

FISCAL NOTE

STATE OF ALASKA
2014 LEGISLATIVE SESSION

Bill Version HB 278
 Fiscal Note Number _____
 () Publish Date _____

Identifier (file name) HB278-DOLWD-CO-1-19-14 Dept. Affected Labor and Workforce Development
 Title Education Initiative Appropriation Commissioner and Administrative Services
 Allocation Commissioner's Office
 Sponsor Rules by Request of the Governor
 Requester Governor OMB Component Number 340

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

| | FY15 Appropriation Requested | Included in Governor's FY15 Request | Out-Year Cost Estimates | | | | |
|-------------------------------|------------------------------------|-------------------------------------------|-------------------------|----------------|----------------|----------------|----------------|
| | | | FY16 | FY17 | FY18 | FY19 | FY20 |
| OPERATING EXPENDITURES | FY15 | FY15 | FY16 | FY17 | FY18 | FY19 | FY20 |
| Personal Services | | 509.1 | 509.1 | 509.1 | 509.1 | 509.1 | 509.1 |
| Travel | | | | | | | |
| Services | | 26.8 | 26.8 | 26.8 | 26.8 | 26.8 | 26.8 |
| Commodities | | | | | | | |
| Capital Outlay | | | | | | | |
| Grants, Benefits | | 4,997.2 | 4,997.2 | 4,997.2 | 4,997.2 | 4,997.2 | 4,997.2 |
| Miscellaneous | | | | | | | |
| TOTAL OPERATING | 0.0 | 5,533.1 | 5,533.1 | 5,533.1 | 5,533.1 | 5,533.1 | 5,533.1 |

FUND SOURCE (Thousands of Dollars)

| | | | | | | | |
|------|-------------------|------------|----------------|----------------|----------------|----------------|----------------|
| 1002 | Federal Receipts | | | | | | |
| 1003 | GF Match | | | | | | |
| 1004 | GF | | | | | | |
| 1151 | VoTech Ed (DGF) | 5,533.1 | 5,533.1 | 5,533.1 | 5,533.1 | 5,533.1 | 5,533.1 |
| 1007 | I/A Rcpts (Other) | | | | | | |
| 1156 | Rcpt Svcs (DGF) | | | | | | |
| | | 0.0 | 5,533.1 | 5,533.1 | 5,533.1 | 5,533.1 | 5,533.1 |

POSITIONS

| | | | | | | |
|-----------|---|---|---|---|---|---|
| Full-time | 5 | 5 | 5 | 5 | 5 | 5 |
| Part-time | | | | | | |
| Temporary | | | | | | |

CHANGE IN REVENUES

| | | | | | | |
|--|--|--|--|--|--|--|
| | | | | | | |
|--|--|--|--|--|--|--|

Estimated SUPPLEMENTAL (FY14) operating costs 0.0 (separate supplemental appropriation required)
 (discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY15) costs 0.0 (separate capital appropriation required)
 (discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? Yes
 If yes, by what date are the regulations to be adopted, amended, or repealed? 7/1/2015 Discuss details in analysis section.

Why this fiscal note differs from previous version (if initial version, please note as such)

Not applicable, initial version.

Prepared by Paloma Harbour, Director
 Division Administrative Services
 Approved by Dianne Blumer, Commissioner
 Division Office of the Commissioner

Phone 465-5984
 Date/Time 1/19/14 4:30 PM
 Date 1/19/2014

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2014 LEGISLATIVE SESSION

BILL NO. HB 278

Analysis

This proposed legislation extends the current Technical and Vocational Education Program (TVEP) allocation through June 30, 2024. Currently, the allocation expires June 30, 2014.

Out-year cost estimates are based on TVEP receipts included in the department's FY2015 budget request and will be revised on an annual basis based on the balance of the fund.

The grants line authorization represents the legislation's direct allocations that pass through the department to Kotzebue Technical Center; Alaska Vocational Technical Center; Northwestern Alaska Career and Technical Center; Southwest Alaska Vocational and Education Center; Yuut Elitnaurviat, Inc. People's Learning Center; Delta Career Advancement Center; and New Frontier Vocational Technical Center.

Personal services and services expenses are related to TVEP grant administration and revenue collection through the unemployment insurance tax system. Expenses related to these activities must be charged to a state fund source as they are related to a state program and are not an allowable federal expense.

Position counts are based on an average personal services cost of approximately \$100.0 per full-time position and rounded to the nearest whole number.

The proposed legislation would also require the department to collect information from Technical and Vocational Education Program (TVEP) recipients to ensure they are meeting statutory requirements and to amend grants accordingly if requirements are not met.

The department already gathers information from TVEP recipients for annual reporting purposes and currently administers the grants to the TVEP recipients so no additional fiscal impact is anticipated.