

# State of Misconsin 2013 - 2014 LEGISLATURE



## **2013 SENATE BILL 23**

February 15, 2013 – Introduced by Senators Gudex, Cowles, Darling, Lassa, Harsdorf, Leibham, Lazich, Moulton and Olsen, cosponsored by Representatives Bernier, Schraa, Loudenbeck, Nygren, Tranel, Thiesfeldt, Petryk, Spiros, Jagler, Kramer, Strachota, T. Larson, A. Ott, Kuglitsch, Knodl, Murphy, Stone, Honadel, Bies, Born, Weatherston and Tauchen, by request of Governor Scott Walker. Referred to Committee on Workforce Development, Forestry, Mining, and Revenue.

AN ACT to create 20.445 (1) (b), 20.445 (1) (bm) and 106.27 of the statutes; relating to: workforce training, granting rule-making authority, and making appropriations.

#### Analysis by the Legislative Reference Bureau

Current law requires the Department of Workforce Development (DWD) to establish a statewide workforce investment system to meet the employment, training, and educational needs of persons in this state; to plan, coordinate, administer, and implement a youth apprenticeship program and such other employment and education programs as the governor may assign to DWD; and to make grants to persons providing employment and training activities to dislocated workers.

This bill creates a workforce training program to be administered by DWD. Under that program, DWD is required to award grants to public and private organizations for the development and implementation of workforce training programs and an organization that is awarded a grant may use the grant for the training of both new and incumbent employees of businesses in this state. In addition, the bill permits DWD to require a public or private organization, as a condition of receiving a grant, to provide matching funds at a percentage to be determined by DWD.

The bill appropriates \$7,500,000 in each of fiscal years 2013–14 and 2014–15 to DWD for grants under the program (grants appropriation), and \$180,000 in fiscal year 2012–13, \$1,660,000 in fiscal year 2013–14, and \$3,160,000 in fiscal year

2014–15 to DWD for administration of the program (administration appropriation). The bill, however, requires DWD to estimate the amount of moneys needed for the administration of the program in fiscal year 2014–15 and, if the amount needed is less than the amount appropriated, to submit to the Joint Committee on Finance a proposal to transfer moneys from the administration appropriation to the grants appropriation for the purpose of increasing funding for workforce training grants. If a transfer is made, the bill requires DWD, in submitting information to the Department of Administration for purposes of the 2015–17 biennial budget act, to submit a dollar amount for the grants appropriation as though the amount appropriated in fiscal year 2014–15 (base amount) is the amount shown in the appropriation appropriation as though the base amount is the amount shown in the appropriation schedule minus the amount transferred.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

# The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 20.005 (3) (schedule) of the statutes: at the appropriate place, insert the following amounts for the purposes indicated:

3 **2011-12 2012-13** 

### 20.445 Workforce development, department of

5 (1) Workforce Development

4

- 6 (bm) Workforce training program;
- 7 administration GPR B -0- 180,000
- 8 **Section 2.** 20.005 (3) (schedule) of the statutes: at the appropriate place, insert
- 9 the following amounts for the purposes indicated:

1 2013-14 2014-15  $\mathbf{2}$ 20.445 Workforce development, department of 3 (1) WORKFORCE DEVELOPMENT 4 (b) Workforce training program; 5 grants GPR  $\mathbf{C}$ 7,500,000 7,500,000 6 (bm) Workforce training program; 7 administration GPR В 1,660,000 3,160,000 8 **Section 3.** 20.445 (1) (b) of the statutes is created to read: 9 20.445 **(1)** (b) Workforce training program; grants. As a continuing 10 appropriation, the amounts in the schedule for workforce training grants under s. 106.27 (1). 11 12 **Section 4.** 20.445 (1) (bm) of the statutes is created to read: 13 20.445 (1) (bm) Workforce training program; administration. Biennially, the 14 amounts in the schedule for the administration of the workforce training program under s. 106.27. 15 16 **Section 5.** 106.27 of the statutes is created to read: 17 106.27 Workforce training program. (1) Workforce training grants. 18 From the appropriation under s. 20.445 (1) (b), the department shall award grants 19 to public and private organizations for the development and implementation of 20 workforce training programs. An organization that is awarded a grant under this 21 subsection may use the grant for the training of both new and incumbent employees 22 of businesses in this state. As a condition of receiving a grant under this subsection, 23 the department may require a public or private organization to provide matching 24 funds at a percentage to be determined by the department.

<b>(2)</b>	IMPLEMENTATION.	The department	shall have all	l powers nece	essary and
convenie	nt to implement th	is section, includi	ng the power t	o do all of the	e following

- (a) Promulgate, by rule, procedures and criteria for awarding grants under sub.(1).
  - (b) Receive and review applications for grants under sub. (1) and to prescribe the form, nature, and extent of the information that must be contained in an application for a grant under sub. (1).
    - (c) Audit and inspect the records of grant recipients.
    - (d) Require reports from grant recipients as needed.
  - (3) Annual Report. Annually, by December 31, the department shall submit a report to the governor and the cochairpersons of the joint committee on finance providing an account of the department's activities and expenditures under this section during the preceding fiscal year.

#### **SECTION 6. Nonstatutory provisions.**

- (1) Workforce training grants. Before July 1, 2016, the department of workforce development shall consult with the technical college system board and the Wisconsin Economic Development Corporation in reviewing applications for workforce training grants under section 106.27 (1) of the statutes, as created by this act, and in awarding those grants.
- (2) Workforce training program; Positions. The authorized FTE positions for the department of workforce development are increased by 4.0 GPR positions, to be funded from the appropriation under section 20.445 (1) (bm) of the statutes, as created by this act, for the purpose of administration of the workforce training program under section 106.27 of the statutes, as created by this act.

#### **SECTION 7. Fiscal changes.**

- (1) Workforce training program; transfer of moneys from administration appropriation to grants appropriation.
- (a) By July 1, 2014, the department of workforce development shall estimate the amount of moneys needed for the administration of the workforce training program under section 106.27 of the statutes, as created by this act, in fiscal year 2014–15. If the department estimates that the amount needed for the administration of that program in fiscal year 2014–15 is less than the amount appropriated under section 20.445 (1) (bm) of the statutes, as created by this act, in that fiscal year, the department shall submit to the joint committee on finance a proposal to transfer moneys from that appropriation to the appropriation under section 20.445 (1) (b) of the statutes, as created by this act, for the purpose of increasing funding for workforce training grants under section 106.27 (1) of the statutes, as created by this act.
- (b) If within 14 working days after the date on which the department of workforce development submits the proposal under paragraph (a) the cochairpersons of the joint committee on finance do not notify the secretary of workforce development that the committee has scheduled a meeting for the purpose of reviewing the proposal, the amount proposed for transfer is transferred from the appropriation under section 20.445 (1) (bm) of the statues, as created by this act, to the appropriation under section 20.445 (1) (b) of the statutes, as created by this act, and may be expended by the department of workforce development for workforce training grants under section 106.27 (1) of the statutes, as created by this act. If within 14 working days after the date on which the department of workforce development submits the proposal under paragraph (a) the cochairpersons of the joint committee on finance notify the secretary of workforce development that the

committee has scheduled a meeting for the purpose of reviewing the proposal, moneys may be transferred from the appropriation under section 20.445 (1) (bm) of the statutes, as created by this act, to the appropriation under section 20.445 (1) (b) of the statutes, as created by this act, and may be expended by the department of workforce development only as approved by the committee. Upon the transfer of any moneys under this paragraph, the appropriation under section 20.445 (1) (b) of the statutes, as created by this act, is increased by the amount transferred.

(c) Notwithstanding section 16.42 (1) (e) of the statutes, if any moneys are transferred under paragraph (b), the department of workforce development, in submitting information under section 16.42 of the statutes for purposes of the 2015–17 biennial budget bill, shall submit a dollar amount for section 20.445 (1) (b) of the statutes, as created by this act, as though the amount appropriated to the department of workforce development in fiscal year 2014–15 is the amount shown in the schedule plus any amount transferred under paragraph (b) and shall submit a dollar amount for section 20.445 (1) (bm) of the statutes, as created by this act, as though the amount appropriated to the department of workforce development in fiscal year 2014–15 is the amount shown in the schedule less any amount transferred under paragraph (b).

**Section 8. Effective dates.** This act takes effect on the day after publication, except as follows:

(1) Workforce training program; grants and administration. Section 2 of this act takes effect on the 2nd day after publication of the 2013–15 biennial budget act.