

# OVERVIEW OF BUDGET BILLS

## Relating to Apprenticeship - Fiscal Year 2023-2024

### SB 72 and AB 221

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

#### Schedule:

(2) 5670019-Apprenticeship.....	\$73,195,000
(3) 5670023-Apprenticeship Training and Instruction.....	\$53,818,000

#### Provisions:

3. (a) (1) 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. Funds appropriated pursuant to this subdivision shall be available for encumbrance or expenditure until June 30, 2026.
  - (2) Pursuant to Section 79149.3 of the Education Code, the reimbursement rate shall be \$9.71 per hour.
- (b) Of the funds appropriated in Schedule (2) \$30,000,000 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, 2029.
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. Funds appropriated pursuant to this subdivision shall be available for encumbrance or expenditure until June 30, 2026.
  - (b) Pursuant to Section 8152 of the Education Code, the reimbursement rate shall be \$9.71 per hour.

#### Changes in RSI funding and hours:

- RSI hourly rate increased by **\$ .89 from \$8.82 to \$9.71 (8.13% COLA)**
- The funds are available for use for **up to 3 years**.
- At the new rate, RSI hours remained about the same for Schedule (2) – Community Colleges programs and Schedule (3) – Department of Education programs. There was a reduction of \$45,000,000 in Schedule (2) which was a one-time allocation in last year’s budget.

#### Other Budget Bill items regarding apprenticeship and pre-apprenticeship:

- |  |              |
|--|--------------|
| (4) 6110-Division of Apprenticeship Standards..... | \$95,000,000 |
|--|--------------|
1. Of the amount appropriated in Schedule (4), \$20,000,000 shall be used to support the California Youth Apprenticeship Program for encumbrance or expenditure until June 30, 2025. It is the intent of the Legislature that \$25,000,000 will be provided in 2024–25 to support this program.

2. Of the funds appropriated in Schedule (4), \$15,000,000 shall be used to support the Women in Construction Priority Unit established at the Department of Industrial Relations pursuant to Section 107.7 of the Labor Code.
3. Of the amount appropriated in this item, \$11,250,000 in Schedule (2), \$8,750,000 in Schedule (3), and \$5,000,000 in Schedule (1) shall be available on a one-time basis to support the California COVID-19 Workplace Outreach Project.
4. Of the amount appropriated in Schedule (4), \$60,000,000 shall be available for the Apprenticeship Innovation Funding program. These funds shall be available for encumbrance or expenditure until June 30, 2025.

**Item: 7120-001-3228**—For support of California Workforce Development Board, payable from the Greenhouse Gas Reduction Fund..... \$2,844,000

**Schedule:**

(1) 6040-California Workforce Development Board..... \$2,844,000

**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, 2025.

**Schedule:**

(1) 6040-California Workforce Development Board .....\$ 120,400,000

**Provisions:** *(NOTE: Not all provisions are listed, just those that seemed to relate to apprenticeship)*

1. Of the amount appropriated in Schedule (1), \$45,000,000 shall be for the development and expansion of High Road Training Partnerships for health and human services. These funds shall be available for encumbrance or expenditure until June 30, 2026, for support or local assistance. Up to 5 percent of the amount appropriated in this provision may be used for administrative costs.