

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

**Department of Labor and Workforce Development
Business Partnerships
Results Delivery Unit Budget Summary**

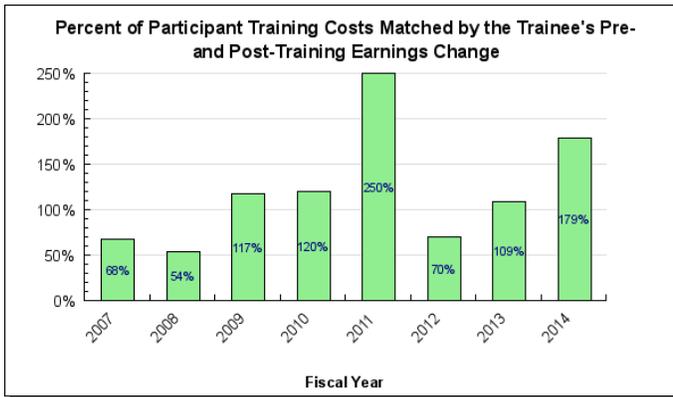
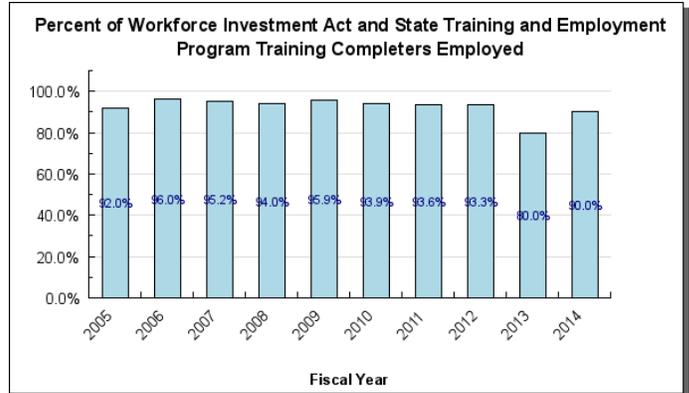
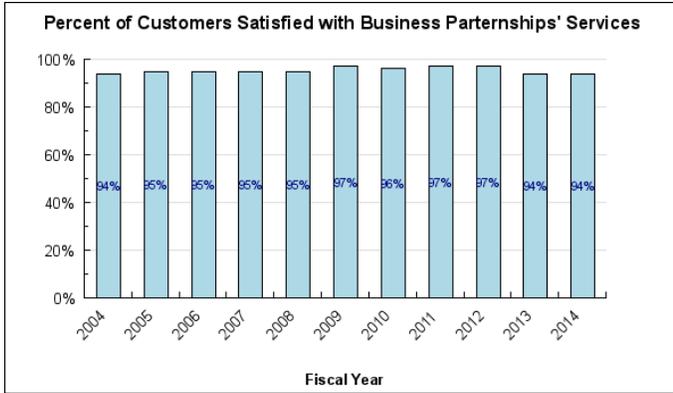
Business Partnerships Results Delivery Unit

Contribution to Department's Mission

The Business Partnerships' mission is to develop and support workforce development programs designed to meet Alaska's needs.

Results

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



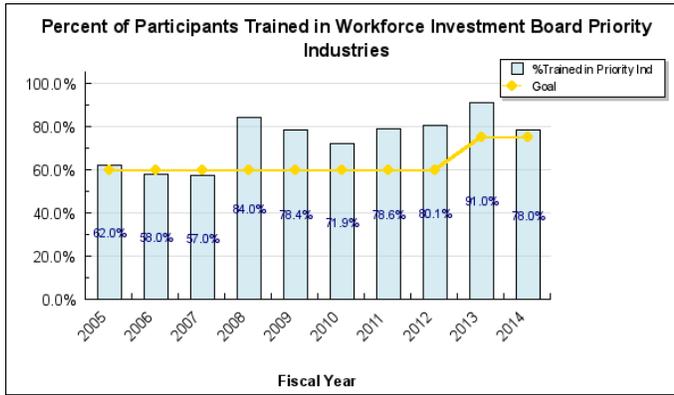
Core Services

- Maximize the degree to which workforce investment resources are invested according to the industry priorities of the Alaska Workforce Investment Board.
- Meet all negotiated performance standards set by the Alaska Workforce Investment Board and the United States Department of Labor.

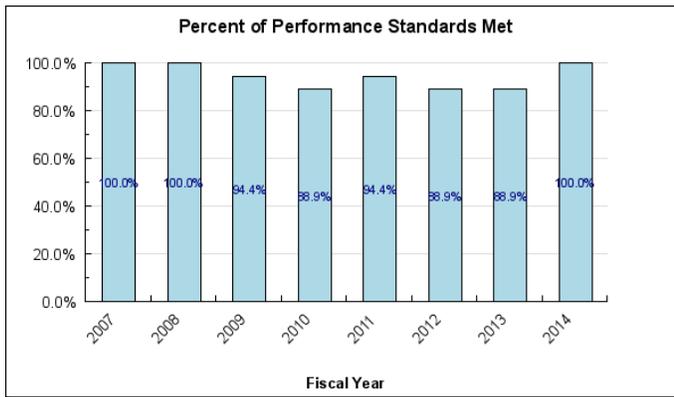
Measures by Core Service

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

1. Maximize the degree to which workforce investment resources are invested according to the industry priorities of the Alaska Workforce Investment Board.



2. Meet all negotiated performance standards set by the Alaska Workforce Investment Board and the United States Department of Labor.



Major RDU Accomplishments in 2014

- A total of 2,115 individuals participated in the State Training and Employment Program (STEP). The program enhances the quality and accessibility of job training for employers, employees, and future workers. In 2014, cost containment efforts focused on holding expenditures to \$5.0 per participant.
- The Kenai Peninsula Construction Academy offered Industry Safety Training to senior students throughout the local high schools during the month of May. 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 for students in hopes it will encourage them to work in the oil or construction industries in Alaska.
- Nearly 400 students attended the Palmer Construction Career Day event 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.
- The Alaska Construction Academy (ACA) 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.

- The Construction Academies provided career path activities and vocational training to over 5,500 middle and high school students through construction related classes; over 500 adults also went through one or more ACA course.
- Served 3,471 individuals with the Workforce Investment Act (WIA) programs for adults, dislocated workers, and youth (This represented a two percent increase in total participants from FY2013). These programs help eligible workers find and qualify for employment, and help employers find the skilled workers they need to compete and succeed in business. Eligible low-income people, welfare recipients, people with disabilities, and covered veterans or veterans' spouses have priority for specific services.

Key RDU Challenges

The primary challenge for the Division of Business Partnerships (DBP) is the continuing decline of federal funds and the resulting reduction in training services.

In FY2014, DBP received the fifth decline in the Workforce Investment Act (WIA) federal formula funds. DBP grants these funds to provide employment and training services to dislocated workers, low-income and under-skilled adult workers, and in- and out-of-school at-risk youth.

The decline of federal formula funding and the end of one-time federal awards will result in reductions to training services throughout the state, due to fewer available training grants and reduced amounts available for reimbursable service agreements with partner agencies.

Significant Changes in Results to be Delivered in FY2016

The Workforce Innovation and Opportunity Act will replace WIA effective July 2015. The U.S. Department of Labor will issue new regulations and guidance that will change the state's workforce investment system as well as the expenditure of federal funding.

Contact Information
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**Business Partnerships
RDU Financial Summary by Component**

All dollars shown in thousands

	FY2014 Actuals				FY2015 Management Plan				FY2016 Governor Amended			
	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
Formula Expenditures None.												
Non-Formula Expenditures												
Workforce Investment Board	1,002.1	467.0	0.0	1,469.1	31.4	644.5	0.0	675.9	0.0	654.4	0.0	654.4
Business Services	10,056.6	33.7	6,707.7	16,798.0	11,153.7	510.6	16,806.3	28,470.6	9,103.7	511.9	16,835.7	26,451.3
Alaska Technical Center	1,566.6	0.0	0.0	1,566.6	1,645.4	0.0	0.0	1,645.4	1,678.0	0.0	0.0	1,678.0
SAVEC Operations Grant	517.8	0.0	0.0	517.8	543.5	0.0	0.0	543.5	554.7	0.0	0.0	554.7
Yuut Operations Grant	968.4	0.0	0.0	968.4	1,045.4	0.0	0.0	1,045.4	1,126.0	0.0	0.0	1,126.0
Northwest Alaska Center	722.1	0.0	0.0	722.1	748.5	0.0	0.0	748.5	743.3	0.0	0.0	743.3
Partners for Progress in Delta	322.8	0.0	0.0	322.8	348.5	0.0	0.0	348.5	375.3	0.0	0.0	375.3
Amundsen Educational Center	215.2	0.0	0.0	215.2	232.3	0.0	0.0	232.3	250.2	0.0	0.0	250.2
Ilisagvik College	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	625.5	0.0	0.0	625.5
Construction Academy Training	3,187.6	0.0	0.0	3,187.6	3,400.0	0.0	0.0	3,400.0	3,128.0	0.0	0.0	3,128.0
Rural Apprenticeship Outreach	0.0	0.0	0.0	0.0	150.0	0.0	0.0	150.0	0.0	0.0	0.0	0.0
Totals	18,559.2	500.7	6,707.7	25,767.6	19,298.7	1,155.1	16,806.3	37,260.1	17,584.7	1,166.3	16,835.7	35,586.7

Business Partnerships
Summary of RDU Budget Changes by Component
From FY2015 Management Plan to FY2016 Governor Amended

All dollars shown in thousands

	<u>Unrestricted</u> <u>Gen (UGF)</u>	<u>Designated</u> <u>Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal</u> <u>Funds</u>	<u>Total Funds</u>
FY2015 Management Plan	7,193.2	12,105.5	1,155.1	16,806.3	37,260.1
One-time items:					
-Workforce Investment Board	-31.4	0.0	0.0	0.0	-31.4
-Business Services	-1,400.0	0.0	0.0	0.0	-1,400.0
-Rural Apprenticeship Outreach	0.0	-150.0	0.0	0.0	-150.0
Adjustments which continue current level of service:					
-Workforce Investment Board	0.0	0.0	9.9	0.0	9.9
-Business Services	8.9	-608.5	1.3	29.4	-568.9
-Ilisagvik College	0.0	625.5	0.0	0.0	625.5
Proposed budget increases:					
-Business Services	0.0	44.7	0.0	0.0	44.7
-Alaska Technical Center	0.0	80.6	0.0	0.0	80.6
-SAVEC Operations Grant	0.0	26.8	0.0	0.0	26.8
-Yuut Operations Grant	0.0	80.6	0.0	0.0	80.6
-Northwest Alaska Center	0.0	26.8	0.0	0.0	26.8
-Partners for Progress in Delta	0.0	26.8	0.0	0.0	26.8
-Amundsen Educational Center	0.0	17.9	0.0	0.0	17.9
Proposed budget decreases:					
-Business Services	-94.1	-1.0	0.0	0.0	-95.1
-Alaska Technical Center	-48.0	0.0	0.0	0.0	-48.0
-SAVEC Operations Grant	-15.6	0.0	0.0	0.0	-15.6
-Northwest Alaska Center	-32.0	0.0	0.0	0.0	-32.0
-Construction Academy Training	-272.0	0.0	0.0	0.0	-272.0
FY2016 Governor Amended	5,309.0	12,275.7	1,166.3	16,835.7	35,586.7