

OVERVIEW OF BUDGET BILLS
Relating to Apprenticeship
Fiscal Year 2021-2022

(In the order as passed by the Legislature)

1. AB 128: Main Budget Bill: Signed on June 28th
https://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=202120220AB128

2. SB 129: Budget Bill Jr.: Signed on July 12.
https://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=202120220SB129

This included substantial amendments to AB 128, including the addition of \$4 million for pre-apprenticeship academies.

3. AB 161: Budget Bill Jr.: Signed on July 9th
https://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=202120220AB161

Less substantial amendments to AB 128 and SB 129. No changes to the key apprenticeship items.

4. AB 164: Budget Bill Jr.: Signed on July 16th
https://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=202120220AB164

Additional amendments to the three bills above. No major changes except a technical change to the item that has the preapprenticeship money. Basically, rolled two amounts into one line item under DAS without changing the underlying distribution in 2 and 3.

AB 128

Budget bills previously followed: SB 112 and AB 214. *The companion bill to AB 128 is SB 128.*

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

Schedule:

(2) 5670019-Apprenticeship.....	\$60,117,000
(3) 5670023-Apprenticeship Training and Instruction.....	\$37,523,000

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 **\$6.77 per hour**.
- (c) 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, 2027.

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 **\$6.77 per hour**.

Changes in RSI funding and hours

- RSI hourly rate increased by \$0.33 from **\$6.44 to \$6.77 (approximately 5.1% increase)**.
- RSI hours stayed the same as the previous fiscal year.

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**

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, 2023.
3. The funds appropriated in this item shall not be subject to the provisions of Control Section 15.14(b).

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

Schedule:

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

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, 2023.

Item: 7350-001-0514—For support of Department of Industrial Relations, payable from Employment Training Fund **\$5,904,000**

Schedule:

(1) 6110-Division of Apprenticeship Standards **\$5,904,000**

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 preapprenticeship programs with the Department of Corrections and Rehabilitation and the Department of Transportation.

SB 129

Item: 7120-101-0001 — For local assistance, California Workforce Development Board 36,500,000

Provisions:

- 4. Of the funds appropriated in Schedule (1), \$75,000,000 shall be expended on the expansion of the High Road Training Partnerships program. These funds are available for encumbrance or expenditure until June 30, 2026.
- 5. Of the funds appropriated in Schedule (1), \$25,000,000 one-time shall be expended on the establishment of High Road Training Partnerships aligned with the California Community Colleges. These funds are available for encumbrance or expenditure until June 30, 2026.
 - (a) The California Workforce Development Board and the Chancellor’s Office of the California Community Colleges shall jointly submit an interim report to the Joint Legislative Budget Committee by October 1, 2023, and a final report by October 1, 2026, on the use and outcomes of funds appropriated in this provision. The report shall include, but not be limited to, information on the number of applicants, number of grants awarded, types of industry sectors that received a grant, average grant amount, geographic distribution of grantees, number of workers served, re-employment or employment retention, participation of high road employers, and participant wage gain, as well as a description of use of funds and participant employment changes as a result of the program. The report shall also provide an evaluation of the program, including any recommended changes to improve coordination and collaboration between community colleges and workforce development programs, and other best practices.
- 6. Of the funds appropriated in Schedule (1), \$10,000,000 one-time shall be available to develop earn and learn apprenticeship training programs in residential construction. These funds shall be available for encumbrance or expenditure until June 30, 2026.

Item: 7350-001-0001 — For support of Department of Industrial Relations

Schedule:

(1) 6105-Division of Labor Standards Enforcement	5,000,000
(2) 6110-Division of Apprenticeship Standards	4,000,000
(3) 9900100-Administration.....	15,000,000

Provisions:

- 1. Of the amount appropriated in Schedule (1), \$5,000,000 is to establish a Garment Worker Wage Claim program, subject to subsequent legislation. No more than 5 percent of this amount may be used for state administration of this program.

2. Of the amount appropriated in Schedule (2), \$4,000,000 shall be provided to the California Firefighter Joint Apprenticeship Council to conduct Emergency Medical Technician and Paramedic Preapprenticeship Training Academies. This amount shall be available for encumbrance or expenditure through June 30, 2024.
3. Of the amount appropriated in Schedule (3), \$15,000,000 shall be for the Department of Industrial Relations (DIR) to establish a Women in Construction Priority Initiative, overseen by the Director of the DIR to coordinate and help ensure collaboration across DIR divisions. The Priority Initiative will assist and provide resources to women in the construction industry, including developing materials for employers and unions to promote the recruitment and retention of women in construction, maintaining a website listing workers' rights, developing training materials specific to women to navigate health/safety and wage and hour laws, and leadership training for forewoman. It shall also provide resources (for employers and project owners) to improve construction worksite culture; address barriers; and develop trainings, materials for workforce pipeline professionals specific to women in construction, and interagency trainings. Notwithstanding any other law, these funds shall be available for encumbrance or expenditure through June 30, 2024, and for liquidation through June 30, 2026.