

Fiscal Estimate - 2019 Session

☒ Original
 ☐ Updated
 ☐ Corrected
 ☐ Supplemental

LRB Number 19-1222/1	Introduction Number AB-0013	
Description workforce training grants for seminars in high-demand fields to teach new skills and provide micro-credentials and making an appropriation		
Fiscal Effect State: <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input type="checkbox"/> No State Fiscal Effect <input checked="" type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input checked="" type="checkbox"/> Create New Appropriations </div> <div style="width: 33%;"> <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues </div> <div style="width: 33%;"> <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <div style="display: flex; justify-content: space-between;"> <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No </div> <input type="checkbox"/> Decrease Costs </div> </div> Local: <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate <div style="display: flex;"> <div style="width: 50%;"> 1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory </div> <div style="width: 50%;"> 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory </div> </div> </div> <div style="width: 33%;"> 5. Types of Local Government Units Affected <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input type="checkbox"/> Towns <input type="checkbox"/> Counties <input type="checkbox"/> School Districts </div> <div style="width: 33%;"> <input type="checkbox"/> Village <input type="checkbox"/> Others <input type="checkbox"/> WTCS Districts </div> <div style="width: 33%;"> <input type="checkbox"/> Cities </div> </div> </div> </div>		
<div style="display: flex; justify-content: space-between;"> <div> Fund Sources Affected <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 </div> <div> Affected Ch. 20 Appropriations 20.445(1)(bb) </div> </div>		
Agency/Prepared By DWD/ Lillian Kelly (608) 266-7034	Authorized Signature Danielle Williams (608) 266-2284	Date 2/12/2019

Fiscal Estimate Narratives

DWD 2/12/2019

LRB Number	19-1222/1	Introduction Number	AB-0013	Estimate Type	Original
Description workforce training grants for seminars in high-demand fields to teach new skills and provide micro-credentials and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

This bill allows the Department of Workforce Development (DWD) to award grants to nonprofit organizations and institutions of higher education in high-demand fields for the purpose of upskilling unemployed and underemployed workers in this state and providing micro-credentials to such individuals. The bill defines "upskilling" as the process of teaching new skills and a "micro-credential" as a stand-alone education product that certifies the achievement of a set of skills and knowledge required by an industry or a professional association.

The bill establishes a new grant program to be developed and administered by DWD and provides \$1.0 million in funding each year for a two-year period (fiscal years 2019-20 and 2020-21) in a new appropriation at s. 20.445(1) (bb) that sunsets on June 30, 2021. Based on previous DWD experience with new program implementation there are start-up costs associated with development of program parameters and technical guidance, initial application solicitations, outreach and support, review of submissions and awarding of grants, as well as compliance monitoring. DWD estimates that 2080 hours of additional staff capacity will be needed during the start-up of this program. One-time costs include two Limited term Employees (LTEs) to staff the needed development effort for a total cost of \$67,200 for salary and fringe, with an hourly wage \$30.00/hour and fringe at 7.65%, plus \$24,600 for other operations costs such as rent, computer, internet/phone, supplies and administrative support services. Other anticipated program costs such as labor market analysis, IT system integration, and accounts payable can be absorbed within the agency budget plan.

Long-Range Fiscal Implications