ADDRESS REPLY TO: California Apprenticeship Council P. O. Box 420603 San Francisco, CA 94142-0603



LEGISLATION COMMITTEE Minutes Chairperson Yvonne de la Peña Wednesday, August 10, 2022 Hilton Los Angeles North/Glendale

I. Call to Order/Roll Call

Meeting called to order at 11:07 p.m. Commissioner de la Pena called the meeting to order.

Members present: Yvonne de la Pena, Christopher Christophersen Sr., Paul Von Berg,

Larry Hopkins, Sheri Learmonth, Mark Burri, Earl Restine and Chief Eric Rood

Absent: None

A quorum was met.

II. Review/Approve Previous Minutes.

A motion and a second for approval of the January 26, 2022 meeting minutes. All approved. The motion carried.

III. Review Budget Bills

In fiscal year 2022-23, the Legislature appropriated \$88,122,000 for RSI reimbursement. The appropriation is split between community colleges in one group and K12 school districts and county offices of education in a second group (the second group referred to as K12 LEAs). In fiscal year 2022-23, community colleges received \$39,237,000 and K12 LEAs received \$48,885,000. The reimbursement of community colleges is directed by Education Code sections

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79149 through 91749.7. The reimbursement of K12 LEAs is directed by Education Code

sections 8150 through 8155. Although the two groups are directed by separate sections of the

Education Code, the direction is largely identical. The reimbursement rate for both groups is

established by the Budget Act and is \$8.82 in fiscal year 2022-23. Was previously \$6.77/training

hour

Stated that the dollars are available for 3 years. Same amount of hours are still available.

Other Budget Bill items regarding apprenticeship and pre-apprenticeship:

Item: 7120-001-3228—For support of California Workforce Development Board, payable from the Greenhouse.

Schedule:

(1) 6040-California Workforce Development Board 2,594,000

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 encumbrance or expenditure until

June 30, 2024.

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The budget also creates a separate funding source for IACA programs that will create less demand on RSI funding. The IACA Apprenticeship Innovation Fund (AIF) was created to help IACA programs developed over the past five years to scale up operations. There were over 200 multiemployer apprenticeship intermediary programs developed in healthcare, information technology, cybersecurity, early childcare education, and other key industry sectors that will allow these programs to scale. The fund is a one-time general fund of \$175 million that is allocated over the next three fiscal years.

There is funding specific to getting more women and non-binary into construction careers and for DAS to focus on a robust youth apprenticeship strategy. The Department has \$39 million to increase the number of women and non-binary into construction careers. A request for proposal (RFP) will be coming out this calendar year that focuses on childcare costs and providing stipends for pre-apprenticeship program.

IV. Review of New and Pending Bills

Reviewed current Legislation.

Yvonne read the California Apprenticeship Council RSI Funding Resolution dated January 27, 2022.

CALIFORNIA APPRENTICESHIP COUNCIL

RSI FUNDING RESOLUTION

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January 27, 2022

Whereas the California Apprenticeship Council (CAC) is recognized as the authority on all issues relating to apprenticeship training, and Whereas apprentices registered with the Division of Apprenticeship Standards (DAS) receive related and supplemental instruction and on the job training in accordance with the program-approved apprenticeship standards, and Whereas registered apprentices directly contribute to workforce and economic development of the State because of their employment, and Whereas California has recognized the benefits of funding DAS approved apprenticeship training programs through historical experience and statute, and Whereas the CAC has an established Legislative Committee that reviews legislative bills and related and supplemental instruction (RSI) budget proposal impacting the apprenticeship community, and Whereas registered apprenticeship programs sustained loss of funding in fiscal years 19/20 and 20/21 due to interruptions in training and program/employer closures caused by the COVID-19 pandemic, and Whereas the workforce shortages resulting from the COVID -19 Pandemic have amplified the need for critical and effective apprenticeship training programs to rebuild and replenish California's workforce to meet the challenges faced by those most impacted by the State's job losses, and Whereas it was the recommendation of the CAC Legislative Committee and approved by the full body of the CAC to ensure funding remains whole and continues to provide for the growth of all registered apprenticeship programs and ensure the investments made by the Legislature and Governor are used for its intended purpose,

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Therefore, be it Resolved; the CAC strongly urges the Chief of DAS and all apprenticeship stakeholders to take all actions necessary to ensure unused RSI funding does not revert to general apportionment funds, but is instead extended for use by the apprenticeship community for at least three (3) years, and Be it also Resolved; the CAC strongly urges the Chief of DAS and all apprenticeship stakeholders to take all actions necessary to promote changes to the funding allocation process as outlined in Educational Code sections 8150-8154 and 79179.3-79149.5, to allow for any excess dollars to be transferred between Schedules 2 and 3 of Item: 6870-101-0001, in the event that one Schedule has surplus funds and the other schedule has deficit funds.

V. Adjournment

The meeting adjourned at 12 p.m.