Adopted COMMITTEE AMENDMENT NO 1 PROPOSED TO

House Bill No. 336

BY: Committee

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

29 SECTION 1. Definitions. When used in this chapter, unless 30 the context indicates otherwise: "Department" means the Mississippi Department of 31 (a) 32 Workforce Development. (b) "Board" means the board of directors of the 33 34 department. 35 "Executive director" means the Executive Director (C) of Workforce Development. 36 37 "Programs" means workforce training programs (d) 38 established or administered under this act. This shall not

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39 include adult education or career and technical education programs 40 administered by the Mississippi Community College Board or 41 individual community and junior colleges.

42 <u>SECTION 2.</u> Establishment of the Department of Workforce 43 Development. (1) There is established the Mississippi Department 44 of Workforce Development. The department shall be a subdivision 45 housed within, but independent of, the Mississippi Community 46 College Board. The executive director shall maintain complete and 47 exclusive operational control of the department's functions.

48 (2)State-funded workforce programs, as designated in this 49 section, which are administered by the Mississippi State Workforce 50 Investment Board, Mississippi Community College Board, individual 51 community or junior colleges, or other relevant state agencies or 52 organizations before the effective date of this act shall be 53 transferred to the department. This specifically includes 54 programs administered through the Mississippi Workforce 55 Enhancement Training Fund and the Mississippi Works Fund, as 56 described in Section 71-5-353.

57 (3) The department shall facilitate the coordination,
58 consolidation and promotion of workforce development and training
59 activities statewide.

60 <u>SECTION 3.</u> Duties. (1) The department shall be headed by 61 the Executive Director of Workforce Development, who shall be a 62 person with extensive experience in development of economic, human 63 and physical resources, and promotion of industrial and commercial

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64 development. The executive director shall have a master's degree 65 or juris doctorate from an accredited institution of higher 66 learning and have no less than five (5) years of professional 67 experience related to workforce or economic development.

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(2) The executive director shall:

(a) Perform the functions necessary for the daily
operation and administration of the department, with oversight
from the board;

(b) Consult with the Executive Director of the Mississippi Community College Board on past and current workforce development efforts, and the transition of certain workforce development programs as described in this section to the department;

(c) Perform a comprehensive review of Mississippi's workforce development efforts, including programs supported with state or federal money;

80 Develop broad statewide workforce development (d) goals, including a goal to raise the state's labor force 81 82 participation rate, in collaboration with the board, Mississippi 83 State Workforce Investment Board, Mississippi Development 84 Authority, Mississippi Department of Education, Mississippi 85 Community College Board, Mississippi Institutions of Higher Learning, Mississippi Department of Employment Security, 86 87 Mississippi Department of Rehabilitation Services and other 88 relevant agencies and arms of the state;

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(e) Communicate the state's broad workforce goals to
targeted audiences who may be eligible for programs, to businesses
and to the wider public;

92 (f) Develop metrics by which to analyze whether 93 workforce development programs administered by the department are 94 effectively moving the state toward workforce development goals 95 developed by the department, and transparency measures to report 96 progress to the public;

97 (g) Identify and recommend other state or federal 98 programs, aside from those described in this section, which should 99 be moved to the purview of the department in the future with the 100 goal of consolidating workforce development, making workforce 101 efforts more efficient and decreasing the size of government; and

(h) Report on the status of workforce development efforts and the progress toward meeting the goals developed by the department, to include increasing the labor force participation rate, to the Governor, the Speaker of the House, and the President of the Senate, who may disseminate the report to the appropriate members of the legislature.

108 <u>SECTION 4.</u> Authority. In fulfilling the responsibilities of 109 this act, the executive director may, subject to available 110 appropriations and with oversight from the board:

(a) Hire staff needed for the performance of his or her duties under this act. The executive director shall set the compensation of any hired employees from any funds made available

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114 for that purpose. The Mississippi Community College Board, upon 115 request from the executive director, shall supplement the 116 administrative and support staff of the department;

(b) Enter any part of the Mississippi Community College Board, individual community and junior colleges, or other workforce training facilities operated by the state or its subdivisions;

121 (c) Access services, documents, records, programs and 122 materials as necessary to assess the status of workforce 123 development in the state;

(d) Communicate with any governmental entity as is
necessary to fulfill the coordinator's duties under this act; and
(e) Perform any other actions the executive director

deems necessary to fulfill his or her duties under this act.

128 SECTION 5. Board of directors. (1) The executive director 129 shall be appointed by, and serve at the will and pleasure of, a 130 board of directors, made up of representatives from the business community across the state. Initial appointments to the board 131 132 shall be made no later than July 31, 2020, and appointments to 133 vacant seats shall be made within two (2) months of the vacancy. 134 No member shall serve on the board more than two (2) consecutive The board shall be constituted as follows: 135 terms.

(a) Three (3) members shall be appointed by the
Governor, with one from each Supreme Court district. Upon their
initial appointment, one (1) of the members shall be appointed for

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139 a term of one (1) year; one (1) for a term of two (2) years; and 140 one (1) for a term of three (3) years; thereafter, each member 141 shall be appointed and shall hold office for a term of four (4) 142 years.

(b) Two (2) at-large members shall be appointed by the Lieutenant Governor. Upon their initial appointment, one (1) of the members shall be appointed for a term of two (2) years; and one (1) for a term of three (3) years; thereafter, each member shall be appointed and shall hold office for a term of four (4) years.

(c) Two (2) at-large members, who may be selected from five (5) individuals recommended by the Speaker, shall be appointed by the Lieutenant Governor. Upon their initial appointment and thereafter, each member shall be appointed and shall hold office for a term of four (4) years.

(d) Additionally, one (1) legislator from the Senate, appointed by the President of the Senate, and one (1) legislator from the House of Representatives, appointed by the Speaker of the House, shall serve on the board as nonvoting members whose terms end concurrently with the end of the four-year legislative term.

(2) The board shall elect a chair from its membership at the first meeting of the original board members and every year thereafter. A majority of the membership of the board shall constitute a quorum for the transaction of any business. The board shall meet regularly once a month at such time as shall be

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designated by an order entered upon the minutes thereof. Special meetings of the board shall be held upon call of the chair or upon the call of a majority of the members. The board shall hold its sessions at the seat of government, or at a location in the state designated by an order entered upon the minutes.

169 (3) Members of the board shall be reimbursed for expenses in 170 the manner and amount specified in Section 25-3-41 and shall be 171 entitled to receive per diem compensation as authorized in Section 172 25-3-69.

(4) Board members may be recalled by their appointing authority for cause, including as the result of a felony conviction, fraudulent or dishonest acts or gross abuse of discretion, failure to meet board member qualifications, or chronic failure to attend board meetings.

178 SECTION 6. State Workforce Investment Board. The 179 Mississippi State Workforce Investment Board, established and 180 administered pursuant to federal law and Sections 37-153-1 through 37-153-13, from the effective date of this act forward shall be a 181 182 subdivision housed within, but independent of, the Mississippi 183 Department of Workforce Development. This section shall not alter 184 the organization or duties of the Mississippi State Workforce 185 Investment Board as required by federal law.

186 <u>SECTION 7.</u> Other funds. (1) The Mississippi Workforce
187 Enhancement Training Fund and the Mississippi Works Fund,
188 established and administered pursuant to Section 71-5-353, are

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189 transferred to the administrative authority and oversight of the 190 department.

191 All contracts, leases, grants and agreements previously (2) 192 entered into by the Mississippi State Workforce Investment Board, 193 Mississippi Community College Board, individual community or 194 junior colleges, or other entities shall continue in full force 195 and effect without modification or interruption by the provisions 196 of this section.

197 SECTION 8. Reporting requirements. The department shall 198 file an annual report with the Governor, Secretary of State, 199 President of the Senate, Secretary of the Senate, Speaker of the 200 House, and Clerk of the House not later than October 1 of each 201 year regarding all funds approved by the department to be expended 202 on workforce training during the prior calendar year. The report 203 shall include:

204 (a) Information on the performance of the Mississippi 205 Workforce Enhancement Training Fund and the Mississippi Works 206 Fund, in terms of adding value to the local and state economy, the 207 contribution to future growth of the state economy, and movement 208 toward state goals, including increasing the labor force 209 participation rate; and

210 With respect to specific workforce training (b) 211 projects:

212 (i) The location of the training; 213

(ii) The amount allocated to the project;

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214 (iii) The purpose of the project;

(iv) The specific business entity that is the beneficiary of the project; and

(v) The number of employees intended to be trainedand actually trained, if applicable, in the course of the project.

219 SECTION 9. Limitations. All information concerning a 220 proposed project which is provided to the executive director shall 221 be kept confidential. Such confidentiality shall not limit 222 disclosure under the Mississippi Public Records Act of 1983 of 223 records describing the nature, quantity, cost or other pertinent 224 information related to the activities of, or services performed 225 using, the Mississippi Workforce Enhancement Training Fund or the 226 Mississippi Works Fund.

227 <u>SECTION 10.</u> Authority to promulgate regulations. The 228 department shall have the authority to promulgate rules and 229 regulations, not inconsistent with this chapter, as it may deem 230 necessary to enforce its provisions.

231 SECTION 11. Section 71-5-353, Mississippi Code of 1972, is
232 amended as follows:

233 71-5-353. (1) (a) Each employer shall pay unemployment 234 insurance contributions equal to five and four-tenths percent 235 (5.4%) of taxable wages paid by him each calendar year, except as 236 may be otherwise provided in Section 71-5-361 and except that each 237 newly subject employer shall pay unemployment insurance 238 contributions at the rate of one percent (1%) of taxable wages,

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239 for his first year of liability, one and one-tenth percent (1.1%)240 of taxable wages for his second year of liability, and one and 241 two-tenths percent (1.2%) of taxable wages for his third and 242 subsequent years of liability unless the employer's experience-rating record has been chargeable throughout at least 243 244 the twelve (12) consecutive calendar months ending on the most 245 recent computation date at the time the rate for a year is 246 determined; thereafter the employer's contribution rate shall be 247 determined in accordance with the provisions of Section 71-5-355.

248 Notwithstanding the newly subject employer (b) 249 contribution rate provided for in paragraph (a) of this 250 subsection, the contribution rate of all newly subject employers 251 shall be reduced by seven one-hundredths of one percent (.07%) for 252 calendar year 2013 only. The contribution rate of all newly 253 subject employers shall be reduced by three one-hundredths of one percent (.03%) for calendar year 2014 only. For purposes of this 254 255 chapter, "newly subject employers" means employers whose 256 unemployment insurance experience-rating record has not been 257 chargeable throughout at least the twelve (12) consecutive 258 calendar months ending on the most recent computation date at the 259 time the contribution rate for a year is determined.

(2) (a) (i) There is hereby created in the Treasury of the
State of Mississippi special funds to be known as the "Mississippi
Workforce Enhancement Training Fund" and the "Mississippi Works

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263 Fund" which consist of funds collected pursuant to subsection (3)264 of this section.

265 (ii) Funds collected shall initially be deposited 266 into the Mississippi Department of Employment Security bank 267 account for clearing contribution collections and subsequently 268 appropriate amounts shall be transferred to the Mississippi 269 Workforce Investment and Training Fund Holding Account described 270 in Section 71-5-453. In the event any employer pays an amount 271 insufficient to cover the total contributions due, the amounts due 272 shall be satisfied in the following order: 273 1. Unemployment contributions; 274 Mississippi Workforce Enhancement Training 2.

275 contributions, State Workforce Investment contributions and the 276 Mississippi Works contributions, known collectively as the 277 Mississippi Workforce Investment and Training contributions, on a 278 pro rata basis;

2793. Interest and damages; then

280 4. Legal and processing costs.

The amount of unemployment insurance contributions due for any period will be the amount due according to the actual computations unless the employer is participating in the MLPP. In that event, the amount due is the MLPP amount computed by the department.

286 Cost of collection and administration of the Mississippi
287 Workforce Enhancement Training contribution, the State Workforce

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288 Investment contribution and the Mississippi Works contribution 289 shall be allocated based on a plan approved by the United States 290 Department of Labor (USDOL). The Mississippi * * * Department of 291 Workforce Development shall pay the cost of collecting the 292 Mississippi Workforce Enhancement Training contributions, the 293 State Workforce Investment Board shall pay the cost of collecting 294 the State Workforce Investment contributions and the Mississippi 295 Department of Employment Security shall pay the cost of collecting 296 the Mississippi Works contributions. Payments shall be made 297 semiannually with the cost allocated to each based on a USDOL 298 approved plan on a pro rata basis, for periods ending in June and 299 December of each year. Payment shall be made by each organization 300 to the department no later than sixty (60) days after the billing 301 date. Cost shall be allocated under the USDOL's approved plan and 302 in the same ratio as each contribution type represents to the 303 total authorized by subparagraph (ii) * * *2 of this paragraph to 304 be collected for the period.

305 (b) Mississippi Workforce Enhancement Training
 306 contributions and State Workforce Investment contributions shall
 307 be distributed as follows:

(i) For calendar year 2014, ninety-four and seventy-five one-hundredths percent (94.75%) shall be distributed to the Mississippi Workforce Enhancement Training Fund and the remainder shall be distributed to the State Workforce Investment Board bank account; (ii) For calendar years subsequent to calendar year 2014, ninety-three and seventy-five one-hundredths percent (93.75%) shall be distributed to the Mississippi Workforce Enhancement Training Fund and the remainder shall be distributed to the State Workforce Investment Board bank account;

318 (iii) Workforce Enhancement Training contributions 319 and State Workforce Investment contributions for calendar years 320 2014 and 2015 shall be distributed as provided in subparagraphs 321 (i) and (ii) of this paragraph regardless of when the 322 contributions were collected.

323 All contributions collected for the State Workforce (C) 324 Enhancement Training Fund, the State Workforce Investment Fund and 325 the Mississippi Works Fund will be initially deposited into the 326 Mississippi Department of Employment Security bank account for 327 clearing contribution collections and subsequently transferred to 328 the Workforce Investment and Training Holding Account and will be 329 held by the Mississippi Department of Employment Security in such 330 account for a period of not less than thirty (30) days. After 331 such period, the Mississippi Workforce Enhancement Training 332 contributions shall be transferred to the Mississippi * * * 333 Department of Workforce Development Treasury Account, the State 334 Workforce Investment contributions and the Mississippi Works 335 contributions shall be transferred to the Mississippi Department 336 of Employment Security Mississippi Works Treasury Account in the 337 same ratio as each contribution type represents to the total

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338 authorized by paragraph (a) (ii) * * *2 of this subsection to be 339 collected for the period and within the time frame determined by 340 the department; however, except in cases of extraordinary circumstances, these funds shall be transferred within fifteen 341 342 (15) days. Interest earnings or interest credits on deposit 343 amounts in the Workforce Investment and Training Holding Account 344 shall be retained in the account to pay the banking costs of the 345 account. If after the period of twelve (12) months interest 346 earnings less banking costs exceeds Ten Thousand Dollars 347 (\$10,000.00), such excess amounts shall be transferred to the 348 respective accounts within thirty (30) days following the end of 349 each calendar year on the basis described in paragraph (b) of this 350 subsection. Interest earnings and/or interest credits for the 351 State Workforce Investments funds shall be used for the payment of banking costs and excess amounts shall be used in accordance with 352 353 the rules and regulations of the State Workforce Investment Board 354 expenditure policies.

(d) All enforcement procedures for the collection of
delinquent unemployment contributions contained in Sections
71-5-363 through 71-5-383 shall be applicable in all respects for
collections of delinquent unemployment insurance contributions
designated for the Unemployment Compensation Fund, the Mississippi
Workforce Enhancement Training Fund, the State Workforce
Investment Board Fund and the Mississippi Works Fund.

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362 (e) (i) Except as otherwise provided for in this 363 subparagraph (i), all monies deposited into the Mississippi 364 Workforce Enhancement Training Fund Treasury Account shall be 365 utilized exclusively by the Mississippi * * * Department of 366 Workforce Development in accordance with the Workforce Training 367 Act of 1994 (Section 37-153-1 et seq.) * * * and under policies 368 approved by the Mississippi * * * Department of Workforce 369 Development for the following *** * *** purpose: to provide 370 training *** * *** in collaboration with the Mississippi Community 371 College Board and individual community and junior colleges to 372 employers and employees in order to enhance employee productivity. 373 Such training may be subject to a minimal administrative fee to be 374 paid from the Mississippi Workforce Enhancement Training Fund as 375 established by the * * * Department of Workforce Development. The 376 initial priority of these funds shall be for the benefit of 377 existing businesses located within the state. Employers may 378 request training for existing employees and/or newly hired 379 employees from the Mississippi * * * Department of Workforce 380 Development. The Department of Workforce Development, in 381 consultation with the Mississippi Community College Board, will be 382 responsible for approving the training. A portion of the funds 383 collected for the Mississippi Workforce Enhancement Training Fund 384 shall be used for the development of performance measures to 385 measure the effectiveness of the use of the Mississippi Workforce 386 Enhancement Training Fund dollars. These performance measures

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387 shall be uniform for all * * * training projects and shall be 388 reported to the Governor, Lieutenant Governor, Speaker of the 389 House, and members of the Legislature. Nothing in this section or 390 elsewhere in law shall be interpreted as giving the Department of 391 Workforce Development or State Workforce Investment Board 392 authority to direct the Mississippi Community College Board or 393 individual community or junior colleges on how to expend * * * 394 other funds, aside from funds appropriated to the Mississippi 395 Workforce Enhancement Training Fund and Mississippi Works Fund, 396 appropriated or received for workforce training * * *. The Mississippi Department of Workforce Development, Mississippi 397 398 Community College Board, individual community or junior 399 colleges * * *, State Workforce Investment Board and other 400 agencies implementing or coordinating state-funded workforce 401 development programs under state law shall cooperate with each 402 other * * * to promote effective workforce training in 403 Mississippi, under the coordination of the Mississippi Department 404 of Workforce Development. Any subsequent changes to these 405 performance measures shall also be reported to the Governor, 406 Lieutenant Governor, Speaker of the House, and members of the 407 Legislature. A performance report for each training project and 408 community college, based upon these measures, shall be submitted 409 annually to the Governor, Lieutenant Governor, Speaker of the 410 House, and members of the Legislature.

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411 (ii) Except as otherwise provided in this 412 paragraph (e), all funds deposited into the State Workforce 413 Investment Board bank account shall be used for administration of 414 State Workforce Investment Board business, grants related to training, and other projects as determined appropriate by the 415 416 State Workforce Investment Board and shall be nonexpiring. 417 Policies for grants and other projects shall be approved through a 418 majority vote of the State Workforce Investment Board.

419 (iii) All funds deposited into the Mississippi 420 Department of Employment Security Mississippi Works Fund shall be 421 disbursed exclusively by the Executive Director of the Mississippi 422 Department of Employment Security, in accordance with the rules and regulations promulgated by the * * * Department of Workforce 423 424 Development in support of workforce training activities approved 425 by the Mississippi * * * Department of Workforce Development in support of economic development activities. Funds allocated by 426 427 the executive director under this subparagraph (iii) shall only be 428 utilized for the training of unemployed persons, for immediate 429 training needs for the net new jobs created by an employer, for 430 the retention of jobs or to create a work-ready applicant pool of 431 Mississippians with credentials and/or postsecondary education in 432 accordance with the state's Workforce Investment and Opportunity 433 Act plan. The Executive Director of the Mississippi Department of 434 Workforce Development shall give priority to the training of 435 unemployed persons. Not more than twenty-five percent (25%) of

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436 the funds may be allocated for the retention of jobs and/or 437 creation of a work-ready applicant pool. Not more than Five 438 Hundred Thousand Dollars (\$500,000.00) may be allocated annually 439 for the training needs of any one (1) employer. The Mississippi 440 Department of Workforce Development, in collaboration with the 441 Mississippi Public Community College System and its partners, 442 shall be the primary * * * entity to facilitate training. In no 443 case shall these funds be used to supplant workforce funds 444 available from any other sources, including, but not limited to, local, state or federal sources that are available for workforce 445 training and development. Training conducted utilizing these 446 447 Mississippi Works funds may be subject to a minimal administrative 448 fee to be paid from the Mississippi Works Fund as authorized by 449 the Mississippi Department of * * * Workforce Development. All 450 costs associated with the administration of these funds shall be 451 reimbursed to the Mississippi Department of Employment Security 452 from the Mississippi Works Fund.

(iv) 1. The Department of Employment Security
shall be the fiscal agent for the receipt and disbursement of all
funds in the State Workforce Investment Board bank account,
<u>subject to the administrative oversight of the Mississippi</u>
<u>Department of Workforce Development</u>.

458 2. In managing the State Workforce Investment
459 Board bank account, the department shall ensure that any funds
460 expended for contractual services rendered to the State Workforce

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461 Investment Board shall be paid only to service providers who have 462 been selected on a competitive basis. Any contract for services 463 entered into using funds from the Workforce Investment Fund bank 464 account shall contain the deliverables stated in terms that allow 465 for the assessment of work performance against measurable 466 performance standards and shall include milestones for completion 467 of each deliverable under the contract. For each contract for 468 services entered into by the State Workforce Investment Board, the 469 board shall develop a quality assurance surveillance plan that 470 specifies quality control obligations of the contractor as well as 471 measurable inspection and acceptance criteria corresponding to the 472 performance standards contained in the contract's statement of 473 work.

474 3. Any commodities procured for the board
475 shall be procured in accordance with the provisions of Section
476 31-7-13.

(v) In addition to other expenditures, the department shall expend from the State Workforce Investment Board bank account for the use and benefit of the State Workforce Investment Board, such funds as are necessary to prepare and develop a study of workforce development needs that will consist of the following:

483 1. An identification of the state's workforce 484 development needs through a well-documented quantitative and 485 qualitative analysis of:

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486 The current and projected workforce a. 487 training needs of existing and identified potential Mississippi 488 industries, with priority given to assessing the needs of existing 489 in-state industry and business. Where possible, the analysis should include a verification and expansion of existing 490 491 information previously developed by workforce training and service 492 providers, as well as analysis of existing workforce data, such as 493 the data collected through the Statewide Longitudinal Data System. 494 b. The needs of the state's workers and 495 residents requiring additional workforce training to improve their 496 work skills in order to compete for better employment 497 opportunities, including a priority-based analysis of the critical 498 factors currently limiting the state's ability to provide a 499 trained and ready workforce. 500 The needs of workforce service and с. 501 training providers in improving their ability to offer 502 industry-relevant training, including an assessment of the 503 practical limits of keeping training programs on the leading edge 504 and eliminating those programs with marginal workforce relevance. 505 2. An assessment of Mississippi's current 506 workforce development service delivery structure relative to the 507 needs quantified in this subparagraph, including: 508 a. Development of a list of 509 strengths/weaknesses/opportunities/threats (SWOT) of the current

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510 workforce development delivery system relative to the identified 511 needs;

512 b. Identification of strategic options 513 for workforce development services based on the results of the 514 SWOT analysis; and

515 c. Development of results-oriented 516 measures for each option that can be baselined and, if 517 implemented, tracked over time, with quantifiable milestones and 518 goals.

3. Preparation of a report presenting all
subjects set out in this subparagraph to be delivered to the
Lieutenant Governor, Speaker of the House of Representatives,
Chairman of the Senate Finance Committee and Chairman of the House
Appropriations Committee no later than February 1, 2015.
4. Following the preparation of the report,

525 the State Workforce Investment Board shall make a recommendation 526 to the House and Senate Appropriations Committees on future uses 527 of funds deposited to the State Workforce Investment Fund account. 528 Such future uses may include:

a. The development of promotion
strategies for workforce development programs;
b. Initiatives designed to reduce the
state's dropout rate, including the development of a statewide

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533 career awareness program;

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534 c. The long-term monitoring of the 535 state's workforce development programs to determine whether they 536 are addressing the needs of business, industry, and the workers of 537 the state; and

538 d. The study of the potential 539 restructuring of the state's workforce programs and delivery 540 systems.

(3) (a) (i) Mississippi Workforce Enhancement Training
contributions and State Workforce Investment contributions shall
be collected at the following rates:

1. For calendar year 2014 only, the rate of nineteen one-hundredths of one percent (.19%) based upon taxable wages of which eighteen one-hundredths of one percent (.18%) shall be the Workforce Enhancement Training contribution and one-hundredths of one percent (.01%) shall be the State Workforce Investment contribution; and

2. For calendar year 2015 only, the rate of sixteen one-hundredths of one percent (.16%), based upon taxable wages of which fifteen one-hundredths of one percent (.15%) shall be the Workforce Enhancement Training contribution and one-hundredths of one percent (.01%) shall be the State Workforce Investment contribution.

(ii) Mississippi Workforce Enhancement Trainingcontributions, State Workforce Investment contributions and

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558 Mississippi Works contributions shall be collected at the 559 following rates:

1. For calendar year 2016 only, at a rate of twenty-four one-hundredths percent (.24%), based upon taxable wages, of which fifteen one-hundredths percent (.15%) shall be the Workforce Enhancement Training contribution, one-hundredths of one percent (.01%) shall be the State Workforce Investment contribution and eight one-hundredths percent (.08%) shall be the Mississippi Works contribution.

567 2. For calendar years subsequent to calendar 568 year 2016, at a rate of twenty one-hundredths percent (.20%), 569 based upon taxable wages, of which fifteen one-hundredths percent 570 (.15%) shall be the Workforce Enhancement Training contribution, 571 one-hundredths of one percent (.01%) shall be the State Workforce 572 Investment contribution and four one-hundredths percent (.04%) 573 shall be the Mississippi Works contribution. The Mississippi 574 Works contribution shall be collected for calendar years in which the general experience ratio, adjusted on the basis of the trust 575 576 fund adjustment factor and reduced by fifty percent (50%), results 577 in a general experience rate of less than two-tenths percent 578 (.2%). In all other years the Mississippi Works contribution 579 shall not be in effect.

(iii) The Mississippi Workforce Enhancement
Training Fund contribution, the State Workforce Investment
contribution and the Mississippi Works contribution shall be in

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addition to the general experience rate plus the individual experience rate of all employers but shall not be charged to reimbursing or rate-paying political subdivisions or institutions of higher learning, or reimbursing nonprofit organizations, as described in Sections 71-5-357 and 71-5-359.

588 (b) All Mississippi Workforce Enhancement Training 589 contributions, State Workforce Investment contributions and 590 Mississippi Works contributions collected shall be deposited 591 initially into the Mississippi Department of Employment Security 592 bank account for clearing contribution collections and shall 593 within two (2) business days be transferred to the Workforce 594 Investment and Training Holding Account. Any Mississippi 595 Workforce Enhancement Training Fund and/or State Workforce 596 Investment Board bank account and/or Mississippi Works Fund 597 transactions from the Mississippi Department of Employment 598 Security bank account for clearing contribution collections that 599 are deposited into the Workforce Investment and Training Fund 600 Holding Account and are not honored by a financial institution 601 will be transferred back to the Mississippi Department of 602 Employment Security bank account for clearing contribution 603 collections out of funds in the Mississippi Workforce Investment 604 and Training Fund Holding Account.

605 (c) Suspension of the Workforce Enhancement Training
606 Fund contributions required pursuant to this chapter shall occur
607 if the insured unemployment rate exceeds an average of five and

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608 five-tenths percent (5.5%) for the three (3) consecutive months 609 immediately preceding the effective date of the new rate year 610 following such occurrence and shall remain suspended throughout 611 the duration of that rate year. Such suspension shall continue 612 until such time as the three (3) consecutive months immediately 613 preceding the effective date of the next rate year that has an 614 insured unemployment rate of less than an average of four and 615 five-tenths percent (4.5%). Upon such occurrence, reactivation 616 shall be effective upon the first day of the rate year following the event that lifts suspension and shall be in effect for that 617 618 year and shall continue until such time as a subsequent suspension 619 event as described in this chapter occurs.

(4) All collections due or accrued prior to any suspension
of the Mississippi Workforce Enhancement Training Fund will be
collected based upon the law at the time the contributions
accrued, regardless of when they are actually collected.

624 SECTION 12. Section 71-5-453, Mississippi Code of 1972, is 625 amended as follows:

626 71-5-453. The department shall be the treasurer and 627 custodian of the fund, and shall administer such fund in 628 accordance with the directions of the department, and shall issue 629 its warrants upon it in accordance with such regulations as the 630 department shall prescribe. The department shall maintain within 631 the fund three (3) separate accounts: (a) a clearing account, (b) 632 an unemployment trust fund account, and (c) a benefit payment

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633 account. All monies payable to the fund, upon receipt thereof by 634 the department, shall be immediately deposited in the clearing 635 Refunds payable pursuant to Section 71-5-383 may be paid account. 636 from the clearing account by the department. Transfers pursuant 637 to Section 71-5-114 of all interest, penalties and damages 638 collected shall be made to the Special Employment Security 639 Administration Fund as soon as practicable after the end of each 640 calendar quarter. Workforce Enhancement Training contributions, 641 State Workforce Investment contributions and Mississippi Works 642 contributions shall be deposited into the Workforce Investment and 643 Training Holding Account as described in this section. All other 644 monies in the clearing account shall be immediately deposited with 645 the Secretary of the Treasury of the United States of America to 646 the Unemployment Trust Fund account for the State of Mississippi, 647 established and maintained pursuant to Section 904 of the Social 648 Security Act, as amended, any provisions of law in this state 649 relating to the deposit, administration, release or disbursement 650 of monies in the possession or custody of this state to the 651 contrary notwithstanding. The benefit account shall consist of 652 all monies requisitioned from this state's account in the 653 Unemployment Trust Fund. Except as herein otherwise provided, 654 monies in the clearing and benefit accounts may be deposited by 655 the department, in any bank or public depository in which general 656 funds of the state may be deposited, but no public deposit 657 insurance charge or premium shall be paid out of the fund. The

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658 department shall be liable for the faithful performance of its 659 duties in connection with the Unemployment Compensation Fund under 660 this chapter. A Workforce Investment and Training Holding Account 661 shall be established by and maintained under the control of the 662 Mississippi Department of Employment Security. Contributions 663 collected pursuant to the provisions in this chapter for the 664 Workforce Enhancement Training Fund, State Workforce Investment 665 Fund and the Mississippi Works Fund shall be transferred from the 666 clearing account into the Workforce Investment and Training 667 Holding Account on the same schedule and under the same conditions 668 as funds transferred to the Unemployment Compensation Fund. Such 669 funds shall remain on deposit in the holding account for a period 670 of thirty (30) days. After such period, Workforce Enhancement 671 Training contributions shall be transferred to the appropriate 672 Mississippi * * * Department of Workforce Development Treasury 673 Account by the department. The State Workforce Investment 674 contributions shall be transferred to the State Workforce 675 Investment Board bank account established by the department, and 676 the department shall have the authority to deposit and disburse 677 funds from the State Workforce Investment Board bank account as directed by the State Workforce Investment Board. 678 The Mississippi 679 Works contributions shall be transferred to the Mississippi Department of Employment Security Treasury Account for the 680 681 Mississippi Works Fund. Such transfers shall occur within fifteen 682 (15) days after the funds have resided in the Workforce Investment

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683 and Training Holding Account for thirty (30) days. One (1) such 684 transfer shall be made monthly, but the department, in its 685 discretion, may make additional transfers in any month. In the 686 event such funds transferred are subsequently determined to be 687 erroneously paid or collected, or if deposit of such funds is 688 denied or rejected by the banking institution for any reason, or 689 deposits are unable to clear drawer's account for any reason, the 690 funds must be reimbursed by the recipient of such funds within 691 thirty (30) days of mailing of notice by the department demanding such refund, unless funds are available in the Workforce 692 693 Investment and Training Holding Account. In that event such 694 amounts shall be immediately withdrawn from the Workforce 695 Investment and Training Holding Account by the department and 696 redeposited into the clearing account.

697 SECTION 13. Section 37-153-7, Mississippi Code of 1972, is 698 amended as follows:

37-153-7. (1) There is created the Mississippi State
Workforce Investment Board, which shall be a subdivision housed
within, but independent of, the Mississippi Department of
Workforce Development. The Mississippi State Workforce Investment
Board shall be composed of forty-one (41) voting members, of which
a majority shall be representatives of business and industry in
accordance with the federal Workforce Investment Act.

706 (a) The Governor shall appoint the following members of707 the board to serve a term of four (4) years:

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708 (i) The Executive Director of the Mississippi 709 Association of Supervisors, or his/her designee; 710 (ii) The Executive Director of the Mississippi 711 Municipal League; 712 (iii) One (1) elected mayor; 713 (iv) One (1) representative of an apprenticeship 714 program in the state; 715 One (1) representative of labor organizations, (V) 716 who has been nominated by state labor federations; 717 (vi) One (1) representative of individuals and 718 organizations that has experience with respect to youth 719 activities; 720 (vii) One (1) representative of the Mississippi 721 Association of Planning and Development Districts; 722 (viii) One (1) representative from each of the 723 four (4) workforce areas in the state, who has been nominated by 724 the community colleges in each respective area, with the consent 725 of the elected county supervisors within the respective workforce 726 area; 727 The chair of the Mississippi Association of (ix) 728 Community and Junior Colleges; and 729 Twenty-one (21) representatives of business (X) 730 owners nominated by business and industry organizations, which may 731 include representatives of the various planning and development 732 districts in Mississippi.

20/SS08/HB336A.J PAGE 29 733 (b) The following state officials shall be members of 734 the board: 735 (i) The Executive Director of the Mississippi 736 Department of Employment Security; 737 (ii) The Executive Director of the Department of 738 Rehabilitation Services; 739 (iii) The State Superintendent of Public 740 Education; 741 (iv) The Executive Director of the Mississippi 742 Development Authority; 743 (V) The Executive Director of the Mississippi 744 Department of Human Services; 745 (vi) The Executive Director of the Mississippi 746 Community College Board; and 747 The Commissioner of the Institutions of (vii) 748 Higher Learning. 749 The Governor, or his designee, shall serve as a (C) 750 member. 751 Four (4) legislators, who shall serve in a (d) 752 nonvoting capacity, two (2) of whom shall be appointed by the 753 Lieutenant Governor from the membership of the Mississippi Senate, 754 and two (2) of whom shall be appointed by the Speaker of the House 755 from the membership of the Mississippi House of Representatives. 756 The membership of the board shall reflect the (e) 757 diversity of the State of Mississippi.

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(f) The Governor shall designate the Chairman of the Mississippi State Workforce Investment Board from among the <u>business and industry</u> voting members of the board, and a quorum of the board shall consist of a majority of the voting members of the board.

(g) The voting members of the board who are not state employees shall be entitled to reimbursement of their reasonable expenses incurred in carrying out their duties under this chapter, from any funds available for that purpose.

767 (2) The Mississippi Department of Employment Security shall 768 establish limits on administrative costs for each portion of 769 Mississippi's workforce development system consistent with the 770 federal Workforce Investment Act or any future federal workforce 771 legislation.

(3) The Mississippi State Workforce Investment Board shall
have the following duties. These duties are intended to be
consistent with the scope of duties provided in the federal
Workforce Investment Act, Workforce Innovation and Opportunity
Act, amendments and successor legislation to these acts, and other
relevant federal law:

(a) Develop and submit to the Governor a strategic plan
for an integrated state workforce development system that aligns
resources and structures the system to more effectively and
efficiently meet the demands of Mississippi's employers and job
seekers. This plan will comply with the federal Workforce

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783 Investment Act of 1998, as amended, the federal Workforce 784 Innovation and Opportunity Act of 2014 and amendments and 785 successor legislation to these acts;

(b) Assist the Governor in the development and continuous improvement of the statewide workforce investment system that shall include:

789 Development of linkages in order to assure (i) 790 coordination and nonduplication among programs and activities; and 791 (ii) Review local workforce development plans that 792 reflect the use of funds from the federal Workforce Investment 793 Act, Workforce Innovation and Opportunity Act, the Wagner-Peyser 794 Act and the amendment or successor legislation to the acts, and 795 the Mississippi Comprehensive Workforce Training and Education 796 Consolidation Act;

797 Recommend the designation of local workforce (C) 798 investment areas as required in Section 116 of the federal 799 Workforce Investment Act of 1998 and the Workforce Innovation and 800 Opportunity Act of 2014. There shall be four (4) workforce 801 investment areas that are generally aligned with the planning and 802 development district structure in Mississippi. Planning and 803 development districts will serve as the fiscal agents to manage 804 Workforce Investment Act funds, oversee and support the local 805 workforce investment boards aligned with the area and the local 806 programs and activities as delivered by the one-stop employment 807 and training system. The planning and development districts will

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808 perform this function through the provisions of the county 809 cooperative service districts created under Sections 19-3-101 810 through 19-3-115; however, planning and development districts 811 currently performing this function under the Interlocal 812 Cooperation Act of 1974, Sections 17-13-1 through 17-13-17, may 813 continue to do so;

(d) Assist the Governor in the development of an allocation formula for the distribution of funds for adult employment and training activities and youth activities to local workforce investment areas;

818 (e) Recommend comprehensive, results-oriented measures
819 that shall be applied to all of Mississippi's workforce
820 development system programs;

821 Assist the Governor in the establishment and (f) 822 management of a one-stop employment and training system conforming 823 to the requirements of the federal Workforce Investment Act of 824 1998 and the Workforce Innovation and Opportunity Act of 2014, as 825 amended, recommending policy for implementing the Governor's 826 approved plan for employment and training activities and services 827 within the state. In developing this one-stop career operating 828 system, the Mississippi State Workforce Investment Board, in 829 conjunction with local workforce investment boards, shall: 830 Design broad guidelines for the delivery of (i) 831 workforce development programs;

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832 (ii) Identify all existing delivery agencies and833 other resources;

(iii) Define appropriate roles of the various agencies to include an analysis of service providers' strengths and weaknesses;

837 (iv) Determine the best way to utilize the various838 agencies to deliver services to recipients; and

(v) Develop a financial plan to support the delivery system that shall, at a minimum, include an accountability system;

842 (q) Assist the Governor in reducing duplication of 843 services by urging the local workforce investment boards to 844 designate the local community/junior college as the operator of 845 the WIN Job Center. Incentive grants of Two Hundred Thousand 846 Dollars (\$200,000.00) from federal Workforce Investment Act funds 847 may be awarded to the local workforce boards where the 848 community/junior college district is designated as the WIN Job 849 Center. These grants must be provided to the community and junior 850 colleges for the extraordinary costs of coordinating with the 851 Workforce Investment Act, advanced technology centers and advanced 852 skills centers. In no case shall these funds be used to supplant 853 state resources being used for operation of workforce development 854 programs;

855 (h) To provide authority, in accordance with any 856 executive order of the Governor, for developing the necessary

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857 collaboration among state agencies at the highest level for 858 accomplishing the purposes of this chapter;

859 (i) To monitor the effectiveness of the workforce860 development centers and WIN job centers;

(j) To advise the Governor, public schools,
community/junior colleges and institutions of higher learning on
effective school-to-work transition policies and programs that
link students moving from high school to higher education and
students moving between community colleges and four-year
institutions in pursuit of academic and technical skills training;

(k) To work with industry to identify barriers that inhibit the delivery of quality workforce education and the responsiveness of educational institutions to the needs of industry;

871 (1) To provide periodic assessments on effectiveness
872 and results of the overall Mississippi comprehensive workforce
873 development system and district councils; and

(m) To assist the Governor in carrying out any other responsibility required by the federal Workforce Investment Act of 1998, as amended and the Workforce Innovation and Opportunity Act, successor legislation and amendments.

878 (4) The Mississippi State Workforce Investment Board shall
879 coordinate all training programs and funds * * * within its
880 purview, consistent with the federal Workforce Investment Act,

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881 Workforce Innovation and Opportunity Act, amendments and successor 882 legislation to these acts, and other relevant federal law.

Each state agency director responsible for workforce training activities shall advise the Mississippi <u>Department of Workforce</u> <u>Development and the</u> State Workforce Investment Board of appropriate federal and state requirements. Each such state agency director shall remain responsible for the actions of his agency; however, each state agency and director shall work cooperatively *** * *** to fulfill the state's goals.

(5) The State Workforce Investment Board shall establish a
Rules Committee. * * * The State Workforce Investment Board Rules
Committee shall develop and submit rules and regulations in
accordance with the Mississippi Administrative Procedures Act,
within sixty (60) days of March 21, 2016. The State Workforce
Investment Board Rules Committee shall consist of the following
State Workforce Investment Board members:

897 (a) The Executive Director of the Mississippi898 Development Authority;

899 (b) The Executive Director of the Mississippi900 Department of Employment Security;

901 (c) The Executive Director of the Mississippi Community 902 College Board;

903 (d) The Chair of the Mississippi Association of904 Community and Junior Colleges;

905 (e) The Chair of the State Workforce Investment Board;

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906 (f) A representative from the workforce areas selected 907 by the Mississippi Association of Workforce Areas, Inc.;

908 (g) A business representative currently serving on the 909 board, selected by the Chairman of the State Workforce Investment 910 Board; and

911 (h) Two (2) legislators, who shall serve in a nonvoting 912 capacity, one (1) of whom shall be appointed by the Lieutenant 913 Governor from the membership of the Mississippi Senate and one (1) 914 of whom shall be appointed by the Speaker of the House of 915 Representatives from the membership of the Mississippi House of 916 Representatives.

917 * * *

918 SECTION 14. Section 37-153-11, Mississippi Code of 1972, is 919 amended as follows:

920 37-153-11. (1) There are created workforce development 921 centers to provide assessment, training and placement services to 922 individuals needing retraining, training and upgrading for small 923 business and local industry. Each workforce development center 924 shall be affiliated with a separate public community or junior 925 college district <u>and shall coordinate with the Mississippi</u> 926 Department of Workforce Development.

927 (2) Each workforce development center shall be staffed and 928 organized locally by the affiliated community college. The 929 workforce development center shall serve as staff to the 930 affiliated district council.

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931 (3) Each workforce development center, working in concert 932 with its affiliated district council, shall offer and arrange 933 services to accomplish the purposes of this chapter, including, 934 but not limited to, the following: 935 For individuals needing training and retraining: (a) 936 (i) Recruiting, assessing, counseling and 937 referring to training or jobs; 938 (ii) Preemployment training for those with no 939 experience in the private enterprise system; Basic literacy skills training and high 940 (iii) 941 school equivalency education; 942 (iv) Vocational and technical training, full-time 943 or part-time; and 944 Short-term skills training for educationally (V) 945 and economically disadvantaged adults in cooperation with 946 federally established employment and training programs; 947 (b) For specific small businesses, industries or firms within the district: 948 949 (i) Job analysis, testing and curriculum 950 development; (ii) Development of specific long-range training 951 952 plans; 953 Industry or firm-related preemployment (iii) 954 training; 955 Workplace basic skills and literacy training; (iv)

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956 (v) Customized skills training;

957 (vi) Assistance in developing the capacity for 958 total quality management training;

959 (vii) Technology transfer information and referral 960 services to business of local applications of new research in 961 cooperation with the University Research Center, the state's 962 universities and other laboratories; and

963 (viii) Development of business plans;

964 (c) For public schools within the district technical 965 assistance to secondary schools in curriculum coordination, 966 development of tech prep programs, instructional development and 967 resource coordination; and

968 (d) For economic development, a local forum and 969 resource center for all local industrial development groups to 970 meet and promote regional economic development.

971 (4) Each workforce development center shall compile and make 972 accessible to the Department of Workforce Development and Mississippi State Workforce Investment Board necessary information 973 974 for use in evaluating outcomes of its efforts and in improving the 975 quality of programs at each community college, and shall include 976 information on literacy initiatives. Each workforce development 977 center shall, through an interagency management information 978 system, maintain records on new small businesses, placement, 979 length of time on the job after placement and wage rates of those

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980 placed in a form containing such information as established by the 981 state council.

982 (5) The Mississippi Community College Board is authorized to 983 designate one or more workforce development centers at the request 984 of affiliated community or junior colleges to provide skills 985 training to individuals to enhance their ability to be employed in 986 the motion picture industry in this state.

987 SECTION 15. Section 37-153-13, Mississippi Code of 1972, is 988 amended as follows:

989 37-153-13. The Mississippi Community College Board, in 990 <u>collaboration with the Mississippi Department of Workforce</u> 991 <u>Development</u>, is designated as the primary support agency to the 992 workforce development centers. The Mississippi Community College 993 Board, in consultation with the Mississippi Department of

994 <u>Workforce Development</u>, may exercise the following powers:

995 (a) To provide the workforce development centers the996 assistance necessary to accomplish the purposes of this chapter;

997 (b) To provide the workforce development centers 998 consistent standards and benchmarks to guide development of the 999 local workforce development system and to provide a means by which 1000 the outcomes of local services can be measured;

1001 (c) To develop the staff capacity to provide, broker or 1002 contract for the provision of technical assistance to the 1003 workforce development centers, including, but not limited to:

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1004 (i) Training local staff in methods of recruiting, 1005 assessment and career counseling; 1006 Establishing rigorous and comprehensive local (ii) 1007 preemployment training programs; 1008 (iii) Developing local institutional capacity to 1009 deliver total quality management training; 1010 (iv) Developing local institutional capacity to 1011 transfer new technologists into the marketplace; 1012 Expanding the Skills Enhancement Program and (v) 1013 improving the quality of adult literacy programs; and 1014 (vi) Developing data for strategic planning; 1015 To collaborate with the Mississippi Development (d) Authority, Mississippi Department of Workforce Development, 1016 individual community and junior colleges, and other economic 1017 development organizations to increase the * * * economic 1018 1019 development potential and the state's labor force participation 1020 rate; 1021 To administer presented and approved certification (e) 1022 programs by the community colleges for tax credits and partnership

1023 funding for corporate training;

(f) To create and maintain an evaluation team that examines which kinds of curricula and programs and what forms of quality control of training are most productive so that the knowledge developed at one (1) institution of education can be transferred to others;

20/SS08/HB336A.J PAGE 41 (g) To develop internal capacity to provide services and to contract for services from universities and other providers directly to local institutions;

1032 (h) To develop and administer an incentive1033 certification program;

1034 (i) To develop and hire staff and purchase equipment 1035 necessary to accomplish the goals set forth in this section; and

1036 (j) To collaborate, partner and contract for services 1037 with community-based organizations and disadvantaged businesses in 1038 the delivery of workforce training and career information 1039 especially to youth, as defined by the federal Workforce 1040 Investment Act, and to those adults who are in low income jobs or 1041 whose individual skill levels are so low as to be unable initially to be aided by a workforce development center. Community-based 1042 1043 organizations and disadvantaged businesses must meet 1044 performance-based certification requirements set by the 1045 Mississippi Community College Board, in collaboration with the 1046 Mississippi Department of Workforce Development.

1047 SECTION 16. Section 60, Chapter 572, Laws of 2004, as 1048 amended by Section 58, Chapter 30, Laws of the First Extraordinary 1049 Session of 2008, as amended by Section 58, Chapter 559, Laws of 1050 2010 Regular Session, as amended by Section 59, Chapter 471, Laws 1051 of 2011, as amended by Section 58, Chapter 515, Laws of 2012, as 1052 amended by Section 58, Chapter 451, Laws of 2019, is amended as 1053 follows:

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1054 Section 60. <u>Sections 8 through 59 of</u> this act shall stand 1055 repealed on July 1, 2023.

1056 **SECTION 17.** The following shall be codified as Section 1057 37-153-17, Mississippi Code of 1972:

1058 <u>37-153-17.</u> Sections 37-153-1, 37-153-3, 37-153-5, 37-153-7, 1059 37-153-9, 37-153-11, 37-153-13 and 37-153-15 shall stand repealed 1060 on July 1, 2023.

1061 SECTION 18. Section 37-153-1, Mississippi Code of 1972, is 1062 brought forward as follows:

1063 37-153-1. This chapter shall be known and may be cited as 1064 the "Mississippi Comprehensive Workforce Training and Education 1065 Consolidation Act of 2004."

1066 SECTION 19. Section 37-153-3, Mississippi Code of 1972, is 1067 brought forward as follows:

37-153-3. It is the intent of the Legislature by the passage 1068 1069 of Chapter 572, Laws of 2004, to establish one (1) comprehensive 1070 workforce development system in the State of Mississippi that is 1071 focused on achieving results, using resources efficiently and 1072 ensuring that workers and employers can easily access needed 1073 services. This system shall reflect a consolidation of the 1074 Mississippi Workforce Development Advisory Council and the 1075 Mississippi State Workforce Investment Act Board. The purpose of 1076 Chapter 572, Laws of 2004, is to provide workforce activities, 1077 through a statewide system that maximizes cooperation among state agencies, that increase the employment, retention and earnings of 1078

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1079 participants, and increase occupational skill attainment by 1080 participants and as a result, improve the quality of the 1081 workforce, reduce welfare dependency and enhance the productivity 1082 and competitiveness of the State of Mississippi.

1083 SECTION 20. Section 37-153-5, Mississippi Code of 1972, is 1084 brought forward as follows:

1085 37-153-5. For purposes of this chapter, the following words 1086 and phrases shall have the meanings respectively ascribed in this 1087 section unless the context clearly indicates otherwise:

1088 (a) "State board" means the Mississippi State Workforce1089 Investment Board;

1090 (b) "District councils" means the Local Workforce 1091 Development Councils;

1092 (c) "Local workforce investment board" means the board 1093 that oversees the workforce development activities of local 1094 workforce areas under the federal Workforce Investment Act.

1095 **SECTION 21.** Section 37-153-9, Mississippi Code of 1972, is 1096 brought forward as follows:

1097 37-153-9. (1) In accordance with the federal Workforce 1098 Investment Act of 1998, there shall be established, for each of 1099 the four (4) state workforce areas prescribed in Section 37-153-3 1100 (2)(c), a local workforce investment board to set policy for the 1101 portion of the state workforce investment system within the local 1102 area and carry out the provisions of the Workforce Investment Act.

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1103 (2)Each community college district shall have an affiliated 1104 District Workforce Development Council. The district council 1105 shall be composed of a diverse group of fifteen (15) persons 1106 appointed by the board of trustees of the affiliated public 1107 community or junior college. The members of each district council 1108 shall be selected from persons recommended by the chambers of 1109 commerce, employee groups, industrial foundations, community 1110 organizations and local governments located in the community 1111 college district of the affiliated community college with one (1) 1112 appointee being involved in basic literacy training. However, at 1113 least eight (8) members of each district council shall be chief 1114 executive officers, plant managers that are representatives of 1115 employers in that district or service sector executives. The 1116 District Workforce Development Council affiliated with each respective community or junior college shall advise the president 1117 1118 of the community or junior college on the operation of its 1119 workforce development center/one-stop center.

1120 The Workforce Development Council shall have the following 1121 advisory duties:

1122 (a) To develop an integrated and coordinated district1123 workforce investment strategic plan that:

1124 (i) Identifies workforce investment needs through1125 job and employee assessments of local business and industry;

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1126 (ii) Sets short-term and long-term goals for 1127 industry-specific training and upgrading and for general development of the workforce; and 1128 1129 Provides for coordination of all training (iii) 1130 programs, including ABE/High School Equivalency Diploma, Skills 1131 Enhancement and Industrial Services, and shall work 1132 collaboratively with the State Literacy Resource Center; 1133 To coordinate and integrate delivery of training as (b) 1134 provided by the workforce development plan; 1135 (C) To assist business and industry management in the 1136 transition to a high-powered, quality organization; 1137 To encourage continuous improvement through (d) 1138 evaluation and assessment; and 1139 To oversee development of an extensive marketing (e) 1140 plan to the employer community. 1141 SECTION 22. Section 37-153-15, Mississippi Code of 1972, is 1142 brought forward as follows: 1143 37-153-15. (1) As used in this chapter: 1144 The words "industry certification" mean a voluntary (a) 1145 process through which students are assessed by an independent, 1146 third-party certifying entity using predetermined standards for 1147 knowledge, skills and competencies, resulting in the award of a credential that is nationally recognized and must be at least one 1148 (1) of the following: 1149

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(i) Within an industry that addresses a critical local, regional or statewide economic need;

(ii) Linked to an occupation that is included in the State Department of Employment Security's occupations in high-demand list; or

1155 (iii) Linked to an occupation that is identified 1156 as emerging.

(b) The words "qualifying industry certification" mean an industry certification that is linked to an occupation with wages of at least seventy percent (70%) of the average annual wage in this state unless the industry certification is stackable to another postsecondary or professional credential which is linked to an occupation which meets the wage criterion.

(2) The State Workforce Investment Board shall provide the State Board of Education annually with a list of qualifying industry certifications. If the occupations identified in the list are not substantially the same as those occupations identified in the prior year, the State Board of Education shall provide reasonable notice of the changes to school districts.

(3) Beginning in fiscal year 2019-2020 and subject to available funding, the Department of Education shall pay a career and technical education incentive grant to the public school for each student enrolled in the public school who earns a qualifying industry certification. The amount per student for the career and technical education incentive grant shall be Six Hundred Dollars

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1175 (\$600.00). If the statewide sum of the career and technical 1176 education incentive grants awarded pursuant to this section 1177 exceeds the amount of available funds appropriated for the grants, 1178 the grants per student shall be reduced proportionately to cover 1179 all eligible grants under this section.

1180 (4) The grants may be used for qualifying industry 1181 certification examination fees, professional development for 1182 teachers in career and technical education programs under this 1183 section, student instructional support for programs that lead to 1184 qualifying industry certifications, or to increase access to 1185 qualifying industry certifications. Any grants awarded under this 1186 section may not be used to supplant funds provided for the basic 1187 operation of the career and technical education programs.

(5) On or before July 1 of each year, the Department of Education shall submit a report to the Governor, the Lieutenant Governor, the Speaker of the House of Representatives, the Chairmen of the House and Senate Education Committees, the Chairman of the House Workforce Development Committee and the Chairman of the Senate Labor Committee on the following:

(a) The number of students who enrolled in a career and technical education course or program that leads to a qualifying industry certification.

(b) The number of students who earned a qualifying industry certification by certification.

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(c) The amount of career and technical education incentive grants awarded by the school.

1201 (d) The amount of career and technical education1202 incentive grants awarded per student.

1203 (e) Aggregated demographic data on the students who 1204 earned a qualifying industry certification, including the

1205 qualifying industry certifications earned by rural and urban

1206 students.

1207 **SECTION 23.** This act shall take effect and be in force from 1208 and after July 1, 2020, and shall stand repealed on June 30, 2020.

Further, amend by striking the title in its entirety and

inserting in lieu thereof the following:

AN ACT TO ESTABLISH THE MISSISSIPPI DEPARTMENT OF WORKFORCE 1 2 DEVELOPMENT; TO MAKE THE DEPARTMENT RESPONSIBLE FOR THE 3 ADMINISTRATION OF CERTAIN WORKFORCE PROGRAMS ADMINISTERED BY THE 4 MISSISSIPPI STATE WORKFORCE INVESTMENT BOARD, THE MISSISSIPPI 5 COMMUNITY COLLEGE BOARD AND INDIVIDUAL COMMUNITY OR JUNIOR 6 COLLEGES, INCLUDING PROGRAMS ADMINISTERED THROUGH THE MISSISSIPPI 7 WORKFORCE ENHANCEMENT TRAINING FUND AND THE MISSISSIPPI WORKS 8 FUND; TO PROVIDE FOR THE DEPARTMENT TO BE HEADED BY THE EXECUTIVE 9 DIRECTOR OF WORKFORCE DEVELOPMENT, TO SERVE AT THE WILL AND 10 PLEASURE OF THE BOARD OF DIRECTORS; TO PROVIDE FOR THE 11 CONSTITUTION OF THE BOARD'S MEMBERSHIP AND THE TERMS OF OFFICE OF 12 THE MEMBERS; TO PROVIDE REPORTING REQUIREMENTS FOR THE DEPARTMENT; 13 TO PROVIDE FOR THE CONFIDENTIALITY OF CERTAIN INFORMATION 14 SUBMITTED TO THE EXECUTIVE DIRECTOR CONCERNING WORKFORCE TRAINING 15 PROJECTS; TO AUTHORIZE THE DEPARTMENT TO PROMULGATE RULES AND REGULATIONS; TO AMEND SECTIONS 71-5-353, 71-5-453, 37-153-7, 16 37-153-11 AND 37-153-13, MISSISSIPPI CODE OF 1972, IN CONFORMITY 17 THERETO; TO AMEND SECTION 60, CHAPTER 572, LAWS OF 2004, AS LAST 18 19 AMENDED BY SECTION 58, CHAPTER 451, LAWS OF 2019, WHICH IS THE REPEALER FOR THE CHAPTER, TO EXCLUDE THE SECTIONS OF THE CHAPTER CORRESPONDING TO SECTIONS 37-153-1 THROUGH 37-153-13; TO CREATE 20 21 22 NEW SECTION 37-153-17, MISSISSIPPI CODE OF 1972, TO CODIFY THE 23 REPEALER OF SECTIONS 37-153-1 THROUGH 37-153-13, AND TO ADD 24 SECTION 37-153-15 AS SUBJECT TO THE REPEALER; TO BRING FORWARD

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25 SECTIONS 37-153-1, 37-153-3, 37-153-5, 37-153-9 AND 37-153-15, 26 MISSISSIPPI CODE OF 1972, FOR THE PURPOSE OF POSSIBLE AMENDMENT;

- 27 AND FOR RELATED PURPOSES.