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## SENATE BILL 1177

## 43RD LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 1997

INTRODUCED BY

## JOHN ARTHUR SMITH

AN ACT

RELATING TO DEVELOPMENT TRAINING; REQUIRING THAT DEVELOPMENT AND IN-PLANT TRAINING FUNDS BE USED IN COUNTIES WITH HIGH UNEMPLOYMENT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 21-19-7 NMSA 1978 (being Laws 1983, Chapter 299, Section 1, as amended) is amended to read:

"21-19-7. DEVELOPMENT TRAINING. --

A. The economic development department shall establish a development training program that provides quick-response classroom and in-plant training to furnish qualified manpower resources for new or expanding industries and non-retail service sector businesses <u>in high-unemployment counties</u> in New Mexico that have business or production procedures that require skills unique to those industries. Training shall be

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1	custom-designed for the particular company and shall be based or
2	the special requirements of each company. The program shall be
3	operated [ <del>on a statewide basis</del> ] <u>in high-unemployment areas</u> and
4	shall be designed to assist [any area] counties with high
5	unemployment in becoming more competitive economically.
6	B. There is created the "industrial training board",
7	which shall be composed of:
8	(1) the director of the economic development
9	division of the economic development department;
10	(2) the director of the vocational education
11	division of the state department of public education;
12	(3) the director of the job training division
13	of the labor department;

on

- the executive director of the commission on **(4)** higher education;
- **(5)** one member from organized labor appointed by the governor; and
- **(6)** one public member from the business community appointed by the governor.
  - The industrial training board shall:
- (1) establish policies and promulgate rules and regulations for the administration of appropriated funds; [and shall]
- (2) provide review and oversight to assure that funds expended from the development training fund will generate

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business activity <u>in counties with high unemployment</u> and give measurable growth to the economic base of New Mexico within the legal limits preserving the ecological state of New Mexico and its people; <u>and</u>

- (3) make a determination annually, in coordination with the labor department, of the counties with high unemployment that qualify as areas in which development and in-plant training funds may be expended.
- D. Subject to the approval of the industrial training board, the vocational education division of the state department of public education shall:
- (1) administer all funds allocated or appropriated for industrial development training purposes;
  - (2) provide designated training services;
- (3) regulate, control and abandon any training program established under the provisions of this section;
- (4) assist companies requesting training in the development of a training proposal to meet the companies' manpower needs;
- (5) contract for the implementation of all training programs;
- (6) provide for training by educational institutions or by the company through in-plant training, at the company's request; and
  - (7) evaluate training efforts on a basis of

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performance standards set forth by the industrial training board.

- E. The state shall contract with a company or an educational institution to provide training or instructional services in accordance with the approved training proposal and within the following limitations:
- (1) no payment shall be made for training in excess of one thousand forty hours of training per trainee for the total duration of training;
- (2) training applicants shall have resided within the state for a minimum of one year immediately prior to the commencement of the training program and be citizens of the United States:
- (3) payment for institutional classroom training shall be made under any accepted training contract for a qualified training program;
- (4) no payment shall be made under any accepted training contract for rental of facilities unless facilities are not available on site or at the educational institution;
- (5) all applicants shall be eligible under the federal Fair Labor Standards Act and shall not have terminated a public school program within the past three months except by graduation;
- (6) trainees shall be guaranteed full-time employment with the contracted company upon successful

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completion of the training;

(7) persons employed to provide the instructional services shall be exempt from the minimum requirements established in the state plan for other state vocational programs; and

(8) no payment shall be made for training programs or production of Indian jewelry or imitation Indian jewelry unless a majority of those involved in the training program or production are of Indian descent.

F. As used in this section, "high unemployment"

means an annualized unemployment rate of ten percent or more as

determined by the labor department."

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