AM1573 LB527 NPN - 05/01/2019

AM1573 LB527 NPN - 05/01/2019

AMENDMENTS TO LB527

Introduced by Business and Labor.

- 1 1. Strike the original sections and insert the following new
- 2 sections:
- 3 Section 1. Sections 1 to 6 of this act shall be known and may be
- 4 cited as the Customized Job Training Act.
- 5 Sec. 2. The Customized Job Training Act shall be administered by
- 6 the Department of Economic Development to provide funds in the form of
- 7 grants to employers for reimbursement of job training expenses as set
- 8 forth in the act.
- 9 Sec. 3. The Customized Job Training Cash Fund is created. Funds in
- 10 the Customized Job Training Cash Fund shall be used for (1) general
- 11 administrative costs of awarding job training reimbursement grants under
- 12 the Customized Job Training Act and (2) job training reimbursement
- 13 grants. Any money in the fund available for investment shall be invested
- 14 by the state investment officer pursuant to the Nebraska Capital
- 15 Expansion Act and the Nebraska State Funds Investment Act.
- 16 Sec. 4. (1) Employers applying for job training reimbursement
- 17 grants under the Customized Job Training Act shall apply to the
- 18 Department of Economic Development. The department shall provide job
- 19 training reimbursement grants for job training programs for jobs that are
- 20 net new jobs or that result in a net increase in wages per employee. The
- 21 job training reimbursement grants shall be in proportion to the committed
- 22 number of net new jobs created or committed net increase in wages per
- 23 <u>employee</u>. The amount of each grant and number of grants awarded shall be
- 24 determined by the department based upon available funding.
- 25 (2) The department shall create a job training reimbursement grant
- 26 application, have authority to approve applications, and authorize the
- 27 total amount of job training reimbursement grants expected to be awarded

AM1573 LB527 NPN - 05/01/2019 AM1573 NPN - 05/01/2019

- 1 as a result of the training if the Director of Economic Development is
- 2 <u>satisfied that the plan in the application defines training that meets</u>
- 3 <u>the eligibility requirements.</u>
- 4 (3) The department shall submit an annual report electronically to
- 5 <u>the Appropriations Committee of the Legislature that includes the total</u>
- 6 number of job training reimbursement grants awarded, the total dollar
- 7 amount of job training reimbursement grants awarded and to whom, the
- 8 total expenditures made in administering the Customized Job Training Act,
- 9 the number of individuals trained, the average wage of net new jobs, and
- 10 <u>a summary of the training provided.</u>
- 11 Sec. 5. (1) In order for an employer to apply for a job training
- 12 reimbursement grant under the Customized Job Training Act:
- 13 <u>(a) The jobs being trained for must be net new jobs or result in a</u>
- 14 <u>net increase in wages per employee; and</u>
- 15 (b) The jobs being trained for must meet or exceed the Nebraska
- 16 average annual wage.
- 17 <u>(2) Training may be provided by:</u>
- 18 (a) The community college system or any accredited postsecondary
- 19 educational institution; or
- 20 (b) Any qualified training provider if the training results in:
- 21 (i) A national, state, or locally recognized certificate;
- 22 <u>(ii) Preparation for a professional examination or licensure;</u>
- 23 (iii) Endorsement for an existing credential or license; or
- 24 (iv) Development of recognized skill standards as defined by an
- 25 <u>industrial sector</u>.
- Sec. 6. <u>An employer receiving a grant shall provide to the</u>
- 27 <u>Department of Economic Development documentation:</u>
- 28 (1) Showing the completion of the eligible job training. The
- 29 <u>department may require reimbursement of any funds for training not</u>
- 30 <u>meeting eligibility requirements; and</u>
- 31 (2) Showing that the employer has maintained or exceeded its current

AM1573 LB527 NPN - 05/01/2019 AM1573 NPN - 05/01/2019

1 <u>level of training expenditures in the fiscal year in which the grant was</u>

2 <u>awarded.</u>