

Department of Planning and Budget 2017 Fiscal Impact Statement

1. Bill Number: SB 1100

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed
Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron: Senator Newman

3. Committee: Education and Health

4. Title: Require wage information in the New Economy Workforce Credential Grant Program report

5. Summary: This bill requires the State Council of Higher Education for Virginia (SCHEV) to include in its annual report on the New Economy Workforce Credential Grant Program information on the wages – including average wage, expected wage increases, and other relevant information – of students who have completed noncredit workforce training programs by credential name and relevant industry sector.

6. Budget Amendment Necessary: Yes. Item 146.

7. Fiscal Impact Estimates: Preliminary (see Section 8)

7a. Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2017	\$0	0.0	N/A
2018	\$50,000	0.0	GF
2019	\$0	0.0	N/A
2020	\$0	0.0	N/A
2021	\$50,000	0.0	GF
2022	\$0	0.0	N/A
2023	\$0	0.0	N/A

8. Fiscal Implications: Line 25 of this bill requires SCHEV to report information on expected wage increases. Given that this program is so new, there is no established source of historical data from which to draw. Therefore, it would be necessary for SCHEV to contract with an economic forecasting firm – at an estimated cost of \$50,000 – to generate the information. This would be done initially in FY 2018 and every three years thereafter to ensure current information. However, if “expected wage increase” is removed from the bill’s language, then SCHEV would be able to perform its other duties using existing resources.

9. Specific Agency or Political Subdivisions Affected: State Council of Higher Education for Virginia

10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: 01/25/17

c: Secretary of Education