E AND R AMENDMENTS TO LB 386

Introduced by Larson, 40, Chairperson Enrollment and Review

- 1 1. Strike the original sections and all amendments
- 2 thereto and insert the following new sections:
- 3 Section 1. For purposes of sections 1 to 3 of this act:
- 4 (1) Department means the Department of Economic
- 5 Development;
- 6 (2) Distressed area means a municipality, county with a
- 7 population of fewer than one hundred thousand inhabitants according
- 8 to the most recent federal decennial census, unincorporated area
- 9 within a county, or census tract in Nebraska that (a) has an
- 10 unemployment rate which exceeds the statewide average unemployment
- 11 rate, (b) has a per capita income below the statewide average per
- 12 capita income, or (c) had a population decrease between the two
- 13 most recent federal decennial censuses;
- 14 (3) Eligible company has the same meaning as qualified
- business in subsection (1) of section 77-5715;
- 16 (4) Intern means any person who is working in a
- 17 professional environment for a limited period of time to gain
- 18 sufficient practical work experience in a professional or technical
- 19 position to allow for career decisionmaking and to provide
- 20 the employer valuable skills to accelerate short-term business
- 21 objectives and who (a) is enrolled full time in a four-year
- 22 <u>college or university in Nebraska and has achieved junior or senior</u>
- 23 status by such institution's criteria, (b) is enrolled full time

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1 in a two-year college in Nebraska and has successfully completed

- 2 <u>a minimum of one-half of the total credit hours required for an</u>
- 3 associate degree, or (c) having residency in Nebraska, is enrolled
- 4 full time in a four-year college or university in a state other
- 5 than Nebraska and has achieved junior or senior status by such
- 6 institution's criteria; and
- 7 (5) Internship means any internship that did not exist
- 8 <u>before the operative date of this act.</u>
- 9 Sec. 2. (1) The intent of sections 1 to 3 of this act
- 10 is to connect Nebraska students pursuing postsecondary degrees with
- 11 targeted industries in order to retain such students and attract
- 12 workers to Nebraska by assisting companies willing to provide paid
- internships.
- 14 (2) An eligible company may apply to the department for a
- 15 job training grant to assist in the hiring of an intern if:
- 16 (a) The company certifies that the internship meets the
- 17 definition of internship in section 1 of this act;
- (b) The internship pays at least the federal minimum
- 19 wage; and
- 20 (c) The intern will work a minimum of two hundred hours
- 21 in a twelve-week period but no more than one thousand hours in a
- 22 <u>fifty-week period</u>.
- 23 (3) The department may provide a job training grant of up
- 24 to the lesser of forty percent of the cost of the internship or
- 25 three thousand five hundred dollars, except that if the internship
- 26 is in a distressed area, the job training grant may be up to the
- 27 lesser of sixty percent of the cost of the internship or five

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- 1 thousand dollars.
- 2 (4) An eligible company may apply for no more than two
- 3 job training grants for the same intern, shall not be awarded
- 4 more than five job training grants at any one location in any
- 5 twelve-month period, and shall not be awarded more than ten job
- 6 training grants total in any twelve-month period.
- 7 (5) An eligible company may allow an intern to
- 8 telecommute if the eligible company is located more than thirty
- 9 miles from the college or university in which the intern is
- 10 <u>enrolled and if the college or university is in Nebraska.</u>
- 11 (6) The department shall, to the extent possible, assure
- 12 that the distribution of job training grants under sections 1 to
- 13 3 of this act provides equitable access to the grants by all
- 14 geographic areas of the state.
- 15 (7) The department shall not allocate more than one
- 16 million five hundred thousand dollars in each of FY2011-12 and
- 17 FY2012-13 from the Job Training Cash Fund for purposes of this
- 18 section. The department may receive funds from public, private, or
- 19 other sources for purposes of this section.
- 20 Sec. 3. The department may adopt and promulgate rules and
- 21 regulations to govern the award and disbursement of job training
- 22 grants under section 2 of this act.
- 23 Sec. 4. Section 81-1201.21, Revised Statutes Cumulative
- 24 Supplement, 2010, is amended to read:
- 25 81-1201.21 (1) There is hereby created the Job Training
- 26 Cash Fund. The fund shall be under the direction of the Department
- 27 of Economic Development. Money may be transferred to the fund

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1 pursuant to subdivision (1)(b)(iv) of section 48-621 and from

- 2 the Cash Reserve Fund at the direction of the Legislature. The
- 3 department shall establish a subaccount for all money transferred
- 4 from the Cash Reserve Fund to the Job Training Cash Fund on or
- 5 after July 1, 2005.
- 6 (2) The department shall use the Job Training Cash Fund
- 7 or the subaccount established in subsection (1) of this section (a)
- 8 to provide reimbursements for job training activities, including
- 9 employee assessment, preemployment training, on-the-job training,
- 10 training equipment costs, and other reasonable costs related to
- 11 helping industry and business locate or expand in Nebraska, ox
- 12 (b) to provide upgrade skills training of the existing labor force
- 13 necessary to adapt to new technology or the introduction of new
- 14 product lines, or (c) to provide job training grants pursuant to
- 15 section 2 of this act.
- 16 (3) The department shall establish a subaccount within
- 17 the fund to provide training grants for training employees and
- 18 potential employees of businesses that (a) employ twenty-five or
- 19 fewer employees on the application date, (b) employ, or train for
- 20 potential employment, residents of rural areas of Nebraska, or
- 21 (c) are located in or employ, or train for potential employment,
- 22 residents of high-poverty areas as defined in section 81-1203.
- 23 The department shall calculate the amount of prior year investment
- 24 income earnings accruing to the fund and allocate such amount
- 25 to the subaccount for training grants under this subsection. The
- 26 subaccount shall also be used as provided in the Teleworker Job
- 27 Creation Act.

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1 (4) Any money in the fund available for investment

- 2 shall be invested by the state investment officer pursuant to
- 3 the Nebraska Capital Expansion Act and the Nebraska State Funds
- 4 Investment Act.
- 5 Sec. 5. This act becomes operative on June 1, 2011.
- 6 Sec. 6. Original section 81-1201.21, Revised Statutes
- 7 Cumulative Supplement, 2010, is repealed.
- 8 Sec. 7. Since an emergency exists, this act takes effect
- 9 when passed and approved according to law.