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6	WEDNESDAY, MAY 28, 2014 10:00 A.M.		
7	PUBLIC HEARING		
8	HIGHER EDUCATION READINESS FOR CAREER SUCCESS		
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10	BEFORE: HONORABLE JAMES CHRISTIANA, MAJORITY CHAIRMAN HONORABLE MARK MUSTIO		
11	HONORABLE ELI EVANKOVICH HONORABLE SCOTT CONKLIN, MINORITY CHAIRMAN		
12	HONORABLE MARK LONGIETTI		
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PROCEEDINGS

CHAIRMAN CHRISTIANA: Good morning. First I'd like to welcome everyone and begin by thanking NOVA for hosting us today in this beautiful facility. We thank you for your generosity for what hopes to be a very educational hearing on higher education. So thank you to NOVA.

I also would like to thank my staff for their working on planning this with the House Education staff, as well as thank Representative Mustio's district staff for all their help getting us to this point and to work out such a distinguished panel. Thank you to all of our staffs.

I would like to give Representative Conklin, who's the Minority Chair, an opportunity to say some brief remarks, if he would like.

CHAIRMAN CONKLIN: I just want to thank

Representative Christiana for giving me the opportunity to be here. And hopefully, we'll be able to have some good discussion today. Thank you.

CHAIRMAN CHRISTIANA: I would also like to recognize my colleagues --- my Republican colleagues, Representative Eli Evankovich, as well as Representative Mustio. We are in Representative Mustio's legislative district, so I would like to give him an opportunity to welcome us and say a few words if he'd like.

REPRESENTATIVE MUSTIO: Thank you. I would also like to thank NOVA. I think this is the third hearing since I've been in the House that they've hosted us. And it's a great facility, great company, great corporate community, corporation, and thanks to them. And Jim, this is going to be a very informative hearing, and I appreciate you setting it up.

CHAIRMAN CHRISTIANA: My pleasure. And before we bring up Laura Fisher, I'd just like to maybe lay a little bit of a backdrop of why we're having this hearing and why I asked Chairman Clymer to allow us to host us this hearing out here in western Pennsylvania.

It was my hope that everyone in attendance could hear firsthand the accounts of the changing economy out in western Pennsylvania. And while we're all seeing the jobs climate across Pennsylvania do some great things coming out of the recession, I do believe that the oil and gas industry here in western Pennsylvania is providing a huge opportunity for the folks in this region. And we would like to have a conversation about making sure that our labor force is equipped for the new generation opportunities, as well as partnering with companies that have been here for decades, yet they are starting to see changes in their business and the skills needed for the available positions.

One thing that we continue to hear from job creators is that, while there's a lot of opportunity, there's not a

workforce that is prepared for all those opportunities. throughout the appropriation process, I was really getting frustrated by the idea that we keep making financial investment decisions based off of history rather than present-day reality. We continue to make funding decisions that were put in place decades ago, but we continue to hear about young folks coming out of college with a tremendous amount of debt and a degree that is oftentimes not tied to a Pennsylvania job. And so, I think the first step is to have a conversation, talk about what jobs are available in this region, what skills are needed, and then what curriculum and programs we have to put in place so that those kids or those young adults or those displaced workers have the opportunity to get those skills to ultimately land those jobs. It's my hope that we invest in Pennsylvania students from Pennsylvania skills getting Pennsylvania jobs. And I think that should be what we all work towards in Harrisburg. And the first step is by having a conversation about whether or not we are doing that currently, and then, if we're not, what are some suggestions of how we cn do that in a better way. And with that, I would like to call up Laura Fisher, who is the Senior Vice President for Workplace and Special Projects for the Allegheny Conference on Community Development. Laura? MS. FISHER: Good morning. Thank you very much for

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the opportunity to offer some thoughts on some very important

topics. I think we know that the resilience of southwestern Pennsylvania's economy during the great recession, even as other parts of the country stagnated, has garnered national recognition. So 30 years after the collapse of the steel industry we have a very diverse economy, importantly with no one sector comprising more than 22 percent. And our unemployment rate in the Pittsburgh region has consistently remained lower than that of particularly all of our benchmark cities.

Right now, the job aggregator on

ImaginePittsburgh.com shows more than 20,000 open jobs in our ten-county region. And we have an unemployment rate below six percent. So there's a supply and demand issue right there.

Our challenge, too, is that we know many of these open jobs require skills that our residents simply don't have. And the increasing pace of innovation means, and I think very importantly, that this idea of so-called basic skills will become increasingly sophisticated. Employers frequently tell us that they're worried about being able to fill the jobs they are creating. And recently, we've been hearing from some employers in our region that they're actually turning away new business because of their concerns about the talent that they know they're going to need.

Aggravating the supply and demand mismatch is the fact that we have the oldest working population in the country.

And because of the lack of growth during the 1980s and 1990s, the talent pipeline is thinner than that in other regions. In our 2012 Energy Occupational Analysis, undertaken in partnership with Development Dimensions International, employers stated --- and this is in energy and related manufacturing sectors --- that they felt confident they could find only one in five suitably skilled workers they will need between now and 2020.

The energy analysis identified 14 high-demand occupations common to most, and in some cases, all energy and related manufacturing sectors. And I think, very importantly, there's strong and continuing demand for jobs that require many different levels of education. Certification, two year and four-year degrees are all going to continue to be in demand. Too often young people are told that there is a permanent fork in the road as they finish high school, college or no college. And I would like to suggest to you that this construct is as outdated as many people's images of energy and manufacturing jobs, and I think that it's a singularly deleterious message to young people.

All children we know need to complete high school, and they also need additional education and training no matter what occupation they may pursue. They also need to leave high school with more than competencies in reading, writing and mathematics. And we're still challenged, I would say, as a

state to have all of our students graduate just with those competencies. But computer science is the foundation of innovation in every single enterprise. And employers are telling us frequently that the young people they hire are great with handheld devices and social media, but they really don't know anything about IT. A study issued by Harvard's Graduate School of Education documented the importance of all students having both academic and technical skills, not the either/or that is so often promulgated. This morning I'd like to suggest just two key ways by which we can begin to effect how we prepare our children for productive lives and careers.

education pathways. Despite the demonstrated demand for graduates trained and certified in technical fields, many school districts are reluctant to recommend CTE to their best students. Teachers and counselors are pressured, often by parents and school boards, to steer students away from technical education and toward four-year degrees from the outset, even if the field of study or interest is not yet defined. Post-secondary choices need to be as well informed as possible. The opportunity to attend college and to graduate with a B.A. or a B.S. degree has been fundamental to this country's growth and prosperity, but so to have been the career and technical education programs that have provided family-sustaining wages to millions. The headline here is that

what once required only a high school degree and some on-the-job training, and those are those middle skilled jobs, now require far more advanced skills. And that means a much wider range of opportunity to all if we equip our students with both academic and technical training. It means that all students would have an opportunity to pursue technical and professional degrees and certifications.

part of our education system with higher education. Integrated programming between community colleges, career and tech schools and four-year colleges is one of the best ways to build strong skills in our students and provide them with a range of education and career paths. One effective way to create this continuity is through articulation agreements in which course credits are transferable across institutions. Dual enrollment programs, in which high school students also take college classes, has also been shown to increase the likelihood of pursuing post-secondary degrees and may improve students' first semester grades. These portable credentials give students more flexibility and more opportunity.

I do think it's important to note here, however, that the graduation statistics both at the two and four-year level remain abysmal both regionally and nationally, with only 25 percent of students who start a two-year program finishing and only 42 percent of students who start a four-year program

finishing. So there's something we're not doing right in that space.

In terms of articulation agreements and collaboration, there are administrative barriers between high schools and post-secondary schools, including state mandates about teacher certification. It's important that the state government consider secondary and post-secondary education as one coordinated system, not as two separate systems.

And at the same time, in order to built a broad system of articulation agreements, we need to consider the pressures created by current funding models. Dual enrollment and other credit transferring arrangements, as important as they are, lead to reduced tuition revenue for participating higher education institutions, and therefore, disincentivizes such programs. To build a more connected system, we need to recognize these constraints and provide supports for schools that are willing to offer students those opportunities. And that might include offering more incentive in high-demand areas of study and less in places for which there are not jobs on the far end of an educational pathway.

Rising education costs, shrinking public resources, the clear evidence of a skills gap and the growth of middle skill jobs suggests now is a time to proactively realign our education and workforce system to meet the 21st Century economy. And I'll stop there. I'll be happy to entertain any

questions if you have some.

CHAIRMAN CHRISTIANA: Thank you, Laura. I'd like to welcome our colleague, Representative Mark Longietti, to the hearing. And also, we want to recognize Chris Wakeley from Chairman Roebuck's office, who made the trip out here to be with us. Thanks, Chris, for making the commute.

Laura, just a couple follow-ups to some things that you had mentioned. In your testimony you said that teachers and counselors are pressured, often by parents and school boards. I can understand from the parents' perception. I was a product of you're going to go to college no matter what cost, no matter what the debt is. My parents were very uneducated about education. I think that is quite probably common in western Pennsylvania. But the one part of your statement I think that I would like you to maybe elaborate on is the pressure from the school boards for counselors and teachers to push kids towards a traditional four-year setting. Are there reasons ---? Are they ranked? Is there a ranking out there that they're taking the pressure of or is it a stigma? Why do you believe that the school board is pressuring to send kids to traditional four-year institutions?

MS. FISHER: Well, I think it's a national issue.

It's not simply a regional one. I think it's, in some cases,

been exacerbated here really because of the collapse of the

steel industry and what we went through over two decades and a

feeling that many middle-skilled jobs like the steel economy may just disappear, and that the path of success is going to involve a four-year degree. I think this is really at the heart of it, is the challenge of the disconnect between the K-12 and the higher education system. Because there's plenty of data out there, and right now the data shows that about 81 percent of high school graduates will go on to pursue a four-year degree, but only 42 of them --- percent of them will finish that degree, usually in six years. So we all hear every year, and I'm certainly not suggesting any criticism of superintendents and principals, but it just is a disconnect in the system. A school may say that 95 percent of its high school graduates are going on to college, and the accountability for the outcomes ends there. So that student may or may not actually matriculate in the fall. And in many cases, students don't end up showing up for college for a variety of reasons, particularly lower-income students who don't have the support over the summer in that transfer from high school to post-secondary education that they had when they were in a school environment.

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So it's the same issue for colleges, too, where they don't necessarily make public the number of students who don't finish, although now, when you look closely at the data, it will show the number of students who persist. And in many cases, it's well under 50 percent, and particularly in some of

the larger schools. So it's really that there isn't an effective handoff and there's no way of supporting a student's pathway out of high school into that post-secondary choice. And I think part of the conversation that we'd like to change is this idea of college or non-college, but really we're in a time now when there need to be multiple what people now are calling off and on ramps to education and lifelong learning.

You know, I can cite that one HR manager for a major natural gas company here told me that she would much prefer to hire a two-year engineering tech, get them on board, they're immediately productive, have great mechanical skills, and that company would pay for them to pursue their other two years and get a four-year degree. So when we make the calculation about the cost of college and indebtedness and the opportunities for jobs on the far end, it's really about infusing that conversation with more information about the different pathways you can take to end up with that degree.

CHAIRMAN CONKLIN: I want to thank you. First, and I do want to congratulate somebody --- that shows my age. I remember the old Strip District, slaughterhouse. Everything that Allegheny county's done is absolutely breathtaking and unbelievable. My hats off to everybody that's been involved all over the years. But if you had to name three work skills that are missing --- because you were saying earlier about employers coming in, looking for individuals that aren't quite

ready --- if you had to name three work sets that you believed that we need to get our young people pushed towards, what would you say they are?

MS. FISHER: Well, certainly critical thinking is named by every single employer and independent decision making ability. And I think a lot of schools are making a move toward more project-based learning and having students work in teams, which I think has been very productive.

I think this issue, though, of computer science education is critical. It's one of the major focuses of Google now nationally, is pursuing that all K-12 education include education in computer science, because it is the future. And if you look at a drilling rig or you look at a hospital system, any of them are involving IT, 57 percent of those 20,000 jobs have significant IT requirements associated with them. So it just tells us that that's part of every single sector. And I think --- you know, we're talking --- in the case of my comments about handheld devices and social media, the context for that conversation with a group of CEOs was around college graduates that they've employed. So I think if you look at the broader population, you know, you're going to see an issue around a lack of understanding of IT. And I think that's really a critical issue.

CHAIRMAN CONKLIN: Thank you.

CHAIRMAN CHRISTIANA: Representative Evankovich?

REPRESENTATIVE EVANKOVICH: Thank you, Mr. Chairman.

Laura, thanks for your testimony. It's a subject we've discussed on maybe too many occasions.

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I was very happy to hear you talk about in your testimony the need for pathways. And we've had many discussions about pathways and what that means. And without giving away too many details, as you know, we're working on a proposal to create those pathways, mimicked off of other states and nations. As we lay out a new course for what those pathways mean, pathways to success for a student, to a career, really what a big part it comes down to is the business communities involvement in K-12. And the business community will have to be a big participant in how you move forward and how you show those kids what careers look like in our region. Do you believe that the business community is ready to step to the plate to provide that expertise to be engaged to the level with which they have to be in order to make it a success, that the kids are exposed to career opportunities, that the K-12 is properly informed with what exact things are needed moving forward?

MS. FISHER: It's a great question. And from where I sit, having worked with both educators and business to try and address some of these issues, there's huge frustration on both sides. I think businesses and schools have different calendars. They speak different languages. And you know, I

think there's also just the whole fragmentation. We have so many schools, so many school districts. I think we have the same issue at the community college level, where we have wonderful community colleges, but we have employers that have a big regional footprint. So we'll have schools, both colleges and schools, knocking on the doors of the same companies. And oftentimes it has really revolved around somebody at that company being passionate about the issue. But as soon as that person is promoted or retires or takes another job, you're back at square one. So it isn't a system at all.

I do think there's a lot of promise in using the intermediate unit organization as a way to aggregate schools around issues of career education and a way to make meaningful connections with business. I mean, if a business believes that it can come, you know, to speak with IU 3, which is Allegheny County. There are 140,000 students in those schools. So if you approach a big employer and you have an avenue to reach all 140,000 as opposed to trying to reach 42 different schools, it's going to be a pathway that is going to be much more enticing. But I think we have to be more focused and directive in how we aggregate the schools so that, you know, we're really using businesses' time effectively and they know that they're talking to the right people.

CHAIRMAN CHRISTIANA: Representative Longietti?

REPRESENTATIVE LONGIETTI: Thank you, Mr. Chairman.

You talked a little bit about the dual enrollment program and articulation. And unfortunately, with dual enrollment, it was one of those programs that fell to the Budget axe a couple years ago. The program is still available. It's just, you know, for kids that don't have resources. You know, it's not as available.

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But one thing that the legislature is looking at, and I want to get your reaction, is setting up a process where students who take AP courses could eventually articulate those over to college credit. And I'm wondering if there's a sweet I hear your testimony that, you know, for colleges spot there. we've got to make sure that we don't put more pressure on them, you know, with these types of programs. But I would assume for a college, if they can keep that student and actually graduate them, obviously, that's their goal. And also financially, it's rewarding to them. And if I remember correctly, the evidence indicates that students who take AP courses tend to fare better Is that --- what's your reaction to that kind of a in college. program where students could eventually receive college credit for taking advanced placement courses in high school?

MS. FISHER: I think it happens --- it has happened more in the past than it's happening now. And certainly, in the independent and private colleges, a big trend is downplaying of AP credit. And some colleges will even --- and I've heard this firsthand from some schools --- they'll give

you the credit, but you still have to pay for what would have been the course fee. And so much of this is driven by revenue generation. And I think, unfortunately, right now we have in our region for our state schools, you know, a dip in the college-age population, which will right itself, but right now I think it's creating particular strains.

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I do, though, that there's really a great opportunity through the PASSHE system connecting to the community colleges and to our high schools to think about shortened time to degree completion, whether it's a two or four-year degree. And some states have very successfully incentivized those pathways that are around high-demand occupations, but not too narrowly focused. I mean, I think what you don't want to do is incentivize people in a space like weatherization, for instance, and then it turns out there aren't any jobs at the end. But part of what we did in the occupational analysis was to demonstrate the common demand across multiple industries, in energy and manufacturing. particularly, those are all cyclical businesses. So if we can help young people understand that their skill set is in demand across all of those sectors rather than thinking if I work in this one company and I lose my job, I'm going to have to learn to do something else, you know, if they become more agile, then we have a much more nimble workforce that can, I think, respond appropriately. But we need to build more density in those

high-demand occupations. And incentivizing the education pathway with credits for dollars might be a way to help push that forward.

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REPRESENTATIVE LONGIETTI: Thank you.

CHAIRMAN CHRISTIANA: Representative Mustio?

REPRESENTATIVE MUSTIO: Thank you. And thank you for your testimony. Are we really doing a good enough job matching employers with out-of-work or newly-graduated talent? The reason I ask that is I think that the large companies, like the one we're in today, are more sophisticated. They have an HR department. They have a training department. businesses that are clients of mine or even our constituents that we tour, a lot of them are smaller companies where the owner is the HR department, the legal department, the accounting department, the training department. And, you know, I can't tell you how many times I have --- and I assume it's the same for these gentlemen --- I can't find --- if you can get me three or four of these, I'd hire them on the spot. that's the smaller work --- the smaller companies. like the testimony here, I could picture all of this in a large corporation, and some of them that will be testifying today. Can you speak to that?

MS. FISHER: Sure. I think that's a critical issue. You know, I think even the large companies complain about their difficulty in finding talent. But really, the challenge is in

the small and midsized companies. And the few companies I referred to who are leaving business on the table tend to be smaller companies that don't have the ability to market themselves or may not even have, you know, an HR department.

And I think what exacerbates the challenge is, you know, it's a very opaque market for people looking for work.

Just those 14 high-demand occupations that I mentioned common across all of those sectors have almost 200 job titles in this marketplace. So nobody has any idea what they're qualified for. And the companies may be competing for the same talent, but they look like totally different jobs. So it makes it very hard for people to understand. We're actually working on an initiative right now for veterans to translate to those jobs.

But I think that's really part of the heart of it.

What we are piloting --- or will be piloting in that job aggregator we have is aggregating basically the Department of Labor O*NET codes for those jobs. So that if you search for something by the description of what the occupation is, you'll bring up all those jobs no matter what the title is, because they all have that common code from the Department of Labor. But I think that's where some of the systems thinking is important, where on the unemployment side we're working now closely with the Three Rivers Workforce Investment Board. They have now, because of the changes in the unemployment compensation rules, there's a lot of information available

about the people receiving unemployment. And they are actually 1 2 now working on developing a much more comprehensive picture of 3 the skill sets those people have. So one effort we're working 4 on right now, and it's a slow process, but we're asking companies with high-volume entry-level jobs to give us those 5 6 competencies and to agree to be part of the program. 7 the WIB is about to scour the data of those --- right now it's about 20,000 people --- and they can make a match. It might be 9 a 50-percent match or an 80-percent match. And then we know 10 what additional services they need to get to be competitive. But I think it's really just a systems thinking that way that 11 12 we need to employ in order to address it because there's just 13 too much opaqueness on both sides of the equation, for 14 companies and for the people seeking work. 15 REPRESENTATIVE MUSTIO: Thanks, Laura. Just one 16 final follow-up. Did I hear you correctly during your

REPRESENTATIVE MUSTIO: Thanks, Laura. Just one final follow-up. Did I hear you correctly during your testimony, 58 percent of folks that go to college are not finishing?

MS. FISHER: Only 42 percent finish, yes.

REPRESENTATIVE MUSTIO: Fifty-eight (58) percent are not finishing their degree?

MS. FISHER: Yes.

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REPRESENTATIVE MUSTIO: I think no matter what comes from this hearing, I think we'll all be completely shocked from those numbers and know that we have a lot of work in front of

us.

When we look at --- when we're having this conversation in Harrisburg, one of the elephants in the room is funding. And the fact that we invest in 14 state schools, state-related branch campuses and state-related community colleges and we give hundreds of millions of dollars of tuition assistance for young folks that are going to any Pennsylvania school, whether they're public or private. And to be honest, I think we would all agree we're probably doing none of those adequately enough and we have to do a better job in going forward. But I feel like just throwing money down a current system when 58 percent of the kids aren't getting a degree, something's got to give.

In your research around the country, have you seen almost like a partnership between industry, whether it's labor or a specific company, investing in curriculums or scholarship programs so that they can invest in the final product of what they want in the trained workforce and the skills that they need? Has that worked in other parts of the country?

MS. FISHER: It has. It's worked here, too. I think the challenge, though, is that it's still kind of a one off effort, where you have one company working on a program with one community college. And when it's a cyclical business, if there's a downturn, those people tend to lose their employment. And to that point, we have a pilot now with CCAC

around Mechatronics, where we got six companies who all have common needs in energy but are in different sectors, to have a single cohort class at CCAC. And I think that's --- it's a little bit of the German model, where, you know, you define common competencies across an industry group, and then those companies can spend their dollars on whatever proprietary training they need to do. So I think there are some good models, certainly for --- you know, I think the Reading Area Community College has a great program for incumbent workers that actually funds their community college programs. got big companies like Carpenter Technologies and Hershey and others who have found it less expensive to train their workforce at Reading than to do it themselves. And I think They've developed a Center of Excellence that's a good model. there. I think our community colleges have the capacity to do the same thing. So we're not all each offering everything but thinking about who has the greatest strength in certain high-demand areas and working to get more students to go to that school for that field instead of everybody offering a little bit of everything. CHAIRMAN CHRISTIANA: Well, Laura, thank you very much for your testimony. MS. FISHER: Thank you. CHAIRMAN CHRISTIANA: We greatly appreciate it.

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I appreciate the opportunity.

MS. FISHER:

you.

CHAIRMAN CHRISTIANA: Next we'll have Michelle Buczkowski, manager of Talent Strategies for CONSOL Energy. Hi, Michelle. Welcome.

MS. BUCZKOWSKI: Hi. Good morning. So as

Representative Christiana mentioned, I'm the manager of Talent

Strategies at CONSOL Energy. And for those of you who are not

familiar, CONSOL is a diversified energy provider. We have our

roots 150 years in the coal industry and have been a loader in

that industry, but more recently have shifted a focus to growth

within the oil and gas division. Of our 5,000 employees that

we have CONSOL, less than 700 of those are devoted to our gas

company. And that information is significant in better

understanding the perspective that I hope to articulate for you

guys today.

So as part of my responsibilities, I oversee talent acquisition for the company. And as a proud employee of the industry and CONSOL, I'm here today to confirm the challenges that we face with regard to talent. My focus --- just for the record, my focus will be more so on our recent graduates and less on the mid-career folks. But I do want to make note that those --- that is also a very important candidate stream when filling our recruit funnel. So I don't want to leave that aside.

The Pittsburgh Tech Council calls Pittsburgh's

current situation a war on talent. In fact, every quarter they host a series called Talent Wars with regard to the lack of talent or the lack of skills that we have within the Pittsburgh region as it compares to demand for workforce. Of course, the Allegheny Conference devotes a large amount of time and resources to these efforts. And as Laura mentioned the demographics this morning, that lays a very strong foundation for us. So thank you, Laura, for that.

I'm also here to tell you that all of that work is absolutely needed. In July of 2013, CONSOL Energy hired 25 people. In August of 2013, the following month, we hired 25 more in one hiring class for one job title that we needed. All 50 of those hires were recent graduates from four-year engineering programs. Every single one of those 50 hires was offered \$72,000 to start and an eight-percent annual bonus, a six-percent match at 100 percent on their 401(k) and a Cadillac package when it comes to benefits. Those are students who had no work experience. They had a four-year engineering degree for drilling engineering positions.

In the first quarter of 2014, CONSOL Energy's gas division only has hired over 70 people. We have more than matched that number with internal promotions within the same time frame. The vast majority of those 70 carried two-year or four-year technical degrees, while CONSOL does primarily focus on four-year engineering.

With our plan to grow 30 percent year over year for at least the next three years, it is safe to say that our demand for qualified and technically competent candidates will only increase. Keep in mind this demand only represents roles that will be filled directly with CONSOL. Our partners and service providers call for numbers far larger than that, for positions such as rost-abouts or rig hands, CDL drivers and well tenders. And please make no mistake, while those employees may not work directly for CONSOL Energy, they work directly on our property. And our livelihood and success as an organization is dependent upon the talent and performance standards of those partners and service providers.

To fill this gap, our recruiting efforts turn to our communities, our local colleges and universities, technical schools, community colleges and vocational CTCs. Companies like CONSOL work diligently and heavily invest in training and development programs inside of our organizations that will take students from local programs and continue to educate and expose them to the industry, ultimately creating a seamless pathway for your sons and your daughters to become highly trained, competent and, most importantly, safe experts within the industry.

As technology advances, so will our programs, and we will continue to find ourselves leaning on our community partners to fill that talent gap that exists within

Pennsylvania. We encourage our high schools and even middle schools to educate their students and parents on the opportunities that this industry provides. We encourage our local educational institutions to continue to work with us to provide training and upgrade curriculum to meet our needs. The career opportunities available provide far beyond what we would consider a liveable wage and the industry as a whole provides a career path for growth and promotion, as articulated with our nearly 70 promotions within the first quarter of this year.

Pennsylvania is in a position where we can look over the next five to ten years and know, within a reasonable degree of certainty, what career opportunities are available, and that is something we should absolutely take advantage of. I'm happy to answer any questions.

CHAIRMAN CONKLIN: When you were talking about your need for individuals in the field, when you're looking at that, what is the main job of the individuals that you're trying to hire. Are they in the field, are they in the office.

MS. BUCZKOWSKI: Specifically within CONSOL Energy? CHAIRMAN CONKLIN: Yeah.

MS. BUCZKOWSKI: So yes, they would start in the field. We have a very fast career path, so we're looking at two-year and four-year technical degreed folks, and ---.

CHAIRMAN CONKLIN: So ---.

MS. BUCZKOWSKI: Sorry. Go ahead.

CHAIRMAN CONKLIN: So when they're in the field, what kind of job are they doing?

MS. BUCZKOWSKI: So CONSOL Energy provides supervision for the most part. When you're looking at a rig itself, and I believe actually through --- I believe Penn Tech College, if you go to the Allegheny Conference's website, you can find a lot of data that shows there's about 400 to 600 people needed to complete a well, ---

CHAIRMAN CONKLIN: Okay.

MS. BUCZKOWSKI: --- from identifying the product all the way through completion. CONSOL may only have 20 to 25 folks on that property or that well that we're actually operating. The rest of that comes from a service provider. So for the most part, we're providing technical supervision. When we're hiring a graduate out of an engineering school and hiring them into what we call our AEG program, which is Assistant Engineer Gas, they get their \$72,000 right out of school. They go through a two-year very intense technical training program. They get classroom, on-the-job training, mentorship, exposure rotations. And within that two-year period, they will ultimately pop out into a job where they are the on-site point person for that entire rig.

23 <u>CHAIRMAN CONKLIN:</u> Which is just overseeing the job 24 itself.

MS. BUCZKOWSKI: They oversee every aspect of it,

safety compliance, environmental compliance.

CHAIRMAN CONKLIN: So CONSOL doesn't actually do the
drilling, ---

MS. BUCZKOWSKI: Correct.

CHAIRMAN CONKLIN: --- you just oversee for the production of it?

MS. BUCZKOWSKI: Absolutely.

CHAIRMAN CONKLIN: Okay. Thank you.

CHAIRMAN CHRISTIANA: Representative Mustio?

REPRESENTATIVE MUSTIO: Thank you. Michelle, you supplemented the testimony that we have here with some very interesting information. And I was wondering, at your convenience, if you could provide the Committee a typewritten copy of that as well, ---

MS. BUCZKOWSKI: Sure.

REPRESENTATIVE MUSTIO: --- because that is something that I think one --- those of our colleagues that are not in areas that have this type of drilling going on, I think it would be beneficial for them to learn about. But also I think those in this community that have seen a significant increase in the presence of companies with no, at this point, industrial activity really here, but the office buildings are here, are filled with a lot of white-collar jobs, high paying, that are paying a lot of taxes to the communities, that type of information I think is valuable for us to get out to our

constituencies, the parents of the children and that type of thing. I think it would be valuable. I really don't have a question at this point, but I do have a desire to gather that information from you.

MS. BUCZKOWSKI: Absolutely.

REPRESENTATIVE MUSTIO: Thank you.

CHAIRMAN CHRISTIANA: Representative Longietti?

REPRESENTATIVE LONGIETTI: Thank you, Mr. Chairman.

You talked a little bit towards the end of your testimony about the importance of high schools and middle schools even to educate both parents and students about opportunities. And then you also talked a little bit about the curriculum in some of the educational institutions. And I'm just curious if you're able to tell us what CONSOL's able to do in partnership with the schools both to expose students and parents to these opportunities and then also to make sure that curriculum is appropriate to eventually lead to job opportunities.

MS. BUCZKOWSKI: Sure. So I think it's safe to say that CONSOL would take a two-pronged approach to that. We partner with other organizations that go directly into schools, like a Junior Achievement. We are very involved with that. So we volunteer the services of our staff to partner with Junior Achievement that does all the organization, that gets someone from the industry physically into a classroom to teach students. And then we also do very direct recruitment. It's

not unusual to see someone from the recruiting team at CONSOL physically in a high school or middle school. We have hosted several times leaders within the educational institutions in the area, whether that's CTCs, high schools, middle schools, into our building to educate them. As much as we have the bandwidth when requests are there, we do as much as we can to fulfill them. But as Laura mentioned earlier, it's an overwhelming challenge. So just as they're looking --- as schools are looking at companies like us and they're saying there's so many of you, how do we manage it, inside of a company essentially there are three of us within the recruiting department, that it's our responsibility to make those relationships and foster them within our organization. We're looking out and saying there's so many of you. And so the challenge is very much the same, where you have a massive amount of people and agendas here and a massive amount of companies and agendas here, and then how do you match them up effectively? Every time that we get a request, we entertain it. And as long as we have the bandwidth, we will put something together. We'll pull resources internally to serve that purpose. I can't promise you that it's making an enormous impact because it's not necessarily organized through a process or something like that. But I don't think we've ever turned down a request that we were capable of delivering on.

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Thank you.

REPRESENTATIVE LONGIETTI:

CHAIRMAN CHRISTIANA: Representative Evankovich?

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REPRESENTATIVE EVANKOVICH: Thank you, Mr. Chairman. Michelle, thank you for your testimony. You had alluded to the fact that CONSOL is doing the primary hiring for the white-collar engineering supervisory positions, but you were working very closely with your contractors to help them recruit and possibly train for the other --- some of that 500 to 600. My question, I guess, is the process by which you're hiring the lower-skilled workforce, the rost-abouts, the well tenders, laborers, haulers, things of that nature. Can you help the Committee understand a little bit of that process of, you know, what are the sheer numbers? Do you have to interview how many people to get one person on the well site? Are there challenges that you really meet once you get them in the door or once you're about to get them in the door, in other words, drug testing, testing, training, those things? My industry --in my industry experience, sometimes we would have to interview upwards of 300 people to fill 15 positions. Can you help us a little bit with that.

MS. BUCZKOWSKI: So I could absolutely answer that question in regard to CONSOL's positions. I'm not at liberty --- you know, I don't have enough information to answer that on behalf of our service providers. I can tell you the role that we play in helping our service providers hit the standard that we have when operating a well.

So different organizations have different requirements that a supply chain department will put forth when it comes to whether or not you're willing to work on our property. So every supply chain department will have some sort of request.

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When CONSOL Energy is looking at that, we have requests that are very much focused on safety, compliance and continuance improvement, which are our top three core values. And part of that is also tied into the hiring process itself. So we have a strong focus and we have a strong standard for our service providers and contractors that they have to hit certain marks when it comes to background checks, physicals. also we have to make sure, because there's so much activity in the industry itself, that if someone has worked on our property before and we no longer want them on our property for one reason or another, that they don't pop up in another organization and back onto our property. So there's a system of checks and balances there. Again, I'm not --- I'm focused much more on the talent acquisition side. That would be much more of a supply chain question. But those are the types of standards that we set forth for, for those types of service providers and contractors to ensure that our standard of work is there. And that's something you would probably find very similarly across the industry. Safety is a huge focus for the industry, and so things like background checks and physicals

and things along those lines carry a lot of weight in terms of safety.

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CHAIRMAN CHRISTIANA: Michelle, maybe it's the fact that, you know, 20 years ago this area went through a pretty difficult period. And for a lot of those years, it was labor versus industry, and it was more of a battle between them. But I think in the last several years, if you look at the legislation that Harrisburg passed to incentivize the Shell cracker plant, we see this, in recent times, this labor and industry working together. And I think CONSOL has a pretty strong partnership with labor, in general, in this area. you talk about your relationship, from CONSOL's perspective, working hand in hand with labor, the labor groups, the trade associations, so that when there's available jobs, we have the trained workforce in place to get those jobs? And whether it's for your vendors or CONSOL specifically, I do think that you have a --- the company has a strong relationship with labor, in general, in this region, and I think it's something you should be commended for. Could you just talk about --- a little bit about that relationship?

MR. BUCZKOWSKI: So are you referring specifically to union representation or are you talking about labor development, in general, so carpenters, development and things along those lines?

CHAIRMAN CHRISTIANA: Development in general, and

mainly the trades and the training centers in the region.

MR. BUCZKOWSKI: Yes, that's absolutely --- that is critical. As far as trades are concerned, I believe --- if it wasn't me who Laura quoted earlier, saying that there was an HR manager that said if you have a two-year degree, we'll bring you in and give you a job and then pay for you to get the rest of your two-year degree and turn it into a Bachelor's, it should have been me, if it wasn't me that she was referring to, because that is a huge focus for us.

You will see us at CTCs. You will see us --- we've had the president of CCAC in. We've been in contact with CCBC. We've been in contact with all of the local CTCs. There's a ton of them in the area. We have a very large presence and we cover a lot of ground. But they're critical to what we do.

You say --- you kind of separate labor and industry. I would argue at this point labor is industry. That is what we do. It's the --- when it comes to CONSOL Energy, operations rules the roost. Orders don't come from corporate. Orders come from creating efficiencies and productivity and compliance and safety within our field operations. And so we are --- while we may be the white-collar jobs, we are serving the blue-collar ones. And that is the mindset that we have internally to CONSOL Energy. So the focus is much more on labor and the trade associations, and that is who we partner with and share curriculum with and sit on boards, to provide

information so that they can upgrade their curriculum, because that is --- that's our bread and butter.

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CHAIRMAN CHRISTIANA: And I remember sitting in a meeting with Representative Mustio and a head of a local union said, you know, so many times the public or politicians think that labor can't stand industry and they're combative. But he said something that stuck with me at that meeting. He said, listen, if we don't have industry, we don't have jobs. And our folks need jobs and they need our workforce. And I think whether it's been the natural gas opportunity --- and I think I would be remiss not to mention the project that you have going on in the airport corridor that will help this region be energy independent, as well as putting a tremendous amount of folks to work --- I will say the partnership has been wonderful over the last four or five years, when we're looking at the natural gas opportunities. Labor and industry really have come together, and it's through leadership like CONSOL, the projects like the airport, as well as the labor organizations really being open to putting folks back to work. So thank you, Michelle, for your testimony.

MS. BUCZKOWSKI: Thank you.

CHAIRMAN CHRISTIANA: Next we'll have Pace

Markowitz, Director of Communications for NOVA Chemicals.

MR. MARKOWITZ: Good morning, Chairman, and Subcommittee members. On behalf of NOVA Chemicals, welcome to

our building. And please accept my comments on higher education.

NOVA Chemicals is a plastics and chemicals company with a commercial office here, that we're sitting in today, and manufacturing in Beaver County and Monaca. We also have manufacturing in Ohio, Alberta and Ontario. We hire many professionals and tradespeople at all of our offices and our manufacturing locations. The primary positions --- the majority of our positions are technical. They're STEM-based positions, science, technology, engineering and math. Although we hire a lot less in Pennsylvania than we do in our Canadian facilities, the trends are very similar throughout our entire organization.

As we look at our workforce, we see an aging workforce. We see a lot of people that are beginning to plan for the next stages of their life, and we have to understand what are the best ways to refill those positions or rethink those positions. And this is true for our engineers and for our skilled labor people. They do need different training, but there is a very distinct similarity between them, and that is that they all have to be very interested in going into those fields of study from a very young age. So we look at this as something that has to start very early on. So before we can even talk about higher education, we have to talk about making the children interested in going into the fields of study that

we want them to ultimately graduate and be available to us. So we work very similar to CONSOL and other of the employers in the region, where we start, you know, pre-K, K, all the way through 12, and then with the college programs to look at how we do our community investments to ensure that students are getting the exposure they need to science and math so that when it is time to want to figure out what they're going to study, they haven't already decided science and math is not something that they're going to be good at. We need to make sure that they can see that it's fun, that it's engaging and that really, whether you're a boy or a girl, it's something that is very within your reach to do. So we do a lot of our community investments, actually the majority of our community investments that we do in this region are strictly based on engaging young people to want to ultimately be our workforce of the future.

And then we also, as we look forward, beyond the high school age, we also look at the colleges and we look at developing --- you know, whether it's an engineer or somebody that's not a college-based person --- and this isn't as much in Pennsylvania, but we do internships and co-op programs. We try to make sure that we give opportunities to young people to experience the workforce, to make sure that it is what they want to do. Not as much in this region, but in other regions, we also do that with tradespeople, where they're in their two-year programs where they take time to come into our sites,

see what it is to experience working in a chemical facility.

And also for our engineers, to see that they can see what it's like to be a working engineer out there. So once we can get them to choose the fields of study, then they can start to look forward to becoming a professional, becoming what we need. And then similar to the --- both of the speakers before me, we need to make sure that the stigma is gone of just a four-year university degree. We need as many pipefitters, millwrights, instrument electricians, you know, DCS engineers as we do engineers, chemical engineers, civil engineers, mechanical engineers. And they need to be prepared to make those life decisions without feeling like they've taken a wrong turn, very similar to what the others have said.

And with the emergence of oil and gas, you know, we're a small manufacturing facility in Beaver County. It does draw away some of our skilled talent that could be possibly coming to us. So we need to continue to develop a large enough workforce to fulfill all the needs of not just the oil and gas sector, but the balancing businesses, too, the petro chemicals we use, the raw materials that are made by oil and gas facilities to run our facilities, whether it's the energy or it's actually a conversion where ethane gets converted to ethylene. That's what we do at our Ontario plant, not necessarily our Pennsylvania plant, but then ethylene gets turned into styrene which is what our facility in Monaca uses

to conform the products that we made. So again, this is more than just oil and gas. This is all the downstream businesses and as previous speakers have said, all of our support contractors, all of our other sectors on site. They also bring those professionals that come in and make sure they are prepared to meet all of our needs. Thank you.

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REPRESENTATIVE LONGIETTI: Thank you, Mr. Chairman. Just, curious because you mentioned in your testimony internship possibilities and some on site experiences, but not so much in this region. Is that because of the types of jobs you have in this region or is there some other reason?

CHAIRMAN CHRISTIANA: Representative Longietti?

MR. MARKOWITZ: So first, I'll say that I myself I started with the company almost 20 years ago, and was offered a full-time position at the end of that, a very big supporter of that. The reason we don't as much here is we just don't have the amount of workforce. Our total workforce in this building is about 200. Our total workforce in the manufacturing facility is about 200, split evenly between the hourly and salary workers. We do have some students from the University of Pittsburgh right now at the facility learning to be engineers and experience what it's like to work.

CHAIRMAN CHRISTIANA: Representative Mustio?

REPRESENTATIVE MUSTIO: Representative Longietti read my mind.

REPRESENTATIVE LONGIETTI: Good minds think alike.

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CHAIRMAN CHRISTIANA: I'd like to have your follow-up on the fact that you mentioned that we have the change the mindset that every child needs to go to college. And one issue they're finding out statistically we're doing a pretty poor job of getting those kids across the finish line, which typically means worse then having a degree with tremendous amounts of debt. The only thing worse than that is having a tremendous amount of debt and no degree, and I think we have to do a better job. And the status quo clearly isn't working, but maybe it's the way that colleges and universities needs to diversify and have collaborations and maybe we have to change the --- not saying that kids shouldn't go to college, but what is offered at college maybe needs to change. Can you talk about a little bit of maybe if you've seen some examples of collaboration that will work to change the model of the traditional four-ear degree and the traditional offerings that the academic catalogues have been in the past?

MR. MARKOWITZ: Well, I think an understanding of the outcomes is very important. So to know what it means to be a drill rig operator or an instrument electrician or a pipefitter, what that ultimately means for the lifestyle that you can live and work and the balance that you can have as a --- you know, work/life balance. We don't do a very good job of just making that widely known. We work, you know, closely

with Allegheny Conference on understanding how to make this happen. We've done big pushes on the technical fronts, and it's worked. You know, the job postings has generated a lot of jobs. I think a lot of it has to do with just --- I don't want to say marketing, but it's making sure that the children understand that there is value. And the schools will ultimately match what the people want. And you know, in some other regions there are other programs that are developed to prepare people to do those programs, and I think it's just, you know, essentially telling them what it means to do those positions.

CHAIRMAN CHRISTIANA: And if you have a follow-up to this, by all means, but I just kind of have an additional point to what you're saying, is so much of it is marketing. And we talk about marketing these jobs to the students, but if you'll use me as an example again that had parents that were uneducated about education, we have to do a better job of counseling parents as well, I believe, about the jobs that are out there.

MR. MARKOWITZ: Sure.

CHAIRMAN CHRISTIANA: You can talk to --- we can talk to all the third-graders and fourth-graders and get them excited for a short amount of time, but I think we really need to do a better job of counseling parents and educating parents about education. What does it mean to have \$80,000 of student

loans? What are you going to do with that political science degree? And I think that conversation has to be a part of it.

And I think it's that link between job creators in K-12, as well as higher education in K-12. I think we have to strengthen those --- both of those links, and I'm thankful that you're being a part of that conversation.

MR. MARKOWITZ: I agree completely with what you're saying. And the only thing I can say in closing is that, you know, we sit in Moon. The high school reached out to us and said please come work with us on our strategy. You know, one of our manufacturing leaders --- our manufacturing leader for our Bureau of Accounting plan is on the board of Penn State-Beaver. So we do try. And we also have somebody on CCBC. We try to make sure that we can influence where we can. And then, to your point, we have to see how we can get parents and others to also agree.

CHAIRMAN CHRISTIANA: Thank you. Thank you, Pace, for your testimony.

MR. MARKOWITZ: Thank you.

CHAIRMAN CHRISTIANA: And we're a little bit ahead of schedule, so we'll keep moving forward. I would like to just --- the reason that we're ahead of schedule is that Dr. Peter Garland, Executive Vice Chancellor for the Pennsylvania State System of Higher Education, couldn't be here today. You have the testimony in your folder from the Vice Chancellor and

at the door if any of the guests would like to pick it up.

Now we'll have Nancy Dickson, Vice President

Community Relations and Development from the Community College

of Beaver County.

MS. DICKSON: Good morning, Representative

Christiana, members of the Committee. Thank you very much for allowing me to present to you this morning. I am Nancy

Dickson. I am the Vice President of Community Relations and

Development for the Community College of Beaver County. And I understand your interest here today is to gain insight into the effectiveness of institutions of higher education and on preparing Pennsylvania students for the new workforce needs.

And you've already heard some very excellent testimony from these distinguished colleagues, we're all talking from the same songbook. We're just probably not on the same page just yet.

So let me kind of take you on a journey with me on some statistics and some numbers.

Pennsylvania Commission on Higher Education that networks all 14 community colleges, these are some basic statistics. More than 87,950 were enrolled in credit career programs, leading to a degree, certificate or diploma in 2012, 2013. Greater than 19,180 incumbent workers were trained at community college through the WEDnet PA program during that same time frame. And over 1,120 companies contracted with community colleges in

fiscal 2012, 2013 to train 30,205 employees, representing a total employer investment of \$13.3 million. Those are the big numbers.

Now, there's no reason for me today to get into the capital needs of community colleges in great detail, but I would like to mention for the record that a recent study by an architectural firm, Santech, that more than \$726 million in capital is needed at PA community colleges, with over 58 percent of that directly tied to instruction. That's nearly \$296 million is needed to update academic programs at existing locations. An additional \$127 million is needed to expand academic programs into the new service areas, which we're talking about. Now, those are broad numbers. Those are so big, I can't even get my head around it. But let me offer you a snapshot of what we are experiencing at CCBC and perhaps help you get your mind around what readiness really means.

CCBC is one of the smallest of the 14 community colleges in PA, and yet we are less than two miles from an industrial corridor of some major companies, AES, BASF, NOVA Chemical, ARDEX, that require a very skilled workforce. The corridor is also the proposed site of the Shell cracker facility. It would be a gross understatement to say we're not keenly aware of what's going on right outside our front door. So let me break down that \$296 million of updates are needed for academic programs. Public officials at all levels,

business and industry representatives are asking community colleges and others to get students ready for the new workforce, which requires some very sophisticated equipment, plus professional instructors that are at high levels of experience, and as well as we have a new way of approaching credentialing for those students. So I have some points that I want you to consider.

So point one, a qualified pool of professional trainers for industry to the classroom. CCBC partnered with PA Community College for the first round of the Trade Adjustment Assistance Community College and Career Training Grant, the TAACCCT Grant we call it. Our portion of the \$20 million grant awarded to Pennsylvania allowed us to introduce and equip our industrial maintenance program that now includes welding, wastewater treatment operator and mechanical technician, plus CDL training. The approximately \$450,000 that we received from that grant basically allowed the purchase of one room of equipment and an instructor. Could we have started that program without the grant? No. Can we grow the program without additional funding? No. Is there an increased demand for those skilled workers? Yes.

Our instructor for that grant program came from industry with over 20 years of industrial maintenance experience. He was making well over \$100,000 annually. We could not afford to pay that much for his services. But

because he was retired and because of his passion for the industry and his willingness to teach from his knowledge and the knowledge of that equipment, we were able to offer him a part-time opportunity. That skill base of knowledge is not in academia. It is in industry. But the salary differences make it impossible for community colleges to hire those type of instructors right at that workforce. However, an opportunity might well exist for the creation of a resource pool of retired industry professionals willing to work with higher education on developing these types of training instructor positions at community colleges.

So point two to consider, consider effective cost sharing of equipment acquisition. The equipment in our industrial maintenance lab cost over \$250,000. That's one room, is modeled after an actual process in a treatment plant. The instructor's adaptations make it useful for training at entry level and other plants and other industries. Now, with industry involvement, we learn what upgrades are needed to expand that training, but the cost is prohibitive. Even the maintenance is costly. So this is not your ordinary Lowe's pipes and valves and little gauges that you plug in. One meter alone cost \$1,800.

CCB is in the award stage of a National Science
Foundation grant for \$200,000 to develop a process technician
program. We partnered with four community colleges in Houston,

Texas, to adapt the course model and the program. In order to learn the program and how it was developed, our team went to visit those four community colleges, tour their facilities and visit with their industry partners.

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On our visit to the Community College of the Midlands, just outside of Houston, we saw a training room the size of CCBC's athletic and events center. All the equipment inside was provided by a major industry partner. equipment, we found out, came from their bone yard or equipment that had replaced or upgraded at the plant. In another outside area, industrial engineers helped disassemble an exact replica of a treatment plant. Retired employees were instructors. partnership allows the College of Midland to offer a process technician two-year training program both at a certificate level, a diploma level and an advanced degree program. Graduates move to jobs at the area chemical industrials, and that was a natural fit. The demand for those graduates was more than could be filled. It is a symbiotic relationship, The State of Texas is also involved in support of the funding for a community college, and the revenue generated does allow for growth and sustainability. The point is sophisticated equipment for the program comes from a partnership with local industry. Here's another resource connection that could assess and develop new educational resources or solutions. The benefits are twofold. Maintenance

of the equipment is just as important as getting the equipment and it creates another level of training.

We also saw in Houston that the dean or the head of the process technician training program at the Community College of the Midlands and other colleges we visited were from industry. The need to have technical faculty is only one step. We need for division chairs, for department deans to lead the programs. That is equally as important. It's a mindset, these programs.

Industry must now be at the program development stages to create the course material. And when we developed our process technician program, we have included our local industries as partners in helping us work out those programs.

Point three, the new approach for credentialing are stackable credits. Several of the colleagues here today have mentioned that opportunity. The success of our program under the TAACCCT Grant is encouraging. Our current program, we have 24 students in the welding class, 24 completed and 24 moved to jobs. Twenty-six (26) started in the industrial maintenance technician class, and 11 have completed. In the CDL class, 26 started, 19 completed. The wastewater treatment operator class is at 11 individuals, and it is ongoing.

Our industry partners have told us that the ideal candidate is a jack-of-all trades, able to move from one place to another. For example, a certified welder could take

additional courses and become a certified mechanical technician. Those certifications or credits earned would stack and eventually become an Associate's degree, transferrable to a four-year institution for a Bachelor's degree.

Every one of these people here today have alluded to those type of efforts. As the need for welders diminishes, the worker would move to another area. CCBC is currently engaged in the stackable credentialing concept. The key to these pathway requires businesses and industry to be right at the table as the course models and programs are created. Advanced degree granting institutions also need to be part of this.

employers requires to develop with a company a training format that includes highly-skilled instructors. We pull our instructors, many of whom work for Fortune 100 companies, and that is a costly endeavor. However, the company is utilizing CCBC as their training resource, and they expect a high level of delivery. And it's our job to deliver at a quality and a cost that is beneficial to both parties. These workforce training programs are cost savings for industry and many are provided funding through WEDnet. However, we cannot continue to outsource to pay companies to train their employees. So they are getting savings by having training outsourced through community college. We've got to make companies understand the value of the savings that is benefit from workforce training at

community colleges. Companies know this and they can expect for that training. The need is there, and we have the delivery system in place. So the state may want to consider a better use of the distribution of training dollars as opposed to using just one agency for distribution.

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Just looking at numbers is not enough. There is much more needed than a single training program. Our business and industry partners are seeking a skilled, trained worker, but also with soft skills like critical thinking, communication, time management, personal hygiene, just to name a few, and of course, the ever popular drug and alcohol-free candidate. Development of those soft skills is a cultural shift that can be accomplished through multi-levels of partnership through middle school, high school, with business, K-12 education and higher education. Our current efforts with CareerLink, the Southwest Investment Board and the new sharing opportunities with the Beaver County Career and Technical Center all underscore the need for wider and stronger collaboration and breaking down of the silos that separate the exchange of facilities and personnel. These outreach efforts are already offering positive resource-sharing opportunities.

We are planning to partner soon with Allegheny
Conference and other area education institutions on the next
round of the TAACCCT Grant, plus other area higher education
institutions because business and industry need to be part of

all development as we move to the workforce-readiness model.

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My final point, the need for career pathways with middle and high school with STEM emphasis. Part of our NSF Grant is the development of career pathway awareness programs that will target high schools just to start. Linkage of career opportunities are available with science, technology, engineering and math basics is now more important than ever. Also important is the encouragement of young women to embrace the STEM program.

At a recent STEM conference in Pittsburgh, I networked with companies, organizations and school districts advancing STEM in the classroom. While impressive, the David Lawrence Center Convention Center was not packed and not every area of our region was representative. There were excellent models being developed that demonstrated career pathways that focus on STEM. Pockets of business and industry partnerships with education are happening, but not nearly enough. efforts can only be in --- cannot only be in the classroom, perhaps we need a state --- as a state, as higher education leaders an industry representative to closely partner to reeducate parents about STEM opportunities throughout Pennsylvania. As a group, we need to show science as the happening lifestyle, make technology a household career move and not just another device, show engineering as cool and demystify math. That is a cultural change. We know that

Beaver County's community will need reeducated on that, what blue-collar jobs really mean in comparison with today's workforce standards.

At CCBC and other community colleges, we are putting these programs on the drawing board now because we are in a position to make a huge impact on the Marcellus shale and other companies coming into our community. Putting these programs into place comes with a price tag for the classroom equipment and training labs. Our state needs to put some skin in the game at different levels. There are other states doing exactly that to get industries into their states. Industries need a trained workforce. It's that simple.

Are Pennsylvania institutions of higher learning effectively preparing Pennsylvania students for new workforce needs? Albert Einstein said, one cannot keep doing the same thing over and over, expecting different results. Perhaps it's time for a paradigm change or a shift in the state education business approach toward economic development in our educational resources. Perhaps the question that needs to be asked is are partnerships with Pennsylvania institutions of higher learning being encouraged and supported to effectively engage with business and industry and utilize state funds collaboratively to prepare Pennsylvania students for new workforce needs.

States that are currently attracting new companies

are also providing the training needed once they get there.

Community College of Beaver County stands ready to be the conduit that equips our community, our region with the workforce ready to face the future. Thank you very much. Do you have any questions?

CHAIRMAN CHRISTIANA: Thank you, Nancy. I do have a couple questions. If I heard you correctly, in order to start a new program, you need instructors, a curriculum, equipment and then the maintenance on that equipment; correct?

MS. DICKSON: Correct.

CHAIRMAN CHRISTIANA: And do we have enough industry partners investing in those four things currently for the jobs of --- that are available? I mean, I know we've heard of an isolated incident, maybe a company that helps incentivize a new program at a community college or some other higher education setting, but do we have companies investing in those four things to create a program and to sustain a program?

MS. DICKSON: Honestly, Representative Christiana, I don't think companies have been asked or shown exactly how they can partner. We saw that in Houston. But as Pace just said, NOVA's small here, so they will get involved with us and they're on our Advisory Board, advising us very closely, but they're small enough of a facility that for them to dip in and build a classroom is probably not logical for them. Is it something that they can ask their corporate across the board to

assist with? I don't know that. But I've also never asked.

CHAIRMAN CHRISTIANA: Then I guess my --- I would agree with that. And I think, as long as we continue to allow every company to be isolated, then we probably won't get that collaboration.

MS. DICKSON: Right.

CHAIRMAN CHRISTIANA: Maybe we should be looking at, you know, having a campus tailored towards an industry, where industry partners and multiple companies help to invest in a curriculum and a program that is for an industry and we have specialty, rather than having CCAC offer the same programs that CCBC offers that Penn State-Beaver down the road is offering the same program. I mean, clearly, Nancy, we're in need of some collaboration, and what are your suggestions on how we can --- in general, whether the state is encouraging it, forcing it? How do we have collaboration? Because there seems to be a tremendous amount of redundancy and waste.

MS. DICKSON: Well, let's go back to the TAACCCT Grant. That \$20 million was divided into the 14 community colleges. And as it was mentioned, and I don't know who did that, CONSOL Energy working with CCAC and their robotics or their lab there, each one of the 14 colleges did develop individual programs around new job creation. I think Butler did robotics. There's mechatronics at Westmoreland and CCAC. Each one had a different pocket. The western community

colleges entered into an articulation agreement to share those different programs for training in those stackable degree programs. So if a resident of Beaver County wanted to go into mechatronics at CCAC, he would register for the class at CCBC, of course, in the county tuition frame, and then go to CCAC and take those courses there, complete that degree and graduate Same thing with Westmoreland and with Butler County. from CCB. It's a great opportunity, and it's growing in recognition. It's just that it's not statewide. It's just in the western Pennsylvania community colleges. But you can't hardly see a student from Beaver County traveling to Philadelphia to do a program in wind energy, even though that's offered there at that community college. So there's got to be a system in place for tuition, reciprocity and sharing in order for that model to work. But it is working.

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CHAIRMAN CHRISTIANA: I will say that there may be parts of it that are working, but when --- my call to higher education would be that if we continue to make funding decisions for institutions, so an institution-based funding, then I believe that the higher education has a responsibility to change and be proactive in changing the status quo right now or we're going to go to an individual --- I believe in the future we're going to go to an individual-type funding and invest in students or job training and then allow them to dictate where the necessary training is to get that job. And

I've heard a few times today that, well, wherever the marketplace is or the demand is, that higher education will then offer wherever the demand is to fill the seats. But I don't think that's good enough any longer, when we're --- 58 percent of every dollar that we spend in higher education is truly wasted, in my opinion, because it means it doesn't get to a degree. I think we have to do a better job of funding if we're going to continue to invest in institutions, like we currently do, rather than individuals.

MS. DICKSON: And that's a good point. And it does require a paradigm shift in the total way of the approach to that funding mechanism. But let's talk about those 42 percent that aren't completing that degree.

Life gets in the way for some of our community college students, the completion. For example, we have two 19-year-olds. One lives at home with her parents. They pay the tuition. She goes to school. She does fine. Tuition is stable. Other 19-year-old got kicked out of the house. She's living with her boyfriend. They had a baby. She's on welfare. You raise tuition for those two 19-year-olds by \$5. The parents can still afford to send that 19-year-old to school. But this 19-year-old, she's going to drop out. She can't afford tuition any longer. She's got childcare. She's got healthcare. She has --- working two jobs. We have to look at lifestyles of what's happening within some of those people that

are in those colleges. Yeah, 42 percent may not be completing. But why aren't they completing? Is it because they don't like it? Not all the time. Sometimes life happens.

CHAIRMAN CHRISTIANA: I think so often it is that the product that we continue to talk about, the status quo, is that we're pushing every child to a four-year degree rather --- and then finding out in a year or two or three or four or five that that's not really what they should have done. They should have --- we should have put them in a workforce development program or a two-year program. I think we should have done more work to that point rather than figuring it out later, after the bills have already racked up, that they weren't the right candidate for college. They were right for a workforce training certificate.

MS. DICKSON: You're right. You're right. And we are doing more remedial class work preparing students just to take a college course at CCBC now than we've ever done before. I think I started at CCBC about five years ago, and I think we had 84 remedial classes. Remedial class means you're not able to take --- we're an open-door institution, so you're not able to take a college-level course. So you got to get yourself up to speed to do that, usually in reading and math. This year we did 300 remedial classes simply because students were not prepared to go into a college-level course. So as we're adjusting our thinking here, we also need to see what kind of

our model is, what's happening to our model of preparing our students just to get into college.

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CHAIRMAN CHRISTIANA: Representative Conklin?

CHAIRMAN CONKLIN: Thank you. Thank you, Nancy, for coming out. One of the opportunities I have is I work with a lot of smaller community college and technical schools. And I'm just asking --- and this is a question for you to ask if you match into this criteria. Many times we see young people leave high school and they're expected to go to college, not because they want to go to college, because they're expected to go to college. They go --- I like your term life gets in the way. They drop out. They go back to community college or trade school a number of years later.

MS. DICKSON: Uh-huh (yes).

CHAIRMAN CONKLIN: Is your particular school seeing the same thing, that you have a number of your students who may have started with a different career path, decided it wasn't the path they wanted, found out that they needed that education, and now are going back to that two-year degree?

MS. DICKSON: Absolutely. Our average age is around

CHAIRMAN CONKLIN: Good. You answered my second question. I was going to ask what the average age is. And the reason I find it interesting is that we found that those individuals are the motivated ones. They're the ones that you

have the 20 out of 20 graduating, because they've been down that road. What's the oldest student you have right now?

MS. DICKSON: We graduated, I guess last year, a gentleman that was 82.

CHAIRMAN CONKLIN: I need to know ---.

 $\underline{\text{MS. DICKSON:}}$ I don't know who's employing him, but wow, that is impressive.

CHAIRMAN CONKLIN: Well, actually, I work --- I'll leave the others go, but actually one of the places I work with, they have retired --- they have a lot of seniors. I'm up in State College, with the university, and we have individuals there that want to learn how to restore their old cars, so they retire at 62, go into the trade school, learn --- get a two-year degree for no other reason but to play. But I do love hearing that. Thank you.

CHAIRMAN CHRISTIANA: Representative Mustio?

REPRESENTATIVE MUSTIO: Thank you. Before I forget,
the comment that you made about the remedial education
requirements, could you get us some more specifics on that
data? You don't have to do that today, but the numbers showing
it significantly increased. Now, would you also please tie
that to the amount of applicants, enrollees and the age? You
don't have to do that now, but if you could get us that --MS. DICKSON: Oh, sure.

REPRESENTATIVE MUSTIO: --- information because I

think, you know, you just look at that statistic and it says, oh, our schools aren't doing the job, and then people can start tying that to whatever reasons they want to tie it to. But it would be interesting to get us that data, and then we can maybe come back with some follow-up questions, not to take more time here. Dr. Garland wasn't able to be here today, as Representative Christiana said, but in his testimony he highlights that the universities --- the state universities are starting to change. And he, you know, lists here several of the universities and some of the programs. So how sincere is that effort, how motivated is it, you know, how much of it's going to be tied to additional appropriations, which they did make a request in front of the Appropriations Committee this year for an additional \$18 million just to start some of these new programs. You know, what other programs have been phased out, I don't know. But just for those people that are watching, I want the public to know and to you to know, since you brought it up, that the State System of Higher Education is starting to partner with industry, and that specifically what the programs he highlights in here are is they've sat down with business and industry to go through that.

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And one other comment. There's a book called <u>Ask</u>, and I read it once. You don't get it, unless you ask; right?

And Jim and I both come from a sales background, but there's a former Speaker who gave that book to all of us to read once.

And I can tell you that --- I'm sure I can speak for all of the members here, that we've all toured training facilities, and I can't tell you --- I can't think of one that has not had a program or a classroom or training facility built by local corporations. And how did that happen? I can think of Manchester Bidwell down on the North Side of Pittsburgh specifically that I toured recently. Great program. What did they do? They brought in business and industry to show off what they're doing, and the corporations do have hearts. And I can tell you, you know, Bayer specifically built out a lab. There was a pharmaceutical --- a pharmacy, a large pharmacy group, and I don't want to misstate which one it was, built out the technical lab for pharmacists. There was a restaurant there that's open every day that one of the large restaurant chains in Pittsburgh built, because they want to make sure that they have employees coming into their companies in the future and, you know, all the items that are there to train on are what they use in their company. So I suggest it's a short title, Ask, but it's a great read. And I think you'll find it very productive and beneficial.

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MS. DICKSON: And it has been very beneficial for our nursing program. We asked Heritage Valley to support us for beds and equipment, and they do. You're right, ---

CHAIRMAN CHRISTIANA: See, you're on the start.

MS. DICKSON: --- you got to ask.

CHAIRMAN CHRISTIANA: So now we just got to start for you to start asking some of these other --- and we'll be happy to go with you to do that.

MS. DICKSON: It's easy to ask you guys.

CHAIRMAN CHRISTIANA: Right. But we'll be happy to go with you to help ask. Representative Longietti?

REPRESENTATIVE LONGIETTI: Thank you, Mr. Chairman.

Just curious, the trips down to Midland, Texas, was there anything that folks brought back in terms of how they were able to engage businesses, to partner with them? Was there anything learned there? Was government involved in that process or was it purely the institution, making the ask ---? Does anybody --- did anybody come back with any information on that?

MS. DICKSON: Have you ever been to the oil fields in Houston, Texas, ---

REPRESENTATIVE LONGIETTI: I have not.

MS. DICKSON: --- looked at the pictures on the internet? It's like a different world. The demand that those companies have for a skilled workforce coming out of a Associate's degree program is huge. They will do just about anything to get that training into their companies. I don't think that's unlike anything here.

What we learned was that the demand for soft skills, critical thinking, personal hygiene that I mentioned earlier, drug free, safety is so critical. And there is no tolerance.

And in academia, we have a little bit more lax way of approaching writing courses. And some of the courses that we offer, the student, you know, maybe shows up 10 or 15 minutes late for the class. Maybe has something pressing on his cell phone, gets up and leaves. You know, that's the environment of a classroom. Not all of them are like that, but students coming in feel more --- you know, it has to be comfortable for them.

Our industrial maintenance program, with the gentleman that is running that program, closes that door at eight o'clock. He gives them a 15-minute break. They better be back or the door is closed. They have standards to meet. And then they do spot drug testing on those students. That's the real world. So that real word is what we learned in Texas, that we have to replicate in a classroom to get those students up to par, so they can go out and get an entry-level position.

The other thing that we came back with to learn was money management. When these students walk out and get a \$70,000 job, handing my kid \$70,000 a year, he'd work for six months and party the next six months. So there is a money management portion of getting that kind of salary that has to go hand in hand with even an entry-level position. So those things weren't in the course structure, but they are part and parcel of what we have to deliver with that student.

REPRESENTATIVE LONGIETTI: Financial literacy is

certainly one of my passions, and I think you just spoke to that. The other thing that occurs to me is, you know, Representative Christiana talked about bringing multiple companies together within an industry to be partners. And that makes sense to me because there may not be one big one that can foot the whole bill or help buy the equipment or help write the curriculum. And I'm just wondering, and we have the Industry Partnership Program in Pennsylvania. My understanding is it has been very successful. And when it first started, companies were not so sure about it. You know, do we really want to train our incumbent workers together because we're competitors, and it's been wildly successful. And I'm wondering if that also needs to shift not just to incumbent workers, but to the new workforce, to bring these --- as Representative Christiana said, bring these companies together so that they can each bring something to the table to help develop the program, help buy the equipment, help maintain equipment, whatever it is, but to use that industry partnership model that already exists to try to do that.

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MS. DICKSON: Absolutely. But I think you're also going to find within companies --- like they said from CONSOL Energy, they got three people. I mean, the resources within the companies are equally as tight as they are in colleges. The Allegheny Conference has done a tremendous job in networking and starting to pull that resource all together.

They're crossing boundaries. They're making this a region 1 2 again. Companies are regional in that, but they're still --- I 3 mean, they're still small HR departments within ---4 REPRESENTATIVE LONGIETTI: 5 MS. DICKSON: --- these companies. So you're asking 6 for something that's going to require some time and energy and 7 some dedication from the company to be engaged. And that's 8 something that a company has to address as well. 9 REPRESENTATIVE LONGIETTI: Understood. Thank you. 10 CHAIRMAN CHRISTIANA: While we're talking about a lot of frustrations and shortcomings and how we're going to do 11 12 better, I do think that this region of the world is --- maybe 13 like Texas, has a long history of working 60-hour weeks, and 14 the blue-collar jobs is what I think made this area into what 15 it was. I just feel like we've lost a generation, ironically, 16 probably my generation, because of --- I'll use my parents as 17 an example --- that just said I don't want you to work in the 18 mill like I had to work in the mill, so you're going to go to 19 college, as if --- the blue-collar jobs that have been devalued 20 in the last 20 years ---21 MS. DICKSON: Absolutely. 22 CHAIRMAN CHRISTIANA: --- I think is a disservice 23 to ---24 MS. DICKSON: Absolutely.

CHAIRMAN CHRISTIANA: --- the next generation and to

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my generation. And I think we have to rebuild the value in a blue-collar job that provides a wonderful living for a lot of families in this region, build it to what it was, and I think will take it back to that high standard that we're used to. And this area does have a tremendous workforce. I think we just have some redundancies that we have to work through, and we've got to strengthen those links between K-12 and higher education and eventually job creators. And I think, once we do that, we'll put the plan in place to overcome some of these shortfalls. So thank you for your work on that ---

MS. DICKSON: You're welcome.

CHAIRMAN CHRISTIANA: --- and CCBC's work.

MS. DICKSON: Thank you, sir. Thank you, gentlemen.

CHAIRMAN CHRISTIANA: And lastly, we have Barry Balaski, principal, Moon Area High School.

MR. BALASKI: Well, good morning. I appreciate you letting us have a voice here at the table. And I was excited when I got invited, but I will tell you that, at this point, I'm downright pumped to be able to speak because, as I listened to all these speakers, I found out that they stole a lot of my thunder. And a lot of your questions were a lot of my thunder. But what it really did is just reinforce the fact that we, as educators, are doing what we're supposed to do. And I'm going to tell you a little bit about what we're doing so that you have an idea.

I do represent not only myself and Moon Area High School, but I represent some of my peers. In the back we have Todd Price, who's the principal of Montour High School; Chris Stone, who's the Curriculum Director; and Dan Smith, who's the principal of West Allegheny Schools. And we are pretty much some of the airport corridor schools that we've --- you've been talking about.

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So there are some things that we do here that just really do excite me. And I've heard a lot about STEM, but I would tell you also that we need to call that STEAM because --two reasons. One, arts aren't what you are used to seeing in the school. And I would invite you to come into our school to let you know that we truly aren't educating kids the same way we did a hundred years ago. Unfortunately, it's a little too similar to what we've educated kids a hundred years ago. it probably isn't what you were used to when you were in high school. And I know that Representative Mustio's been through our school several times, but I would tell you it's really a sight to be seen, because what we do really does drive our community, and our students are our future of what we do here. But the reason I say STEAM is it takes steam to drive that locomotive, and we want to make sure that those arts are support what we do. Our art classes involve graphic design, digital imaging, so it's --- all these corporations, you have to find a way to market them. So arts aren't what you're used

to seeing. I have two computer labs that are just dedicated to the arts, and that's all. That's all they're used for, so --- and they're used all day long, every period of the day. So it has changed, and technology has changed, but that arts needs to be in there.

We have an award-winning program over at Moon as far as music, and it's just something that involves the whole community. It allows you to bring the whole community into your school so that they understand what our kids are capable of doing and allows them to see all the other things that involve the math and the language arts and the engineering that we offer. We offer many engineering classes and so do the neighboring schools around us.

One of the other things that I heard today is I heard that we need to form partnerships. Well, that's partly what we do here. We have formed --- some of these guys that are sitting behind me are some --- I call some of my best friends because I see them on a regular basis. We do work collaboratively to make sure our students are progressing together. It's not what can Moon do; it's what can our students of western Pennsylvania do.

And with that being said, one of the things that you hear in education and one of the terms that's becoming pretty popular in education is the term grit. And I heard a lot of what was really being spoken about today, and what we really

lack nowadays in the school is we don't allow our kids to fail. We want our kids to be successful every way. And every time they're not successful, there's another safety net that picks them up and holds them up and says, well, we're going to just drive you to the next thing. And although we want safety nets and we want to take our kids to the next level by helping them every way we can, our kids need to learn how to fail sometimes. We need to value the steps along the way as much as we value the right answer sometimes. What I want out of my kids is I want them to fall down 100 times, but I want them to learn how to get up 101 times, and so that grit is what really is going to drive us. And if you listen to some of the things that are out there about grit, if you search that and you look at some of the sites out there, like Ted Talks and things like that that are on the internet, you'll see that grit has become a very big part of it. And they'll talk about the idea that, yeah, it's important to have good SAT scores and it's important to have good AP scores, but that's not a determinative factor of whether our kids are successful. And I heard about how our students aren't as successful as they need to be in college, but that's not the number one driving factor. The number one driving factor is the work ethic that we put into our kids and what they put into it. No one has to teach a kid how to be very good at a video game. Why don't they show the same interest in our classrooms? We need to find a way that we get

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them to show the same interest in that classroom that we do in things that they truly are, by nature, interested in.

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One of the things that we looked at as we were moving on, I used the idea of grit to really address the ideas of a shifting economy. I know you've heard over the years, and it was brought out by many political figures in the past that we are truly educating a student for jobs that we don't know exist. And so what I ask is that, as we sit in these meetings, how do we form these business partnerships? And that's what I've actually used you guys as Representatives to do. I know that I've called on Representative Mustio and I've called on Representative Murphy to ask us to get a foot in the door. I got an opportunity this past spring to get a foot in the door at CONSOL Energy, and I sat down with some of their representatives, Jessica Kearns and Tommy Johnson, to sit down. And one of the questions that they kind of asked, and I don't remember exactly how it was asked, is how did you get in this Well, we got in the door because we showed a little door? We got in the door because we weren't willing to accept the answer no. And although we'd love to spend a lot of these companies' money that they say have educational funds, what we're really looking for is their expertise. I don't want my kids necessarily to spend the whole day in my classrooms. want my kids to get out and get into their companies. I want them to see what's going on. Because I can't afford to spend

the amount of money that these companies do to educate their people. I can't afford to stay up with the changing trends that these companies are staying up with.

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CONSOL Energy, five to ten years ago, was nothing but a coal company. Well, maybe not nothing but a coal company, but they were focused on coal. That's not their main focus anymore. So what they've done is they've changed. And we don't have the ability to change that quickly with them unless they partner with us. And if we can't get into their companies, what we want is we want their experts to come into our schools and we want them to teach with our experts, and we want them to present units on what we do so that we educate our kids.

One of the questions that we always get is what holds us back from doing that? To be quite honest with you, there's a lot of testing that takes place in schools, and we're focused on what those schools' scores mean. Moon's a high-performing district. I'm proud of what we are able to accomplish. But what we do is we take the time to make sure that our scores in English, in math, in biology are great scores, and we don't take the time to get out to CONSOL and Williams and Chevron and NOVA and Michael Baker, who all sit in our backyard, to learn what it is that our kids need to know to be successful in the world. And they're experts, and we need to get them. If I was coming out of school and someone offered

me \$72,000, I probably wouldn't be an educator, but I want to make sure that our kids have that opportunity to be educated in that way.

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And this job is tough, and I've heard a lot about frustration, but I'm going to be honest with you, I'm not frustrated, I'm gritty and I'm motivated. I'm motivated by what's out there, what's being offered. I ask you guys to open those doors for us. And to be quite honest, we're going to come knocking on your door. I'm going to tell my kids to come knocking on your door. And if we don't open your door, we're going to go knock on the next one. That's, I think, what we have to do with our kids if they truly, truly want to learn, because we have great companies around here. We want to make sure that we focus on those and that we market ourselves. Schools are not marketing themselves the way they should, and we need to get people to come in and visit our schools to see what we're doing so that we can help them. But we need the help of companies to come over and teach us what they need from us.

CHAIRMAN CHRISTIANA: Barry, thank you for your testimony and your passion. I would love to bottle that up and give it away to, you know, principals in every single building in Pennsylvania. You're really an inspiration for all of us now to get out there and work to help you.

With your work ethic and how you preach the work

ethic and how important it is to your kids and in life, if I'm not meeting the expectations at whatever, let's just say golf, if I'm not meeting that expectation, I have to do it more hours a day, more days a year. With 11 to 12 days on average of testing a year that wasn't around when I was in school, but we're still on the 181-day calendar, do you believe that that system is antiquated, and if kids aren't at the level that we want them to be, and the best opportunity for them to learn is in the school environment, especially those that, you know, come from difficulty family backgrounds, we want them in school more hours a day, more days a year, do you believe that the 180-day calendar has to go away?

MR. BALASKI: Well, I'm a proponent of give me an opportunity for our kids, and I'll find a way to make it work, whether that's a 180-day calendar or a 200-day calendar. That's not the most important thing to me, because I think there's ways to open the classroom 24 hours a day. One of the things that's been pushed out there for a long time, recently anyway, is the flip classroom, to where we do the instruction at night and allow the kids to do the projects during the day. I have several teachers that work a flip classroom. So the instruction or a lecture or the activity is done and the kid can watch that as many times as they want at night, and the activity or the product that they produce is done during the day, with the teacher's help. That's one way to do it.

We have a lot of technology at Moon. We're beneficial at Moon that we have some things that a lot of school districts don't have, so we're able to do some things that other school districts can't. We videotape some of our lessons so that our kids can watch it more and more. But I really look at opportunities. Do I need the depth that everyone talks about? I was a stats professor, so numbers are important to me and testing to know where your kids are and a form of assessment of some sort is important to know where you're going because --- you know, I always say, as a former math teacher, there's nothing worse than giving a quiz on Wednesday, and no matter how that quiz turns out, do you still give that test on Friday? We do have to adapt to what our kids need. But in the long run, we really need to move our schools forward by giving them opportunity.

Does a student have to be in my school from 7:30 to 2:15? I don't believe so. If they come in and I give them the math, the science, the social studies and the English, can't I get them out to CONSOL Energy or Chevron to spend some elective time learning what the real world is really about? Because, going back to the college issue, why do some of these kids drop out? They're generally just not interested in what they're taking. They thought they were, but they've had no experience in it. They had no opportunity in it to really learn that that's what they want. They see dollar signs, quite frankly, a

lot of times. They become engineers because they think engineers make money. So I think you can open the classrooms a lot of different ways.

CHAIRMAN CHRISTIANA: Chairman Conklin?

CHAIRMAN CONKLIN: Just very quickly. And first off, I don't know where you're going, but I'm motivated, I'm going with you. I mean, I'm ready. What's the --- and I know it's off topic, what's the --- in your particular district, what's the reduced lunch program percentage of your students?

MR. BALASKI: Our district's a lower percentage. I think it's around 15 or 16 percent.

CHAIRMAN CONKLIN: It's real low. That's good.

MR. BALASKI: So it's low.

CHAIRMAN CONKLIN: Yeah.

MR. BALASKI: So we are bene --- we benefit from a community that would be considered to be quite wealthy as a whole. But we still have some of the same struggles because it's still about retention of not only the students that do struggle, you're still responsible for a hundred percent of them, it's teachers, too.

CHAIRMAN CONKLIN:

What's actually a --- I had a follow-up question for it, which isn't affected much by the numbers, but it is. You, early on when you talked about steam and you --- and you did something I very much like, because I believe that the arts are

as vital as any other program because it keeps a lot of kids in school who normally wouldn't be in school and it helps, what the employers are saying, with intercommunication with other students, has them work together. In your particular district, do you find that having those art programs, those music programs, those other programs, beneficial to those students to help them out not only academically but within the interacting of the other students?

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MR. BALASKI: Absolutely. I believe that that's one of the main reasons we are a high-performing district is because of the amount of arts and the amount of sports that we offer. There's no doubt in my mind that some kids come to school because they play in the band, and then we get them to learn some English and some social studies and some math while they're playing in the band. Plus, it also builds that camaraderie between students, and it also gives us a sense of community. Our most active boosters are our band boosters. they're the ones that pull everybody together, work together, and quite honestly, we wouldn't be able to do the things we do without them. And we're privileged that way because I would honestly tell you that our band boosters probably raises as much money as we give the band itself out of own budgets through going through communities and asking for donations of what we do.

CHAIRMAN CONKLIN: I'm on your team. Let's go. I'm

ready.

REPRESENTATIVE MUSTIO: Thank you. And thank you for being here, Barry. And I appreciate and my children appreciate you adding the A for the arts. My son's an architect and my daughter's a painter and a photographer, so --- both Moon graduates. And I think that we sometimes shortchange the thinking and creative ability of those particular students in the short term to the detriment of where they --- a lot of them end up in the long term, which is, because of their creative abilities, end up running companies, because they do think outside of the box. So I'll agree with Representative Conklin. We don't do that often, but we do on that.

CHAIRMAN CHRISTIANA: Representative Mustio?

CHAIRMAN CONKLIN: You and I always agree.

REPRESENTATIVE MUSTIO: We do on that. But I do want to let you know, sitting to your right, there's representatives from the Chamber of Commerce here, the Pittsburgh Airport and the Chamber. And I could see Bernie smiling and Michelle smiling as you were talking about partnerships. And I know that they're --- have always been very proactive and creative. And I suspect before you leave they'll probably say, you know what, let's start talking about how we can help Moon, Montour and West Allegheny and get into some of these companies as well. But thank you. And I'm going

to buy a bottle of that energy, too, from Jim, once he gets it marketed.

MR. BALASKI: Thank you.

CHAIRMAN CHRISTIANA: Representative Longietti?

REPRESENTATIVE LONGIETTI: Thank you, Mr. Chairman.

It's been talked about a fair amount this morning about getting to the parents, letting parents know that there are technical hands-on jobs that are very --- that require skills, that pay well, that are rewarding. And I just want to get your perspective, how do we get to the parents? Because, you know, I think their mindset is, in some cases, outdated. One of the benefits of our jobs is that we actually have some opportunities to tour facilities and realize, wow, manufacturing has really changed from 20 years ago. And I just want to get your perspective on how do we reach parents with that message.

MR. BALASKI: Well, that is the difficult part because, as in education, we know that all parents will attend open houses of their elementary children. And as they move up through high school, it becomes less and less. And we hear a lot of times that parents will say, well, we wanted to give them space. And I always believe, if you're going to give them space, give them space when they're a little younger, and then stay with them when they get older, when they're making the big decisions. But a lot of it is inviting them in as much as you

can, even when there is a low turnout. You may say something that is important enough for them to say something to someone else. They don't come out unless they're passionate about something. So I think that part of it is, is you have to show some passion to the parents to get them excited about what we're doing in the schools. But in the long run, you have to excite their kids enough so that they go home and speak about what they're doing at school. And you have to excite them enough about the opportunities that we give them. If I send a kid home that's been out at CONSOL all day long, I guarantee you they're going to go home and tell their parents about what they've done.

We send --- we partner with a lot of groups. You know, if I send a kid out to watch an open-heart surgery at Allegheny General Hospital, they're going to go home and they're going to tell their parents. So although we might not necessarily get them into the school, we get the message out. And then we're relentless. I think that you have to be relentless. It goes back to what I was saying before. If they knock you down 100 times, get up 101 times, until that person listens to you. So it's a relentless message that we have to send. We'll never reach 100 percent of them. But if we try to reach 90, I know I'm not reaching 100 percent. So we have to keep attempting to reach 100 percent of them.

REPRESENTATIVE LONGIETTI: Thank you.

CHAIRMAN CHRISTIANA: And Barry, thank you. one final point. Oftentimes, the education establishment and government are always struggling to control costs and what is adequate funding. And you know, part of the --- the majority of the topic today was on higher education. While we struggle with you almost every day to control costs, we're looking at, you know, some colleges and universities that are upwards of almost \$50,000 a year. And it's --- we don't have that same battle to control costs, yet we continue every year to make those funding decisions and, as we heard today, not necessarily getting the kids across the finish line that we would hope. Could you provide maybe a couple suggestions for us as to ways that we could strengthen the link between K-12 and higher education, ways that maybe we can get rid of some of the redundancy, whether it's the academic catalogues and what we could do better? Do you have some suggestions?

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MR. BALASKI: Absolutely. In fact, I'm excited that you asked that question. Because one of the things that we've done at Moon, and I know Montour offers the same program, is we started last year with a partnership with Robert Morris University, where we offer the first semester of college in our high school. Robert Morris University professors come to my school to teach our students on Saturday mornings. And when our students are done --- they go through as juniors and seniors, and when they're done, they have a semester of school

finished. And that partnership comes from knocking on their doors until they answer. And what they've done is they provided that to us at a 70-percent discount over their tuition.

And we do the same thing with dual enrollment. We do the same thing with college in the high school, where our teachers are a professor for specific schools. We use Pitt.

We use Robert Morris, where they pick up college credits. So when our seniors are done, if they take those type of courses, they literally can be a year-and-a-half through school. But there's a lot of opportunities that way. I guess what it really comes down to is --- Representative Mustic said it, you have to ask. And you have to keep asking until someone says yes. It was kind of funny, someone asked me one time why don't more people ask. And I really think the answer is, is because when you ask, what you're most afraid of is that the company says yes, and then you have to do some work to follow up through that.

CHAIRMAN CHRISTIANA: Do you have the same level of partnerships with the community college or with the trades in their training facilities?

MR. BALASKI: Absolutely. And what we've done there is I sit on the board at the Parkway West, where what we've done is through our Parkway West and our career students and our vo-tech students, they actually have the opportunity to go

to CCAC, and they do that through a grant. So they can go to CCAC and pick up courses for free.

We've also partnershipped with the local contractors. And there's the Contractors' Union that sits right on 60 that we've partnered with. And our students actually get to go over there, and they're accepting some of our students from the Parkway West Career and Technical Center, where they go right into their apprenticeship programs. And whether they're over there working with the construction area there or the welders across the City of Pittsburgh or some of those other groups, they've opened their doors, knowing that these are people that can go out and make a great living.

One of the things I heard earlier, too, is that the number of kids we send to college --- and quite frankly, sometimes I think they're right. I think sometimes we send too many kids to college, because there are careers out there where they can make a great living, and we keep telling them what to do instead of finding out what they're interested in.

CHAIRMAN CHRISTIANA: Clearly, you would say that your guidance counselors pose as a career counselor, not just --- so often we hear got to go to college, and they're pushing that college agenda and that academic agenda rather than take an individual, look at what's best for that individual and try to help them land on their feet with a job as quickly as possible. Do your guidance counselors really take it as their

responsibility to be career counselors for ---?

MR. BALASKI: They do. Our guidance counselors take the career aspect very serious. We bring in career fairs and we bring in local representatives, we bring in local companies, and we try to bring in some high-powered companies, and we bring in some companies that a student can go to work right after high school. We bring them in for career fairs to do that. We do a lot of that. One of the things that we fight in education, quite honestly, Moon graduates about 1,200 students. I have three high school counselors, which means I have one counselor for every 400 students. It's hard to drive every one of them in a direction. And we truly do fight the ideals of parents who believe that that student has to go to college to be successful. And we have a lot of people with one or two or three degrees that aren't in the jobs that they really want to be in. And had we put them into a marketplace where they could be successful, they would be surely further ahead in the game.

CHAIRMAN CHRISTIANA: Barry, I think it's a wonderful way for this committee to adjourn this hearing. I want to thank Chairman Conklin for coming out, my colleagues, and once again, NOVA for hosting us at a great facility. So thank you very much. Have a safe trip home.

HEARING ADJOURNED AT 12:00 P.M.

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CERTIFICATE

I hereby certify that the foregoing proceedings, hearing held before Honorable James Christiana was reported by me on 5/28/2014 and I Juliette Hoffman read this transcript and that I attest that this transcript is a true and accurate record of the proceeding.

Sourt Reporter