



## HB 235: Technical Vocational Education Program (TVEP) Re-Authorization

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# TVEP Program History

- Established under AS 23.15.830
- Created in 2000 to provide non-competitive grant assistance to education entities in Alaska that delivered specific vocational/technical training.
- In 2014, the Legislature increased the amount of funds diverted to TVEP from 0.15% of unemployment insurance to 0.16%.



# Types of Training TVEP Recipients Offer

- Aviation
- Fisheries
- Construction
- Renewable Energy
- Mining
- Information Technology
- Transportation
- Health Care
- Other Vocational Training



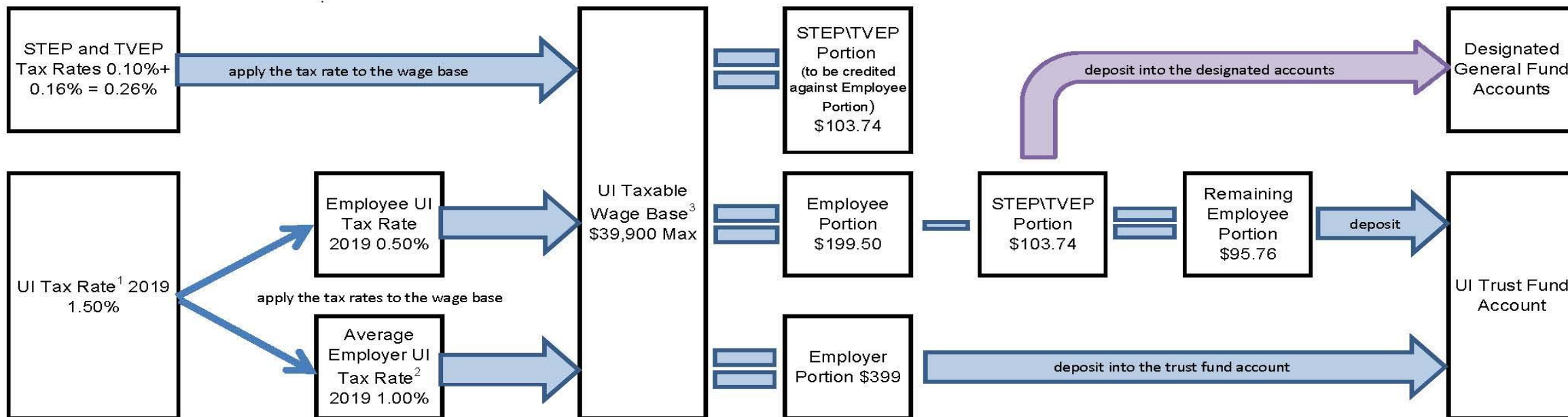


# How TVEP Funding Gets Distributed

## State of Alaska Tax Flow Chart:

### Unemployment Insurance (UI) State Training and Employment Program (STEP) Technical and Vocational Education Program (TVEP)

The STEP and TVEP tax rates are set in statute (AS 23.15.630 and AS 23.15.835 respectively) and are applied to the annual UI taxable wage base. The amount of STEP and TVEP revenue is not affected by the UI tax rate. For further information please contact Lennon Weller (465-4507). The calculations provided below are per employee, assume the maximum wage for 2019, and are based on the 2019 UI tax rate.



1) The UI tax rate is calculated each year to ensure solvency of the trust fund account and cover benefit payments.

2) The exact employer tax rate varies by employer. The rate provided above is the average employer UI tax rate (Rate Classes 10 & 11). For more information please reference the UI Tax Calculation Cookbook ([http://labor.alaska.gov/research/uiprog/Tax\\_Cookbook.pdf](http://labor.alaska.gov/research/uiprog/Tax_Cookbook.pdf)).

3) The UI maximum taxable wage base per employee is calculated each year as 75% of the average annual wage in Alaska (AS 23.20.175).

# TVEP Recipients Over Time

## In 2000:

University of Alaska: 52%

Kotzebue Training Center: 16%

Alaska Vocational Technical Center: 32%

## In 2001:

University of Alaska: 63%

Kotzebue Training Center: 11%

Alaska Vocational Technical Center: 22%

Galena Project Education Training Center: 4%

## In 2004:

University of Alaska: 55%

Kotzebue Training Center: 11%

Alaska Vocational Technical Center: 22%

Galena Project Education Training Center: 4%

Southwest Alaska Vocational Education Center: 4%

Yuut Elitnaurviat, Inc., People's Learning Center: 4%

# TVEP Recipients Over Time Cont.

## In 2008:

University of Alaska: 45%

Kotzebue Training Center- Alaska Technical Center: 9%

Alaska Vocational Technical Center: 17%

Galena Project Education Training Center: 4%

Southwest Alaska Vocational Education Center: 3%

Yuut Elitnaurviat, Inc., People's Learning Center: 9%

Delta Career Advancement Center, Partners for Progress Delta, Inc.: 3%

Amundsen Educational Center: 2%

Northwestern Alaska Career and Technical Center: 3%

University of Alaska Southeast: 5%



# Current TVEP Recipients

## In 2014 and again in 2017:

**Statewide:** University of Alaska: 45%

**Kotzebue:** Alaska Technical Center: 9%

**Seward:** Alaska Vocational Technical Center: 17%

**Galena:** Galena Project Education Training Center: 4%

**Dillingham:** Southwest Alaska Vocational Education Center: 3%

**Bethel:** Yuut Elitnaurviat, Inc., People's Learning Center: 9%

**Delta:** Partners for Progress Delta, Inc.: 3%

**Kenai:** Amundsen Educational Center: 2%

**Nome:** Northwestern Alaska Career and Technical Center: 3%

**Utqiagvik:** Illisagvik College: 5% (Added in 2014)





# TVEP Distributions

## Department of Labor and Workforce Development

### FY2020 Technical and Vocational Education Program (TVEP) Distribution

Updated: February 5, 2020

Entity	Percent	FY2018 Actual Expenditures	FY2019 Actual Expenditures	FY2020 Planned Distribution	FY2021 Proposed Distribution	Change from Prior Year
University of Alaska	45%	\$ 5,386.6	\$ 4,926.4	\$ 5,619.3	\$ 6,225.2	\$ 605.9
Galena Interior Learning Academy	4%	\$ 478.8	\$ 437.9	\$ 499.5	\$ 553.4	\$ 53.9
Alaska Technical Center	9%	\$ 1,001.6	\$ 927.8	\$ 1,123.8	\$ 1,245.0	\$ 121.2
Southwest Alaska Vocational and Education Center	3%	\$ 359.1	\$ 328.4	\$ 374.6	\$ 415.0	\$ 40.4
Yuut Elitnaurviat, Inc. People's Learning Center	9%	\$ 1,077.3	\$ 985.3	\$ 1,123.8	\$ 1,245.0	\$ 121.2
Northwestern Alaska Career and Technical Center	3%	\$ 359.1	\$ 328.4	\$ 374.6	\$ 415.0	\$ 40.4
Partners for Progress in Delta, Inc.	3%	\$ 359.1	\$ 328.4	\$ 374.6	\$ 415.0	\$ 40.4
Amundsen Educational Center	2%	\$ 239.4	\$ 218.9	\$ 249.7	\$ 276.7	\$ 27.0
Ilisagvik College	5%	\$ 598.5	\$ 547.4	\$ 624.4	\$ 691.7	\$ 67.3
Alaska Vocational Technical Center	17%	\$ 2,034.0	\$ 1,861.1	\$ 2,124.2	\$ 2,351.7	\$ 227.5
<b>Total</b>	<b>100%</b>	<b>\$ 11,893.5</b>	<b>\$ 10,890.0</b>	<b>\$ 12,488.5</b>	<b>\$ 13,833.8</b>	<b>\$ 1,345.3</b>





Questions?

