

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1016

Page 1, line 2, after "Dakota" insert "; and to amend and reenact section 52-02.1-02 of the North Dakota Century Code, relating to job service North Dakota program services"

Page 1, line 22, replace "173,568" with "(426,432)"

Page 2, line 4, replace "3,957,787" with "3,357,787"

Page 2, line 6, replace "635,955" with "35,955"

Page 2, line 13, replace "13,452,481" with "12,852,481"

Page 2, line 18, replace "63,729,058" with "63,129,058"

Page 2, line 20, replace "2,136,967" with "1,536,967"

Page 3, after line 3, insert:

"SECTION 7. AMENDMENT. Section 52-02.1-02 of the North Dakota Century Code is amended and reenacted as follows:

52-02.1-02. Job service North Dakota - Agreements. Program services developed and coordinated by job service North Dakota must be provided to primary sector businesses found eligible for loans or grants under this chapter. Job service North Dakota may enter into an agreement to establish a project with an employer which meets the following conditions:

1. Sets a date of commencement of the project.
2. Identifies program costs, including deferred costs, which are to be paid from available sources including new jobs credit from withholding to be received or derived from new jobs resulting from the project.
3. Provides for a guarantee by the employer of payment for program costs.
4. Provides that any deferral of program cost payments may not exceed ten years from the date of commencement of the project.
5. Provides that on-the-job training costs for employees may not exceed fifty percent of the annual gross payroll costs of the new jobs in the first full year after the date of commencement of the project. For purposes of this subsection, "gross payroll" is the gross wages and salaries for the new jobs.
6. Provides the maximum amount of new jobs credit from withholding or tuition and fee payments allowed for a project.
7. Provides that every employee participating in the new jobs training program must be paid an income of at least ~~seven ten~~ seven dollars ~~and fifty cents~~ per

hour, plus benefits, by the end of the first year of employment under the project and for the remaining life of the loan.

A project requiring a loan from the department or a community may not be approved, and an agreement may not be executed by job service North Dakota, until notification from the department or community that the employer has qualified for a loan. Upon execution of the agreement, job service North Dakota shall notify the state tax commissioner of the agreement and the identity of the employer. Job service North Dakota may adopt rules to implement this chapter. Job service North Dakota shall prepare an annual report for the governor and the legislative assembly with respect to the new jobs training program."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1016 - Job Service North Dakota - Senate Action

	EXECUTIVE BUDGET	HOUSE VERSION	SENATE CHANGES	SENATE VERSION
Salaries and wages	\$33,028,475	\$33,028,475		\$33,028,475
Operating expenses	12,852,481	13,452,481	(\$600,000)	12,852,481
Capital assets	20,000	20,000		20,000
Grants	8,438,220	8,438,220		8,438,220
Workforce 20/20	1,489,882	1,489,882		1,489,882
Reed Act - Unemployment insurance computer	7,300,000	7,300,000		7,300,000
Total all funds	\$63,129,058	\$63,729,058	(\$600,000)	\$63,129,058
Less estimated income	<u>61,592,091</u>	<u>61,592,091</u>		<u>61,592,091</u>
General fund	\$1,536,967	\$2,136,967	(\$600,000)	\$1,536,967
FTE	308.00	308.00	0.00	308.00

Dept. 380 - Job Service North Dakota - Detail of Senate Changes

	REMOVES FUNDING FOR WEB SITE SPIDER PROGRAM ¹	TOTAL SENATE CHANGES
Salaries and wages		
Operating expenses	(\$600,000)	(\$600,000)
Capital assets		
Grants		
Workforce 20/20		
Reed Act - Unemployment insurance computer		
Total all funds	(\$600,000)	(\$600,000)
Less estimated income		
General fund	(\$600,000)	(\$600,000)
FTE	0.00	0.00

¹ This amendment removes funding of \$600,000 from the general fund added by the House for a web site spider program to identify job listings available in North Dakota.

This amendment also amends North Dakota Century Code Section 52-02.1-02 to increase the wage eligibility rate for the new jobs training program from \$7.50 to \$10 per hour.