

Fiscal Note

State of Alaska
2014 Legislative Session

Bill Version: CSHB 278(FIN)
Fiscal Note Number: 12
(H) Publish Date: 4/3/14

Identifier: HB278CS(FIN)-DOLWD-CO-4-02-14
Title: EDUCATION: FUNDING/TAX
CREDITS/PROGRAMS
Sponsor: RLS BY REQUEST OF THE GOVERNOR
Requester: House Finance

Department: Department of Labor and Workforce Development
Appropriation: Commissioner and Administrative Services
Allocation: Commissioner's Office
OMB Component Number: 340

Expenditures/Revenues

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

	FY2015 Appropriation Requested	Included in Governor's FY2015 Request	Out-Year Cost Estimates					
			FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
OPERATING EXPENDITURES								
Personal Services	(400.0)	509.1	109.1	109.1				
Travel								
Services		26.8	26.8	26.8				
Commodities								
Capital Outlay								
Grants & Benefits		4,997.2	4,997.2	4,997.2				
Miscellaneous								
Total Operating	(400.0)	5,533.1	5,133.1	5,133.1	0.0	0.0	0.0	

Fund Source (Operating Only)

1151 VoTech Ed	(400.0)	5,533.1	5,133.1	5,133.1				
Total	(400.0)	5,533.1	5,133.1	5,133.1	0.0	0.0	0.0	

Positions

Full-time	(4.0)	5.0	1.0	1.0				
Part-time								
Temporary								

Change in Revenues								
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Estimated SUPPLEMENTAL (FY2014) cost: 0.0 (separate supplemental appropriation required)
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2015) cost: 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If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/15

Why this fiscal note differs from previous version:

House Finance removed (\$400.0) in personal services and 4 PFT positions.

Changed to reflect the House Finance committee substitute's change to the TVEP allocation sunset of June 30, 2017. The House Finance CS also changed the recipients from those in the House Education CS back to those in the original bill.

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House Finance Committee Date: 04/02/2014
Co-Chair Representative Stoltze
House Finance Committee

FISCAL NOTE ANALYSIS #12

STATE OF ALASKA
2014 LEGISLATIVE SESSION

BILL NO. CSHB 278(FIN)

Analysis

This proposed legislation extends the current Technical and Vocational Education Program (TVEP) allocation through June 30, 2017. 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.