

TO: Merced WIB

DATE: 1/25/2001

FROM: Youth Council

For Action
 For Information
 Meeting Notes
 For Consent

SUBJECT: Amendment to Younger Youth 14-18 Contract

PROPOSED MOTION:

That the Workforce Investment Board (WIB) concur with Merced County Youth Council and approve additional funds requested by Merced Office of Education (MCOE/ROP) to cover increase in the minimum wage costs, subject to ratification from the Board of Supervisors.

DISCUSSION:

At the time the Year-round Youth proposal was submitted, the minimum wage was \$5.75. MCOE budgeted funds for thirty-five (35) paid internships for at-risk youth in the first program year, ninety (90) special needs students and 505 summer youth students (including 90 special needs students) for three weeks in June of 2001 and three in July 1, 2002. Since that time, legislation has been passed to increase the minimum wage to \$6.25 beginning in January 1, 2001 and \$6.75 beginning January 2, 2002. To cover this increase in the minimum wage, MCOE is asking to increase the Younger Youth contract by \$31,283.00 for P/Y 2000/2001 and \$ 39,495.00 for P/Y 2001/2002, not to exceed a total cost of \$70,778.00. These funds will come from JTPA carry over youth funds after final close-out was completed.

At their meeting on January 5, 2000, the Youth Council approved this request and voted to recommend that the Workforce investment Board concur .

OTHER CONSIDERATIONS:

ATTACHMENT(S): Amendment to the Budget

MCOE- BUDGET AMENDMENT P/Y 2000-2001

YEAR ROUND, February through May 2001

35 students @ 10 hours per week x 10 weeks x .50 = \$ 1,750.00
90 students @ 10 hours per week x 14 weeks x .50 = \$ 6,300.00

Summer Youth , June 2001

90 students @ 20 hours per week x 3 weeks x .50 = \$ 2,700.00
415 students @ 32 hours per week x 3 weeks x .50 = \$ 19,920.00

Total additional cost in wages: \$ 30,670.00
Additional worker's Comp Costs \$ 613.00

Total Additional Costs to be incurred due to
The minimum wage increase in P/Y 00-01 \$ 31,283.00

MCOE- BUDGET AMENDMENT P/Y 2001-2002

YEAR ROUND, February through May 2002

35 students @ 10 hours/ week x 10 weeks x \$1.00 = \$ 3,500.00
90 students @ 10 hours/ week x 14 weeks x \$1.00 = \$ 12,600.00

Summer Youth , June 2001

90 students @ 20 hours per week x 3 weeks x \$.50 = \$ 2,700.00
415 students @ 32 hours per week x 3 weeks x \$.50 = \$ 19,920.00

Total additional cost in wages: \$ 38,720.00
Additional worker's Comp Costs \$ 775.00

Total Additional Costs to be incurred due to
The minimum wage increase in P/Y 01-00 \$ 39,495.00