

BDR 18-775

AB 428

EXECUTIVE AGENCY FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: April 10, 2023

Agency Submitting: Governor's Office of Economic Development

Items of Revenue or Expense, or Both	Fiscal Year 2022-23	Fiscal Year 2023-24	Fiscal Year 2024-25	Effect on Future Biennia
Staffing expense (Expense)		\$229,456	\$304,676	\$609,352
Operating expenses (Expense)		\$34,202	\$20,023	\$40,046
Program subawards (Expense)			\$1,500,000	\$3,000,000
Total	0	\$263,658	\$1,824,699	\$3,649,398

Explanation

(Use Additional Sheets of Attachments, if required)

AB428 (BDR 18-775) has been reviewed as introduced and determined there is a fiscal impact to the Governor's Office Economic Development (GOED). This bill will require the agency, GOED, to establish and administer a Career Pathways Demonstration Program. Agency anticipates additional funding needed for the delivery of the Career Pathway Program for three priority industries including, without limitation, K-12. Delivery for startup funding for the program for the three priority industries will be sub-awarded \$500K per program (multiplied by 3 programs, which equals \$1.5M per annum). Due to outlining a competitive process to select proposals for career pathway projects, funding for the projects would begin in Fiscal Year 2025 allowing staff to set up delivery of funding. Three program staff would be needed to set up and facilitate the program consisting of a program manager and two specialists for engagement, design, data and outreach to operationalize. Staffing would start in October 2023 to implement and enact the competitive process and operations.

Career Pathways is defined as "A series of connected education and training strategies and support services that enable individuals to secure industry-relevant certification and obtain employment within an occupational area, and to advance to higher levels of future education and employment in that area."

GOED will create measurable objectives of the Program, research economic and workforce development data in these industries, and collaborate closely with school districts, the Nevada System of Higher Education, regional development authorities, and representatives from the identified three priority industries. Additionally, the proposed legislation requires GOED to create criteria to evaluate approved career pathway projects.

Name Michele Lynn

Title GOED Director of Administration

GOVERNOR'S OFFICE OF FINANCE COMMENTS

Date Friday, April 07, 2023

The agency's response appears reasonable.

Name Amy Stephenson

Title Director