

**State of Alaska  
FY2014 Governor's Operating Budget**

**Department of Labor and Workforce Development  
Southwest Alaska Vocational and Education Center  
Operations Grant  
Component Budget Summary**

**Component: Southwest Alaska Vocational and Education Center Operations Grant**

### **Contribution to Department's Mission**

The Southwest Alaska Vocational and Education Center Operations Grant component contributes to the mission of the department by supporting 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 Vocation Education Program (TVEP AS 23.15.835) funded operating grant to the Southwest Alaska Vocational and Education Center (SAVEC) located on the King Salmon Air Force Base. SAVEC:
  - Provides a variety of occupational courses and programs that can lead to work based certifications and high-wage, high-demand employment.
  - SAVEC is a rapid response center for business, industry, and communities who need their workforce trained.
  - Provides custom-designed training, distance delivered courses, workshops, seminars, certification courses, and programs that lead to employment for industries and communities within the region.
  - Specializes in heavy equipment operators training, general maintenance technicians, pre-apprenticeship training, driver's license, commercial driver's license, construction, Hazardous Waste Operations and Emergency Response (Hazwoper) 40 and eight hour courses, first aid/CPR, NSTC certification, welding, OSHA 10 with forklift certification and more.
  - Provides advanced classroom technology centers featuring smart board technology in every classroom, distance delivery technology to include video/audio/smart board, wireless networking, and multi-media technology.
  - Provides housing to 30 students and two instructors.
  - Provides its center for training to other entities including business, industry, schools, and local and state agencies.

### **Major Component Accomplishments in 2012**

During FY2012, with the support provided by this operations grant, the Southwest Alaska Vocational and Education Center (SAVEC):

- Expanded and improved the existing partnership with the University of Alaska Fairbanks, Bristol Bay Campus resulting in an annual increase in the number of students taking classes.
- Provided distance education opportunities from a host of sites to the region's citizens while promoting career pathways. SAVEC is capable of hosting instructional courses from a variety of training partners to include the University of Alaska, the Alaska Vocational Technical Center, and the newly formed career and technical education (CTE) partnership with the Bristol Bay Borough School District and the Lake and Peninsula School District.
- Maintained costs to remain within existing funding levels for the last five fiscal years.
- Strengthened existing agreements with CH2M Hill to hire 96 percent of successful program completers. SAVEC has retained over 80 percent of its State Training and Employment Program (STEP) grant program participants. STEP continues to be SAVEC's shining star. Recent return on investment reviews, which compare pre- and post-training wages earned with STEP expenditures, have shown results of 15 to 1, to 17 to 1.
- Started the Lake and Peninsula School District, Bristol Bay Borough School District, and SAVEC's Career and Technical Education Partnership. The partnership provides vocational education training to the Lake and

Peninsula and Bristol Bay Borough School District students. Over 50 students have been trained in small engine repair, all-terrain vehicle repair, occupational safety and health (OSHA), and in the use of Microsoft Word and Excel.

### **Key Component Challenges**

As a consequence of a low fund balance for the Alaska Technical and Vocational Education Program (TVEP) at the end of FY2012, the Southwest Alaska Vocational and Education Center (SAVEC) operations grant funding will be reduced by \$4.1 in FY2014.

The largest challenge facing SAVEC is training the region's citizens for long-term careers versus seasonal work.

Other key challenges facing SAVEC include:

- Ensuring a consistent level of funding to provide structured courses and programs.
- Implementing career pathways to prepare the region's workforce without additional funding for a full-time faculty member and a business office/grants administrator.
- Partnering with all school districts within the region due to the significant costs of aviation gas and other travel costs.
- Managing the workload related to changing federal and state reporting requirements with existing staff.

### **Significant Changes in Results to be Delivered in FY2014**

A new business plan will be completed in December 2012 that is guiding the Southwest Alaska Vocational and Education Center (SAVEC) Board and SAVEC staff into the future. Partnerships with the Alaska Vocational Technical Center (AVTEC) and the University of Alaska are helping lay the foundation for career pathways through a series of distance delivered educational programming. Using this approach, SAVEC now hosts Alaska's only online driver's education course. The addition of increased bandwidth will produce further utilization of AVTEC's online courses.

The Rural Jobs Innovation Accelerator Challenge may be a way to increase collaboration within all SAVEC organizations. This three-year grant initiative will require planning meetings for the Bristol Bay organizations, and may lead to an adult element of adult career planning.

### **Statutory and Regulatory Authority**

Statutory Authority:

AS 23.15.835

Alaska Technical and Vocational Education Program Account

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<b>Southwest Alaska Vocational and Education Center Operations Grant Component Financial Summary</b>			
		<i>All dollars shown in thousands</i>	
	<b>FY2012 Actuals</b>	<b>FY2013 Management Plan</b>	<b>FY2014 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	497.6	521.9	517.8
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>497.6</b>	<b>521.9</b>	<b>517.8</b>
<b>Funding Sources:</b>			
1004 General Fund Receipts	195.0	195.0	195.0
1151 Technical Vocational Education Program Account	302.6	326.9	322.8
<b>Funding Totals</b>	<b>497.6</b>	<b>521.9</b>	<b>517.8</b>

<b>Estimated Revenue Collections</b>				
<b>Description</b>	<b>Master Revenue Account</b>	<b>FY2012 Actuals</b>	<b>FY2013 Management Plan</b>	<b>FY2014 Governor</b>
<b>Unrestricted Revenues</b>				
Technical Vocational Education Program	51433	302.6	326.9	322.8
<b>Unrestricted Total</b>		<b>302.6</b>	<b>326.9</b>	<b>322.8</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>302.6</b>	<b>326.9</b>	<b>322.8</b>

**Summary of Component Budget Changes  
From FY2013 Management Plan to FY2014 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>FY2013 Management Plan</b>	195.0	326.9	0.0	0.0	521.9
<b>Proposed budget decreases:</b>					
-Alaska Technical and Vocational Education Formula Funding	0.0	-4.1	0.0	0.0	-4.1
<b>FY2014 Governor</b>	<b>195.0</b>	<b>322.8</b>	<b>0.0</b>	<b>0.0</b>	<b>517.8</b>

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

**Component:** Southwest Alaska Vocational and Education Center Operations Grant (AR28630) (2792)  
**RDU:** Business Partnerships (481)

	FY2012 Actuals	FY2013 Conference Committee	FY2013 Authorized	FY2013 Management Plan	FY2014 Governor	FY2013 Management Plan vs FY2014 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	497.6	521.9	521.9	521.9	517.8	-4.1 -0.8%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
<b>Totals</b>	<b>497.6</b>	<b>521.9</b>	<b>521.9</b>	<b>521.9</b>	<b>517.8</b>	<b>-4.1 -0.8%</b>
<b>Fund Sources:</b>						
1004 Gen Fund (UGF)	195.0	195.0	195.0	195.0	195.0	0.0 0.0%
1151 VoTech Ed (DGF)	302.6	326.9	326.9	326.9	322.8	-4.1 -1.3%
<b>Unrestricted General (UGF)</b>	<b>195.0</b>	<b>195.0</b>	<b>195.0</b>	<b>195.0</b>	<b>195.0</b>	<b>0.0 0.0%</b>
<b>Designated General (DGF)</b>	<b>302.6</b>	<b>326.9</b>	<b>326.9</b>	<b>326.9</b>	<b>322.8</b>	<b>-4.1 -1.3%</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 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 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:** Southwest Alaska Vocational and Education Center Operations Grant (2792)

**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 FY2013 Conference Committee To FY2013 Authorized *****												
<b>FY2013 Conference Committee</b>												
ConfCom		521.9	0.0	0.0	0.0	0.0	0.0	521.9	0.0	0	0	0
1004 Gen Fund		195.0										
1151 VoTech Ed		326.9										
<b>Subtotal</b>		<b>521.9</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>521.9</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
***** Changes From FY2013 Authorized To FY2013 Management Plan *****												
<b>Subtotal</b>		<b>521.9</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>521.9</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
***** Changes From FY2013 Management Plan To FY2014 Governor *****												
<b>Alaska Technical and Vocational Education Formula Funding</b>												
Dec		-4.1	0.0	0.0	0.0	0.0	0.0	-4.1	0.0	0	0	0
1151 VoTech Ed		-4.1										
<b>Totals</b>		<b>517.8</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>517.8</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

The FY2014 estimated receipts of the Alaska Technical and Vocational Education Program account, including the carry forward amount, available for distribution is \$10,760.0. Southwest Alaska Vocational Education Center will receive \$322.8, or three percent, of total receipts available. This transaction decreases the component's authority from the FY2013 distribution level of \$326.9.

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

**Component:** Southwest Alaska Vocational and Education Center Operations Grant (2792)  
**RDU:** Business Partnerships (481)

Line Number	Line Name	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
77000	Grants, Benefits	497.6	521.9	517.8

Expenditure Account	Servicing Agency	Explanation	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
<b>77000 Grants, Benefits Detail Totals</b>			<b>497.6</b>	<b>521.9</b>	<b>517.8</b>
77670	Benefits	Operations grant for the Southwest Alaska Vocational and Educational Center.	497.6	521.9	517.8



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

**Component:** Southwest Alaska Vocational and Education Center Operations Grant (2792)  
**RDU:** Business Partnerships (481)

<b>Master Account</b>	<b>Revenue Description</b>	<b>FY2012 Actuals</b>	<b>FY2013 Management Plan</b>	<b>FY2014 Governor</b>
51433	Technical Vocational Education Program	302.6	326.9	322.8

<b>Detail Information</b>							
<b>Revenue Amount</b>	<b>Revenue Description</b>	<b>Component</b>	<b>Collocation Code</b>	<b>AKSAS Fund</b>	<b>FY2012 Actuals</b>	<b>FY2013 Management Plan</b>	<b>FY2014 Governor</b>
51433	Technical Vocational Education Program			11166	302.6	326.9	322.8

The Technical Vocational Education Program (TVEP) Account established in AS 23.15.830 provides funds to support technical and vocational training programs to Alaska residents.

These funds are used by the Southwest Alaska Vocational and Education 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.