

**State of Alaska
FY2015 Governor's Operating Budget**

**Department of Labor and Workforce Development
Kotzebue Technical Center Operations Grant
Component Budget Summary**

Component: Kotzebue Technical Center Operations Grant

Contribution to Department's Mission

The Kotzebue Technical Center Operations Grant component contributes to the mission of the department by providing market driven 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 and Vocational Education Program (TVEP AS 23.15.835) funded operating grant to the Kotzebue Technical Center, also known as the Alaska Technical Center (ATC).
- ATC provides residential adult vocational training through the Northwest Arctic Borough School District.
- ATC operates programs in construction trades technology, office technology, process technology, information technology, health occupations, and culinary arts in addition to short-term training in response to regional and statewide industry needs.
- ATC provides employability services that include training in the following areas: resume writing, job interview skills, WorkKeys, standard first aid and cardiopulmonary resuscitation (CPR), and driver's education.
- ATC partners with the local Alaska Job Center to utilize their services as well.

Major Component Accomplishments in 2013

During FY2013, with the support provided by this operations grant, the Alaska Technical Center (ATC):

- Continued to supply core driller training to provide a workforce needed in the Ambler Mining district and the Red Dog Mine. ATC developed new partnerships with sponsors to carry out training in this field and be responsive to industry's need with little delay.
- Teamed with NANA Development Corporation to provide training services for residents in eleven villages that led directly to employment opportunities in their companies.
- Through partnerships, ATC continued necessary services to students using village-based Adult Basic Education (ABE) tutors to build readiness for further training or obtaining employment.
- Obtained industry partnerships for the National Center for Construction Education and Research (NCCER) apprenticeship training programs. ATC has also continued to provide nationally recognized certifications for information technology training and testing services for the largest regional employer, as well as other employers on demand.
- Continued progress on the magnet school partnership with the Kotzebue High School and Chukchi College (an extension of UAF) for grades 11 to 14. This program provides training in the high school and ATC for students who wish to pursue careers in health care, process technology, or school teacher training. These are lasting careers in high demand and high paying jobs that are historically filled by outside labor.

Key Component Challenges

ATC received \$968.4 in FY2014 from the Alaska Technical and Vocational Education Program (TVEP) account based on the statutory distribution formula. This was a \$12.4 reduction from the previous year. Ensuring a consistent level of funding is critical to the integrity of the existing programs while continuing to improve the quality of training and job placement rates. Having necessary resources to adapt training courses to meet industry needs is essential to

providing job opportunities for Alaskans.

While renovation has taken place to improve ATC's classroom and shop facilities to help address industry priority training needs, the high cost of energy to operate existing facilities continues to have a negative impact on the resources available for direct instructional services. Coupled with the increased costs for employee wage and benefits packages, it is difficult to maintain levels of staffing needed for current programs and this further limits the ability to address new training initiatives.

Significant Changes in Results to be Delivered in FY2015

No significant changes in results to be delivered are anticipated.

Statutory and Regulatory Authority

Statutory Authority:

AS 23.15.830

Alaska Technical and Vocational Education Program Account

Contact Information
<p>Contact: Cheryl Edenshaw, Director Phone: (907) 442-3733 Fax: (907) 442-2764 E-mail: cedenshaw@nwarctic.org</p>

Kotzebue Technical Center Operations Grant Component Financial Summary			
		<i>All dollars shown in thousands</i>	
	FY2013 Actuals	FY2014 Management Plan	FY2015 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	1,444.3	1,568.4	1,577.7
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	1,444.3	1,568.4	1,577.7
Funding Sources:			
1004 General Fund Receipts	600.0	600.0	600.0
1151 Technical Vocational Education Program Account	844.3	968.4	977.7
Funding Totals	1,444.3	1,568.4	1,577.7

Estimated Revenue Collections				
Description	Master Revenue Account	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
Unrestricted Revenues				
Technical Vocational Education Program	51433	844.3	968.4	977.7
Unrestricted Total		844.3	968.4	977.7
Restricted Revenues				
None.		0.0	0.0	0.0
Restricted Total		0.0	0.0	0.0
Total Estimated Revenues		844.3	968.4	977.7

**Summary of Component Budget Changes
From FY2014 Management Plan to FY2015 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>
FY2014 Management Plan	600.0	968.4	0.0	0.0	1,568.4
Proposed budget increases:					
-Alaska Technical and Vocational Education Formula Funding	0.0	9.3	0.0	0.0	9.3
FY2015 Governor	600.0	977.7	0.0	0.0	1,577.7

Component Detail All Funds
Department of Labor and Workforce Development

Component: Kotzebue Technical Center Operations Grant (AR28620) (195)

RDU: Business Partnerships (481)

	FY2013 Actuals	FY2014 Conference Committee	FY2014 Authorized	FY2014 Management Plan	FY2015 Governor	FY2014 Management Plan vs FY2015 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	1,444.3	1,568.4	1,568.4	1,568.4	1,577.7	9.3	0.6%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	1,444.3	1,568.4	1,568.4	1,568.4	1,577.7	9.3	0.6%
Fund Sources:							
1004Gen Fund (UGF)	600.0	600.0	600.0	600.0	600.0	0.0	0.0%
1151VoTech Ed (DGF)	844.3	968.4	968.4	968.4	977.7	9.3	1.0%
Unrestricted General (UGF)	600.0	600.0	600.0	600.0	600.0	0.0	0.0%
Designated General (DGF)	844.3	968.4	968.4	968.4	977.7	9.3	1.0%
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: Kotzebue Technical Center Operations Grant (195)
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 FY2014 Conference Committee To FY2014 Authorized *****												
FY2014 Conference Committee												
ConfCom		1,568.4	0.0	0.0	0.0	0.0	0.0	1,568.4	0.0	0	0	0
1004 Gen Fund		600.0										
1151 VoTech Ed		968.4										
Subtotal		1,568.4	0.0	0.0	0.0	0.0	0.0	1,568.4	0.0	0	0	0
***** Changes From FY2014 Authorized To FY2014 Management Plan *****												
Subtotal		1,568.4	0.0	0.0	0.0	0.0	0.0	1,568.4	0.0	0	0	0
***** Changes From FY2014 Management Plan To FY2015 Governor *****												
Alaska Technical and Vocational Education Formula Funding												
Inc		9.3	0.0	0.0	0.0	0.0	0.0	9.3	0.0	0	0	0
1151 VoTech Ed		9.3										
Totals		1,577.7	0.0	0.0	0.0	0.0	0.0	1,577.7	0.0	0	0	0

The FY2015 estimated receipts of the Alaska Technical and Vocational Education Program account, including the carry forward amount, available for distribution is \$10,863.5. The Kotzebue Technical Center will receive \$977.7, or nine percent, of total receipts available. This transaction increases the component's authority from the FY2014 distribution level of \$968.4.

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

Component: Kotzebue Technical Center Operations Grant (195)
RDU: Business Partnerships (481)

Line Number	Line Name		FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
77000	Grants, Benefits		1,444.3	1,568.4	1,577.7
Expenditure Account	Servicing Agency	Explanation	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
77000 Grants, Benefits Detail Totals			1,444.3	1,568.4	1,577.7
77670	Benefits	Operations grant for Kotzebue Technical Center.	1,444.3	1,568.4	1,577.7

Unrestricted Revenue Detail
Department of Labor and Workforce Development

Component: Kotzebue Technical Center Operations Grant (195)
RDU: Business Partnerships (481)

Master Account	Revenue Description	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51433	Technical Vocational Education Program	844.3	968.4	977.7

Detail Information					FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund			
51433	Technical Vocational Education Program			11166	844.3	968.4	977.7

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.

Funds are used by the Kotzebue Technical 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.