





The Board of Governors of the California Community Colleges

PRESENTED TO THE BOARD OF GOVERNORS

DATE: July 17, 2017

SUBJECT: Revisions to 2017-18 Workforce and Economic Development Expenditure Plan		Item Number: 2.2	
		Attachment: No	
CATEGORY:	Workforce & Economic Development	TYPE OF BOARD CONSIDERATION:	
Recommended By:	 Van Ton-Quinlivan, Vice Chancellor	Consent/Routine	
		First Reading	
Approved for Consideration:	 Eloy Ortiz Oakley, Chancellor	Action	X
		Information	

ISSUE: This item requests approval for revisions to the 2017-18 Workforce and Economic Development Program expenditure plan, reflecting an augmentation of \$8,000,000 contained in the recently adopted *2017-18 State Budget*.

BACKGROUND: At the March 2017 meeting, the Board of Governors approved Item 2.3, which contained the 2017-18 expenditure plan for programs operated by the Workforce and Economic Development Division. The item included \$22,929,000 as the anticipated 2017-18 budget for the SB 1402 Economic and Workforce Development Program. Due to subsequent changes made during legislative budget deliberations, the final budget for the SB 1402 Program for the 2017-18 fiscal year reflects an additional one-time augmentation of \$8,000,000, bringing it to \$30,929,000.

(Background cont.)

RECOMMENDATION: It is recommended that the Board approve the proposed revisions to the previously approved 2017-18 Workforce and Economic Development expenditure plan to reflect \$8,000,000 in additional funding provided for the SB 1402 Economic and Workforce Development Program.

(Background cont.)

The following is the proposed revised expenditure plan for the SB 1402 Program:

Senate Bill 1402: ECONOMIC AND WORKFORCE DEVELOPMENT PROGRAM

SB 1402: Economic and Workforce Development Program	\$30,929,000
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Senate Bill 1402, the Economic and Workforce Development Program, allocates funding for programs that target investments in priority and emergent sectors. The proposed 2017-18 budget extends the legislation through 2023. The mission for the Economic and Workforce Development program is as follows:

- To advance California’s economic and jobs recovery and sustain economic growth through labor market-aligned education workforce training services, and sector strategies focusing on continuous workforce improvement, technology deployment, and business development, to meet the needs of California’s competitive and emerging industry sectors and industry clusters;
- To use labor market information to advise the chancellor’s office and regional community college bodies on the workforce needs of California’s competitive and emerging industry sectors and industry clusters;
- To provide technical assistance and logistical, technical, and communications infrastructure support that engenders alignment between the career technical education programs of the community college system and the needs of California’s competitive and emerging industry;
- To collaborate and coordinate investment with other state, regional, or local agencies involved in education and workforce training in California;
- To identify, acquire, and leverage community college and other financial and in-kind public and private resources to support economic and workforce development and the career technical education programs of the state’s community colleges;
- To work with representatives of business, labor, and professional trade associations to explore and develop alternatives for assisting incumbent workers in the state’s competitive and emerging industry sectors.
- To provide grants to community college districts for workforce development programs in distressed economic areas. Priority for grants shall be given to regions with higher unemployment or regions with lower relative job growth in order to innovate or scale, or both, projects that accelerate workforce development.

The Annual report can be found at:

http://californiacommunitycolleges.cccco.edu/Portals/0/Reports/EWDReport_2016_ADA_V2.pdf

Specific budget language associated with the use of the \$8,000,000 follows:

“SEC. 32.

(a) For the 2017–18 fiscal year, the sum of eight million dollars (\$8,000,000) is hereby appropriated from the General Fund to the Board of Governors of the California Community Colleges to provide grants to community college districts, in connection with the Economic and Workforce Development Program, for workforce development programs in distressed economic areas. Priority for grants provided under this section shall be given to regions with higher unemployment or regions with lower relative job growth in order to innovate or scale, or both, projects that accelerate workforce development.”