

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 421** HLS 23RS 836

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 4, 2023	3:19 PM	Author: LACOMBE
Dept./Agy.: Louisiana Workforce Commission		Analyst: Noah O'Dell
Subject: Apprenticeship Requirements for State Construction Projects		

EMPLOYMENT OR NO IMPACT See Note Page 1 of 1

Requires a contractor for a state construction project to designate no less than two percent of man-hours in any apprenticeable occupation to registered apprentices

Proposed law requires any employer who is awarded a contract by the state to construct a capital project will designate no less than 2% of the man-hours in any apprenticeable occupation to registered apprentices. Proposed law requires that the director of apprenticeship to approve the apprenticeship agreements under proposed law. Proposed law provides that, if the secretary of LWC determines, in good faith, that an insufficient number of registered apprentices is available for a particular state construction project, the secretary shall certify the number of registered apprentices who are available for the particular state construction project and will issue a waiver for the remaining number of jobs which would otherwise be reserved for registered apprentices in order for the contractor to meet the 2% man-hour requirement. Proposed law retains present law and further requires that the office set standards for compliance for hiring apprentices as required by present law. Proposed law provides that the Division of Administration shall require each contractor for a state construction job to meet certain requirements.

EXPENDITURES	2023-24	2024-25	2025-26	2026-27	2027-28	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2023-24	2024-25	2025-26	2026-27	2027-28	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The Louisiana Workforce Commission has a full-time Director of Apprenticeship currently on staff who will be able to comply with the requirements of the proposed law in the normal course and scope of his position.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate Dual Referral Rules
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Evan Brasseaux

Evan Brasseaux
Interim Deputy Fiscal Officer