BUDGET ACT 2017-2018: APPRENTICESHIP Chapter 14, Statutes of 2017

(Senate Bill 97, Signed June 27, 2017)

CAC Legislative Committee July 26, 2017

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

Schedule:

(2) 5670019-Apprenticeship 32,745,000
(3) 5670023-Apprenticeship Training and Instruction 22,127,000

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, Title 3 of the Education Code.
 - (b) Pursuant to Section 79149.3 of the Education Code, the reimbursement rate shall be \$5.90 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 of the Education Code. Funds appropriated pursuant to this subdivision shall be available for encumbrance or expenditure until June 30, 2020.
- 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 \$5.90 per hour.

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The Appropriation for Apprenticeship includes the following:

- 1. **Overall,** the funding for apprenticeship did **not** include more hours for RSI over fiscal Year 2016-17. The increase in the RSI hourly rate below is sufficient to account for a portion of the number of RSI hours earned and reported creating another year of unfunded RSI.
- 2. An additional \$15,000,000 is included in the community college item for the third fiscal year to ..."develop and implement innovative apprenticeship training demonstration projects". The language clarifies that the Chancellors office has three full fiscal years to encumber or spend the \$15,000,000.
- 3. The **RSI** hourly rate is increased by \$0.19 from \$5.71 to \$5.90, a 3.33% increase over fiscal year 2016-17.

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