

State of Alaska FY2021 Governor's Operating Budget

Department of Labor and Workforce Development Employment and Training Services Results Delivery Unit Budget Summary

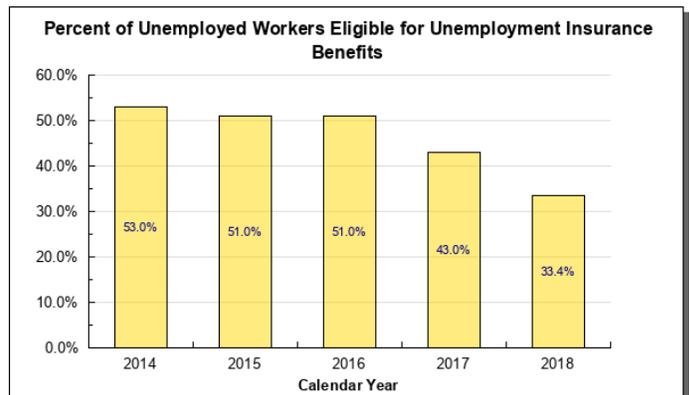
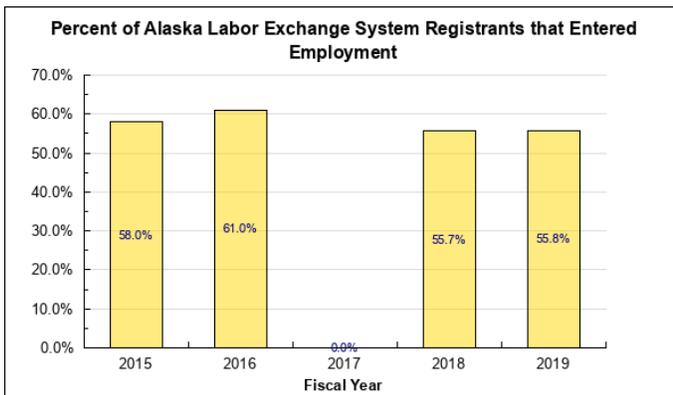
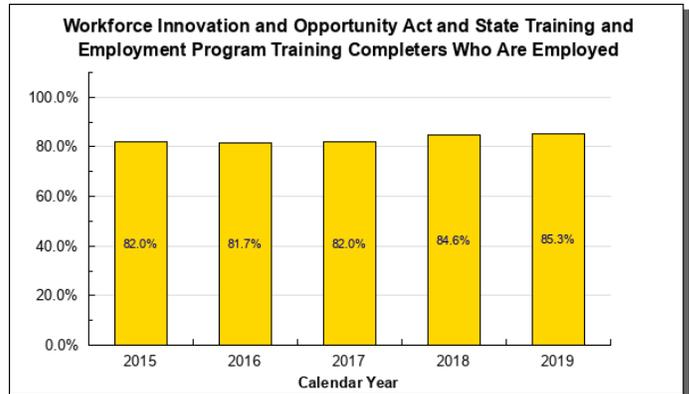
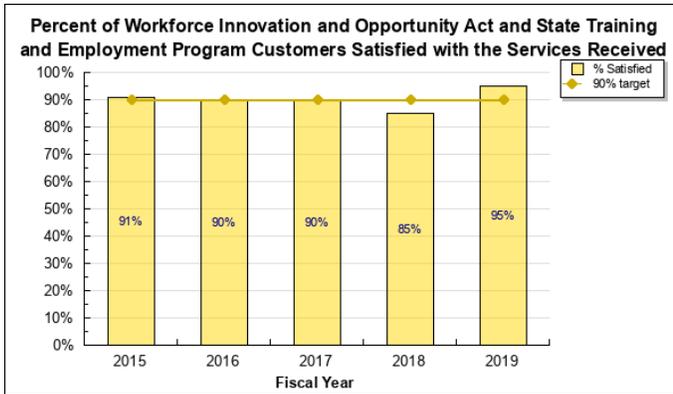
Employment and Training Services Results Delivery Unit

Contribution to Department's Mission

Provide labor exchange, employment and training services, and unemployment insurance to Alaskans and Alaska businesses thereby advancing opportunities for employment and providing economic stability for communities in Alaska.

Results

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



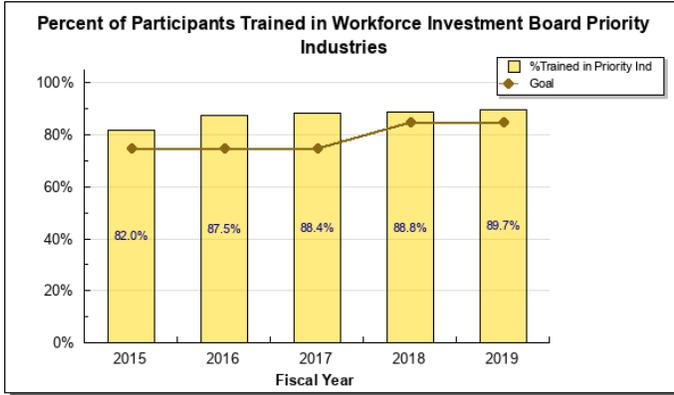
Core Services

- Maximize the degree to which workforce investment resources are invested according to the Alaska Workforce Investment Board priority industries.
- Meet all negotiated performance standards set by the Alaska Workforce Investment Board and the United States Department of Labor.
- Connect employers with qualified job seekers.
- Prepare more Alaskans for jobs requiring the equivalent of a high school diploma.
- Pay unemployment insurance benefits to Alaskans while they are temporarily unemployed.

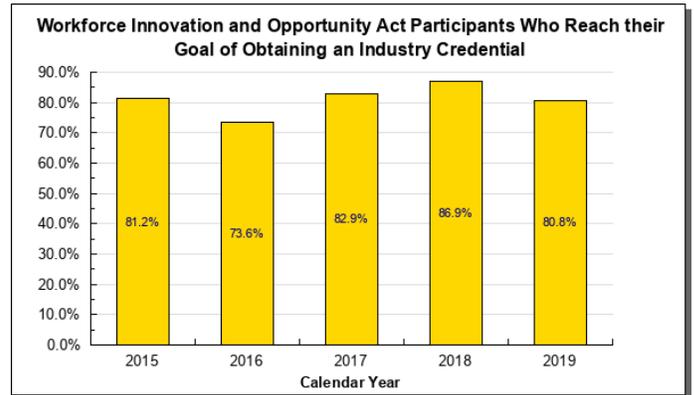
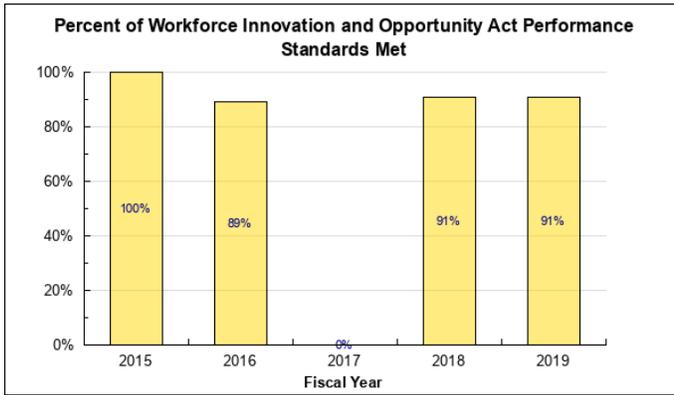
Measures by Core Service

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

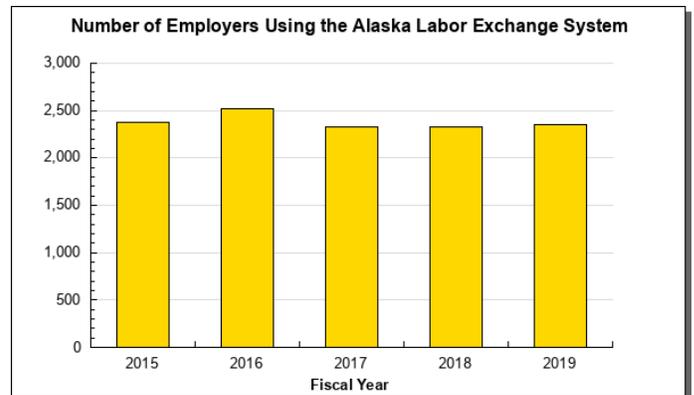
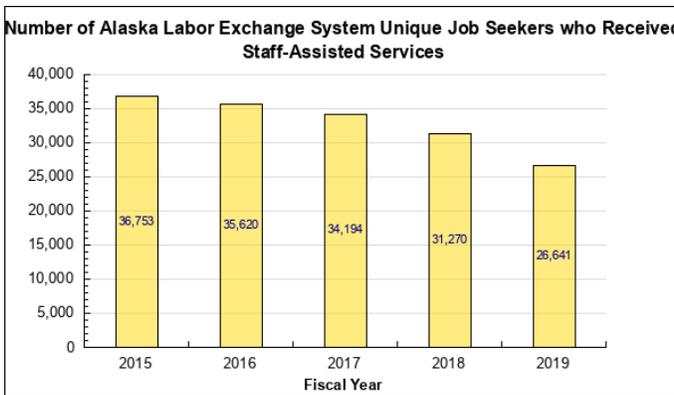
1. Maximize the degree to which workforce investment resources are invested according to the Alaska Workforce Investment Board priority industries.



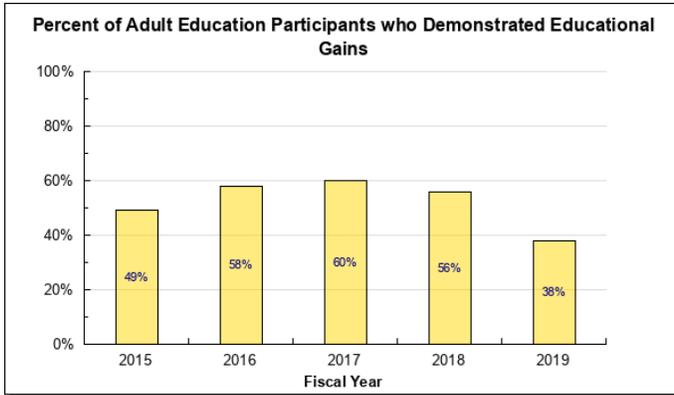
2. Meet all negotiated performance standards set by the Alaska Workforce Investment Board and the United States Department of Labor.



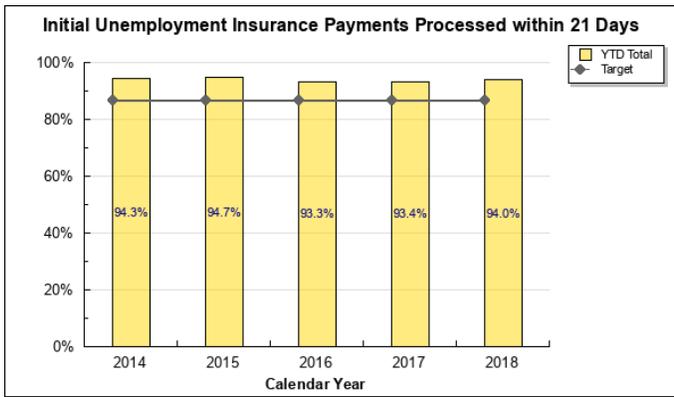
3. Connect employers with qualified job seekers.



4. Prepare more Alaskans for jobs requiring the equivalent of a high school diploma.



5. Pay unemployment insurance benefits to Alaskans while they are temporarily unemployed.



Major RDU Accomplishments in 2019

- Paid Unemployment Insurance (UI) benefits in a timely manner to 29,433 claimants totaling over \$97.8 million.
- Deposited over \$108.2 million of UI contributions into the UI Tax Trust Account. Over \$20 million was collected and deposited into the accounts of the State Training and Employment Program and Alaska Technical and Vocational Education Program.
- Provided 144,661 job seekers with self-service and staff-assisted services through the Alaska Job Centers.
- Provided 3,194 WorkKeys assessments resulting in 863 job seekers earning a National Career Readiness Certificate that affirms a job seeker has the skills desired by employers. This represents increases of 21.4 percent and 24.7 percent over FY19 figures, respectively.
- Procured a new online labor exchange, participant, and grants management system. The System will enhance the user experience, co-locate data, and provide for a single sign-on between the employment, training and Unemployment Insurance programs, and allow for federally required common participant reporting.
- Rebranded Adult Basic Education to Alaska Adult Education to better align with the instruction rigor and requirements for obtaining an alternate high school equivalency diploma.

Key RDU Challenges

- The Workforce Services component continues to be challenged to increase utilization of Registered Apprenticeships. Efforts include promoting program benefits; identifying related occupation instruction; assisting employers in identifying Alaskan candidates for the apprenticeship opportunity; and providing financial assistance to support new apprenticeship programs and eligible participants.
- The Unemployment Insurance component is experiencing challenges maintaining service levels given the

high rate of staff turnover and a federal funding reduction. Federal funding was reduced by over \$700,000 in FY2020; further reductions are anticipated in FY2021, but amounts are unknown.

- The Workforce Development component is challenged to Implement College and Career Readiness Standards in Adult Education to be relevant to real world application. Changes would allow students to master critical-thinking and problem-solving skills, and reflect the knowledge, skills and social foundations needed for success in both college and work.

Significant Changes in Results to be Delivered in FY2021

- In FY2021, the Division of Employment and Training Services will implement the new labor exchange and case management system that will integrate business and job seeker services. As a result, the Workforce Services component will have to reevaluate current business practices and identify necessary changes to its service delivery model.
- Implement distance learning opportunities to increase Alaskans access to educational opportunity and greater success of GED completion.

Contact Information
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**Employment and Training Services
RDU Financial Summary by Component**

All dollars shown in thousands

	FY2019 Actuals				FY2020 Management Plan				FY2021 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
Formula Expenditures None.												
Non-Formula Expenditures												
DETS	0.0	78.3	1,033.6	1,111.9	0.0	203.3	1,197.9	1,401.2	0.0	203.7	1,145.5	1,349.2
Administration												
Workforce Services	372.8	2,083.4	9,997.2	12,453.4	771.7	4,433.9	12,264.8	17,470.4	773.6	4,439.1	12,325.0	17,537.7
Workforce Development	14,987.4	0.0	8,771.5	23,758.9	16,213.2	0.0	11,365.8	27,579.0	4,786.9	0.0	6,428.5	11,215.4
Unemployment Insurance	714.0	303.0	17,678.0	18,695.0	856.7	358.9	22,433.6	23,649.2	861.9	359.9	21,400.3	22,622.1
Totals	16,074.2	2,464.7	37,480.3	56,019.2	17,841.6	4,996.1	47,262.1	70,099.8	6,422.4	5,002.7	41,299.3	52,724.4

**Employment and Training Services
Summary of RDU Budget Changes by Component
From FY2020 Management Plan to FY2021 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>
FY2020 Management Plan	3,825.0	14,016.6	4,996.1	47,262.1	70,099.8
One-time items:					
-Unemployment Insurance	0.0	0.0	0.0	-1,000.0	-1,000.0
Adjustments which continue current level of service:					
-DETS Administration	0.0	0.0	0.4	-52.4	-52.0
-Workforce Services	0.0	1.9	5.2	60.2	67.3
-Workforce Development	-1,244.3	-10,182.0	0.0	-4,937.3	-16,363.6
-Unemployment Insurance	0.0	5.2	1.0	139.9	146.1
Proposed budget decreases:					
-Unemployment Insurance	0.0	0.0	0.0	-173.2	-173.2
FY2021 Governor	2,580.7	3,841.7	5,002.7	41,299.3	52,724.4