

**WASHINGTON STATE
WORKFORCE TRAINING AND EDUCATION COORDINATING BOARD
MEETING NO. 148
JUNE 24, 2010**

**CARL D. PERKINS CAREER AND TECHNICAL EDUCATION ACT
FUNDING FORMULA**

In 2008, the Workforce Board adopted the Washington State Five-Year Plan for the Carl Perkins Act. The plan identified how Washington will allocate federal funds for both the Basic Grant and the Tech Prep programs during the five-year period. This document provides additional details on the allocation of these federal funds within the state for the program year beginning July 1, 2010 and ending June 30, 2011 (PY 2010).

The Workforce Training and Education Coordinating Board is statutorily designated as the State Board of Career and Technical Education (RCW 28C.18.050) and is responsible for the receipt and distribution of federal funds for career and technical and workforce education. Each year the Workforce Board adopts the federal funds distribution matrix that identifies the purposes and amounts available to implement the Carl D. Perkins Career and Technical Education Act.

The Act contains four categories of funding:

- Basic grants for local school and community and technical college district programs and services.
- State leadership activities, including nontraditional training and employment preparation and services to individuals in state institutions.
- Administration.
- Tech Prep education.

There are mandated and permissive uses of the funds.

The FY 2010 Consolidated Appropriations Act of 2010 contains \$1,246,420,334 in Perkins funding for Basic State Grants and State Tech Prep Grants for the states and territories. This appropriation flows to states based on a formula. Washington's share is \$23,061,524 for the July 1, 2010, through June 30, 2011, program year. This amount is reduced from last year due to the formula distribution to states used by the U.S. Department of Education. The flow of funds is contained in the attached Federal Funding Flow Chart. A summary of explanatory information follows the flow chart and provides additional information on levels and uses of funds by the operating agencies and the Workforce Board. The PY 2010 allotments are contained in the attached funding distribution matrix.

During PY 2010, the Workforce Board staff, together with staff from the Office of Superintendent of Public Instruction and State Board for Community and Technical Colleges, will review the secondary/postsecondary funding split, currently 44 percent to 56 percent. This review is to identify whether the Board should consider changes to the funding split for PY 2011. This analysis and review will be brought to the Board in advance of adoption of the Carl Perkins funding formula for PY 2011.

Board Action Requested: Adoption of the Recommended Motion.

RECOMMENDED MOTION

WHEREAS, The Workforce Training and Education Coordinating Board is designated as the State Board for Career and Technical Education [RCW 28C.18.050] to be the eligible agency to receive and distribute federal funding; and

WHEREAS, The Workforce Training and Education Coordinating Board identified in the Washington State Five Year Carl Perkins Plan, the purposes, categories, and uses of these funds, including distribution of the federal funds for the five-year period; and

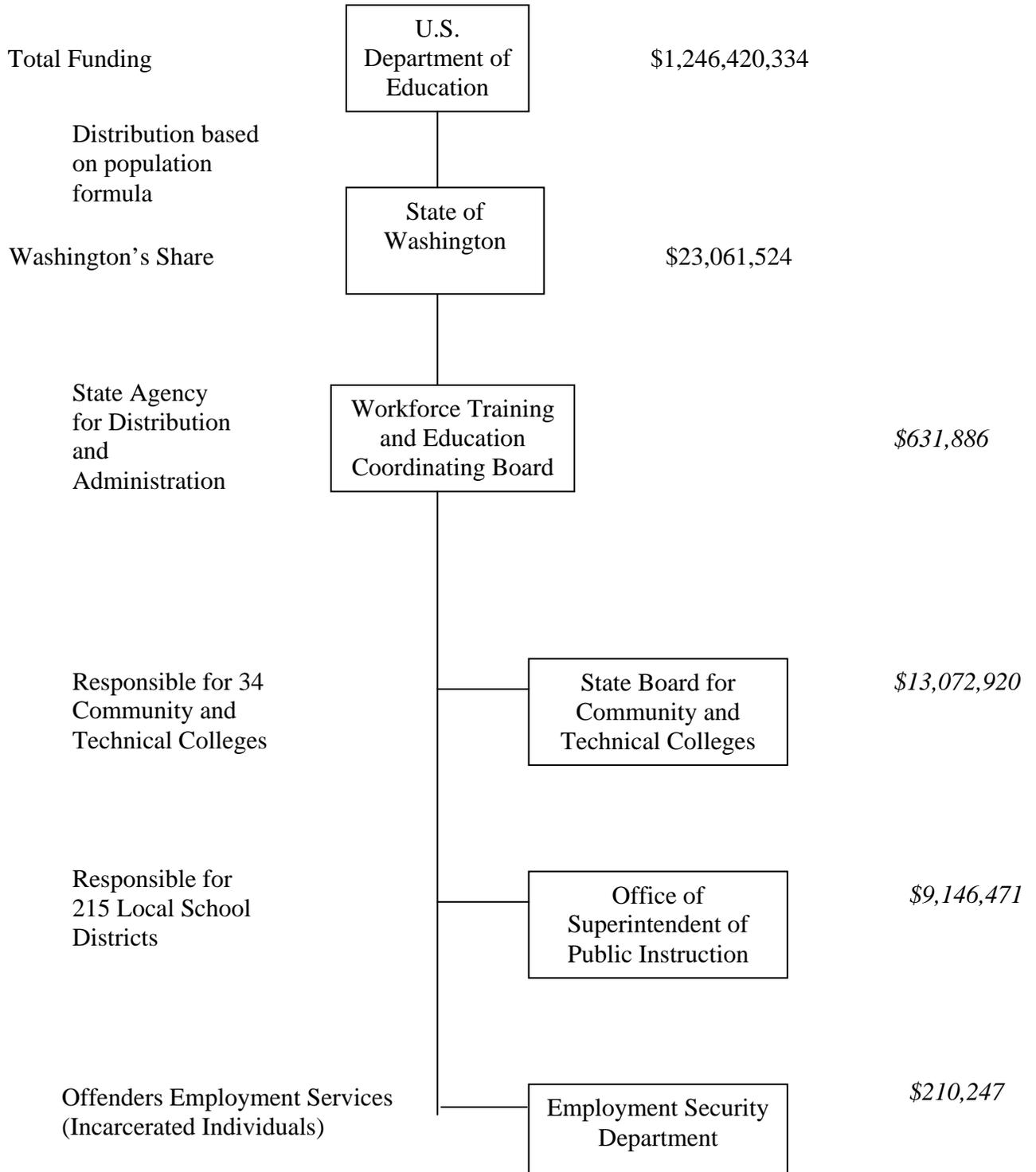
WHEREAS, The Workforce Training and Education Coordinating Board intends to make federal funds available to state agencies and, where appropriate, their subrecipients for use during Program Year 2010 which is July 1, 2010, through June 30, 2011; and

WHEREAS, The Workforce Training and Education Coordinating Board intends to continue the distribution from the current year, including: secondary/postsecondary split of 44 percent to 56 percent, to include the secondary and postsecondary 10 percent reserves for Basic Grants; same dollar amounts for the three agencies for State Leadership, to include contributions for nontraditional training and institutionalized services provided by the state's Employment Security Department; administration (with required state match); and Tech Prep education programs; and

NOW, THEREFORE, BE IT RESOLVED, That the Workforce Training and Education Coordinating Board approve the Distribution of PY 2010 Federal Career and Technical Education Funds (July 1, 2010, to June 30, 2011) and enter into agreements with its partner agencies to distribute the funds in accordance with the fund distribution matrix.

Carl D. Perkins Career and Technical Education Act
Basic Grants and Tech-Prep Grants
Federal Funding Flow Chart

PY 2010 Appropriation



FEDERAL CAREER AND TECHNICAL EDUCATION FUNDS
July 1, 2010 – June 30, 2011

Summary of Explanatory Information

The Carl D. Perkins Career and Technical Education Act mandates distribution of federal funding into four categories: Basic Programs, State Leadership, Administration, and Tech Prep Programs.

Basic programs are funded at 85 percent with both required and permissive uses of the funds. Funds flow to local recipients (school districts and skills centers, and community and technical colleges) through the Office of Superintendent of Public Instruction (OSPI) and the State Board for Community and Technical Colleges (SBCTC), according to statutory formulas. The secondary/postsecondary split continues at 44/56 percent.

The law allows secondary and postsecondary systems to reserve 10 percent of their funding for use as grants. These reserve grants may be used for rural areas and areas with either high percentages or high numbers of career and technical education (CTE) students. This year, Washington's secondary and postsecondary systems are reserving the 10 percent available to them.

State Leadership is limited to 10 percent. Each agency retains some Leadership funds for state level staff and other costs. These dollars when combined with Administration funds remain unchanged from previous years and are provided to each agency using the existing distribution formula. Remaining Leadership funds are shared equally between secondary and postsecondary to cover activities either directly undertaken by the agency or for use by local recipients for targeted purposes. Required set asides include nontraditional activities (\$150,000 equally distributed to secondary and postsecondary) and the one percent set aside provided to Offender Employment Services with the Employment Security Department for incarcerated youth and adults programs such as preparing offenders for eventual placement into mainstream employment and mini-grants for creative innovations and staff development (\$210,247). All together under State Leadership, OSPI receives \$1,020,435; SBCTC receives \$733,979; and the Workforce Training and Education Coordinating Board (Workforce Board) receives \$137,806.

In addition to the required preparation for nontraditional training and employment activities, OSPI continues to use its Leadership funds for CTE standards and curriculum frameworks; targeted efforts in science, technology, engineering, and mathematics; Running Start for the Trades activities; and the integration of CTE with education reform work. SBCTC continues to use its funding to support regional clusters work, linkages with economic development, program improvement through best practices and innovations, integration of occupational and basic skills, conference support, and the required nontraditional services. Other uses for both delivery systems include professional development, curriculum development, assessment and accountability, and student leadership organizations. The Workforce Board uses its share to publish and distribute the career guide *Where Are You Going?* and to advocate and promote CTE.

Administration is limited to five percent and requires a dollar for dollar match. Each agency uses general fund state appropriations to meet this requirement. As the designated state board, the Workforce Board is responsible for fund distribution, overall grant administration, including

federal fiscal and programmatic reporting, evaluation and accountability activities, and liaison with the U.S. Department of Education. The Workforce Board uses some of its administration funds for unified planning, accountability, and system performance management activities. Publications associated with that work include: *High Skills, High Wages: Washington's Strategic Plan for Workforce Development*; *Workforce Training Results and Net Impact Study*; *Career and Technical Education: Invest in Success*; *Workforce Development Directory*; *Workforce Focus Papers*; and *Annual Progress Report to the Legislature*.

OSPI and SBCTC have responsibility for administration of their local recipients (215 local school districts and 34 community and technical colleges). This includes approval of local plans, fiscal and program compliance, monitoring, and other administrative activities.

Tech Prep programs combine two years of secondary education with two years of postsecondary education in a non-duplicative sequential course of study. SBCTC administers the programs and promotes articulation agreements between colleges and high schools in 22 Tech Prep consortia. Tech Prep includes five percent for administration and 95 percent for programs. Additional efforts in implementing programs of study will continue this year.

Proposed Distribution of PY 2010
Federal Career and Technical Education Funds
July 1, 2010 – June 30, 2011

	OSPI	SBCTC	WTECB	ESD	TOTAL
Title I					
Basic Programs (Funding for Local Distributions)	\$ 7,863,228	\$ 10,007,745			\$17,870,973
Postsecondary 56% (Formula)		\$9,006,971			
Secondary 44% (Formula)	\$ 7,076,905				
Reserve (State Grants)	\$ 786,323	\$1,000,774			
State Leadership (Assessment & Research, Technology & Improved Programs, Partnership & Articulation, Special Populations & Career Guidance, Professional & Curriculum Development, & Technical Assistance)	\$1,020,435	\$ 733,979	\$ 137,806	\$ 210,247	\$2,102,467
State & Local Level Activities	\$ 945,435	\$ 658,979	\$ 137,806		
Nontraditional Services (Required)	\$ 75,000	\$ 75,000			
Institutionalized Services (Required)				\$ 210,247	
Administration (State Planning & Coordination, Fiscal & Audit, Reporting & Accountability, Monitoring & Evaluation, Technical Assistance)	\$ 262,808	\$ 294,346	\$ 494,080		\$1,051,234
State Match (Required)	\$ 262,808	\$ 294,346	\$ 494,080		
Total	<u>\$ 9,146,471</u>	<u>\$ 11,036,070</u>	<u>\$ 631,886</u>	<u>\$ 210,247</u>	<u>\$ 21,024,674</u>
Title II					
Tech Prep Programs (Funding for Local Distribution)		\$1,935,008			
Administration (Same as above)		\$101,842			
Total		<u>\$2,036,850</u>			<u>\$2,036,850</u>
Grand Total	\$ 9,146,471	\$13,072,920	\$ 631,886	\$ 210,247	\$ 23,061,524