

**State of Alaska
FY2016 Governor Amended Operating
Budget**

**Department of Labor and Workforce Development
Construction Academy Training
Component Budget Summary**

Component: Construction Academy Training

Contribution to Department's Mission

The Construction Academy Training component contributes to the department's mission by providing an operations grant to the Construction Education Foundation to operate the Alaska Construction Academy program. This program trains young people and adults for employment and apprenticeship programs in the high-demand construction and trade industry. 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 supported operating grant to the Construction Education Foundation (CEF) for administration of the Alaska Construction Academy (ACA) program.
- CEF provides administration, coordination, oversight and accountability to the construction academies operated in partnership with local school districts and industry associations.
- ACA serves industry by developing knowledgeable, motivated entry-level employees.
- ACA serves students and job seekers by giving them the chance to explore their aptitudes and interests under the guidance of experienced, hands-on industry instruction.

Major Component Accomplishments in 2014

During FY2014, with the support provided by this operations grant, the Alaska Construction Academy:

- Provided career path activities and vocational training to over 5,500 middle and high school students through construction related classes and served over 400 adults through one or more ACA courses.
- Offered Industry Safety Training to local high school seniors through the Kenai Peninsula Construction Academy. Twenty students completed the 24 hour Cook Inlet Training Standards (CITS) and the Petro Chemical Health & Safety program. The goal is to offer this training free to students in hopes it will encourage them to work in the oil or construction industries in Alaska.
- Over 399 students attended the Palmer Construction Career Day events and spent the day meeting with tradespeople. This was a wonderful opportunity for Alaskan students to discuss a wide variety of trade careers available in the state. Students interested in construction, but not sure which trade to pursue, welcomed the opportunity to talk with the professionals.
- Teamed up with Associated General Contractors (AGC) of Alaska, the Fairbanks Pipeline Training Center, and the Alaska Operating Engineers Apprenticeship Program to provide rural Alaskans an opportunity to consider a career in the operation of heavy equipment or as a heavy or light duty mechanic. Alaska Works Partnership, a training provider with expertise in rural outreach and recruitment, assisted in the recruitment and selection of applicants.

Key Component Challenges

ACA faces the ongoing challenge of meeting industry demand for a skilled construction workforce within existing resources. The construction industry requires an estimated 700 new workers every year to keep up with demand. The high demand for a construction workforce is driven by 1) an aging workforce; 2) job growth in the industry; and 3) a desire to reduce Alaska's dependence on nonresident workers.

Significant Changes in Results to be Delivered in FY2016

No significant changes in results to be delivered are anticipated.

Statutory and Regulatory Authority

No statutes and regulations.

| Contact Information |
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**Construction Academy Training
Component Financial Summary**

All dollars shown in thousands

| | FY2014 Actuals | FY2015 Management Plan | FY2016 Governor Amended |
|--------------------------------|-----------------------|-----------------------------------|------------------------------------|
| Non-Formula Program: | | | |
| Component Expenditures: | | | |
| 71000 Personal Services | 0.0 | 0.0 | 0.0 |
| 72000 Travel | 0.0 | 0.0 | 0.0 |
| 73000 Services | 33.7 | 70.0 | 70.0 |
| 74000 Commodities | 0.0 | 0.0 | 0.0 |
| 75000 Capital Outlay | 0.0 | 0.0 | 0.0 |
| 77000 Grants, Benefits | 3,153.9 | 3,330.0 | 3,058.0 |
| 78000 Miscellaneous | 0.0 | 0.0 | 0.0 |
| Expenditure Totals | 3,187.6 | 3,400.0 | 3,128.0 |
| Funding Sources: | | | |
| 1004 General Fund Receipts | 3,187.6 | 3,400.0 | 3,128.0 |
| Funding Totals | 3,187.6 | 3,400.0 | 3,128.0 |

**Summary of Component Budget Changes
From FY2015 Management Plan to FY2016 Governor Amended**

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> |
|---|-----------------------------------|---------------------------------|--------------------|--------------------------|--------------------|
| FY2015 Management Plan | 3,400.0 | 0.0 | 0.0 | 0.0 | 3,400.0 |
| Proposed budget decreases: | | | | | |
| -Reduction in Grant Funding Available for Distribution | -272.0 | 0.0 | 0.0 | 0.0 | -272.0 |
| FY2016 Governor Amended | 3,128.0 | 0.0 | 0.0 | 0.0 | 3,128.0 |

Component Detail All Funds
Department of Labor and Workforce Development

Component: Construction Academy Training (AR28680) (2910)

RDU: Business Partnerships (481)

| | FY2014 Actuals | FY2015 Conference Committee | FY2015 Authorized | FY2015 Management Plan | FY2016 Governor Amended | FY2015 Management Plan vs FY2016 Governor Amended | |
|-----------------------------------|-----------------------|------------------------------------|--------------------------|-------------------------------|--------------------------------|--|--------------|
| 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 | 33.7 | 70.0 | 70.0 | 70.0 | 70.0 | 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 | 3,153.9 | 3,330.0 | 3,330.0 | 3,330.0 | 3,058.0 | -272.0 | -8.2% |
| 78000 Miscellaneous | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| Totals | 3,187.6 | 3,400.0 | 3,400.0 | 3,400.0 | 3,128.0 | -272.0 | -8.0% |
| Fund Sources: | | | | | | | |
| 1004Gen Fund (UGF) | 3,187.6 | 3,400.0 | 3,400.0 | 3,400.0 | 3,128.0 | -272.0 | -8.0% |
| Unrestricted General (UGF) | 3,187.6 | 3,400.0 | 3,400.0 | 3,400.0 | 3,128.0 | -272.0 | -8.0% |
| Designated General (DGF) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| 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: Construction Academy Training (2910)
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 FY2015 Conference Committee To FY2015 Authorized ***** | | | | | | | | | | | | |
| FY2015 Conference Committee | | | | | | | | | | | | |
| ConfCom | | 3,400.0 | 0.0 | 0.0 | 70.0 | 0.0 | 0.0 | 3,330.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 3,400.0 | | | | | | | | | | |
| Subtotal | | 3,400.0 | 0.0 | 0.0 | 70.0 | 0.0 | 0.0 | 3,330.0 | 0.0 | 0 | 0 | 0 |
| ***** Changes From FY2015 Authorized To FY2015 Management Plan ***** | | | | | | | | | | | | |
| Subtotal | | 3,400.0 | 0.0 | 0.0 | 70.0 | 0.0 | 0.0 | 3,330.0 | 0.0 | 0 | 0 | 0 |
| ***** Changes From FY2015 Management Plan To FY2016 Governor Amended ***** | | | | | | | | | | | | |
| Reduction in Grant Funding Available for Distribution | | | | | | | | | | | | |
| Dec | | -272.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | -272.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | -272.0 | | | | | | | | | | |
| This budget reduction will decrease the unrestricted general funds available for distribution. | | | | | | | | | | | | |
| Totals | | 3,128.0 | 0.0 | 0.0 | 70.0 | 0.0 | 0.0 | 3,058.0 | 0.0 | 0 | 0 | 0 |

Line Item Detail
Department of Labor and Workforce Development
Services

Component: Construction Academy Training (2910)
RDU: Business Partnerships (481)

| Line Number | Line Name | | | FY2014 Actuals | FY2015 Management Plan | FY2016 Governor Amended |
|-------------------------------------|--------------------------------|-------------------|--|-----------------------|-------------------------------|--------------------------------|
| 73000 | Services | | | 33.7 | 70.0 | 70.0 |
| | | | | FY2014 Actuals | FY2015 Management Plan | FY2016 Governor Amended |
| Expenditure Account | Servicing Agency | Explanation | | FY2014 Actuals | FY2015 Management Plan | FY2016 Governor Amended |
| 73000 Services Detail Totals | | | | 33.7 | 70.0 | 70.0 |
| 73804 | Economic/Development (IA Svcs) | Business Services | Reimbursable services agreement with the Business Services component for administrative support services provided to the program (I/A to DOL BSC). | 33.7 | 70.0 | 70.0 |

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

Component: Construction Academy Training (2910)
RDU: Business Partnerships (481)

| Line Number | Line Name | | FY2014 Actuals | FY2015 Management Plan | FY2016 Governor Amended |
|---|-------------------------|--|-----------------------|-------------------------------|--------------------------------|
| 77000 | Grants, Benefits | | 3,153.9 | 3,330.0 | 3,058.0 |
| | | | FY2014 Actuals | FY2015 Management Plan | FY2016 Governor Amended |
| Expenditure Account | Servicing Agency | Explanation | | | |
| 77000 Grants, Benefits Detail Totals | | | 3,153.9 | 3,330.0 | 3,058.0 |
| 77435 | Development | Operations grant for the Construction Academy training | 3,153.9 | 3,330.0 | 3,058.0 |

Interagency Services
Department of Labor and Workforce Development

Component: Construction Academy Training (2910)
RDU: Business Partnerships (481)

| Expenditure Account | Service Description | Service Type | Servicing Agency | FY2014 Actuals | FY2015 Management Plan | FY2016 Governor Amended |
|---|--|---------------------|-------------------------|-----------------------|-------------------------------|--------------------------------|
| 73804 | Economic/Development (IA Svcs) Reimbursable services agreement with the Business Services component for administrative support services provided to the program (I/A to DOL BSC). | Intra-dept | Business Services | 33.7 | 70.0 | 70.0 |
| 73804 Economic/Development (IA Svcs) subtotal: | | | | 33.7 | 70.0 | 70.0 |
| Construction Academy Training total: | | | | 33.7 | 70.0 | 70.0 |
| Grand Total: | | | | 33.7 | 70.0 | 70.0 |