HOUSE BILL REPORT 2SHB 2789

As Amended by the Senate

Title: An act relating to expanding opportunities for graduating secondary school students to enter apprenticeships.

Brief Description: Expanding apprenticeship opportunities for high school graduates.

Sponsors: By House Committee on Appropriations (originally sponsored by Representatives Quall, Conway, Wood, Hasegawa, Haigh, Ormsby, Murray, Chase, Kessler, Morrell, Green, Roberts, McCoy, Moeller, Simpson, Sells, Lantz, McDermott, Ericks, Hankins, Kagi and Hudgins; by request of Governor Gregoire).

Brief History:

Committee Activity:

Commerce & Labor: 1/26/06, 2/2/06 [DPS]; Appropriations: 2/4/06 [DP2S(w/o sub CL)].

Floor Activity:

Passed House: 2/28/06, 42-2.

Senate Amended.

Passed Senate: 2/28/06, 42-2.

Brief Summary of Second Substitute Bill

- Authorizes existing Centers of Excellence and other colleges identified by the Washington State Apprenticeship and Training Council to act as brokers of relevant information and resources.
- Requires the Washington State Apprenticeship and Training Council to lead an
 educational outreach program about apprenticeships for middle and secondary
 school students, educators, and parents.
- Requires the Washington State Apprenticeship and Training Council to oversee and approve direct-entry programs, including awarding 10 incentive grants to school districts for personnel to negotiate and implement agreements with local apprenticeships.
- Establishes four pilot programs to expand student enrollment in pre-apprenticeship programs.

House Bill Report - 1 - 2SHB 2789

• Requires the Office of the Superintendent of Public Instruction to convene a workgroup to identify barriers and opportunities for further expansion and scale-up of pre-apprenticeship programs.

HOUSE COMMITTEE ON COMMERCE & LABOR

Majority Report: The substitute bill be substituted therefor and the substitute bill do pass. Signed by 5 members: Representatives Conway, Chair; Wood, Vice Chair; Hudgins, Kenney and McCoy.

Minority Report: Do not pass. Signed by 4 members: Representatives Condotta, Ranking Minority Member; Chandler, Assistant Ranking Minority Member; Crouse and Holmquist.

Staff: Sarah Dylag (786-7109).

HOUSE COMMITTEE ON APPROPRIATIONS

Majority Report: The second substitute bill be substituted therefor and the second substitute bill do pass and do not pass the substitute bill by Committee on Commerce & Labor. Signed by 27 members: Representatives Sommers, Chair; Fromhold, Vice Chair; Alexander, Ranking Minority Member; Anderson, Assistant Ranking Minority Member; McDonald, Assistant Ranking Minority Member; Buri, Clements, Cody, Conway, Darneille, Dunshee, Grant, Haigh, Hinkle, Hunter, Kagi, Kenney, Kessler, Linville, McDermott, Miloscia, Pearson, Priest, Schual-Berke, P. Sullivan, Talcott and Walsh.

Minority Report: Do not pass. Signed by 3 members: Representatives Armstrong, Bailey and Chandler.

Staff: Brian Enslow (786-7143).

Background:

Apprenticeship Programs

Apprenticeship programs enable individuals to learn trades and occupations through a combination of on-the-job training and related supplemental instruction. Apprenticeship programs are sponsored by joint employer and labor groups, individual employers, and/or employer associations. The sponsor of an apprenticeship program plans, administers, and pays for the program.

The Washington State Apprenticeship and Training Council (WSATC) is the administrative arm of the apprenticeship section of the Department of Labor and Industries. The WSATC has the authority to, among other things, establish standards for apprenticeship programs and assist program sponsors with local administration of training programs.

Secondary School Pre-Apprenticeship Programs

Some high schools in Washington have established programs in partnership with local apprenticeships. The programs allow students to earn high school credits through courses at the high school and work-based internships at an employer's job site. Upon graduation, the students who complete these programs are typically qualified to enter directly into a full apprenticeship.

Centers of Excellence

The State Board for Community and Technical Colleges designates certain community and technical colleges as Centers of Excellences to focus on a "targeted industry." A targeted industry is defined as one that is strategic to the economic growth of a region or the state. The mission of Centers of Excellence includes providing responsive education, translating industry research into best practices, and building a competitive workforce.

Running Start

The 1990 Legislature created the Running Start program as part of the "Learning by Choice" law. The law was designed to expand educational options for students in public high schools. Through Running Start, qualified students in grades 11 or 12 may take college level courses in any of the state's 32 community and technical colleges. Running Start students earn both high school and college credit for successfully completed college courses. The school districts in which the students are enrolled must reimburse the colleges and universities for their students' participation in the program.

Summary of Second Substitute Bill:

Centers of Excellence

The existing community and technical college Centers of Excellence and other colleges identified by the Washington State Apprenticeship and Training Council (WSATC) as having a high density of apprenticeship programs must "act as a broker of relevant information and resources." These entities must also aid all local school districts in meeting the goals of the bill, in conjunction with the Office of the Superintendent of Public Instruction (OSPI).

Educational Outreach by the Washington State Apprenticeship and Training Council

The WSATC educational outreach program must be conducted in conjunction with individual state-approved apprenticeship programs and OSPI. As part of the educational outreach program, the WSATC must communicate workforce projections to OSPI to distribute to all local school districts. Appropriate activities of the WSATC include curriculum development, assistance with the establishment of practical opportunities for students, and seeking the advice and participation of industry and labor interests.

Direct-Entry Programs and Incentive Grants

The WSATC also must approve and oversee direct-entry programs for graduating secondary students into building and construction-related apprenticeships by:

assisting school districts in "using and leveraging existing resources;"

- developing guidelines, including guidelines that ensure that graduating secondary school students will receive appropriate education and training and will have the opportunity to transition to local apprenticeship programs. The guidelines must be developed with input from OSPI, the State Board for Community and Technical Colleges, the Work Force Training and Education Coordinating Board, the Governor's Policy Office, and other interested stakeholders for direct-entry programs operated by apprenticeship programs; and
- awarding 10 incentive grants to school districts statewide. The grants are to be
 awarded based on guidelines established by the WSATC and are to be used solely for
 personnel to negotiate and implement agreements with local apprenticeships to
 accept graduating high school students with appropriate training into apprenticeship
 programs.

WSATC Reporting Requirements

Beginning December 1, 2006 and annually thereafter the Washington State Apprenticeship and Training Council must report to the Legislature on the following:

- the guidelines established by WSATC;
- the names of the school districts receiving incentive grants;
- the results of negotiations between school districts receiving incentive grants and local apprenticeship programs;
- a list of apprenticeship programs that have agreed, pursuant to negotiated agreements, to accept qualified graduating secondary students; and
- the number of qualified graduating secondary students entering into apprenticeship programs each year through direct-entry programs.

Pilot Projects

Subject to funding, up to four pilot projects are created to expand student enrollment in preapprenticeship programs, particularly building and construction apprenticeships. The OSPI in consultation with the WSATC, must award grants on a competitive basis for these pilot projects. Two of the pilot projects must involve Skill Centers and two of the pilot projects must involve community and technical colleges. At least one of the pilots is encouraged to involve small or rural high schools.

To review grant applications, the OSPI and the WSATC must convene a review committee representing the State Board for Community and Technical Colleges, the Workforce Training and Education Coordinating Board, business and labor interests with ties to apprenticeship fields, apprenticeship program coordinators, and career and technical educators in the public schools.

The pilot projects must be ready to enroll students in 2006-07 and must operate for three years. To the maximum extent possible, students in the pilot projects must receive dual credit through Tech Prep or Running Start.

In addition to enrolling students in career and technical programs that enable them to enter into apprenticeships upon graduation, pilot projects may also do the following:

- develop or modify curriculum to align with apprenticeship entry requirements and skill expectations or to adjust curriculum to the secondary level;
- negotiate agreements to use local or regional apprenticeship program training facilities to offer programs;
- negotiate agreements with local or regional apprenticeship programs, community or technical colleges, or other contractors to provide specialized instruction within the program;
- use guidelines and assistance from the WSATC, negotiate direct-entry agreements with local or regional apprenticeship programs to accept pilot project graduates into the programs;
- conduct marketing, advertising, and communication about the pilot project to area teachers, counselors, students, and parents;
- provide tutoring and other academic support services; and
- offer other support services such as counseling, community service referral, and assistance for low-income students such as tools, supplies, books, or transportation to non-school facilities.

Funding for Pilots

The pilots programs are established "subject to funding." The funding formula for a Skill Center that enrolls a high school student in a pilot project is modified so that it can be up to 1.2 full time equivalent.

The funding for a Community and Technical College that enrolls a high school student in a pilot project is through Running Start, and the Running Start funding applies even if the student is only receiving high school credit for the course and not college credit.

The OSPI and the State Board for Community and Technical Colleges may jointly adopt rules regarding enrollment reporting and allocation of funds.

The OSPI Workgroup

The OSPI must convene a workgroup to identify barriers and opportunities for further expansion and scale-up of pre-apprenticeship programs, particularly building and construction apprenticeships. Recommendations from the workgroup are due to the Legislature by December 1, 2006. This report may be submitted in conjunction with the report required from the WSATC. The workgroup expires on August 31, 2009.

The workgroup must include representatives from the WSATC, local or regional apprenticeship programs, Community and Technical Colleges, high schools, and Skill Centers. Issues to be considered by the workgroup may include:

- expanding participation and opportunities in Running Start for career-technical courses, including the role of using parent involvement in guidance and counseling for students to expand participation;
- "highly qualified teacher" requirements;
- cross-crediting of career-technical and core academic courses;

- the funding model for skills centers;
- benchmarks to measure outcomes from the pilot projects;
- the impact of current student assessment and achievement requirements on student participation in apprenticeship preparation programs and opportunities for developing alternative assessment and achievement requirements.

EFFECT OF SENATE AMENDMENT(S):

Under the language of the Senate amendment, the incentive grants for direct-entry programs are "up to ten incentive grants" (instead of exactly ten incentive grants) specifically for the 2006-07 school year. The Washington State Apprenticeship and Training Council (WSATC) must "make every effort" to award the grants evenly across the state instead of being required to do so.

The Senate amendment also changes the funding model for the pilot projects by removing language that increased Skills Center funding to 1.2 FTE and, for the coummunity/technical college pilots, permitting funding to be negotiated by the home school district and the college under contract instead of using the Running Start rate.

The Senate amendment adds language clarifying that the WSATC must act within existing resources when coordinating the education outreach program and when approving and overseeing the direct-entry programs. The Senate amendment also adds language regarding appropriate activities of the WSATC, including assistance with curriculum development, the establishment of practical learning opportunities, seeking the advice of industry and labor.

<u>Under the Senate amendment, the Office of the Superintendent of Public Instruction (OSPI)</u> must act within existing resources when convening the workgroup.

The Senate Amendment removes the requirement that Centers of Excellence, in conjunction with OSPI, aid all local school districts in meeting the goals of the act. Instead, the WSATC in conjunction with OSPI shall aid all local school districts in meeting the goals of the act.

In addition, the State Board for Community and Technical Colleges in consultation with the WSATC (instead of the WSATC alone) will identify other colleges having a high density of apprenticeship programs.

The Senate amendment adds an emergency clause and an effective date of April 1, 2006.

Appropriation: None.

Fiscal Note: Preliminary fiscal note available on the substitute bill.

Effective Date: The bill takes effect 90 days after adjournment of session in which bill is passed.

Testimony For: (Commerce & Labor) (In support) When the Governor gave her State of the State address she mentioned Running Start for the trades, looking at the K-12 system and real work opportunities for the building and construction trades. Running Start is a good program for high school juniors or seniors and this is a good proposal. This bill comes from the

Washington Learns Task Force. There is a substitute bill that expands the Governor's proposal and creates four pilot projects for pre-apprenticeship training. People are already interested in these pilots and schools are already doing this type of work. Spokane Skill Center is already working on these types of programs.

There is a growing demand for highly skilled workers and there is likely to be a shortage of skilled workers in the future. In a number of ways, this bill provides guidance and opportunities for high school students to choose careers in trades and technical fields and to begin thinking about this early in their secondary school career. It provides an opportunity for other types of learning and builds a bridge that hasn't existed. In addition, this bill will help students make choices to get good training for high paying jobs and it is clearly in Washington's best interest to educate youth to enter into building trades. High school students don't know about other options and it is awareness of programs and opportunities helps students make choices about their lives.

There are a handful of pre-apprenticeship programs operating today. One example of another type of pre-apprenticeship program, although not for high school students, is Helmets-to-Hardhats for the military and it works. It allows direct-entry to apprenticeships from the military and allows the person to apply related career hours from the military toward hours in the apprenticeship program. The demonstration grants in this bill will help create high school programs and provide ideas for putting these programs into place statewide.

There are fiscal concerns about a proposed substitute that contains pilot projects that were not contained in the original bill, although the concept of the proposed substitute can be supported.

(With concerns) There is concern about this bill, but not with the concept or goal. The problem isn't with apprenticeship; it is getting attention focused on opportunities when students are in middle and high school. The K12 curriculum does not honor the idea that building and construction trades are viable career opportunities. This bill should address that issue.

The WSATC has a role to play in this bill, but the bill should also emphasis the importance and responsibility of local apprenticeship programs. The bill should be clearer about responsibilities and directives. The WSATC is directed make grants to "negotiate and implement agreements" and those seem to be two different activities. There is no requirement for the school districts to do their part to make these programs successful.

Testimony For: (Appropriations) This bill is a response the declining access to industrial arts education in our secondary schools. There is a direct relationship between the elimination of these programs and the drop-out rate. This bill exposes students to career opportunities that would help address our skills gap shortage. It is also unique in that it reaches out to parents to let them know of the opportunities that are available for their children. One of the biggest advantages of this bill is the support and resources provided and the direction given to the K-12 system. It is import to send a message to the K-12 system that these career paths are viable alternatives and should not be considered as electives.

Testimony Against: (Commerce & Labor) None.

Testimony Against: (Appropriations) None.

Persons Testifying: (Commerce & Labor) (In support) Dave Johnson, Washington Building Trades; Heather Peterson; Rob Doolin; Amber Doolin; Bob Abbott; Jonathan Platt, JM Martinac Building Corporation; Brett Olson; David Borolsky, Bates Technical College; Patrick Woods, State Apprenticeship Council; Melinda Nichols, State Apprenticeship Council; Amy Brackenbury, Building Industry Association of Washington; Jan Rohila, Building Industry Association of Washington; John Aultmar, New Market Skills Center; Cathy Heryford; Chris Heryford; Madeleine Thompson, Workforce Board; and Randy Loomans, Operating Engineers.

(Concerns) Rick Slunaker, Associated General Contractors; Larry Stevens, National Electrical Contractors Association and Mechanical Contractors Association; and Heather Hansen, Washington Nursery and Landscape Association.

Persons Testifying: (Appropriations) David Johnson, Washington State Building Trades; and Rick Slunaker, Association of General Contractors.

Persons Signed In To Testify But Not Testifying: (Commerce & Labor) None.

Persons Signed In To Testify But Not Testifying: (Appropriations) None.

House Bill Report - 8 - 2SHB 2789