

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1016

That the Senate recede from its amendments as printed on pages 1391-1393 of the House Journal and pages 951-953 of the Senate Journal and that Engrossed House Bill No. 1016 be amended as follows:

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 "(126,432)"

Page 2, line 1, replace "9,651" with "19,769"

Page 2, line 4, replace "3,957,787" with "3,667,905"

Page 2, line 5, replace "3,321,832" with "3,421,832"

Page 2, line 6, replace "635,955" with "246,073"

Page 2, line 13, replace "13,452,481" with "13,152,481"

Page 2, line 16, replace "1,489,882" with "1,500,000"

Page 2, line 18, replace "63,729,058" with "63,439,176"

Page 2, line 19, replace "61,592,091" with "61,692,091"

Page 2, line 20, replace "2,136,967" with "1,747,085"

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~~ ~~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 - Conference Committee Action

	EXECUTIVE BUDGET	HOUSE VERSION	CONFERENCE COMMITTEE CHANGES	CONFERENCE COMMITTEE VERSION	SENATE VERSION	COMPARISON TO SENATE
Salaries and wages	\$33,028,475	\$33,028,475		\$33,028,475	\$33,028,475	
Operating expenses	12,852,481	13,452,481	(\$300,000)	13,152,481	12,852,481	\$300,000
Capital assets	20,000	20,000		20,000	20,000	
Grants	8,438,220	8,438,220		8,438,220	8,438,220	
Workforce 20/20	1,489,882	1,489,882	10,118	1,500,000	1,489,882	10,118
Reed Act - Unemployment insurance computer	7,300,000	7,300,000		7,300,000	7,300,000	
Total all funds	\$63,129,058	\$63,729,058	(\$289,882)	\$63,439,176	\$63,129,058	\$310,118
Less estimated income	<u>61,592,091</u>	<u>61,592,091</u>	<u>100,000</u>	<u>61,692,091</u>	<u>61,592,091</u>	<u>100,000</u>
General fund	\$1,536,967	\$2,136,967	(\$389,882)	\$1,747,085	\$1,536,967	\$210,118
FTE	308.00	308.00	0.00	308.00	308.00	0.00

Dept. 380 - Job Service North Dakota - Detail of Conference Committee Changes

	REDUCES FUNDING FOR WEB SITE SPIDER PROGRAM ¹	INCREASES FUNDING FOR WORKFORCE 20/20 ²	TOTAL CONFERENCE COMMITTEE CHANGES
Salaries and wages			
Operating expenses	(\$300,000)		(\$300,000)
Capital assets			
Grants			
Workforce 20/20		\$10,118	10,118
Reed Act - Unemployment insurance computer			
Total all funds	(\$300,000)	\$10,118	(\$289,882)
Less estimated income	<u>100,000</u>		<u>100,000</u>
General fund	(\$400,000)	\$10,118	(\$389,882)
FTE	0.00	0.00	0.00

¹ This amendment reduces funding for the web site spider program from \$600,000 from the general fund, as provided for by the House, to \$300,000, of which \$200,000 is from the general fund and \$100,000 is from special funds. The Senate removed all funding for the web site spider program.

² This amendment increases funding for the Workforce 20/20 program by \$10,118 from the general fund, from \$1,489,882 to \$1,500,000.

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, the same as the Senate version.