#### 116TH CONGRESS 1ST SESSION

# S. 1517

To require the Secretary of Labor to award grants for promoting industry or sector partnerships to encourage industry growth and competitiveness and to improve worker training, retention, and advancement as part of an infrastructure investment.

### IN THE SENATE OF THE UNITED STATES

May 16, 2019

Mr. Kaine (for himself and Mr. Portman) introduced the following bill; which was read twice and referred to the Committee on Health, Education, Labor, and Pensions

## A BILL

To require the Secretary of Labor to award grants for promoting industry or sector partnerships to encourage industry growth and competitiveness and to improve worker training, retention, and advancement as part of an infrastructure investment.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Building U.S. Infra-
- 5 structure by Leveraging Demands for Skills" or the
- 6 "BUILDS Act".

#### 1 SEC. 2. PURPOSE.

- 2 The purpose of this Act is to promote industry or
- 3 sector partnerships that engage in collaborative planning,
- 4 resource alignment, and training efforts across multiple
- 5 businesses, for a range of workers employed or potentially
- 6 employed by infrastructure industries, in order to encour-
- 7 age industry growth and competitiveness and to improve
- 8 worker training, retention, and advancement.

#### 9 SEC. 3. DEFINITIONS.

- 10 In this Act:
- 11 (1) CAREER AND TECHNICAL EDUCATION; CA-
- 12 REER GUIDANCE AND ACADEMIC COUNSELING.—The
- terms "career and technical education" and "career
- guidance and academic counseling" have the mean-
- ings given such terms in section 3 of the Carl D.
- 16 Perkins Career and Technical Education Act of
- 17 2006 (20 U.S.C. 2302).
- 18 (2) Career Pathway.—The term "career
- pathway" has the meaning given such term in sec-
- 20 tion 3 of the Workforce Innovation and Opportunity
- 21 Act (29 U.S.C. 3102).
- 22 (3) ELIGIBLE PARTNERSHIP.—The term "eligi-
- 23 ble partnership" means a partnership that is an in-
- dustry or sector partnership, or (with respect to an
- implementation grant) a partnership that is in the

- process of establishing an industry or sector partnership.
- (4) Individual with a barrier to employ-MENT; INDUSTRY OR SECTOR PARTNERSHIP; LOCAL RECOGNIZED POSTSECONDARY CREDEN-TIAL.—The terms "individual with a barrier to em-ployment", "industry or sector partnership", "local board", and "recognized postsecondary credential" have the meanings given such terms in section 3 of the Workforce Innovation and Opportunity Act.
  - (5) REGISTERED APPRENTICESHIP PROGRAM.—
    The term "registered apprenticeship program" has the meaning given such term in section 171 of such Act (29 U.S.C. 3226).
  - (6) Secretary.—The term "Secretary" means the Secretary of Labor.
  - (7) STATE; STATE BOARD.—The terms "State" and "State board" have the meanings given such terms in section 3 of such Act.
  - (8) Targeted infrastructure industry.—
    The term "targeted infrastructure industry" means an industry, including transportation (including surface, transit, maritime, aviation, or railway transportation), construction, energy, information technology, or utilities industries, that the eligible partnership

identifies in accordance with section 5(c) to be served by a grant under this Act.

#### (9) Work-based learning program.—

- (A) IN GENERAL.—The term "work-based learning program" means a program (which may be a registered apprenticeship program) that provides workers with paid work experience and corresponding approved classroom instruction, delivered in an employment relationship that both the employer and worker intend to lead to continuing employment after the program ends.
- (B) PAID WORK EXPERIENCE.—In subparagraph (A), the term "paid work experience" includes training by an employer that is provided to a paid employee while engaged in productive work in a job that provides knowledge or skills essential to the full and adequate performance of the job.

#### 20 SEC. 4. GRANTS AUTHORIZED.

- 21 (a) IN GENERAL.—The Secretary, in consultation 22 with the Secretary of Transportation, the Secretary of En-23 ergy, the Secretary of Commerce, the Secretary of Edu-24 cation, the Administrator of the Environmental Protection
- 25 Agency, and the Chief of Engineers and Commanding

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| 1  | General of the Army Corps of Engineers, shall award, on      |
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| 2  | a competitive basis, grants to eligible entities to plan and |
| 3  | implement activities to achieve the strategic objectives de- |
| 4  | scribed in section 5(d) with respect to a targeted infra-    |
| 5  | structure industry.  |
| 6  | (b) Grants.—   |
| 7  | (1) Types of grants.—A grant awarded                         |
| 8  | under this Act may be in the form of—                        |
| 9  | (A) an implementation grant, for entities                    |
| 10 | seeking an initial grant under this Act; or                  |
| 11 | (B) a renewal grant for entities that have                   |
| 12 | already received an implementation grant under               |
| 13 | this Act.  |
| 14 | (2) Duration.—Each grant awarded under                       |
| 15 | this Act shall be for a period not to exceed 3 years.        |
| 16 | (3) Amount.—The amount of a grant awarded                    |
| 17 | under this Act may not exceed—                               |
| 18 | (A) for an implementation grant,                             |
| 19 | \$2,500,000; and   |
| 20 | (B) for a renewal grant, \$1,500,000.                        |
| 21 | (c) Award Basis.—  |
| 22 | (1) Geographic diversity.—The Secretary                      |
| 23 | shall award grants under this Act in a manner that           |
| 24 | ensures geographic diversity in the areas in which           |
| 25 | activities will be carried out under the grants.             |

| 1  | (2) Priority for renewal grants.—In   |
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| 2  | awarding renewal grants under this Act, the Sec-  |
| 3  | retary shall give priority to eligible entities that—   |
| 4  | (A) demonstrate long-term sustainability of   |
| 5  | an industry or sector partnership;  |
| 6  | (B) demonstrate success in improving ac-  |
| 7  | cess and retention in work-based learning pro-  |
| 8  | grams for workers with barriers to employment   |
| 9  | and those underrepresented in the infrastruc-   |
| 10   | ture industry; and  |
| 11   | (C) provide a non-Federal share of the cost   |
| 12   | of the activities.  |
|  |   |
| 13   | SEC. 5. APPLICATION PROCESS.  |
| 13<br>14                                     | SEC. 5. APPLICATION PROCESS.  (a) In General.—An eligible partnership desiring a  |
|  |   |
| 14   | (a) In General.—An eligible partnership desiring a  |
| 14<br>15                                     | (a) In General.—An eligible partnership desiring a grant under this Act shall submit an application to the  |
| 14<br>15<br>16<br>17                         | (a) IN GENERAL.—An eligible partnership desiring a grant under this Act shall submit an application to the Secretary at such time, in such manner, and containing   |
| 14<br>15<br>16<br>17                         | (a) In General.—An eligible partnership desiring a grant under this Act shall submit an application to the Secretary at such time, in such manner, and containing such information as the Secretary may require, including  |
| 14<br>15<br>16<br>17                         | (a) IN GENERAL.—An eligible partnership desiring a grant under this Act shall submit an application to the Secretary at such time, in such manner, and containing such information as the Secretary may require, including the contents described in subsection (b).  |
| 14<br>15<br>16<br>17<br>18                   | (a) In General.—An eligible partnership desiring a grant under this Act shall submit an application to the Secretary at such time, in such manner, and containing such information as the Secretary may require, including the contents described in subsection (b).  (b) Contents.—An application submitted under this   |
| 14<br>15<br>16<br>17<br>18<br>19<br>20       | (a) In General.—An eligible partnership desiring a grant under this Act shall submit an application to the Secretary at such time, in such manner, and containing such information as the Secretary may require, including the contents described in subsection (b).  (b) Contents.—An application submitted under this Act shall contain, at a minimum—  |
| 14<br>15<br>16<br>17<br>18<br>19<br>20<br>21 | (a) In General.—An eligible partnership desiring a grant under this Act shall submit an application to the Secretary at such time, in such manner, and containing such information as the Secretary may require, including the contents described in subsection (b).  (b) Contents.—An application submitted under this Act shall contain, at a minimum—  (1) a description of the eligible partnership, evi- |

- tion and responsibilities of each of the partners included in the industry or sector partnership involved;
  - (2) a description of the targeted infrastructure industry served by the grant, and a description of how such industry was identified in accordance with subsection (c);
    - (3) a description of the workers that will be targeted or recruited by the partnership, including an analysis of the existing labor market, a description of potential barriers to employment for targeted workers, and a description of strategies that will be employed to help workers overcome such barriers;
    - (4) a description of the local, State, or federally funded infrastructure projects on which the eligible partnership anticipates engaging partners;
    - (5) a description of the strategic objectives described in subsection (d) that the eligible partnership intends to achieve concerning the targeted infrastructure industry;
    - (6) a description of the credentials that the eligible partnership proposes to use or develop as a performance measure, to assess the degree to which the eligible partnership has achieved such strategic objectives, which credentials—
- 25 (A) shall be nationally portable;

| 1  | (B) shall be recognized postsecondary cre-                 |
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| 2  | dentials or, if not available for the industry,            |
| 3  | other credentials determined by the Secretary              |
| 4  | to be appropriate;   |
| 5  | (C) shall be related to the targeted infra-                |
| 6  | structure industry that the eligible partnership           |
| 7  | proposes to support; and                                   |
| 8  | (D) may be credentials for a registered ap-                |
| 9  | prenticeship program;                                      |
| 10 | (7) a description of the manner in which the eli-          |
| 11 | gible partnership intends to make sustainable              |
| 12 | progress towards achieving such strategic objectives;      |
| 13 | (8) performance measures for measuring                     |
| 14 | progress towards achieving such strategic objectives;      |
| 15 | (9) a description of the Federal and non-Fed-              |
| 16 | eral resources, available under provisions of law          |
| 17 | other than this Act, that will be leveraged in support     |
| 18 | of the partnerships and activities under this Act;         |
| 19 | and  |
| 20 | (10) a timeline for progress towards achieving             |
| 21 | such strategic objectives.                                 |
| 22 | (c) TARGETED INFRASTRUCTURE INDUSTRY.—Each                 |
| 23 | grant under this Act shall serve a targeted infrastructure |
| 24 | industry that is identified by the eligible partnership    |
| 25 | through working with businesses, industry associations     |

| 1  | and organizations, labor organizations, State boards, local  |
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| 2  | boards, economic development agencies, and other organi-     |
| 3  | zations that the eligible partnership determines necessary.  |
| 4  | (d) Strategic Objectives.—The activities to be               |
| 5  | carried out under each grant awarded under this Act shall    |
| 6  | be designed to achieve strategic objectives that include the |
| 7  | following:   |
| 8  | (1) Recruiting key stakeholders in the targeted              |
| 9  | infrastructure industry, such as multiple businesses,        |
| 10 | labor organizations, local boards, and education and         |
| 11 | training providers, including providers of career and        |
| 12 | technical education, and regularly convening the             |
| 13 | stakeholders in a collaborative structure that sup-          |
| 14 | ports the sharing of information, ideas, and chal-           |
| 15 | lenges common to the targeted infrastructure indus-          |
| 16 | try.   |
| 17 | (2) Supporting the training needs of multiple                |
| 18 | businesses in the targeted infrastructure industry,          |
| 19 | including needs—   |
| 20 | (A) for skills critical to competitiveness                   |
| 21 | and innovation in the industry;                              |
| 22 | (B) of the registered apprenticeship pro-                    |
| 23 | grams or other work-based learning programs                  |
| 24 | supported by the grant; and                                  |
| 25 | (C) related to integrating career pathways.                  |

- (3) Facilitating actions that lead to economies of scale by aggregating training and education needs of multiple businesses.
  - (4) Helping postsecondary educational institutions, training institutions, sponsors of registered apprenticeship programs, and all other providers of career and technical education and training programs receiving assistance under this Act, align curricula, entrance requirements, and programs to the targeted infrastructure industry needs and the credentials described in subsection (b)(6), particularly for higher skill, high-priority occupations related to the targeted infrastructure industry.
    - (5) Providing information on the grant activities to the State agency carrying out the State program under the Wagner-Peyser Act (29 U.S.C. 49 et seq.), including staff of the agency that provide services under such Act, to enable the agency to inform recipients of unemployment compensation of the employment and training opportunities that may be offered through the grant activities.
    - (6) Helping partner businesses in industry or sector partnerships to attract and retain workers from a diverse jobseeker base, including individuals with barriers to employment and those underrep-

- 1 resented in their industry, by identifying any such 2 barriers through analysis of the labor market and 3 implementing strategies to help such workers overcome such barriers.
- (7) Expanding the number of individuals with 6 a barrier to employment who have access to training 7 and education opportunities that are aligned with 8 business needs, and providing those workers with 9 supports necessary to address the barrier to their 10 employment.

#### 11 SEC. 6. ACTIVITIES.

- 12 (a) IN GENERAL.—An eligible partnership receiving a grant under this Act shall— 13
- 14 (1) designate an entity in the industry or sector 15 partnership as the fiscal agent for the grant funds; 16 and
- 17 (2) carry out activities described in subsections 18 (b) (as applicable), (c), and (d) to achieve the stra-19 tegic objectives identified in the partnership's appli-20 cation under section 5(b)(5), in a manner that inte-21 grates services and funding sources to ensure effec-22 tiveness of the activities and that uses the grant 23
- 24 (b) PLANNING ACTIVITIES.—An eligible partnership receiving an implementation grant under this Act shall use

funds efficiently.

| 1  | not more than \$250,000 of the grant funds to carry out        |
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| 2  | planning activities during the first year of the grant pe-     |
| 3  | riod. Such activities may include—                             |
| 4  | (1) establishing the industry or sector partner-               |
| 5  | ship;  |
| 6  | (2) convening key stakeholders as identified in                |
| 7  | the application process;                                       |
| 8  | (3) conducting outreach to local businesses and                |
| 9  | business associations;   |
| 10 | (4) conducting an evaluation of workforce needs                |
| 11 | in the local area; or  |
| 12 | (5) recruiting individuals with barriers to em-                |
| 13 | ployment.  |
| 14 | (c) Business Engagement.—An eligible partner-                  |
| 15 | ship receiving a grant under this Act shall use the grant      |
| 16 | funds to provide services to engage businesses in efforts      |
| 17 | to achieve the strategic objectives identified in the partner- |
| 18 | ship's application under section 5(b)(5). The services may     |
| 19 | include assisting businesses—                                  |
| 20 | (1) in navigating the registration process for a               |
| 21 | sponsor of a registered apprenticeship program;                |
| 22 | (2) by connecting the business with an edu-                    |
| 23 | cation provider, including a provider of career and            |
| 24 | technical education, to develop classroom instruction          |
| 25 | to complement on-the-job learning;                             |

| 1  | (3) in developing the curriculum design of a          |
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| 2  | work-based learning program;                          |
| 3  | (4) in employing workers participating in a           |
| 4  | work-based learning program for a transitional pe-    |
| 5  | riod before a business hires the worker for full-time |
| 6  | employment of not less than 30 hours a week;          |
| 7  | (5) in providing training to managers and             |
| 8  | front-line workers to serve as trainers or mentors to |
| 9  | workers participating in a work-based learning pro-   |
| 10 | gram;   |
| 11 | (6) in providing career awareness activities,         |
| 12 | such as career guidance and academic counseling;      |
| 13 | and   |
| 14 | (7) in recruiting, for participation in a work-       |
| 15 | based learning program, individuals eligible to re-   |
| 16 | ceive additional workforce or human services, includ- |
| 17 | ing—  |
| 18 | (A) individuals participating in programs             |
| 19 | under the Workforce Innovation and Oppor-             |
| 20 | tunity Act (29 U.S.C. 3101 et seq.), and the          |
| 21 | amendments made by such Act, including to the         |
| 22 | Rehabilitation Act of 1973 (29 U.S.C. 701 et          |
| 23 | seq.);  |
| 24 | (B) recipients of assistance through the              |
| 25 | supplemental nutrition assistance program es-         |

| 1  | tablished under the Food and Nutrition Act of              |
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| 2  | 2008 (7 U.S.C. 2011 et seq.);                              |
| 3  | (C) recipients of assistance through the                   |
| 4  | program of block grants to States for tem-                 |
| 5  | porary assistance for needy families established           |
| 6  | under part A of title IV of the Social Security            |
| 7  | Act (42 U.S.C. 601 et seq.); or                            |
| 8  | (D) any other individuals with a barrier to                |
| 9  | employment.  |
| 10 | (d) Support Services.—An eligible partnership re-          |
| 11 | ceiving a grant under this Act shall use the grant funds   |
| 12 | to provide services to support the success and retention   |
| 13 | of individuals described in subsection (c)(7) who are par- |
| 14 | ticipating in a work-based learning program for a period   |
| 15 | of not less than 12 months. Such services may include the  |
| 16 | following:   |
| 17 | (1) Pre-employment services.—Services,                     |
| 18 | provided in a pre-employment stage of the program,         |
| 19 | to expand access to a work-based learning program          |
| 20 | for individuals described in subsection (c)(7). Such       |
| 21 | services may include—                                      |
| 22 | (A) skills training;                                       |
| 23 | (B) career and technical education or adult                |
| 24 | basic education;   |
| 25 | (C) initial skills assessments;                            |

| 1  | (D) providing work attire, necessary tools               |
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| 2  | for a work site, and other required items nec-           |
| 3  | essary to start employment;                              |
| 4  | (E) wrap-around services, such as child                  |
| 5  | care and transportation; and                             |
| 6  | (F) job placement assistance.                            |
| 7  | (2) Early employment services.—Services                  |
| 8  | provided to individuals described in subsection $(c)(7)$ |
| 9  | who are participating in a work-based learning pro-      |
| 10 | gram during their first 6 months of employment           |
| 11 | through such program, to assure the individuals suc-     |
| 12 | ceed in the program. Such services may include—          |
| 13 | (A) ongoing case management and support                  |
| 14 | services, including the services provided in the         |
| 15 | pre-employment stage described in paragraph              |
| 16 | (1);   |
| 17 | (B) continued skills training, including ca-             |
| 18 | reer and technical education, conducted in col-          |
| 19 | laboration with employers of such individuals;           |
| 20 | (C) additional mentorship and retention                  |
| 21 | supports for such individuals;                           |
| 22 | (D) targeted training for frontline man-                 |
| 23 | agers, journey level workers working with such           |
| 24 | individuals (such as mentors), and human re-             |

| 1  | source representatives within the business            |
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| 2  | where such individuals are placed; and                |
| 3  | (E) wages and benefits for a period of not            |
| 4  | more than 6 months, during which the eligible         |
| 5  | entities shall serve as the employers of record of    |
| 6  | such individuals.                                     |
| 7  | (3) Employment services.—Services to en-              |
| 8  | sure the individuals described in paragraph (2)       |
| 9  | maintain employment in the work-based learning        |
| 10 | program for at least 12 months. The services shall    |
| 11 | include support necessary to complete the work-       |
| 12 | based learning program, such as continuation of       |
| 13 | mentoring and support services provided under para-   |
| 14 | graph (2).  |
| 15 | (e) EVALUATION AND PROGRESS REPORTS.—                 |
| 16 | (1) In general.—Not later than 1 year after           |
| 17 | receiving a grant under this Act, and annually there- |
| 18 | after, the eligible partnership receiving the grant   |
| 19 | shall submit a report to the Secretary and the Gov-   |
| 20 | ernor of the State that the eligible partnership      |
| 21 | serves, that—   |
| 22 | (A) describes the activities funded by the            |
| 23 | grant;  |
| 24 | (B) evaluates the progress the eligible               |
| 25 | partnership has made towards achieving the            |

| 1  | strategic objectives identified under section    |
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| 2  | 5(b)(5); and                                     |
| 3  | (C) evaluates the progress of the eligible       |
| 4  | partnership based on each of the following indi- |
| 5  | cators of performance, as disaggregated in ac-   |
| 6  | cordance with paragraph (3):                     |
| 7  | (i) The percentage of individuals par-           |
| 8  | ticipating in a work-based learning pro-         |
| 9  | gram supported by the grant who are in           |
| 10 | unsubsidized employment during the sec-          |
| 11 | ond quarter after exit from participating in     |
| 12 | such program.                                    |
| 13 | (ii) The percentage of individuals par-          |
| 14 | ticipating in a work-based learning pro-         |
| 15 | gram supported by the grant who are in           |
| 16 | unsubsidized employment during the               |
| 17 | fourth quarter after exit from participating     |
| 18 | in such program.                                 |
| 19 | (iii) The median earnings of individ-            |
| 20 | uals participating in a work-based learning      |
| 21 | program supported by the grant who are in        |
| 22 | unsubsidized employment during the sec-          |
| 23 | ond quarter after exit from participating in     |
| 24 | such program.                                    |

(iv) The percentage of individuals par-ticipating in a work-based learning program supported by the grant who obtain a recognized postsecondary credential, or a secondary school diploma or its recognized equivalent (subject to paragraph (2)), dur-ing such participation in such program or within 1 year after exit from participating in such program.

(v) The percentage of individuals participating in a work-based learning program supported by the grant who, during a program year, are in an education or training program that leads to a recognized postsecondary credential or employment and who are achieving measurable skill gains toward such a credential or employment.

(2) Indicator relating to credential.—
For purposes of paragraph (1)(C)(iv), individuals participating in a work-based learning program supported by the grant who obtain a secondary school diploma or its recognized equivalent shall be included in the percentage counted as meeting the criterion under such paragraph only if such individuals,

- in addition to obtaining such diploma or its recognized equivalent, have obtained or retained employment or are in an education or training program
  leading to a recognized postsecondary credential
  within 1 year after exit from participating in the
  work-based learning program supported by the
- 8 (3) DISAGGREGATION.—The indicators of per-9 formance under paragraph (1)(C) shall be 10 disaggregated by—
- 11 (A) each population specified in subpara-12 graphs (A) through (N) of section 3(24) of the 13 Workforce Innovation and Opportunity Act (29 14 U.S.C. 3102(24)); and
- (B) race, ethnicity, sex, and age.
- 16 (f) ADMINISTRATIVE COSTS.—An eligible partnership
  17 may use not more than 5 percent of the funds awarded
  18 through a grant under this Act for administrative ex19 penses in carrying out this section.
- 20 SEC. 7. ADMINISTRATION BY THE SECRETARY.
- 21 (a) In General.—The Secretary may use not more 22 than 10 percent of the amount appropriated under section 23 8 for each fiscal year for administrative expenses to carry

out this Act, including the expenses of providing the tech-

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grant.

- 1 nical assistance and oversight activities under subsection
- 2 (b).
- 3 (b) Technical Assistance; Oversight.—The Sec-
- 4 retary shall provide technical assistance and oversight to
- 5 assist the eligible entities in applying for and admin-
- 6 istering grants awarded under this Act.

#### 7 SEC. 8. AUTHORIZATION OF APPROPRIATIONS.

- 8 There are authorized to be appropriated such sums
- 9 as may be necessary to carry out this Act.

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