

**STATE OF CALIFORNIA**  
**Budget Change Proposal - Cover Sheet**  
 DF-46 (REV 10/20)

<b>Fiscal Year</b> 2022-23	<b>Business Unit</b> 7100	<b>Department</b> Employment Development Department	<b>Priority No.</b>
<b>Budget Request Name</b> 7100-055-BCP-2022-GB		<b>Program</b> 5900	<b>Subprogram</b>

**Budget Request Description**  
 Displaced Oil and Gas Worker Fund

**Budget Request Summary**

For 2022-23, the Employment Development Department (EDD) requests \$50 million one-time General Fund to launch the Displaced Oil and Gas Worker Fund.

<b>Requires Legislation</b> <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<b>Code Section(s) to be Added/Amended/Repealed</b> CUIIC, Division 3, Chapter 2, Article 7	
<b>Does this BCP contain information technology (IT) components?</b> <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <i>If yes, departmental Chief Information Officer must sign.</i>	<b>Department CIO</b>	<b>Date</b>

For IT requests, specify the project number, the most recent project approval document (FSR, SPR, S1BA, S2AA, S3SD, S4PRA), and the approval date.

**Project No.** \_\_\_\_\_ **Project Approval Document:** \_\_\_\_\_  
**Approval Date:** \_\_\_\_\_

**If proposal affects another department, does other department concur with proposal?**  Yes  No  
*Attach comments of affected department, signed and dated by the department director or designee.*

<b>Prepared By</b> Kimberlee Meyer	<b>Date</b> 12/17/2021	<b>Reviewed By</b> Javier Romero	<b>Date</b> 12/17/2021
<b>Department Director</b> Rita Saenz	<b>Date</b> 12/22/2021	<b>Agency Secretary</b> Natalie Palugyai	<b>Date</b> 12/30/2021

**Department of Finance Use Only**

**Additional Review:**  Capital Outlay  ITCU  FSCU  OSAE  Dept. of Technology

<b>PPBA</b> Danielle Brandon	<b>Date submitted to the Legislature</b> 1/10/2022
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## **Displaced Oil and Gas Worker Fund**

The Employment Development Department (EDD) requests \$50 million in one-time General Fund to launch the Displaced Oil and Gas Worker Fund.

Since 1985, California's in-state oil production has declined an average of 65.2% per year. As in-state production continues to decline and California moves closer towards carbon neutrality, the Administration is committed to supporting workers on the front-lines of this transition and specifically workers in California's oil and gas industry. This \$50 million investment will address the needs of oil and gas workers facing displacement from the workforce.

This pilot investment is designed to provide financial awards that would complement the State's existing Workforce Innovation and Opportunity Act (WIOA) Dislocated Worker (DW) program, in an effort to minimize disruptions to the livelihoods of impacted workers and their families. Impacted workers will have access to transitional jobs, career counseling, employment and training services to help them prepare for new careers in growing industries. Additionally, grant awards will provide broad support for impacted Dislocated Workers such as immediate financial support for housing, groceries, utilities, and childcare.

In an effort to maximize the reach of the pilot program, the EDD will collaborate with existing partners to identify existing impacted workers. The EDD will collaborate with partners such as the California Workforce Development Board, the Department of Rehabilitation, the Department of Social Services, and existing workforce initiatives. The goal of the EDD is to reinforce the collaborative efforts to align the pilot with new and existing economic development and displaced worker programs. The EDD will use the information collected during the pilot program to inform discussions regarding the need for future investments in this area.

These funds will need an extended expenditure period using 3 years to encumber the funds and an additional 2 years to expend and liquidate the funds. The EDD will use the extended encumbrance period to reinforce existing partnerships, identify new partners and develop further guidance. The liquidation period will allow the grantees to include a start-up period for their pilot programs. The liquidation of encumbrances shall end on June 30, 2027.

**BCP Fiscal Detail Sheet**

BCP Title: Displaced Oil and Gas Worker Fund

BR Name: 7100-055-BCP-2022-GB

Budget Request Summary

## Personal Services

Personal Services	FY22 Current Year	FY22 Budget Year	FY22 BY+1	FY22 BY+2	FY22 BY+3	FY22 BY+4
Positions - Temporary	0.0	24.8	0.0	0.0	0.0	0.0
<b>Total Positions</b>	<b>0.0</b>	<b>24.8</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
Earnings - Temporary Help	0	1,124	0	0	0	0
<b>Total Salaries and Wages</b>	<b>\$0</b>	<b>\$1,124</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
Total Staff Benefits	0	646	0	0	0	0
<b>Total Personal Services</b>	<b>\$0</b>	<b>\$1,770</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## Operating Expenses and Equipment

Operating Expenses and Equipment	FY22 Current Year	FY22 Budget Year	FY22 BY+1	FY22 BY+2	FY22 BY+3	FY22 BY+4
5301 - General Expense	0	133	0	0	0	0
5304 - Communications	0	13	0	0	0	0
5324 - Facilities Operation	0	100	0	0	0	0
5326 - Utilities	0	6	0	0	0	0
5340 - Consulting and Professional Services - External	0	47,500	0	0	0	0
5342 - Departmental Services	0	400	0	0	0	0
5344 - Consolidated Data Centers	0	49	0	0	0	0
5346 - Information Technology	0	29	0	0	0	0
<b>Total Operating Expenses and Equipment</b>	<b>\$0</b>	<b>\$48,230</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## Total Budget Request

Total Budget Request	FY22 Current Year	FY22 Budget Year	FY22 BY+1	FY22 BY+2	FY22 BY+3	FY22 BY+4
<b>Total Budget Request</b>	<b>\$0</b>	<b>\$50,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## Analysis of Problem

### Fund Summary

#### Fund Source

Fund Source	FY22 Current Year	FY22 Budget Year	FY22 BY+1	FY22 BY+2	FY22 BY+3	FY22 BY+4
State Operations - 0001 - General Fund	0	50,000	0	0	0	0
<b>Total State Operations Expenditures</b>	<b>\$0</b>	<b>\$50,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total All Funds</b>	<b>\$0</b>	<b>\$50,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

### Program Summary

#### Program Funding

Program Funding	FY22 Current Year	FY22 Budget Year	FY22 BY+1	FY22 BY+2	FY22 BY+3	FY22 BY+4
5900 - Employment and Employment Related Services	0	50,000	0	0	0	0
<b>Total All Programs</b>	<b>\$0</b>	<b>\$50,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## Analysis of Problem

### Personal Services Details

#### Positions

Positions	FY22 Current Year	FY22 Budget Year	FY22 BY+1	FY22 BY+2	FY22 BY+3	FY22 BY+4
TH00 - Temporary Help	0.0	24.8	0.0	0.0	0.0	0.0
<b>Total Positions</b>	<b>0.0</b>	<b>24.8</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

#### Salaries and Wages

Salaries and Wages	FY22 Current Year	FY22 Budget Year	FY22 BY+1	FY22 BY+2	FY22 BY+3	FY22 BY+4
TH00 - Temporary Help	0	1,124	0	0	0	0
<b>Total Salaries and Wages</b>	<b>\$0</b>	<b>\$1,124</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

#### Staff Benefits

Staff Benefits	FY22 Current Year	FY22 Budget Year	FY22 BY+1	FY22 BY+2	FY22 BY+3	FY22 BY+4
5150150 - Dental Insurance	0	7	0	0	0	0
5150200 - Disability Leave - Industrial	0	1	0	0	0	0
5150350 - Health Insurance	0	194	0	0	0	0
5150500 - OASDI	0	64	0	0	0	0
5150600 - Retirement - General	0	329	0	0	0	0
5150700 - Unemployment Insurance	0	1	0	0	0	0
5150750 - Vision Care	0	1	0	0	0	0
5150800 - Workers' Compensation	0	32	0	0	0	0
5150900 - Staff Benefits - Other	0	17	0	0	0	0
<b>Total Staff Benefits</b>	<b>\$0</b>	<b>\$646</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

#### Total Personal Services

Total Personal Services	FY22 Current Year	FY22 Budget Year	FY22 BY+1	FY22 BY+2	FY22 BY+3	FY22 BY+4
<b>Total Personal Services</b>	<b>\$0</b>	<b>\$1,770</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>