1	H.707
2 3	An act relating to revising the delivery and governance of the Vermont workforce system
4	The Senate proposes to the House to amend the bill by striking out all after
5	the enacting clause and inserting in lieu thereof the following:
6	Sec. 1. 10 V.S.A. chapter 22A is amended to read:
7	CHAPTER 22A. WORKFORCE EDUCATION AND TRAINING
8	* * *
9	§ 541. OFFICE OF WORKFORCE STRATEGY AND DEVELOPMENT
10	(a) There is created within the Executive Branch the Office of Workforce
11	Strategy and Development.
12	(b) The Office of Workforce Strategy and Development shall have the
13	administrative, legal, and technical support of the Department of Labor.
14	(c) There shall be at least two full-time staff to accomplish the duties of the
15	Office. One of these staff positions shall be the Executive Director of the
16	Office of Workforce Strategy and Development, who shall be an exempt
17	employee and who shall report to and be under the general supervision of the
18	Governor. Another position shall be a staff member, who shall be a classified
19	employee, who shall support the work of the Executive Director, and who shall
20	report to and be under the general supervision of the Executive Director.

1	(d) The Executive Director of the Office of Workforce Strategy and
2	Development shall:
3	(1) coordinate the efforts of workforce development in the State;
4	(2) oversee the affairs of the State Workforce Development Board;
5	(3) work with State agencies and private partners to:
6	(A) develop strategies for comprehensive and integrated workforce
7	education and training;
8	(B) manage the collection of outcome information; and
9	(C) align workforce efforts with other State strategies; and
10	(4) perform other workforce development duties as directed by the
11	Governor.
12	(e) The Governor shall appoint the Executive Director with the advice and
13	consent of the Senate, and the Executive Committee of the State Workforce
14	Development Board may provide a list to the Governor of recommended
15	candidates for Executive Director.
16	§ 541a. STATE WORKFORCE DEVELOPMENT BOARD; EXECUTIVE
17	<u>COMMITTEE</u>
18	(a) Board established; duties. Pursuant to the requirements of 29 U.S.C.
19	§ 3111, the Governor shall establish the State Workforce Development Board
20	to assist the Governor in the execution of his or her duties under the Workforce

1	Innovation and Opportunity Act of 2014 and to assist the Commissioner of
2	Labor as specified in section 540 of this title.
3	* * *
4	(c) Membership. The Board shall consist of the Governor and the
5	following members who are appointed by the Governor and serve at the
6	Governor's pleasure unless otherwise indicated, in conformance with the
7	federal Workforce Innovation and Opportunity Act and who serve at his or her
8	pleasure, unless otherwise indicated (WIOA), and who shall be selected from
9	diverse backgrounds to represent the interests of ethnic and diverse
10	communities and represent diverse regions of the State, including urban, rural,
11	and suburban areas:
12	(1) the Commissioner of Labor;
13	(2) two members one member of the Vermont House of Representatives,
14	who shall serve for the duration of the biennium, appointed by the Speaker of
15	the House;
16	(3)(2) two members one member of the Vermont Senate, who shall
17	serve for the duration of the biennium, appointed by the Senate Committee on
18	Committees;
19	(4) the President of the University of Vermont;
20	(5) the Chancellor of the Vermont State Colleges;
21	(6) the President of the Vermont Student Assistance Corporation;

1	(7) a representative of an independent Vermont college or university;
2	(8) a director of a regional technical center;
3	(9) a principal of a Vermont high school;
4	(10) two representatives of labor organizations who have been
5	nominated by a State labor federation;
6	(11)(3) two four members who are core program representatives of
7	individuals and organizations who have experience with respect to youth
8	activities, as defined in 29 U.S.C. § 3102(71), as follows:
9	(A) the Commissioner of Labor, or designee, for the Adult,
10	Dislocated Worker, and Youth program and Wagner-Peyser;
11	(B) the Secretary of Education, or designee, for the Adult Education
12	and Family Literacy Act program;
13	(C) the Secretary of Human Services, or designee, for the Vocational
14	Rehabilitation program; and
15	(D) the Secretary of Commerce and Community Development or
16	designee;
17	(12)(4) two six workforce representatives of individuals and
18	organizations who have experience in the delivery of workforce investment
19	activities, as defined in 29 U.S.C. § 3102(68), as follows:
20	(A) two representatives from labor organizations operating in this
21	State who are nominated by a State labor federation;

1	(B) one representative from a State-registered apprenticeship
2	program; and
3	(C) three representatives of organizations that have demonstrated
4	experience and expertise in addressing the employment, training, or education
5	needs of individuals with barriers to employment, which may include:
6	(i) organizations that serve veterans;
7	(ii) organizations that provide or support competitive, integrated
8	employment for individuals with disabilities;
9	(iii) organizations that support the training or education needs of
10	eligible youth as described in 20 CFR § 681.200, including representatives of
11	organizations that serve out-of-school youth as described in 20 CFR § 681.210;
12	<u>and</u>
13	(iv) organizations that connect volunteers in national or State
14	service programs to the workforce;
15	(13) the lead State agency officials with responsibility for the programs
16	and activities carried out by one stop partners, as described in 29 U.S.C. §
17	3151(b), or if no official has that responsibility, representatives in the State
18	with responsibility relating to these programs and activities;
19	(14) the Commissioner of Economic Development;
20	(15) the Secretary of Commerce and Community Development;
21	(16) the Secretary of Human Services;

1	(17) the Secretary of Education;
2	(18) two individuals who have experience in, and can speak for, the
3	training needs of underemployed and unemployed Vermonters; and
4	(5) two elected local government officials who represent a city or town
5	within different regions of the State; and
6	(19)(6) a number of appointees sufficient to constitute a majority of the
7	Board 13 business representatives who:
8	(A) are owners, chief executives, or operating officers of businesses,
9	and including nonprofits, or other business executives or employers with
10	optimum policymaking or hiring authority, with at least one member
11	representing a small business as defined by the U.S. Small Business
12	Administration;
13	(B) represent businesses with employment opportunities that reflect
14	in-demand sectors and employment opportunities in the State; and
15	(C) are appointed from among individuals nominated by State
16	business organizations and business trade associations.
17	(d) Operation of Board.
18	(1) Executive Committee.
19	(A) Creation. There is created an Executive Committee that shall
20	manage the affairs of the Board.

1	(B) Members. The members of the Executive Committee shall
2	comprise the following:
3	(i) the Chair of the Board;
4	(ii) the Commissioner of Labor or designee;
5	(iii) the Secretary of Education or designee;
6	(iv) the Secretary of Human Services or designee;
7	(v) the Secretary Commerce and Community Development or
8	designee;
9	(vi) two business representatives, appointed by the Chair of the
10	Board, who serve on the Board; and
11	(vii) two workforce representatives, appointed by the Chair of the
12	Board, who serve on the Board.
13	(C) Meetings. The Chair of the Board shall chair the Executive
14	Committee. The Executive Committee shall meet at least once monthly and
15	shall hold additional meetings upon call of the Chair.
16	(D) Duties. The Executive Committee shall have the following
17	duties and responsibilities:
18	(i) recommend to the Board changes to the Board's rules or
19	bylaws;
20	(ii) establish one or more subcommittees as it determines
21	necessary and appropriate to perform its work; and

1	(iii) other duties as provided in the Board's bylaws.
2	(2) Member representation and vacancies.
3	(A) A member of the State Board may send a designee that who
4	meets the requirements of subdivision (B) of this subdivision $(1)(2)$ to any
5	State Board meeting, who shall count toward a quorum, and who shall be
6	allowed to vote on behalf of the Board member for whom he or she the
7	individual serves as a designee.
8	(B) Members of the State Board or their designees who represent
9	organizations, agencies, or other entities shall be individuals with optimum
10	policymaking authority or relevant subject matter expertise within the
11	organizations, agencies, or entities.
12	(C) The members of the Board shall represent diverse regions of the
13	State, including urban, rural, and suburban areas The Chair of the Board shall
14	provide notice within 30 days after a vacancy on the Board to the relevant
15	appointing authority, which shall appoint a replacement within 90 days after
16	receiving notice.
17	(2)(3) Chair. The Governor shall select a chair for the Board from
18	among the business representatives appointed pursuant to subdivision
19	(c) (18) (6) of this section.
20	(3)(4) Meetings. The Board shall meet at least three times annually and
21	shall hold additional meetings upon call of the Chair.

1	(4)(5) Committees; work groups; ad hoc committees. The Chair, in
2	consultation with the Commissioner of Labor, may:
3	(A) assign one or more members or their designees to standing
4	committees, ad hoc committees, or work groups to carry out the work of the
5	Board; and
6	(B) appoint one or more nonmembers of the Board to a standing
7	committee, ad hoc committee, or work group and determine whether the
8	individual serves as an advisory or voting member, provided that the number
9	of voting nonmembers on a standing committee shall not exceed the number of
10	Board members or their designees.
11	* * *
1112	* * * * \$ 541b. WORKFORCE EDUCATION AND TRAINING; DUTIES OF
12	§ 541b. WORKFORCE EDUCATION AND TRAINING; DUTIES OF
12 13	§ 541b. WORKFORCE EDUCATION AND TRAINING; DUTIES OF OTHER STATE AGENCIES, DEPARTMENTS, AND PRIVATE
12 13 14	§ 541b. WORKFORCE EDUCATION AND TRAINING; DUTIES OF OTHER STATE AGENCIES, DEPARTMENTS, AND PRIVATE PARTNERS
12 13 14 15	§ 541b. WORKFORCE EDUCATION AND TRAINING; DUTIES OF OTHER STATE AGENCIES, DEPARTMENTS, AND PRIVATE PARTNERS (a) To ensure the State Workforce Development Board, and the
12 13 14 15 16	§ 541b. WORKFORCE EDUCATION AND TRAINING; DUTIES OF OTHER STATE AGENCIES, DEPARTMENTS, AND PRIVATE PARTNERS (a) To ensure the State Workforce Development Board, and the Commissioner of Labor, and the Executive Director of the Office of
12 13 14 15 16	§ 541b. WORKFORCE EDUCATION AND TRAINING; DUTIES OF OTHER STATE AGENCIES, DEPARTMENTS, AND PRIVATE PARTNERS (a) To ensure the State Workforce Development Board, and the Commissioner of Labor, and the Executive Director of the Office of Workforce Strategy and Development are able to fully perform their duties

1	Board, or the Commissioner, or the Executive Director in furtherance of their
2	duties under this chapter.
3	(b) The Agency of Commerce and Community Development shall
4	coordinate its work in adopting a statewide economic development plan with
5	the activities of the Board, and the Commissioner of Labor, and the Executive
6	<u>Director</u> .
7	Sec. 2. 2022 Acts and Resolves No. 183, Sec. 5a is amended to read:
8	Sec. 5a. REGIONAL WORKFORCE EXPANSION SYSTEM
9	* * *
10	(c) System infrastructure. The Department shall make investments that
11	improve and expand regional capacity to strengthen networks who assist
12	jobseekers, workers, and employers in connecting.
13	(1) The Department is authorized to create up to four classified, two-
14	year limited-service positions, with funding allocated to perform the work
15	described in this section, who shall report to the Workforce Development
16	Division and of whom:
17	* * *
18	(e) Interim report. On or before January 15, 2023 July 15, 2025, the
19	Department shall provide a narrative update on the progress made in hiring
20	staff, establishing interagency agreements, developing regional information

1	exchange systems, and supporting State-level work to expand the labor force to
2	the House and Senate committees of jurisdiction.
3	(f) Implementation. The Department of Labor shall begin implementing
4	the Regional Workforce Expansion System on or before July 1, 2022
5	<u>September 1, 2024</u> .
6	Sec. 3. TASK FORCE TO STUDY DATA MANAGEMENT MODELS
7	On or before December 15, 2025, the Executive Director of the Office of
8	Workforce Development, in consultation with the Executive Committee of the
9	State Workforce Development Board and the Agency of Digital Services, shall
10	issue a written report to the House Committee on Commerce and Economic
11	Development and the Senate Committee on Economic Development, Housing
12	and General Affairs regarding the development of a data trust as outlined in
13	model three of the final report of the State Oversight Committee on Workforce
14	Expansion and Development pursuant to 2022 Acts and Resolves No. 183,
15	Sec. 5. The report shall include:
16	(1) a recommendation on audience, partners, use cases, outcomes, and
17	data required for future workforce, education, and training programs;
18	(2) a detailed review of the current availability of public and private
19	workforce development and training data, education data, and demographic
20	data, including the integration of data between the State's workforce

1	development and training programs and private programs funded through State
2	funding dollars;
3	(3) a summary of the progress made in the development of data-sharing
4	relationships with the stewards of identified data sets;
5	(4) draft legislative language for the creation of a data tool;
6	(5) the amount of funding necessary to establish and maintain the use of
7	a data tool; and
8	(6) a summary of other efforts across State government and through the
9	Agency of Digital Services regarding the development of data trusts, along
10	with best practices identified through those efforts.
11	Sec. 4. WORKFORCE EDUCATION AND TRAINING LEADERSHIP
12	REVIEW; SOCWED REAUTHORIZATION
13	(a) Committee reauthorization. The Special Oversight Committee on
14	Workforce Expansion and Development (SOCWED) created pursuant to 2022
15	Acts and Resolves No. 183, Sec. 5 shall review and propose changes to the
16	leadership and duties set forth in 10 V.S.A. § 540 and shall suggest a set of
17	recommended qualifications to the Governor for consideration for the position
18	of Executive Director of the Office of Workforce Strategy and Development.
19	(b) Membership. The members appointed to the SOCWED pursuant to
20	2022 Acts and Resolves No. 183, Sec. 5 shall continue as members of the
21	Committee, except that the Commissioner of Labor or designee shall replace

1	the State Director of Workforce Development on the Committee. Vacancies
2	shall be filled by the relevant appointing authority pursuant to 2022 Acts and
3	Resolves No. 183, Sec. 5.
4	(c) Meetings.
5	(1) The Commissioner of Labor or designee shall call the first meeting
6	of the Committee to occur on or before June 1, 2024.
7	(2) The Committee shall select a chair from among its legislative
8	members at the first meeting.
9	(3) A majority of the membership shall constitute a quorum.
10	(4) The Committee shall meet not more than eight times.
11	(d) Powers and duties.
12	(1) The Committee, in consultation with the Office of Legislative
13	Counsel, shall review 10 V.S.A. § 540 and engage with workforce
14	development stakeholders to:
15	(A) evaluate the effectiveness of the current language in statute; and
16	(B) determine, due to changes in the State Workforce Development
17	Board as set forth in this act, how the authorities and responsibilities for the
18	coordination of workforce education and training set forth in 10 V.S.A. § 540
19	should be modified to ensure there is effective and comprehensive leadership
20	in workforce development, education, and training between the Commissioner

1	of Labor, the Executive Director of the Office of Workforce Strategy and
2	Development, and any other relevant authorities.
3	(2) The Committee, in consultation with the Executive Committee of the
4	State Workforce Development Board and the Department of Human
5	Resources, shall develop qualifications to recommend to the Governor for
6	consideration for the position of Executive Director of the Office of Workforce
7	Strategy and Development.
8	(e) Assistance. For purposes of:
9	(1) administrative and technical support, the Committee shall have the
10	assistance of the Office of Legislative Operations;
11	(2) drafting recommended legislation, the Committee shall have the
12	assistance the Office of Legislative Counsel; and
13	(3) drafting recommended job qualifications, the Committee shall have
14	the assistance the Department of Human Resources.
15	(f) Requirements.
16	(1) The Committee shall submit recommended job qualifications
17	pursuant to subdivision (d)(2) of this section to the House Committee on
18	Commerce and Economic Development and the Senate Committee on
19	Economic Development, Housing and General on or before October 15, 2024.
20	(2) The Committee shall submit recommended legislative language
21	pursuant to subdivision (d)(1)(B) of this section to the House Committee on

1	Commerce and Economic Development and the Senate Committee on
2	Economic Development, Housing and General on or before November 30,
3	<u>2024.</u>
4	(g) Compensation and reimbursement.
5	(1) For attendance at meetings during adjournment of the General
6	Assembly, a legislative member of the Committee serving in the member's
7	capacity as a legislator shall be entitled to per diem compensation and
8	reimbursement of expenses pursuant to 2 V.S.A. § 23 for not more than eight
9	meetings. Payments to members of the Committee authorized under this
10	subdivision (g)(1) shall be made from monies appropriated to the General
11	Assembly.
12	(2) A nonlegislative member of the Committee shall be entitled to per
13	diem compensation and reimbursement of expenses as permitted under
14	32 V.S.A. § 1010 for not more than eight meetings. Payments to members of
15	the Committee authorized under this subdivision (g)(2) shall be made from
16	monies appropriated to the Department of Labor.
17	(h) Expiration. The Committee shall cease to exist on January 15, 2025.
18	Sec. 5. STATE WORKFORCE DEVELOPMENT BOARD TRANSITION
19	PERIOD

- 1 (a) An appointing authority for the State Workforce Development Board
- 2 pursuant to 10 V.S.A. § 541a(c) shall make all appointments as required to the
- Board on or before September 1, 2024.
- 4 (b) A member of the State Workforce Development Board on June 30,
- 5 2024, except for the Governor, and unless appointed or placed on the Board
- 6 after the passage of this act pursuant to 10 V.S.A. § 541a(c), shall cease being
- 7 a member of the Board on July 1, 2024.
- 8 (c) Notwithstanding subsection (b) of this section, an appointing authority
- 9 pursuant to 10 V.S.A. § 541a(c) may reappoint the same individual as a
- member to the Board after passage of this act.
- (d) Members of the Board appointed by the Governor shall serve initial
- staggered terms with eight members serving three-year terms, eight members
- serving two-year terms, and seven members serving one-year terms.
- (e) The Governor shall appoint a chair of the Board pursuant to 10 V.S.A.
- 15 § 541a(d)(3) on or before August 1, 2024.
- 16 (f) The Board shall amend the Board's WIOA Governance Document to
- align it pursuant to the terms of this act on or before February 1, 2025.
- 18 Sec. 6. EFFECTIVE DATE
- This act shall take effect on July 1, 2024, except that Sec. 4 shall take effect
- 20 <u>on passage.</u>