

**(Without Reference to File)****CONCURRENCE IN SENATE AMENDMENTS**

AB 130 (Committee on Budget)

As Amended June 24, 2023

Majority vote. Budget Bill Appropriation Takes Effect Immediately

**SUMMARY**

This bill makes the changes needed to implement the labor, workforce, and employment provisions adopted as a part of the Budget Act of 2023.

**Senate Amendments**

Delete the content of this bill and include the following provisions:

This bill makes various statutory changes to implement the labor, workforce, and employment provisions of the Budget Act of 2023. Specifically, the bill implements the following provisions:

- 1) *Unemployment Fund and the Unemployment Compensation Disability Fund Reporting Dates.* Requires the Employment Development Department each year to submit to the Legislature in January and May, instead of May and October, a report on the status of the Unemployment Fund and the Unemployment Compensation Disability Fund, containing actual and forecasted information on each fund.
- 2) *Domestic Worker Rights Education and Outreach Program.* Existing law establishes and an outreach and education program to promote awareness of, and compliance with, labor protections that affect the domestic work industry. The bill eliminates the July 1, 2024 inoperative and January 1, 2025 repeal dates on the program.
- 3) *Community Economic Resilience Fund Clean-up.* Addresses a chaptering out issue during the 2022 legislative session. This trailer bill restores changes approved in legislation signed into law, AB 2342 (Cervantes), Chapter 568, Statutes of 2022, that was subsequently chaptered out by AB 156 (Committee on Budget), Chapter 569, Statutes of 2022.
- 4) *Prevailing Wage and Public Works.* Clarifies contractor registration requirements, establishes penalties for violations of AB 2011 (Wicks) Chapter 647, Statutes of 2022, and SB 6 (Caballero), Chapter 659, Statutes of 2022, and provides the Department of Industrial Relations with the authority to establish and adjust annual registration and renewal fees, as specified.
- 5) *Retirement Rate Adjustment for Excluded Employees.* Provides the Department of Human Resources (CalHR) with the flexibility to adjust retirement rates for excluded employees. Currently, changes to excluded employee retirement rates depend on the associated bargaining unit.
- 6) *Uniform Payroll Cycle.* Amends Government Code section 19824 to change the State's current unique "monthly" payroll cycle to "uniform" payroll cycle to allow implementation of a customary biweekly payroll cycle with the implementation of the California State Payroll System (CSPS) project. Additionally, removes section 19824 (b) to allow

supersession by collective bargaining to enable payroll processing for over 285,000 State employees and prevent unintended conflicts with existing memoranda of understanding.

- 7) *Compensation Study Schedule.* Amends the timeline for CalHR's statutory requirement to create and submit compensation study reports. Depending on the bargaining unit, the new timeline would mandate submission of the report on February 1, 2025 or February 1, 2026 and biennially thereafter.
- 8) *Proposition 2 Supplemental Payment.* Makes an appropriation to provide for the supplemental payment to further reduce the state's unfunded liabilities under the California Public Employees' Retirement System.

## COMMENTS

This bill makes changes to implement the labor, workforce, and employment provisions adopted as a part of the Budget Act of 2023.

### According to the Author

#### Arguments in Support

None on file.

#### Arguments in Opposition

None on file.

## FISCAL COMMENTS

This bill is a budget trailer bill within the overall 2023-24 budget package to implement actions related to labor, workforce, and employment and makes an appropriation related to the Proposition 2 Supplemental Pension Payment. Specifically, this bill would appropriate \$1.664 billion from the General Fund for the purposes identified in the constitutional provisions described above, to supplement the state's appropriation to the Public Employees' Retirement Fund.

## VOTES:

### ASSEMBLY FLOOR: 60-14-6

**YES:** Addis, Aguiar-Curry, Alvarez, Arambula, Bains, Bauer-Kahan, Bennett, Berman, Boerner Horvath, Bonta, Bryan, Calderon, Juan Carrillo, Wendy Carrillo, Connolly, Mike Fong, Friedman, Gabriel, Garcia, Gipson, Grayson, Haney, Hart, Holden, Irwin, Jackson, Jones-Sawyer, Kalra, Lee, Low, Lowenthal, McCarty, McKinnor, Muratsuchi, Stephanie Nguyen, Ortega, Pacheco, Papan, Pellerin, Petrie-Norris, Quirk-Silva, Ramos, Reyes, Luz Rivas, Robert Rivas, Rodriguez, Blanca Rubio, Santiago, Schiavo, Soria, Ting, Valencia, Villapudua, Ward, Weber, Wicks, Wilson, Wood, Zbur, Rendon

**NO:** Alanis, Megan Dahle, Davies, Dixon, Essayli, Flora, Vince Fong, Gallagher, Hoover, Lackey, Jim Patterson, Joe Patterson, Sanchez, Ta

**ABS, ABST OR NV:** Cervantes, Chen, Maienschein, Mathis, Waldron, Wallis

**UPDATED**

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