

SENATE AMENDMENTS

2nd Printing

By: Phelan, Romero, Jr., Blanco, Burrows

H.B. No. 2784

A BILL TO BE ENTITLED

1 AN ACT
2 relating to the creation of the Texas Industrial Workforce
3 Apprenticeship Grant Program.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Chapter 302, Labor Code, is amended by adding
6 Subchapter I to read as follows:

7 SUBCHAPTER I. TEXAS INDUSTRIAL WORKFORCE APPRENTICESHIP GRANT
8 PROGRAM

9 Sec. 302.251. PURPOSE. The purpose of the Texas Industrial
10 Workforce Apprenticeship Grant Program is to address the immediate
11 industrial workforce needs of this state resulting from the impact
12 of Hurricane Harvey and overall workforce shortages.

13 Sec. 302.252. DEFINITIONS. In this subchapter:

14 (1) "Apprenticeship program" means a training program
15 that:

16 (A) provides on-the-job training, preparatory
17 instruction, supplementary instruction, or related instruction in
18 a trade that has been recognized as an apprenticeable occupation by
19 the Office of Apprenticeship of the United States Department of
20 Labor; or

21 (B) is certified as an industry-recognized
22 apprenticeship program by a third-party certifier that has received
23 from the United States Department of Labor a favorable
24 determination of qualification to award that certification.

1 (2) "Person" does not include a governmental entity.

2 Sec. 302.253. PROGRAM. The commission shall establish and
3 administer the Texas Industrial Workforce Apprenticeship Grant
4 Program to encourage the private sector to develop specialized
5 industrial workforce apprenticeship programs in this state. Under
6 the program, the commission shall provide grants for persons who
7 meet the requirements of Section 302.255.

8 Sec. 302.254. TEXAS INDUSTRIAL WORKFORCE APPRENTICESHIP
9 FUND. (a) The Texas industrial workforce apprenticeship fund is a
10 dedicated account in the general revenue fund.

11 (b) The following amounts shall be deposited in the fund:

12 (1) money appropriated by the legislature for the fund
13 for purposes described by this subchapter;

14 (2) interest earned on the investment of money in the
15 fund; and

16 (3) gifts, grants, and other donations received for
17 the fund.

18 (c) The fund may be used only for an apprenticeship program
19 that meets the requirements of Section 302.255.

20 Sec. 302.255. APPLICATION; ELIGIBILITY FOR GRANT. To be
21 eligible to receive a grant under this subchapter, a person must:

22 (1) if the person is an entity, be in good standing
23 under the laws of the state in which the person was formed or
24 organized, as evidenced by a certificate issued by the secretary of
25 state or the state official of another state having custody of the
26 records pertaining to a person formed or organized under the laws of
27 that state;

1 (2) not owe delinquent taxes to a taxing unit of this
2 state; and

3 (3) have in place an apprenticeship program that:

4 (A) provides on-the-job training under an
5 industry-recognized, accredited training curriculum;

6 (B) guarantees employment for participants
7 during and on successful completion of the training period;

8 (C) pays each participant at least \$15 per hour
9 during the training period and provides eligibility for
10 participants to receive full-time employee benefits during and on
11 successful completion of the training period;

12 (D) requires participants to advance their
13 skills, at a minimum, to a credentialed, performance-verified
14 mid-level status in the field related to the apprenticeship
15 program;

16 (E) has a duration of not more than 26 weeks; and

17 (F) gives preference to training and hiring:

18 (i) unemployed Texans who have filed with
19 the commission;

20 (ii) veterans of the United States armed
21 forces;

22 (iii) formerly incarcerated individuals;

23 and

24 (iv) underemployed individuals who are
25 working without industry-recognized certifications or other
26 credentials.

27 Sec. 302.256. LIMITATIONS ON GRANT AMOUNT. The amount of a

1 grant awarded under this subchapter may not exceed the lesser of
2 \$10,000 per apprenticeship program participant or the cost of
3 training, not including wages and benefits.

4 Sec. 302.257. REQUIREMENTS; GRANT AWARD. (a) The
5 commission shall distribute the grant funds on an individualized
6 basis as a reimbursement for training costs incurred by grant
7 recipients in accordance with Section 302.256.

8 (b) Before awarding a grant to a person under this
9 subchapter, the commission must determine that a sufficient number
10 of apprenticeship program participants have:

11 (1) completed the program and achieved the training
12 requirements specified by Section 302.255(3)(D); and

13 (2) maintained available and suitable employment for a
14 period of not less than six months.

15 (c) The commission by rule may develop the criteria for
16 making the determinations required by Subsection (b).

17 Sec. 302.258. PROGRAM RULES. (a) The commission shall
18 adopt rules to administer and enforce this subchapter.

19 (b) The commission shall post the rules on its Internet
20 website.

21 Sec. 302.259. ANNUAL REPORT. (a) Not later than December
22 1 of each year, the commission shall submit to the lieutenant
23 governor, the speaker of the house of representatives, and the
24 members of the legislature a report on grants made under this
25 subchapter that states:

26 (1) the number of direct jobs each grant recipient
27 created in this state in each job category of the federal Equal

1 Employment Opportunity Commission's job classification guide;

2 (2) the median wage of the jobs each grant recipient
3 created in this state;

4 (3) the total amount of each grant awarded to a grant
5 recipient; and

6 (4) the number and categorization of apprenticeship
7 program participants trained and employed by each grant recipient
8 under Section 302.255(3)(F).

9 (b) The report may not include information that is made
10 confidential by law.

11 (c) The commission may require a grant recipient under this
12 subchapter to submit, on a form provided by the commission,
13 information required to complete the report.

14 (d) The commission shall post the annual report on its
15 Internet website.

16 SECTION 2. This Act takes effect September 1, 2019.

ADOPTED

MAY 22 2019

Leta Spauld
Secretary of the Senate

Carl Allen

By: _____

H.B. No. 2784

Substitute the following for ____B. No. _____:

Robert Lee Nichols

By: _____

C.S. ____B. No. _____

A BILL TO BE ENTITLED

AN ACT

1 relating to the creation of the Texas Industrial Workforce
2 Apprenticeship Grant Program.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

4 SECTION 1. Chapter 481, Government Code, is amended by
5 adding Subchapter EE to read as follows:

6 SUBCHAPTER EE. TEXAS INDUSTRIAL WORKFORCE APPRENTICESHIP GRANT
7 PROGRAM

8 Sec. 481.601. PURPOSE. The purpose of the Texas Industrial
9 Workforce Apprenticeship Grant Program is to address the immediate
10 industrial workforce needs of this state resulting from the impact
11 of Hurricane Harvey and overall workforce shortages.

12 Sec. 481.602. DEFINITIONS. In this subchapter:

13 (1) "Apprenticeship program" means a training program
14 that provides on-the-job training, preparatory instruction,
15 supplementary instruction, or related instruction in a trade that
16 has been recognized as an apprenticeable occupation by the Office
17 of Apprenticeship of the United States Department of Labor.

18 (2) "Person" does not include a governmental entity.

19 Sec. 481.603. PROGRAM. The office shall establish and
20 administer the Texas Industrial Workforce Apprenticeship Grant
21 Program to encourage the private sector to develop specialized
22 industrial workforce apprenticeship programs in this state. Under
23 the program, the office shall provide grants for persons who meet
24

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1 the requirements of Section 481.605.

2 Sec. 481.604. TEXAS INDUSTRIAL WORKFORCE APPRENTICESHIP
3 FUND. (a) The Texas industrial workforce apprenticeship fund is a
4 dedicated account in the general revenue fund.

5 (b) The following amounts shall be deposited in the fund:

6 (1) money appropriated by the legislature for the fund
7 for purposes described by this subchapter;

8 (2) interest earned on the investment of money in the
9 fund; and

10 (3) gifts, grants, and other donations received for
11 the fund.

12 (c) The fund may be used only for an apprenticeship program
13 that meets the requirements of Section 481.605.

14 Sec. 481.605. APPLICATION; ELIGIBILITY FOR GRANT. To be
15 eligible to receive a grant under this subchapter, a person must:

16 (1) if the person is an entity, be in good standing
17 under the laws of the state in which the person was formed or
18 organized, as evidenced by a certificate issued by the secretary of
19 state or the state official of another state having custody of the
20 records pertaining to a person formed or organized under the laws of
21 that state;

22 (2) not owe delinquent taxes to a taxing unit of this
23 state; and

24 (3) have in place an apprenticeship program that:

25 (A) provides on-the-job training under an
26 industry-recognized, accredited training curriculum;

27 (B) guarantees employment for participants

1 during and on completion of the training period;

2 (C) provides eligibility for participants to
3 receive full-time employee benefits during and on completion of the
4 training period;

5 (D) requires participants to advance their
6 skills, at a minimum, to a credentialed mid-level status in the
7 field related to the apprenticeship program;

8 (E) has a duration of not less than 16 weeks and
9 not more than 26 weeks; and

10 (F) gives preference to training and hiring:

11 (i) unemployed Texans who have filed with
12 the Texas Workforce Commission;

13 (ii) veterans of the United States armed
14 forces;

15 (iii) formerly incarcerated individuals;
16 and

17 (iv) underemployed individuals who are
18 working without industry-recognized certifications or other
19 credentials.

20 Sec. 481.606. LIMITATIONS ON GRANT AMOUNT AND USE. The
21 amount of a grant awarded under this subchapter may not exceed
22 \$10,000 per apprenticeship program participant and may be used only
23 to reimburse the cost of training, not including wages and
24 benefits.

25 Sec. 481.607. REQUIREMENTS; GRANT AWARD. (a) The office
26 shall distribute the grant funds as a reimbursement for training
27 costs incurred by grant recipients in accordance with Section

1 481.606.

2 (b) Before awarding a grant to a person under this
3 subchapter, the office must determine that a sufficient number of
4 apprenticeship program participants have:

5 (1) completed the program and achieved the training
6 requirements specified by Section 481.605(3)(D); and

7 (2) maintained available and suitable employment for a
8 period of not less than six months cumulatively after completion of
9 the apprenticeship program.

10 (c) The executive director by rule may develop the criteria
11 for making the determinations required by Subsection (b).

12 Sec. 481.608. PROGRAM RULES. (a) The executive director
13 shall adopt rules to administer and enforce this subchapter.

14 (b) The office shall post the rules on its Internet website.

15 Sec. 481.609. ANNUAL REPORT. (a) Not later than December 1
16 of each year, the office shall submit to the lieutenant governor,
17 the speaker of the house of representatives, and the members of the
18 legislature a report on grants made under this subchapter that
19 states:

20 (1) the number of direct jobs each grant recipient
21 created in this state in each job category of the federal Equal
22 Employment Opportunity Commission's job classification guide;

23 (2) the median wage of the jobs each grant recipient
24 created in this state;

25 (3) the total amount of each grant awarded to a grant
26 recipient; and

27 (4) the number and categorization of apprenticeship

1 program participants trained and employed by each grant recipient
2 under Section 481.605(3)(F).

3 (b) The report may not include information that is made
4 confidential by law.

5 (c) The office may require a grant recipient under this
6 subchapter to submit, on a form provided by the office, information
7 required to complete the report.

8 (d) The office shall post the annual report on its Internet
9 website.

10 SECTION 2. This Act takes effect September 1, 2019.

ADOPTED

MAY 22 2019

Henry Spaul
Secretary of the Senate

Carl Alh

FLOOR AMENDMENT NO. 1

BY: _____

1 Amend C.S.H.B. No. 2784 (senate committee printing) by
2 striking all below the enacting clause and substituting the
3 following:

4 SECTION 1. Chapter 302, Labor Code, is amended by adding
5 Subchapter I to read as follows:

6 SUBCHAPTER I. TEXAS INDUSTRY-RECOGNIZED APPRENTICESHIP PROGRAMS
7 GRANT PROGRAM

8 Sec. 302.251. PURPOSE. The purpose of the Texas
9 Industry-Recognized Apprenticeship Programs Grant Program is to
10 address the immediate industrial workforce needs of this state
11 resulting from the impact of Hurricane Harvey and overall workforce
12 shortages.

13 Sec. 302.252. DEFINITIONS. In this subchapter:

14 (1) "Industry-recognized apprenticeship program"
15 means a training program that:

16 (A) provides on-the-job training, preparatory
17 instruction, supplementary instruction, or related instruction in
18 an occupation that has been recognized as an apprenticeable
19 occupation by the Office of Apprenticeship of the United States
20 Department of Labor; or

21 (B) is certified as an industry-recognized
22 apprenticeship program by a third-party certifier that has received
23 from the United States Department of Labor a favorable
24 determination of qualification to award that certification.

25 (2) "Person" does not include a governmental entity.

26 Sec. 302.253. PROGRAM. The commission shall establish and
27 administer the Texas Industry-Recognized Apprenticeship Programs
28 Grant Program to encourage the private sector to develop
29 specialized industry-recognized apprenticeship programs in this

1 state. Under the program, the commission shall award grants to
2 persons who meet the requirements of Section 302.255.

3 Sec. 302.254. TEXAS INDUSTRY-RECOGNIZED APPRENTICESHIP
4 FUND. (a) The Texas industry-recognized apprenticeship fund is a
5 dedicated account in the general revenue fund.

6 (b) The following amounts shall be deposited in the fund:

7 (1) money appropriated by the legislature for the fund
8 for purposes described by this subchapter;

9 (2) interest earned on the investment of money in the
10 fund; and

11 (3) gifts, grants, and other donations received for
12 the fund.

13 (c) The fund may be used only for an apprenticeship program
14 that meets the requirements of Section 302.255.

15 Sec. 302.255. APPLICATION; ELIGIBILITY FOR GRANT. The
16 commission shall establish eligibility criteria for a person to
17 receive a grant under this subchapter. The eligibility criteria
18 must include the requirement that the person:

19 (1) apply to the commission in the form and manner
20 prescribed by commission rule;

21 (2) if the person is an entity, be in good standing
22 under the laws of the state in which the person was formed or
23 organized, as evidenced by a certificate issued by the secretary of
24 state or the state official of another state having custody of the
25 records pertaining to a person formed or organized under the laws of
26 that state;

27 (3) not owe delinquent taxes to a taxing unit of this
28 state; and

29 (4) operate an industry-recognized apprenticeship
30 program that:

31 (A) provides on-the-job training under an

1 industry-recognized, accredited training curriculum;

2 (B) guarantees employment for participants
3 during and on successful completion of the training period;

4 (C) pays each participant a wage and provides
5 eligibility for participants to receive full-time employee
6 benefits during and on successful completion of the training
7 period;

8 (D) requires participants to advance their
9 skills, at a minimum, to a credentialed, performance-verified
10 mid-level status in a field related to the industry-recognized
11 apprenticeship program;

12 (E) has a duration of not more than 26 weeks; and

13 (F) gives preference to training and hiring:

14 (i) unemployed Texans who have filed with
15 the commission;

16 (ii) veterans of the United States armed
17 forces;

18 (iii) formerly incarcerated individuals;

19 and

20 (iv) underemployed individuals who are
21 working without industry-recognized certifications or other
22 credentials.

23 Sec. 302.256. GRANT AWARD; GRANT AMOUNT. (a) The
24 commission may award grants under this subchapter only to reimburse
25 an eligible person for the cost of training industry-recognized
26 apprenticeship program participants who:

27 (1) complete a program operated by the person that
28 meets the requirements of Section 302.255(4) having achieved the
29 skills level required by Section 302.255(4)(D); and

30 (2) maintain suitable employment for at least 12
31 consecutive months immediately following completion of the

1 program.

2 (b) Grant funds awarded to an eligible person under this
3 subchapter must be awarded on a per industry-recognized
4 apprenticeship program participant basis. The amount of a grant
5 awarded to an eligible person for training a participant described
6 by Subsection (a) may not exceed the lesser of:

7 (1) the total cost to the person for training the
8 participant, excluding wages and benefits; or

9 (2) \$10,000.

10 (c) In determining the amount of a grant awarded under this
11 subchapter for an industry-recognized apprenticeship program
12 participant, the commission may consider the increased economic
13 value to the state resulting from or reasonably anticipated to
14 result from the participant's completion of the program, including
15 by considering any increase or anticipated increase in the amount
16 of tax revenue generated by the participant, and any decrease in the
17 participant's use of a state-funded benefit, attributable to the
18 participant's job placement and earning projections. The
19 commission by rule may establish guidelines or formulas for
20 determining an increase in economic value to the state attributable
21 to a participant's program completion for purposes of this
22 subsection.

23 (d) The commission by rule may establish limitations on the
24 total amount of grant funds that a person may be awarded under this
25 subchapter.

26 Sec. 302.257. PROGRAM RULES. (a) The commission shall
27 adopt rules to administer and enforce this subchapter.

28 (b) The commission shall post the rules on its Internet
29 website.

30 Sec. 302.258. ANNUAL REPORT. (a) Not later than December 1
31 of each year, the commission shall submit to the lieutenant

1 governor, the speaker of the house of representatives, and the
2 members of the legislature a report on grants made under this
3 subchapter that states:

4 (1) the number of direct jobs each grant recipient
5 created in this state in each job category of the federal Equal
6 Employment Opportunity Commission's job classification guide;

7 (2) the median wage of the jobs each grant recipient
8 created in this state;

9 (3) the total amount of each grant awarded to a grant
10 recipient;

11 (4) the number and categorization of
12 industry-recognized apprenticeship program participants trained
13 and employed by each grant recipient under Section 302.255(4)(F);

14 (5) a determination of whether the grant program
15 administered under this subchapter has resulted in a positive
16 return on investment to the state and an explanation of the methods
17 used by the commission in making that determination; and

18 (6) if the commission considers it appropriate and
19 feasible, a list of recommendations for legislative or other
20 changes to the grant program administered under this subchapter to
21 increase the return on investment to the state.

22 (b) The report may not include information that is made
23 confidential by law.

24 (c) The commission may require a grant recipient under this
25 subchapter to submit, on a form provided by the commission,
26 information required to complete the report.

27 (d) The commission shall post the annual report on its
28 Internet website.

29 SECTION 2. The Texas Workforce Commission is required to
30 implement a provision of this Act only if the legislature
31 appropriates money specifically for that purpose. If the

1 legislature does not appropriate money specifically for that
2 purpose, the Texas Workforce Commission may, but is not required
3 to, implement a provision of this Act using other appropriations
4 available for that purpose.

5 SECTION 3. This Act takes effect September 1, 2019.

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 86TH LEGISLATIVE REGULAR SESSION

May 23, 2019

TO: Honorable Dennis Bonnen, Speaker of the House, House of Representatives

FROM: John McGeady, Assistant Director Sarah Keyton, Assistant Director
Legislative Budget Board

IN RE: **HB2784** by Phelan (Relating to the creation of the Texas Industrial Workforce Apprenticeship Grant Program.), **As Passed 2nd House**

The cost to the bill cannot be determined, as the number and amount of grants are unknown.

Although the bill would not make an appropriation, it would establish the basis for an appropriation. The Texas Workforce Commission is required to implement a provision of this Act only if the legislature appropriates money specifically for that purpose. If the legislature does not appropriate money specifically for that purpose, the agency may, but is not required to, implement a provision of this Act using other appropriations available for that purpose.

The bill would amend the Labor Code to establish the Texas Industrial Workforce Apprenticeship Grant Program to provide grants to reimburse apprenticeship program participants for the cost of training. Additionally, the bill would create the Texas Industrial Workforce Apprenticeship Fund as a dedicated account in the General Revenue Fund. The account would consist of amounts appropriated by the Legislature, interest earned, and gifts, grants, and donations. Amounts in the account could be used only to make grants under the new Texas Industrial Workforce Apprenticeship Grant Program.

This analysis assumes that any administrative costs associated with the establishment of the grant program would be absorbed within the Texas Workforce Commission's existing resources.

The bill would have no revenue implications. As the amount and timing of any appropriations to the new Texas Industrial Workforce Apprenticeship Fund is at the discretion of the Legislature, there is no fiscal impact due to the establishment of this new fund.

This legislation would do one or more of the following: create or recreate a dedicated account in the General Revenue Fund, create or recreate a special or trust fund either in, with, or outside of the Treasury, or create a dedicated revenue source. Legislative policy, implemented as Government Code 403.095, consolidated special funds (except those affected by constitutional, federal, or other restrictions) into the General Revenue Fund as of August 31, 1993 and eliminated all applicable statutory revenue dedications as of August 31, 1995. Each subsequent Legislature has reviewed bills that affect funds consolidation. The fund, account, or revenue dedication included in this bill would be subject to funds consolidation review by the current Legislature.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 320 Texas Workforce Commission, 300 Trusted Programs Within the Office of the Governor, 304 Comptroller of Public Accounts

LBB Staff: WP, CLo, SGr, CP, NV, JSm

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 86TH LEGISLATIVE REGULAR SESSION

May 20, 2019

TO: Honorable Kelly Hancock, Chair, Senate Committee on Business & Commerce

FROM: John McGeady, Assistant Director Sarah Keyton, Assistant Director
Legislative Budget Board

IN RE: **HB2784** by Phelan (relating to the creation of the Texas Industrial Workforce Apprenticeship Grant Program.), **Committee Report 2nd House, Substituted**

The cost to the bill cannot be determined, as the number and amount of grants are unknown.

Although this bill would not make an appropriation, it would establish the basis for an appropriation.

The bill would amend the Government Code to establish the Texas Industrial Workforce Apprenticeship Grant Program to provide grants to reimburse apprenticeship program participants for the cost of training. Additionally, the bill would create the Texas Industrial Workforce Apprenticeship Fund as a dedicated account in the General Revenue Fund. The account would consist of amounts appropriated by the Legislature, interest earned, and gifts, grants, and donations. Amounts in the account could be used only to make grants under the new Texas Industrial Workforce Apprenticeship Grant Program.

The Office of the Governor has indicated that there would be administrative costs associated with the establishment of the grant program. This analysis assumes that these cost are absorbable.

The bill would have no revenue implications. As the amount and timing of any appropriations to the new Texas Industrial Workforce Apprenticeship Fund is at the discretion of the Legislature, there is no fiscal impact due to the establishment of this new fund.

This legislation would do one or more of the following: create or recreate a dedicated account in the General Revenue Fund, create or recreate a special or trust fund either in, with, or outside of the Treasury, or create a dedicated revenue source. Legislative policy, implemented as Government Code 403.095, consolidated special funds (except those affected by constitutional, federal, or other restrictions) into the General Revenue Fund as of August 31, 1993 and eliminated all applicable statutory revenue dedications as of August 31, 1995. Each subsequent Legislature has reviewed bills that affect funds consolidation. The fund, account, or revenue dedication included in this bill would be subject to funds consolidation review by the current Legislature.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 300 Trusted Programs Within the Office of the Governor, 304 Comptroller of Public Accounts, 320 Texas Workforce Commission

LBB Staff: WP, CLo, NV, JSm

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 86TH LEGISLATIVE REGULAR SESSION

May 14, 2019

TO: Honorable Kelly Hancock, Chair, Senate Committee on Business & Commerce

FROM: John McGeady, Assistant Director Sarah Keyton, Assistant Director
Legislative Budget Board

IN RE: **HB2784** by Phelan (Relating to the creation of the Texas Industrial Workforce Apprenticeship Grant Program.), **As Engrossed**

The cost to the bill cannot be determined, as the number and amount of grants are unknown.

Although the bill would not make an appropriation, it would establish the basis for an appropriation.

The bill would amend the Labor Code to establish the Texas Industrial Workforce Apprenticeship Grant Program to provide grants to reimburse apprenticeship program participants for the cost of training. Additionally, the bill would create the Texas Industrial Workforce Apprenticeship Fund as a dedicated account in the General Revenue Fund. The account would consist of amounts appropriated by the Legislature, interest earned, and gifts, grants, and donations. Amounts in the account could be used only to make grants under the new Texas Industrial Workforce Apprenticeship Grant Program.

This analysis assumes that any administrative costs associated with the establishment of the grant program would be absorbed within the Texas Workforce Commission's existing resources.

The bill would have no revenue implications. As the amount and timing of any appropriations to the new Texas Industrial Workforce Apprenticeship Fund is at the discretion of the Legislature, there is no fiscal impact due to the establishment of this new fund.

This legislation would do one or more of the following: create or recreate a dedicated account in the General Revenue Fund, create or recreate a special or trust fund either in, with, or outside of the Treasury, or create a dedicated revenue source. Legislative policy, implemented as Government Code 403.095, consolidated special funds (except those affected by constitutional, federal, or other restrictions) into the General Revenue Fund as of August 31, 1993 and eliminated all applicable statutory revenue dedications as of August 31, 1995. Each subsequent Legislature has reviewed bills that affect funds consolidation. The fund, account, or revenue dedication included in this bill would be subject to funds consolidation review by the current Legislature.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 320 Texas Workforce Commission, 300 Trusteed Programs Within the Office of the Governor, 304 Comptroller of Public Accounts

LBB Staff: WP, CLo, SGr, CP, NV, JSm

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 86TH LEGISLATIVE REGULAR SESSION

April 24, 2019

TO: Honorable Rafael Anchia, Chair, House Committee on International Relations & Economic Development

FROM: John McGeady, Assistant Director Sarah Keyton, Assistant Director
Legislative Budget Board

IN RE: HB2784 by Phelan (Relating to the creation of the Texas Industrial Workforce Apprenticeship Grant Program.), **Committee Report 1st House, Substituted**

The cost to the bill cannot be determined, as the number and amount of grants are unknown.

Although the bill would not make an appropriation, it would establish the basis for an appropriation.

The bill would amend the Labor Code to establish the Texas Industrial Workforce Apprenticeship Grant Program to provide grants to reimburse apprenticeship program participants for the cost of training. Additionally, the bill would create the Texas Industrial Workforce Apprenticeship Fund as a dedicated account in the General Revenue Fund. The account would consist of amounts appropriated by the Legislature, interest earned, and gifts, grants, and donations. Amounts in the account could be used only to make grants under the new Texas Industrial Workforce Apprenticeship Grant Program.

This analysis assumes that any administrative costs associated with the establishment of the grant program would be absorbed within the Texas Workforce Commission's existing resources.

The bill would have no revenue implications. As the amount and timing of any appropriations to the new Texas Industrial Workforce Apprenticeship Fund is at the discretion of the Legislature, there is no fiscal impact due to the establishment of this new fund.

This legislation would do one or more of the following: create or recreate a dedicated account in the General Revenue Fund, create or recreate a special or trust fund either in, with, or outside of the Treasury, or create a dedicated revenue source. Legislative policy, implemented as Government Code 403.095, consolidated special funds (except those affected by constitutional, federal, or other restrictions) into the General Revenue Fund as of August 31, 1993 and eliminated all applicable statutory revenue dedications as of August 31, 1995. Each subsequent Legislature has reviewed bills that affect funds consolidation. The fund, account, or revenue dedication included in this bill would be subject to funds consolidation review by the current Legislature.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 320 Texas Workforce Commission, 300 Trusteed Programs Within the Office of the Governor, 304 Comptroller of Public Accounts

LBB Staff: WP, CLo, SGr, CP, NV, JSm

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 86TH LEGISLATIVE REGULAR SESSION

April 7, 2019

TO: Honorable Rafael Anchia, Chair, House Committee on International Relations & Economic Development

FROM: John McGeady, Assistant Director Sarah Keyton, Assistant Director
Legislative Budget Board

IN RE: HB2784 by Phelan (Relating to the creation of the Texas Industrial Workforce Apprenticeship grant program.), **As Introduced**

The cost to the bill cannot be determined, as the number and amount of grants are unknown.

Although this bill would not make an appropriation, it would establish the basis for an appropriation.

The bill would amend the Government Code to establish the Texas Industrial Workforce Apprenticeship Grant Program to provide grants to reimburse apprenticeship program participants for the cost of training. Additionally, the bill would create the Texas Industrial Workforce Apprenticeship Fund as a dedicated account in the General Revenue Fund. The account would consist of amounts appropriated by the Legislature, interest earned, and gifts, grants, and donations. Amounts in the account could be used only to make grants under the new Texas Industrial Workforce Apprenticeship Grant Program.

The Office of the Governor has indicated that there would be administrative costs associated with the establishment of the grant program. This analysis assumes that these cost are absorbable.

The bill would have no revenue implications. As the amount and timing of any appropriations to the new Texas Industrial Workforce Apprenticeship Fund is at the discretion of the Legislature, there is no fiscal impact due to the establishment of this new fund.

This legislation would do one or more of the following: create or recreate a dedicated account in the General Revenue Fund, create or recreate a special or trust fund either in, with, or outside of the Treasury, or create a dedicated revenue source. Legislative policy, implemented as Government Code 403.095, consolidated special funds (except those affected by constitutional, federal, or other restrictions) into the General Revenue Fund as of August 31, 1993 and eliminated all applicable statutory revenue dedications as of August 31, 1995. Each subsequent Legislature has reviewed bills that affect funds consolidation. The fund, account, or revenue dedication included in this bill would be subject to funds consolidation review by the current Legislature.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 300 Truſteed Programs Within the Office of the Governor, 304 Comptroller of Public Accounts, 320 Texas Workforce Commission

LBB Staff: WP, CLo, NV, JSm