mark "X" for primary applicable Statewide Enterprise Strategic Objective: Education, Training, and Human Development Healthy and Safe Families Maintaining Safety, Integrity, and Security Public Infrastructure and Economic Development Government and Citizens
ACCOUNTABILITY OF FUNDS	These funds would support additional personnel to bolster the agency's fraud detection and prosecution efforts.
	What specific strategy, as outlined in the most recent Strategic Planning and Performance Measurement template of agency's accountability report, does this funding request support? How would this request advance that strategy? How would the use of these funds be evaluated?
	Two DEW FTEs:

RECIPIENTS OF FUNDS	 one Attorney IV one Senior Auditor 					
	The funds would be allocated once individuals are hired into the positions articulated in this request.					
	etc.)? How wou		ocated – u		-	antees, individual beneficiaries, gh a competitive process, based
JUSTIFICATION OF REQUEST	identity suspicious activity as well as to analyze infancial records of suspects				ng of the public. ed attempts to obtain th Carolina's ed on South Carolina ained benefits are not employers. State funds rance fraud are funds tax low for the state's effits that serve as a na's labor force that whisticated fraud and Fund: thin the UI system; and s UI system records to al records of suspects in	
	QuantityState ClassificationClass CodeSalary (Midpoint)Fringe (45%)Total (Salary + Fringe)					
	1	Attorney IV	AE40	\$ 95,327	\$ 42,897	\$ 138,224
	1 Senior Auditor AN21 \$ 64,885 \$ 29,198 \$ 94,083					
\$232,30						\$232,307
	insurance law Labor for the fund these ne cut. The U.S. a 5% cut to I These positio	program's admi ew positions on a Department of L DEW's administra	y depen nistrativ a recurr abor's p tive fun V to ago	ds on grant fu ve costs. Curr ing basis, and oreliminary fu ding for the L gressively pur	unding from ent funding I this federa nding expec Jnemployme	unemployment the U.S. Department of levels are inadequate to al funding may soon be tation for FY24 includes ent Insurance program. secution of criminals

Please thoroughly explain the request to include the justification for funds, potential offsets, matching funds, and method of calculation. Please include any explanation of impact if funds are not received. If new positions have been requested, explain why existing vacancies are not sufficient.

Agency Name:	Department Of Employment And Workforce		
Agency Code:	R600	Section:	83

FORM D – PROVISO REVISION REQUEST

NUMBER	83.5
NUMBER	Cite the proviso according to the renumbered list (or mark "NEW").
TITLE	REED Act Spending Authority
	Provide the title from the renumbered list or suggest a short title for any new request.
BUDGET PROGRAM	Unemployment Insurance, Employment Service, & WIOA
	<i>Identify the associated budget program(s) by name and budget section.</i>
RELATED BUDGET REQUEST	N/A
	Is this request associated with a budget request you have submitted for FY 2024-2025? If so, cite it here.
REQUESTED ACTION	Amend
	Choose from: Add, Delete, Amend, or Codify.
OTHER AGENCIES AFFECTED	None
	Which other agencies would be affected by the recommended action? How?
	Per requirements outlined in Section 903 (c) (2), SSA, the agency is requesting spending
	authority necessary to use the proceeds from the sale of real properties containing Reed Act equity. Federal law prescribes the allowable uses and procedures to be followed by states when disposing of property containing federal grant equity. Section 903 (c) (2), SSA, requires
	state appropriation acts to authorize the use of Reed Act funds and specify the purpose of the amount used. This request for \$2,375,072 from potential future sale proceeds will be utilized to fund a portion the agency's UI, WIOA, & Employment Services programs.
SUMMARY &	
EXPLANATION	

 Summarize the existing proviso. If requesting a new proviso, describe the current state of affairs without it. Explain the need for your requested action. For deletion requests due to recent codification, please identify SC Code section where language now appears.

 The total requested amount of spending authority was determined based on proceeds from sales already executed, or the potential amount of Reed Act proceeds associated with properties currently listed for sale on state surplus. Up to \$2,375,072 of the funds will be utilized to fund a portion of the agency's UI, WIOA, and Employment Services Programs.

 FISCAL IMPACT

Provide estimates of any fiscal impacts associated with this proviso, whether for state, federal, or other funds. Explain the method of calculation.

	83.5. (DEW: REED Act Spending Authority)
	The Department of Employment and Workforce is authorized to expend up to \$2,375,072 of funds made available to the State under Section 903 of the United States Social Security Act, as amended. The funds must be used under the direction of the Department of Employment and Workforce, for the purpose of funding of Unemployment Insurance, Workforce Innovation and Opportunity Act, and Employment Services Programs. No part of the funds herein authorized may be obligated after a two-year period beginning on July 1, 20232024. The amount obligated pursuant to this provision shall not at any time exceed the amount by which (a) the aggregate of amounts transferred to the accounts of the State pursuant to Section 903 of the Social Security Act exceeds (b) the aggregate of the amounts obligated for administration and paid out for administration and paid out for benefits and as required by law to be charged against the amounts transferred to the account of this State.
PROPOSED PROVISO TEXT	

Agency Name:	Department Of Employment And Workforce		
Agency Code:	R600	Section:	83

FORM D – PROVISO REVISION REQUEST

NUMBER	83.7
	Cite the proviso according to the renumbered list (or mark "NEW").
TITLE	GED Incentive Program
	Provide the title from the renumbered list or suggest a short title for any new request.
BUDGET PROGRAM	Workforce Investment Act
	Identify the associated budget program(s) by name and budget section.
RELATED BUDGET REQUEST	N/A
	Is this request associated with a budget request you have submitted for FY 2024-2025? If so, cite it here.
REQUESTED ACTION	Delete
	Choose from: Add, Delete, Amend, or Codify.
OTHER AGENCIES AFFECTED	Department of Education
	Which other agencies would be affected by the recommended action? How?
SUMMARY & EXPLANATION	GED Incentive Program – Funds shall be utilized as an incentive for individuals to obtain their GED or high school diploma with an additional incentive if they successfully complete a short-term occupational training provided by a South Carolina technical college.

Summarize the existing proviso. If requesting a new proviso, describe the current state of affairs without it. Explain the need for your requested action. For deletion requests due to recent codification, please identify SC Code section where language now appears.

FISCAL IMPACT	The Department shall issue a one-time payment in the amount of \$500 to the individual upon confirmation from the Department of Education that the individual has successfully received the GED or diploma and an additional \$500 to the individual upon confirmation from the State Technical College System that the individual also successfully completed qualifying occupational training. These incentive payments shall be issued on a first come first served basis based on completion date, until the funds from this program have been exhausted.
	Provide estimates of any fiscal impacts associated with this proviso, whether for state, federal, or other funds. Explain

the method of calculation.

PROPOSED

PROVISO TEXT

83.7. (DEW: GED Incentive Program)

Unexpended funds for the GED Incentive Program at the Department of Employment and Workforce may be carried forward and expended for the same purposes in the current fiscal year. \$1,500,000 shall be utilized as an incentive for individuals to obtain their GED or high school diploma with an additional incentive if they successfully complete a shortterm occupational training provided by a South Carolina technical college. In order to be eligible, the individual must be a South Carolina resident who is at least nineteen years of age. The individual must certify to the department that they do not currently hold a GED or high school diploma from any state. They must also enroll in and complete the GED or high school diploma, and, if applicable, short-term occupational training, course work prior to June 1, 2024. The Department of Employment and Workforce shall enter into a data-sharing agreement with the Department of Education and the State Technical College System to cross match eligibility to ensure that participants do not currently hold a GED or high school diploma and to confirm that the individual enrolled in and completed the diploma process to obtain the GED or high school diploma along with enrollment in and completion of a short-term occupational training. The Department of Employment and Workforce shall issue a one time payment in the amount of \$500 to the individual upon confirmation from the Department of Education that the individual has successfully received the GED or diploma and an additional \$500 to the individual upon confirmation from the State Technical College System that the individual also successfully completed qualifying occupational training. These incentive payments shall be issued on a first come first served basis based on completion date, until the funds from this program have been exhausted. Funds allocated for this incentive program shall not be transferred or utilized for any other purpose.

Agency Name:	Department Of Employment And Workforce		
Agency Code:	R600	Section:	83

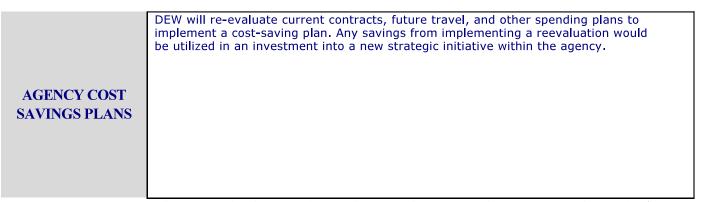
FORM E – AGENCY COST SAVINGS AND GENERAL FUND REDUCTION CONTINGENCY PLAN

TITLE	Agency Cost Savings and General Fund Reduction Contingency Plan
AMOUNT	\$187,732
	What is the General Fund 3% reduction amount? This amount should correspond to the reduction spreadsheet prepared by EBO.
ASSOCIATED FTE REDUCTIONS	Unknown at this time
	How many FTEs would be reduced in association with this General Fund reduction?
PROGRAM / ACTIVITY IMPACT	Work Ready Program, Be Pro Be Proud, and Coordinated Workforce Development.

What programs or activities are supported by the General Funds identified?

	DEW administers statewide work ready program. DEW is responsible for managing the multi-agency workforce and economic development effort, tracking the progress of counties reaching certification levels and providing technical assistance as needed. Public and private sector leaders to include local educators, elected officials, chambers of commerce, economic developers, workforce development boards, government agencies and businesses are the drivers of the program. The impact will equate to administering approximately 600 fewer assessments for job seekers and businesses of South Carolina. DEW will have fewer funds on hand to manage Be Pro Be Proud program and Coordinated Workforce Development program is new to the agency, but fewer funds will be available to carry out its mission effectively.
SUMMARY	

Please provide a detailed summary of service delivery impact caused by a reduction in General Fund Appropriations and provide the method of calculation for anticipated reductions. Agencies should prioritize reduction in expenditures that have the least significant impact on service delivery.



What measures does the agency plan to implement to reduce its costs and operating expenses by more than \$50,000? Provide a summary of the measures taken and the estimated amount of savings. How does the agency plan to repurpose the savings?

Agency Name:	Department Of Employment And Workforce		
Agency Code:	R600	Section:	83

FORM F – REDUCING COST AND BURDEN TO BUSINESSES AND CITIZENS

TITLE	Continuous Improvement of the Modernized Benefits and Tax Systems of DEW.
	Provide a brief, descriptive title for this request.
EXPECTED SAVINGS TO BUSINESSES AND CITIZENS	This improvement system focuses on accessibility and equity in the provision of the benefits paid to citizens and taxes assessed & collected from employers. DEW is committed to improving the user experience by reducing barriers in the application and information filing processes.
	What is the expected savings to South Carolina's businesses and citizens that is generated by this proposal? The savings could be related to time or money.
FACTORS ASSOCIATED WITH THE REQUEST	Mark "X" for all that apply: X Repeal or revision of regulations. Reduction of agency fees or fines to businesses or citizens. X Greater efficiency in agency services or reduction in compliance burden. Other
METHOD OF CALCULATION	Streamlined access and interaction save time and efforts of citizens and employees at DEW.
	Describe the method of calculation for determining the expected cost or time savings to businesses or citizens.
REDUCTION OF FEES OR FINES	Fines and fees are not a significant part of DEW's employer tax program. However, state statute does prescribe certain penalties for delinquent payment of contributions and wage reports. In June 2022, Act No. 229 of 2022 enacted one of DEW's key legislative recommendations in the 2021 Management & Trust Fund Review Report: relief for employers placed into Tax Class 20, the state's highest, due to a delinquent wage report. Section 2 of Act No. 229 of 2022 amends Section 41-31-60(A) of the South Carolina Code of Laws to allow for relief of the penalty rate for delinquent reports once the delinquent reports are submitted. Upon passage of the act, DEW implemented its provisions to provide relief beginning with Q2 2022 for employers that had submitted all delinquent reports. Enactment of this amendment pursuant to DEW's legislative recommendation substantially reduced the burden on South Carolina employers that have been placed in Tax Class 20 due to a delinquent report pursuant to Section 41-31-60(A).
REDUCTION OF REGULATION	DEW amended five regulations in 2023 but no amendments are planned for 2024.
	Which regulations does the agency intend to amend or delete? What is the enabling authority for the regulation?
	 DEW continues to evaluate its systems to provide a better user experience for businesses and citizens. DEW revised processes and procedures, including five regulations, in FY23 to offer the public easier, streamlined ways to interact with the agency as well as additional flexibility. Regulation 47-55 was amended to give the business community additional flexibility for representation in hearings before an Appeal Tribunal or the Appellate Panel. While previously businesses needed to be represented by an attorney, this amendment now also allows a partnership, corporation, association, or limited liability company to be represented by a member, partner, officer, or employee thereof in both benefit and tax proceedings. In tax proceedings, this amendment also gives these entities the option to be represented by a CPA. Regulation 47-23, Offers of Work, was amended to clarify that offers of work may be made electronically and to replace a certification requirement with a provision allowing DEW to evaluate competent evidence from the employer that an offer of available, suitable work was made to a claimant. DEW's online employer portal was updated to allow employers to make changes to filings and view individual claim status without having to call or mail the agency for

SUMMARY	 assistance. DEW streamlined the process for third-party agents to register clients by introducing a single MOU covering all clients instead of Power of Attorney forms being required for each individual client. Enhancements were made to the online lien registry to make it easier to search and identify debts.

Provide an explanation of the proposal and its positive results on businesses or citizens. How will the request affect agency operations?