

State of Alaska FY2012 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 (ATC, Alaska 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

- The Kotzebue Technical Center provides residential adult vocational training through the Northwest Arctic Borough School District. ATC operates programs in construction trades technology, office occupations, industrial mine technology, information technology, and health occupations 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, standard first aid and CPR, and driver's education. This training improves communication skills and prepares students for the job market. ATC partners with the local Alaska Job Center to utilize their services as well.

Key Component Challenges

In FY2012 ATC will receive a reduction of -\$28.6 from the authorized FY2011 allocation of the Alaska Technical and Vocational Education Program (TVEP) account based on the statutory distribution formula.

Ensuring a consistent level of funding is critical to maintain 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 students.

Maintaining and addressing deferred maintenance projects is an ongoing challenge with ATC's nearly 30-year-old facilities. Additionally, the high cost of energy to operate existing facilities has had 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 limits the ability to address new training initiatives.

ATC does not have adequate shop and classroom space for training in priority industry areas.

ATC lacks family housing for students and affordable family housing needs are not available in the community.

Significant Changes in Results to be Delivered in FY2012

No significant changes in results are anticipated.

Major Component Accomplishments in 2010

ATC was the first training center in the nation to deliver a core driller registered apprenticeship program to provide a workforce needed in the resource development industry. ATC maintains partnerships with sponsors to carry out training in this field and be responsive to industry's need without delay.

ATC has teamed with NANA Development Corporation to provide training services for residents in eleven villages that lead directly to employment opportunities in their companies.

Through partnerships, ATC continued necessary services to students at the village level using village-based Adult

Basic Education (ABE) tutors to build readiness for further training or obtaining employment.

Red Dog Mine has hired 88 percent of the graduates of the Millwright training program.

Funding for Construction Trades Technology for the National Center for Construction Education and Research (NCCER) apprenticeship training programs was obtained through industry partnerships for basic and progressive levels. ATC has also continued to provide nationally recognized certifications for information technology training and testing services for the largest regional employer.

ATC has initiated a new magnet school partnership with the Kotzebue High School and Chukchi College (extension of UAF) for grades 11 to 14. This program will provide training in the high school and the ATC for students who wish to pursue Health Care, Process Technology, and School Teacher training. These are high pay career jobs that are filled in the majority by outside labor. These are legacy careers that students can train for, have a successful career and live in the region, if they so choose, and raise their families.

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>	
	FY2010 Actuals	FY2011 Management Plan	FY2012 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	1,450.2	1,536.3	1,507.7
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	1,450.2	1,536.3	1,507.7
Funding Sources:			
1004 General Fund Receipts	600.0	600.0	600.0
1151 Technical Vocational Education Program Account	850.2	936.3	907.7
Funding Totals	1,450.2	1,536.3	1,507.7

Estimated Revenue Collections				
Description	Master Revenue Account	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
Unrestricted Revenues				
Technical Vocational Education Program	51433	850.2	936.3	907.7
Unrestricted Total		850.2	936.3	907.7
Restricted Revenues				
None.		0.0	0.0	0.0
Restricted Total		0.0	0.0	0.0
Total Estimated Revenues		850.2	936.3	907.7

**Summary of Component Budget Changes
From FY2011 Management Plan to FY2012 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>
FY2011 Management Plan	600.0	936.3	0.0	0.0	1,536.3
Proposed budget decreases:					
-To Align Alaska Technical Vocational Education Program Authorization with Available Revenue	0.0	-28.6	0.0	0.0	-28.6
FY2012 Governor	600.0	907.7	0.0	0.0	1,507.7

Component Detail All Funds
Department of Labor and Workforce Development

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

	FY2010 Actuals	FY2011 Conference Committee (Final)	FY2011 Authorized	FY2011 Management Plan	FY2012 Governor	FY2011 Management Plan vs FY2012 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	1,450.2	1,536.3	1,536.3	1,536.3	1,507.7	-28.6	-1.9%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	1,450.2	1,536.3	1,536.3	1,536.3	1,507.7	-28.6	-1.9%
Fund Sources:							
1004 Gen Fund	600.0	600.0	600.0	600.0	600.0	0.0	0.0%
1151 VoTech Ed	850.2	936.3	936.3	936.3	907.7	-28.6	-3.1%
Unrestricted General (UGF)	600.0	600.0	600.0	600.0	600.0	0.0	0.0%
Designated General (DGF)	850.2	936.3	936.3	936.3	907.7	-28.6	-3.1%
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 FY2011 Conference Committee (Final) To FY2011 Authorized *****												
FY2011 Conference Committee												
	ConfCom	1,536.3	0.0	0.0	0.0	0.0	0.0	1,536.3	0.0	0	0	0
1004 Gen Fund		600.0										
1151 VoTech Ed		936.3										
Subtotal		1,536.3	0.0	0.0	0.0	0.0	0.0	1,536.3	0.0	0	0	0
***** Changes From FY2011 Authorized To FY2011 Management Plan *****												
Subtotal		1,536.3	0.0	0.0	0.0	0.0	0.0	1,536.3	0.0	0	0	0
***** Changes From FY2011 Management Plan To FY2012 Governor *****												
To Align Alaska Technical Vocational Education Program Authorization with Available Revenue												
	Dec	-28.6	0.0	0.0	0.0	0.0	0.0	-28.6	0.0	0	0	0
1151 VoTech Ed		-28.6										
Totals		1,507.7	0.0	0.0	0.0	0.0	0.0	1,507.7	0.0	0	0	0

For FY2012, estimated receipts of the Alaska Technical and Vocational Education Program account, including the carryforward amount, available for distribution is \$10,085.2. Kotzebue Technical Center will receive \$907.7, or 9 percent, of total receipts available. This transaction decreases the component's authorization from \$936.3 to reflect current estimates.

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	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
77000	Grants, Benefits	1,450.2	1,536.3	1,507.7

Expenditure Account	Servicing Agency	Explanation	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
77000 Grants, Benefits Detail Totals			1,450.2	1,536.3	1,507.7
77435	Development	Operations grant for Kotzebue Technical Center.	1,450.2	1,536.3	1,507.7

Unrestricted Revenue Detail
Department of Labor and Workforce Development

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

Master Account	Revenue Description	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
51433	Technical Vocational Education Program	850.2	936.3	907.7

Detail Information

Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
51433	Technical Vocational Education Program		AR 28648	11100	850.2	936.3	907.7

This funding is authorized through AS 23.15.840 and provides resources to support technical and vocational training programs to Alaska residents.

These 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.