Promoting Career Pathways Through Greater Education and Training Options Kentucky's TANF Collaboration

> OFA Regions VI and VIII State TANF Directors Conference Denver, CO August 2, 2011

> Shauna King-Simms Director of Transitions Programs Kentucky Community & Technical College System shauna.king-simms@kctcs.edu



#### KENTUCKY COMMUNITY & TECHNICAL COLLEGE SYSTEM

#### **KY's TANF/K-TAP Population**

#### Education Level of K-TAP Adults

Less than high school3,80237%High School/GED (no college)6,42963%College2828

CHFS Summary 6/30/09

#### KCTCS PELL Recipients (Fall 2006)

	Pell	%	Pell \$	%	Ave Award	Max Award \$2,025	%	Cap Recip	%	Ave <b>Student</b> Income
Under 25	10,819	43%	\$16.4M	45%	\$1,520	4884	45%	6,074	56%	\$20,626
25 and over	14,272*	57%	\$20.0M	55%	\$1,406	5349	37%	5,349	55%	\$17,397

\*9,550 or 67% are single parents \*Ave 2 kids \*Ave credit hours = 11

### **TANF/KTAP Supports**

For average family of 3:

- KTAP check \$262/month
- Food stamps \$375 \$426/month
- Transportation subsidy \$60 \$100/month
- Childcare subsidy
- Emergency/car related funds
- Supportive service funds
- Summer tuition and fees

# Enabling State Legislation and TANF Policy

• 1998, HB 434

"Restored" supportive services

> "Directed" state TANF Agency to:

report annually to LRC

- honor requests to self-initiate and continue
- o inform participants of ed option and services
  - 24 month postsecondary ed allowance (eliminated 2011)
  - Childcare, transportation and supportive services

#### KCTCS "Ready to Work"

- \$2 M TANF contract now \$10.7M
- Recruit, retain & support KTAP students
- TANF funded work study
- Special projects (Summer Bridges, math tutorials, employability skills, technology, etc.)
- FY 04 expansion to include ABE
- FY 10 expansion of WS component (\$2M to \$7.7M)

#### **Outreach & Recruitment**

- Collaboration with state TANF agency
- Partnerships with TANF case managers
- On-campus partnerships (F.A. offices, admissions, bookstore, faculty, TRIO, etc.)
- Off-campus partnerships (adult education/GED, CAA's, comprehensive case mgmt., etc.)

#### Supporting Degree-Seeking Students

Case Management! – Case Management! – Case Management!

- Recruitment, assessment and retention strategies
- Intrusive counseling, advising and mentoring
- Advocacy
- Academic Support
- Development of paid and unpaid work experience and community service activities
- Work study job development, placement and coaching services

#### TANF Work-study

- Any activity that meets the TANF work requirement
- Placements in the students field of study/career sector
- Placements both on and off campus; public and private sectors
- Allocated in 20 hour per week slots
- Income will be disregarded when calculating K-TAP/TANF eligibility

#### **Employment Focused Case Management**

- Career planning and assessments
- Resumé and employability skills
- Background checks
- Supportive services referrals and advocacy
- Tiered placements
- Work study agreement
- Time sheets

#### **KTAP Student Outcomes**

- Serve 1,600 2,500 students annually
- 73% participate in TANF funded work study \*
- 11% also participated in federal work study \*
- 44% RTW students GPA exceeded college GPA\*
- Retention rate Fall 08 to Fall 09: RTW 53% Institutional 44%
- College participation of KTAP population = 8.7%
  College participation of KY adults = 3.6%

\*Spring semester 2010

#### Employment Outcomes for Kentucky Works Activities

Kentucky Works Activity	Percent Included in DES Data	Percent Employed Four Quarters	Annual Wages for Those Employed Four Quarters
Employment	73.9	24.0	\$11,380
Vocational Training	70.2	21.3	\$13,063
Community Service	53.4	17.2	\$11,448
Job Search and Readiness	69.1	22.1	\$11,890
Work Experience	63.6	20.9	\$10,288
Education without HS Diploma	65.9	18.5	\$ 9,156
Job Skills Education	79.8	30.2	\$16,646
Other Work Preparation Activities	51.6	13.8	\$11,392
No Activity	56.7	13.3	\$12,206

**Source:** LRC Program Review staff analysis based on data from the Department for Community Bases Services and the Department for Employment Services; June, 2004

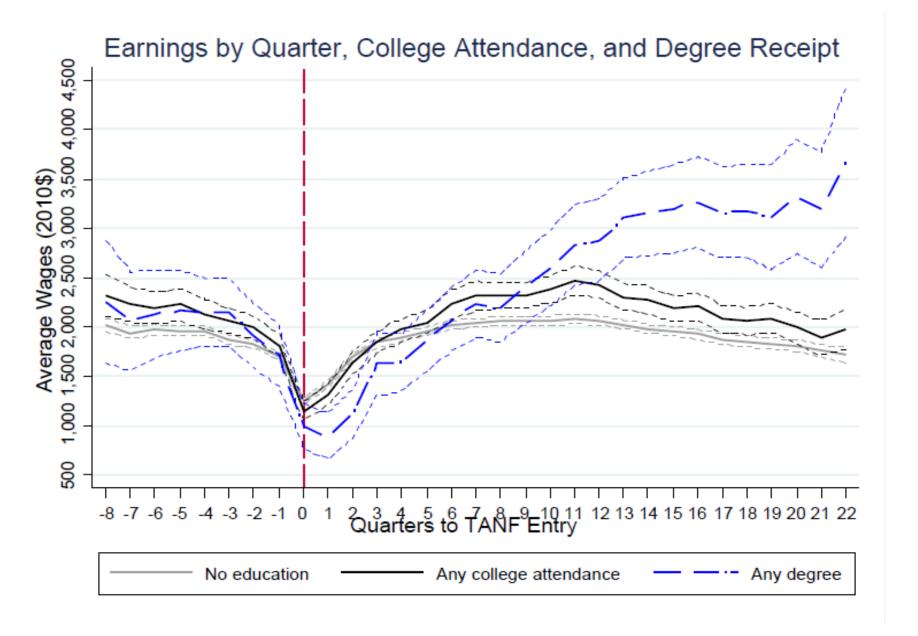
"Because work-related higher education clearly leads to increased income and financial security, DCBS should consider whether it is feasible to include more clients in this category."

> KY LRC Program Review and Investigations KY LRC Research Report No. 321 June, 2004

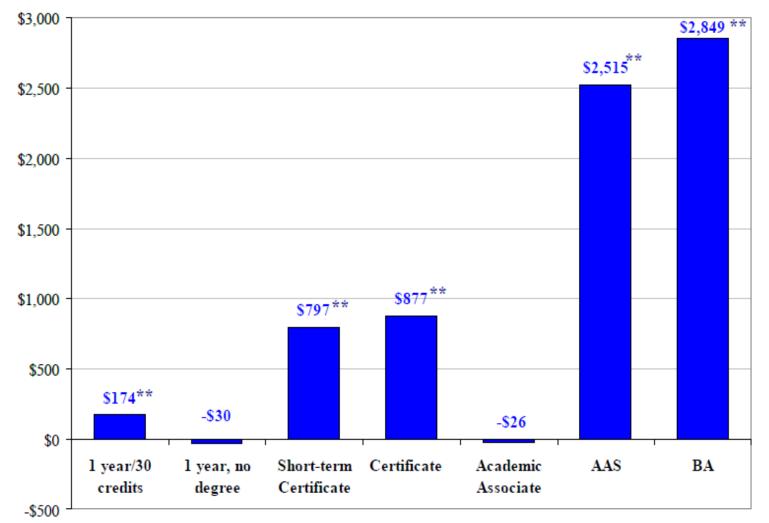
#### Earnings Returns to Postsecondary for CO TANF Recipients

- Large returns to college attendance: \$6/credit and \$170/quarter increase for each year of full-time attendance
- Primarily driven by degree receipt
  - \* AAS: \$2,500 increase in quarterly earnings
  - \* Short term certificates (15-20hrs): \$800-\$900 increase in quarterly earnings
- No labor market payoff for AA/transfer degree (unless Bachelor's degree earned)

L. Turner, 2011, Columbia University



L. Turner, 2011, Columbia University



#### The Impact of Credits and Degree Receipt on Quarterly Earnings

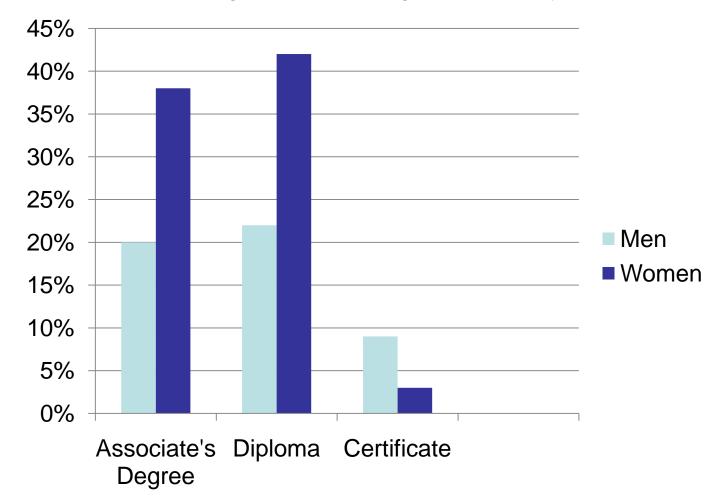
Employment Results

L. Turner, 2011, Columbia University

### KCTCS Earnings Returns to Highest Award

- Large labor market payoff for associate degrees and diplomas
- 20%-22% for men
- 39%-41% for women
- Less than 10% for certificates

Jepsen, 2011, University of Kentucky



Statewide Earnings Returns to Highest Award by Gender

Jepsen, 2011, University of Kentucky

Increase in Quarterly Earnings

## Substantial Variation in Earnings by Field of Study

- Health related degrees and diplomas 35.5% to 75%
- Vocational degrees and diplomas 21.4% to 23.3%
- Vocational certificates have higher earnings for men (12%)
- Humanities and services related degrees/diplomas/certificates have virtually no positive impact

Jepson, 2011, University of Kentucky

#### Statewide Earnings Returns for Field of Study by Gender

		ciate's gree	Dipl	oma	Certificate	
	Men	Women	Men	Women	Men	Women
Humanities	-3.2%	3.5%				
Other academic	25.8%	32.6%				
Business	1.7%	15.7%		4.6%	-4.0%	-0.1%
Health	57.8%	75%	35.5%	50.8%	-4.6%	4.0%
Services	-4.2%	1.5%	-0.3%	2.1%	-9.4%	4.5%
Vocational	23.3%	19.7%	22.9%	21.4%	12.4%	6.1%

Jepsen, 2011, University of Kentucky