HB 3029-3 (LC 507) 4/7/25 (JAS/ps)

Requested by Representative YUNKER

# PROPOSED AMENDMENTS TO HOUSE BILL 3029

On page 1 of the printed bill, line 3, after "476.694," insert "660.175,". 1 Delete lines 7 through 21 and delete pages 2 through 23 and insert: 2 3 **"WORKFORCE DEVELOPMENT** 4 5 "SECTION 1. Section 2 of this 2025 Act is added to and made a part 6 of ORS 660.300 to 660.420. 7 "SECTION 2. (1) As used in this section: 8 "(a) 'Local industry sector partnership' means a collaboration be-9 tween local businesses and regional workforce partners that is reflec-10 tive of local key industries facing critical workforce shortages or 11 increased strategic workforce opportunities. 12 "(b) 'Regional workforce partners' includes community-based or-13 ganizations, educational institutions, labor organizations, economic 14 development agencies, local governments, trade organizations and 15other workforce service providers. 16 "(2) The Higher Education Coordinating Commission shall, in con-17 sultation with the State Workforce and Talent Development Board, 18 develop a program to award grants to local workforce development 19 boards to convene local industry sector partnerships to assist in car-20 rying out the activities described under this section. 21

1 "(3) Program grant proceeds may be used solely to:

"(a) Align workforce development activities that aim to increase
participation in workforce programs by individuals from priority populations in a manner that is consistent with and responsive to critical
workforce shortages and strategic workforce opportunities;

6 "(b) Develop structured processes to address mutual workforce de7 velopment goals and promote consensus in decision-making;

8 "(c) Identify industry-specific workforce needs in local workforce 9 development areas, including the need for high-value credentials, to 10 inform the development and implementation of culturally and lin-11 guistically diverse workforce education and training curricula;

"(d) Develop targeted recruitment strategies to increase equitable
 participation by individuals from priority populations in local
 workforce programs; and

"(e) Promote workforce development programs and activities in
 targeted industry sectors.

"(4) Grant proceeds shall be distributed according to a formula de termined by the commission by rule.

"(5) In convening local industry sector partnerships under this sec tion, local workforce development boards shall:

"(a) Consider alignment of workforce development programs among
 statewide targeted key industries to address critical workforce short ages and strategic workforce opportunities.

"(b) Ensure that each partnership represents a single targeted in dustry sector.

"(c) Demonstrate how the local industry sector partnership com plements the workforce development goals of local workforce partners
 and is consistent with a local plan described in ORS 660.327.

"(6) The commission may adopt any rules necessary to carry out the
 provisions of this section.

1 **"SECTION 3.** ORS 660.300 is amended to read:

<sup>2</sup> "660.300. As used in ORS 660.300 to 660.420:

"(1) 'Chief elected official' means a county commissioner, a county judge
or the mayor of the City of Portland.

"(2) 'Critical workforce shortage' means a current or projected
shortage of workers within an occupation or industry considered to
be critical to the well-being of the communities and economy of
Oregon.

9 "[(2)] (3) 'Federal Act' or 'federal Workforce Innovation and Opportunity
10 Act' means the federal Workforce Innovation and Opportunity Act (29 U.S.C.
11 3101 et seq.).

"[(3)] (4) 'Local workforce development area' means the City of Portland or a county when the city or county has been designated as a local workforce development area under ORS 660.324. 'Local workforce development area' may include two or more counties that have joined together to form a local workforce development area and that have been designated as a local workforce development area under ORS 660.324.

"[(4)] (5) 'Local workforce development board' means a board established
 pursuant to section 3122 of the federal Workforce Innovation and Opportu nity Act.

21 "[(5)] (6) 'Maritime sector' includes but is not limited to:

"(a) Enterprises engaged in the design, construction, manufacture, acqui sition, operation, supply, repair or maintenance of marine vessels or compo nent parts of marine vessels;

<sup>25</sup> "(b) Enterprises engaged in managing or operating shipping lines;

"(c) Customs brokerage services, shipyards, shipping and freight forward ing services, dry docks, marine railways and marine repair shops;

<sup>28</sup> "(d) Enterprises engaged in commercial or recreational fishing;

"(e) Enterprises and academic institutions engaged in scientific research
of ocean processes, marine life or other ocean resources; and

1 "(f) Enterprises engaged in marine tours or travel, water sports or other 2 marine leisure activities.

"[(6)] (7) 'Participant' means a person receiving services under the federal
Workforce Innovation and Opportunity Act (29 U.S.C. 3101 et seq.).

5 "[(7)] (8) 'Participant records' means records relating to matters such as 6 grades, conduct, personal and academic evaluations, results of psychometric 7 testing, counseling, disciplinary actions, if any, and other personal matters.

- 8 "[(8)] (9) 'Priority populations' means:
- 9 "[(a) Communities of color;]

10 "[(b) Women;]

11 "[(c)] (a) Low-income communities; and

12 "[(d) Rural and frontier communities;]

13 "[(e)] (b) Veterans[;].

- 14 "[(f) Persons with disabilities;]
- <sup>15</sup> "[(g) Incarcerated and formerly incarcerated individuals;]
- 16 "[(h) Members of Oregon's nine federally recognized Indian tribes;]
- "[(i) Individuals who disproportionately experience discrimination in em ployment on the basis of age; and]

19 "[(j) Individuals who identify as members of the LGBTQ+ community.]

20 "[(9)] (10) 'State workforce agencies' means state agencies that administer 21 workforce programs.

22 "(11) 'Strategic workforce opportunity' means an opportunity to:

23 "(a) Grow, strengthen and diversify workforce participation in a
 24 particular industry;

25 "(b) Advance the overall economic mobility and well-being of
 26 Oregonians; and

"(c) Respond to a workforce development investment or initiative
 undertaken for the purpose of achieving significant economic and
 community gains in Oregon.

30 "[(10)] (12) 'Workforce development' means services designed to help in-

dividuals attain employment and progress along career pathways and to help
businesses better achieve business goals by more easily finding skilled employees. 'Workforce development' includes:

4 "(a) Education and training services;

5 "(b) Apprenticeship and preapprenticeship training programs registered 6 with the State Apprenticeship and Training Council;

7 "(c) Labor market analysis;

8 "(d) Employment and reemployment services;

9 "(e) Employee recruitment and retention services; and

"(f) Convening, coordinating, oversight and evaluation services for busi ness and state workforce agencies.

"[(11)] (13) 'Workforce programs' means programs that have a primary mission of helping individuals become employed, retain employment, increase wages and progress along career pathways and that are responsible for outcomes related to the primary mission.

<sup>16</sup> **"SECTION 4.** ORS 660.324 is amended to read:

17 "660.324. (1) The State Workforce and Talent Development Board shall18 identify:

"(a) Key industries in this state and the workforce skills needed for key
 industries to grow and thrive;

"(b) In collaboration with workforce representatives, needs for education,
training, work experience, and job preparation to ensure Oregonians access
to stable high-wage jobs and employment advancement; [and]

"(c) Opportunities for partnerships with key industry sectors to coordinate workforce development, economic development and education in response to industry and workforce needs[.]; and

"(d) Critical workforce shortages and strategic workforce opportu nities based on criteria established by the board.

- <sup>29</sup> "(2) The board shall assist the Governor in:
- 30 "(a) Developing Oregon's workforce development system;

"(b) Ensuring timely consultation and collaboration with chief elected 1 boards and other officials, local workforce development workforce  $\mathbf{2}$ stakeholders, including but not limited to business and labor organizations 3 and organizations working with persons with disabilities, persons living at 4 or below 100 percent of the federal poverty guidelines and the chronically  $\mathbf{5}$ unemployed and underemployed; 6

7 "(c) Reviewing and approving local workforce plans;

8 "(d) Developing, as required by the federal Act, allocation formulas for 9 the distribution of funds to local workforce development areas for adult em-10 ployment and training activities and for youth activities that are developed 11 by the local workforce development boards;

"(e) Working with local workforce development boards to increase effi ciencies and align workforce programs and services with local needs;

"(f) Recommending the duties and responsibilities of state agencies to implement the federal Act, to avoid conflicts of interest and to capitalize on the experience developed by workforce partners that are efficient and effective at meeting the requirements of the federal Act;

"(g) Participating in the development of a coordinated statewide system
of activities and services that includes both mandatory and optional partners
of the one-stop delivery system, as provided in the federal Act;

"(h) Providing for the development, accountability and continuous improvement of comprehensive workforce performance measures to assess the
effectiveness of the workforce development activities in this state;

"(i) Developing a statewide employment statistics system, as described in
section 15(e) of the Wagner-Peyser Act (29 U.S.C. 49L-2(e)); and

"(j) Preparing an annual report and submitting it to the United StatesDepartment of Labor.

"(3) The State Workforce and Talent Development Board, in partnership
with the Governor, shall establish criteria for use by chief elected officials
in appointing members to local workforce development boards in accordance

with the requirements of section 3122 of the federal Workforce Innovation
and Opportunity Act. The State Workforce and Talent Development Board
shall establish the following requirements:

"(a) To transact business at a meeting of a local workforce development
board, a quorum of members must participate. A quorum shall consist of a
majority of the members. At least 25 percent of the members participating
must be representatives of business.

"(b) When appropriate and upon a request from the chief elected official 8 of a county or the City of Portland, the State Workforce and Talent Devel-9 opment Board shall consider the county or the City of Portland to be a 10 candidate for designation as a local workforce development area. The board 11 shall consult with the county or the City of Portland before designating the 12 county or the City of Portland as a local workforce development area. After 13 considering the criteria in section 3121 of the federal Act for designating 14 local workforce development areas, chief elected officials may submit a re-15quest to the board to combine their units of government into a local 16 workforce development area. The board shall make recommendations to the 17 Governor about the designation of local workforce development areas. Only 18 the Governor may designate local workforce development areas. The Gover-19 nor must show just cause for not designating a requested local workforce 20development area. A county or the City of Portland may submit an appeal 21to the board, as provided in section 3121 of the federal Act, if the Governor 22does not grant the county's or the city's request to designate a local 23workforce development area. 24

"(4) The State Workforce and Talent Development Board shall provide guidance and direction to local workforce development boards in the development of local workforce plans. The State Workforce and Talent Development Board shall adopt policies that:

29 "(a) Require each local workforce development board, in partnership with 30 its chief elected officials and in accordance with section 3123 of the federal Act, to develop and submit to the Governor and the State Workforce and
 Talent Development Board a strategic local workforce plan that includes, but
 is not limited to, performance goals; and

"(b) Permit each local workforce development board, in consultation with
its chief elected officials:

"(A) To determine, consistent with the requirements of the federal Act,
the appropriate level of services based on the workforce needs in the local
workforce development area; and

9 "(B) To designate or certify one-stop operators and to terminate for cause 10 the eligibility of such operators.

11 "(5) The State Workforce and Talent Development Board may charter and 12 enter into performance compacts with local workforce development boards.

13 "(6) The State Workforce and Talent Development Board shall:

"(a) Function as the primary advisory committee to the Employment De partment in conjunction with the Employment Department Advisory Council
 established under ORS 657.695;

"(b) Collaborate with other advisory bodies also tasked with workforce development, including but not limited to the Oregon State Rehabilitation Council, the Commission for the Blind, the State Apprenticeship and Training Council and the Higher Education Coordinating Commission;

"(c) Work with the Oregon Business Development Commission to identify areas of common interest to efficiently align resources, recommend common strategies and provide accountability for reaching statewide goals; [and]

"(d) Hold state workforce agencies and local workforce development
boards accountable for meeting performance goals and system outcomes[.];
and

"(e) Collaborate with the Oregon Business Development Department, the Employment Department, local workforce development boards and other partners from training or workforce development entities in this state to establish criteria for identifying critical

### 1 workforce shortages and strategic workforce opportunities.

"(7) The State Workforce and Talent Development Board shall convene,  $\mathbf{2}$ engage and coordinate with senior executives of identified key industries in 3 this state, the Oregon Business Development Commission, the Higher Edu-4 cation Coordinating Commission, the Department of Education, the Bureau  $\mathbf{5}$ of Labor and Industries, the STEM Investment Council, local workforce de-6 velopment boards, the Employment Department, the Department of Human 7 Services, the Commission for the Blind, the Youth Development Council and 8 any other partners from training or workforce development entities in this 9 state to: 10

"(a) Determine needs across identified key industries in this state, including challenges and opportunities in developing and growing relevant talent pipelines;

14 "(b) Ensure that the talent pipeline development infrastructure includes:

"(A) A listening process to collect workforce needs of employers from
 identified key industries in this state;

17 "(B) Curriculum alignment for high-demand occupation skill needs;

"(C) Prediction and monitoring of national trends relating to high-demand
 industries and occupations;

20 "(D) Occupation-aligned education and training options with a clearly 21 articulated progression;

22 "(E) Skills assessments; and

<sup>23</sup> "(F) Academic career counseling;

24 "(c) Utilize sector partnerships to:

"(A) Advise the development of career pathway programs for critical oc cupations in identified key industries in this state; and

"(B) Ensure the coordination of education, economic development, business and workforce initiatives between key partners to develop a strong talent pipeline;

<sup>30</sup> "(d) Leverage and optimize existing measures and data systems to improve

1 systems alignment and interagency communication; and

"(e) Ensure state alignment and coordination between industry sector
partnerships and initiatives in the local workforce development areas.

"(8) The State Workforce and Talent Development Board shall, in
consultation with local workforce development boards and relevant
state agencies, establish a definition for the term 'public workforce
system.'

8 "[(8)(a)] (9)(a) Every biennium, the State Workforce and Talent Develop-9 ment Board shall coordinate and collaborate with entities listed under sub-10 section (7) of this section to create a single, unified state Workforce and 11 Talent Development Plan.

12 "(b) The Workforce and Talent Development Plan must include:

"(A) A strategy, with quantitative goals, for the statewide workforce de velopment system for the State of Oregon in accordance with section 3111
 of the federal Workforce Innovation and Opportunity Act;

"(B) Quantifiable goals designed to promote Oregonians' self-sufficiency
 and that will empower Oregonians to gain independence from public assist ance and move up the socioeconomic ladder;

"(C) Expectations for performance and the priorities for delivery of services to local workforce development boards and state workforce agencies;

"(D) Industry-based information and data from the Employment Department and other agencies and entities listed in subsection (7) of this section related to talent needs and gaps;

"(E) Analysis of data regarding the skills required for identified key in dustry jobs;

26 "(F) Information regarding the status of career pathway programs tar-27 geted at identified key industries in this state;

"(G) Recommendations related to advancing talent pipeline and career
 pathways development based on the identified talent issues and trends;

30 "(H) Recommendations regarding the alignment and consistency of data

1 nomenclature, collection practices and data sharing;

2 "(I) Utilization and, as appropriate, expansion of existing data-sharing 3 agreements between agencies and partners;

"(J) Identification of talent issues and trends related to identified key
industries in this state that are in strategic alignment with state and local
workforce and economic priorities;

"(K) Identification and prioritization of the urgent talent gaps of identified key industries in this state;

"(L) A response to immediate talent needs through the creation of additional opportunities for Oregonians to pursue education and training in disciplines critical to the advancement of identified key industries in this state;
"(M) Ways to strengthen efforts to enhance student work experience and
job preparedness in high-demand and critical occupations;

"(N) New means of delivering workforce training and proficiency-based education to enhance program efficiency, upgrading and sharing resources and facilities and improving student outcomes and access to typically underrepresented populations while meeting talent needs of traded sector and high growth industries; and

"(O) Ways to increase the skills of the existing professional and technical
 workforce, including the issuance of certifications, badges and industry-based
 credentials.

<sup>22</sup> "(c) The State Workforce and Talent Development Board shall:

23 "(A) Update the plan every biennium; and

<sup>24</sup> "(B) Submit a report about the plan every year to:

25 "(i) The Governor; and

<sup>26</sup> "(ii) The Legislative Assembly in the manner provided by ORS 192.245.

<sup>27</sup> "SECTION 5. ORS 660.327 is amended to read:

"660.327. In accordance with section 3122 of the federal Act, each local
workforce development board shall:

30 "(1) Consistent with section 3123 of the federal Act, in partnership with

the chief elected official for the local area involved, develop and submit alocal plan to the Governor. The local plan must:

"(a) Be developed by the local workforce development board with local
workforce partners;

"(b) Identify critical workforce shortages and strategic workforce
opportunities in local key industries, based on criteria established by
the State Workforce and Talent Development Board;

8 "[(b)] (c) Identify strategies and outcomes that the local workforce de-9 velopment board will implement in the local workforce development area 10 that are consistent with and responsive to critical workforce shortages 11 and strategic workforce opportunities as identified by the local 12 workforce development board under this section and the State 13 Workforce and Talent Development Board under ORS 660.324;

"(d) Address how the local plan aligns with the goals of youth
 workforce development programs, including:

16 "(A) Projects selected under ORS 418.650 to 418.663; and

"(B) Programs administered by the Higher Education Coordinating
 Commission, including but not limited to:

"(i) The Oregon Youth Employment Program created under ORS
 660.353; and

"(ii) The Oregon Conservation Corps Program established under
 ORS 476.694;

"[(c)] (e) Make all parties to the local plan accountable for carrying out
the strategies and achieving the outcomes identified in the local plan; and
"[(d)] (f) Be submitted to and approved by the State Workforce and Talent

26 Development Board.

"(2) Consistent with section 3151(d) of the federal Act, with the agreement of the chief elected official, designate or certify one-stop operators as described in section 3151(d)(2)(A) of the federal Act and may terminate for cause the eligibility of such operators. "(3) Consistent with section 3153 of the federal Act, identify eligible providers of youth activities in the local area and award grants or contracts on a competitive basis to those providers, based on recommendations of a youth council.

5 "(4) Consistent with section 3152 of the federal Act, identify eligible pro-6 viders of training services described in section 3174(d)(4) of the federal Act.

"(5) Subject to the approval of the chief elected official, develop a budget
for the purpose of carrying out the duties of the local workforce development
board under section 3122 of the federal Act.

"(6) In partnership with the chief elected official, provide oversight of local programs of youth activities authorized under section 3164 of the federal Act, local employment and training activities authorized under section 3174 of the federal Act and the one-stop delivery system in the local area.

"(7) With the chief elected official and the Governor, negotiate and reach
agreement on local performance measures as described in section 3141(c) of
the federal Act.

"(8) Coordinate the workforce development activities authorized under the federal Act and carried out in the local area with economic development strategies and develop other employer linkages with such activities.

"(9) Promote the participation of private sector employers in the statewide workforce development system and ensure the effective provision, through the system, of connecting, brokering and coaching activities, through intermediaries such as the one-stop operator in the local area or through other organizations, to assist such employers in meeting hiring needs.

### <sup>26</sup> "<u>SECTION 6.</u> ORS 660.380 is amended to read:

27 "660.380. (1) The Prosperity [10,000] Program is established in the Higher 28 Education Coordinating Commission. From funds appropriated to the 29 commission for the program, the commission shall award grants to 30 local workforce development boards to administer the program for the 1 following purposes:

"(a) To provide career coaching, occupational training and job placement
services;

"(b) To provide wraparound supports and services that are necessary to
facilitate reengagement in the workforce, including, but not limited to,
transportation, child care and rental assistance;

"(c) To provide paid work experiences, including stipends and wages and
other income supports for individuals from priority populations; and

9 "(d) To support targeted recruitment and engagement efforts.

10 "(2) The goals of the Prosperity [10,000] Program are to:

11 "[(a) Include at least 10,000 total individuals who participate in the pro-12 gram;]

"[(b)] (a) Improve the capacity and responsiveness of the public workforce system in this state by providing assistance for workforce development program navigation, expanding access to community-based career counseling and wraparound supports and services, and providing opportunities to earn industry-recognized certificates, credentials and degrees through work-based learning experiences;

"[(c)] (b) Ensure that services and benefits available through workforce
 programs are provided to individuals from priority populations;

"[(d)] (c) Provide increased access for priority populations to services and
 benefits available through workforce programs;

23 "[(e) Ensure that at least 50 percent of the individuals who participate in 24 the program are women;]

<sup>25</sup> "[(f)] (**d**) Ensure that at least 80 percent of the individuals who partic-<sup>26</sup> ipate successfully complete the program;

<sup>27</sup> "[(g)] (e) Ensure that at least 75 percent of the individuals who partic-<sup>28</sup> ipate in the program successfully obtain employment; and

"[(h)] (f) Ensure that at least 75 percent of the individuals who participate in the program earn at least \$17 per hour. "(3)(a) [The Prosperity 10,000 Program shall be administered by local
workforce development boards.] In administering the Prosperity Program,
the local workforce development boards shall:

"(A) Distribute resources and available funds to nonprofit communitybased organizations, educational institutions, labor organizations and other
workforce service providers to facilitate the provision of workforce development services and wraparound supports to individuals who participate in the
program;

9 "(B) Coordinate with state workforce agencies and other workforce part-10 ners to expand regional community-based partnerships that work to support 11 and sustain workforce development services and wraparound supports; [and] 12 "(C) Connect with businesses and organizations in targeted industry sec-13 tors to identify training needs and ensure that business needs relating to a 14 skilled workforce are met[.]; and

"(D) Pursue and advance local workforce development strategies
 that are consistent with and responsive to critical workforce shortages
 and strategic workforce opportunities as identified by local workforce
 development boards under ORS 660.327.

"(b) In distributing funds and resources to the entities described
 under paragraph (a)(A) of this subsection, local workforce develop ment boards shall consider:

"(A) How the entity intends to engage with employers in targeted
 industry sectors to provide workforce development opportunities to
 individuals from priority populations;

"(B) The entity's experience serving individuals from priority pop ulations;

"(C) How the entity intends to collaborate with one or more of the
 following to increase accessibility for priority populations to workforce
 programs and opportunities:

30 "(i) Workforce service providers, as defined in ORS 660.400;

- 1 "(ii) Community-based organizations, as defined in ORS 660.390;
- 2 "(iii) Kindergarten through grade 12 schools;
- 3 "(iv) Community colleges;
- 4 "(v) Education and training partners;
- 5 "(vi) Local workforce development boards;
- 6 "(vii) Economic development organizations;
- 7 "(viii) Industry associations;
- 8 "(ix) Universities, as defined in ORS 660.350; and

9 "(x) Private post-secondary institutions that meet the criteria set 10 forth in ORS 348.597 (2)(a).

"(D) How an entity described under subparagraph (C) of this paragraph with which the entity intends to partner possesses specific qualifications, including the organizational and technical capacity necessary to carry out the purposes described under subsection (1) of this section; and

"(E) Prioritize opportunities to leverage the use of other funding
 sources, including federal funds and private sector contributions, to ward workforce programs and opportunities.

"[(b)] (c) An entity that collaborates with a local workforce development board to accomplish the workforce development activities described under this subsection shall, in accordance with ORS 660.327, participate with local workforce development boards in developing a proposed local plan.

"(4)(a) If an entity receives funds distributed from a local workforce development board under this section and provides paid work experience to individuals who participate in the program established under this section, the entity shall:

"(A) Notwithstanding ORS 653.025 and subsection [(2)(h)] (2)(f) of this section, pay wages to individuals participating in the program at a rate that is:

30 "(i) Equivalent to an entry-level training wage as determined by the en-

1 tity pursuant to paragraph (b) of this subsection; and

"(ii) In alignment with the wage progression schedule established by the
entity under subparagraph (B) of this paragraph;

"(B) Establish a wage progression schedule that includes the step progression requirements and the rate calculation formula upon which the entity shall make determinations about a participating individual's eligibility to increase the individual's wage rate from an entry-level training wage to a wage rate that is equivalent to the average area wage standard for an hour's work in the same trade or occupation in the locality where the labor is performed;

11 "(C) Develop a training plan for individuals participating in the program 12 that includes, at a minimum:

13 "(i) The entry-level training wage that will be paid to the individual;

"(ii) A statement that the individual shall be paid according to the wage progression schedule established by the entity, along with a description of the requirements that the individual must meet in order to progress to a higher wage rate under the wage progression schedule;

"(iii) A statement that the entry-level training wage paid to the individual
may not be less than the federal minimum wage rate or the applicable state
minimum wage rate, whichever is greater; and

"(iv) A statement explaining that the entry-level training wage paid to the individual is a minimum standard and that a higher wage rate shall be paid to the individual if so required under other applicable federal or state laws, regulations or a collective bargaining agreement; and

"(D) Provide each individual participating in the program with a copy of
the training plan described in subparagraph (C) of this paragraph on the date
on which the individual first begins participating in the program.

(b) For purposes of paragraph (a)(A) of this subsection, the entry-level training wage shall be a percentage amount of the average area wage standard for an hour's work in the same trade or occupation in the locality

where the labor is performed, but in no event may the entry-level training
wage be less than the applicable state minimum wage rate under ORS
653.025.

"(c) Each individual who performs work for an entity described in this
subsection shall be considered an employee of the entity for purposes of state
wage and hour laws and state laws prohibiting employment discrimination
and retaliation.

8 "(5)(a) As used in this subsection, 'SNAP Employment and Training Pro-9 gram' means the employment and training component of the federal Supple-10 mental Nutrition Assistance Program under 7 U.S.C. 2015(d)(4).

11 "(b) To the extent possible, the Department of Human Services shall:

"(A) Incorporate the Prosperity [10,000] Program into the statewide plan
 for the SNAP Employment and Training Program;

"(B) Seek federal reimbursement for 50 percent of the Prosperity [10,000]
 Program's costs and for other eligible activities as reported by the local
 workforce development boards;

"(C) Refer individuals who receive supplemental nutrition assistance un der ORS 411.806 to 411.845 to participate in the Prosperity [10,000] Program;
 and

"(D) Distribute moneys received as reimbursement under subparagraph (B) of this paragraph to local workforce development boards, not later than 60 days after the department receives an invoice that is consistent with requirements under the SNAP Employment and Training Program, for reinvestment in workforce development and wraparound supports and services provided under the Prosperity [10,000] Program.

"(6) The State Workforce and Talent Development Board, in consultation
with the Committee for Continuous Improvement, shall:

<sup>28</sup> "(a) Oversee the progress of the Prosperity [10,000] Program;

29 "(b) Ensure that program goals are met; and

30 "(c) Identify areas for program improvement.

### 1 **"SECTION 7.** ORS 660.385 is amended to read:

"660.385. [(1)(a) Not later than 60 days following March 17, 2022, the
Higher Education Coordinating Commission shall distribute the funds specifically appropriated to the commission under section 13, chapter 28, Oregon
Laws 2022, to local workforce development boards to administer the Prosperity
10,000 Program.]

"[(b)] (1) The Higher Education Coordinating Commission shall distribute all moneys received from moneys made available [*under sections 13 and 14, chapter 28, Oregon Laws 2022*] by the Legislative Assembly for the **Prosperity Program established under ORS 660.380**, to local workforce development boards using the same formula as required under the federal Workforce Innovation and Opportunity Act (29 U.S.C. 3101 et seq.) for the allocation of funds to local workforce development boards.

"(2) Each local workforce development board shall compile data on the progress made toward carrying out the Prosperity [10,000] Program. The boards shall prepare and submit a joint report that includes data, disaggregated by race, gender and geography, to the commission and the State Workforce and Talent Development Board no later than October 31 of each year, in the manner provided in ORS 192.245.

# <sup>20</sup> "SECTION 8. ORS 660.400 is amended to read:

<sup>21</sup> "660.400. (1) As used in this section:

"(a) 'Community-based organization' has the meaning given that term in
ORS 660.390.

24 "(b) 'Community college' has the meaning given that term in ORS 341.005.

<sup>25</sup> "(c) 'Workforce service provider' includes:

26 "(A) Nonprofit and public workforce education, training and career ser-27 vices providers.

"(B) Governmental entities that are providers of workforce development
 services.

<sup>30</sup> "(2) There is established in the Higher Education Coordinating Commis-

1 sion a program to award grants to workforce service providers and
2 community-based organizations that:

"(a) Administer workforce programs in the health care, manufacturing
and technology industry sectors and other key sectors that are consistent
with and responsive to critical workforce shortages and strategic
workforce opportunities as identified by the State Workforce and Talent Development Board; and

"(b) [*That*] Prioritize equitable program participation by individuals from
priority populations.

"(3) The commission shall, in consultation with the State Workforce 10 and Talent Development Board, local workforce development boards 11 and industry consortia described under ORS 660.410, establish criteria 12 and standards by which a workforce service provider or a community-based 13 organization may submit a proposal to receive a grant under this section. In 14 establishing criteria and standards, the commission shall consider federal 15nondiscrimination and equal opportunity provisions of the Workforce Inno-16 vation and Opportunity Act. The commission shall award grants on a com-17 petitive basis, taking into consideration proposals that: 18

"(a) Describe how the workforce service provider or the community-based organization intends to engage with employers in [*the*] targeted industry sectors to provide workforce development opportunities to individuals from priority populations.

23 "(b) Describe how the workforce service provider or the 24 community-based organization will engage with other community-25 based organizations and education and training partners to provide 26 workforce development opportunities to individuals from priority pop-27 ulations.

"(c) Demonstrate how a proposed workforce program complements
 the Workforce and Talent Development Plan described under ORS
 660.324.

"(d) Demonstrate, for workforce programs intended to serve specific
geographical areas, how the program complements the workforce development goals of local workforce partners and is consistent with a
local plan described in ORS 660.327.

5 "[(b)] (e) Demonstrate the workforce service provider's or the 6 community-based organization's experience serving individuals from priority 7 populations.

8 "[(c) Describe how the workforce service provider or the community-based 9 organization intends to collaborate with one or more of the following entities 10 to increase accessibility for priority populations to workforce programs and 11 opportunities:]

12 "[(A) Other workforce service providers or community-based
13 organizations;]

14 "[(B) Kindergarten through grade 12 schools;]

15 "[(C) Community colleges;]

16 "[(D) Education and training partners;]

17 "[(E) Local workforce development boards;]

18 "[(F) Economic development organizations;]

19 "[(G) Industry associations; and]

20 "[(H) Universities, as defined in ORS 660.350.]

"[(d)] (f) Demonstrate that a workforce partner with which a workforce service provider or a community-based organization intends to partner possesses specific qualifications, including the organizational and technical capacity, necessary to carry out the purposes described under subsection [(5)(a) to (d)] (4)(a) to (d) of this section.

"[(e)] (g) Prioritize opportunities to leverage the use of other funding
 sources, including federal funds and private sector contributions, toward
 workforce programs and opportunities.

"(h) Describe how the workforce service provider or the
 community-based organization intends to collaborate with one or more

of the following entities to increase accessibility for priority popu lations to workforce programs and opportunities:

- "(A) Other workforce service providers or community-based organizations;
- 5 "(B) Kindergarten through grade 12 schools;
- 6 "(C) Community colleges;
- 7 "(D) Education and training partners;
- 8 "(E) Local workforce development boards;
- 9 "(F) Economic development organizations;
- 10 "(G) Industry associations;
- 11 "(H) Universities, as defined in ORS 660.350; and

"(I) Private post-secondary institutions that meet the criteria set
 forth in ORS 348.597 (2)(a).

"[(4) In awarding grants under this section, the commission shall consult with the State Workforce and Talent Development Board and shall incorporate input from local workforce development boards and industry consortia convened under ORS 660.410.]

"[(5)] (4) Except as otherwise provided in subsection (7) of this section, grant moneys awarded under this section shall be expended for one or
more of the following purposes:

21 "(a) To provide paid work experience, including stipends and wages;

22 "(b) To offer tuition and fee assistance for workforce programs;

23 "(c) To provide wraparound workforce development services;

"(d) To develop culturally and linguistically specific career pathways for
 obtaining certificates, credentials or degrees recognized by targeted industry
 sectors; and

<sup>27</sup> "(e) To fund organizational investments, including, but not limited to:

- 28 "(A) Hiring staff;
- 29 "(B) Developing organizational development strategies;
- <sup>30</sup> "(C) Purchasing equipment, technology or other training-related supplies;

1 "(D) Covering administrative costs; and

"(E) Any other activities identified in a grant proposal as necessary to
administer workforce programs described under this section.

"[(6)(a)] (5)(a) If a grant recipient expends moneys to provide paid work
experience to individuals participating in a workforce program administered
by the grant recipient, the grant recipient shall:

"(A) Notwithstanding ORS 653.025, pay wages to individuals participating
in the program at a rate that is:

9 "(i) Equivalent to an entry-level training wage as determined by the grant 10 recipient pursuant to paragraph (b) of this subsection; and

"(ii) In alignment with the wage progression schedule established by the grant recipient under subparagraph (B) of this paragraph;

"(B) Establish a wage progression schedule that includes the step progression requirements and the rate calculation formula upon which the grant recipient shall make determinations about a participating individual's eligibility to increase the individual's wage rate from an entry-level training wage to a wage rate that is equivalent to the average area wage standard for an hour's work in the same trade or occupation in the locality where the labor is performed;

20 "(C) Develop a training plan for individuals participating in the program 21 that includes, at a minimum:

22 "(i) The entry-level training wage that will be paid to the individual;

"(ii) A statement that the individual shall be paid according to the wage progression schedule established by the grant recipient entity, along with a description of the requirements that the individual must meet in order to progress to a higher wage rate under the wage progression schedule;

"(iii) A statement that the entry-level training wage paid to the individual
may not be less than the federal minimum wage rate or the applicable state
minimum wage rate, whichever is greater; and

30 "(iv) A statement explaining that the entry-level training wage paid to the

individual is a minimum standard and that a higher wage rate shall be paid
to the individual if so required under other applicable federal or state laws,
regulations or a collective bargaining agreement; and

"(D) Provide each individual participating in the program with a copy of
the training plan described in subparagraph (C) of this paragraph on the date
on which the individual first begins participating in the program.

"(b) For purposes of paragraph (a)(A) of this subsection, the entry-level training wage shall be a percentage amount of the average area wage standard for an hour's work in the same trade or occupation in the locality where the labor is performed, but in no event may the entry-level training wage be less than the applicable state minimum wage rate under ORS 653.025.

"(c) An individual who performs work for grant recipient described in this subsection shall be considered an employee of the grant recipient for purposes of state wage and hour laws and state laws prohibiting employment discrimination and retaliation.

"[(7)] (6) The commission shall compile information from each recipient of a grant under this section regarding the status and use of grant funds to ensure funding is expended for permissible purposes. At a minimum, the information must include, where applicable:

"(a) The number of individuals who have registered for or completed a
workforce program in health care, manufacturing or technology;

"(b) The number of workforce programs developed and administered by a
workforce service provider or a community-based organization;

"(c) The job placement rate for and income earnings by individuals participating in a workforce program described under this section;

"(d) The number of individuals from priority populations who receive
services or benefits from workforce programs administered by a workforce
service provider or a community-based organization; and

30 "(e) A description of the types and amount of wraparound workforce de-

velopment services provided by a workforce service provider or a
 community-based organization.

"(7) Notwithstanding subsection (3) of this section, the commission 3 may, in consultation with the State Workforce and Talent Develop-4 ment Board, issue grant award moneys directly to workforce service  $\mathbf{5}$ providers and community-based organizations where, in the opinion 6 of the commission, awarding the moneys directly will allow the 7 workforce service provider or community-based organization to effec-8 tively respond to a particular strategic workforce opportunity identi-9 fied by the board. 10

11 "(8) The commission may adopt any rules necessary for carrying out the 12 provisions of this section.

<sup>13</sup> "<u>SECTION 9.</u> ORS 660.405 is amended to read:

14 "660.405. (1) As used in this section:

"(a) 'Community-based organization' has the meaning given that term inORS 660.390.

"(b) 'Comprehensive one-stop center' has the meaning given that term in
34 C.F.R. 361.305.

19 "(c) 'Workforce benefits navigator' means an individual who:

"(A) Is employed at a comprehensive one-stop center or a community based organization to advise and assist individuals from priority populations
 in accessing workforce programs and applying for benefits and services that
 are available under the programs;

"(B) Has comprehensive knowledge and understanding of workforce programs and the benefits and services that are available under those programs;
"(C) Is aware of the cultural and linguistic differences of individuals from
priority populations, including knowledge of the lived experiences of such
individuals; and

<sup>29</sup> "(D) Is trained in trauma-informed practices.

30 "(2) The Higher Education Coordinating Commission, in consultation

with the State Workforce and Talent Development Board, shall [*establish and administer a program to*] award grants for [*pilot*] projects implemented by local workforce development boards that partner with comprehensive one-stop centers or community-based organizations to employ a workforce bene-fits navigator to connect individuals from priority populations to workforce programs and to increase access for such individuals to services and benefits made available under those workforce programs.

8 "(3) The commission shall establish criteria and standards by which local 9 workforce development boards may submit proposals to receive a grant under 10 this section.

11 "(4) The commission may adopt any rules necessary for carrying out the 12 provisions of this section.

<sup>13</sup> "<u>SECTION 10.</u> ORS 660.410 is amended to read:

"660.410. (1) As used in this section, 'community-based organization' has
the meaning given that term in ORS 660.390.

"(2)(a) The Higher Education Coordinating Commission, in consultation 16 with the State Workforce and Talent Development Board, shall establish a 17 program to convene statewide industry consortia that represent the health 18 care, manufacturing and technology industry sectors and other key sectors 19 that are consistent with and responsive to critical workforce shortages 20and strategic workforce opportunities as identified by the State 21Workforce and Talent Development Board under ORS 660.324. Each in-22dividual consortium established under this section shall represent a single 23targeted industry sector. 24

<sup>25</sup> "(b) The purpose of the program is to:

"(A) Establish strategic partnerships to align workforce development ac tivities that aim to increase participation in workforce programs by individ uals from priority populations;

"(B) Develop structured processes to address mutual goals and promote
 consensus in decision-making;

"(C) Identify industry-specific workforce needs in this state, including the need for high-value credentials, to inform the development and implementation of culturally and linguistically diverse workforce education and training curricula;

5 "(D) Develop targeted recruitment strategies to increase equitable partic-6 ipation by individuals from priority populations in statewide workforce pro-7 grams;

8 "(E) Promote workforce development programs and activities in the tar9 geted industry sectors; and

"(F) Establish wage rate standards, varied by locality, for each skilled
 occupation within each of the sectors specified in paragraph (a) of this sub section.

"(3) Once every two years, each industry consortium established under
 this section shall:

"(a) Recalculate the wage rate standards described in subsection (2)(b)(F) of this section using relevant economic and employment data made available by the Employment Department. If there is no such data available, the consortium shall recalculate the wage rate standards using relevant economic and employment data made available from other resources, as identified by the commission by rule.

"(b) Submit a statement to the commission summarizing the methodology
used to recalculate the wage rate standards and the date on which the new
wage rate standards shall take effect.

"(4)(a) An industry consortium established under this section shall operate under the direction of a leadership team composed of the following representatives from the consortium's targeted industry sector:

27 "(A) A representative who is a business leader.

"(B) A representative of a community-based organization that administers
one or more workforce programs.

30 "(C) One or more representatives of workforce education and training

1 providers.

2 "(D) A representative of a labor organization.

"(b) To the extent practicable, members of the leadership team shall include individuals who are representative of priority populations.

5 "(c) The membership of an industry consortium established under this 6 section must include, in addition to the members of the leadership team, the 7 following:

8 "(A) One or more representatives from the State Workforce and Talent
9 Development Board.

"(B) One or more representatives of the Racial Justice Council within the
Office of the Governor.

12 "(C) One or more representatives of employers.

13 "(D) One or more representatives of an industry association.

14 "(E) One or more representatives of labor organizations.

<sup>15</sup> "(F) One or more representatives of local workforce development boards.

16 "(G) One or more representatives of economic developers.

"(5) The State Workforce and Talent Development Board, or any other neutral entity designated by the board, shall serve as the **convener of or** intermediary between the industry consortia members.

"(6) The commission shall, in collaboration with the State
 Workforce and Talent Development Board and industry consortia de scribed under this section, coordinate with relevant state agencies and
 other workforce partners to:

"(a) Identify and prioritize select occupations within a targeted in dustry for assessment;

"(b) Identify education and training assets that are available to help
 meet workforce needs, including enrollment capacity and any barriers
 impacting enrollment capacity; and

"(c) Integrate workforce supply and demand forecasting data to in form the board's identification of critical workforce shortages and

#### strategic workforce opportunities. 1

"[(6)] (7) The commission may adopt any rules necessary to carry out the  $\mathbf{2}$ provisions of this section. 3

**"YOUTH WORKFORCE DEVELOPMENT** 

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7

"SECTION 11. ORS 418.650 is amended to read:

"418.650. (1) The Legislative Assembly of the State of Oregon finds and 8 declares that: 9

"(a) It is the policy of the State of Oregon to maintain a strong economy 10 in order to provide its citizens a stable and plentiful job market, and to 11 conserve and protect its natural resources, scenic beauty, historical and 12 cultural sites and other community facilities; 13

"(b) The development and maintenance of a healthy economy for Oregon 14 depends substantially upon a strong work ethic among Oregon's [disadvan-15*taged and at-risk*] **youth and** young adults; 16

(c) Many public lands and environmental resources, including parks, 17 rangelands, forests, wildlife habitats, fisheries, soils and waters are and will 18 continue to be subject to resource production demand and public uses; 19

"(d) In order to instill and preserve superior work attitudes among 20Oregon's [disadvantaged and at-risk] youth and young adults and to main-21tain, protect and conserve the valuable resources of the State of Oregon, 22programs need to be implemented which will assure continued economic 23productivity and scenic beauty, as well as the public health, safety and social 24benefit; 25

"(e) To these ends, conservation work programs may prove successful and 26cost-effective both in providing jobs for [disadvantaged and at-risk] youth 27and young adults and in assisting land preservation and management agen-28cies to conserve and protect natural and urban facilities; and 29

"(f) As a result of such employment opportunities, benefits will redound 30

to the state's environmental maintenance and productivity, the state's economy and to the [disadvantaged and at-risk] youth **and young adult** participants who benefit from the exposure to and respect for the work ethic in the context of safeguarding and improving the environmental resources of the state.

6 "(2) The general purposes of ORS 418.650 to 418.663 are:

"[(a) To establish a disadvantaged and at-risk youth work program in order
to perform conservation work of public value in the most cost-effective
manner;]

"(a) To establish an education and work program for youth and
 young adults to perform community-based work of public value in the
 most cost-effective manner;

"(b) To utilize such a program as a means of needed assistance to protect,
 conserve, rehabilitate and improve the natural, historical, community and
 cultural resources of the state; and

"(c) To utilize such a program to increase educational, training and em ployment opportunities for [*disadvantaged and at-risk*] youth **and young adults** for the purpose of improving work skills, instilling a work ethic and
 increasing employability.

# <sup>20</sup> "SECTION 12. ORS 418.653 is amended to read:

"418.653. (1) Subject to the availability of funds, there is created within the Oregon Youth Employment Program established under ORS 660.353 an Oregon Youth Corps that:

"(a) Shall provide emergency services, public conservation, rehabilitation
 and [*improvement programs*.] community service activities throughout
 the state for a broad cross-section of youth and young adults.

"(b) May provide education and job training programs for youth and
young adults.

"(2) The corps shall [*be headed by a program director, and shall*] be administered through the Higher Education Coordinating Commission. The 1 [program director] commission shall operate the corps in consultation with

2 the Oregon Youth Works Advisory Board created under ORS 660.320.

3 "SECTION 13. ORS 418.657 is amended to read:

"418.657. (1) Under the administration of the Higher Education Coordinating Commission, in consultation with the Oregon Youth Works
Advisory Board created under ORS 660.320 [and the executive director of the
Higher Education Coordinating Commission, or the designee of the executive
director], the [program director of the] Oregon Youth Corps shall:

9 "(a) Establish eligibility criteria for participants. Such criteria shall not 10 render the program ineligible for federal funds. [*Participants shall be lawful* 11 permanent residents of this state.]

"(b) Establish criteria in order to make the required determination that enrollment in the corps was not the reason that an individual ceased attendance at a secondary school.

15 "[(c) Assume that application of the eligibility and participation criteria 16 results in enrollment of at least 75 percent disadvantaged and at-risk youth 17 among the total number of participants.]

"(2) The [program director, in consultation with the executive director, or
the designee of the executive director,] commission may take the following
actions, including but not limited to:

"(a) Applying for and accepting grants or contributions of funds from any
 public or private source;

"(b) Making agreements or entering into contracts or other agreements with any local, state or federal agency, or with any private or public organization or tribal government, to utilize, pay for or support any service, material or property of any such entity, where such agreements are considered reasonable and necessary; and

"(c) Purchasing, contracting or making payment for necessary services,
awards, equipment, materials and property where such are needed to carry
out the projects approved for and undertaken by the corps.

"(3) The commission may adopt all necessary rules to carry out the purposes and objectives of the program and to regulate the standards of conduct and other operating guidelines for corps members and other personnel.

4 "(4) Corps members are exempt from:

5 "(a) State Personnel Relations Law; and

6 "(b) ORS 279C.800 to 279C.870.

7 "SECTION 14. ORS 418.660 is amended to read:

8 "418.660. [(1)] The programs established under ORS 418.650 to 418.663 may
9 include, but shall not be limited to, projects such as:

10 "[(a)] (1) Rangeland conservation, rehabilitation and improvement;

11 "[(b)] (2) Endangered species and other wildlife habitat conservation, re-12 habilitation and improvement;

13 "[(c)] (3) Urban revitalization;

14 "[(d)] (4) Historical and cultural site preservation and maintenance;

"[(e)] (5) Recreational area development, maintenance, improvement and
 beautification;

17 "[(f)] (6) Road and trail maintenance and improvement;

18 "[(g)] (7) Soil conservation work, including erosion control;

19 "[(h)] (8) Flood, drought and storm damage assistance and relief;

20 "[(*i*)] (9) Stream, lake, waterfront harbor and port improvement and pol-21 lution control;

22 "[(j)] (10) Fish culture and habitat maintenance and improvement;

(k) (11) Insect, disease, rodent and other pestilence control;

(L) (12) Improvement of abandoned railroad land and right of way;

25 "[(m)] (13) Land reclamation and improvement, including strip-mined
26 lands, public landscape work and tree planting programs;

"[(n)] (14) Energy conservation projects including assistance in the performance of energy efficiency audits, weatherization and renewable resource enhancement;

<sup>30</sup> "(15) Clean energy projects and other projects aimed at addressing

# 1 the adverse impacts of climate change;

- 2 "[(o)] (16) Emergency assistance in times of natural or other disaster;
- 3 "[(p) Recycling projects; and]
- 4 "[(q)] (17) Garden, greenhouse and farming programs[.];
- 5 "(18) Child care services;
- 6 "(19) Elderly and disabled care services;
- 7 **"(20) Literacy education programs;**
- 8 "(21) Recycling and other waste reduction services;
- 9 "(22) Wildfire community risk reduction projects; and
- 10 "(23) Construction and trades projects.

<sup>11</sup> "[(2) In consultation with the Oregon Youth Works Advisory Board created <sup>12</sup> under ORS 660.320 and the executive director of the Higher Education Coor-<sup>13</sup> dinating Commission, or the designee of the executive director, the program <sup>14</sup> director of the Oregon Youth Corps shall ensure that projects selected under <sup>15</sup> ORS 418.650 to 418.663 shall be consistent with all other provisions of appli-<sup>16</sup> cable state and federal law relating to the management, oversight and admin-<sup>17</sup> istration of affected public lands.]

<sup>18</sup> "SECTION 15. ORS 660.318 is amended to read:

"660.318. (1) To implement and oversee state implementation of the federal
Workforce Innovation and Opportunity Act, the Higher Education Coordinating Commission may:

"(a) Receive federal youth activities funds allotted to this state by the Secretary of Labor pursuant to the federal Workforce Innovation and Opportunity Act and allocate those funds that are not reserved according to an allocation formula recommended by the State Workforce and Talent Development Board and approved by the Governor.

"(b) Receive federal adult employment and training activities funds allotted to this state by the Secretary of Labor pursuant to the federal Workforce Innovation and Opportunity Act and allocate those funds that are not reserved according to an allocation formula recommended by the State 1 Workforce and Talent Development Board and approved by the Governor.

<sup>2</sup> "(c) Receive federal dislocated worker funds allotted to this state by the <sup>3</sup> Secretary of Labor pursuant to the federal Workforce Innovation and Op-<sup>4</sup> portunity Act and allocate those funds that are not reserved according to <sup>5</sup> an allocation formula recommended by the State Workforce and Talent De-<sup>6</sup> velopment Board and approved by the Governor.

"(d) Establish a procedure for use by local workforce development boards
to identify eligible providers of training services according to section 3174
of the federal Act and to maintain the list of providers identified as eligible
by the boards in all local workforce development areas in this state.

"(e) Receive the comprehensive strategic plan developed and implemented by each local workforce development board and review the plan, with input from representatives of state and local workforce programs, to determine if the plan meets the requirements of section 3123 of the federal Act and state policy.

"(f) Approve the plans, after review by the State Workforce and Talent
Development Board, that are found to meet the requirements of the federal
Workforce Innovation and Opportunity Act and review and approve any
amendments to the plans.

"(g) Carry out the required and allowable activities described in section
3174 of the federal Act with the advice of the Education and Workforce
Policy Advisor.

"(h) Pursuant to ORS 660.339, establish procedures to maintain the confidentiality of the names and records of participants in workforce programs for which the commission is responsible, including circumstances under which the names and records may be disclosed.

"(i) Establish a method to set performance standards for the Secretary of
Labor as required under section 3141 of the federal Act.

"(j) Perform planning functions related to programs and performance re porting under the federal Workforce Innovation and Opportunity Act.

"(2)(a) Subject to the availability of funds from the federal Workforce Innovation and Opportunity Act, the commission shall create and operate a summer youth employment program that reestablishes meaningful summer work experience for persons between the ages of 14 and 24 and that meets the requirements for funding under the federal Act.

6 "(b) Programs funded under this subsection:

"(A) Must include representatives of the business community in the
planning, implementation and evaluation of the program.

"(B) May provide for private and public sector employment opportunities.
"(C) Shall be managed by local workforce development boards in a manner that coordinates regional state-sponsored youth work experience programs.

"(c) Local workforce development boards responsible for managing programs created under this subsection shall provide training for business, labor and education leaders in use of best practices that ensure positive summer work experiences for participants.

"(3) The commission shall collaborate with the State Workforce and Talent Development Board and local workforce development boards to collect data on summer work experience programs that identify successful summer work experiences and allow for the identification and dissemination of promising practices.

"(4) The commission, in consultation with the [State Workforce and Talent
Development Board] Oregon Youth Works Advisory Board created under
ORS 660.320, may adopt rules pursuant to ORS chapter 183 to implement this
section.

<sup>26</sup> "SECTION 16. ORS 418.663 is amended to read:

"418.663. (1) [Projects selected under ORS 418.650 to 418.663 shall:] The
following projects and programs must meet the requirements under
subsection (2) of this section:

30 "(a) Projects selected under ORS 418.650 to 418.663.

"(b) Youth workforce development programs for which the Higher
Education Coordinating Commission is responsible, including but not
limited to:

4 "(A) The Oregon Youth Employment Program created under ORS
5 660.353; and

"(B) The Oregon Conservation Corps Program established under
ORS 476.694.

8 "(2) A project or program described in subsection (1) of this section
9 shall:

"(a) Result in an increase in employment opportunities for [disadvantaged
 and at-risk] youth and young adults over those opportunities which would
 otherwise be available;

"(b) Not result in the displacement of currently employed workers, in cluding partial displacement such as reduction in the hours of nonovertime
 work or wages or employment benefits;

"(c) Not impair existing contracts for services or result in the substitution of state for other funds in connection with work that would otherwise
be performed;

"(d) Not substitute jobs assisted under [ORS 418.650 to 418.663] the
 project or program for existing federally assisted jobs;

"(e) Not employ any person when any other person is on layoff by an employer from the same or any substantially equivalent job in the same area; [and]

"(f) Not be used to employ any person to fill a job opening created by the act of an employer in laying off or terminating employment of any regular employee, otherwise reducing the regular workforce not supported under [ORS 418.650 to 418.663] the project or program, in anticipation of filling the vacancy so created by hiring a person to be supported under [ORS 418.650 to 418.663] the project or program[.]; and

30 "(g) Ensure that a grant made under the project or program is

consistent with the local plan described in ORS 660.327 for the region
 the grant intends to serve.

"[(2)] (3) Where a labor organization represents employees who are engaged in similar work or a workers' cooperative is engaged in work in the same area to that proposed to be performed under the **project or** program for which an application is being developed, the organization or cooperative shall be notified and shall be afforded a reasonable period of time prior to the submission of the application in which to make comments to the applicant and to the [*program director of the Oregon Youth Corps*] commission.

<sup>10</sup> "SECTION 17. ORS 476.694 is amended to read:

11 "476.694. (1) The Oregon Conservation Corps Program is established for 12 the purposes of:

"(a) Reducing the risk wildfire poses to communities and criticalinfrastructure.

<sup>15</sup> "(b) Helping to create fire-adapted communities.

16 "(c) Engaging youth and young adults in workforce training.

"(2) Youth and young adults between 16 years of age and 26 years of age
[who have been qualified by a youth development organization] may participate in projects undertaken by the corps.

20 "(3) Notwithstanding any contrary provision of law, participants in 21 projects undertaken by the corps:

22 "(a) Are not employees of the corps.

<sup>23</sup> "(b) Are exempt from prevailing wage laws.

"(c) Must receive compensation for their participation of at least minimum wage or an allowance or stipend that, when combined with other sources of payment the participant is eligible to receive, including academic credit or an AmeriCorps education award, is equivalent to the value of minimum wage.

"(4) The Oregon Youth Works Advisory Board created under ORS
 660.320 may, in collaboration with a qualified nonprofit foundation,

actively seek and source private donations to support the Oregon
 Conservation Corps Program.

"(5) The Higher Education Coordinating Commission may direct the
 expenditure of moneys from the Oregon Conservation Corps Fund es tablished under ORS 476.698 for implementation of a grant process
 that:

"(a) Provides funding to support the work conducted by the Oregon
Conservation Corps Program.

9 "(b) Awards grants to eligible organizations.

"(c) Ensures that grant awards support activities described in this
 section.

"(d) Establishes guidelines for prioritizing grant-supported projects
 to reduce community fire risks, promote youth and young adult
 workforce development and educational experiences and reduce haz ardous fuels.

"(6) The commission shall consult with the State Forestry Depart ment and the Department of the State Fire Marshal to ensure that the
 grant process awards funds to proposals that:

"(a) Protect at-risk communities and infrastructure within the
 wildland-urban interface, as described in ORS 477.503.

"(b) Meet standards for fuel treatment established by the State
 Forestry Department and the Department of the State Fire Marshal.

"(7) The commission shall biennially submit a report, on the
timeline described in ORS 293.640, to an appropriate committee or interim committee of the Legislative Assembly, as described in ORS
192.245, and to the State Wildfire Programs Director and Wildfire
Programs Advisory Council, regarding the expenditure of moneys deposited in the Oregon Conservation Corps Fund.

"(8) As used in this section, 'eligible organization' includes
 Oregon-based nonprofit youth development organizations, federally

recognized Indian tribes in this state, nonprofit associations engaged
in workforce development and public entities that provide programs
of job training, skill development and forest-related or rangelandrelated career path training.

# 5

"SECTION 18. ORS 660.320 is amended to read:

6 "660.320. (1) There is created in the Higher Education Coordinating 7 Commission the Oregon Youth Works Advisory Board. The purpose of the 8 advisory board is to provide advice on and oversight of the implementation 9 and alignment of youth workforce development programs for which the 10 commission is responsible, including but not limited to:

11 "(a) The Oregon Youth Corps created under ORS 418.653;

"(b) The Oregon Conservation Corps Program established under ORS
 476.694; and

14 "(c) The Oregon Youth Employment Program created under ORS 660.353.

"(2) The Governor, in consultation with the commission, shall determine the number of members on the advisory board. In determining the number of members on the advisory board, the Governor shall ensure that membership consists of at least seven but not more than 12 members.

"(3) The Governor shall appoint the members of the advisory board. The members must be residents of this state who reflect the geographic, racial, ethnic and gender diversity of this state and who have necessary experience that will enable the advisory board to meaningfully advise the commission on topics including, but not limited to:

"(a) Career-connected learning that provides learners with career aware ness, exploration, preparation and training in connection with professional
 and industry-based expectations;

- 27 "(b) Development of career pathways;
- 28 "(c) Youth education programs;
- 29 "(d) Workforce development programs;
- 30 "(e) Rural workforce needs; and

1 "(f) Workforce issues affecting underrepresented communities.

2 "(4) The advisory board must include representation from:

3 "(a) The forestry or wildfire sector;

4 "(b) The natural resources sector;

5 "(c) Workforce sectors that are experiencing workforce demands;

6 "(d) Communities in which the wildland-urban interface faces a high risk
7 of wildfire exposure;

8 "(e) Underrepresented communities, including communities of color, rural 9 communities and communities that have faced generational poverty or other 10 communities that have been historically underrepresented in youth employ-11 ment as determined by the commission by rule;

12 "(f) Tribal communities; and

13 "(g) Local workforce development boards.

"(5)(a) Except as provided in paragraph (b) of this subsection, to accomplish staggered expiration dates of the terms to be filled, members of the advisory board serve for a term of either three or four years at the pleasure of the Governor. To the extent practicable, the Governor shall specify that one-half of the membership appointments must be fixed at a term of three years and all other remaining position appointments must be fixed at a term of four years.

"(b) Upon the expiration of a term, the Governor shall appoint a
 successor to assume the membership position. The term of the
 successor's appointment shall be four years.

<sup>24</sup> "(6) Members may not receive compensation for service on the advisory <sup>25</sup> board, but, subject to any applicable laws regulating travel and other ex-<sup>26</sup> penses of state officers and employees, may be reimbursed for actual and <sup>27</sup> necessary travel and other expenses incurred in the performance of official <sup>28</sup> duties, as provided in ORS 292.495, with moneys available to the advisory <sup>29</sup> board for the purpose of reimbursing members.

30 "(7) The commission shall provide the advisory board with necessary staff

1 support.

2 "SECTION 19. ORS 660.175 is amended to read:

3 "660.175. (1) As used in this section:

4 "(a) 'Community-based organization' has the meaning given that term in
5 ORS 660.390.

"(b) 'Local workforce development board' has the meaning given that term
in ORS 660.300.

8 "(c) 'Priority populations' has the meaning given that term in ORS9 660.300.

"(2) The Bureau of Labor and Industries shall establish and administer a grant program to provide financial support for the development, expansion and implementation of registered apprenticeship and preapprenticeship training programs in health care and manufacturing, and for the development and implementation of preapprenticeship training programs in construction.

"(3) The State Apprenticeship and Training Council, under the direction of the Apprenticeship and Training Division of the Bureau of Labor and Industries, may award grants to community-based organizations, labor organizations, local workforce development boards and other entities that develop apprenticeship and preapprenticeship training programs described under subsection (2) of this section and that prioritize program participation by apprentices from priority populations.

"(4) The Apprenticeship and Training Division of the Bureau of Labor and
Industries shall, in collaboration with the Higher Education Coordinating
Commission, recommend for approval by the council:

"(a) The criteria and standards by which the entities described under
subsection (3) of this section may submit proposals to receive a grant under
this section.

<sup>28</sup> "(b) The grant proposals to consider in awarding grants.

29 "(5) The council shall award grants under this section on a competitive 30 basis and may give priority to grant proposals that demonstrate effective 1 strategies for engaging with priority populations.

2 "(6) A recipient of a grant under this section may use the moneys:

"(a) To pay the costs of convening employers in health care and manufacturing;

5 "(b) To recruit and conduct outreach for apprentices;

6 "(c) To provide tuition and fee assistance to program participants;

7 "(d) To pay the costs of tools, supplies and equipment and other
8 training-related costs;

9 "(e) To pay for technology supports, including broadband services;

"(f) To provide apprentices with supports and services that are equivalent
 to the supports and services available to apprentices who perform work on
 a bridge or highway project;

"(g) To develop uniform standards for new registered apprenticeship and
 preapprenticeship training programs described under subsection (2) of this
 section;

"(h) To develop a curriculum and standard courses of study for the in struction of apprentices; and

18 "(i) For any other activities that the bureau deems necessary to support 19 the expansion of registered apprenticeship and preapprenticeship training 20 programs and to support overall increased program participation[, with an 21 emphasis on increased participation by women and individuals from commu-22 nities of color].

"(7) The bureau may adopt rules necessary to implement the provisions
of this section.

"(8) Each grant recipient shall track and report to the council information regarding the status of each apprenticeship and preapprenticeship program developed, expanded and implemented under this section and the use of grant funds.

# <sup>29</sup> "<u>SECTION 20.</u> ORS 418.658 and 476.696 are repealed.

30 "SECTION 21. The amendments to ORS 660.320 by section 18 of this

1 2025 Act apply to advisory board appointments made on or after the 2 effective date of this 2025 Act.

<u>SECTION 22.</u> The unit captions used in this 2025 Act are provided
only for the convenience of the reader and do not become part of the
statutory law of this state or express any legislative intent in the
enactment of this 2025 Act.".