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# SENATE FINANCE COMMITTEE REPORT

DATE: 3/6/98

FURTHER: RECEIVED GOV. OFF. 4/1/98

**Date of 5-Day Notice:** \_\_\_\_\_  
(in accordance with Uniform Rule 23)

**DATE TURNED IN TO OFFICE:** 1 April 1998

Finance Committee considered SENATE BILL NO. 334

"An Act relating to guidelines and standards for state training programs; and relating to the Alaska Human Resource Investment Council."

and recommends:

- be replaced with \_\_\_\_\_ CS SB 334 ( FIN )
- adopt previous \_\_\_\_\_ CS \_\_\_\_\_ ( \_\_\_\_\_ )
- attached amendment(s)
- adopt Letter of Intent by \_\_\_\_\_ Committee
- further referral to the \_\_\_\_\_ Committee

- Senate Bill:**
- same title
  - new title
- House Bill:**
- same title
  - technical title
  - new: SCR# \_\_\_\_\_

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>[Signature]</i>	✓	<i>[Signature]</i>			
<i>[Signature]</i>	✓	<i>[Signature]</i>	X		
		<i>[Signature]</i>	X		
<b>Co-Chair:</b> <i>[Signature]</i>	✓	<b>Co-Chair:</b>			
<b>Co-Chair:</b> <i>[Signature]</i>	✓	<b>Co-Chair:</b>			

**NEW FISCAL NOTE(S):**

Department	Date	Zero	Fiscal
Edu./Quality Schools	3/30/98		225.0
Fedu./Spec. + Supp. Services	3/30/98		123.1
Edu./Ed. Spec. Projects	2/30/98		27.7
HSS/Alaska Work Prog.	3/30/98		21.4
Gov./Human Res Council	3/30/98		619.5
Admin./Ak Prof. Dev. Sns.	3/27/98	∅	

labor/labor market inf 3/30/98 447.0

**APPROPRIATION -- no fiscal note**

**PREVIOUS FISCAL NOTE(S):\***

Department	Date	Zero	Fiscal

\*include fiscal notes accompanying Governor's bill

CORRECTED  
FISCAL NOTE

REPORTED OUT OF  
SSC 4/01/98  
BILL NO. CSSB 334 (FIN)

STATE OF ALASKA  
1998 LEGISLATIVE SESSION

Revision Date: \_\_\_\_\_  
 Title: "An Act relating to guidelines and standards for  
 state training programs; and relating to AHRIC"  
 Sponsor: Senate Finance Committee  
 Requester: Senate Finance Committee

Dept. Affected Education  
 BRU Teaching & Learning Support  
 Component Special & Supplemental Services  
 Component Serial No. 166

**Expenditures/Revenues**

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
Personal Services	0.0					
Travel	0.0					
Contractual	0.0					
Supplies	0.0					
Equipment	0.0					
Land & Structures	0.0					
Grants & Claims	0.0					
Miscellaneous	0.0					
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES [ ]</b>						
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**FUND SOURCE**

(Thousands of Dollars)

FUND SOURCE	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
1002 Federal Receipts	0.0					
1003 GF Match	0.0					
1004 GF	0.0					
1005 GF/Program Receipts	0.0					
1037 GF/Mental Health	0.0					
1091 Designated Program Receipts	0.0					
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY97) cost: 0.0

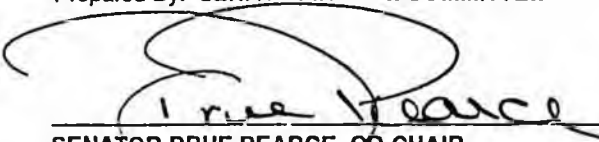
**POSITIONS**

POSITIONS	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
Full-time						
Part-time						
Temporary						

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

Passage of CSSB 334(FIN) does not require an additional appropriation. AS 44.19.626(j) authorizes a payment of a management assessment fee, not to exceed 0.75 percent of the annual operating budget for this component, to the Alaska Human Resources Investment Council.

Prepared By: SENATE FINANCE COMMITTEE

  
 SENATOR DRUE PEARCE, CO-CHAIR

Date: 04/01/98  
 Phone: 465-4993

  
 SENATOR BERT SHARP, CO-CHAIR

Date: 04/01/98  
 Phone: 465-3004

CORRECTED  
FISCAL NOTE

REPORTED OUT OF  
570 4/01/98

STATE OF ALASKA  
1998 LEGISLATIVE SESSION

BILL NO. CSSB 334 (FIN)

Revision Date: \_\_\_\_\_  
Title: "An Act relating to guidelines and standards for  
state training programs; and relating to AHRIC"  
Sponsor: Senate Finance Committee  
Requester: Senate Finance Committee

Dept. Affected Health & Social Services  
BRU Public Assistance Admin  
Component Alaska Work Programs  
Component Serial No. 238

**Expenditures/Revenues**

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
Personal Services	0.0					
Travel	0.0					
Contractual	0.0					
Supplies	0.0					
Equipment	0.0					
Land & Structures	0.0					
Grants & Claims	0.0					
Miscellaneous	0.0					
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES [ ]						
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**FUND SOURCE**

(Thousands of Dollars)

FUND SOURCE	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
1002 Federal Receipts	0.0					
1003 GF Match	0.0					
1004 GF	0.0					
1005 GF/Program Receipts	0.0					
1037 GF/Mental Health	0.0					
1091 Designated Program Receipts	0.0					
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY97) cost: 0.0

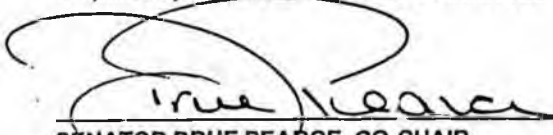
**POSITIONS**

Full-time	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

Passage of CSSB 334(FIN) does not require an additional appropriation. AS 44.19.626(j) authorizes a payment of a management assessment fee, not to exceed 0.75 percent of the annual operating budget for this component, to the Alaska Human Resources Investment Council.

Prepared By: SENATE FINANCE COMMITTEE

  
SENATOR DRUE PEARCE, CO-CHAIR

Date: 04/01/98  
Phone: 465-4993

  
SENATOR BERT SHARP, CO-CHAIR

Date: 04/01/98  
Phone: 465-3004

CORRECTED  
FISCAL NOTE

REPORTED OUT OF  
SSC 4/01/98

STATE OF ALASKA  
1998 LEGISLATIVE SESSION

BILL NO. CSSB 334 (FIN)

Revision Date: \_\_\_\_\_  
 Title: "An Act relating to guidelines and standards for  
 state training programs; and relating to AHRIC"  
 Sponsor: Senate Finance Committee  
 Requester: Senate Finance Committee

Dept. Affected Education  
 BRU Teaching & Learning Support  
 Component Education Special Projects  
 Component Serial No. 173

**Expenditures/Revenues**

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
Personal Services	0.0					
Travel	0.0					
Contractual	0.0					
Supplies	0.0					
Equipment	0.0					
Land & Structures	0.0					
Grants & Claims	0.0					
Miscellaneous	0.0					
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES [ ]</b>						
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**FUND SOURCE**

(Thousands of Dollars)

FUND SOURCE	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
1002 Federal Receipts	0.0					
1003 GF Match	0.0					
1004 GF	0.0					
1005 GF/Program Receipts	0.0					
1037 GF/Mental Health	0.0					
1091 Designated Program Receipts	0.0					
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY97) cost: 0.0

**POSITIONS**

Full-time						
Part-time						
Temporary						

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

Passage of CSSB 334(FIN) does not require an additional appropriation. AS 44.19.626(j) authorizes a payment of a management assessment fee, not to exceed 0.75 percent of the annual operating budget for this component, to the Alaska Human Resources Investment Council.

Prepared By: **SENATE FINANCE COMMITTEE**

  
 SENATOR DRUE PEARCE, CO-CHAIR

Date: 04/01/98  
 Phone: 465-4993

  
 SENATOR BERT SHARP, CO-CHAIR

Date: 04/01/98  
 Phone: 465-3004

CORRECTED  
FISCAL NOTE

REPORTED OUT OF

CSO 4/01/98

STATE OF ALASKA  
1998 LEGISLATIVE SESSION

BILL NO. CSSB 334 (FIN)

Revision Date: \_\_\_\_\_  
 Title: "An Act relating to guidelines and standards for  
 state training programs; and relating to AHRIC"  
 Sponsor: Senate Finance Committee  
 Requester: Senate Finance Committee

Dept. Affected Education  
 BRU Teaching & Learning Support  
 Component Quality Schools

Component Serial No. 2147

Expenditures/Revenues

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
Personal Services	0.0					
Travel	0.0					
Contractual	0.0					
Supplies	0.0					
Equipment	0.0					
Land & Structures	0.0					
Grants & Claims	0.0					
Miscellaneous	0.0					
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

CAPITAL EXPENDITURES

CHANGE IN REVENUES ( )

FUND SOURCE

(Thousands of Dollars)

FUND SOURCE	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
1002 Federal Receipts	0.0					
1003 GF Match	0.0					
1004 GF	0.0					
1005 GF/Program Receipts	0.0					
1037 GF/Mental Health	0.0					
1091 Designated Program Receipts	0.0					
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY97) cost: 0.0

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

Passage of CSSB 334(FIN) does not require an additional appropriation. AS 44.19.626(j) authorizes a payment of a management assessment fee, not to exceed 0.75 percent of the annual operating budget for this component, to the Alaska Human Resources Investment Council.

Prepared By: SENATE FINANCE COMMITTEE

  
 SENATOR DRUE PEARCE, CO-CHAIR

Date: 04/01/98  
 Phone: 465-4993

  
 SENATOR BERT SHARP, CO-CHAIR

Date: 04/01/98  
 Phone: 465-3004



**Additional Analysis**

*Vocational Education/Tech Prep*

4214.9	Federal Vocational Education Basic Grant FY99
250.0	GF Administrative Match FY99
<u>230.0</u>	Federal Tech Prep Grant FY99
4,694.9	Total

Amendment #1 of CSSB 334 imposes a management assessment fee for the administration of the AHRIC and for evaluating the evaluation measures listed in Section 10(e) of this bill. Most of the funding in the federal Vocational Education Basic Grant is issued to school districts to provide primarily secondary vocational education courses and services. The evaluation measures in Section 10(e) are inappropriate for these secondary public school courses and services, as these programs are not "training" programs, but instead are educational programs. The immediate goal of these courses and services for the students in these public school courses is not always employment, but often further education and training.

Of the funding listed above, 464.0 of the Vocational Education Basic Grant is granted to postsecondary agencies to provide specific employment training programs and courses. Additionally, 230.0 for Tech Prep relates to specific employment training programs and courses. These two programs total 694.0. When the management assessment fee in Amendment #1 of CSSB 334 is assigned to this amount, the total fee equals 5.2.

There are additional costs at the state and local levels for implementing Section 10 of CSSB 334. At the state level, staff would need to work with the AHRIC and with current grantees to address student confidentiality issues with regard to accessing student level, personal data for tracking purposes. A system for collecting data and submitting data, at both the state and local levels, to the Department of Labor would need to be developed. These costs are included in this fiscal note in the personal services and grants lines.

*School to Work*

1,300.0	Federal School To Work Grant FY99
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Amendment #1 of CSSB 334 imposes a management assessment fee for the administration of the AHRIC and for evaluating the evaluation measures listed in Section 10(e) of this bill. Most of the funding in the federal School to Work Grant is issued to school districts to build a local School to Work partnership that will ensure that all students are prepared for further education, training, and employment. The evaluation measures in Section 10(e) are inappropriate for this system building grant, as they are currently written. Tracking eventual student employment and student and employer satisfaction is a goal, but could not occur in the limited timeframes posed in Section 10(e) of CSSB 334. New and appropriate evaluation measures for the students covered in the School to Work system-building grants need to be developed. The immediate

goal of these **system-building** activities for the students in these public school courses is not always **employment**, but often further education and training that would lead to employment.

The management assessment fee in Amendment #1, when applied to 1,300.0 equals 9.8. There are additional costs at the state and local levels for implementing Section 10 of CSSB 334. At the state level, staff would need to work with the AHRIC and with current grantees to address student confidentiality issues with regard to accessing student level, personal data for tracking purposes. A system for collecting data and submitting data, at both the state and local levels, to the Department of Labor would need to be developed. These costs are included in this fiscal note in the personal services and grants lines.

# FISCAL NOTE

4/1/98

**STATE OF ALASKA**  
**1998 LEGISLATIVE SESSION**

**BILL NO.** \_\_\_\_\_ **CSSB 334**

Revision Date: 24-Mar-98 Dept. Affected: EDUCATION  
 Title: "An Act relating to guidelines and standards for state training programs; and relating to AHRIC" BRU: Teaching and Learning Support  
 Component: Special and Supplemental Services  
 Sponsor: Senate Finance Committee  
 Requester: \_\_\_\_\_ COMPONENT SERIAL NO. 166

Expenditures/Revenues: (Thousands of Dollars)

OPERATING EXPENDITURES	FY99	FY00	FY01	FY02	FY03	FY04
PERSONAL SERVICES	5.0	5.0	5.0	5.0	5.0	5.0
TRAVEL						
CONTRACTUAL	18.1	18.1	18.1	18.1	18.1	18.1
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	100.0	100.0	100.0	100.0	100.0	100.0
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>123.1</b>	<b>123.1</b>	<b>123.1</b>	<b>123.1</b>	<b>123.1</b>	<b>123.1</b>
<b>CAPITAL EXPENDITURES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

<b>CHANGES IN REVENUES</b>						
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FUNDING: (Thousands of Dollars)

1002 Federal Receipts	0	0	0	0	0	0
1003 GF Match	0	0	0	0	0	0
1004 GF	123.1	123.1	123.1	123.1	123.1	123.1
1005 GF/Program Receipts						
Other:						
<b>TOTAL</b>	<b>123.1</b>	<b>123.1</b>	<b>123.1</b>	<b>123.1</b>	<b>123.1</b>	<b>123.1</b>

Estimate of current year (FY98) cost: \$ \_\_\_\_\_ \$0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

Please see attached analysis of estimated costs relating to Adult Basic Education (ABE).

Prepared by: Barbara Thompson, Director  
 Division: Teaching and Learning Support  
 Approved by Commissioner: Shirley J. Holloway, Ph.D.  
 Agency: Department of Education

Phone: 465-8727  
 Date: 3/30/98  
 Date: 3/30/98

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**Additional Analysis**

*Adult Basic Education (ABE)*

668.1 Federal ABE Grant FY99  
1,736.8 General Fund Match/MOE  
2,404.9 Total

The only administrative funds associated with the ABE program come from the federal grant funds. These funds carry a 5% or \$50,000 administrative costs cap which currently pay for a portion of a staff person to administer the program, limited travel to conduct required program evaluation visits and the costs associated with copying, phone and fax. The proposed assessment amount would have to be assessed to new general funds. If assessed to existing funding associated with this grant, there would be a reduction in direct services now provided to ABE students.

At this time, the training program evaluation measures proposed in CSSB 334, with which the ABE program would be evaluated against, are inappropriate. ABE is an educational program not a training program. Different and appropriate evaluation measures are needed. Given the existing language in CSSB 334, amendment #1, an 18.1 ( $2,404.9 \times .075\% = \$18,040$ ) assessment fee that would go for the administration of the AHRIC and to evaluate the measures listed in Section 10(e).

There are additional costs at the state and local levels for implementing Section 10 of CSSB 334. At the state level, staff would need to work with the AHRIC and with local/regional ABE providers to remove any student confidentiality barriers with regard to accessing student level, personal data for tracking purposes. A system for collecting data and submitting data, at both the state and local levels, to the Department of Labor would need to be developed and would again reduce resources currently used for direct educational services to students. The costs for department staff time and for grantees to develop and implement these new data collection and evaluation systems are included in this fiscal note in personal services and grant lines.



**Additional Analysis**

High School Completion Program

125.0 RSA from the Department of Health and Social Services

Currently, these funds do not include administrative costs. Funds are granted to school districts to provide educational services to in-school pregnant and parenting teens. The High School Completion Program is an educational program and not a training program. The proposed assessment amount would need to come from new general funds dollars. If assessed to these grant funds and would take away from direct services now provided to these pregnant and parenting teens.

There are additional costs at the state and local levels for implementing Section 10 of CSSB 334. At the state level, staff would need to work with the AHRIC and with current grantees to address student confidentiality issues with regard to accessing student level, personal data for tracking purposes. A system for collecting data and submitting data, at both the state and local levels, to the Department of Labor would need to be developed and would again reduce resources currently used for direct educational services to students. These costs are included in this fiscal note in the personal services and grants lines.

At this time, the training program evaluation measures proposed in CSSB 334, with which the High School Completion program would be evaluated against, are inappropriate. This program is an educational program not a training program. Different and appropriate evaluation measures are needed. Given the existing language in CSSB 334, amendment #1, a 1.0 (125.0 x .075% = \$938) assessment fee that would go for the administration of the AHRIC and to evaluate the measures listed in Section 10(e).

Alaska Career Information System (AKCIS)

105.8 Interagency Receipts  
121.3 Program Receipts  
227.1 Total

The Alaska Career Information System (AKCIS) is not a training program. AKCIS is a comprehensive, computerized career guidance tool, used in many educational and training programs across the state.

At this time, the training program evaluation measures proposed in CSSB 334, with which the AKCIS would be evaluated against, are inappropriate. AKCIS is a career guidance tool, not a training program. Given the existing language in CSSB 334, amendment #1, a 1.7 (227.1 x .075% = \$1,703) assessment fee that would go for the administration of the AHRIC and to evaluate the measures listed in Section 10(e). Additional staff costs to develop and implement this evaluation system are included in the personal services line.

# FISCAL NOTE

4/1/98

**STATE OF ALASKA**  
**1998 LEGISLATIVE SESSION**

**BILL NO. CSS8 334(FIN)**

Revision Date: \_\_\_\_\_  
 Title: State Training Programs/  
Human Resource Council  
 Sponsor: Senate Finance  
 Requestor: Senate Finance

Department Affected: Labor  
 BRU: Administrative Services  
 Component: Labor Market Information  
**COMPONENT SERIAL NO. 338**

**EXPENDITURES/REVENUES:** (Thousands of Dollars)

OPERATING	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES	336.0	336.0	338.0	336.0	336.0	336.0
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	98.0	98.0	98.0	98.0	98.0	98.0
SUPPLIES	4.0	4.0	4.0	4.0	4.0	4.0
EQUIPMENT	9.0	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>447.0</b>	<b>438.0</b>	<b>438.0</b>	<b>438.0</b>	<b>438.0</b>	<b>438.0</b>

CAPITAL						
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CHANGE IN REVENUE FUND SOURCE #						
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**FUNDING:** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
1007 Interagency Receipts	447.0	438.0	438.0	438.0	438.0	438.0
<b>TOTAL</b>	<b>447.0</b>	<b>438.0</b>	<b>438.0</b>	<b>438.0</b>	<b>438.0</b>	<b>438.0</b>

**POSITIONS:**

FULL-TIME	3.0	3.0	3.0	3.0	3.0	3.0
PART-TIME						
TEMPORARY						

Estimate of current year (FY98) impact: \$ none

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

(See attached)

Prepared by: Arbe Williams, Director Phone: 465-2720  
 Division: Administrative Services Division Date: 3/30/98  
 Approved by Commissioner: Tom Casher, Commissioner  
 Agency: Department of Labor Date: 3/30/98

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## **FISCAL NOTE ANALYSIS**

### **CSSB 334(FIN)**

The \$447.0 includes \$202.0 which currently appears in the component's FY99 operating budget request as Inter-Agency receipts from the STEP component to maintain the Occupational Database (ODB) and to produce the annual STEP program evaluation report. The ODB file is the source for matching programs' participants to employment and earnings after training. There would be no additional cost to maintain this database by the passage of SB334. In fact, the cost to each program would decline as more programs were evaluated using this file.

The additional \$245.0 is necessary for the preparation of the statistical information necessary for the council to evaluate all included programs by the standards set out in section 10(e). As Research and Analysis has been involved in wage record matching for many years, the processes and procedures needed to address section 10(e) paragraphs 1, 2, and 3 are in place. An additional position, at a cost of \$82.5, would be added in order to meet the provisions of paragraphs 1, 2 and 3.

Section 10(e) paragraphs 4 and 5 will require direct contact with employers and program participants. It is anticipated that either a telephone or mail survey will be necessary. This type of data collection is labor intensive. It is anticipated that \$162.5 will be needed for this survey and analysis work.

Additional staff will include one labor economist and two statistical clerks. The labor economist will be responsible for data file matching, survey sample design, and statistical analysis. Two statistical clerks will be needed for survey data collection and data file maintenance.

The source of these funds will be an Interagency transfer from the Alaska Human Resource Investment Council.

FISCAL NOTE

4/1/98

STATE OF ALASKA  
1998 LEGISLATIVE SESSION

BILL NO. CSSB 334(FIN)

Revision Date: (None if correction)  
 Title: 'An Act relating to guidelines and standards for state training programs, AHRIC.'  
 Sponsor: (S) FIN  
 Requestor: (S) FIN

Department Affected: Administration  
 BRU: Centralized Administrative Services  
 Component: Alaska Professional Development Inst.  
 COMPONENT SERIAL NO. 2288

EXPENDITURES/REVENUES:

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 98	FY 00	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ( )						
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FUND SOURCE:

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
OTHER						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY 98) cost: \$ none

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

**ANALYSIS:** (Attach a separate page if necessary.) Passage of CSSB 334 (FIN) would not require an additional appropriation for the Alaska Professional Development Institute (APDI). Proposed AS 44.19.626(h) [amendment #1-H.1] would require the Department of Administration to pay a management assessment fee of .75% of the APDI annual operating budget to the Alaska Human Resources Investment Council (AHRIC). The fee would be deposited in the human resources investment account in the general fund.

We assume the APDI would pay the management assessment fee for the Department.

While the APDI is authorized an operating budget of \$674.5, in the current FY, it expects revenues of only \$530.0, plus its General Fund appropriation of \$9. Thus the APDI has and presumably will continue to have sufficient authority to collect additional income to meet the additional expense of the management assessment fee.

We believe the bill would be improved by limiting the management assessment fee to a program's actual revenues rather than its budget. If CSSB 334(FIN) were current law, the assessment based on budget rather than anticipated revenue for FY 98 would be \$5.1 compared to \$4.0. The \$5.1 represents .96% of revenue rather than .75%.

Prepared by: Beverly Reams, Director  
 Division: Personnel

Phone: 465-4429  
 Date: \_\_\_\_\_

Approved by Commissioner: Mark Boyer  
 Agency: Department of Administration

Date: 3/11/98

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# FISCAL NOTE

4/1/98

STATE OF ALASKA  
1998 LEGISLATIVE SESSION

BILL NO. CSSB334(FIN)(am)

Revision Date _____	Dept. Affected _____	Office of the Governor
Title "An Act relating to guidelines...relating to the Alaska Human Resource Investment Council;..."	BRU	Commissions/Special Offices
Sponsor <u>Senate Finance</u>	Component	<u>Human Resource Investment Council</u>
Requester <u>Senate Finance</u>	Component Serial No.	<u>2055</u>

**Expenditures/Revenues** (Thousands of Dollars)

OPERATING EXPENDITURES	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
Personal Services	52.0	54.2	55.8	57.9	59.2	61.9
Travel	23.0	13.0	13.0	13.0	13.0	13.0
Contractual	534.5	485.5	485.5	485.5	485.5	485.5
Supplies	1.5	0.5	0.5	0.5	0.5	0.5
Equipment	8.5	0.0	0.0	0.0	0.0	0.0
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>	<b>619.5</b>	<b>553.2</b>	<b>554.8</b>	<b>556.9</b>	<b>558.2</b>	<b>560.9</b>

<b>CAPITAL EXPENDITURES</b>						
-----------------------------	--	--	--	--	--	--

<b>CHANGE IN REVENUES ( )</b>						
-------------------------------	--	--	--	--	--	--

**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)	619.5	553.2	554.8	556.9	558.2	560.9
<b>TOTAL</b>	<b>619.5</b>	<b>553.2</b>	<b>554.8</b>	<b>556.9</b>	<b>558.2</b>	<b>560.9</b>

Estimate of any current year (FY98) cost: 0.0

**POSITIONS**

Full-time						
Part-time	1	1	1	1	1	1
Temporary						

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

Fiscal note reflects the resources necessary, in addition to the existing FY99 AHRIC operating budget, to carry-out the expanded duties required by SB334. Personal services reflects the upgrade of an existing position to a Rg. 21 policy analyst, and the addition of a part-time Rg. 19 project coordinator. First year costs include start-up equipment costs for the additional support position, and the estimated costs associated with the Council's adoption of the required regulations.

AHRIC will rely on the Department of Labor for the development and preparation of the necessary statistical information. The contractual line includes 447.0 for an RSA each year with their Labor Market Information component, to offset their additional Research and Analysis costs, in addition to the fund source change for the 202.0 currently budgeted in that component as I/A from the STEP funds.

Prepared by Mike Andrews *Mike Andrews*  
 Division Human Resource Investment Council  
 Approved by Jim Ayers, Chief of Staff *J. Ayers*  
 Agency Office of the Governor

Phone 59-7485  
 Date 3/30/98  
 Date 3/30/98

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**FISCAL NOTE**

REPORTED OUT OF  
4/1/98

**STATE OF ALASKA**  
**1998 LEGISLATIVE SESSION**

**BILL NO. CSSR334(FIN)**

Revision Date: \_\_\_\_\_  
Title: Relating to Guidance and Standards for  
training programs and AHRIC  
Sponsor: SEN (FIN)  
Requestor: Sen (FIN)

Dept. Affected: Health and Social Services  
BRU: Public Assistance Admin  
Component: Alaska Work Programs  
COMPONENT SERIAL NO. 238  
See also (SN#): \_\_\_\_\_

**Expenditures/Revenues:** (Thousands of Dollars)

	FY99	FY00	FY01	FY02	FY03	FY04
<b>OPERATING</b>						
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	21.4	21.4	21.4	21.4	21.4	21.4
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>21.4</b>	<b>21.4</b>	<b>21.4</b>	<b>21.4</b>	<b>21.4</b>	<b>21.4</b>

<b>CAPITAL EXPENDITURES</b>						
<b>CHANGES IN REVENUES</b>						

**FUND SOURCE** (Thousands of Dollars)

	FY99	FY00	FY01	FY02	FY03	FY04
1002 Federal Receipts						
1003 GF Match						
1004 GF	21.4	21.4	21.4	21.4	21.4	21.4
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (please specify)						
<b>TOTAL</b>	<b>21.4</b>	<b>21.4</b>	<b>21.4</b>	<b>21.4</b>	<b>21.4</b>	<b>21.4</b>

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of any current year (FY98) cost: \$0.0

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

This legislation identifies Alaska Work Programs, the budget component which funds ATAP welfare to work services, as a training program. In reality, this component funds a much broader range of services than training including: work services program and policy development, personnel, research, and grants and contracts that provide a variety of welfare to work services, e.g., Work Search, Case Management, and Community Work Service.

Of these activities, the only service funded by AWP that can be considered training is Work Search (WS). While its emphasis is on seeking employment, Work Search, provides participants with some instruction on developing resumes, interviewing skills, and developing other skills needed to be a successful job seeker.

This legislation has two distinct fiscal impacts on the AWP component: costs associated with providing a management assessment fee to AHRIC and those associated with evaluating program performance.

Prepared by: Jim Nordlund Phone: (907)465-2680  
Division: Public Assistance Date: 03/30/98

Approved by Commissioner: Karen Perdue Date: 3/30/98  
Agency: Department of Health & Social Services

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**ANALYSIS (cont.):**

CSSB334 amends AS 44.19.626 to include a provision which requires agencies that operate or contract for a training program identified in this legislation to pay a management assessment fee to the AHRIC. This fee amounts to three-quarters of one percent of the program's operating budget. For the purposes of determining the management assessment fee, only those funds used to provide Work Search (WS) services are considered.

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 the evaluation standards defined by this legislation. Full compliance with the evaluation standards, however, is dependent on approval of DPA's FY99 budget request for funds to support post-employment services that will track welfare recipients after they are employed. While all DPA contracts 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 direct "training" funded by DPA.
2. Organizations that receive RSA's, or grants and contracts from DPA to provide training will include these revenues in their calculation of the AHRIC management assessment fee.
3. Funding for post-employment services, including evaluation, have been requested in the FY99 budget. If these services are not funded, there will be additional costs associated with evaluating program performance via customer satisfaction surveys.
4. WS grants and contracts will be increased by 1 percent to fund costs associated with evaluations and customer satisfaction surveys.
5. Fiscal note is based on authorized FY98 funds.

**Calculation:**

AHRIC Management Assessment Fee  
FY98 funds authorized for AWS =  $\$1,222.2 \times .01 \times .75 = \$9.2$

Increase in AWS grants and contracts to cover evaluation and survey costs.  
 $\$1,222.2 \times .01 = \$12.2$

SENATE FINANCE  
COMMITTEE

Amendment Number: #16  
Bill Number: SB 334  
Sponsor: Torgerson Date: 4/1/98  
Logged In By: Mindy

AMENDMENT

Offered to Senate Finance

BY: Senator Torgerson - move  
adopt. w/out objection

TO: CSSB 334(FIN), Draft Version "L", dated 3/31/98

Page 11, Line 8 (Subsection (I)) DELETE

(i) [and (g)]

Page 11, Lines 20-24 (Subsection (j)) DELETE

(j) [A management assessment fee collected under this subsection shall be deposited in the human resource investment account in the general fund. The legislature may make appropriations from the account for the operation of the Alaska Human Resource Investment Council. Nothing in this subsection creates a dedicated fund.]

0-LS1529L  
Cramer  
3/31/98

*move for adact  
Sen. Jorgus*

**CS FOR SENATE BILL NO. 334(FIN)**

**IN THE LEGISLATURE OF THE STATE OF ALASKA**

**TWENTIETH LEGISLATURE - SECOND SESSION**

**BY THE SENATE FINANCE COMMITTEE**

Offered:  
Referred:

Sponsor(s): **SENATE FINANCE COMMITTEE**

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act relating to guidelines and standards for state training programs;  
2 relating to the Alaska Human Resource Investment Council; extending the  
3 termination date of the state training and employment program; and providing for  
4 an effective date."

5 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

6 \* **Section 1.** AS 44.19.620(a) is amended to read:

7 (a) The Alaska Human Resource Investment Council is established in the  
8 Office of the Governor. The council consists of the following voting members, not to  
9 exceed 21 [26]:

- 10 (1) the lieutenant governor or the lieutenant governor's designee;
- 11 (2) [THE COMMISSIONERS OF COMMERCE AND ECONOMIC
- 12 DEVELOPMENT, COMMUNITY AND REGIONAL AFFAIRS, EDUCATION,
- 13 HEALTH AND SOCIAL SERVICES, AND LABOR, OR EACH RESPECTIVE
- 14 COMMISSIONER'S DESIGNEE;

- 1 (3)] one representative from the University of Alaska;
- 2 (3) [(4)] four additional representatives of education, with one from
- 3 local public education, one from secondary vocational education, one from a
- 4 postsecondary vocational education institution, and one from adult basic education;
- 5 (4) [(5)] four representatives of business and industry, with at least one
- 6 representative from the private industry councils appointed under 29 U.S.C. 1512 and
- 7 subject to reconstitution under 29 U.S.C. 1515;
- 8 (5) [(6)] four representatives of organized labor whom [THAT] the
- 9 governor shall appoint from lists of nominees submitted by recognized state labor
- 10 organizations; the governor may reject a list submitted under this paragraph and
- 11 request that another list be submitted;
- 12 (6) [(7)] at least one representative from an organization representing
- 13 employment and training needs of Alaska Natives;
- 14 (7) [(8)] at least one representative of a community-based service
- 15 organization;
- 16 (8) [(9)] at least one representative who has personal or professional
- 17 experience with developmental disabilities; and
- 18 (9) [(10)] at least one and up to four additional members of the private
- 19 sector to ensure a private sector majority and regional and local representation on the
- 20 council.

21 \* Sec. 4. AS 44.19.620 is amended by adding new subsections to read:

22 (c) The commissioners of commerce and economic development, community

23 and regional affairs, education, health and social services, and labor serve as advisory,

24 nonvoting members of the council.

25 (d) A member of the council under (a) or (c) of this section may appoint a

26 designee to serve in place of the member named in (a) of this section. The member

27 shall appoint the designee in writing.

28 \* Sec. 3. AS 44.19.621(a) is amended to read:

29 (a) Members of the Alaska Human Resource Investment Council other than

30 those listed in AS 44.19.620(a)(1) and (c) [(2)] are appointed by the governor and

31 serve at the pleasure of the governor. The governor may appoint one person to fill

1 two or more of the places listed in AS 44.19.620(a) if the person is qualified in all  
2 of the areas the person represents. A member appointed to fill more than one  
3 place under this subsection is entitled to only one vote and may appoint only one  
4 designee to replace the member in the event the member is unable to attend a  
5 meeting.

6 \* Sec. 4. AS 44.19.621(b) is amended to read:

7 (b) The voting members of the council other than those listed in  
8 AS 44.19.620(a)(1) and (c) [(2)] serve for staggered four-year terms and may serve  
9 until a successor is appointed. An appointment to fill a vacancy shall be made in the  
10 same manner as the original appointment and for the balance of the unexpired term.

11 \* Sec. 5. AS 44.19.622 is amended to read:

12 **Sec. 44.19.622. Compensation.** Members of the Alaska Human Resource  
13 Investment Council listed in or appointed under AS 44.19.620(a), including a designee  
14 of a member attending in place of the member, serve without compensation but are  
15 entitled to per diem and travel expenses authorized by law for boards and commissions  
16 under AS 39.20.180. Nonvoting members of the council appointed under  
17 AS 44.19.620(b) serve without compensation and are not entitled to per diem and  
18 travel expenses. A commissioner appointed under AS 44.19.620(c) or the  
19 commissioner's designee is entitled to per diem and travel expenses as a state  
20 employee.

21 \* Sec. 6. AS 44.19.623 is amended to read:

22 **Sec. 44.19.623. Officers.** The Alaska Human Resource Investment Council  
23 shall elect a chair and a vice-chair from among the members listed in or appointed  
24 under AS 44.19.620(a)(4) [AS 44.19.620(a) WHO ARE FROM THE PRIVATE  
25 SECTOR. THEY SHALL ALSO ELECT A VICE-CHAIR]. The chair and vice-chair  
26 serve in their positions at the pleasure of the council.

27 \* Sec. 7. AS 44.19.624 is amended to read:

28 **Sec. 44.19.624. Meetings, quorum, and committees.** (a) The Alaska Human  
29 Resource Investment Council shall meet not more than two times in a calendar year  
30 at the call of the chair to conduct its business. A majority of the members listed in or  
31 appointed to the council under AS 44.19.620(a) constitutes a quorum.

1 (b) The council shall establish an executive committee and four permanent  
2 standing committees as described in (c) - (g) of this section. The chair of a  
3 permanent standing committee must be from the private sector. The council may  
4 establish additional standing committees and special committees or subcommittees,  
5 not necessarily consisting of council members, to advise and assist the council in  
6 carrying out its functions assigned by federal or state statute. The permanent  
7 standing committees are

8 (1) the assessment and evaluation committee;

9 (2) the policy and planning committee;

10 (3) the employment and placement committee; and

11 (4) the workforce readiness committee.

12 \* Sec. 8. AS 44.19.624 is amended by adding new subsections to read:

13 (c) The executive committee consists of the chair and vice-chair of the council,  
14 the immediate past chair of the council, and the chairs of the four standing committees  
15 described in (d) - (g) of this section. The executive committee has the duties and may  
16 exercise the powers of the council between meetings of the council. The executive  
17 committee shall

18 (1) report to the council in a timely fashion on actions taken on behalf  
19 of the council; and

20 (2) supervise the affairs of the council between regular meetings of the  
21 council.

22 (d) The assessment and evaluation committee shall

23 (1) assess and evaluate programs, initiatives, and the delivery of  
24 services to help to ensure equitable distribution of quality education, training, and  
25 employment services statewide, especially to rural areas and to programs serving  
26 economically disadvantaged citizens;

27 (2) call for and monitor the workforce development system for  
28 increased accountability in performance and continuous quality improvement along the  
29 goals and strategies of the council's overall statewide strategic plan for workforce  
30 development;

31 (3) use evaluation and performance measures to gauge customer

- 1 satisfaction within the workforce development system; and
- 2 (4) perform other duties assigned by the council.
- 3 (e) The policy and planning committee shall
- 4 (1) build policies regarding day-to-day operations and long-term
- 5 responsibilities of the council;
- 6 (2) work to increase awareness of the council and its mission
- 7 throughout the state;
- 8 (3) work with all other committees on a statewide strategic plan for
- 9 workforce development; and
- 10 (4) perform other duties assigned by the council.
- 11 (f) The employment and placement committee shall
- 12 (1) ensure the statewide strategic plan for workforce development
- 13 addresses
- 14 (A) customer needs at the local level;
- 15 (B) moving welfare recipients into the workforce;
- 16 (C) promoting the hiring of state residents in jobs that have
- 17 traditionally been filled by out-of-state workers;
- 18 (D) tailoring employment and training programs to suit state
- 19 business, industry, and economic development needs;
- 20 (2) monitor the coordination of service delivery to promote efficiency
- 21 and to prevent overlap of services among programs; and
- 22 (3) perform other duties assigned by the council.
- 23 (g) The workforce readiness committee shall
- 24 (1) provide oversight for training, education, and employment programs
- 25 to ensure the programs are delivering education and training that is relevant to local
- 26 market needs and the career goals of state residents;
- 27 (2) build partnerships between employers and quality workforce training
- 28 programs;
- 29 (3) work to connect the state public and private education systems with
- 30 business, government, and labor to ensure that state residents are receiving workforce
- 31 readiness skills throughout the education process; and

1 (4) perform other duties assigned by the council.

2 \* Sec. 9. AS 44.19.626(b) is amended to read:

3 (b) The council shall

4 (1) facilitate the development of statewide policy for a coordinated and  
5 effective employment training and education system in this state;

6 (2) identify the human resource investment needs in the state and  
7 develop a plan to meet those needs;

8 (3) review the provision of services and the use of money and resources  
9 by the human resource programs listed in AS 44.19.625;

10 (4) assume the duties and functions of the state councils described  
11 under the laws relating to the federal human resource programs listed in AS 44.19.625;

12 (5) advise the governor, [AND] state and local agencies, and the  
13 University of Alaska on the development of state and local standards and measures  
14 relating to applicable human resource programs;

15 (6) submit, to the governor and the legislature, a biennial strategic plan  
16 to accomplish the goals developed to meet human resource investment needs;

17 (7) monitor for the implementation and evaluate the effectiveness of the  
18 strategic plan developed by the council;

19 (8) adopt regulations that set standards for the percentage of a  
20 grant that may be used for administrative costs; the regulations must clearly  
21 identifv and distinguish between expenses that may be included in administrative  
22 costs and those that may not be included in administrative costs; the percentage  
23 allowed for administrative costs may not exceed the lesser of 15 percent or the  
24 amount permitted under the requirements of a federal program, if applicable;

25 (9) report annually to the legislature, by the 30th day of the regular  
26 legislative session, on the performance and evaluation of training programs in the  
27 state subject to review under (f) of this section; and

28 (10) identify ways for agencies operating programs subject to  
29 oversight by the council to share resources, instructors, and curricula through  
30 collaboration with other public and private entities to increase training  
31 opportunities and reduce costs;

1                    (11) [(8)] adopt regulations under AS 44.62 (Administrative Procedure  
2 Act) to carry out the purposes of AS 44.19.620 - 44.19.627.

3 \* **Sec. 10.** AS 44.19.626 is amended by adding new subsections to read:

4                    (d) The council shall provide oversight for employment-related education  
5 training programs operated by the state or operated under contract with the state that  
6 are described in (f) of this section. The council shall require a training program listed  
7 in (f) of this section to meet the requirements of this subsection. The council shall,  
8 by regulation, establish appropriate penalties for programs and individuals who fail to  
9 meet the requirements of this subsection. The council may recommend to the  
10 legislature changes to enhance the effectiveness of the training programs it oversees  
11 under this section. A training program described in (f) of this section funded with  
12 money appropriated by the legislature must

13                    (1) meet the standards adopted by the council concerning the  
14 percentage of a grant that may be spent on administrative costs;

15                    (2) be operated by an institution that holds a valid authorization to  
16 operate issued under AS 14.48 by the Alaska Commission on Postsecondary Education  
17 if the program is a postsecondary educational program operated by a postsecondary  
18 educational institution subject to regulation under AS 14.48;

19                    (3) provide to the Department of Labor the information required by the  
20 department for the preparation of the statistical information necessary for the council  
21 to evaluate programs by the standards set out in (e) of this section.

22                    (e) The council shall develop standards that encourage agencies to contract for  
23 training programs that maximize the program's class size. The council shall adopt  
24 standards for the evaluation of training programs listed in (f) of this section with  
25 regard to the following:

26                    (1) the percent of former participants who have a job one year after  
27 leaving the training program;

28                    (2) the median wage of former participants seven to 12 months after  
29 leaving the program;

30                    (3) the percent of former participants who were employed after leaving  
31 the training program who received training under the program that was related to their

1 jobs or somewhat related to their jobs seven to 12 months after leaving the training  
2 program;

3 (4) the percent of former participants of a training program who  
4 indicate that they were satisfied with or somewhat satisfied with the overall quality of  
5 the training program;

6 (5) the percent of employers who indicate that they were satisfied with  
7 the quality of the work of new employees who had recently completed the training  
8 program.

9 (f) The following training programs are subject to the provisions of (d) and (e)  
10 of this section:

11 (1) in the Department of Administration: Alaska Professional  
12 Development Institute, providing continuing education and training for employed  
13 workers;

14 (2) in the Department of Community and Regional Affairs or operated  
15 by the department:

16 (A) One Stop Career Center;

17 (B) Job Training Partnership Act programs, assisting  
18 communities in moving toward a self-sustainable economy and providing  
19 training;

20 (C) state training and employment program (AS 23.15.620),  
21 providing training and employment services for people who are unemployed or  
22 likely to become unemployed, fostering new jobs, and increasing training  
23 opportunities for workers severely affected by fluctuations in the state economy  
24 or adversely affected by technology advances in the workplace;

25 (3) in the Department of Education or operated by the department:

26 (A) employment-related adult basic education;

27 (B) School-to-Work;

28 (C) vocational education and Tech Prep;

29 (D) Alaska Career Information System;

30 (E) high school completion project;

31 (F) Kotzebue Technical Center;

1 (G) Alaska Vocational Technical Center;

2 (4) in the Department of Health and Social Services: Alaskans on  
3 Temporary Assistance Plan employment education and job training programs;

4 (5) in the Department of Labor:

5 (A) unemployment insurance grants provided under the federal  
6 training relocation assistance program;

7 (B) Alaska works programs, assisting with the welfare-to-work  
8 program;

9 (C) state training employment program, coordinated with the  
10 Department of Community and Regional Affairs.

11 (g) The council shall assess the programs listed in this subsection and make  
12 recommendations to the legislature in its report required under (b)(9) of this section  
13 about whether to include one or more of these programs under the requirements of (f)  
14 of this section:

15 (1) in the Department of Community and Regional Affairs or operated  
16 by the department:

17 (A) local government assistance training and development,  
18 including the rural utility business advisory program;

19 (B) energy operations, providing training in management and  
20 administration of electric utilities and bulk fuel storage systems;

21 (2) in the Department of Corrections:

22 (A) Correctional Academy, training individuals applying for a  
23 correctional officer position;

24 (B) inmate programs, providing vocational technical training and  
25 education courses for inmates preparing to be released from a correctional  
26 facility;

27 (C) correctional industries program, providing inmates with jobs  
28 while they are incarcerated;

29 (3) in the Department of Environmental Conservation:

30 (A) remote maintenance worker program, providing training and  
31 technical assistance to communities to keep drinking water and sewage disposal

- 1 systems running, and providing on-the-job training to local operators;
- 2 (B) water and wastewater operator training and assistance;
- 3 (C) federal drinking water operator training and certification;
- 4 (4) in the Department of Military and Veterans' Affairs: educational
- 5 benefits for members of the Alaska National Guard and the Alaska Naval Militia;
- 6 (5) in the Department of Public Safety:
- 7 (A) fire service training to maintain emergency training skills
- 8 for existing fire fighter staff and volunteers and individuals interested in
- 9 becoming fire fighters;
- 10 (B) Public Safety Training Academy, training trooper recruits;
- 11 (6) in the Department of Transportation and Public Facilities:
- 12 (A) engineer-in-training program, providing on-the-job training
- 13 for apprentice engineers to enable them to gain the experience necessary to be
- 14 certified;
- 15 (B) statewide transportation improvement program, offered by
- 16 the United States National Highway Institute;
- 17 (C) local technical assistance program, transferring technical
- 18 expertise to local governments;
- 19 (D) Native technical assistance program, transferring technical
- 20 expertise to Native governments;
- 21 (E) border technology exchange program, to coordinate highway
- 22 issues with the Yukon Territory;
- 23 (7) in the Department of Education: vocational rehabilitation client
- 24 services and special work projects;
- 25 (8) in the Department of Labor: employment services, including job
- 26 development, assisting individuals in finding employment, and assisting employed
- 27 individuals in finding other employment.
- 28 (h) The University of Alaska shall evaluate the performance of its training
- 29 programs using the standards set out in (e) of this section and shall provide a report
- 30 on the results to the council for inclusion in the council's annual report to the
- 31 legislature.

1 (i) The council shall review each program listed in (f) of this section to  
2 determine whether it is in compliance with the standards set out in (d) and (e) of this  
3 section. If the council finds that a program has failed to comply with the standards  
4 set out in (d) and (e) of this section, it shall notify the program director of the failure.  
5 If the program director fails to improve the performance of the program within a  
6 reasonable time, the council shall notify the governor and the legislative budget and  
7 audit committee that the program is out of compliance. A contract entered into by a  
8 state agency relating to a training program set out in (f) and (g) of this section must  
9 contain terms consistent with this section.

10 (j) A department that operates or contracts for a training program listed in (f)  
11 of this section shall pay to the council a management assessment fee not to exceed .75  
12 percent of the program's annual operating budget. The total amount received as  
13 management assessment fees may not exceed the council's authorized budget for the  
14 fiscal year. The council shall, by regulation, establish a method to determine annually  
15 the amount of the management assessment fee. If the amount the council expects to  
16 collect under this subsection exceeds the authorized budget of the council, the council  
17 shall reduce the percentages set out in this subsection so that the total amount of the  
18 fees collected approximately equals the authorized budget of the council for the fiscal  
19 year. The council shall adopt regulations under AS 44.62 (Administrative Procedure  
20 Act) necessary to administer this subsection. A management assessment fee collected  
21 under this subsection shall be deposited in the human resource investment account in  
22 the general fund. The legislature may make appropriations from the account for the  
23 operation of the Alaska Human Resource Investment Council. Nothing in this  
24 subsection creates a dedicated fund.

25 (k) Upon the enactment of a new federal or state program relating to work  
26 force development, the council shall

27 (1) advise the governor and the legislature on whether the council  
28 should provide oversight for the new program under this section; and

29 (2) make recommendations necessary to streamline and coordinate state  
30 efforts to meet the guidelines of the new program.

31 (l) For purposes of this section, "program"

1 (1) does not refer to the overall activities of an individual institution  
2 or individual fields of study or courses that are not associated with programs for which  
3 the council has oversight responsibility;

4 (2) may include a certificate or associate degree course or a course that  
5 is not for credit, whether it is offered by a public or private institute or contracted for  
6 by the private sector, so long as it is related to employment.

7 \* **Sec. 11.** Section 6, ch. 116, SJA 1996, is amended to read:

8 Sec. 6. AS 23.15.620, 23.15.625, 23.15.630, 23.1<sup>c</sup> 635, 23.15.640, 23.15.645,  
9 23.15.651, and 23.15.660 are repealed June 30, 2002 [1998].

10 \* **Sec. 12. TRANSITION.** Notwithstanding the requirement in AS 44.19.623, as amended  
11 by sec. 6 of this Act, that the chair and the vice chair of the council be members of the  
12 council appointed under AS 44.19.620(a)(4), as amended by sec. 1 of this Act, a member who  
13 is serving as chair or vice chair of the council on the day before the effective date of this Act  
14 may continue to serve in that capacity until the expiration of the member's term of office.  
15 However, if the vice-chair is a commissioner of a department of state government, the office  
16 becomes vacant on the effective date of this Act and the council shall elect a vice chair who  
17 meets the requirements of AS 44.19.623, as amended by sec. 6 of this Act.

18 \* **Sec. 13.** This Act takes effect immediately under AS 01.10.070(c).

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- (B) water and wastewater operator training and assistance;
- (C) federal drinking water operator training and certification;
- (4) in the Department of Military and Veterans' Affairs: educational benefits for members of the Alaska National Guard and the Alaska Naval Militia;
- (5) in the Department of Public Safety:
  - (A) fire service training to maintain emergency training skills for existing fire fighter staff and volunteers and individuals interested in becoming fire fighters;
  - (B) Public Safety Training Academy, training trooper recruits;
- (6) in the Department of Transportation and Public Facilities:
  - (A) engineer-in-training program, providing on-the-job training for apprentice engineers to enable them to gain the experience necessary to be certified;
  - (B) statewide transportation improvement program, offered by the United States National Highway Institute;
  - (C) local technical assistance program, transferring technical expertise to local governments;
  - (D) Native technical assistance program, transferring technical expertise to Native governments;
  - (E) border technology exchange program, to coordinate highway issues with the Yukon Territory;
  - (F) in the Department of Education: vocational rehabilitation client services and special work projects;
- ~~(7) in the Department of Education: vocational rehabilitation client services and special work projects.~~
- (h) The council shall review each program listed in (f) of this section to determine whether it is in compliance with the standards set out in (d) and (e) of this section. If the council finds that a program has failed to comply with the standards set out in (d) and (e) of this section, it shall notify the program director of the failure. If the program director fails to improve the performance of the program within a reasonable time, the council shall notify the governor and the legislative budget and

per Terry Kramer - (F) should be deleted (7) should stay

duplicate of 22-23

SENATE FINANCE  
COMMITTEE

Amendment Number: #8A

Bill Number: SB 334

Sponsor: Torgerson Date: 5/31/98

Logged In: By: Mindy

AMENDMENT  
CSSB 334 (K)

Offered to Senate Finance

BY: Senator Torgerson moved  
no object adopted

1)

Page 6, Line 27 (New Subsection (10)) INSERT

(10) "Identify ways for operating agencies to share resources, instructors, and curricula through collaboration with other public and private entities to increase training opportunities and reduce costs."

- Renumber accordingly

2)

Page 6, Line 11 (Subsection (5)) DELETE

(4) [and]

Page 6, Line 11 (Subsection (5)) INSERT

(5) after governor "1"

(5) after agencies "and the University of Alaska"

3)

Page 6, Line 30 (Section 10) DELETE

(d) [oversee]

Page 6, Line 30 (Section 10) INSERT

(d) After 'shall' "provide oversight for employment related education"

SENATE FINANCE  
COMMITTEE

Amendment Number: #9  
Bill Number: SB 334  
Sponsor: Torgerson Date: 3/31/98  
Logged In By: Mirna

AMENDMENT  
CSSB 334 (K)

Offered to Senate Finance

BY: Senator Torgerson - moved  
no objection adopted

to be placed in  
appropriate location  
by drafter

1)  
Page 7, Line 8 (New Subsection) INSERT

- For purpose of this section the term "program" shall not refer to the overall activities of individual institutions nor shall it refer to individual fields of study or courses not associated with programs under the council. Program evaluations include certificate or associate degree courses and courses offered that are not for credit, related to employment offered by the institutions or contracted for by the private sector.

*Amending  
to place  
in applic.  
location*

1 council shall require a training program listed in (f) of this section to meet the  
2 requirements of this subsection. The council shall, by regulation, establish appropriate  
3 penalties for programs and individuals who fail to meet the requirements of this  
4 subsection. The council may recommend to the legislature changes to enhance the  
5 effectiveness of the training programs it oversees under this section. A training  
6 program described in (f) of this section funded with money appropriated by the  
7 legislature must

8 (1) meet the standards adopted by the council concerning the  
9 percentage of a grant that may be spent on administrative costs;

10 (2) be operated by an institution that holds a valid authorization to  
11 operate issued under AS 14.48 by the Alaska Commission on Postsecondary Education  
12 if the program is a postsecondary educational program operated by a postsecondary  
13 educational institution subject to regulation under AS 14.48;

14 (3) provide to the Department of Labor the information required by the  
15 department for the preparation of the statistical information necessary for the council  
16 to evaluate programs by the standards set out in (e) of this section.

17 (e) The council shall develop standards that encourage agencies to contract for  
18 training programs that maximize the program's class size. The council shall adopt  
19 standards for the evaluation of training programs listed in (f) of this section with  
20 regard to the following:

21 (1) the percent of former participants who have a job one year after  
22 leaving the training program;

23 (2) the median wage of former participants seven to 12 months after  
24 leaving the program;

25 (3) the percent of former participants who were employed after leaving  
26 the training program who received training under the program that was related to their  
27 jobs or somewhat related to their jobs seven to 12 months after leaving the training  
28 program;

29 (4) the percent of former participants of a training program who  
30 indicate that they were satisfied with or somewhat satisfied with the overall quality of  
31 the training program;

AMENDMENT  
CSSB 334 (K)

Offered to Senate Finance

BY: Senator Torgerson - moved  
adopted 4-30-98 by vote

- 1)  
Page 8, Line 11 (Subsection (A)) DELETE  
(A) [assisting people to find work and to reduce dependence on public assistance;]
  
- 2)  
Page 8, Line 22 (Subsection (3)) DELETE  
(A) [program]  
  
Page 8, Line 22 (Subsection (3)) INSERT  
(A) "employment related" adult basic education
  
- 3)  
Page 8, Lines 27 (Subsection (3)) DELETE  
(F) [operations]  
  
Page 8, Line 28 (Subsection (3)) DELETE  
(G) [operations]
  
- 4)  
Page 8, Line 29 (Subsection (4)) DELETE  
(4) [Alaska works programs;]  
  
Page 8, Line 29 (Subsection (4)) INSERT  
(4) after services: "Alaskans on Temporary Assistance Plan employment education & job training programs:"

SENATE FINANCE  
COMMITTEE

Amendment Number: #11  
Number: SB 334  
Sponsor: TORGERSON Date: 3/31/98  
Logged In By: Mindy

AMENDMENT  
CSSB 334 (K)

Offered to Senate Finance

BY: Senator Torgerson -- moved  
adopted w/out objection

1)

Page 9, Line 1-3 (Subsection (F)) DELETE

(A) [Employment services, including job development, assisting individuals in finding employment, and assisting employed individuals in finding other employment;]

- Reorder sections (B)(C) and (D)

Page 10, Line 26 (Subsection (G)) INSERT

(8) In the Department of Labor

(A) Employment services, including job development, assisting individuals in finding employment, and assisting employed individuals in finding other employment;

- Number accordingly

2)

Page 10, Line 26 (New Subsection (h)) INSERT

(h) "The University of Alaska shall evaluate the performance of its training programs using the standards set out in (e) of this section and shall provide a report on the results to the council for inclusion in the council's annual report to the legislature."

- Renumber accordingly

SENATE FINANCE  
COMMITTEE  
Amendment Number: #12  
Bill Number: SB 334  
Sponsor: Torgerson Date: 3/8/98  
Logged In By: Mindy

AMENDMENT  
CSSB 334 (K)

Offered to Senate Finance

BY: Senator Torgerson - moved  
adopt w/out  
objection

1)  
Page 11, Line 13 (New Section 11) Renumber accordingly

- "Upon enactment of new federal or state programs relating to work force development, the council shall advise the governor and the legislature on integrating the federal or state programs into the state's human resource investment council and make recommendations necessary to streamline and coordinate state efforts to meet federal or state guidelines."

SENATE FINANCE  
COMMITTEE #13  
Amendment Number: SB 334  
Bill Number: SB 334  
Sponsor: Torgerson Date: 3/31/98  
Logged in by: Mindy

AMENDMENT  
CSSB 334 (K)

Offered to Senate Finance

BY: Senator Torgerson - moved  
adopt no objection

1)  
Page 10, Line 22-23 (Subsection (F)) DELETE  
(F) [in the Department of Education: vocational rehabilitation client services and special  
work projects;]

SENATE FINANCE  
COMMITTEE

Amendment Number: #14  
Bill Number: SB 334  
Sponsor: TORGERSON Date: 3/31/98  
Logged In By: Mindy

0-LS1529\K.2

Cramer

3/31/98

A M E N D M E N T

OFFERED IN THE SENATE

BY SENATOR TORGERSON -  
moved

TO: CSSB 334(FIN), Draft Version "K" dated 3/30/98

no objection - adopt

1 Page 11, lines 5 - 9:

2 Delete "of three-fourths of one percent of the program's annual operating budget. A  
3 department that operates or contracts for a training program listed in (g) of this section shall  
4 pay to the council a management assessment fee of one-half of one percent of the program's  
5 annual operating budget."

6 Insert "not to exceed .75 percent of the program's annual operating budget. The total  
7 amount received as management assessment fees may not exceed the council's authorized  
8 budget for the fiscal year. The council shall, by regulation, establish a method to determine  
9 annually the amount of the management assessment fee. If the amount the council expects  
10 to collect under this subsection exceeds the authorized budget of the council, the council shall  
11 reduce the percentages set out in this subsection so that the total amount of the fees collected  
12 approximately equals the authorized budget of the council for the fiscal year. The council  
13 shall adopt regulations under AS 44.62 (Administrative Procedure Act) necessary to  
14 administer this subsection."

SENATE FINANCE  
COMMITTEE

0-LS1529\K.1

Amendment Number: # 15

Cramer

Bill Number: SB 334

3/30/98

Sponsor: Torgerson Date: 3/31/98

Logged In By: Mindy

A M E N D M E N T

OFFERED IN THE SENATE

BY SENATOR TORGERSON -  
*moved*  
*adopt w/out objct*

TO: CSSB 334(FIN), Draft Version "K"

1 Page 1, line 2, following " ; ":

2       Insert "extending the termination date of the state training and employment  
3 program;"

4 Page 11, following line 12:

5       Insert a new bill section to read:

6       "\* Sec. 12. Section 6, ch. 116, SLA 1996, is amended to read:

7               Sec. 6. AS 23.15.620, 23.15.625, 23.15.630, 23.15.635, 23.15.640, 23.15.645,  
8               23.15.651, and 23.15.660 are repealed June 30, 2002 [1998]."

9 Renumber the following bill sections accordingly.

*moved to adopt*  
*Sen Jaeger*  
*Sen Adams object removed*  
*to adopt that object.*

0-LS1529AK  
 Cramer  
 3/30/98

**CS FOR SENATE BILL NO. 334(FIN)**  
**IN THE LEGISLATURE OF THE STATE OF ALASKA**  
**TWENTIETH LEGISLATURE - SECOND SESSION**

**BY THE SENATE FINANCE COMMITTEE**

**Offered:**  
**Referred:**

**Sponsor(s): SENATE FINANCE COMMITTEE**

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act relating to guidelines and standards for state training programs; and  
 2 relating to the Alaska Human Resource Investment Council; and providing for an  
 3 effective date."

4 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

5 \* **Section 1.** AS 44.19.620(a) is amended to read:

6 (a) The Alaska Human Resource Investment Council is established in the  
 7 Office of the Governor. The council consists of the following voting members, not to  
 8 exceed 21 [26]:

- 9 (1) the lieutenant governor or the lieutenant governor's designee;
- 10 (2) [THE COMMISSIONERS OF COMMERCE AND ECONOMIC
- 11 DEVELOPMENT, COMMUNITY AND REGIONAL AFFAIRS, EDUCATION,
- 12 HEALTH AND SOCIAL SERVICES, AND LABOR, OR EACH RESPECTIVE
- 13 COMMISSIONER'S DESIGNEE;
- 14 (3)] one representative from the University of Alaska;

1                   (3) [(4)] four additional representatives of education, with one from  
2 local public education, one from secondary vocational education, one from a  
3 postsecondary vocational education institution, and one from adult basic education;

4                   (4) [(5)] four representatives of business and industry, with at least one  
5 representative from the private industry councils appointed under 29 U.S.C. 1512 and  
6 subject to reconstitution under 29 U.S.C. 1515;

7                   (5) [(6)] four representatives of organized labor whom [THAT] the  
8 governor shall appoint from lists of nominees submitted by recognized state labor  
9 organizations; the governor may reject a list submitted under this paragraph and  
10 request that another list be submitted;

11                   (6) [(7)] at least one representative from an organization representing  
12 employment and training needs of Alaska Natives;

13                   (7) [(8)] at least one representative of a community-based service  
14 organization;

15                   (8) [(9)] at least one representative who has personal or professional  
16 experience with developmental disabilities; and

17                   (9) [(10)] at least one and up to four additional members of the private  
18 sector to ensure a private sector majority and regional and local representation on the  
19 council.

20 \* **Sec. 2.** AS 44.19.620 is amended by adding new subsections to read:

21                   (c) The commissioners of commerce and economic development, community  
22 and regional affairs, education, health and social services, and labor serve as advisory,  
23 nonvoting members of the council.

24                   (d) A member of the council under (a) or (c) of this section may appoint a  
25 designee to serve in place of the member named in (a) of this section. The member  
26 shall appoint the designee in writing.

27 \* **Sec. 3.** AS 44.19.621(a) is amended to read:

28                   (a) Members of the Alaska Human Resource Investment Council other than  
29 those listed in AS 44.19.620(a)(1) and (c) [(2)] are appointed by the governor and  
30 serve at the pleasure of the governor. The governor may appoint one person to fill  
31 two or more of the places listed in AS 44.19.620(a) if the person is qualified in all

1 of the areas the person represents. A member appointed to fill more than one  
2 place under this subsection is entitled to only one vote and may appoint only one  
3 designee to replace the member in the event the member is unable to attend a  
4 meeting.

5 \* Sec. 4. AS 44.19.621(b) is amended to read:

6 (b) The voting members of the council other than those listed in  
7 AS 44.19.620(a)(1) and (c) [(2)] serve for staggered four-year terms and may serve  
8 until a successor is appointed. An appointment to fill a vacancy shall be made in the  
9 same manner as the original appointment and for the balance of the unexpired term.

10 \* Sec. 5. AS 44.19.622 is amended to read:

11 **Sec. 44.19.622. Compensation.** Members of the Alaska Human Resource  
12 Investment Council listed in or appointed under AS 44.19.620(a), including a designee  
13 of a member attending in place of the member, serve without compensation but are  
14 entitled to per diem and travel expenses authorized by law for boards and commissions  
15 under AS 39.20.180. Nonvoting members of the council appointed under  
16 AS 44.19.620(b) serve without compensation and are not entitled to per diem and  
17 travel expenses. A commissioner appointed under AS 44.19.620(c) or the  
18 commissioner's designee is entitled to per diem and travel expenses as a state  
19 employee.

20 \* Sec. 6. AS 44.19.623 is amended to read:

21 **Sec. 44.19.623. Officers.** The Alaska Human Resource Investment Council  
22 shall elect a chair and a vice-chair from among the members listed in or appointed  
23 under AS 44.19.620(a)(4) [AS 44.19.620(a) WHO ARE FROM THE PRIVATE  
24 SECTOR. THEY SHALL ALSO ELECT A VICE-CHAIR]. The chair and vice-chair  
25 serve in their positions at the pleasure of the council.

26 \* Sec. 7. AS 44.19.624 is amended to read:

27 **Sec. 44.19.624. Meetings, quorum, and committees.** (a) The Alaska Human  
28 Resource Investment Council shall meet not more than two times in a calendar year  
29 at the call of the chair to conduct its business. A majority of the members listed in or  
30 appointed to the council under AS 44.19.620(a) constitutes a quorum.

31 (b) The council shall establish an executive committee and four permanent

1 standing committees as described in (c) - (g) of this section. The chair of a  
2 permanent standing committee must be from the private sector. The council may  
3 establish additional standing committees and special committees or subcommittees,  
4 not necessarily consisting of council members, to advise and assist the council in  
5 carrying out its functions assigned by federal or state statute. The permanent  
6 standing committees are

7 (1) the assessment and evaluation committee;

8 (2) the policy and planning committee;

9 (3) the employment and placement committee; and

10 (4) the workforce readiness committee.

11 \* Sec. 8. AS 44.19.624 is amended by adding new subsections to read:

12 (c) The executive committee consists of the chair and vice-chair of the council,  
13 the immediate past chair of the council, and the chairs of the four standing committees  
14 described in (d) - (g) of this section. The executive committee has the duties and may  
15 exercise the powers of the council between meetings of the council. The executive  
16 committee shall

17 (1) report to the council in a timely fashion on actions taken on behalf  
18 of the council; and

19 (2) supervise the affairs of the council between regular meetings of the  
20 council.

21 (d) The assessment and evaluation committee shall

22 (1) assess and evaluate programs, initiatives, and the delivery of  
23 services to help to ensure equitable distribution of quality education, training, and  
24 employment services statewide, especially to rural areas and to programs serving  
25 economically disadvantaged citizens;

26 (2) call for and monitor the workforce development system for  
27 increased accountability in performance and continuous quality improvement along the  
28 goals and strategies of the council's overall statewide strategic plan for workforce  
29 development;

30 (3) use evaluation and performance measures to gauge customer  
31 satisfaction within the workforce development system; and

- 1 (4) perform other duties assigned by the council.
- 2 (e) The policy and planning committee shall
- 3 (1) build policies regarding day-to-day operations and long-term
- 4 responsibilities of the council;
- 5 (2) work to increase awareness of the council and its mission
- 6 throughout the state;
- 7 (3) work with all other committees on a statewide strategic plan for
- 8 workforce development; and
- 9 (4) perform other duties assigned by the council.
- 10 (f) The employment and placement committee shall
- 11 (1) ensure the statewide strategic plan for workforce development
- 12 addresses
- 13 (A) customer needs at the local level;
- 14 (B) moving welfare recipients into the workforce;
- 15 (C) promoting the hiring of state residents in jobs that have
- 16 traditionally been filled by out-of-state workers;
- 17 (D) tailoring employment and training programs to suit state
- 18 business, industry, and economic development needs;
- 19 (2) monitor the coordination of service delivery to promote efficiency
- 20 and to prevent overlap of services among programs; and
- 21 (3) perform other duties assigned by the council.
- 22 (g) The workforce readiness committee shall
- 23 (1) provide oversight for training, education, and employment programs
- 24 to ensure the programs are delivering education and training that is relevant to local
- 25 market needs and the career goals of state residents;
- 26 (2) build partnerships between employers and quality workforce training
- 27 programs;
- 28 (3) work to connect the state public and private education systems with
- 29 business, government, and labor to ensure that state residents are receiving workforce
- 30 readiness skills throughout the education process; and
- 31 (4) perform other duties assigned by the council.

1 \* Sec. 9. AS 44.19.626(b) is amended to read:

2 (b) The council shall

3 (1) facilitate the development of statewide policy for a coordinated and  
4 effective employment training and education system in this state;

5 (2) identify the human resource investment needs in the state and  
6 develop a plan to meet those needs;

7 (3) review the provision of services and the use of money and resources  
8 by the human resource programs listed in AS 44.19.625;

9 (4) assume the duties and functions of the state councils described  
10 under the laws relating to the federal human resource programs listed in AS 44.19.625;

11 (5) advise the governor and state and local agencies on the development  
12 of state and local standards and measures relating to applicable human resource  
13 programs;

14 (6) submit, to the governor and the legislature, a biennial strategic plan  
15 to accomplish the goals developed to meet human resource investment needs;

16 (7) monitor for the implementation and evaluate the effectiveness of the  
17 strategic plan developed by the council;

18 (8) adopt regulations that set standards for the percentage of a  
19 grant that may be used for administrative costs; the regulations must clearly  
20 identify and distinguish between expenses that may be included in administrative  
21 costs and those that may not be included in administrative costs; the percentage  
22 allowed for administrative costs may not exceed the lesser of 15 percent or the  
23 amount permitted under the requirements of a federal program, if applicable;

24 (9) report annually to the legislature, by the 30th day of the regular  
25 legislative session, on the performance and evaluation of training programs in the  
26 state subject to review under (f) of this section; and

27 (10) [(8)] adopt regulations under AS 44.62 (Administrative Procedure  
28 Act) to carry out the purposes of AS 44.19.620 - 44.19.627.

29 \* Sec. 10. AS 44.19.626 is amended by adding new subsections to read:

30 (d) The council shall oversee training programs operated by the state or  
31 operated under contract with the state that are described in (f) of this section. The

1 (5) the percent of employers who indicate that they were satisfied with  
2 the quality of the work of new employees who had recently completed the training  
3 program.

4 (f) The following training programs are subject to the provisions of (d) and (e)  
5 of this section:

6 (1) in the Department of Administration: Alaska Professional  
7 Development Institute, providing continuing education and training for employed  
8 workers;

9 (2) in the Department of Community and Regional Affairs or operated  
10 by the department:

11 (A) One Stop Career Center, assisting people to find work and  
12 to reduce dependence on public assistance;

13 (B) Job Training Partnership Act programs, assisting  
14 communities in moving toward a self-sustainable economy and providing  
15 training;

16 (C) state training and employment program (AS 23.15.620),  
17 providing training and employment services for people who are unemployed or  
18 likely to become unemployed, fostering new jobs, and increasing training  
19 opportunities for workers severely affected by fluctuations in the state economy  
20 or adversely affected by technology advances in the workplace;

21 (3) in the Department of Education or operated by the department:

22 (A) adult basic education program;

23 (B) School-to-Work;

24 (C) vocational education and Tech Prep;

25 (D) Alaska Career Information System;

26 (E) high school completion project;

27 (F) Kotzebue Technical Center operations;

28 (G) Alaska Vocational Technical Center operations;

29 (4) in the Department of Health and Social Services: Alaska works  
30 programs;

31 (5) in the Department of Labor:

1 (A) employment services, including job development, assisting  
2 individuals in finding employment, and assisting employed individuals in  
3 finding other employment;

4 (B) unemployment insurance grants provided under the federal  
5 training relocation assistance program;

6 (C) Alaska works programs, assisting with the welfare-to-work  
7 program;

8 (D) state training employment program, coordinated with the  
9 Department of Community and Regional Affairs.

10 (g) The council shall assess the programs listed in this subsection and make  
11 recommendations to the legislature in its report required under (b)(9) of this section  
12 about whether to include one or more of these programs under the requirements of (f)  
13 of this section:

14 (1) in the Department of Community and Regional Affairs or operated  
15 by the department:

16 (A) local government assistance training and development,  
17 including the rural utility business advisory program;

18 (B) energy operations, providing training in management and  
19 administration of electric utilities and bulk fuel storage systems;

20 (2) in the Department of Corrections:

21 (A) Correctional Academy, training individuals applying for a  
22 correctional officer position;

23 (B) inmate programs, providing vocational technical training and  
24 education courses for inmates preparing to be released from a correctional  
25 facility;

26 (C) correctional industries program, providing inmates with jobs  
27 while they are incarcerated;

28 (3) in the Department of Environmental Conservation:

29 (A) remote maintenance worker program, providing training and  
30 technical assistance to communities to keep drinking water and sewage disposal  
31 systems running, and providing on-the-job training to local operators;

1           audit committee that the program is out of compliance. A contract entered into by a  
2           state agency relating to a training program set out in (f) and (g) of this section must  
3           contain terms consistent with this section.

4                   (i) A department that operates or contracts for a training program listed in (f)  
5           of this section shall pay to the council a management assessment fee of three-fourths  
6           of one percent of the program's annual operating budget. A department that operates  
7           or contracts for a training program listed in (g) of this section shall pay to the council  
8           a management assessment fee of one-half of one percent of the program's annual  
9           operating budget. A management assessment fee collected under this subsection shall  
10          be deposited in the human resource investment account in the general fund. The  
11          legislature may make appropriations from the account for the operation of the Alaska  
12          Human Resource Investment Council. Nothing in this section creates a dedicated fund.

13          \* **Sec. 11. TRANSITION.** (a) Notwithstanding the requirement in AS 44.19.623, as  
14          amended by sec. 6 of this Act, that the chair and the vice chair of the council be members of  
15          the council appointed under AS 44.19.620(a)(4), as amended by sec. 1 of this Act, a member  
16          who is serving as chair or vice chair of the council on the day before the effective date of this  
17          Act may continue to serve in that capacity until the expiration of the member's term of office.  
18          However, if the vice-chair is a commissioner of a department of state government, the office  
19          becomes vacant on the effective date of this Act and the council shall elect a vice chair who  
20          meets the requirements of AS 44.19.623, as amended by sec. 6 of this Act.

21          \* **Sec. 12.** This Act takes effect immediately under AS 01.10.070(c).

SENATE FINANCE  
COMMITTEE

0-LS1529\H.1

Amendment Number: #1

Cramer

Bill Number: SB 334

3/24/98

Sponsor: Torgerson Date: 3/24/98

AMENDMENT Proposed By: Mindy

OFFERED IN THE SENATE

BY SENATOR TORGERSON

TO: CSSB 334(FIN), Draft Version "H"

*moved by Torgerson  
w/o objection,  
adopted*

- 1 Page 10, following line 19:  
2 Insert a new subsection to read:  
3 "(h) A department that operates or contracts for a training program listed in  
4 (f) of this section shall pay to the council a management assessment fee of three-  
5 fourths of one percent of the program's annual operating budget. A department that  
6 operates or contracts for a training program listed in (g) of this section shall pay to  
7 the council a management assessment fee of one-half of one percent of the program's  
8 annual operating budget. A management assessment fee collected under this  
9 subsection shall be deposited in the human resource investment account in the general  
10 fund. The legislature may make appropriations from the fund for the operation of the  
11 Alaska Human Resource Investment Council. Nothing in this section creates a  
12 dedicated fund."

not offered

SENATE FINANCE  
COMMITTEE

Amendment Number: #2

0-LS1529\H.2

Bill Number: SB 334

Cramer

Sponsor: Torgan Date: 3/24/98

3/24/98

Logged In By: Minda

A M E N D M E N T

OFFERED IN THE SENATE

BY SENATOR TORGERSON

TO: CSSB 334(FIN), Draft Version "H", dated 3/24/98

1 Page 10, following line 19:

2 Insert a new subsection to read:

3 "(h) The council shall review each program listed in (f) of this section to  
4 determine whether it is in compliance with the standards set out in (d) and (e) of this  
5 section. If the council finds that a program has failed to comply with the standards  
6 set out in (d) and (e) of this section, it shall notify the program director of the failure.  
7 If the program director fails to improve the performance of the program within a  
8 reasonable time, the council shall notify the governor that the program is out of  
9 compliance. The governor shall direct the office of management and budget to  
10 withhold money due the program until the program has complied with the standards  
11 set out in (d) and (e) of this section. A contract entered into by a state agency  
12 relating to a training program set out in (f) and (g) of this section must contain terms  
13 consistent with this subsection."

SENATE FINANCE  
COMMITTEE

0-LS1529H.4

Amendment Number: # 3

Cramer

Bill Number: SB 334

3/25/98

Sponsor: Torgerson Date: 3/25/98

Logged In By: Mindy

A M E N D M E N T

OFFERED IN THE SENATE

BY SENATOR TORGERSON

TO: CSSB 334(FIN), Draft Version "H"

*moved by Torgerson  
Sen. Pearce objection -  
removed  
w/o objection, adopted*

- 1 Page 4, lines 28 - 29:
- 2 Delete "human resource investment strategic plan"
- 3 Insert "strategic plan for workforce development"
  
- 4 Page 5, lines 6 - 7:
- 5 Delete "strategy for workforce investment"
- 6 Insert "strategic plan for workforce development"

SENATE FINANCE  
COMMITTEE

Amendment Number: # 4.

Bill Number: SB 334

Sponsor: Torgerson Date: 3/26/98

Logged In By: Mindy

Amendment  
To  
CS SB 334 (FIN)

Offered in the Senate Finance Committee

BY: Senator John Torgerson

*moved by Torgerson  
w/o objection, adopted*

**Delete:**

Page 8, line 25 and 26

**Insert:**

Page 10, line 20 add new subsection

(F) Vocational rehabilitation client services and special work projects.

A M E N D M E N T

OFFERED IN THE SENATE

BY SENATOR TORGERSON

TO: CSSB 334(FIN), Draft Version "H"

*moved by Torgerson  
w/o objection, adopted*

- 1 Page 4, line 31, following "system":
- 2       Insert ";
- 3                       (4) perform other duties assigned by the council"
  
- 4 Page 5, line 7, following "investment":
- 5       Insert ";
- 6                       (4) perform other duties assigned by the council"
  
- 7 Page 5, line 18, following "programs":
- 8       Insert ";
- 9                       (3) perform other duties assigned by the council"
  
- 10 Page 5, line 27, following "process":
- 11       Insert ";
- 12                       (4) perform other duties assigned by the council"
  
- 13 Page 9, line 8:
- 14       Delete "evaluate"
- 15       Insert "assess"

SENATE FINANCE  
COMMITTEE

Amendment Number: 6  
Bill Number: SB 334  
Sponsor: Torgerson Date: 3/27/98  
Logged In By: J. Soltau

*moved by Torgerson  
w/o objection, adopted*

AMENDMENT  
To  
CS SB 334 (Fin)

Offered in the Senate Finance Committee

BY Senator Torgerson

Page 10, following line 19

“(h) The council shall review each program listed in (f) of this section to determine whether it is in compliance with the standards set out in (d) and (e) of this section. If the council finds that a program has failed to comply with the standards set out in (d) and (e) of this section, it shall notify the program director of this failure. If the program director fails to improve the performance of the program within a reasonable time, the council shall notify the governor, and the legislative budget and audit committee, that the program is out of compliance. A contract entered into by a state agency relating to a training program set out in (f) and (g) of this section must contain terms consistent with this section.”

Amended #7  
Torpersen  
w/o objection  
adopted

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standing committees as described in (c) - (g) of this section. The chair of a permanent standing committee must be from the private sector. The council may establish additional standing committees and special committees or subcommittees, not necessarily consisting of council members, to advise and assist the council in carrying out its functions assigned by federal or state statute. The permanent standing committees are

- (1) the assessment and evaluation committee;
- (2) the policy and planning committee;
- (3) the employment and placement committee; and
- (4) the workforce readiness committee.

\* Sec. 8. AS 44.19.624 is amended by adding new subsections to read:

(c) The executive committee consists of the chair and vice-chair of the council, the immediate past chair of the council, and the chairs of the four standing committees described in (d) - (g) of this section. The executive committee has the duties and may exercise the powers of the council between meetings of the council. The executive committee shall

- (1) report to the council in a timely fashion on actions taken on behalf of the council; and
- (2) supervise the affairs of the council between regular meetings of the council.

(d) The assessment and evaluation committee shall

- (1) assess and evaluate programs, initiatives, and the delivery of services to help to ensure equitable distribution of quality education, training, and employment services statewide, especially to rural areas and to programs serving economically disadvantaged citizens;
- (2) call for and monitor the workforce development system for increased accountability in performance and continuous quality improvement along the goals and strategies of the council's overall statewide human resource investment strategic plan;
- (3) use evaluation and performance measures to gauge customer satisfaction within the workforce development system.

SENATE FINANCE  
COMMITTEE

Amendment Number: 8  
Bill Number: CSSB 334 (FIN)  
Sponsor: Torgerson Date: 3/27/98  
Logged In By: J. Scitoni

AMENDMENT

moved by Torgerson  
w/o objections, adopted

Torgerson

OFFERED IN THE SENATE

TO: CSSB 334(FIN)

Page 7, line 21

(3) the percent of former participants who were employed after leaving the training program who [EVALUATE THE TRAINING RECEIVED] received training under the program [AS] that was related to their jobs or somewhat related to their jobs seven to 12 months after leaving the training program;