

**State of Alaska
FY2013 Governor's Operating Budget**

**Department of Labor and Workforce Development
Southwest Alaska Vocational and Education Center
Operations Grant
Component Budget Summary**

Component: Southwest Alaska Vocational and Education Center Operations Grant

Contribution to Department's Mission

The Southwest Alaska Vocational and Education Center Operations Grant component contributes to the mission of the department by providing vocational and technical training in rural Alaska and by creating an environment that promotes commitment to education and career opportunities. This is a pass-through grant. The department has no authority over the management of the program, except to collect and track performance data and develop the grant agreement.

Core Services

- This component provides an unrestricted general fund and Alaska Technical Vocation Education Program (TVEP AS 23.15.840) funded operating grant to the Southwest Alaska Vocational and Education Center (SAVEC) located on the King Salmon Air Force Base. SAVEC:
- Provides a variety of occupational courses and programs that can lead to work based certifications and high-wage, high-demand employment.
- Is a rapid response center for business, industry, and communities who need their workforce trained.
- Provides custom-designed training, distance delivered courses, workshops, seminars, certification courses, and programs that lead to employment for industries and communities within the region.
- Specializes in heavy equipment operators training, general maintenance technicians, pre-apprenticeship training, driver's license, commercial driver's license, construction, hazwoper 40 and eight hour courses, first aid/CPR, NSTC certification, welding, OSHA 10 with forklift certification and more.
- Provides advanced classroom technology centers featuring smart board technology in every classroom, distance delivery technology to include video/audio/smart board, wireless networking, and multi-media technology.
- Provides housing to 30 students and two instructors.
- Provides its center for training to other entities including business, industry, schools, and local and state agencies.

Key Component Challenges

The largest challenge facing the Southwest Alaska Vocational Education Center (SAVEC) is training the region's citizens for long-term careers versus seasonal work.

Other key challenges facing the Southwest Alaska Vocational Education Center (SAVEC) include:

- Ensuring a consistent level of funding to provide structured courses and programs.
- Implementing career pathways to prepare the region's workforce without additional funding for a full-time faculty member and a business office/grants administrator.
- Partnering with all school districts within the region due to the significant costs of aviation gas and other travel costs.
- Managing the workload related to changing federal and state reporting requirements with existing staff.

Significant Changes in Results to be Delivered in FY2013

A new business plan is in development that will guide the SAVEC Board and SAVEC staff into the future. It's partnerships with the Alaska Vocational Technical Center (AVTEC) and the University of Alaska are helping lay the foundation for career pathways through a series of distance delivered educational programming. Using this approach, SAVEC now hosts Alaska's only on-line driver's education course.

Major Component Accomplishments in 2011

During FY2011, SAVEC:

- Expanded and improved the existing partnership with the University of Alaska Fairbanks, Bristol Bay Campus resulting in an annual increase in the number of students taking classes.
- Provided distance education opportunities from a host of sites to the region's citizens while promoting career pathways. SAVEC is capable of hosting instructional courses from a variety of training partners to include the University of Alaska, AVTEC, and the newly formed career and technical education (CTE) partnership with the Bristol Bay Borough School District and the Lake and Pen School District.
- Trained over 1,200 individuals since April 2006, SAVEC has successfully maintained costs to remain within existing funding levels for the last four fiscal years.
- Developed agreements with CH2M Hill to hire 96 percent of successful program completers. SAVEC has retained over 80 percent of its State Training and Employment Program (STEP) grant program participants. STEP continues to be SAVEC's shining star. Recent return on investment reviews, which compare pre- and post-training wages earned with STEP expenditures, have shown results of 15 to 1, to 17 to 1.

Statutory and Regulatory Authority

Statutory Authority:

AS 23.15.830

Alaska Technical and Vocational Education Program Account

| Contact Information |
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| Southwest Alaska Vocational and Education Center Operations Grant Component Financial Summary | | | |
|--|-----------------------|---------------------------------------|------------------------|
| | | <i>All dollars shown in thousands</i> | |
| | FY2011 Actuals | FY2012 Management Plan | FY2013 Governor |
| Non-Formula Program: | | | |
| Component Expenditures: | | | |
| 71000 Personal Services | 0.0 | 0.0 | 0.0 |
| 72000 Travel | 0.0 | 0.0 | 0.0 |
| 73000 Services | 0.0 | 0.0 | 0.0 |
| 74000 Commodities | 0.0 | 0.0 | 0.0 |
| 75000 Capital Outlay | 0.0 | 0.0 | 0.0 |
| 77000 Grants, Benefits | 481.2 | 497.6 | 521.9 |
| 78000 Miscellaneous | 0.0 | 0.0 | 0.0 |
| Expenditure Totals | 481.2 | 497.6 | 521.9 |
| Funding Sources: | | | |
| 1004 General Fund Receipts | 195.0 | 195.0 | 195.0 |
| 1151 Technical Vocational Education Program Account | 286.2 | 302.6 | 326.9 |
| Funding Totals | 481.2 | 497.6 | 521.9 |

| Estimated Revenue Collections | | | | |
|---|---------------------------------------|-----------------------|-----------------------------------|------------------------|
| Description | Master Revenue Account | FY2011 Actuals | FY2012 Management Plan | FY2013 Governor |
| Unrestricted Revenues | | | | |
| Technical Vocational Education Program | 51433 | 286.2 | 302.6 | 326.9 |
| Unrestricted Total | | 286.2 | 302.6 | 326.9 |
| Restricted Revenues | | | | |
| None. | | 0.0 | 0.0 | 0.0 |
| Restricted Total | | 0.0 | 0.0 | 0.0 |
| Total Estimated Revenues | | 286.2 | 302.6 | 326.9 |

**Summary of Component Budget Changes
From FY2012 Management Plan to FY2013 Governor**

All dollars shown in thousands

| | <u>Unrestricted Gen (UGF)</u> | <u>Designated Gen (DGF)</u> | <u>Other Funds</u> | <u>Federal Funds</u> | <u>Total Funds</u> |
|--|-----------------------------------|---------------------------------|--------------------|--------------------------|--------------------|
| FY2012 Management Plan | 195.0 | 302.6 | 0.0 | 0.0 | 497.6 |
| Proposed budget increases: | | | | | |
| -Alaska Technical and Vocational Education Formula Funding | 0.0 | 24.3 | 0.0 | 0.0 | 24.3 |
| FY2013 Governor | 195.0 | 326.9 | 0.0 | 0.0 | 521.9 |

Component Detail All Funds
Department of Labor and Workforce Development

Component: Southwest Alaska Vocational and Education Center Operations Grant (2792)

RDU: Business Partnerships (481)

| | FY2011 Actuals | FY2012 Conference Committee | FY2012 Authorized | FY2012 Management Plan | FY2013 Governor | FY2012 Management Plan vs FY2013 Governor | |
|-----------------------------------|----------------|-----------------------------|-------------------|------------------------|-----------------|---|-------------|
| 71000 Personal Services | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| 72000 Travel | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| 73000 Services | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| 74000 Commodities | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| 75000 Capital Outlay | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| 77000 Grants, Benefits | 481.2 | 497.6 | 497.6 | 497.6 | 521.9 | 24.3 | 4.9% |
| 78000 Miscellaneous | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| Totals | 481.2 | 497.6 | 497.6 | 497.6 | 521.9 | 24.3 | 4.9% |
| Fund Sources: | | | | | | | |
| 1004 Gen Fund (UGF) | 195.0 | 195.0 | 195.0 | 195.0 | 195.0 | 0.0 | 0.0% |
| 1151 VoTech Ed (DGF) | 286.2 | 302.6 | 302.6 | 302.6 | 326.9 | 24.3 | 8.0% |
| Unrestricted General (UGF) | 195.0 | 195.0 | 195.0 | 195.0 | 195.0 | 0.0 | 0.0% |
| Designated General (DGF) | 286.2 | 302.6 | 302.6 | 302.6 | 326.9 | 24.3 | 8.0% |
| Other Funds | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| Federal Funds | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| Positions: | | | | | | | |
| Permanent Full Time | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% |
| Permanent Part Time | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% |
| Non Permanent | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% |

Change Record Detail - Multiple Scenarios With Descriptions
Department of Labor and Workforce Development

Component: Southwest Alaska Vocational and Education Center Operations Grant (2792)

RDU: Business Partnerships (481)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | NP |
|---|------------|--------------|-------------------|------------|------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | |
| ***** Changes From FY2012 Conference Committee To FY2012 Authorized ***** | | | | | | | | | | | | |
| FY2012 Conference Committee | | | | | | | | | | | | |
| ConfCom | | 497.6 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 497.6 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 195.0 | | | | | | | | | | |
| 1151 VoTech Ed | | 302.6 | | | | | | | | | | |
| Subtotal | | 497.6 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 497.6 | 0.0 | 0 | 0 | 0 |
| ***** Changes From FY2012 Authorized To FY2012 Management Plan ***** | | | | | | | | | | | | |
| Subtotal | | 497.6 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 497.6 | 0.0 | 0 | 0 | 0 |
| ***** Changes From FY2012 Management Plan To FY2013 Governor ***** | | | | | | | | | | | | |
| Alaska Technical and Vocational Education Formula Funding | | | | | | | | | | | | |
| Inc | | 24.3 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 24.3 | 0.0 | 0 | 0 | 0 |
| 1151 VoTech Ed | | 24.3 | | | | | | | | | | |
| Totals | | 521.9 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 521.9 | 0.0 | 0 | 0 | 0 |

For FY2013, the estimated receipts of the Alaska Technical and Vocational Education Program account, including the carry forward amount, available for distribution is \$10,898.0. Southwest Alaska Vocational and Educational Center will receive \$326.9, or three percent, of total receipts available. This transaction increases the component's authorization from \$302.6 to reflect current estimates.

Line Item Detail
Department of Labor and Workforce Development
Grants, Benefits

Component: Southwest Alaska Vocational and Education Center Operations Grant (2792)
RDU: Business Partnerships (481)

| Line Number | Line Name | | FY2011 Actuals | FY2012 Management Plan | FY2013 Governor |
|---|------------------|--|----------------|------------------------|-----------------|
| 77000 | Grants, Benefits | | 481.2 | 497.6 | 521.9 |
| Expenditure Account | Servicing Agency | Explanation | FY2011 Actuals | FY2012 Management Plan | FY2013 Governor |
| 77000 Grants, Benefits Detail Totals | | | 481.2 | 497.6 | 521.9 |
| 77670 | Benefits | Operations grant for the Southwest Alaska Vocational and Educational Center. | 481.2 | 497.6 | 521.9 |
| | | Operations grant for the Southwest Alaska Vocational and Educational Center. | | | |

Unrestricted Revenue Detail
Department of Labor and Workforce Development

Component: Southwest Alaska Vocational and Education Center Operations Grant (2792)
RDU: Business Partnerships (481)

| Master Account | Revenue Description | FY2011 Actuals | FY2012 Management Plan | FY2013 Governor |
|-----------------------|--|-----------------------|-------------------------------|------------------------|
| 51433 | Technical Vocational Education Program | 286.2 | 302.6 | 326.9 |

| Detail Information | | | | | | | |
|---------------------------|--|------------------|-------------------------|-------------------|-----------------------|-------------------------------|------------------------|
| Revenue Amount | Revenue Description | Component | Collocation Code | AKSAS Fund | FY2011 Actuals | FY2012 Management Plan | FY2013 Governor |
| 51433 | Technical Vocational Education Program | | | 11166 | 286.2 | 302.6 | 326.9 |

The Technical Vocational Education Program (TVEP) Account established in AS 23.15.830 provides funds to support technical and vocational training programs to Alaska residents.

These funds are used by the Southwest Alaska Vocational and Education Center to upgrade instructional materials and equipment, provide program enhancement, and to develop the capacity to support industry specific training programs in order to address critical areas where there is a shortage of trained workers in the state. This funding is authorized through AS 23.15.835 and provides resources to support technical and vocational training programs to Alaska residents.

These funds are used by the Southwest Alaska Vocational and Education Center to upgrade instructional materials and equipment, provide program enhancement, and to develop the capacity to support industry specific training programs in order to address critical areas where there is a shortage of trained workers in the state.