

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-1584/1	Introduction Number SB-072
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Description
 requiring certain occupational areas to be included in the youth apprenticeship program

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase Existing Revenues	<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<input checked="" type="checkbox"/> Indeterminate	<input type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input type="checkbox"/> Create New Appropriations		

Local:

<input type="checkbox"/> No Local Government Costs		
<input type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

Fund Sources Affected	Affected Ch. 20 Appropriations
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	20.445(1)(a)

Agency/Prepared By	Authorized Signature	Date
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Fiscal Estimate Narratives

DWD 3/15/2019

LRB Number	19-1584/1	Introduction Number	SB-072	Estimate Type	Original
Description requiring certain occupational areas to be included in the youth apprenticeship program					

Assumptions Used in Arriving at Fiscal Estimate

This bill requires the Department of Workforce Development (DWD) to develop curricula for and include in its approved list for youth apprenticeship (YA) 16 specific occupational areas.

Under current law, DWD is required to approve and maintain a list of approved occupational areas but is not required to include or develop curricula for any specific occupation, or occupational area. DWD partially meets the requirements of this bill since it presently has curricula for youth apprenticeships in 11 of the bill's 16 required occupational areas. DWD's YA service delivery model is to run a demand driven program that is responsive to employers' present-day interests. This ensures that DWD's investment, averaging \$50,000 per curriculum within an occupational area, is efficiently targeted to employment areas in demand.

DWD has experienced no employer demand for the five areas listed in the bill for which DWD does not already have a curriculum: business management and administration; education and training; government and public administration; human services; law, public safety, corrections and security. On the other hand, DWD has curricula for 11 areas including: agriculture, food, and natural resources; architecture and construction; arts, audio-visual technology, and communications; finance; health science; hospitality and tourism; information technology; manufacturing; marketing; Science, technology, engineering, and mathematics; transportation, distribution, and logistics.

The total fiscal impact of this bill is estimated at \$293,400. The estimated cost to develop curricula for at least one occupation within each of the five occupational areas is \$50,000 per occupation for a total of \$250,000. DWD estimates that 1 LTE will be required to oversee the establishment of the five new occupational areas. The LTE estimated cost will include \$33,400 for salary and fringe, and \$10,000 for supplies, services, travel, overhead and other for a total of \$43,400.

Long-Range Fiscal Implications