

## DEPARTMENT OF FINANCE BILL ANALYSIS

**AMENDMENT DATE:** June 9, 2008  
**POSITION:** Neutral

**BILL NUMBER:** SB 302  
**AUTHOR:** D. Ducheny

### **BILL SUMMARY**

This bill would provide additional specifications regarding the development of strategic workforce development plans by the California Workforce Investment Board (CWIB) and the local workforce investment boards. This bill also provides the Employment Development Department (EDD) the authority to collect specified information from local workforce investment boards and requires the EDD to report that information to the Legislature annually.

### **FISCAL SUMMARY**

The CWIB and the training and services provided are federally funded. There would not likely be any increased costs, however, to the extent there were, the costs would be contained within the available federal funds.

The EDD indicates that this bill would impose minimal and absorbable costs for the new reporting and rulemaking requirements.

### **SUMMARY OF CHANGES**

Amendments to this bill since our analysis of the original version are minor and do not alter our position.

- Requires the EDD to report annually on the training expenditures made by local workforce investment boards in the prior fiscal year.
- Would provide EDD the authority to establish accounting, monitoring, auditing, and reporting procedures and adopt, amend, or repeal any rules to ensure compliance with the federal Workforce Investment Act.

### **COMMENTS**

This bill would provide additional specificity regarding the delivery of workforce training and related services by the CWIB and the local boards and requires the EDD to report annually on the activities of the local workforce investment boards. This bill would:

- Clarify that the Governor be consulted regarding the designation of local workforce development areas within the state.
- Require the strategic workforce plan address the state's economic, demographic, and workforce needs.
- Require local plans to identify how recruitment and staffing services, training, and development, information and resources, and outplacement and business retention services will be provided to the business community.
- Specify that individuals meeting certain requirements may be provided customized training conducted with a commitment from an employer or group of employers for employment upon completion of the training.
- Require the EDD to report annually by November 30<sup>th</sup> on the training expenditures made by local workforce investment boards in the prior fiscal year. Because EDD does not currently collect this information, the department indicates that it would not be able to submit a complete first report by the November 30, 2009 deadline.
- Provide EDD the authority to establish accounting, monitoring, auditing, and reporting procedures and adopt, amend, or repeal any rules to ensure compliance with the federal Workforce Investment Act.

---

Analyst/Principal (0200) K. Shelton	Date	Program Budget Manager Todd Jerue	Date
--	------	--------------------------------------	------

---

Department Deputy Director	Date
----------------------------	------

---

Governor's Office:	By:	Date:	Position Approved _____
			Position Disapproved _____

---

**BILL ANALYSIS** Form DF-43 (Rev 03/95 Buff)

**BILL ANALYSIS/ENROLLED BILL REPORT--(CONTINUED)**

**AUTHOR**

**AMENDMENT DATE**

**BILL NUMBER**

D. Ducheny

June 9, 2008

SB 302

Code/Department Agency or Revenue Type	SO	(Fiscal Impact by Fiscal Year)							Fund Code
	LA	(Dollars in Thousands)							
	CO	PROP							
	RV	98	FC	2008-2009	FC	2009-2010	FC	2010-2011	
7120/Workforce In	SO	No		-----	See Fiscal Summary	-----			0890
<u>Fund Code</u>	<u>Title</u>								
0890	Trust Fund, Federal								