

**TO: Merced Youth Council**

**DATE: 1/05/2001**

**FROM: Youth Council Staff**

For Action  
 For Information  
 Meeting Notes  
 For Consent

**SUBJECT: Amendment to Younger Youth 14-18 Contract**

**PROPOSED MOTION:** That the Youth Council approve additional funds requested by Merced Office of Education (MCOE/ROP) to cover increase in the minimum wage costs and recommend to the Workforce Investment Board increased funding for a total cost not to exceed \$70,778.00

**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. 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

**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