By: Guillen, et al. H.B. No. 700

Substitute the following for H.B. No. 700:

By: Blanco C.S.H.B. No. 700

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the use of the skills development fund by certain

- 3 entities.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 303.001(a), Labor Code, is amended to
- 6 read as follows:
- 7 (a) The purpose of this chapter is to remove administrative
- 8 barriers that impede the response of public community and technical
- 9 colleges, community-based organizations, local workforce
- 10 development boards, public libraries, and the Texas A&M Engineering
- 11 Extension Service to industry and workforce training needs and to
- 12 develop incentives for public community and technical colleges,
- 13 community-based organizations, <u>local workforce development boards</u>,
- 14 public libraries, and the Texas A&M Engineering Extension Service
- 15 to provide customized assessment and training in a timely and
- 16 efficient manner.
- SECTION 2. Section 303.002(b), Labor Code, is amended to
- 18 read as follows:
- 19 (b) A public community or technical college or the Texas $\underline{A\&M}$
- 20 Engineering Extension Service may recover customized assessment
- 21 and training costs incurred by the institution if:
- 22 (1) there is an actual or projected labor shortage in
- 23 the occupation in which training is provided that is not being met
- 24 by an existing institution or program in the area; and

C.S.H.B. No. 700

- 1 (2) the wages at the time of job placement for
- 2 individuals who successfully complete customized training at the
- 3 public community or technical college or the Texas $\underline{A\&M}$ Engineering
- 4 Extension Service are equal to the prevailing wage for that
- 5 occupation in the local labor market area.
- 6 SECTION 3. Sections 303.003(b), (f), (g), and (h), Labor
- 7 Code, are amended to read as follows:
- 8 (b) The skills development fund may be used by public
- 9 community and technical colleges, community-based organizations,
- 10 local workforce development boards, public libraries, and the Texas
- 11 A&M Engineering Extension Service as start-up or emergency funds
- 12 for the following job-training purposes:
- 13 (1) developing customized training programs for
- 14 businesses and trade unions; and
- 15 (2) sponsoring small and medium-sized business
- 16 networks and consortiums.
- 17 (f) The Texas A&M Engineering Extension Service shall focus
- 18 the service's training activities under this chapter on programs
- 19 that:
- 20 (1) are statewide in nature; or
- 21 (2) are not available from a local junior college
- 22 district, a local technical college, or a consortium of junior
- 23 college districts.
- 24 (g) This section does not prohibit the Texas A&M Engineering
- 25 Extension Service from participating in a consortium of junior
- 26 college districts or with a technical college that provides
- 27 training under this chapter.

C.S.H.B. No. 700

- (h) A community-based organization may apply for money to participate in a training program only in partnership with a community and technical college or the Texas <u>A&M</u> Engineering Extension Service. A community-based organization providing services regulated by the state shall provide evidence of any certification, license, or registration required by law.
- 7 SECTION 4. This Act takes effect September 1, 2019.