

# FISCAL NOTE

**STATE OF ALASKA**  
**2000 LEGISLATIVE SESSION**

No. 2  
 Bill Version: SB 289  
 (S) Publish Date: 3-29-00  
 Dept. Affected: Health and Social Services  
 BRU: Public Assistance Admin  
 Component: Work Services  
 COMPONENT SERIAL NO. 2337  
 See also (SN#): \_\_\_\_\_

Revision Date/Time (Note if correction): \_\_\_\_\_  
 Title: Establishing Board of Technical and Vocational Education  
 Sponsor: Senate (FIN)  
 Requestor: Senate (L&C)

**Expenditures/Revenues:** (Thousands of Dollars)  
 Note: Amounts do not include inflation unless otherwise noted below.

OPERATING	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	27.3	27.3	27.3	27.3	27.3	27.3
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>27.3</b>	<b>27.3</b>	<b>27.3</b>	<b>27.3</b>	<b>27.3</b>	<b>27.3</b>

CAPITAL EXPENDITURES						
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CHANGES IN REVENUES ( )						
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	27.3	27.3	27.3	27.3	27.3	27.3
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (please specify)						
<b>TOTAL</b>	<b>27.3</b>	<b>27.3</b>	<b>27.3</b>	<b>27.3</b>	<b>27.3</b>	<b>27.3</b>

Estimate of any current year (FY2000) cost: \$0.0

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

**ANALYSIS:** (Attach a separate page if necessary)

This legislation creates a new five-member "Board of Vocational and Technical Education" charged with the planning and coordination of all technical and vocational education in Alaska. The Board will be funded through a "management assessment fee" charged to a state agency that operates or contracts for employment-related technical and vocational education training programs in the amount of .75% of a program's operating budget. For the purpose of determining this fee, only those funds used to provide Work Search services are considered.

The Board will develop standards for the evaluation of vocational and technical training programs operated or contracted by DCED, DEED, DOLWD, DHSS and the University of Alaska. These agencies must then collect data on employment outcomes and trainee and employer satisfaction. The data will then provided to DOLWD which will perform the evaluations.

DPA currently has a performance measurement system in place that gauges the success of welfare to work services. This system is capable of accommodating the majority of evaluation standards defined by this legislation. (cont.)

Prepared by: Jim Nordlund Phone: 465-2680  
 Division: Public Assistance Date/Time: 3/21/00 9:12 AM  
 Approved by Commissioner: Karen Perdue, Commissioner Date: 3/22/00  
 Agency: Department of Health & Social Services

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**ANALYSIS (cont.):**

Full compliance with the evaluation standard will require funding to support post-employment tracking of welfare recipients and program evaluation. While all DPA contacts and grants are performance-based, post-employment tracking is not currently required. Under this legislation, grantees and contractors will be required to participate in post-employment tracking and conduct trainee and employer satisfaction surveys.

Assumptions:

1. Work Search is the only employment-related "training" funded by DPA.
2. Organizations that receive RSA's or grants and contracts from DPA to provide Work Search will include these revenues in their calculation of the proposed management assessment fee.
3. There will be additional costs associated with evaluating program performance via trainee tracking and customer satisfaction surveys.
4. Work services grants and contracts will be increased by 1 percent to fund costs associated with the required evaluation.
5. Fiscal note is based on authorized FY00 funds.

Calculation:

Management Assessment fee

FY 00 funds authorized for Work Search services =  $\$1,555.2 \times .01 \times .075 = \$11.7$

Increase in Work Services grants and contracts to cover evaluation and survey costs.

$\$1,555.2 \times .01 = \$15.6$