

**State of Alaska**  
**FY2013 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 Vocational Education Program (TVEP AS 23.15.840) 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.
- 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.
- Provides employability training services that include: resume writing, job interview skills, WorkKeys, standard first aid and cardiopulmonary resuscitation (CPR), and driver's education.
- Partners with the local job center to utilize their services.

### **Key Component Challenges**

The key challenges facing the Alaska Technical Center (ATC) are:

- Ensuring a consistent level of funding to provide structured courses and programs.
- Maintaining the integrity of the existing programs while continuing to improve the quality of training and job placement rates when resources are uncertain.
- Adapting training courses to meet industry needs, which is essential to providing job opportunities for Alaskans.
- Maintaining and addressing deferred maintenance projects related to ATC's 30-year-old facilities. Renovation will take place to improve ATC's classroom and shop facilities to help address the priority training needs of industry.
- Operating existing facilities with the continued high cost of energy, which has a negative impact on the resources available for direct instructional services.
- Maintaining levels of staffing needed for current programs with the increased costs of employee wage and benefits packages, which limits the ability to address new training initiatives.

### **Significant Changes in Results to be Delivered in FY2013**

No significant changes in results are anticipated.

### **Major Component Accomplishments in 2011**

The Alaska Technical Center's major accomplishments include:

- Delivering the first-in-the-nation core driller registered apprenticeship program to provide a workforce needed in the resource development industry. The Alaska Technical Center (ATC) developed partnerships with sponsors to carry out training in this field and to be responsive to industry need.
- Working with NANA Development Corporation, provided training services for residents in eleven villages that led directly to employment opportunities. ATC is an active partner with NWALT, Northwest Arctic Leadership Team, a partnership with Maniilaq Association, NANA Regional Corporation, Northwest Arctic Borough, and the Northwest Arctic Borough School District to maximize resources and address workforce development issues affecting northwest Alaska.
- Continued the 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.
- Working with industry partners, obtained funding for Construction Trades Technology for the National Center for Construction Education and Research (NCCER) apprenticeship training programs. ATC continued to provide nationally recognized certifications for information technology training and testing services for the largest regional employer. Red Dog Mine hired 89 percent of the graduates of ATC's Millwright training program.
- Made progress on the magnet school partnership with the Kotzebue High School and Chukchi College (extension of UAF) for grades 11 to 14. This program provided training in the high school and the ATC for students who wish to pursue careers in health care, process technology, and school teacher education. These high-demand and high-wage jobs are often filled by outside labor.

### **Statutory and Regulatory Authority**

Statutory Authority:  
AS 23.15.830

Alaska Technical and Vocational Education Program Account

<b>Contact Information</b>
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<b>Kotzebue Technical Center Operations Grant Component Financial Summary</b>			
		<i>All dollars shown in thousands</i>	
	<b>FY2011 Actuals</b>	<b>FY2012 Management Plan</b>	<b>FY2013 Governor</b>
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
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	1,460.8	1,507.7	1,580.8
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>1,460.8</b>	<b>1,507.7</b>	<b>1,580.8</b>
<b>Funding Sources:</b>			
1004 General Fund Receipts	600.0	600.0	600.0
1151 Technical Vocational Education Program Account	860.8	907.7	980.8
<b>Funding Totals</b>	<b>1,460.8</b>	<b>1,507.7</b>	<b>1,580.8</b>

<b>Estimated Revenue Collections</b>				
<b>Description</b>	<b>Master Revenue Account</b>	<b>FY2011 Actuals</b>	<b>FY2012 Management Plan</b>	<b>FY2013 Governor</b>
<b>Unrestricted Revenues</b>				
Technical Vocational Education Program	51433	860.8	907.7	980.8
<b>Unrestricted Total</b>		<b>860.8</b>	<b>907.7</b>	<b>980.8</b>
<b>Restricted Revenues</b>				
None.		0.0	0.0	0.0
<b>Restricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Total Estimated Revenues</b>		<b>860.8</b>	<b>907.7</b>	<b>980.8</b>

**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>
<b>FY2012 Management Plan</b>	<b>600.0</b>	<b>907.7</b>	<b>0.0</b>	<b>0.0</b>	<b>1,507.7</b>
<b>Proposed budget increases:</b>					
-Alaska Technical and Vocational Education Formula Funding	0.0	73.1	0.0	0.0	73.1
<b>FY2013 Governor</b>	<b>600.0</b>	<b>980.8</b>	<b>0.0</b>	<b>0.0</b>	<b>1,580.8</b>

**Component Detail All Funds**  
**Department of Labor and Workforce Development**

**Component:** Kotzebue Technical Center Operations Grant (195)  
**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	1,460.8	1,507.7	1,507.7	1,507.7	1,580.8	73.1	4.8%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
<b>Totals</b>	<b>1,460.8</b>	<b>1,507.7</b>	<b>1,507.7</b>	<b>1,507.7</b>	<b>1,580.8</b>	<b>73.1</b>	<b>4.8%</b>
<b>Fund Sources:</b>							
1004 Gen Fund (UGF)	600.0	600.0	600.0	600.0	600.0	0.0	0.0%
1151 VoTech Ed (DGF)	860.8	907.7	907.7	907.7	980.8	73.1	8.1%
<b>Unrestricted General (UGF)</b>	<b>600.0</b>	<b>600.0</b>	<b>600.0</b>	<b>600.0</b>	<b>600.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Designated General (DGF)</b>	<b>860.8</b>	<b>907.7</b>	<b>907.7</b>	<b>907.7</b>	<b>980.8</b>	<b>73.1</b>	<b>8.1%</b>
<b>Other Funds</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Federal Funds</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Positions:</b>							
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 FY2012 Conference Committee To FY2012 Authorized *****												
<b>FY2012 Conference Committee</b>												
ConfCom		1,507.7	0.0	0.0	0.0	0.0	0.0	1,507.7	0.0	0	0	0
1004 Gen Fund		600.0										
1151 VoTech Ed		907.7										
<b>Subtotal</b>		<b>1,507.7</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>1,507.7</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
***** Changes From FY2012 Authorized To FY2012 Management Plan *****												
<b>Subtotal</b>		<b>1,507.7</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>1,507.7</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
***** Changes From FY2012 Management Plan To FY2013 Governor *****												
<b>Alaska Technical and Vocational Education Formula Funding</b>												
Inc		73.1	0.0	0.0	0.0	0.0	0.0	73.1	0.0	0	0	0
1151 VoTech Ed		73.1										
<b>Totals</b>		<b>1,580.8</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>1,580.8</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

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. Kotzebue Technical Center will receive \$980.8, or nine percent, of total receipts available. This transaction increases the component's authorization from \$907.7 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	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
77000	Grants, Benefits	1,460.8	1,507.7	1,580.8

Expenditure Account	Servicing Agency	Explanation	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
<b>77000 Grants, Benefits Detail Totals</b>			<b>1,460.8</b>	<b>1,507.7</b>	<b>1,580.8</b>
77670	Benefits	Operations grant for Kotzebue Technical Center. Operations grant for Kotzebue Technical Center.	1,460.8	1,507.7	1,580.8

**Unrestricted Revenue Detail**  
**Department of Labor and Workforce Development**

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

<b>Master Account</b>	<b>Revenue Description</b>	<b>FY2011 Actuals</b>	<b>FY2012 Management Plan</b>	<b>FY2013 Governor</b>
51433	Technical Vocational Education Program	860.8	907.7	980.8

**Detail Information**

<b>Revenue Amount</b>	<b>Revenue Description</b>	<b>Component</b>	<b>Collocation Code</b>	<b>AKSAS Fund</b>	<b>FY2011 Actuals</b>	<b>FY2012 Management Plan</b>	<b>FY2013 Governor</b>
51433	Technical Vocational Education Program			11166	860.8	907.7	980.8

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 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.

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.