

WORK SESSION OF THE TEXAS WORKFORCE COMMISSION

DATE

AUGUST 22, 2023

1	Commissioner Work Session, August 22, 2023
2	CHAIRMAN DANIEL: Good afternoon, everyone.
3	This work session is called to order. Mr. Trobman, has anyone
4	signed up for public comment?
5	CHAIRMAN DANIEL: All right. This brings us
6	to a discussion of Texas Workforce Commission strategic plan,
7	goals, and priorities for the fiscal year.
8	MR. TOWNSEND: Thank you, Mr. Chairman. Good
9	afternoon, I'm Randy Townsend. I wanted to take this
10	opportunity. I appreciate your taking the time to do this, have
11	this work session so we could have just a little pause and
12	discuss our strategic plan that we have developed over a year
13	ago, but then a few things that have happened since then, give
14	each of you a chance to have some discussion about some
15	priorities that have been presented almost two years ago now as
16	part of the-the original intent of those priorities was for one
17	of our local Workforce Boards to have a retreat, and each of you
18	shared your priorities at the time. We developed our strategic
19	plan. We've since had some, a legislative session. We've also
20	had some work that's been done with our Workforce Investment
21	Council on some of their strategic plan initiatives and so I
22	thought it would be good just to have that discussion as we kind
23	of head into our upcoming fiscal 24-25 biennium. I've put
24	together some materials as a starting point. Obviously, this is
25	mostly I think an opportunity for each of the three of you to

1 have some conversation with each other, with staff about your 2 priorities that you see for the upcoming year, next couple of 3 years and what have you as we move forward. What I had prepared 4 for this afternoon just at a real high level was take a look 5 back at our goals that we had developed as part of our strategic 6 plan with the idea being that we would not just set that 7 strategic plan on the shelf and not follow up with it and follow 8 through with it. I also took a look at our, just to make sure we 9 were still aligned with our statutory provisions that lay out the purpose of this agency. When you do that, there's three 10 11 goals that we have identified as part of our strategic plan-did 12 you need a copy [inaudible]? So there was three goals, basically 13 one focusing on employers, one on our skilled workforce, and 14 then the third one was what I call the quality customer service. 15 Each of those we expanded out a little bit more beyond that as 16 far as explaining each of those three goal areas. Then when you 17 break that down to our statutory provisions, we have obviously 18 still the goal area that deals with businesses, employers, and 19 then within the worker category, skilled workforce, you have 20 workers who essentially are currently employed looking at how 21 you might enhance their employability, earnings, etc., and then 22 those folks that are making that transition into the workforce. 23 There's quite a few programs and services who provide in that 24 regard, obviously. The third goal area kind of has two areas. 25 One was dealing with communities and I think this one is

1 important as far as our statutory areas that talk about those 2 communities of this state that provide economic incentive 3 programs for job creation, attraction, and expansion, so what 4 can we do from the standpoint of supporting the local 5 communities. Finally, under that efficient/effective operations 6 is just making sure we're good stewards of the taxpayers' 7 dollars. That's the three goal areas that we identified broken 8 into the five as you look at the statutory provisions. Then what 9 I did in the document there just to kind of begin to summarize the priorities again that was done a couple of years ago and 10 11 just how those fall out. There were 11 priorities identified by 12 each of the three of you, three commissioners here, and then we 13 have since added to those priorities from the staff perspective, 14 there's several areas that Mr. Serna has identified as we look 15 forward from a staff perspective to operations that we want to 16 make sure we stay focused on as an agency and just kind at a 17 high level those are cybersecurity. It always talks about what 18 keeps one up at night, and cybersecurity is certainly one of 19 those. That's a common theme across the United States, 20 obviously, not just Texas, and not just the Workforce 21 Commission. Cybersecurity protection, obviously, still focusing 22 on prevention of fraud, particularly identity fraud in our 23 unemployment insurance program but anywhere else in our programs. Customer service improvements, and then the 24 25 procurement/contracting areas so that once we get our grant

1 programs out efficiently, and that sort of thing. Just looking 2 at our staffing within TWC and how we can, from a human 3 resources standpoint, make sure we're getting the resources we 4 need, the talent we need, the skilled workforce, to carry out 5 our programs and our services. So we kind of lumped that under 6 HR revamp within TWC. Finally, was the outreach of TWC programs and services. That's kind of what we lined out as far as the 7 priorities there, and made that connection back to the different 8 9 I think a hundred different activities and initiatives that have been identified and then this afternoon we have Mary, Courtney, 10 11 Reagan, and Cheryl here at the table with some discussion you 12 want to get into, some services, what have you, but really, at 13 this point, I think the idea was to give you a chance to, if you 14 want to have some discussion about your current priorities, want to think about if there's different direction each have had or 15 16 different direction we should receive, and that sort of thing. 17 I'll just see if you have any questions about the materials or 18 [inaudible]. 19 CHAIRMAN DANIEL: Commissioner Demerson. 20 COMMISSIONER DEMERSON: Not a lot of 21 questions or anything at all in that regard. So, Randy, the

first document that you presented had three items from the employer side. I think that was the language that we had provided to someone at some point that came back in the form of a public document. I hadn't seen that document but wanted an

1 opportunity to really expand on that, and so we've done that and 2 I'll share with you a copy of that document, chair, and pass 3 that around to the team as well. I think it fits in line with 4 what we're looking at or what I'm looking at on the employer 5 side with input from the stakeholders that I serve as well as 6 those industry organizations and the like. I think the items 7 that are mentioned here will fall into the categories that 8 you've outlined already, those goals, one, two or three. It's 9 one, two, three, four, five, six items that are there, if any 10 can be merged, you know, you can take liberty to do that as 11 well. I'll just highlight, Mr. Chair, real quick and get that 12 out there but expanding internships and other work-based 13 learning programs that allow employers to train workers 14 according to their specific needs, fostering a direct pipeline 15 of skilled talent, that's goal number one that kinds of fits in 16 that area. Expanding enhanced collaborations between workforce 17 development agencies, education institutions, and industries to 18 ensure that training and education align with the needs of 19 employers. I would add economic development organizations to 20 this list as well to make sure that we're hitting workforce 21 economic development and education agencies, and goal number 22 three that may fit into that category, continue to study and 23 utilize data and analytics to identify trends, skills, gaps, and emerging industries allowing policymakers to better align 24 25 initiatives with industry and allow employers to make informed

1 decisions about hiring, training, and talent management. One and 2 two may fit into those categories. Then the other three I'll 3 highlight quickly, continue to support development of new and 4 innovative initiatives, again one along the areas of training, 5 career connection opportunities to veterans transitioning, 6 foster youth and people with disabilities, kind of covering all 7 of our areas that way that are important to employers as well. I 8 think goal number two may fit into that category, and then 9 prioritizing efficient and responsive customer service kind of 10 speaks to the customer service side of things, making sure that 11 we're not losing their communication, using [inaudible] 12 resources to ensure a smooth and hassle-free experience for 13 employers navigating the UI system. I think we're making 14 progress towards that but for employers in our state it's very 15 important and so we want to make sure that that's identified. 16 That's number three I think in that category, customer service 17 and the like. And then lastly support strategies that work to 18 minimize unemployment insurance tax rates for employers 19 fostering a business-friendly environment that supports job 20 creation, and that goes back to goal number one where we're 21 making sure that businesses, employers in our state are able to 22 thrive, and this is the way to make sure that we're doing what 23 we can as we have been doing to make sure that we're impactful 24 in that area. Those are some items, commissioners, that we've 25 lined out from an employer standpoint again with input from

1	stakeholders as well as important items for that group. That's
2	all I have, Mr. Chair, on our side.
3	CHAIRMAN DANIEL: Thank you. Commissioner
4	Treviño.
5	COMMISSIONER TREVIÑO: The only thing that I
6	would have is I think when we got this on Friday, it's the first
7	time I had seen it so it's kind of hard to understand where it
8	was going so like on that first page on the goals for goal
9	three, I don't know if I'm reading it right but if we don't have
10	really anything to do with quality customer service, right? On
11	the very first page.
12	MR. TOWNSEND: I think maybe one explanation
13	or one clarification here, we had tried to do on the different
14	activities and initiatives, just trying to make that fall to one
15	priority. Looking back, I think we had that conversation-
16	COMMISSIONER TREVIÑO: Right.
17	MR. TOWNSEND: Commissioner, with you and
18	some of your staff, there's clearly those activities that fall
19	into multiple priorities. I don't think there's any [inaudible]
20	probably in each of the priorities that were identified for each
21	of you as commissioners so one of the things we can for this
22	next-as we go back now and learn from that, we can certainly
23	match that up a little bit better.
24	COMMISSIONER TREVIÑO: OK.
25	

1 MR. TOWNSEND: But we have been trying to 2 maintain that one-to-one relationship and obviously that's not 3 how things actually in reality kind of work out so that 4 observation was something we need to take into account for the 5 next iteration here. COMMISSIONER TREVIÑO: If I heard 6 7 Commissioner Demerson right, I think like in response to how the 8 activities are sorted and counted, I would like the chart to 9 show that the activities and each priority description that it 10 meets, and that is if it's possible for one of the activities to 11 have multiple priority descriptions so like all three offices 12 can kind of bounce back if that's OK with my fellow 13 commissioners. Also, to do the same with each activity as it 14 relates to the goals, an activity may meet multiple goals 15 according to this so that if we could do that as well. And then 16 to determine the structure for prioritizing the activities based 17 on a number of priority descriptions and goals that it meets, 18 and then I don't know if this is the right time but I'm going to give a shot to it. This is kind of like what [inaudible] we 19 20 wanted to kind of add to L.1. I would like to amend the current 21 priority description listed in L.1 to say expand apprenticeship 22 and pre-apprenticeship especially to in-demand occupations. And 23 then I would like to also add the following, do an L.4 to 24 utilize career pathways as a holistic approach to serving our 25 customers as an ongoing mechanism to enhance skills and

1	knowledge for those in every stage of the workforce system. And
2	then the last one would be L.5, to encourage programs and
3	initiatives that help veterans, people with disabilities, foster
4	youth, interns, and justice-impacted individuals to prepare for
5	the workforce and obtain job placement. So I guess my whole hope
6	is that these additional priorities and descriptions complement
7	the other offices as well, and that we can all work on that
8	together. That's all I have.
9	COMMISSIONER DEMERSON: Mr. Chairman, that
10	makes sense to me, Commissioner Treviño, in the sense of adding
11	where we can. I wanted to ask a real quick question on your L.1,
12	expand apprenticeship and pre-apprenticeship especially to in-
13	demand occupations, do you want to include in-demand and
14	nontraditional occupations? Will you get both of them or is it
15	one or the [inaudible].
16	COMMISSIONER TREVIÑO: No, just the way it
17	is because the way it has it, it has IT, HR, and child-I mean
18	it's in-demand services. That way the Workforce Boards can use
19	those in-demand jobs and put those in as they see fit.
20	COMMISSIONER DEMERSON: OK. Just so it
21	doesn't limit anything really, it's all in-demand occupations.
22	COMMISSIONER TREVIÑO: Right.
23	COMMISSIONER DEMERSON: All right.
24	CHAIRMAN DANIEL: So, you've said all you
25	wanted to say?

1	COMMISSIONER TREVIÑO: Yes, thank you.
2	CHAIRMAN DANIEL: I don't want to cut you
3	off. A couple things. The first thing is I hope we can quickly
4	move past these labels that says public, employer, or labor.
5	Once the commission's decided something, that's a TWC
6	initiative. It doesn't matter who suggested it. It doesn't
7	matter who seconded it. It doesn't matter who wrote it up. If
8	the commission has taken some sort of affirmative action on that
9	and said, yes, we're doing it, then that's a TWC initiative.
10	That is neither a labor nor employer nor public commissioner
11	initiative, and we need to take those labels off of those
12	things. The apprenticeship programs no more belong to the public
13	commissioner's office than they do the employer commissioner's
14	office than they do the labor commissioner's office. That's just
15	something that TWC does and it's a thing, and so I fear in some
16	ways these particular labels, I think they're in some ways
17	misleading because everybody is kind of working in space. Now
18	that's not to say, I mean offices do things kind of singularly
19	and not necessarily coordinated entirely with TWC. The employer
20	office has a series of employer conferences that they do, and
21	they should be doing that. The labor office I think in the past
22	has done some specific newsletters relative to some things, and
23	things that are very much oriented toward labor, labor groups,
24	those types of settings for the state. I guess I'm the lucky
25	one, the public is everybody so it's like if that's what it is,

1 that's what it is, right? But I'm not going to not help a guy 2 that's just looking for a job, he just wants a better job 3 because that's labor. That's for Commissioner Treviño to deal 4 with. That's not going to happen. I'm just going to help the 5 quy. Same, you know, an employer doesn't like the way we do 6 something in commission appeals, I'm not going to not help that 7 person. I'm not just going to refer him to the employer office 8 and do that but, you know, there's going to be times I'm going 9 to have a meeting that's just going to be something that I'm going to do as a singular commissioner. The law provides for 10 11 that in 301, and so we should definitely be doing these things 12 but when I look at a chart like this, you know, for our 13 discussion today, OK, fine. We've kind of identified some 14 things. Honestly, I don't even remember the chart that's-I don't 15 remember commenting on the chart that you used to fill this out. 16 You showed it to me and I saw it. I'm sure I said those things. 17 I probably meant them, still do in a lot of cases but, you know, 18 that was something that happened during the passing of time and 19 I think for us as an agency, the more we can kind of nail down 20 large concepts, understand statutorily the five areas that we're 21 really asked to work in which you did reference that, and I 22 think that's important. The more we can do that and really kind 23 of talk in terms of TWC, I think the better off we are. I don't 24 think it serves the agency well when we decide that a particular 25 initiative is the sort of project for one commissioner over the

1 other. That doesn't help anybody. Apprenticeship is big enough, if all three commissioners aren't piling on to that, then it's 2 3 not going to work. Plenty of employers are using it, plenty of 4 labor organizations are using it, frankly the public benefits 5 from it, and that's a great example of that. Same for 6 apprenticeship, same for foster youth, same for veterans 7 programs. I mean these are like large, overreaching things that 8 not only kind of encompass everything that's happening across all three commission offices but also there's a VR component to 9 all of those. There's an employer component to all of those, a 10 11 workforce component to all of those, child care [inaudible] and 12 everything so it's like we probably want to see our strategic 13 plan and the things that we're doing really be grouped more 14 toward our statutory responsibilities over time. This is a great 15 starting point. I think as the conversation moves forward, I'd 16 like to see us move toward how are we really kind of dealing 17 with 301.001(b) and addressing the five components. Those are 18 the pillars that TWC has to operate by, and I'm looking down 19 this chart. On skilled workforce account of activity initiatives 20 supposedly the public commissioner contributed 28 of those but 21 it's like I understand how you counted it. I don't dispute the 22 way you counted it. I'd just feel more comfortable if we sort of 23 talked about those in terms of the commission has made a policy 24 decision, this is how we're moving forward, and this is a 25 commission thing. You know, if Courtney has a good idea, I'll

1 probably take credit for it at the next chamber banquet where I give a speech, that's just how it works. And if I have a bad 2 3 idea, Courtney has to take responsibility for that at some 4 point. That's just sort of how teams work but it's-I want to 5 continue to see us kind of moving toward this time that even if 6 it's a staff-originated initiative, once the commission checks 7 off on it, that's my initiative now. I own that in its entirety. 8 If it goes wrong, they're going to call me for comment. If it 9 goes right, we're going to talk about how great a job staff did in making sure that they brought that to our attention. That's 10 11 ultimately where I'd like to get to. This document I think 12 fairly well kind of encapsulates where we are. The good news in 13 this document is we seem to be kind of touching on everything 14 statutorily that we're responsible for and that the legislature 15 has asked us to focus on. More importantly, when we boil that 16 down to our strategic plan, we actually seem to be working on 17 all elements of our strategic plan. Everybody seems to be 18 focused on that. This is a lot of good news kind of contained in 19 this document that I think we can work on but I think getting 20 toward this agency-level, this TWC-level thinking where once 21 we've agreed to do it, then we're all in on that and we all do 22 it. However, the document evolves into that, that's what I'm 23 looking for too. I think we end up with a really good document 24 at that point.

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1	COMMISSIONER DEMERSON: Chairman, I agree
2	with that wholeheartedly. I look at this in my opinion as a
3	foundation public employer, labor, staff or whatever but at the
4	end of the day, it's a TWC-driven document or program and that's
5	probably where you were headed because an overall agency
6	strategic plan is what we're doing for 2024.
7	COMMISSIONER TREVIÑO: I follow those
8	sentiments exactly too. I think it's one bucket instead of three
9	different ones [inaudible] get it all done.
10	MR. TOWNSEND: From my perspective that's
11	obviously great feedback, and we can make those things. I think
12	that's a fairly easy thing to do. Obviously, we were working
13	with a document that got produced a couple years ago that-and I
14	think this has clarified kind of what our direction is on that
15	very clearly so that's been helpful from my perspective at
16	least, and so we'll just continue to work and make sure we stay
17	focused on the priorities.
18	COMMISSIONER DEMERSON: Glad I wasn't the
19	only one that didn't recognize the document or didn't remember
20	the document.
21	CHAIRMAN DANIEL: When I saw it, I'm like, I
22	vaguely remember.
23	COMMISSIONER DEMERSON: I could have said
24	that
25	

1	CHAIRMAN DANIEL: You did like me. It sounds
2	like something I'd say. Mary?
3	MARY YORK: May I ask a clarifying question?
4	I know in each of your remarks you kind of-in addition to
5	emphasizing some maybe additional things that weren't listed
6	here, I think I heard you say that we really need to look at
7	where there's overlap between things, and especially I guess on
8	this last comment in terms of there not necessarily being
9	individual commissioner priorities but things being overall
10	commission priorities, would it be appropriate to see where
11	there is overlap amongst some of these items and look and make
12	sure that-and I'm going to use an example that maybe isn't the
13	best example but if internships are mentioned in two to three of
14	those, look and see where and how we can consolidate into two
15	internship items or one internship item.
16	CHAIRMAN DANIEL: My perspective would be if
17	internships are important to us and they are, we've already-
18	we're all well on record on that one, then it's how ever many it
19	takes. If like one great big one is good, fine, do that. If it
20	needs to be three individual ones, but you also, I mean like,
21	once you talk about internships, what else is there to say? If
22	it's good for employers and it is, I'll let Commissioner
23	Demerson make the case for that, but if it's good for employers,
24	then maybe it goes in the employer section. Certainly, good for
25	people who are entering the workforce which is actually numbers

1	two and three from the statute in terms of what we're supposed
2	to be focusing on so you can cover that. Everything we do needs
3	to be quality customer service so you do the list at one time,
4	you can talk about it through the three goals of the strategic
5	plan or you can classify it under the five pillars that the
6	legislature put on us when they passed the law but, yeah, by all
7	means I think reducing them to kind of the necessary-we don't
8	need to use more words than we need to make ourselves plain
9	here. More explanation generally doesn't result in more
10	understanding. We just need to be clear from the outset.
11	COMMISSIONER DEMERSON: I think that's what
12	I said in the initial comments, is basically this is a document
13	that if it's being done elsewhere can be consolidated and then
14	go forward, feel free, take the liberties to do that. At the end
15	of the day, we'll each three commissioners have an opportunity
16	to see the final verbiage and we'll make sure there's nothing
17	lacking that might be of interest to each one of us but to
18	narrow it down from some issues like foster care, I've worked in
19	that space heavy. Commissioner Treviño has worked heavy in that
20	space now, and it's going to merge somewhere but as the chairman
21	stated, it doesn't mean that it resides with one office, and so
22	from that standpoint we'll all be participating in those
23	activities so consolidation where necessary, less words,
24	strategic approaches to it is the direction that we should be
25	taking. I'll be advocating on behalf of the employers and that's

1	pretty much it from that standpoint but I think we'll all get a
2	chance to see the verbiage and go from there so consolidate
3	where you can and how you can.
4	COMMISSIONER TREVIÑO: Just like I had said
5	earlier about the activities relating to the goals, an activity
6	may meet multiple goals for the different offices so that's what
7	I think my point was, and just looking at this for like fresh
8	eyes I guess if you will, just kind of seeing that we'll all
9	work together and fill in where it needs to be.
10	MARY YORK: Thank you.
11	CHAIRMAN DANIEL: Let's do this. I'm going
12	to have a motion here that will state that we want staff to take
13	the information that was distributed by commissioners here
14	today, incorporate those into the plan as described, to take the
15	rest of the commentary that you heard from commissioners today
16	about this, make the necessary revisions to start to resemble
17	that and bring that back to a regularly scheduled commission
18	meeting at a date in the future that's appropriate for this
19	giving you enough time to do your work so I move what I just
20	said. If there's a second, we can move forward on that
21	[inaudible].
22	COMMISSIONER DEMERSON: Mr. Chairman, can we
23	add to that that the document that comes back to the commission
24	is the document that lays out whatever those plans or those
25	goals or whatever it is that we've laid out here under one

1 umbrella missing-without the employer, commissioner, workforce, 2 labor, and [inaudible], just one document. 3 CHAIRMAN DANIEL: I accept that amendment as 4 well. 5 COMMISSIONER DEMERSON: I second the motion. 6 CHAIRMAN DANIEL: All right, it's been moved 7 and seconded. 8 COMMISSIONER TREVIÑO: Yes, I agree. 9 CHAIRMAN DANIEL: One, two, three, we're 10 unanimous. 11 MR. TOWNSEND: Thank you. 12 CHAIRMAN DANIEL: Anything else that we need 13 to discuss here today? 14 MR. SERNA: [inaudible] Regarding this? 15 CHAIRMAN DANIEL: No. There's just so much 16 more, Mr. Serna, so much more. 17 COMMISSIONER DEMERSON: Oh, oh, is this not 18 the end of the meeting? [inaudible] I was ready to mention ice 19 cream, we're going upstairs. Let me get back on track here. 20 CHAIRMAN DANIEL: Is there any other 21 business to come before the commission? 22 COMMISSIONER DEMERSON: There is no other 23 business. Are you getting ready to adjourn this meeting? 24 CHAIRMAN DANIEL: I am. 25

COMMISSIONER DEMERSON: All right, there's 1 2 ice cream on the third floor. I mean thank you. 3 MARY YORK: We still have lots of ice cream. 4 COMMISSIONER DEMERSON: Melted ice cream is 5 good. 6 CHAIRMAN DANIEL: [inaudible] 7 MARY YORK: No, we have a freezer. It's 8 hopefully been frozen. 9 COMMISSIONER DEMERSON: I like melted ice 10 cream. 11 CHAIRMAN DANIEL: Stick it in the freezer. 12 COMMISSIONER DEMERSON: [Inaudible]. 13 CHAIRMAN DANIEL: If there's no other 14 business, is there a motion to adjourn? 15 COMMISSIONER DEMERSON: There is a motion to 16 adjourn. 17 COMMISSIONER TREVIÑO: I second the motion. 18 CHAIRMAN DANIEL: It's been moved and 19 seconded to adjourn, and we are unanimously adjourned. 20 21 22 23 24 25