LEGISLATIVE HISTORY CHECKLIST

NJSA:

34:15B-11 to 34:15B-26

(Job Training Program -- unemployed underemployed, displaced workers)

LAWS OF: 1983

CHAPTER: 328

Bill No: A2146/A2075/S1901

Sponsor(s): Doyle

Date Introduced: November 15, 1982

Committee:

Assembly: Commerce and Industry

State Government, Federal & Interstate Relations &

Veteran Affairs

A mended during passage:

N O

Assembly committee substitute

enacted. Original bills for A2146, A2075 & S1901 and Senate

Committee Statement for \$1901

attached

No

Date of Passage:

Assembly: March 14, 1983

Senate: June 27, 1983

Date of Approval: September 1, 1983

Following statements are attached if available:

Yes Sponsor statement:

Committee statement: Assembly Yes No Senate

Fiscal Note: No

Veto Message: No Message on Signing:

Following were printed:

Reports: No Hearings: No

See newspaper clipping file "NJ - Employment - 1983" in New Jersey Department.

For background see:

974.90 Barker, Michael

142 Employment policy in an era of economic change.

1983f May 3, 1983. Trenton, 1983.

974.90 New Jersey. Legislature. Assembly. Labor Committee.

L123 Subcommittee on Business Concers.

1979a Public hearing re: job training. Held 10-23-79 328 9-1-83

ASSEMBLY COMMITTEE SUBSTITUTE FOR

ASSEMBLY Nos. 2146, 2075 and SENATE No. 1901

with Senate committee amendments

STATE OF NEW JERSEY

ADOPTED FEBRUARY 28, 1983

By Assemblymen DOYLE, KELLY and Senator Difrancesco

An Act concerning job training.

- 1 Be it enacted by the Senate and General Assembly of the State
- 2 of New Jersey:
- 1 1. a. The Legislature finds and declares that existing employ-
- 2 ability development and job training programs do not adequately
- 3 address the employment needs of many unemployed, underem-
- 4 ployed, displaced and economically disadvantaged youth and adults.
- 5 It is the purpose of this act to provide job training and employment
- 6 opportunities for long term unemployed, underemployed, econom-
- 7 ically disadvantaged, displaced workers and other segments of the
- 8 labor force who are in need of job training or retraining.
- 9 b. This Legislature further finds and declares that it is in the
- 10 interest of the State to encourage the development of a skilled labor
- 11 force to attract new industry and to retain industry which is
- 12 presently located in this State; that to accomplish this, the State
- 13 must enter into a partnership with private industry in order that
- 14 the needs of both might best be met through the establishment of a
- 15 job training program which is specifically tailored to an industry's
- 16 needs and which is funded by both the public and private sectors.
- 1 2. For the purposes of this act:
- 2 a. "Approved organization" means any public or private institu-
- 3 tion of higher education, public or private secondary or vocational
- 4 school, qualified nonprofit economic development organization, em-
- 5 ployee organization, trade association, adult education program,
- 6 community based organization, business firm, governmental unit,
- 7 private industry council, or trade school approved or licensed by the

- 8 Department of Education or the Department of Higher Education.
- 9 b. "Department" means the Department of Labor.
- 10 c. "Commissioner" means the Commissioner of the Department
- 11 of Labor.
- d. "Classroom training" means vocational or job related instruc-
- 13 tion normally outside of the process of production or the course of
- 14 rendering a service. Classroom training may also include basic
- 15 educational skills where needed to remedy weaknesses in a partici-
- 16 pant's general educational preparation.
- e. "Customized training" means classroom training or on the job
- 18 training, or both, which is tailored to the specific needs of the actual
- 19 or potential employer.
- 20 f. "Job search" means job seeking instruction, labor market
- 21 information, employability development planning and other job
- 22 placement activities in a small group setting.
- 23 g. "On the job training" means job related instruction to partici-
- 24 pants who have been hired first by the employer. This training
- 25 occurs while the participant is engaged in productive work in order
- 26 to provide the knowledge or skills essential to full job performance.
- 27 h. "Underemployed" means persons working part-time but active-
- 28 ly seeking full-time work or persons working full-time who are earn-
- 29 ing wages substantially below the median salary for others in the
- 30 labor force with similar qualifications and experience.
- 1 3. The commissioner shall, in implementing the job training pro-
- 2 grams established pursuant to this act, consult with the New Jersey
- 3 State Job Training Coordinating Council established pursuant to
- 4 Executive order 22, dated December 3, 1982, with respect to the
- 5 establishment of criteria for approving applications and candidates
- 6 for job training. The council shall meet at least quarterly, and the
- 7 members thereof shall be reimbursed for their actual expenses.
- 8 Copies of the minutes of each meeting of the council shall be filed
- 9 with the commissioner. The commissioner may also consult with the

regional private industry councils established pursuant to the pro-

- 11 visions of the Federal Job Training Partnership Act, Pub. L.
- 12 97-300 with respect to the establishment of standards and criteria
- 13 for job training programs, and he may utilize their services with 14 respect to the identification of industries which are in need of the
- 14 respect to the identification of industries which are in need of the 15 job training services established by this act and for monitoring the
- 16 effectiveness of job training programs established pursuant to the
- 17 provisions of this act.

- 4. The commissioner, in consultation with the New Jersey State
- 2 Job Training Coordinating Council, shall establish criteria for the
- 3 establishment of job training programs and for awarding grants

- 4 for any job training program established pursuant to the provisions
- 5 of this act. In establishing criteria for the awarding of the grants,
- 6 the commissioner shall, where practicable, give priority to applica-
- 7 tions for job training or retraining associated with the entry of
- 8 new businesses, or with the retention of existing businesses in this
- 9 State, or in connection with existing businesses in the State which
- 10 plan to expand their work force.
- 1 5. The commissioner, in consultation with the New Jersey State
- 2 Job Training Coordinating Council shall establish criteria for the
- 3 selection of candidates for job training, which shall include
- 4 standards for affirmative action. The commissioner may give
- 5 priority to:
- 6 a. Workers who are unemployed;
- 7 b. Workers who are underemployed;
- 8 c. Workers who are currently receiving public assistance as a
- 9 supplement to their income;
- d. Workers who were recently eliminated from the public assis-
- 11 tance rolls because their gross incomes exceed 150% of the grant
- 12 standard;
- 13 e. Workers who are eligible for public assistance but are not
- 14 receiving it because they have not applied;
- 15 f. Workers who are displaced or who may be displaced because of
- 16 plant closings, technological change, or modifications in product
- 17 line.
- 18 The commissioner may utilize the resources of the Division of
- 19 Employment Services or other suitable agencies or organizations
- 20 to select candidates for the job training programs established pur-
- 21 suant to this act. The prospective employer, in its discretion, may
- 22 participate in the establishment of standards for the selection of
- 23 the candidates for job training.
- 1. 6. The Department of Human Services shall certify to the depart-
- 2 ment the eligibility of all applicants seeking services and claiming
- 3 eligibility under subsections c., d., and e. of section 5 of this act.
- 4 The department is authorized to obtain pertinent information con-
- 5 cerning the applicant or employment history from any other State
- 6 agency in order to determine eligibility for services. Information
- 7 concerning the applicant or the employer shall be used only for
- 8 determining eligibility and shall be otherwise considered confiden-
- 9 tial unless the information is generally available to the public.
- 7. Any business located or to be located in New Jersey may
- 2 apply to the commissioner for the establishment of a job training
- 3 program under this act. The application shall identify the specific
- 4 jobs for which training is required and the applying business and

- 5 the commissioner shall jointly establish standards for the proposed
- 6 job training program. The commissioner shall review the applica-
- 7 tion in accordance with the criteria established pursuant to section
- 8 4 of this act. If the application meets this criteria, the commis-
- 9 sioner may solicit proposals from approved organizations to con-
- 10 duct the training program and award any grants to these organiza-
- 11 tions as may be necessary to effectuate the program.
- 12 The commissioner shall encourage the establishment of pro-
- 13 grams which make the optimum economic use of avilable resources
- 14 to effectuate the job training, including, but not limited to:
- 15 a. Apprenticeship training;
- b. On the job training; and
- 17 c. A combination of on the job training and classroom training,
- 18 using the facilities of the prospective employer.
- 8. The commissioner shall develop a coordinated delivery system
- 2 for training and placement of eligible applicants, including, but not
- 3 limited to, the following activities:
- 4 a. Outreach to make persons aware of the availability of em-
- 5 ployment and training services and encourage eligible applicants
- 6 to use such services;
- 7 b. Counseling, orientation and assessment to assist individuals
- 8 in selecting an occupation, making a career change or adjusting to
- 9 changes in the workplace;
- 10 c. Job search to assist applicants in obtaining employment;
- d. Classroom training to prepare persons to enter the labor
- 12 market or to qualify them for more productive job opportunities
- 13 and increased earnings;
- e. On the job training to provide training at the workplace while
- 15 the participant is engaged in productive work for the employer.
- 16 This training shall be operated on a hire first principle requiring an
- 17 employment commitment prior to the start of the program;
- 18 f. Upgrading to provide career advancement opportunities to
- 19 employed participants either with the current employer or in
- 20 preparation for new employment; upgrading may include any ap-
- 21 propriate combination of component activities;
- 22 g. Customized training to help expand the State workforce
- 23 through training and retraining activities requested by industry;
- 24 h. On-site training to integrate classroom instruction with on the
- 25 job training in a three party agreement among the department, a
- 26 local educational institution and a cooperating employer;
- 27 i. Job retention training to improve the work attitudes of entry
- 28 level workers in order to increase their potential for continued em-
- 29 ployment and advancement;

30 j. Supportive services to enable participation in employment and

- 31 training activities to be coordinated with the Department of Human
- 32 Services. To the extent possible such services may be provided
- 33 from resources available outside of this act. Supportive services
- 34 include, but are not limited to child care, transportation, health care,
- 35 family counseling, housing assistance and financial management;
- 36 k. Apprenticeship or comparable high skill training programs
- 37 for occupations where such programs do not exist in a given labor
- 38 market area; and
- 39 l. Post-termination services to enable participants to retain em-
- 40 ployment including, but not limited to, follow-up counseling and
- 41 supportive services which should not normally exceed 90 days.
- 9. Of the funds appropriated annually for activities under this
- 2 act, up to 6% may be available to the department for the costs of
- 3 administration and program management. Such administrative
- 4 costs shall include necessary staff and nonpersonnel services for the
- 5 direct management of the program as well as the costs involved in
- 6 developing and maintaining program coordination with other
- 7 principal departments of State government. At least 94% of the
- 8 funds appropriated annually for this act shall be used to finance
- 9 the actual training components and activities developed under this
- 10 act.
- 1 10. As least 25% of the total cost of the program shall be paid
- 2 by the applying business except that the commissioner, in his dis-
- 3 cretion and for good cause, may approve a lesser amount, but not
- 4 less than 10%, to be paid by the applying business if there are a
- 5 sufficient number of approved applications in which businesses
- 6 agree to pay a portion of the cost of the program in an amount
- 7 greater than 25% so that the yearly average of matching funds
- 8 of all approved applications is 25%. The commissioner shall re-
- 9 port annually to the New Jersey State Job Training Coordinating
- 10 Council every job training program in which a match of less than
- 11 25% is paid by the applying business and the reasons for his
- 12 approval thereof. The remainder of the cost of any job training
- 13 program shall be paid from State funds appropriated for the
- 14 purpose by this or any other act, and, where applicable, federal
- 15 money made available by the provisions of the Federal Job Training
- 16 Partnership Act, Pub. L. 97-300.
 - 1 11. Every regional private industry council shall monitor the
- 2 effectiveness of the job training programs established pursuant to
- 3 the provisions of this act, including, but not limited to:
- 4 a. The percentage of trainees who satisfactorily complete the job
- 5 training program; and

b. The length of time that trainees who complete the program are employed by the employer which initiated the establishment of the job training program.

1 12. With respect to any program or service established or 2 delivered pursuant to section 8 of this act, the commissioner shall 3 require disclosure from the providers of the service to be filed 4 annually, including, but not limited to:

a. Disclosure of total administrative costs of each program, in-5 cluding the salaries of employees who are directly connected with 6 the provision of services under any job training program estab-7 lished pursuant to the provisions of this act. If any employee of a 8 provider of services participates in more than one job training 9 program under this act and receives compensation on a per pro-10 gram basis, the aggregate salaries of such employee shall be dis-11 12 closed, expressed as a single salary, computed on a per annum 13 basis;

b. Disclosure of the number of persons receiving assistance under
this act who do not complete a job training program, and the
reasons therefor.

1 13. The department shall monitor the expenditure of funds under 2 this act and evaluate the effectiveness of the job training programs established hereunder. The commissioner shall provide for a 3 system of ongoing program evaluation to improve the effectiveness 4 of programs funded under this act. These evaluations shall 5 6 measure the costs and benefits of program components and 7 activities in relation to projected savings in income transfer pay-8 ments, increases in tax revenues resulting from job placement, 9 retention, and upgrading, and the value of such programs in attract-10 ing new industry and retraining the State's workforce. A preliminary report shall be transmitted by the commissioner to the 11 Speaker of the General Assembly and the President of the Senate 12by the end of the quarter following the initial six months of pro-13gram operation. Subsequent annual reports shall be submitted by September 30 for each fiscal year's activity including longer range 15 16 studies of the results of prior years' programs.

1 14. Program enrollees are not employees of the State. The commissioner shall arrange for appropriate insurance coverage for all program enrollees with the exception of those who are employees of a participating industry. In those cases, the participating industry shall be responsible for assuring that each enrollee on its payroll is covered by worker's compensation during all program activities.

1 15. Any job training program established pursuant to this act 2 shall supplement and not supplant any vocational training or

- 3 apprenticeship program established by any employer or employee
- 4 organization, nor any program already established by any
- 5 approved organization.
- 1 16. The commissioner shall make such rules and regulations as
- 2 he deems necessary to effectuate the purposes of this act.
- 1 17. There is appropriated from the amount which was reserved
- 2 in the Unemployment Compensation Auxiliary Fund by P. L. 1982,
- 3 c. 49, Department of Labor, item 54, Manpower and Employment
- 4 Services, the sum of \$4,000,000.00 to the Department of Labor for
- 5 grants to be made pursuant to this act.
- 1 18. This act shall take effect immediately.

ASSEMBLY, No. 2075

STATE OF NEW JERSEY

INTRODUCED NOVEMBER 15, 1982

By Assemblymen KELLY, SCHUBER, D. GALLO, WEIDEL, HARD-WICK, Assemblywoman MUHLER, Assemblymen VILLANE, KERN, Assemblywoman BROWN, Assemblymen FRANKS, MEYER, HAINES, MILLER, PALAIA, MUZIANI, CHINNICI, BENNETT, SMITH, ALBOHN, GILL, BISHOP, WOLF, ZANGARI, VISOTCKY, HOLLENBECK, DORIA, CHARLES, GORMAN, KOSCO and MARKERT

An Acr establishing a New Jersey jobs training program to be administered by the Department of Labor in cooperation with the Department of Human Services and other principal departments of State Government and making an appropriation therefor.

- 1 Be it enacted by the Senate and General Assembly of the State
- 2 of New Jersey:

- 1 1. This act shall be known and may be cited as the "New Jersey
- 2 Jobs Training Act."
- 2. a. The Legislature finds and declares that existing employ-
- 2 ability development and job training programs do not adequately
- 3 address the employment needs of many unemployed, underem-
- 4 ployed, displaced and economically disadvantaged youth and adults.
- 5 It is the purpose of this act to provide job training and employment
- 6 opportunities for long term unemployed, underemployed, economi-
- 7 cally disadvantaged, displaced workers and other appropriate seg-
- 8 ments of the labor force which will result in an upgrading of their
- 9 employment potential and income, and a corresponding decrease
- 10 in dependence on public support. It is further the purpose of this
- 11 act to provide for maximum feasible coordination of plans, pro-
- 12 grams and activities under this act with both current and future
- 13 federal legislation concerning employment and training programs.
- b. To achieve the goals specified in subsection a, the Legislature
- 15 declares it the policy of the State to provide job training programs
- 16 which:

- 17 (1) Integrate classroom instruction with on-the-job training to 18 develop opportunities for both entry level workers and employees
- 19 needing upgrading of skills;
- 20 (2) Select appropriate skill areas for training so that individuals
- 21 are trained for long term career oriented positions expected to be
- 22 in the labor market;
- 23 (3) Allow workers with obsolete or inadequate skill to be up-
- 24 graded while retaining current employment;
- 25 (4) Retrain workers displaced by technological change and plant
- 26 closings to reclaim their place in the State's work force;
- 27 (5) Involve business and industry in the planning, operation and
- 28 evaluation of training programs;
- 29 (6) Encourage and assist local educational agencies, vocational
- 30 and technical schools and post-secondary institutions to coordinate
- 31 their curricula and course selections with the changing needs of
- 32 business and industry; and
- 33 (7) Develop programs to improve the existing apprenticeship
- 34 system in the State.
- 1 3. As used in this act:
- a. "Department" means the Department of Labor.
- 3 b. "Commissioner" means the Commissioner of the Department
- 4 of Labor.
- 5 c. "Classroom training" means vocational or job related instruc-
- 6 tion normally outside of the process of production or the course
- 7 of rendering a service. Classroom training may also include basic
- 8 education skills where needed to remediate weaknesses in a partici-
- 9 pant's general educational preparation.
- d. "On-the-job training" or "OJT" means job related instruction
- 11 to participants who have been hired first by the employer. Such
- 12 training occurs while the participant is engaged in productive work
- 13 in order to provide the knowledge or skills essential to full job
- 14 performance.
- e. "Job search" means job seeking instruction, labor market in-
- 16 formation, employability development planning and other job
- 17 placement activities in a small group setting.
- 18 f. "Customized training" means classroom training or OJT, or
- 19 both, which is tailored to the specific needs of the actual or poten-
- 20 tial employer.
- 21 g. "Underemployed" means persons working part-time but
- 22 actively seeking full-time work or persons working full-time. These
- 23 persons must be earning wages substantially below the median
- 24 salary for others in the labor force with similar qualifications and
- 25 experience.

1 4. The commissioner shall carry out the provisions of this act

- 2 and adopt dules, regulations and guidelines as necessary to imple-
- 3 ment and administer the program. The commissioner may enter
- 4 into financial agreements with State agencies, units of local govern-
- 5 ment, local education agencies, vocational technical schools, com-
- 6 munity colleges, trade schools, business firms, employee organiza-
- 7 tions, trade associations, colleges and universities, community based
- 8 organizations, private industry councils or their successor organi-
- 9 zations, or other providers of employment and training services in
- 10 order to establish and maintain programs and services under this
- 11 act.
- 1 5. In order to be eligible for services under this act, individuals
- 2 shall meet at least one of the following criteria:
- 3 a. Workers who are currently receiving public assistance as a
- 4 supplement to their income.
- 5 b. Workers who were recently eliminated from the public assist-
- 6 ance roles because their gross incomes exceed 150% of the grant
- 7 standard.
- 8 c. Workers who are eligible for public assistance but are not
- 9 receiving it because they have not applied.
- d. Workers who are displaced or who may be displaced because
- 11 of plant closings, technological change and modifications in product
- 12 line.
- 13 The commissioner is authorized to add other segments of the
- 14 labor force to the above eligibility criteria when he determines that
- 15 changing labor market conditions justify the inclusion of such
- 16 groups.
- 17 The Department of Human Services or its appropriate designee
- 18 shall certify to the department, the eligibility of all applicants
- 19 seeking services and claiming eligibility under subsections a, b,
- 20 and c above. The department is responsible for determining the
- 21 eligibility for appicants seeking services and claiming eligibility
- 22 under subsection d. The department is authorized to obtain perti-
- 23 nent information concerning the applicant or employment history
- 24 from any other State agency in order to determine eligibility for
- 25 services. Information concerning the applicant or the employer
- 26 shall be used only for determining eligibility and shall be otherwise
- 27 considered confidential unless the information is generally avail-
- 28 able to the public.
 - 1 6. The commissioner shall develop a coordinated delivery system
- 2 for training and placement of eligible applicants including but not
- 3 limited to the following activities:
- 4 a. Outreach to make persons aware of the availability of employ-

- 5 ment and training services and encourage eligible applicants to
- 6 use such services;
- 7 b. Counseling, orientation and assessment to assist individuals
- 8 in selecting an occupation, making a career change or adjusting to
- 9 changes in the workplace;
- 10 c. Job search to assist applicants in obtaining employment;
- 11 d. Classroom training to prepare persons to enter the labor
- 12 market or to qualify them for more productive job opportunities
- 13 and increased earnings;
- e. On-the-job training to provide training at the workplace while
- 15 the participant is engaged in productive work for the employer.
- 16 OJT shall be operated on a hire first principle requiring an em-
- 17 ployment commitment prior to the start of the program;
- 18 f. Upgrading to provide career advancement opportunities to
- 19 employed participants either with the current employer or in
- 20 preparation for new employment: upgrading may include any ap-
- 21 propriate combination of component activities;
- 22 g. Customized training to help expand the State workforce
- 23 through training and retraining activities requested by industry:
- 24 h. On-site training to integrate classroom instruction with OJT
- 25 in a fliree party agreement among the department, a local educa-
- 26 tional institution and a cooperating employer:
- 27 i. Job retention training to improve the work attitudes of entry
- 28 level workers in order to increase their potential for continued
- 29 employment and advancement;
- 30 j. Supportive services to enable participation in employment and
- 31 training activities to be coordinated with the Department of Human
- 32 Services. To the extent possible such services may be provided
- 33 from resources available outside of this act. Supportive services
- 34 include, but are not limited to child care, transportation, health care,
- 35 family counseling, housing assistance and financial management;
- 36 k. Apprenticeship or comparable high skill training programs
- 37 for occupations where such programs do not exist in a given labor
- 38 market area;
- 39 l. Post-termination services to enable participants to retain em-
- 40 ployment including, but not limited to, follow-up counseling and
- 41 supportive services which should not normally exceed 90 days; and
- 42 m. Experimental programs in "growth industries" involving
- 43 private employers, government and education where a "match"
- 44 from the private sector would be required. The match could be
- 45 cash or in-kind or a combination of both.
- 7. Program enrollees are not employees of the State. The com-
- 2 missioner shall arrange for appropriate insurance coverage for all

3 program enrollees with the exception of those who are employees

- 4 of a participating firm. In those cases, the firm shall be responsible
- 5 for assuring that each enrollee on its payroll is covered by worker's
- 6 compensation during all program activities.
- 8. a. Of the funds appropriated annually for activities under this
- 2 act, up to 6% may be available to the department for the costs of
- 3 administration and program management. Such administrative
- 4 costs shall include necessary staff and nonpersonnel services for
- 5 the direct management of the program as well as the costs in-
- 6 volved in developing and maintaining program coordination with
- 7 other principal departments of State government.
- 8 b. At least 94% of the funds appropriated annually for this act
- 9 shall be used to finance the actual training components and activi-
- 10 ties developed under this act.
- 11 (1) The commissioner may retain up to 25% of these funds for
- 12 needs that are determined to be Statewide in impact or created by
- 13 extraordinary local economic conditions.
- 14 (2) At least 75% of these funds shall be available for joint plan-
- 15 ning between the department and the administrative entity in ser-
- 16 vice delivery areas, as defined in the federal Joh Training Part-
- 17 nership Act of 1982 (Pub. L. 97-300).
- 18 c. Providers of classroom training shall be entitled to reimburse-
- 19 ment of costs attributable to the provision of training. Such costs
- 20 consist of goods and services that directly affect program partici-
- 21 pants, as well as the costs of managing the training program. The
- 22 commissioner may elect to enter into training agreement on a
- 23 tuition basis where the course of study is available to qualified
- 24 members of the public. The commissioner is authorized to negoti-
- 25 ate agreements for class size training at any tuition rate acceptable
- 26 to the provider institution not to exceed the generally applicable
- 27 tuition and fees.
- d. Employers entering into OJT agreements shall be entitled to
- 29 reimbursement of the extraordinary costs of training including
- 30 supervision, lost production time and waste of materials and sup-
- 31 plies. Such extraordinary costs, for purposes of this act, shall be
- 32 based upon a fixed unit cost of 50% of the participant's wages not
- 33 including fringe benefits. The length of time for which OJT pay-
- 34 ments may be made for the training of a given individual shall not
- 35 exceed the period of time generally required for training for the
- 36 particular occupation involved. The commissioner shall publish
- 37 standard procedures for determining the length of OJT agreements
- 38 with an explanation of the methods used. OJT agreements shall
- 39 provide for participant wages at rates considered by the depart-

- 40 ment to be reasonable in that occupation for the labor market area
- 41 involved taking into consideration the skill level of the enrollee.
- 42 OJT agreements integrating classroom training activity may pro-
- 43 vide for 100% wage reimbursement for time spent in the classroom
- 44 component off the worksite as well as cost reimbursement of actual
- 45 training expenditures.
- 46 e. Cost reimbursement for on-site training shall include payment
- 47 to the educational facility of all expenses associated with manage-
- 48 ment and operation of program activities. Such costs may include
- 49 enrollment fees for academic instruction, insurance coverage and
- 50 faculty supervision of trainee progress.
- 51 f. Training and other related activities financed under paragraph
- 52 (2) of subsection 8b. shall be planned jointly between the depart-
- 53 ment and the administrative entity in the service delivery areas as
- 54 defined in the federal Job Training Partnership Act of 1982.
- 9. a. The department shall maintain adequate records indicating
- 2 the activities and services provided for each program enrollee in-
- 3 cluding documentation of program eligibility, chronology of com-
- 4 ponent participation, job development and placement efforts.
- 5 b. The commissioner shall maintain necessary financial records
- 6 to support all program expenditures including administrative costs,
- 7 training costs and enrollee costs. Such records shall include com-
- 8 plete records of all financial agreements approved by the commis-
- 9 sioner for the provision of training, goods or services by other State
- 10 agencies as well as outside contractors.
- 11 c. The commissioner shall provide for an annual audit of all
- 12 contracts and agreements financed by this act. Such audits may be
- 13 conducted by department personnel or a qualified independent ac-
- 14 counting firm except that any contractor operating agreements
- 15 valued in excess of \$100,000.00 in any fiscal year shall be audited
- 16 by an independent accounting firm. The commissioner shall consult
- 17 with the Director of the Division of State Auditing to determine
- 18 the most effective auditing plan.
- 1 10. a. Any disputes or delays in the joint planning process de-
- 2 scribed in subsection 8.f. shall be resolved by the commissioner, in
- 3 order to ensure the effective and efficient administration of pro-
- 4 grams under this act.
- 5 b. The commissioner shall provide for a system of ongoing pro-
- 6 gram evaluation to improve the effectiveness of programs funded
- 7 under this act. Such evaluations shall measure the costs and bene-
- 8 fits of program components and activities in relation to projected
- 9 savings in income transfer payments, increases in tax revenues
- 10 resulting from job placement, retention, and upgrading, and the

- 11 value of such programs in attracting new industry and retraining
- 12 the State's workforce. A preliminary report on program start-up
- 13 shall be submitted to the respective Labor committees of the Senate
- 14 and General Assembly by the end of the quarter following the
- 15 initial six months of program operation. Subsequent annual re-
- 16 ports shall be submitted by September 30 for each fiscal year's
- 17 activity including longer range studies of results of prior year's
- 18 programs.
- 1 11. A sum of \$8,000,000.00 from the Unemployment Insurance
- 2 Auxiliary Fund is appropriated for this program.
- 1 12. This act shall take effect on November 1, 1982, or if enacted
- 2 after that date, on the first day of the month following enactment
- 3 thereafter.

STATEMENT

This bill would enact the "New Jersey Jobs Training Act" which would declare that existing employability development and job training programs do not adequately address the employment needs of many unemployed, underemployed, displaced and economically disadvantaged youth and adults. It is the purpose of the bill to provide job training and employment opportunities for long term unemployed, underemployed, economically disadvantaged and displaced workers and other appropriate segments of labor force. These activities will result in an upgrading of employment potential and income, and a corresponding decrease in dependence on public support. It is further the purpose of this bill to provide for the maximum feasible coordination of plans, programs, and activities under this bill with both current and future federal employment and training legislation.

A preliminary report on program start-up shall be submitted to the appropriate committees of the Legislature by the end of the quarter following the initial six months of program operation.

Subsequent annual reports shall be submitted by September 30 for each prior fiscal year's activity with respect to impact and cost-effectiveness of the program.

This bill appropriates the \$8,000,000.00 set aside in the Unemployment Insurance Auxiliary Fund in the appropriations act (P. L. 1982, c. 49) for this program.

ASSEMBLY, No. 2146

STATE OF NEW JERSEY

INTRODUCED NOVEMBER 15, 1982

By Assemblymen BROWN, VISOTCKY, THOMPSON, PATERO, PATERNITI, ZANGARI and Assemblywoman GARVIN

An Act to establish a program for job training to be administered by the Job Opportunity Board in the Department of Commerce and Economic Development, and making an appropriation therefor.

- 1 Be it enacted by the Senate and General Assembly of the State
- 2 of New Jersey:
- 1 1. This act shall be known and may be cited as "The Job Training"
- 2 Act of 1982."
- 1 2. The Legislature hereby finds and declares that it is in the
- 2 interest of the State to encourage the development of a skilled labor
- 3 force to attract new industry and to retain industry which is
- 4 presently located in this State; that to accomplish this, the State
- 5 must enter into a partnership with private industry in order that the
- 6 needs of both might best be met through the establishment of a job
- 7 training program which is specifically tailored to an industry's
- 8 needs and which is funded by both the public and private sectors.
- 1 3. For the purposes of this act:

- 2 "Approved organization" means a public institution of higher
- 3 education, any vocational school licensed or approved by the De-
- 4 partment of Education or by the State Department of Higher
- 5 Education, or any qualified non-profit economic development
- 6 organization.
- 4. A board, to be known as the "Job Opportunity Board," is
- 2 established in the Department of Commerce and Economic Develop-
- 3 ment. The board shall consist of nine members. Five members shall

be appointed by the Governor, three of whom shall represent the executive branch of government, one of whom shall represent the 5 private sector, and one of whom shall represent organized labor. 7 The President of the Senate and Speaker of the General Assembly shall each appoint two members. Initially, three of the members 8 appointed by the Governor shall be appointed for a term of one 9 year, two of the members to be appointed by the Governor shall be 10 appointed for a term of three years, and two of the members 11 12appointed by the President of the Senate and two of the members appointed by the Speaker of the General Assembly shall be 1314 appointed for a term of two years. Thereafter, each member shall 15 serve for a term of three years from the date of his appointment 16 and until his successor is selected and qualified. Vacancies resulting from causes other than the expiration of term shall be filled for the 17 unexpired term only and shall be filled in the same manner as the 18 original appointments were made. All members of the board shall 19 serve without compensation but they shall be reimbursed for all 20 necessary expenses incurred in the performance of their duties. 215. The board may employ any administrative or clerical person-1

- 2 nel which it deems necessary to carry out its duties under the act. 3 The board shall select from among its members a chairman and 4 shall also select a secretary who need not be a member of the board. 6. The board shall establish criteria for the establishment of job 1 2 training programs and for awarding grants for any job training program established pursuant to the provisions of this act. In 3 establishing criteria for the awarding of the grants, the board shall 4 give priority to applications for job training or retraining in 5association with the entry of new businesses into New Jersey or in 6 7 connection with New Jersey businesses which plan to expand their work force. 8
- 1 7. The board shall establish criteria for the selection of candi- 2 dates for job training, and shall give priority to those candidates 3 who have been displaced as a result of the closing, relocation, or 4 reduction in the work force of any business located in New Jersey, and to those who are unemployed. The board may, in consultation 5 6 with the Commissioner of Labor, utilize the resources of the 7 Division of Employment Services or other suitable agencies or organizations to select candidates for the job training program 8 9 established pursuant to the provisions of this act.
- 8. Any business, located or to be located in New Jersey, may apply to any regional private industry council established pursuant to the provisions of federal law for the establishment of a job training program. The application shall identify the specific jobs for

- 5 which training is required and the applying business and the private
- 6 industry council shall jointly establish standards for the proposed
- 7 job training program. The council shall review the application in
- 8 accordance with the criteria established pursuant to section 6 of this
- 9 act by the Job Opportunity Board. If the application meets this
- 10 criteria, the council shall solicit proposals from approved organiza-
- 11 tions to conduct the training program and shall forward the applica-
- 12 tion and the proposal to the Job Opportunity Board for its review.
- 1 9. The Job Opportunity Board may approve an application for
- 2 the establishment of a job training program to provide for the
- 3 training of prospective employees, provided that:
- 4 a. The employer shall agree in writing to pay 50% of the cost
- 5 required for the job training; and
- 6 b. The employer shall agree in writing, under terms established
- 7 by the board, to employ any prospective employee who is to be
- 8 trained and who satisfactorily completes a job training program
- 9 established pursuant to the provisions of this act.
- 1 10. Upon approval of the application and the receipt of the em-
- 2 ployer's guarantee as required by subsections a. and b. of section 9
- 3 of this act, the board shall authorize a grant equal to 50% of the
- 4 cost of the job training program, payable to the private industry
- 5 council for disbursement to the approved organization. The Depart-
- 6 ment of Commerce and Economic Development shall monitor the
- 7 expenditure of funds under this act and evaluate the effectiveness
- 8 of the job training programs established hereunder.
- 1 11. Any job training program established pursuant to this act
- 2 shall supplement and not supplant any vocational training or
- 3 apprenticeship program established by any employer or employee
- 4 organization, nor any program already established by any approved
- 5 organization.
- 1 12. There is appropriated from the amount which was reserved in
- 2 the Unemployment Compensation Auxiliary Fund by P. L. 1982,
- 3 c. 49, Department of Labor, item 54, Manpower and Employment
- 4 Services, the sum of \$8,000,000.00 to the Department of Commerce
- 5 and Economic Development for grants to be made pursuant to this
- 6 act.
- 1 13. The act shall take effect immediately.

STATEMENT

This bill provides for the establishment of a job training program which would be funded by the State and by private industry. Applications for job training for prospective employees would be

made through regional private industry councils. A State Job Opportunity Board would make the actual award. Contracts would be awarded through the private industry councils to colleges, vocational schools, and non-profit economic development organizations to conduct the job training.

The bill appropriates \$8,000,000.00 to the Department of Commerce and Economic Development; this money is currently held in the Unemployment Compensation Auxiliary Fund and designated to be used for job training.

SENATE, No. 1901

STATE OF NEW JERSEY

INTRODUCED NOVEMBER 8, 1982

By Senators Difrancesco, Orechio, Gagliano, Galla-Gher, Foran, Lipman, Bassano, Hirkala, Hurley, Paolella, Bubba, Gormley and Stockman

Referred to Committee on State Government, Federal and Interstate Relations and Veterans Affairs

An Acr establishing a New Jersey jobs training program to be administered by the Department of Labor in cooperation with the Department of Human Services and other principal departments of State Government and making an appropriation therefor.

- 1 Be it enacted by the Senate and General Assembly of the State
- 2 of New Jersey:
- 1. This act shall be known and may be cited as the "New Jersey
- 2 Jobs Training Act."
- 2. a. The Legislature finds and declares that existing employ-
- 2 ability development and job training programs do not adequately
- 3 address the employment needs of many unemployed, underem-
- 4 ployed, displaced and economically disadvantaged youth and adults.
- 5 It is the purpose of this act to provide job training and employment
- 6 opportunities for long term unemployed, underemployed, economi-
- 7 cally disadvantaged, displaced workers and other appropriate seg-
- 8 ments of the labor force which will result in an upgrading of their
- 9 employment potential and income, and a corresponding decrease
- 10 in dependence on public support. It is further the purpose of this
- 11 act to provide for maximum feasible coordination of plans, pro-
- 12 grams and activities under this act with both current and future
- 13 federal legislation concerning employment and training programs.
- b. To achieve the goals specified in subsection a, the Legislature
- 15 declares it the policy of the State to provide job training programs
- 16 which:

- 17 (1) Integrate classroom instruction with on-the-job training to
- 18 develop opportunities for both entry level workers and employees
- 19 needing upgrading of skills;
- 20 (2) Select appropriate skill areas for training so that individuals
- 21 are trained for long term career oriented positions expected to be
- 22 in the labor market;
- 23 (3) Allow workers with obsolete or inadequate skill to be up-
- 24 graded while retaining current employment;
- 25 (4) Retrain workers displaced by technological change and plant
- 26 closings to reclaim their place in the State's work force;
- 27 (5) Involve business and industry in the planning, operation and
- 28 evaluation of training programs;
- 29 (6) Encourage and assist local educational agencies, vocational
- 30 and technical schools and post-secondary institutions to coordinate
- 31 their curricula and course selections with the changing needs of
- 32 business and industry; and
- 33 (7) Develop programs to improve the existing apprenticeship
- 34 system in the State.
- 1 3. As used in this act:
- 2 a. "Department" means the Department of Labor.
- 3 b. "Commissioner" means the Commissioner of the Department
- 4 of Labor.
- 5 c. "Classroom training" means vocational or job related instruc-
- 6 tion normally outside of the process of production or the course
- 7 of rendering a service. Classroom training may also include basic
- 8 education skills where needed to remediate weaknesses in a partici-
- 9 pant's general educational preparation.
- d. "On-the-job training" or "OJT" means job related instruction
- 11 to participants who have been hired first by the employer. Such
- 12 training occurs while the participant is engaged in productive work
- 13 in order to provide the knowledge or skills essential to full job
- 14 performance.
- e. "Job search" means job seeking instruction, labor market in-
- 16 formation, employability development planning and other job
- 17 placement activities in a small group setting.
- 18 f. "Customized training" means classroom training or OJT, or
- 19 both, which is tailored to the specific needs of the actual or poten-
- 20 tial employer.
- 21 g. "Underemployed" means persons working part-time but
- 22 actively seeking full-time work or persons working full-time. These
- 23 persons must be earning wages substantially below the median
- 24 salary for others in the labor force with similar qualifications and
- 25 experience.

- 1 4. The commissioner shall carry out the provisions of this act
- 2 and adopt dules, regulations and guidelines as necessary to imple-
- 3 ment and administer the program. The commissioner may enter
- 4 into financial agreements with State agencies, units of local govern-
- 5 ment, local education agencies, vocational technical schools, com-
- 6 munity colleges, trade schools, business firms, employee organiza-
- 7 tions, trade associations, colleges and universities, community based
- 8 organizations, private industry councils or their successor organi-
- 9 zations, or other providers of employment and training services in
- 10 order to establish and maintain programs and services under this act.
- 1 5. In order to be eligible for services under this act, individuals
- 2 shall meet at least one of the following criteria:
- 3 a. Workers who are currently receiving public assistance as a
- 4 supplement to their income.
- 5 b. Workers who were recently eliminated from the public assist-
- 6 ance roles because their gross incomes exceed 150% of the grant
- 7 standard.
- 8 c. Workers who are eligible for public assistance but are not
- 9 receiving it because they have not applied.
- d. Workers who are displaced or who may be displaced because
- 11 of plant closings, technological change and modifications in product
- 12 line.
- 13 The commissioner is authorized to add other segments of the
- 14 labor force to the above eligibility criteria when he determines that
- 15 changing labor market conditions justify the inclusion of such
- 16 groups.
- 17 The Department of Human Services or its appropriate designee
- 18 shall certify to the department, the eligibility of all applicants
- 19 seeking services and claiming eligibility under subsections a, b,
- 20 and c above. The department is responsible for determining the
- 21 eligibility for appicants seeking services and claiming eligibility
- 22 under subsection d. The department is authorized to obtain perti-
- 23 nent information concerning the applicant or employment history
- 24 from any other State agency in order to determine eligibility for
- 25 services. Information concerning the applicant or the employer
- 26 shall be used only for determining eligibility and shall be otherwise
- 27 considered confidential unless the information is generally avail-
- 28 able to the public.
- 1 6. The commissioner shall develop a coordinated delivery system
- 2 for training and placement of eligible applicants including but not
- 3 limited to the following activities:
- 4 a. Outreach to make persons aware of the availability of employ-

- 5 ment and training services and encourage eligible applicants to
- 6 use such services;
- 7 b. Counseling, orientation and assessment to assist individuals
- 8 in selecting an occupation, making a career change or adjusting to
- 9 changes in the workplace;
- 10 c. Job search to assist applicants in obtaining employment;
- 11 d. Classroom training to prepare persons to enter the labor
- 12 market or to qualify them for more productive job opportunities
- 13 and increased earnings;
- e. On-the-job training to provide training at the workplace while
- 15 the participant is engaged in productive work for the employer.
- 16 OJT shall be operated on a hire first principle requiring an em-
- 17 ployment commitment prior to the start of the program;
- 18 f. Upgrading to provide career advancement opportunities to
- 19 employed participants either with the current employer or in
- 20 preparation for new employment; upgrading may include any ap-
- 21 propriate combination of component activities;
- 22 g. Customized training to help expand the State workforce
- 23 through training and retraining activities requested by industry:
- 24 h. On-site training to integrate classroom instruction with OJT
- 25 in a three party agreement among the department, a local educa-
- 26 tional institution and a cooperating employer;
- 27 i. Job retention training to improve the work attitudes of entry
- 28 level workers in order to increase their potential for continued
- 29 employment and advancement;
- 30 j. Supportive services to enable participation in employment and
- 31 training activities to be coordinated with the Department of Human
- 32 Services. To the extent possible such services may be provided
- 33 from resources available outside of this act. Supportive services
- 34 include, but are not limited to child care, transportation, health care,
- 35 family counseling, housing assistance and financial management;
- 36 k. Apprenticeship or comparable high skill training programs
- 37 for occupations where such programs do not exist in a given labor
- 38 market area;
- 39 l. Post-termination services to enable participants to retain em-
- 40 ployment including, but not limited to, follow-up counseling and
- 41 supportive services which should not normally exceed 90 days; and
- 42 m. Experimental programs in "growth industries" involving
- 43 private employers, government and education where a "match"
- 44 from the private sector would be required. The match could be
- 45 cash or in-kind or a combination of both.
- 7. Program enrollees are not employees of the State. The com-
- 2 missioner shall arrange for appropriate insurance coverage for all

3 program enrollees with the exception of those who are employees

- 4 of a participating firm. In those cases, the firm shall be responsible
- 5 for assuring that each enrollee on its payroll is covered by worker's
- 6 compensation during all program activities.
- 8. a. Of the funds appropriated annually for activities under this
- 2 act, up to 6% may be available to the department for the costs of
- 3 administration and program management. Such administrative
- 4 costs shall include necessary staff and nonpersonnel services for
- 5 the direct management of the program as well as the costs in-
- 6 volved in developing and maintaining program coordination with
- 7 other principal departments of State government.
- 8 b. At least 94% of the funds appropriated annually for this act
- 9 shall be used to finance the actual training components and activi-
- 10 ties developed under this act.
- 11 (1) The commissioner may retain up to 25% of these funds for
- 12 needs that are determined to be Statewide in impact or created by
- 13 extraordinary local economic conditions.
- 14 (2) At least 75% of these funds shall be available for joint plan-
- 15 ning between the department and the administrative entity in ser-
- 16 vice delivery areas, as defined in the federal Job Training Part-
- 17 nership Act of 1982 (Pub. L. 97-300).
- 18 c. Providers of classroom training shall be entitled to reimburse-
- 19 ment of costs attributable to the provision of training. Such costs
- 20 consist of goods and services that directly affect program partici-
- 21 pants, as well as the costs of managing the training program. The
- 22 commissioner may elect to enter into training agreement on a
- 23 tuition basis where the course of study is available to qualified
- 24 members of the public. The commissioner is authorized to negoti-
- 25 ate agreements for class size training at any tuition rate acceptable
- 26 to the provider institution not to exceed the generally applicable
- 27 tuition and fees.
- 28 d. Employers entering into OJT agreements shall be entitled to
- 29 reimbursement of the extraordinary costs of training including
- 30 supervision, lost production time and waste of materials and sup-
- 31 plies. Such extraordinary costs, for purposes of this act, shall be
- 32 based upon a fixed unit cost of 50% of the participant's wages not
- 33 including fringe benefits. The length of time for which OJT pay-
- 34 ments may be made for the training of a given individual shall not
- 35 exceed the period of time generally required for training for the
- 36 particular occupation involved. The commissioner shall publish
- 37 standard procedures for determining the length of OJT agreements
- 38 with an explanation of the methods used. OJT agreements shall
- 39 provide for participant wages at rates considered by the depart-

40 ment to be reasonable in that occupation for the labor market area

- 41 involved taking into consideration the skill level of the enrollee.
- 42 OJT agreements integrating classroom training activity may pro-
- 43 vide for 100% wage reimbursement for time spent in the classroom
- 44 component off the worksite as well as cost reimbursement of actual
- 45 training expenditures.
- 46 e. Cost reimbursement for on-site training shall include payment
- 47 to the educational facility of all expenses associated with manage-
- 48 ment and operation of program activities. Such costs may include
- 49 enrollment fees for academic instruction, insurance coverage and
- 50 faculty supervision of trainee progress.
- 51 f. Training and other related activities financed under paragraph
- 52 (2) of subsection 8b. shall be planned jointly between the depart-
- 53 ment and the administrative entity in the service delivery areas as
- 54 defined in the federal Job Training Partnership Act of 1982.
- 1 9. a. The department shall maintain adequate records indicating
- 2 the activities and services provided for each program enrollee in-
- 3 cluding documentation of program eligibility, chronology of com-
- 4 ponent participation, job development and placement efforts.
- 5 b. The commissioner shall maintain necessary financial records
- 6 to support all program expenditures including administrative costs,
- 7 training costs and enrollee costs. Such records shall include com-
- 8 plete records of all financial agreements approved by the commis-
- 9 sioner for the provision of training, goods or services by other State
- 10 agencies as well as outside contractors.
- 11 c. The commissioner shall provide for an annual audit of all
- 12 contracts and agreements financed by this act. Such audits may be
- 13 conducted by department personnel or a qualified independent ac-
- 14 counting firm except that any contractor operating agreements
- 15 valued in excess of \$100,000.00 in any fiscal year shall be audited
- 16 by an independent accounting firm. The commissioner shall consult
- 17 with the Director of the Division of State Auditing to determine
- 18 the most effective auditing plan.
- 1 10. a. Any disputes or delays in the joint planning process de-
- 2 scribed in subsection 8.f. shall be resolved by the commissioner, in
- 3 order to ensure the effective and efficient administration of pro-
- 4 grams under this act.
- 5 b. The commissioner shall provide for a system of ongoing pro-
- 6 gram evaluation to improve the effectiveness of programs funded
- 7 under this act. Such evaluations shall measure the costs and bene-
- 8 fits of program components and activities in relation to projected
- 9 savings in income transfer payments, increases in tax revenues
- 10 resulting from job placement, retention, and upgrading, and the

- 11 value of such programs in attracting new industry and retraining
- 12 the State's workforce. A preliminary report on program start-up
- 13 shall be submitted to the respective Labor committees of the Senate
- 14 and General Assembly by the end of the quarter following the
- 15 initial six months of program operation. Subsequent annual re-
- 16 ports shall be submitted by September 30 for each fiscal year's
- 17 activity including longer range studies of results of prior year's
- 18 programs.
- 1 11. A sum of \$8,000,000.00 from the Unemployment Insurance
- 2 Auxiliary Fund is appropriated for this program.
- 1 12. This act shall take effect on November 1, 1982, or if enacted
- 2 after that date, on the first day of the month following enactment
- 3 thereafter.

STATEMENT

This bill would enact the "New Jersey Jobs Training Act" which would declare that existing employability development and job training programs do not adequately address the employment needs of many unemployed, underemployed, displaced and economically disadvantaged youth and adults. It is the purpose of the bill to provide job training and employment opportunities for long term unemployed, underemployed, economically disadvantaged and displaced workers and other appropriate segments of labor force. These activities will result in an upgrading of employment potential and income, and a corresponding decrease in dependence on public support. It is further the purpose of this bill to provide for the maximum feasible coordination of plans, programs, and activities under this bill with both current and future federal employment and training legislation.

A preliminary report on program start-up shall be submitted to the appropriate committees of the Legislature by the end of the quarter following the initial six months of program operation.

Subsequent annual reports shall be submitted by September 30 for each prior fiscal year's activity with respect to impact and cost-effectiveness of the program.

This bill appropriates the \$8,000,000.00 set aside in the Unemployment Insurance Auxiliary Fund in the appropriations act (P. L. 1982, c. 49) for this program.

ASSEMBLY COMMERCE AND INDUSTRY COMMITTEE

STATEMENT TO

ASSEMBLY COMMITTEE SUBSTITUTE FOR

ASSEMBLY Nos. 2146, 2075 and SENATE No. 1901

STATE OF NEW JERSEY

DATED: FEBRUARY 28, 1983

This bill, an Assembly Committee Substitute for Assembly Bill No. 2146, Assembly Bill No. 2075, and Senate Bill No. 1901, establishes a job training program. The program, which would utilize State, federal, and private funds, would be administered by the Commissioner of Labor in consultation with the New Jersey State Job Training Coordinating council established pursuant to the provisions of Executive Order 22 of December 3, 1982. In addition to the council, the commissioner would be permitted to consult with and use the services of regional private industry councils established under the federal Job Training Partnership Act.

Under the provisions of the bill, job training programs would be established through the collaboration of the State administrators of the program and private industry. A business would apply to the commissioner for the establishment of a program which would meet its particular needs. The application would identify the specific jobs for which training was required, and the commissioner and the applying business would jointly establish standards for the proposed training. If the proposal satisfactorily met the program standards approved by the commissioner, he would approve the program and, if necessary, solicit proposals from organizations which are approved by the Department of Education or the Department of Higher Education to conduct the program. These organizations could include any public and private secondary schools and colleges or vocational schools, or community based organizations, trade associations, or business firms which are appropriate and qualified to conduct the training programs. The commissioner is to encourage job training programs which are most economical to provide, such as apprenticeship and on-the-job training.

Except in the case of on-the-job training, in which there is a 50% employer match, the applying businesses would be required to pay at least 25% of the cost of the program; the remainder of the funds would be provided either by the State or by a combination of State and federal

funding depending upon the eligibility of the trainees for federal funding. In certain cases, the commissioner could reduce the employer match if he deemed it appropriate, but in any case the employer match could not be less than 10%. If the commissioner chooses to permit employer matches under 25%, he may do so only if other job training programs have employer matches which exceed 25% to compensate for such reductions to the extent that the yearly overall average for the aggregate number of programs established under the act is maintained at 25%. The commissioner would be required to report annually to the Job Training Coordinating Council all employer matches below 25% which he has approved in the preceding year, and the reasons for the reductions. The bill restricts the administrative costs of the program to 6% of the funds annually appropriated.

The commissioner would be charged with the establishment of criteria for candidates for job training. While the bill does not restrict the commissioner with respect to the selection of candidates for job training, he would be permitted to give priority to those workers who are unemployed, those who are currently receiving public assistance, those who were recently eliminated from public assistance rolls because their gross income exceeded 150% of the grant standard, workers who are eligible but who have not applied for public assistance, and workers who have been displaced because of plant closings.

The bill would permit State funding for certain supportive services, including child care and transportation.

The commissioner, in establishing criteria for the awarding of grants, would be required, where practicable to give priority to applications for job training or retraining associated with the entry of new businesses, or with the retention of existing businesses, or in connection with businesses which are planning to expand their work force in the State.

The bill would require disclosure statements to be filed annually by providers of services, such as colleges or trade schools, to ensure that the administrative costs of these programs are not inordinately high. The Department of Labor would be required to monitor the expenditure of funds under the act. The bill appropriates \$4,000,000.00.

SENATE REVENUE, FINANCE AND APPROPRIATIONS COMMITTEE

STATEMENT TO

SENATE. No. 1901

with Senate committee amendment

STATE OF NEW JERSEY

DATED: JANUARY 31, 1983

Senate Bill No. 1901 Sca establishes a "New Jersey Jobs Training Act," the purpose of which is to provide job training and employment opportunities for long term unemployed, underemployed, economically disadvantaged, displaced workers, and other apporpriate segments of the labor force which will result in an upgrading of their employment potential and income, and a corresponding decrease in dependence on public support.

Individuals eligible for services under this act have to meet at least one of the following criteria. They are:

- Individuals currently receiving public assistance,
- Individuals recently eliminated from public assistance roles because their gross incomes exceed 150% of the grant standard,
- Individuals eligible for public assistance but who have not applied,
- Individuals displaced from jobs because of plant closings, technological change, and modifications in product line,
- Other segments of the labor force when the Commissioner of Labor determines labor market conditions justifying their inclusion.

The commisioner is to develop and coordinate a system for training and placement of applicants that would include outreach, counseling, job searches, classroom training, on the job training, job retention training, supportive services such as health care, transportation, and family counseling and apprenticeship programs.

Of the total amount available, 6% of the funds may be used for administration costs and the balance to finance the actual training components and activities developed under the act.

Providers of classroom training shall be entitled to reimbursement of costs attributable to the provision of that training. Employers providing on the job training shall be reimbursed at a fixed unit cost based on 50% of the participant's wages not including fringe benefits.

The bill appropriates \$4,000,000.00 from the Unemployment Insurance Auxiliary Fund and shall take effect on the first day of the month following enactment.