LB 1136

LEGISLATURE OF NEBRASKA

ONE HUNDRED SECOND LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 1136

Introduced by Mello, 5; Nordquist, 7.

Read first time January 19, 2012

Committee: Health and Human Services

A BILL

FOR AN ACT relating to employment; to state findings; to create and provide for a wage subsidy program; to provide duties for the Department of Health and Human Services; to provide for termination of the program; to state intent relating to appropriations; to provide an operative date; and to declare an emergency.

7 Be it enacted by the people of the State of Nebraska,

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- 1 Section 1. The Legislature finds that:
- 2 (1) Work experience is necessary to obtain employment in
- 3 <u>a competitive job market;</u>
- 4 (2) Businesses find creating capacity to add employees
- 5 <u>during a time of economic recovery challenging;</u>
- 6 (3) Subsidized employment can benefit employers and
- 7 workers in need of experience;
- 8 (4) Increasing opportunities for public assistance
- 9 recipients to engage in meaningful workplace experience can
- 10 significantly contribute to their long-term employability;
- 11 (5) Providing wage subsidies can also help businesses to
- 12 grow; and
- 13 (6) States nationwide provide subsidized employment to
- 14 public assistance recipients in order to aid employers in developing
- work placements for public assistance recipients.
- 16 Sec. 2. The wage subsidy program is created within the
- 17 Department of Health and Human Services to provide opportunities for
- 18 employers and participants in the aid to dependent children program
- 19 to receive wage subsidies. The department shall establish an
- 20 application process for the program. Such process shall include, but
- 21 not be limited to, a requirement that applicants submit a plan
- 22 <u>including</u>, but not limited to, the following criteria:
- 23 (1) A partnership between an entity which contracts with
- 24 the department pursuant to section 68-1722 to provide case management
- 25 <u>services and a nonprofit organization or the Department of Labor;</u>

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1 (2) Initial client assessment, job development, job 2 placement, and employment retention services; and 3 (3) A strategy to place participants in in-demand jobs. 4 Sec. 3. Wage subsidies under the program created under 5 section 2 of this act shall be capped at the prevailing wage and 6 shall be provided for no more than forty hours per week for not more 7 than six months per participant. Wages shall be subsidized on the 8 following scale: 9 (1) One hundred percent in months one and two of the 10 program; (2) Seventy-five percent in month three of the program; 11 12 (3) Fifty percent in months four and five of the program; 13 and 14 (4) Twenty-five percent in month six of the program. Sec. 4. The wage subsidy program created under section 2 15 16 of this act shall terminate on July 1, 2014, at which time Department of Health and Human Services shall submit a final report to the 17 Health and Human Services Committee of the Legislature, reporting the 18 number of participants and their employment status. 19 20 Sec. 5. The Department of Health and Human Services may 21 adopt and promulgate rules and regulations to carry out sections 1 to 22 4 of this act. 23 6. It is the intent of the Legislature to Sec.

appropriate one million dollars for FY2012-13 and one million dollars

for FY2013-14 from Temporary Assistance for Needy Family funds to

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- 1 carry out the provisions of sections 1 to 5 of this act.
- 2 Sec. 7. This act becomes operative on July 1, 2012.
- 3 Sec. 8. Since an emergency exists, this act takes effect
- 4 when passed and approved according to law.