

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

**Department of Labor and Workforce Development  
Alaska Vocational Technical Center  
Results Delivery Unit Budget Summary**

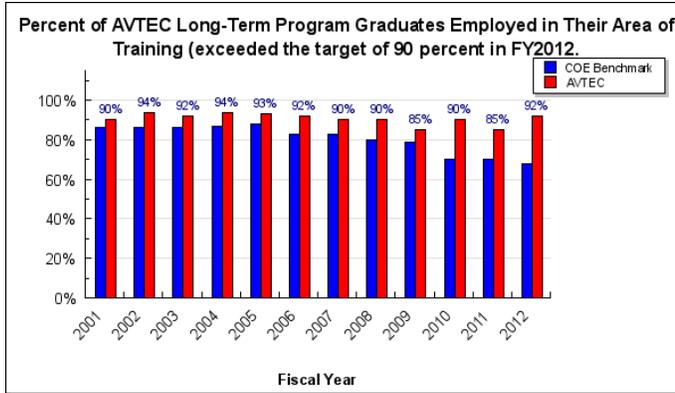
Alaska Vocational Technical Center Results Delivery Unit

**Contribution to Department's Mission**

The Alaska Vocational Technical Center's mission is to provide market-driven vocational and technical training to prepare state residents for jobs that are Alaska's future.

**Results**

(Additional performance information is available on the web at <https://omb.alaska.gov/results>.)



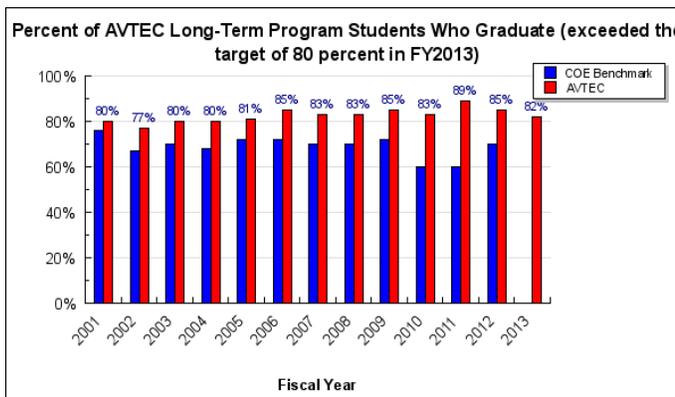
**Core Services**

- Provide post-secondary vocational and technical training to Alaskans.

**Measures by Core Service**

(Additional performance information is available on the web at <https://omb.alaska.gov/results>.)

**1. Provide post-secondary vocational and technical training to Alaskans.**



**Major RDU Accomplishments in 2013**

During FY2013, the Alaska Vocational Technical Center:

- Had an enrollment of 1,401 (1,056 in short-term programs and 345 in long-term programs) from more than 100 different Alaskan communities from all regions of the state; achieved an 82 percent graduation rate; and achieved a 92 percent placement rate of its FY2012 graduates. Placement rate means the percentage of graduates that enter employment within an occupation related to their area of training.

- Graduated its first class of Associate of Applied Science Nursing program students. Including this class, 109 total students graduated from AVTEC's Allied Health programs. This included a partnership with the Cook Inlet Tribal Council (CITC) to train Alaska Natives in health care programs. This partnership is supported with a five year federal Health Professional Opportunity grant that was awarded to CITC. FY2013 was the third year of this five year grant.
- Trained 24 wind turbine technicians and operators with the new Northern Power 100 wind turbine that was successfully tied into the Seward electrical grid and integrated into the wind diesel system. This unique capability now allows AVTEC to provide wind turbine operations/maintenance and technician-level training.
- Coordinated with the Department of Transportation and Public Facilities on the Third Avenue Dormitory replacement, which is planned for occupancy in January 2014.
- Performed significant facilities maintenance projects including: upgrades to the Student Services Center for new energy efficient lighting and replacement bleachers; a much needed remodeling project in the student/family housing 4-plex; and maintenance and upgrades to the boiler systems campus wide.

### Key RDU Challenges

A significant challenge for the Alaska Vocational Technical Center (AVTEC) is the growth of core operating expenses, which are outpacing revenues in such a way that AVTEC is challenged to maintain existing services to Alaskans and Alaska businesses. The legislature approved a one-time \$200.0 increment for FY2014 to help close the budget gap. Even with the extra appropriation, AVTEC had to make personnel cuts and changes that reduced the school year by five days. AVTEC is actively reviewing revenue generation options including potential tuition and fee changes to avoid elimination of training programs and additional reductions in personnel and services.

AVTEC is also challenged with maintaining and operating sixteen state owned facilities, the majority of which are more than thirty years old. The most concerning is the Applied Technology facility that houses the Heavy Equipment, Medium/Heavy Truck and Pipe Welding training programs. This facility has known life, safety, code and Americans with Disabilities Act (ADA) deficiencies.

The AVTEC Pipe Welding, Medium/Heavy Truck, Heavy Equipment, and Diesel Technology programs currently produce up to 56 trained Alaskans per year who are highly sought-after by the mining, construction, oil/gas, and transportation industries for employment.

### Significant Changes in Results to be Delivered in FY2015

No significant changes in results to be delivered are anticipated.

Contact Information
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**Alaska Vocational Technical Center  
RDU Financial Summary by Component**

*All dollars shown in thousands*

	FY2013 Actuals				FY2014 Management Plan				FY2015 Governor			
	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds
<b>Formula Expenditures</b> None.												
<b>Non-Formula Expenditures</b>												
AVTEC	10,820.5	1,743.8	716.7	13,281.0	10,877.1	1,929.6	1,302.9	14,109.6	10,606.9	1,925.9	1,258.2	13,791.0
AVTEC Facilities Maintenance	0.0	1,809.7	0.0	1,809.7	0.0	1,988.1	0.0	1,988.1	0.0	1,859.1	0.0	1,859.1
<b>Totals</b>	<b>10,820.5</b>	<b>3,553.5</b>	<b>716.7</b>	<b>15,090.7</b>	<b>10,877.1</b>	<b>3,917.7</b>	<b>1,302.9</b>	<b>16,097.7</b>	<b>10,606.9</b>	<b>3,785.0</b>	<b>1,258.2</b>	<b>15,650.1</b>

**Alaska Vocational Technical Center  
Summary of RDU Budget Changes by Component  
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>
<b>FY2014 Management Plan</b>	6,422.4	4,454.7	3,917.7	1,302.9	16,097.7
<b>Adjustments which will continue current level of service:</b>					
-AVTEC	-448.2	-103.6	-3.7	0.0	-555.5
-AVTEC Facilities Maintenance	0.0	0.0	-40.2	0.0	-40.2
<b>Proposed budget decreases:</b>					
-AVTEC	-51.5	-0.6	0.0	-44.7	-96.8
-AVTEC Facilities Maintenance	0.0	0.0	-88.8	0.0	-88.8
<b>Proposed budget increases:</b>					
-AVTEC	233.7	100.0	0.0	0.0	333.7
<b>FY2015 Governor</b>	<b>6,156.4</b>	<b>4,450.5</b>	<b>3,785.0</b>	<b>1,258.2</b>	<b>15,650.1</b>