1 AN ACT 2 RELATING TO WORKFORCE TRAINING; ALLOWING FOR THE REDUCTION OF 3 THE RESIDENCY REQUIREMENT FOR THE WORKFORCE DEVELOPMENT 4 TRAINING PROGRAM OF THE ECONOMIC DEVELOPMENT DEPARTMENT WHEN 5 THE TRAINING PROVIDED IS FOR HIGH-WAGE JOBS IN CERTAIN 6 LOCATIONS OF THE STATE. 7 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO: 9 SECTION 1. Section 21-19-7 NMSA 1978 (being Laws 1983, 10 Chapter 299, Section 1, as amended) is amended to read: 11 "21-19-7. DEVELOPMENT TRAINING.--12 The economic development department shall Α. 13 establish a development training program that provides quick-14 response classroom training, in-plant training and skill-15 enhancement training to furnish qualified workforce resources 16 for new or expanding industries, nonretail service sector 17 businesses and film and multimedia production companies in 18 New Mexico that have business or production procedures that 19 require skills unique to those industries. Training shall be 20 custom designed for, and based on the special requirements 21 of, each company or preemployment training program for the 22 film and multimedia industry. The program shall be operated 23 on a statewide basis and shall be designed to assist any area 24 in becoming more competitive economically.

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B. There is created the "industrial training HB 155

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1 board" composed of: 2 the director of the economic development (1)3 division of the economic development department; 4 the director of the instructional (2) support and vocational education division of the public 5 6 education department; the director of the governor's office of 7 (3) 8 workforce training and development; (4) the executive director of the commission 9 10 on higher education; (5) an employee of the workforce solutions 11 department; 12 one member from organized labor 13 (6) appointed by the governor; and 14 15 (7) one public member from the business community appointed by the governor. 16 С. The industrial training board shall establish 17 policies and promulgate rules for the administration of 18 appropriated funds and shall provide review and oversight to 19 20 ensure that funds expended from the development training fund will generate business activity and give measurable growth to 21 the economic base of New Mexico within the legal limits while 22 preserving the ecological state of New Mexico and its people. 23 In expending money from the fund, except that for film and 24 25 multimedia production companies and preemployment training HB 155

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1 programs for that industry, the board shall employ a 2 preference for training or instructional services for 3 trainees who meet the criterion in Subparagraph (a) of 4 Paragraph (3) of Subsection F of this section over training 5 or instructional services for trainees who meet the criterion 6 in Subparagraph (b) of that paragraph. Subject to the approval of the industrial 7 D. 8 training board, the economic development division of the 9 economic development department shall: 10 (1)administer all funds allocated or appropriated for industrial development training purposes; 11 (2) provide designated training services; 12 regulate, control and abandon any 13 (3) training program established under the provisions of this 14 15 section; assist companies requesting training in 16 (4) the development of a training proposal to meet the companies' 17 workforce needs; 18 (5) contract for the implementation of all 19 20 training programs; provide for training by educational (6) 21 institutions or by a company through in-plant training, at 22 that company's request; and 23 evaluate training efforts on a basis of 24 (7) performance standards set forth by the industrial training 25 HB 155

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board.

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E. The instructional support and vocational education division of the public education department shall provide technical assistance to the economic development department concerning the development of agreements, the determination of the most appropriate instructional training to be provided and the review of training program implementation.

F. Except as provided in Section 21-19-7.1 NMSA
10 1978 for film and multimedia production companies and
11 preemployment training programs for that industry, the state
12 shall contract with a company or an educational institution
13 to provide training or instructional services in accordance
14 with the approved training proposal and within the following
15 limitations:

16 (1) payment shall not be made for training 17 in excess of one thousand forty hours of training per trainee 18 for the total duration of training;

19 (2) trainees shall be guaranteed full-time 20 employment with the contracted company upon successful 21 completion of the training;

22 (3) trainees shall be of legal status for 23 employment and:

(a) have resided within the state forat least one year at any time before the start of the

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## training program; or

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2 have resided within the state for (b) 3 at least one day at any time before the start of the training 4 program if the salary of the job guaranteed to the trainee 5 upon successful completion of the training is at least: 1) 6 sixty thousand dollars (\$60,000) for a job performed in, based in or within ten miles of the external boundaries of a 7 municipality with a population, according to the most recent 8 9 federal decennial census, of sixty thousand or more or a job 10 performed in or based in an H class county; or 2) forty thousand dollars (\$40,000) for a job performed in or based in 11 a municipality with a population, according to the most 12 recent federal decennial census, of less than sixty thousand 13 or for a job performed in or based in the unincorporated 14 15 area, not within ten miles of the external boundaries of a municipality with a population of sixty thousand or more, of 16 a county other than an H class county; 17

18 (4) payment for institutional classroom
19 training shall be made pursuant to any accepted training
20 contract for a qualified training program;

(5) payment shall not be made pursuant to any accepted training contract for rental of facilities unless facilities are not available on site or at the educational institution;

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(6) trainees shall be eligible under the

HB 155 Page 5 federal Fair Labor Standards Act of 1938, as amended, and shall not have terminated a public school program within the past three months except by graduation;

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

8 (8) payment shall not be made for training
9 programs or production of Indian jewelry or imitation Indian
10 jewelry unless a majority of those involved in the training
11 program or production are of Indian descent; and

(9) if a company hires twenty or more trainees, payment shall not be made for training in a municipality with a population, according to the most recent decennial census, of more than forty thousand or in a class A county, unless the company:

(a) offers its employees and their
dependents health insurance coverage that is in compliance
with the New Mexico Insurance Code; and

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