

CALIFORNIA APPRENTICESHIP COUNCIL
 1515 Clay Street, Suite 301
 Oakland, CA 94612
 Tel: (415) 703-4920
 Fax: (510) 286-144



LEGISLATION COMMITTEE MINUTES

Chairperson Yvonne de la Peña
 Wednesday, June 24, 2020
 11:00 a.m. – 12:00 p.m.

I. Call to Order/Roll Call

Chairperson Yvonne de la Peña called the meeting to order at 11:02 a.m.

Members present: Jack Buckhorn, Dick Zampa, Yvonne de la Peña, Luis Ontiveros, Nick Esquivel, Larry Hopkins, Jim Hussey and Chief Eric Rood

Absent: Paul Von Berg, Chip Martin, Chris Christophersen
 A quorum was met.

II. Review/approve previous Minutes

A motion was made and seconded to approve the minutes of the last meeting held on January 22, 2020 in Glendale, CA. Minutes were approved as submitted

III. Budget

Reviewed Budget handout:

***Budget Bills: Fiscal Year 2020-2021
 (as Amended)***

Yvonne stated that the bill number changed to SB-78 from SB-808, Mitchell

Item: 6870-101-0001—For local assistance, Board of Governors of the California Community Colleges (Proposition 98)

Schedule:

(2) 5670019-

Apprenticeship.....
 **\$43,649,000**

CALIFORNIA APPRENTICESHIP COUNCIL

1515 Clay Street, Suite 301
 Oakland, CA 94612
 Tel: (415) 703-4920
 Fax: (510) 286-144



(3) 5670023-Apprenticeship Training and
 Instruction..... **\$35,694,000**

Provisions:

3. (a) The funds appropriated in Schedule (2) shall be available pursuant to Article 3 (commencing with Section 79140.) of Chapter 9 of Part 48 of Division 7 of Title 3 of the Education Code.

(b) Pursuant to Section 79149.3 of the Education Code, the reimbursement rate shall be **\$6.44 per hour**.

(c) Of the funds appropriated in Schedule (2), **\$15,000,000** shall be used for the California Apprenticeship Initiative pursuant to Section 79148.1 of the Education Code. Funds appropriated pursuant to this subdivision shall be available for encumbrance or expenditure until June 30, 2026.

(d) this provision is deleted

(2) Funds appropriated pursuant to this subdivision shall be available for encumbrance or expenditure until June 30, 2025.

4. (a) The funds appropriated in Schedule (3) shall be available pursuant to Article 8 (commencing with Section 8150) of Chapter 1 of Part 6 of Division 1 of Title 1 of the Education Code.

(b) Pursuant to Section 8152 of the Education Code, the reimbursement rate shall be **\$6.44 per hour**.

Percentage Changes in ongoing RSI funding

- RSI hourly rate decreased by \$0.01 from \$6.45 to \$6.44.

Other Budget Bill items regarding apprenticeship and pre-apprenticeship:

Item: 7120-001-3228—For support of California Workforce Development Board,
 payable from the Greenhouse Gas Reduction
 Fund.....**2,550,000**

Schedule:

(1) 6040-California Workforce Development Board.....**2,550,000**

CALIFORNIA APPRENTICESHIP COUNCIL

1515 Clay Street, Suite 301
 Oakland, CA 94612
 Tel: (415) 703-4920
 Fax: (510) 286-144

**Provisions:**

1. The funds appropriated in this item shall be used to support apprenticeship and job training programs for workers and disadvantaged individuals consistent with the State Strategic Workforce Development Plan, including support for training opportunities necessary to transition the state's workforce to a low carbon economy.
2. The funds appropriated in this item shall be available for encumbrance or expenditure until June 30, 2022.
3. Of the funds appropriated in this item, the California Workforce Development Board shall only expend funds on payroll and payroll-associated costs.

Yvonne stated that these items were all removed:

Item: 7120-101-3228— For local assistance, California Workforce Development Board, payable from the Greenhouse Gas Reduction Fund.....30,000,000

Schedule:

(1) 6040-California Workforce Development Board.....30,000,000

Provisions:

1. *The funds appropriated in this item shall be used to support apprenticeship and job training programs for workers and disadvantaged individuals consistent with the State Strategic Workforce Development Plan, including support for training opportunities necessary to transition the state's workforce to a low carbon economy.*
2. *The funds appropriated in this item shall be available for encumbrances or expenditure until June 30, 2022.*

Yvonne discussed these additional items and questions were received from the apprenticeship community.

CALIFORNIA APPRENTICESHIP COUNCIL

1515 Clay Street, Suite 301
 Oakland, CA 94612
 Tel: (415) 703-4920
 Fax: (510) 286-144



Item: 7120-001-3290—For support of California Workforce Development Board, payable from the Road Maintenance and Rehabilitation Account, State Transportation Fund.....**251,000**

Schedule:

(1) 6040-California Workforce Development Board.....**251,000**

Provisions:

1. All funds appropriated in this item shall be available for encumbrance or expenditure until June 30, 2027 and shall be liquidated no later than June 30, 2027.
2. Notwithstanding any other law, funds appropriated in this item may be transferred to Item 7120-101- 3290. Such transfer shall require the prior approval of the Department of Finance.
3. The California Workforce Development Board is encouraged to create greater partnerships and collaboration with other **pre-apprenticeship programs** with the Department of Corrections and Rehabilitation and the Department of Transportation.

Item: 7350-001-0514—For support of Department of Industrial Relations, payable from Employment Training Fund.....**5,965,000**

Schedule:

(1) 6110-Division of Apprenticeship Standards.....**5,965,000**

Yvonne discussed Department of Higher Wages and Better Jobs. She stated that included in the Governor's 2020-2021 budget proposal is the Administration's proposal to create the Department of Higher Wages and Better Jobs (Department) within the Labor and Workforce Development Agency (Agency). The new department would be composed of existing divisions within the Agency to align "fragmented workforce programs."

Department of Better Jobs and Higher Wages
 (timeline)

2020-21 Governor's Budget - - Released January 10, 2020

CALIFORNIA APPRENTICESHIP COUNCIL

1515 Clay Street, Suite 301
Oakland, CA 94612
Tel: (415) 703-4920
Fax: (510) 286-144



Budget Request Summary: The Labor and Workforce Development Agency requests **\$2.4 million** General Fund and 10 positions in 2020-21. This will provide Agency the necessary resources to establish the directorate for the **Department of Better Jobs and Higher Wages** that will develop and align programmatic strategies and service delivery models to better meet California's workforce needs and proactively address the state's future of work challenges.

2020-2021 May Revision to the Governor's Budget - - Revised on May 14, 2020
Labor and Workforce Development Agency - - REALIGNING WORKFORCE TRAINING The COVID-19 Recession is causing unemployment levels the state has never seen. As the economy recovers, it is critical that the state's workforce training programs are aligned to the jobs that employers need. For these reasons, the Administration is prioritizing the reorganization of various entities under California's Labor Agency that aligns fragmented programs and services to better support data, policy, and program analysis of the state's workforce training programs. The proposed consolidation of the state's workforce training programs under a new **Department of Better Jobs and Higher Wages** is needed more now than ever given the underlying changes in the state's economy. The Department will be comprised of the California Workforce Development Board, the Employment Training Panel, Workforce Services Branch, and Labor Market Information Division, which are currently in the Employment Development Department, and the Division of Apprenticeship Standards, currently in the Department of Industrial Relations.

Trailer bill language can be found at the following URL:

<https://esd.dof.ca.gov/dofpublic/public/trailerBill/pdf/83>

Question from the apprenticeship community will the vote currently finalize the 644's or is that already in place. The votes will be finalizing and hopefully they will adopt what is here.

Nick Esquivel from the Chancellors office gave a brief report regarding the community colleges budget and stated that they will know 30days after the governor's budget is approved.

Bill Numbers to watch:

SB-121 Budget Act of 2020 -

http://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=201920200SB121

AB-89 Budget Act of 2020

http://leginfo.legislature.ca.gov/faces/billTextClient.xhtml?bill_id=201920200AB89

Questions and comments were made by the apprenticeship community.

Fiscal Year 2018-19 RSI Backfill was discussed by Nick Esquivel. He stated that there is an education code 79149.3 and in that code it states that funding can only be used for

CALIFORNIA APPRENTICESHIP COUNCIL

1515 Clay Street, Suite 301
Oakland, CA 94612
Tel: (415) 703-4920
Fax: (510) 286-144



RSI. He stated that some are stating that they have not received the backfill. Nick said to please reach out to him if you need assistance on this.

Nick gave a brief report on the governors May Revise, RSI Projections and Program Sustainability.

College Allocation: FY 2020-2021 = \$43,649,000 of which \$15 million for CAI & \$28,649,000 for RSI.

California Department of Education: LEA's: FY 2020-2021 = \$35,694,000

Yvonne continued by discussing Bills of Interest that we had been following. She stated that the legislative is not taking action on any items that were not a emergency. Due to the epidemic that we are in with COVID- 19. She stated that a majority of them did not meet the deadline to get out of assembly or was not assigned to a committee.

IV. Adjournment

Adjournment at 11:38 a.m.