

DEPARTMENT OF FINANCE BILL ANALYSIS

AMENDMENT DATE: June 21, 2010
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 working in coordination with 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 would be addressed through the regular budget development process.

SUMMARY OF CHANGES

Amendments to this bill since our analysis of the original version are minor and do not alter our position. The amendments change "connected to" to "work in coordination" as the phrases related to apprenticeship programs and clarifies the apprenticeship program is in the geographic area.

COMMENTS

This bill would require on-the-job training through a DAS approved apprenticeship program to be considered a job placement. 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.

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

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Code/Department Agency or Revenue Type	SO	(Fiscal Impact by Fiscal Year)							Fund Code
	LA	(Dollars in Thousands)							
	CO	PROP							
	RV	98	FC	2010-2011	FC	2011-2012	FC	2012-2013	
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								