

DEPARTMENT OF WORKFORCE EDUCATION

Enabling Laws

Act 1309 of 2003
Act 13 of 2003 2nd E.S.
A.C.A. § 25-30-103 et seq.
A.C.A. § 25-30-201 et seq.
A.C.A. § 6-11-205 and 206

History and Organization

Mission Statement: To provide leadership and contribute resources to serve the diverse and changing workforce training needs of the youth and adults of Arkansas.

Agency History: The Arkansas Department of Workforce Education was created by Act 803 of 1997, the Workforce Education Act, to administer public secondary and postsecondary vocational, technical, and adult education programs; Arkansas Rehabilitation Services; Arkansas State Approving Agency for Veterans Training; and the Federal Surplus Property Agency. Act 803 abolished the Vocational and Technical Education Division of the Department of Education, the Governor's Commission on

Adult Literacy, and the Advisory Council for Vocational-Technical Education and transferred them to the Department of Workforce Education. The State Board of Vocational Education was abolished and transferred to the State Board of Workforce Education and Career Opportunities.

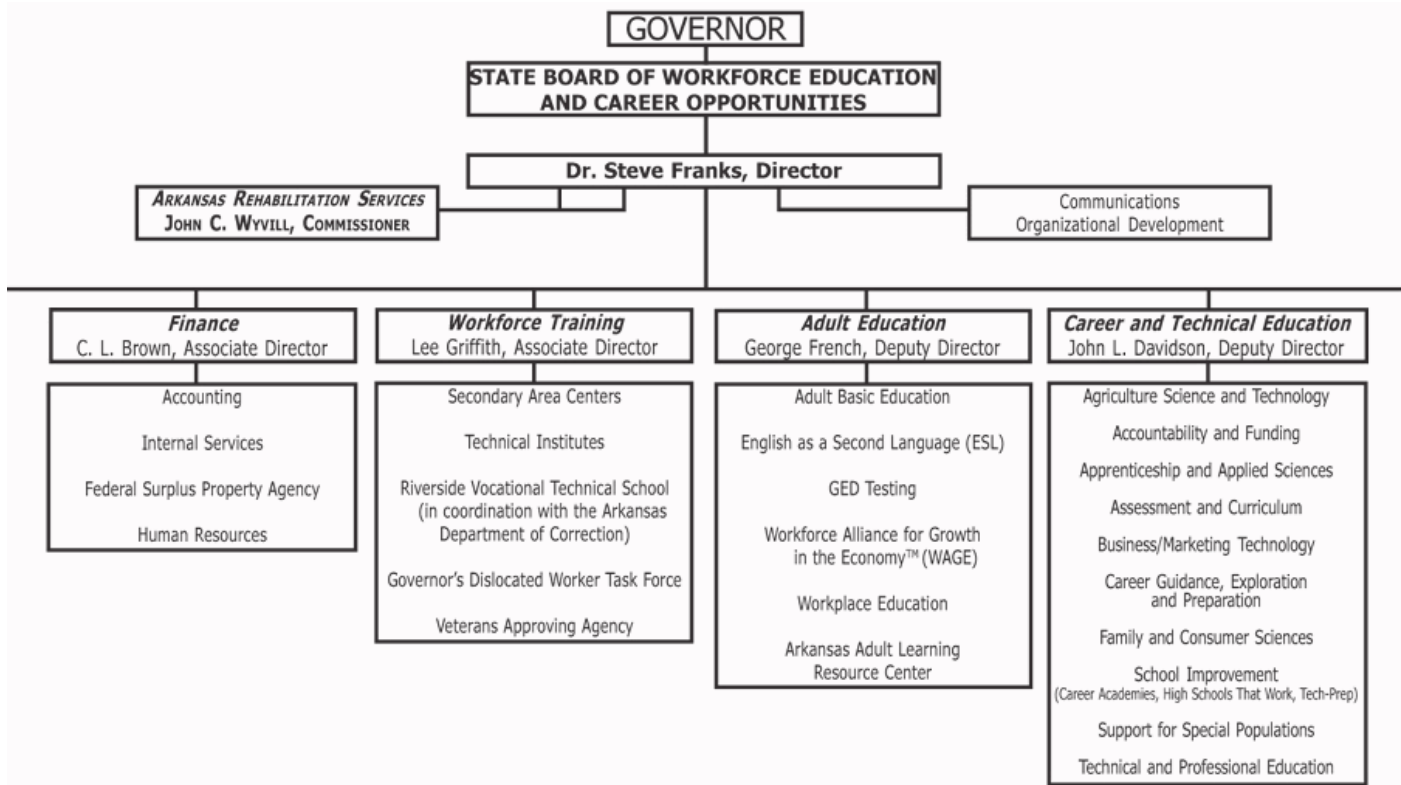
Statutory Responsibility and Primary Activities: Enabling legislation and the powers and duties of the Department are codified in Arkansas Code Annotated 25-30-103, 25-30-104, 25-30-106, 25-30-107, 25-30-201, 6-11-205, and 6-11-206. Responsibilities include:

- General control and supervision of all programs of vocational, technical, and occupational education in secondary institutions and in state postsecondary vocational technical schools, secondary area centers, public schools, and in other public education facilities or institutions with the exception of technical colleges, community colleges, universities, and colleges
- Authority to establish and operate area vocational technical and adult education schools of less than college grade
- Promotion of vocational education in subjects that are an essential and integral part of the public school system of education in Arkansas
- Preparation of teachers of vocational technical subjects; setting qualifications for teachers, directors, and supervisors
- Receipt and administration of any and all federal funds made available to the state for the purpose of assisting local school districts in providing vocational education of less than college grade and adult education for persons sixteen years of age and older; and
- Authority and responsibility for rehabilitation services provided through Arkansas Rehabilitation Services

All activities of the Department are focused on workforce education for all citizens in the state, as

indicated in the mission statement. Workforce education, at both the secondary and postsecondary/adult levels, has been expanded to serve more students and is being reformed by an emphasis on integrating the basic academic and workplace skills with technical education. Initiatives such as career opportunities initiative, youth apprenticeship, tech prep, and career majors are at the center of educational reform, innovation, and progressive activities that are ongoing in the department. Working with other state agencies including the departments of Education and Higher Education and with the educational institutions in Arkansas, the Department of Workforce Education is committed to doing everything possible to better prepare our current and future workforce for the work to be done in our state.

State Board Oversight: The Department of Workforce Education is under the authority of the State Board of Workforce Education and Career Opportunities



Agency Commentary

The Department of Workforce Education seeks several significant increases in state support in order to fulfill our mission of providing leadership and contributing resources to serve the diverse and changing workforce training needs of the youth and adults of Arkansas.

1. Adult Education Grants and Aids are requested to be increased \$1,141,312 the first year and \$1,609,845 the second year of the biennium. This line item in the Public School Fund has not increased in recent years, and the programs throughout the State have been subject to salary increases mandated by legislation, most significantly as a result of the Lake View court

decision with no increase in funding. As a result, services have declined. Approximately \$613,312 is estimated to be needed each year of the biennium to offset salary increases required by the Lake View legislation. The remaining increase represents an amount to offset cost increases suffered by the programs over the past several years with no corresponding increase in funding.

2. Vocational area centers are growing, both in number and in enrollments. One new center is expected to begin operations each year, and enrollment is anticipated to increase to 3,545 FTE in FY06-07. The request is for an additional \$2,723,199 the first year and \$4,773,455 the second year in appropriation and funding from the Public School Fund.
3. Stable appropriation and funding is requested for the Technical Careers Student Loan Forgiveness Program. Since the inception of the program, it has not had a consistent and stable source of funding. The request is for \$1,400,000 each year of appropriation and funding from the Public School Fund. This will allow the payment of up to 560 awards at the maximum authorized level to students who have completed both their training and work requirements.
4. At the request of the General Education Department, the Department of Workforce Education has agreed to request transfer of Base Level funding and appropriation contained in two line items within the General Education Department Public School Fund Budget in the amount of \$1,047,133 each year of the biennium. This amount has been used to pay the employer contribution for retirement and health insurance for employees of vocational centers operated by public school districts.
5. A. C. A. 6-82-407 provides for the state board to award 20 high tech scholarships of \$500.00 each. To comply with the law an additional \$1,000 appropriation and funding is requested.
6. Federal Surplus Property operations is requesting an increase of \$841,000 the first year and \$741,000 the second year for overtime, operations, contracts, and equipment. In addition, four positions are being requested to be restored. Appropriation only is requested since this is a special revenue program which exists solely on funds raised from handling fees charged donees on the property they receive. The appropriation will only be utilized if there is an opportunity to secure more property to donate to eligible entities within the State.
7. Two positions are requested to be reclassified. Specifically, one Secretary II position (K153) has been crossgraded to a Printer I (Y083) which is requested to be made permanent, making it CLIP eligible. Another position, Veterans Program Advisor (R310), has been crossgraded to Public School Program Advisor (R290) and that is requested to be made permanent.
8. Six positions, Public School Program Advisors (R290, Grade 21), are requested to be restored and funded from state funds to establish a system of monitoring and evaluating vocational education programs in the public school systems to meet requirements of state and federal mandates for standards and student achievement. Three unfunded positions are requested to allow the agency to respond to changing conditions in a timely manner.

Audit Findings

DIVISION OF LEGISLATIVE AUDIT
AUDIT OF :
DEPARTMENT OF WORKFORCE EDUCATION
FOR THE YEAR ENDED JUNE 30, 2002

<u>Findings</u>	<u>Recommendations</u>
<p>The Agency failed to perform bank reconciliations in a timely manner. As a result, a total of \$5,219 was stolen from the two (2) Alternate Retirement Plan Cash accounts between July 2001 and May 2002. An unidentified person made electronic fund transfer payments from these accounts to various vendors without the Agency's knowledge or approval. The Agency discovered this fraudulent activity in April 2002 and contacted the Arkansas State Police. The Agency also opened new bank accounts to stop the unauthorized disbursements. As of June 30, 2002, all funds had been redeposited into the appropriate accounts by the bank.</p>	<p>Perform bank reconciliations upon the receipt of monthly bank statements.</p>
<p>The Arkansas Administrative Statewide Information System (AASIS) fails to provide adequate controls to ensure the reliability of financial data, and therefore, does not adequately safeguard the financial assets of the Agency. Specifically, the security configuration does not provide adequate segregation of duties in an environment with a limited number of personnel resulting in an excessive number of conflicts regarding the restricted access to financial data and data entry.</p>	<p>Agency work with the AASIS staff to train additional personnel in order to resolve conflicts and maximize the segregation of duties.</p>

Employment Summary

	Male	Female	Total	%
White Employees	25	51	76	84 %
Black Employees	4	10	14	16 %
Other Racial Minorities	0	0	0	0 %
Total Minorities			14	16 %
Total Employees			90	100 %

Cash Fund Balance Description as of June 30, 2004

Fund Account	Balance	Type	Location
1500300	\$229,145	Savings and checking	Metropolitan

Statutory/Other Restrictions on use:

A. C. A. 24-7-904 establishes that the Agency has the authority to administer retirement plans and

authorizes such functions as may be reasonably appropriate.

Statutory Provisions for Fees, Fines, Penalties:

A. C. A. 24-7-908 authorizes collection of contributions to plans established under the authority of the Agency.

Revenue Receipts Cycle:

Received at irregular intervals throughout the year.

Fund Balance Utilization:

All funds collected are used for the administration of the program in areas of maintenance and operation; equipment such as computers, calculators, desks/chairs; expendable supplies; postage and telephone; salaries and benefits.

Fund Account	Balance	Type	Location
1500200	\$5,388	Checking	Metropolitan

Statutory/Other Restrictions on use:

A. C. A. 24-7-904 establishes that the Agency has the authority to administer retirement plans and authorizes such functions as may be reasonably appropriate.

Statutory Provisions for Fees, Fines, Penalties:

A. C. A. 24-7-908 authorizes collection of contributions to plans established under the authority of the Agency.

Revenue Receipts Cycle:

Collected at 2 week intervals throughout the fiscal year.

Fund Balance Utilization:

All funds collected are in an escrow balance for employees and are eventually returned to employees or forwarded to their selected retirement plan carrier.

Publications

A.C.A 25-1-204

Name	Statutory Authorization	Required for		# Of Copies	Reason (s) for Continued Publication and Distribution
		Governor	General Assembly		
None	N/A	N	N	0	N/A

Department Appropriation / Program Summary

Appropriation / Program	Historical Data						Agency Request and Executive Recommendation							
	2003-2004		2004-2005		2004-2005		2005-2006				2006-2007			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
0590P01 Workforce Education-Admin	1,616,490	20	1,944,601	20	2,190,644	22	2,071,449	21	1,952,308	21	2,102,707	21	1,983,566	21
0590P02 Dev Oversight & Support Svcs	5,660,679	64	6,203,377	63	6,801,930	73	6,746,592	71	6,724,988	71	6,848,903	71	6,827,299	71
0590P03 Federal Surplus Property Admin	977,861	13	1,031,421	12	1,130,240	16	2,020,266	16	2,020,266	16	1,937,277	16	1,937,277	16
0590P04 Adult Education Grants	24,894,144	0	26,583,048	0	27,261,308	0	27,724,360	0	26,583,048	0	28,192,893	0	26,583,048	0
0590P05 Career & Technical Educ Grants	26,691,346	0	29,087,683	0	29,087,683	0	34,259,015	0	30,134,816	0	36,309,271	0	30,134,816	0
Total	59,840,520	97	64,850,130	95	66,471,805	111	72,821,682	108	67,415,426	108	75,391,051	108	67,466,006	108

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	2,554,847	4.1	3,092,728	4.5	3,525,088	4.7	3,525,088	5.0	2,611,685	3.4	3,098,338	4.4
General Revenue	4000010	2,768,161	4.4	2,768,079	4.0	3,378,058	4.5	2,761,952	3.9	3,473,407	4.5	2,687,588	3.8
Federal Revenue	4000020	21,293,771	33.8	24,886,627	36.4	24,937,387	33.1	24,937,387	35.6	24,969,948	32.6	24,969,948	35.7
Special Revenue	4000030	1,531,909	2.4	1,497,409	2.2	2,153,713	2.9	2,153,713	3.1	2,158,633	2.8	2,158,633	3.1
Merit Adjustment Fund	4000055	0	0.0	131,832	0.2	0	0.0	0	0.0	0	0.0	0	0.0
Educational Excellence Fund	4000220	12,484,911	19.8	12,984,814	19.0	12,984,814	17.2	13,780,021	19.6	12,984,814	17.0	14,479,161	20.7
Interest & Forfeitures	4000305	69,594	0.1	70,000	0.1	90,000	0.1	90,000	0.1	120,000	0.2	120,000	0.2
Transfer from DOE Public School	4000525	0	0.0	0	0.0	1,047,133	1.4	435,492	0.6	1,047,133	1.4	0	0.0
Workforce Ed Public School Fund	4000745	22,230,055	35.4	22,943,729	33.6	27,183,255	36.1	22,460,056	32.1	29,234,483	38.1	22,461,028	32.1
Total Funds		62,933,248	100.0	68,375,218	100.0	75,299,448	100.0	70,143,709	100.0	76,600,103	100.0	69,974,696	100.0
Excess Appropriation/(Funding)		(3,092,728)		(3,525,088)		(2,477,766)		(2,728,283)		(1,209,052)		(2,508,690)	
Grand Total		59,840,520		64,850,130		72,821,682		67,415,426		75,391,051		67,466,006	

For the FY2006 Executive recommendation, unfunded appropriation reduces the year-end fund balance shown.

Analysis of Budget Request

Appropriation / Program: 0590P01 - Workforce Education-Admin

Funding Sources: EGB-Workforce Education Fund Account; HUA-Miscellaneous Agencies Fund; FEV-Federal Funds; Other Funds

The Agency Administration Program provides for department administration and oversight, including financial and human resource management. The program determines agency priorities and develops plans to meet those priorities, and it provides financial oversight in the distribution of federal and state funding for vocational programs in secondary schools and for federal funding of adult/GED education.

The compliance and support staff for the Workforce Department's adult education and technical training programs are provided in the appropriation in Program 2 (Development Oversight). The Administration Program also provides cash appropriation for administration of various retirement plans available to Department of Workforce Education employees. Funding for the retirement appropriation comes in the form of employee deductions and matching for retirement and the agency then pays the employee premiums to the companies offering the retirement plans.

Under the Department's Strategic Plan, the agency met the performance indicators for the Administration Program for FY04, reporting an administration budget of 2.7% of the total agency budget, and reporting no repeat audit finding upon subsequent audits.

The Base Level is \$2,016,790 for FY06 and \$2,046,524 for FY07. Base Level for this program includes graduated salary increases of 3% to 1.5% each year over FY05 salary levels, along with related Personal Services Matching costs for 20 Base Level positions. This includes a \$600 minimum increase for employees earning \$20,000 or below. Included in Personal Services Matching is a \$40 increase in the monthly contribution for State employee's health insurance for a total State match of \$320 per month.

The agency is requesting the restoration of one authorized administrative position with general revenue funding for the salary and match in the amount of \$54,659 in FY06 and \$56,183 in FY07 as well as reclassification of one secretary II (K153) to a Printer I at no additional budget.

The Executive Recommendation provides for the restoration of one authorized position with no additional general revenue as well as the requested reclassification. Further, the Executive Recommends a reduction in Base Level appropriation for Travel-Conference Fees to \$10,000, a reduction of \$19,141, and Data Processing to \$163,450, a reduction of \$100,000. The Executive Recommendation provides for a total reduction of \$119,141 in General Revenue funding for FY06 and for FY07.

This Executive Recommendation is pending a review and subsequent recommendation to reorganize and merge the Department of Workforce Education as a new Division within the Department of Education.

Appropriation / Program Summary

Appropriation / Program: 0590P01 Agency Administration

Funding Sources: EGB-Workforce Education Fund Account; HUA-Miscellaneous Agencies Fund;
FEV-Federal Funds; Other Funds

Program Description	Program Goals	
The Agency Administration program determines agency priorities and develops plans to meet those priorities. The program also provides tactical and strategic oversight for agency operations.	1	Provide leadership and administrative support.

Objective Code	Name	Description
00HQ	Objective 1	Provide administrative and fiscal resources to support the agency.
HQ00	Objective 1	Provide administrative and fiscal resources to support the agency.

Performance Measures

Objective	Key Measures		Type	Description	2004 Target Authorized / Actual	2006 Target	2007 Target
	Exec	Leg					
1	X	X	Outcome	Number of prior year audit findings repeated in subsequent audits	0/No repeat findings	1 or less	0
1	X	X	Outcome	Percentage of agency staff in the administration program compared to the total agency positions	25%/22.11%	25%	25%
1	X	X	Outcome	Percentage of agency budget in the administration program compared to the total agency budget	3.50%/2.70%	3.5%	3.5%
1			Outcome	Number of days to enter all year-end closing entries into AASIS required for CAFR Report.		63 days	63 days
1			Outcome	Number of security and privacy policies promulgated by the State Executive Chief Information Officer implemented in required timeframe.		4	4

Appropriation / Program Summary

Appropriation / Program: 0590P01 Workforce Education-Admin

Authorized Program Amount **2,190,644**

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2003-2004	2004-2005	2005-2006			2006-2007		
		Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	820,002	837,347	869,825	911,466	911,466	894,248	937,138	937,138
#Positions		20	20	20	21	21	20	21	21
Extra Help	5010001	364	8,923	8,923	8,923	8,923	8,923	8,923	8,923
#Extra Help		1	52	52	52	52	52	52	52
Personal Services Matching	5010003	258,838	337,106	376,817	389,835	389,835	382,128	395,421	395,421
Operating Expenses	5020002	407,176	468,634	468,634	468,634	468,634	468,634	468,634	468,634
Travel-Conference Fees	5050009	10,312	29,141	29,141	29,141	10,000	29,141	29,141	10,000
Professional Fees and Services	5060010	4,873	0	0	0	0	0	0	0
Data Processing	5090012	114,925	263,450	263,450	263,450	163,450	263,450	263,450	163,450
Total		1,616,490	1,944,601	2,016,790	2,071,449	1,952,308	2,046,524	2,102,707	1,983,566

Funding Sources									
Fund Balance	4000005	202,921	228,943	176,421	176,421	176,421	143,899	143,899	89,240
General Revenue	4000010	1,566,980	1,645,202	1,833,429	1,888,088	1,714,288	1,863,163	1,919,346	1,744,022
Federal Revenue	4000020	5,938	60,837	60,839	60,839	60,839	60,839	60,839	60,839
Merit Adjustment Fund	4000055	0	116,040	0	0	0	0	0	0
Interest & Forfeitures	4000305	69,594	70,000	90,000	90,000	90,000	120,000	120,000	120,000
Total Funding		1,845,433	2,121,022	2,160,689	2,215,348	2,041,548	2,187,901	2,244,084	2,014,101
Excess Appro/(Funding)		(228,943)	(176,421)	(143,899)	(143,899)	(89,240)	(141,377)	(141,377)	(30,535)
Grand Total		1,616,490	1,944,601	2,016,790	2,071,449	1,952,308	2,046,524	2,102,707	1,983,566

Objective Summary

Objective: 00HQ Workforce Education-Admin-Objective 1-Treasury

Description: Provide administrative and fiscal resources to support the agency.

Commitment Item	Historical Data		Agency Request and Executive Recommendation					
	2003-2004 Actual	2004-2005 Budget	2005-2006			2006-2007		
			Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	820,002	837,347	869,825	911,466	911,466	894,248	937,138	937,138
#Positions	20	20	20	21	21	20	21	21
Extra Help 5010001	364	8,923	8,923	8,923	8,923	8,923	8,923	8,923
#Extra Help	1	52	52	52	52	52	52	52
Personal Services Matching 5010003	217,183	226,884	266,595	279,613	279,613	271,906	285,199	285,199
Operating Expenses 5020002	405,259	456,334	456,334	456,334	456,334	456,334	456,334	456,334
Travel-Conference Fees 5050009	10,312	29,141	29,141	29,141	10,000	29,141	29,141	10,000
Professional Fees and Services 5060010	4,873	0	0	0	0	0	0	0
Data Processing 5090012	114,925	263,450	263,450	263,450	163,450	263,450	263,450	163,450
Objective Total	1,572,918	1,822,079	1,894,268	1,948,927	1,829,786	1,924,002	1,980,185	1,861,044

Objective Summary

Objective: HQ00 Workforce Education-Admin-Objective 1-Cash

Description: Provide administrative and fiscal resources to support the agency.

Commitment Item	Historical Data		Agency Request and Executive Recommendation						
	2003-2004	2004-2005	2005-2006			2006-2007			
	Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive	
Personal Services Matching 5010003	41,655	110,222	110,222	110,222	110,222	110,222	110,222	110,222	110,222
Operating Expenses 5020002	1,917	12,300	12,300	12,300	12,300	12,300	12,300	12,300	12,300
Objective Total	43,572	122,522	122,522	122,522	122,522	122,522	122,522	122,522	122,522

Analysis of Budget Request

Appropriation / Program: 0590P02 - Dev Oversight & Support Srvs

Funding Sources: EGB-Workforce Education Fund Account; Federal Funds; Trust Funds; JWE-Public School Fund

The State Workforce Development Oversight and Support Services Program ensures that workforce education programs are initiated, supported, operated, and monitored in compliance with applicable federal and state laws, regulations, and policies. This Development and Oversight Program administers to both:

- career and technical education, and,
- basic and general adult education

The program provides technical assistance to and monitoring of educational and training providers for compliance with applicable federal and state laws, regulations, and policies based upon data collection and onsite review. These providers include all public school systems and most post secondary two-year institutions.

Federal funding is received from the U.S. Department of Education through the following program sources: Carl D. Perkins Vocational & Applied Technology Education Act - Basic Grant; the Carl D. Perkins Applied Technology Education Act - Tech Prep Education; and the Adult Education and Family Literacy Act.

Additionally, this Program provides the Governor's Dislocated Worker Task Force rapid response services for dislocated workers. The Task Force provides federal funding received from the Jobs Training Act - Dislocated Workers, through the State Employment Security Division to dislocated workers for services such as evaluation, testing, identification of skills, and actual training needed for job placement. And, as the Arkansas Approving Agency, the Oversight and Support Services Program also ensures eligible veterans access to educational benefits by assisting schools, training providers, and eligible veterans to ensure compliance with federal law. Federal funds are received from the Veterans Administration.

With the exception of the Grants and Aid for the adult and youth Apprenticeship Programs appropriated in this Program, program 2, all other grants of the Department are provided for in the appropriations for Adult Education, program 4, and for Career and Technical Education, program 5. In addition to General Revenue, Educational Excellence funds are used to provide support for the Apprenticeship program. The source of trust funds for construction industry craft training is collected from special revenues received from a \$.50 per \$1,000 surcharge on building permits. The grants for this training are provided in Program 5.

Under the Department's Strategic Plan, the agency met the performance indicators for the State Workforce Development Oversight Program for FY04, reporting a 100% rate in completion of the state and federal compliance/technical assistance reports for both the adult education programs and for the career and tech education (secondary) programs. Similarly, 100% of the eligible dislocated workers seeking assistance from the Dislocated Worker Task Force received information and services;

and, 100% of veterans' training and educational programs were reviewed and approved by the appropriate staff (the unit designated as Veteran's Approval Agency).

The Base Level is for a total appropriation of \$6,376,537 for FY06 and \$6,468,851 for FY07. Base Level for this program includes graduated salary increases of 3% to 1.5% each year over FY05 salary levels, along with related Personal Services Matching costs for 63 Base Level positions. This includes a \$600 minimum increase for employees earning \$20,000 or below. Included in Personal Services Matching is a \$40 increase in the monthly contribution for State employee's health insurance for a total State match of \$320 per month.

The agency requests restoration of 8 authorized positions for a total of \$370,055 and \$380,052 in FY06 and FY07. The agency requests General Revenue funding in the amount of \$236,236 and \$242,936 respectively, to enable funding for 6 of these 8 positions. All six positions are public school advisors who perform mandated school reviews and inspections. Reclassification of Veterans Program Advisor to a Public School Program Advisor at no additional cost is requested.

The Executive Recommendation provides for the restoration of 8 authorized positions with no additional general revenue funding. Further, the Executive Recommendation provides for a reduction of \$21,604 in Travel - Conference Fees appropriation and in General Revenue funding.

This Executive Recommendation is pending a review and subsequent recommendation to reorganize and merge the Department of Workforce Education as a new Division within the Department of Education.

Appropriation / Program Summary

Appropriation / Program: 0590P02 State Workforce Development Oversight and Support Services

Funding Sources: EGB-Workforce Education Fund Account; Federal Funds; Trust Funds; JWE-Public School Fund

Program Description	Program Goals	
The State Workforce Development Oversight and Support Services program provides tactical and strategic oversight of and support services to workforce development programs.	1	Establish and maintain a system to enable local providers to operate efficiently, effectively, and economically.

Objective Code	Name	Description
05HQ	Objective 1	Ensure that career and technical education programs are initiated, supported, operated, and monitored in compliance with applicable federal and state laws, regulations, and policies.
06HQ	Objective 2	Ensure that adult education programs are initiated, supported, operated, and monitored in compliance with applicable federal and state laws, regulations, and policies.
07HQ	Objective 3	Provide Governor's Dislocated Worker Task Force rapid response services for dislocated workers.
08HQ	Objective 4	Ensure eligible veterans access to educational benefits.

Performance Measures

Objective	Key Measures		Type	Description	2004 Target Authorized / Actual	2006 Target	2007 Target
	Exec	Leg					
1	X	X	Output	Percentage of state and federal compliance and technical assistance reports for secondary career and technical education programs reviewed by staff	100%/100%	100%	100%
1			Output	Percentage career and technical education instructors receiving staff development/in-service training	40%/51%	41.5%	42%
1			Output	Number of career and technical education providers receiving onsite reviews	20% of LEAs/20%	20% of LEAs	20% of LEAs
2	X	X	Output	Percentage of state and federal compliance reports and technical assistance reports for adult education programs reviewed by staff	100%/100%	100%	100%
2			Output	Percentage of adult education instructors receiving staff development/in-service training	40%/80%	41.5%	42%
2			Output	Percentage of adult education providers receiving onsite reviews	60%/60%	60%	60%

Appropriation / Program Summary

Appropriation / Program: 0590P02 State Workforce Development Oversight and Support Services

Funding Sources: EGB-Workforce Education Fund Account; Federal Funds; Trust Funds; JWE-Public School Fund

Performance Measures

Objective	Key Measures		Type	Description	2004 Target Authorized / Actual	2006 Target	2007 Target
	Exec	Leg					
3			Outcome	Percentage of eligible dislocated workers seeking assistance who receive information and services	100%/100%	100%	100%
4	X	X	Outcome	Number of veterans' training and education programs reviewed by staff for approval	80-100%/100%	80-100%	80-100%

Appropriation / Program Summary

Appropriation / Program: 0590P02 Dev Oversight & Support Svcs

Authorized Program Amount **6,801,930**

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2003-2004	2004-2005	2005-2006			2006-2007		
		Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	2,370,518	2,519,534	2,593,423	2,871,475	2,871,475	2,669,113	2,955,357	2,955,357
#Positions		64	63	63	71	71	63	71	71
Extra Help	5010001	38,442	62,400	62,400	62,400	62,400	62,400	62,400	62,400
#Extra Help		4	23	23	23	23	23	23	23
Personal Services Matching	5010003	659,761	719,236	818,507	910,510	910,510	835,131	928,939	928,939
Operating Expenses	5020002	541,371	723,003	723,003	723,003	723,003	723,003	723,003	723,003
Travel-Conference Fees	5050009	61,789	81,604	81,604	81,604	60,000	81,604	81,604	60,000
Professional Fees and Services	5060010	13,752	147,600	147,600	147,600	147,600	147,600	147,600	147,600
Grants and Aid	5100004	1,966,843	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000
Capital Outlay	5120011	8,203	0	0	0	0	0	0	0
Total		5,660,679	6,203,377	6,376,537	6,746,592	6,724,988	6,468,851	6,848,903	6,827,299

Funding Sources									
General Revenue	4000010	1,193,931	1,113,877	1,243,834	1,479,970	1,038,664	1,301,125	1,544,061	934,566
Federal Revenue	4000020	1,455,912	1,917,742	1,968,500	1,968,500	1,968,500	2,001,061	2,001,061	2,001,061
Special Revenue	4000030	51,284	65,988	73,016	73,016	73,016	74,506	74,506	74,506
Merit Adjustment Fund	4000055	0	15,792	0	0	0	0	0	0
Educational Excellence Fund	4000220	2,882,016	2,997,413	2,997,413	2,997,413	3,180,979	2,997,413	2,997,413	3,342,368
Workforce Ed Public School Fund	4000745	77,536	92,565	93,774	93,774	93,774	94,746	94,746	94,746
Total Funding		5,660,679	6,203,377	6,376,537	6,612,673	6,354,933	6,468,851	6,711,787	6,447,247
Excess Appro/(Funding)		0	0	0	133,919	370,055	0	137,116	380,052
Grand Total		5,660,679	6,203,377	6,376,537	6,746,592	6,724,988	6,468,851	6,848,903	6,827,299

Objective Summary

Objective: 05HQ Dev Oversight & Support Srvs-Objective 1-Treasury

Description: Ensure that career and technical education programs are initiated, supported, operated, and monitored in compliance with applicable federal and state laws, regulations, and policies.

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2003-2004	2004-2005	2005-2006			2006-2007		
		Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	1,523,852	1,659,758	1,708,734	1,986,786	1,986,786	1,758,922	2,045,166	2,045,166
#Positions		44	43	43	51	51	43	51	51
Personal Services Matching	5010003	437,241	464,720	541,716	633,719	633,719	552,747	646,555	646,555
Operating Expenses	5020002	387,508	361,095	361,095	361,095	361,095	361,095	361,095	361,095
Travel-Conference Fees	5050009	48,963	54,295	54,295	54,295	32,691	54,295	54,295	32,691
Professional Fees and Services	5060010	13,752	138,000	138,000	138,000	138,000	138,000	138,000	138,000
Grants and Aid	5100004	1,966,843	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000
Objective Total		4,378,159	4,627,868	4,753,840	5,123,895	5,102,291	4,815,059	5,195,111	5,173,507

Objective Summary

Objective: 06HQ Dev Oversight & Support Srvs-Objective 2-Treasury

Description: Ensure that adult education programs are initiated, supported, operated, and monitored in compliance with applicable federal and state laws, regulations, and policies.

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2003-2004	2004-2005	2005-2006			2006-2007		
	Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	539,473	547,285	562,911	562,911	562,911	578,883	578,883	578,883
#Positions	12	12	12	12	12	12	12	12
Personal Services Matching 5010003	130,378	161,162	170,134	170,134	170,134	173,627	173,627	173,627
Operating Expenses 5020002	54,072	172,537	172,537	172,537	172,537	172,537	172,537	172,537
Travel-Conference Fees 5050009	7,243	19,765	19,765	19,765	19,765	19,765	19,765	19,765
Professional Fees and Services 5060010	0	9,000	9,000	9,000	9,000	9,000	9,000	9,000
Grants and Aid 5100004	0	0	0	0	0	0	0	0
Objective Total	731,166	909,749	934,347	934,347	934,347	953,812	953,812	953,812

Objective Summary

Objective: 07HQ Dev Oversight & Support Srvs-Objective 3-Treasury

Description: Provide Governor's Dislocated Worker Task Force rapid response services for dislocated workers.

Commitment Item	Historical Data		Agency Request and Executive Recommendation					
	2003-2004 Actual	2004-2005 Budget	2005-2006			2006-2007		
			Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	194,112	196,380	202,267	202,267	202,267	208,314	208,314	208,314
#Positions	5	5	5	5	5	5	5	5
Extra Help 5010001	38,442	62,400	62,400	62,400	62,400	62,400	62,400	62,400
#Extra Help	4	23	23	23	23	23	23	23
Personal Services Matching 5010003	63,759	65,142	68,796	68,796	68,796	70,129	70,129	70,129
Operating Expenses 5020002	84,396	161,825	161,825	161,825	161,825	161,825	161,825	161,825
Travel-Conference Fees 5050009	85	1,921	1,921	1,921	1,921	1,921	1,921	1,921
Capital Outlay 5120011	8,203	0	0	0	0	0	0	0
Objective Total	388,997	487,668	497,209	497,209	497,209	504,589	504,589	504,589

Objective Summary

Objective: 08HQ Dev Oversight & Support Srvs-Objective 4-Treasury

Description: Ensure eligible veterans access to educational benefits.

Commitment Item	Historical Data		Agency Request and Executive Recommendation					
	2003-2004	2004-2005	2005-2006			2006-2007		
	Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	113,081	116,111	119,511	119,511	119,511	122,994	122,994	122,994
#Positions	3	3	3	3	3	3	3	3
Personal Services Matching 5010003	28,383	28,212	37,861	37,861	37,861	38,628	38,628	38,628
Operating Expenses 5020002	15,395	27,546	27,546	27,546	27,546	27,546	27,546	27,546
Travel-Conference Fees 5050009	5,498	5,623	5,623	5,623	5,623	5,623	5,623	5,623
Professional Fees and Services 5060010	0	600	600	600	600	600	600	600
Objective Total	162,357	178,092	191,141	191,141	191,141	195,391	195,391	195,391

Analysis of Budget Request

Appropriation / Program: 0590P03 - Federal Surplus Property Admin

Funding Sources: Other Funds

The Federal Surplus Property Program acts as a broker in securing excess property from the federal government. This property is then made available to state, county, and local governmental units as well as certain eligible institutions such as schools and hospitals. Operating funds are derived from fees charged for services, which consist of the actual transportation fees and handling charges.

The Federal Surplus Property Program receives federal personal property from the Department of Defense and other federal agencies. Property acquired can and does include office supplies to heavy equipment and vehicles which in turn is donated to Arkansas state, county, and city governments, schools, colleges and universities, police, sheriff and fire departments, qualifying charitable organizations, etc. The agency notes that this Program often provides property that could not be otherwise purchased due to budget restraints, and thus allows much needed services to be provided throughout Arkansas. All funds expended are from handling charges paid by the donee organizations under guidelines of the United States General Services Administration.

Under the Department's Strategic Plan, the agency far exceeded its targeted performance indicator for the Federal Surplus Property Program for FY04. In increasing the acquisition value of property acquired under the program by over 50% from the year before, the value of property acquired increased from \$7.6 million to \$11.7 million.

Base Level for this program is \$1,056,465 in FY06 and \$1,070,263 for FY07. Base Level includes graduated salary increases of 3% to 1.5% each year over FY05 salary levels, along with related Personal Services Matching costs for 12 Base Level positions. This includes a \$600 minimum increase for employees earning \$20,000 or below. Included in Personal Services Matching is a \$40 increase in the monthly contribution for State employee's health insurance for a total State match of \$320 per month.

The Agency Request is for additional appropriation for all line items and for the restoration of four authorized positions. The personnel and Operations and Capital Outlay increases are tied to the agency's continuing effort to maximize the benefits of this program. Additional appropriation will allow for the increasing operating costs of the program for such expenses as fuel and maintenance and replacement of vehicles used in the property acquisition process. All funds expended are from handling charges.

The Executive Recommendation is to provide for the Agency Request. This Executive Recommendation is pending a review and subsequent recommendation to reorganize and merge the Department of Workforce Education as a new Division within the Department of Education.

Appropriation / Program Summary

Appropriation / Program: 0590P03

Federal Surplus Property Agency

Funding Sources: Other Funds

Program Description	Program Goals	
The Federal Surplus Property Agency acquires surplus property from the federal government and donates the property to eligible Arkansas recipients.	1	Ensure that eligible Arkansas recipients are provided access to federal surplus property.

Objective Code	Name	Description
15HQ	Objective 1	Coordinate the acquisition and distribution of federal surplus property.

Performance Measures

Objective	Key Measures		Type	Description	2004 Target Authorized / Actual	2006 Target	2007 Target
	Exec	Leg					
1	X	X	Outcome	Increase in the acquisition value of property donated	+2% over previous year/53.32%	+ 2%/year increase over base year (\$8,081,000 total w/increase)	+ 2%/year increase over base year (\$8,242,000 total w/increase)

Appropriation / Program Summary

Appropriation / Program: 0590P03 Federal Surplus Property Admin

Authorized Program Amount **1,130,240**

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2003-2004	2004-2005	2005-2006			2006-2007		
		Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	347,154	370,605	381,602	467,834	467,834	392,908	481,772	481,772
#Positions		13	12	12	16	16	12	16	16
Extra Help	5010001	172	12,000	12,000	12,000	12,000	12,000	12,000	12,000
#Extra Help		1	4	4	4	4	4	4	4
Personal Services Matching	5010003	114,110	119,307	133,354	169,923	169,923	135,846	172,996	172,996
Overtime	5010006	9,999	10,000	10,000	20,000	20,000	10,000	20,000	20,000
Operating Expenses	5020002	490,078	499,246	499,246	1,140,246	1,140,246	499,246	1,140,246	1,140,246
Travel-Conference Fees	5050009	10,195	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Professional Fees and Services	5060010	6,153	5,263	5,263	45,263	45,263	5,263	5,263	5,263
Capital Outlay	5120011	0	0	0	150,000	150,000	0	90,000	90,000
Total		977,861	1,031,421	1,056,465	2,020,266	2,020,266	1,070,263	1,937,277	1,937,277

Funding Sources									
Fund Balance	4000005	474,591	527,033	527,033	527,033	527,033	527,033	187,464	187,464
Special Revenue	4000030	1,030,303	1,031,421	1,056,465	1,680,697	1,680,697	1,070,263	1,684,127	1,684,127
Total Funding		1,504,894	1,558,454	1,583,498	2,207,730	2,207,730	1,597,296	1,871,591	1,871,591
Excess Appro/(Funding)		(527,033)	(527,033)	(527,033)	(187,464)	(187,464)	(527,033)	65,686	65,686
Grand Total		977,861	1,031,421	1,056,465	2,020,266	2,020,266	1,070,263	1,937,277	1,937,277

Objective Summary

Objective: 15HQ Federal Surplus Property Admin-Objective 1-Treasury

Description: Coordinate the acquisition and distribution of federal surplus property.

Commitment Item	Historical Data		Agency Request and Executive Recommendation					
	2003-2004	2004-2005	2005-2006			2006-2007		
	Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	347,154	370,605	381,602	467,834	467,834	392,908	481,772	481,772
#Positions	13	12	12	16	16	12	16	16
Extra Help 5010001	172	12,000	12,000	12,000	12,000	12,000	12,000	12,000
#Extra Help	1	4	4	4	4	4	4	4
Personal Services Matching 5010003	114,110	119,307	133,354	169,923	169,923	135,846	172,996	172,996
Overtime 5010006	9,999	10,000	10,000	20,000	20,000	10,000	20,000	20,000
Operating Expenses 5020002	490,078	499,246	499,246	1,140,246	1,140,246	499,246	1,140,246	1,140,246
Travel-Conference Fees 5050009	10,195	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Professional Fees and Services 5060010	6,153	5,263	5,263	45,263	45,263	5,263	5,263	5,263
Capital Outlay 5120011	0	0	0	150,000	150,000	0	90,000	90,000
Objective Total	977,861	1,031,421	1,056,465	2,020,266	2,020,266	1,070,263	1,937,277	1,937,277

Analysis of Budget Request

Appropriation / Program: 0590P04 - Adult Education Grants

Funding Sources: JWE-Public School Fund; Federal Funds

The Adult Education Grant Program provides the grants for adult education under the Workforce Education Public School Fund. The Department distributes these grant resources to 54 adult education centers located throughout the State serving all counties. These centers receive base funding from the State and are awarded federal funding on a competitive basis for their programs.

Programs are provided for adults to obtain a high school education, to improve basic skills for 0-8 grade levels, and provide instruction for non-speaking English adults. These providers for instructional services must meet all applicable federal and state laws, regulations, and policies administered by the Department. Also, grants are made available to local literacy councils to provide tutorial services and to the Arkansas Adult Education Learning Resource Center to conduct research and provide staff development for the State's adult education instructional staff. Additionally, correctional institutions also receive awards to provide services so that the prison population may receive skills training and/or the GED.

This federal funding for this program is received from the U.S. Department of Education - Basic State Grant which is matched by Workforce Education Public School funds received by the Department.

The Department has developed additional measures under its Strategic Plan to manage and to report on the progress of the Adult Education Grants Program for FY05 and the upcoming biennium. For the prior year measures, and pending completion of data collection on one measure, in FY04 the agency achieved its targets for the performance indicators. For example, the agency served 11% of adults with less than a high school diploma (on a target of 9%). The agency's report on another measure, the percentage of eligible adults serviced by local literacy councils, currently shows results below target pending completion of data. The agency projects that it did meet this target, that of servicing the population of adults functioning below the 8.9 grade level at a rate equal to or greater than the national average.

The Base Level for Adult Basic and General Education is \$26,583,048 of which \$8,008,048 is estimated federal funding. The Public School Funding of \$18,575,000 consists of General Revenue and the Educational Excellence Fund. \$300,000 of the appropriation from Public School Funding is distributed for short term adult skills training.

The Change Level request for the Adult Education Program is to provide for an increase of \$1,141,312 in FY06 and \$1,609,845 in FY07 from the Public School Fund for adult education programs and to offset impact of Lakeview legislation.

The Executive Recommendation provides for Base Level. This Executive Recommendation is pending a review and subsequent recommendation to reorganize and merge the Department of Workforce Education as a new Division within the Department of Education.

Appropriation / Program Summary

Appropriation / Program: 0590P04 Adult Education Grants

Funding Sources: JWE-Public School Fund; Federal Funds

Program Description	Program Goals	
The Adult Education Grants program provides resources through federal and state grants to enable the local adult education programs to provide adult instructional services to the target populations.	1	Ensure that all adult education programs are provided resources to operate efficiently, effectively, and economically.

Objective Code	Name	Description
20HQ	Objective 1	Distribute resources to adult education providers according to applicable federal and state laws, regulations, and policies.

Performance Measures

Objective	Key Measures		Type	Description	2004 Target Authorized / Actual	2006 Target	2007 Target
	Exec	Leg					
1			Output	Percentage of adult education providers receiving staff development training: Administrators	100%/100%	100%	100%
1			Output	Percentage of adult education providers receiving staff development training: Instructors	40%/65%	40%	40%
1			Outcome	Percentage of adults (over age 18) with less than a high school diploma served by programs funded through the adult education grant program	8%/11%	9.5%	10%
1	X	X	Outcome	Percentage of eligible adults (functioning below the 8.9 grade level) served by local literacy councils at a rate equal to or greater than the national average	6%/5.10%	6%	6%
1	X	X	Outcome	Percentage of adults enrolled in adult education programs who demonstrated improvements in literacy skill levels in reading, writing, and speaking the English language		1% over previous year	1% over previous year
1	X	X	Outcome	Percentage of adult learners who exited the program who were placed in postsecondary education, training, unsubsidized employment, or career development		1% over previous year	1% over previous year

Appropriation / Program Summary

Appropriation / Program: 0590P04 Adult Education Grants

Funding Sources: JWE-Public School Fund; Federal Funds

Performance Measures

Objective	Key Measures		Type	Description	2004 Target Authorized / Actual	2006 Target	2007 Target
	Exec	Leg					
1	X	X	Outcome	Percentage of adult learners with a high school completion goal who exited the program and earned a high school diploma or equivalent		1% over previous year	1% over previous year

Appropriation / Program Summary

Appropriation / Program: 0590P04 Adult Education Grants
Authorized Program Amount 27,261,308

Commitment Item	Historical Data			Agency Request and Executive Recommendation					
	2003-2004	2004-2005	2005-2006			2006-2007			
	Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive	
Grants and Aid 5100004	24,894,144	26,583,048	26,583,048	27,724,360	26,583,048	26,583,048	28,192,893	26,583,048	
Total	24,894,144	26,583,048	26,583,048	27,724,360	26,583,048	26,583,048	28,192,893	26,583,048	

Funding Sources									
Fund Balance 4000005	1,335,510	1,371,080	1,855,962	1,855,962	1,855,962	1,855,962	1,314,650	1,855,962	
Federal Revenue 4000020	7,028,919	8,008,048	8,008,048	8,008,048	8,008,048	8,008,048	8,008,048	8,008,048	
Educational Excellence Fund 4000220	9,602,895	9,987,401	9,987,401	9,987,401	9,987,401	9,987,401	9,987,401	9,987,401	
Workforce Ed Public School Fund 4000745	8,297,900	9,072,481	8,587,599	9,187,599	8,587,599	8,587,599	9,187,599	8,587,599	
Total Funding	26,265,224	28,439,010	28,439,010	29,039,010	28,439,010	28,439,010	28,497,698	28,439,010	
Excess Appro/(Funding)	(1,371,080)	(1,855,962)	(1,855,962)	(1,314,650)	(1,855,962)	(1,855,962)	(304,805)	(1,855,962)	
Grand Total	24,894,144	26,583,048	26,583,048	27,724,360	26,583,048	26,583,048	28,192,893	26,583,048	

Objective Summary

Objective: 20HQ Adult Education Grants-Objective 1-Treasury

Description: Distribute resources to adult education providers according to applicable federal and state laws, regulations, and policies.

Commitment Item	Historical Data		Agency Request and Executive Recommendation					
	2003-2004	2004-2005	2005-2006			2006-2007		
	Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid 5100004	24,894,144	26,583,048	26,583,048	27,724,360	26,583,048	26,583,048	28,192,893	26,583,048
Objective Total	24,894,144	26,583,048	26,583,048	27,724,360	26,583,048	26,583,048	28,192,893	26,583,048

Analysis of Budget Request

Appropriation / Program: 0590P05 - Career & Technical Educ Grants

Funding Sources: JWE-Public School Fund; Federal Funds; Trust Funds;
EGB-Workforce Education Fund Account

The Career and Technical Education Grants Program, primarily funded by federal funds and the Workforce Education Public School Funds, provides resources for technical instruction and services at the secondary, postsecondary, and adult levels. The Department distributes these grant resources to education providers for instructional services according to applicable federal and state laws, regulations, and policies. The distributions by the Department of Workforce Education to vocational centers throughout the State are from the Workforce Education Public School Fund. Additionally, Federal funding provided by the Carl D. Perkins Vocational & Technology Education Act- Basic Grant and the Carl D. Perkins Applied Technology Education Act-Tech Prep Education is awarded to secondary and post secondary schools. The grant budget and request for adult and youth apprenticeship programs is provided for within this agency's Program 1 (Administration) and not in this appropriation.

In addition, this appropriation includes training under the State's Construction Industry Craft Training Program funded with Special Revenues gained from a \$.50 per \$1,000 surcharge on building permits. Grants are made for instructor training, curriculum, and equipment purchases to improve apprenticeship training programs. Base level appropriation and special revenue funding for this activity is \$400,000 each fiscal year.

Further, this Program appropriation provides for the awards for the High Technology Scholarship Program to Arkansas students attending Arkansas' educational institutions. Scholarships are given in the amount of \$250 per student per semester for certain high skill/high employment needed areas of technology. This appropriation is funded with General Revenue. The Base Level budget provides for \$9,000 in scholarships each year of the biennium.

The Department has developed additional measures under its Strategic Plan related to this Vocational Grants Program for FY05 and the upcoming biennium. With respect to the prior measures, in FY04 the Department reports that 140,425 students were served through the career and technical programs; and, the agency also met its target for support for new program start-up and equipment replacement provided to local programs.

The Base Level for vocational training is funded in part by federal revenue estimated to be \$14,900,000. In addition, \$13,778,683 of Base Level funding is from the Public School Fund and \$9,000 from General Revenue and \$400,000 from Special Revenue. Within the Public School Funding is the continued Base Level of \$10,289,250 for Vocational Centers, \$2,370,000 for vocational center start-up, and \$1,119,433 for Coordinated Career Education Services, which provides funding for vocational counselors and workforce coordinator positions through the Educational Service Centers to assist local school districts with their vocational programs and to purchase adaptive equipment for special needs students in these vocational school programs.

The Student Loan Forgiveness Program of the Department is a general improvement appropriation

which was provided funding by the 2nd Extraordinary Session of the 2003 General Assembly. The agency's appropriation request is discussed under Change Level below.

The Agency Change Level request contains several elements:

Vocational Centers: \$2,723,199 in FY06 and \$4,773,445 in FY07 is requested to meet anticipated enrollment increases combined with the anticipated start of one new area vocational center each fiscal year, and a provision of 10% increased funding each year for the centers. This is a Public School Fund request.

Student Loan Forgiveness: \$1,400,000 for each fiscal year is requested from the Public School Fund. The current appropriation and funding for this program is provided by the General Improvement Fund.

Scholarships under A.C.A. 6-82-407: An additional \$1,000 each year to award four additional scholarships; this would bring the total number of scholarships to twenty. This is a General Revenue request.

Transfer: \$1,047,133 of Public School Funding and appropriation is requested for purposes of retirement and insurance matching for employees of vocational centers. This is a transfer from the Department of Education, and represents the same level of funding for this activity as provided in the 2003-2005 biennium.

The Executive Recommendation provides for Base Level and for the transfer of the appropriation for retirement matching and insurance matching for employees of vocational centers. Further, the Executive recommends funding the Student Loan Forgiveness program from the Revenue Allotment Reserve Fund.

This Executive Recommendation is pending a review and subsequent recommendation to reorganize and merge the Department of Workforce Education as a new Division within the Department of Education.

Appropriation / Program Summary

Appropriation / Program: 0590P05

Career and Technical Education Grants

Funding Sources:

JWE-Public School Fund; Federal Funds; Trust Funds; EGB-Workforce Education Fund Account

Program Description	Program Goals	
The Career and Technical Education Grants program provides resources for activities designed to provide technical instruction and services at the secondary, postsecondary, and adult levels.	1	Ensure that all career and technical education programs are provided resources to operate effectively, efficiently, and economically.

Objective Code	Name	Description
25HQ		Distribute resources to career and technical education providers according to applicable federal and state laws, regulations, and policies.

Performance Measures

Objective	Key Measures		Type	Description	2004 Target Authorized / Actual	2006 Target	2007 Target
	Exec	Leg					
1			Output	Number of students served through the career and technical education grant program: secondary programs, postsecondary programs, adult apprenticeship programs, youth apprenticeship programs, Tech-Prep programs	133,874/ 140,425	+1% of base year (2002)	+1.5% of base year (2002)
1			Effort	Percentage of support for new program start-up and equipment replacement provided to local programs through the career and technical education grant program	90% of equipment cost for 65% of programs/89% of equipment cost for 76.8% of programs	90% of equipment cost for 65% of programs	90% of equipment cost for 70% of programs
1			Outcome	Number of career and technical education (CTE) concentrators scoring over the 50th percentile on the SAT9		+1% of base year (2004)	+1.5% of base year (2004)
1	X	X	Outcome	Average score of all CTE concentrators on end-of-course exams		+1% of base year (2004)	+1.5% of base year (2004)
1			Outcome	Number of CTE concentrators completing programs of study		+1% of base year (2004)	+1.5% of base year (2004)
1	X	X	Outcome	Number of CTE concentrators placed in postsecondary education, workforce, military		+1% of base year (2004)	+1.5% of base year (2004)

Appropriation / Program Summary

Appropriation / Program: 0590P05 Career & Technical Educ Grants

Authorized Program Amount **29,087,683**

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2003-2004	2004-2005	2005-2006			2006-2007		
		Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid	5100004	26,684,096	29,078,683	29,078,683	34,249,015	30,125,816	29,078,683	36,299,271	30,125,816
Scholarships	5100030	7,250	9,000	9,000	10,000	9,000	9,000	10,000	9,000
Total		26,691,346	29,087,683	29,087,683	34,259,015	30,134,816	29,087,683	36,309,271	30,134,816

Funding Sources									
Fund Balance	4000005	541,825	965,672	965,672	965,672	965,672	965,672	965,672	965,672
General Revenue	4000010	7,250	9,000	9,000	10,000	9,000	9,000	10,000	9,000
Federal Revenue	4000020	12,803,002	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000
Special Revenue	4000030	450,322	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Educational Excellence Fund	4000220	0	0	0	0	611,641	0	0	1,149,392
Transfer from DOE Public School Fund	4000525	0	0	0	1,047,133	435,492	0	1,047,133	0
Workforce Ed Public School Fund	4000745	13,854,619	13,778,683	13,778,683	17,901,882	13,778,683	13,778,683	19,952,138	13,778,683
Total Funding		27,657,018	30,053,355	30,053,355	35,224,687	31,100,488	30,053,355	37,274,943	31,202,747
Excess Appro/(Funding)		(965,672)	(965,672)	(965,672)	(965,672)	(965,672)	(965,672)	(965,672)	(1,067,931)
Grand Total		26,691,346	29,087,683	29,087,683	34,259,015	30,134,816	29,087,683	36,309,271	30,134,816

Objective Summary

Objective: 25HQ Career & Technical Educ Grants-Objective 1-Treasury

Description: Distribute resources to career and technical education providers according to applicable federal and state laws, regulations, and policies.

Commitment Item	Historical Data		Agency Request and Executive Recommendation					
	2003-2004	2004-2005	2005-2006			2006-2007		
	Actual	Budget	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid 5100004	26,684,096	29,078,683	29,078,683	34,249,015	30,125,816	29,078,683	36,299,271	30,125,816
Scholarships 5100030	7,250	9,000	9,000	10,000	9,000	9,000	10,000	9,000
Objective Total	26,691,346	29,087,683	29,087,683	34,259,015	30,134,816	29,087,683	36,309,271	30,134,816