





Vic Hockett

## **Custom Fit Report – Fiscal Year 2025**

Custom Fit has been a vital asset to Utah by providing customized training funding to Utah businesses for over 40 years. This state investment supports workforce development and economic vitality by increasing both retention and expansion in Utah companies, attracting new businesses to the state, and meeting employers' specific educational needs. Custom Fit accomplishes this through jointly funded partnerships between Utah companies and Utah System of Higher Education technical colleges.

As provided in <u>Board Policy R903</u>, *Custom Fit*, the program primarily serves for-profit Utah companies through the training of incumbent workers. Not-for-profit companies may participate with special approval. A company is required to pay at least 50% of the training cost, though most pay close to 60%. Participating institutions are encouraged to prioritize funding to maximize economic and workforce impact, taking into account regional and state needs and circumstances. In doing so, institutions also consider equitable access for different businesses, repeat businesses versus new utilization, retention, expansion, targeted industries, and company size.

In accordance with <u>Board Policy R903-8.3</u>, <u>Custom Fit</u>, Utah's 11 public institutions offering technical education submitted reports detailing their Custom Fit activity for the 2025 fiscal year. The attached summary report reflects statewide Custom Fit activity.

## Highlights

- **Total Service:** In fiscal year 2025, Custom Fit delivered an impressive 451,161 hours of training to 16,673 employees across 1,847 companies. While this represents a slight decrease compared to 2024—17.4% fewer companies served, 9.1% fewer trainees, and 10.7% fewer training hours—the average training per participant remained strong at 27 hours, nearly unchanged from the previous year (-0.05%). These results reflect a continued commitment to workforce development and partnerships that provide a solid foundation for future growth and impact in Utah.
- **Company Contributions:** Companies paid \$6,131,880 (\$5,327,120 in FY24) or 51.0% of the costs of training they received, adding to the \$6,361,556 in state appropriations.
- **Industry Sectors:** Most training (industry sectors) was provided to companies in the Construction Sector (391), advanced manufacturing (219), and life sciences (195).

- **New Recipients:** In FY25, more than half (53%) of the companies served received Custom Fit training for the first time in at least three years. Approximately one-third of the trainees and hours trained were in companies that have been served every year for at least three years.
- **Company Size:** 49.0% of the training (hours) was provided to small companies, which constituted 80.0% of all the companies.
- SBA Classifications: 300 companies self-reported that they are rural small businesses as
  classified by the Small Business Administration, and 404 companies self-reported as womenowned small businesses. Self-reported SBA classifications made up 46.5% of all companies
  served.
- Certification/Licensure: 34.3% of the training was for courses related to industry certification
  or professional licensure.
- **Sponsored Enrollments:** Eight institutions enrolled 822 trainees in courses that were part of their regular credentialed programs.

The Custom Fit program continues to be a cornerstone of Utah's economic success, helping maintain our position as #1 in the nation for economic outlook, according to Rich States Poor States. When companies consider relocating or expanding in Utah, they consistently cite our highly skilled workforce as a key factor—and Custom Fit plays a vital role. By keeping Utah's workforce educated, adaptable, and aligned with the latest technological advancements, Custom Fit ensures Utah's industries remain competitive and future-ready. As innovation accelerates across sectors like artificial intelligence, energy, aerospace, construction, transportation, and services, Custom Fit evolves in step—demonstrating remarkable agility and responsiveness. We extend our sincere gratitude to the dedicated leadership of Custom Fit teams statewide and to the Utah Legislature for their continued investment in Utah's future through this impactful program.



## **Custom Fit Report for the fiscal year ending June 30, 2025**

TOTAL SERVICE												
	BTech	Davis	Dixie	MTech	OTech	SLCC	Snow	STech	Tooele	UBTech	USU	USHE TOTAL
Companies Served	272	184	129	391	161	144	184	94	60	144	84	1,847
Change from FY24	9.2%	-2.1%	-79.7%	29.0%	3.2%	17.1%	16.5%	2.2%	-37.5%	-5.9%	1.2%	-17.4%
Trainees	4,261	1,867	767	2,052	1,847	1,699	719	919	605	1,453	484	16,673
Change from FY24	-2.3%	7.2%	-43.1%	-19.8%	-2.8%	33.7%	-51.2%	38.6%	-10.6%	-18.2%	-15.4%	-9.1%
Training Hours	76,829	61,379	20,077	83,501	79,073	28,662	20,260	30,373	13,573	23,031	14,405	451,161
Change from FY24	-14.1%	7.4%	20.2%	-41.9%	-1.8%	3.3%	8.2%	95.4%	-1.7%	-4.6%	-19.4%	-10.7%

FINANCE												
	BTech	Davis	Dixie	MTech	OTech	SLCC	Snow	STech	Tooele	UBTech	USU	USHE TOTAL
Funding												
FY24 Carried Forward State Appropriation FY25	<i>\$7,997</i> <b>\$712,700</b>	\$7,656 <b>\$691,900</b>	\$21,768 <b>\$362,300</b>	\$41,179 <b>\$1,142,400</b>	<i>\$0</i> <b>\$684,600</b>	\$38,848 <b>\$764,456</b>	\$189,142 <b>\$449,500</b>	\$184,283 <b>\$365,700</b>	<i>\$2,293</i> <b>\$397,100</b>	<i>\$36,241</i> <b>\$509,900</b>	\$96,138 <b>\$281,000</b>	\$625,544 <b>\$6,361,556</b>
Company Contributions	\$679,543	\$568,828	\$367,784	\$1,926,274	\$560,252	\$762,618	\$313,554	\$290,213	\$165,588	\$299,898	\$197,327	\$6,131,880
% of Direct Training Costs Other Funding	<i>70.5%</i> \$38,000	<i>61.4%</i> \$0	<i>60.2%</i> \$0	<i>68.1%</i> \$0	<i>61.5%</i> \$0	<i>60.3%</i> \$0	<i>52.3%</i> \$0	<i>60.8%</i> \$0	<i>51.3%</i> \$0	<i>60.0%</i> \$0	<i>53.5%</i> \$0	<i>62.7%</i> \$38,000
Total Available	\$1,438,241	\$1,268,385	\$751,853	\$3,109,854	\$1,244,853	\$1,565,923	\$952,197	\$840,197	\$564,982	\$846,040	\$574,465	\$13,156,981
					Use of Fu	ınds						
Direct Training Costs	\$964,396	\$926,607	\$614,380	\$2,817,941	\$911,338	\$1,265,276	\$599,214	\$477,086	\$319,518	\$499,826	\$368,601	\$9,764,183
Staff Compensation	\$452,755	\$272,179	\$111,130	\$255,792	\$220,435	\$382,636	\$151,897	\$224,645	\$237,849	\$283,617	\$156,578	\$2,749,514
Equipm ent	\$0	\$4,888	\$0	\$2,043	\$0	\$0	\$0	\$26,340	\$1,769	\$1,713	\$1,740	\$38,493
Other Gen. Expenses	\$12,758	\$16,347	\$3,077	\$21,078	\$22,820	\$12,081	\$19,696	\$38,762	\$5,615	\$18,933	\$39,488	\$210,656
Total Expenditures	\$1,429,909	\$1,220,021	\$728,588	\$3,096,854	\$1,154,594	\$1,659,993	\$770,807	\$766,833	\$564,751	\$804,088	\$566,407	\$12,762,845
FY25 Carried Forward to FY26	+-/	\$48,364	\$23,265	\$13,000	\$90,259	(\$94,070)	\$181,389	\$73,364	\$231	\$41,951	\$8,058	\$394,142
% of Annual Funds	0.6%	3.8%	3.2%	0.4%	7.3%	-6.2%	23.8%	11.2%	0.0%	5.2%	1.7%	3.1%

## **Custom Fit Program Delivery Profile**

Custom Fit Mission								
	Companies	Trainees	Hours					
Company Retention:	999	11,242	262,937					
Company Expansion:	697	3,941	<b>1</b> 67,170					
New Company in Region:	264	883	21,055					
Total (distinct)	1,847	16,673	451,161					

\*Custom Fit supports training designed to aid in retention and expansion of Utah companies and attract new businesses to the state (Policy R432-4).

Industry Sector								
	Companies	Trainees	Hours					
Aerospace & Defense:	19	375	17,770					
Advanced Manufacturing:	219	4,640	113,944					
Computer Sciences:	32	603	7,544					
Financial Services:	112	607	22,318					
• Life Sciences:	195	1,193	30,854					
Construction:	391	3,021	134,028					
Hospitality/Tourism/Outdoor Rec:	81	918	14,263					
Mining & Energy:	81	1,140	16,814					
Other Regional Targeted Industry:	76	274	11,258					
Other Industry:	630	3,308	82,278					
Total (distinct)	1,847	16,673	451,161					

Recipient Frequency (1st, 2nd, 3rd year)								
	Companies	Trainees	Hours					
New Recipients (1st year)	987	4,591	127,969					
• Returning (2nd year)	313	2,710	75,053					
• Continuous (3rd yr)	496	8,306	248,140					
Total (distinct)	1,847	16,673	451,161					

Company Size								
	Companies Trainees Hours							
• Small (0-49 employees):	1,478 6,202 222,041							
• Medium (50-499 employees):	292 7,292 148,448							
• Large (500+ employees):	70 🔲 2,567 📗 80,672							
Total (distinct)	1,847 16,673 451,161							

Training/Course Content								
	Trainees	Hours						
Manufacturing	1,106	66,274						
Healthcare	1,265	35,145						
Construction	1,536	113,750						
• Finance	555	16,629						
Other Technical Skills	1,991	59,749						
Personal/Occupational Health/Safety	4,767	48,607						
Customer/Market Development	802	10,649						
Organizational Development	4,387	80,800						
• Other	996	18,156						
Certification/Licensure	3,438	106,623						
Total (distinct)	16,673	451,161						

Sponsored Enrollments in Institutional Program Courses*									
	Trainees	nees Hours		Graduates					
BTech	1	52	26,247		37				
Davis Tech	1	39	26,287		28				
Dixie Tech	1	14	2,996		-				
Ogden-Weber Tech	3	40	60,490		125				
Snow College		6	585		1				
Southwest Tech		68	12,240	1	10				
Tooele Tech		27	6,174		14				
UB Tech		55	6,675		49				
USHE TOTAL	8	46	135,019		264				

\*Reporting required when Custom Fit funds sponsor a student for a course in a regular credentialed program offered by the institution (Policy R432-7.4.3).