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First Regular Session - 2023

## IN THE SENATE

## SENATE BILL NO. 1151

## BY STATE AFFAIRS COMMITTEE

AN ACT RELATING TO THE WORKFORCE DEVELOPMENT COUNCIL; AMENDING SECTION 1 OF HOUSE 2 BILL NO. 24, IF ENACTED BY THE FIRST REGULAR SESSION OF THE SIXTY-SEV-3 ENTH IDAHO LEGISLATURE, TO REVISE LEGISLATIVE INTENT; AMENDING SECTION 4 5 72-1204, IDAHO CODE, AS ADDED BY SECTION 2 OF HOUSE BILL NO. 24, IF ENACTED BY THE FIRST REGULAR SESSION OF THE SIXTY-SEVENTH IDAHO LEGIS-6 LATURE, TO REVISE PROVISIONS REGARDING THE IDAHO LAUNCH GRANT PROGRAM 7 AND IN-DEMAND CAREERS FUND; AMENDING SECTION 33-4305, IDAHO CODE, 8 AS AMENDED IN SECTION 4 OF HOUSE BILL NO. 24, IF ENACTED BY THE FIRST 9 10 REGULAR SESSION OF THE SIXTY-SEVENTH IDAHO LEGISLATURE, TO REMOVE A PROVISION REGARDING GRANT PREFERENCE AND TO PROVIDE FOR CERTAIN DATA 11 REPORTING BY THE COUNCIL; AND DECLARING AN EMERGENCY AND PROVIDING AN 12 EFFECTIVE DATE. 13

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 1 of House Bill No. 24, if enacted by the First Regular Session of the Sixty-seventh Idaho Legislature, be, and the same is hereby amended to read as follows:

SECTION 1. LEGISLATIVE INTENT. The purpose of this act is to enable the Workforce Development Council to coordinate the state's policy to match Idaho students with Idaho jobs in in-demand fields. The Legislature finds that there are many pathways to a successful career, including workforce training, career technical programs, community colleges, and colleges. The Legislature further finds that an educated workforce is an enormous asset for the state's economy. With unemployment at record lows and inflation at record highs, the need for skilled workers is critical for our state's continued economic prosperity. The Legislature further finds that oversight and accountability of the Idaho Launch Grant Program are paramount and will require annual reports to inform annual appropriation decisions. To that end, it is the intent of the Legislature to tailor the initial Idaho Launch appropriation from the In-Demand Careers Fund to the number of eligible student applicants. Based on recent postsecondary go-on rates by Idaho graduates, the initial cost estimate is approximately \$60 million to \$70 million.

SECTION 2. That Section 72-1204, Idaho Code, as added by Section 2 of House Bill No. 24, if enacted by the First Regular Session of the Sixty-seventh Idaho Legislature, be, and the same is hereby amended to read as follows:

72-1204. IDAHO LAUNCH GRANT PROGRAM AND IN-DEMAND CAREERS FUND -- DEF-INITIONS. As used in this section through section 72-1206, Idaho Code:

- (1) "Board" means the state board of education.
- (2) "Council" means the workforce development council established in this chapter.
- (3) "Eligible adult learner" means an Idaho resident who is pursuing education or training for an in-demand career.
  - (4) "Eliqible education expenses" means÷
  - (a) Student student tuition and fees at an eligible institution; however, in no case shall the council reimburse more than eighty-five percent (85%) of a program's total tuition and fees or more than eight thousand five hundred dollars (\$8,500), whichever is less.
  - (b) Room and board for the eligible institution, not to exceed actual cost; or
  - (c) Fees for national standardized assessments or industry-recognized certification examinations.
- (5) "Eligible institution" means a training provider as recognized by the council under the workforce innovation and opportunity act or the workforce development training fund. Eligible institution also means a public postsecondary organization governed or supervised by the board, a board of trustees of a community college established pursuant to the provisions of chapter 21, title 33, Idaho Code, or any educational organization located in Idaho that is:
  - (a) Operated privately;

- (b) Classified as not-for-profit under state law; and
- (c) Under the control of an independent board and not directly controlled or administered by a public or political subdivision; and
- $\frac{\text{(d)}}{\text{(c)}}$  Accredited by an organization recognized by the board as provided in section 33-2402, Idaho Code.
- (6) "Eligible student" means a student who:
- (a) Is an Idaho resident;
- (b) Will graduate from an accredited high school or its equivalent in Idaho as determined by the board beginning with the spring 2024 graduating class;
- (c) Has enrolled in or applied to an eligible institution and begins enrollment in the fall semester following graduation, unless the council grants an extension for extenuating circumstances such as those outlined in section 72-1205, Idaho Code; and
- (d) Has used next steps Idaho or an equivalent career exploration program accepted by the council and has completed a career pathway plan that meets the minimum requirements established by the council.
- (7) "Grant" means an amount to be determined annually by the council that shall not be set lower than  $\underline{\text{exceed}}$  eight thousand five hundred dollars (\$8,500) per eligible student.
- (8) "Grant distribution platform" means a digital platform through which grant funds are transferred from the council to the account of a participant to be used for eligible education expenses.
- (9) "In-demand careers" means careers that have a high number of openings in Idaho or an expected high rate of growth in Idaho. In-demand careers

are to be determined annually by the council based on job market data <u>and</u> shall be submitted annually in a report to the legislature by January 1.

- (10) "Participant" means an Idaho resident for whom a grant is awarded under section 72-1205, Idaho Code, and who has met the minimum academic standards of, and has been accepted into, an eligible institution.
- (11) "Program" means the Idaho launch grant program established by section 72-1205, Idaho Code.
- (12) "Resident" means an individual meeting legal residency requirements as defined in section 33-3717B, Idaho Code.
- SECTION 3. That Section 33-4305, Idaho Code, as amended in Section 4 of House Bill No. 24, if enacted by the First Regular Session of the Sixty-seventh Idaho Legislature, be, and the same is hereby amended to read as follows:
- 72-1206. IN-DEMAND CAREERS FUND. (1) There is hereby established in the state treasury the in-demand careers fund.
- (2) Moneys in the in-demand careers fund are subject to legislative appropriation and shall consist of the following:
  - (a) Legislative appropriations;

- (b) Donations and contributions made to the fund;
- (c) Interest earned on idle moneys in the fund;
- (d) Moneys transferred pursuant to section 63-3638(17), Idaho Code;
- (e) Moneys reverted or repaid to the fund pursuant to section 72-1205, Idaho Code; and
- (f) Moneys transferred pursuant to section 33-4602(14), Idaho Code.
- (3) The in-demand careers fund shall be used to award grants as outlined in section 72-1205, Idaho Code.
- (4) When the available appropriation in a fiscal year exceeds participants, the council may use excess moneys as follows:
  - (a) Up to ten million dollars (\$10,000,000) of the remaining appropriation may be used to provide enhanced grant funding to either eligible students or eligible adult learners based upon the following conditions:
    - (i) If potential awards from the council exceed available funding from the enhanced grants, awards shall be prioritized first based on the pursuit of in-demand careers; and
    - (ii) If, following the prioritization provided for in subparagraph (i) of this paragraph, additional moneys remain for awards, prioritization shall then be based on financial need.
  - (b) In cases in which the demand for enhanced grants as provided for in this subsection exceeds the available appropriation, the council may give preference to eligible students who pursue programs that offer a money-back guarantee if the program's graduates do not find work in their chosen field within a certain time period after graduation.
  - (c) (b) The remaining appropriation shall be retained in the fund and be subject to legislative appropriation in subsequent legislative sessions for the purposes of expanding in-demand career training opportunities.
- (5) By January 1 each year, the council shall report sufficient data to the legislature regarding:

1	<u>(a)</u>	The	number	and	demographics	of	eligible	students	applying	for
2	grant	s;								

- (b) The number and type of eligible institutions approved by the council;
- (c) The list of in-demand careers prioritized by the council;

- (d) The number of grants awarded and demographics of participants; and
- (e) Data to demonstrate the effectiveness of the program, including but not limited to program completion rates, satisfactory academic progress, job placement rates, and retention rates of participants in Idaho upon program completion.

SECTION 4. An emergency existing therefor, which emergency is hereby declared to exist, this act shall be in full force and effect on and after July 1, 2023.