

DEPARTMENT OF FINANCE BILL ANALYSIS

AMENDMENT DATE: Original
POSITION: Neutral
SPONSOR: State Building and Construction Trades Council of California

BILL NUMBER: AB 2726
AUTHOR: B. Lowenthal

BILL SUMMARY: Employment Development Department: career centers

This bill would allow on-the-job training in apprenticeship programs approved by the Division of Apprenticeship Standards (DAS) within the Department of Industrial Relations (DIR) to be counted as job placement. The bill would further direct the California Workforce Investment Board (CWIB) and local workforce investment boards to ensure Workforce Investment Act (WIA) funds for apprenticeship programs are connected to one or more DAS approved apprenticeship programs.

FISCAL SUMMARY

According to the Employment Development Department, this bill would codify current practice and is not expected to result in any new costs. If any department later determines costs exist to administer the provisions of this measure, the proposed costs could be addressed through the regular budget development process.

COMMENTS

This bill would require that on-the-job training through a DAS approved apprenticeship program be considered placement into a job. Additionally, the bill requires CWIB to ensure that WIA training funds for employment in apprenticeship programs are linked to DIR approved programs within the DAS. This practice is included in existing federal guidelines.

This bill would codify existing practice.

Code/Department Agency or Revenue Type	(Fiscal Impact by Fiscal Year)									Fund Code
	SO	(Dollars in Thousands)								
	LA	PROP	2009-2010			2010-2011		2011-2012		
	CO	98	FC	FC	FC	FC	FC	FC	FC	
7100/EDD	SO	No	-----	See Fiscal Summary	-----					0870
7350/DIR	SO	No	-----	See Fiscal Summary	-----					3022
<u>Fund Code</u>	<u>Title</u>									
0870	Unemployment Administration Fund									
3022	Apprenticeship Training Contribution Fd									

Analyst/Principal (0250) _____ Date _____ Assistant Program Budget Manager _____ Date _____

Department Deputy Director _____ Date _____

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

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