LEGISLATURE OF NEBRASKA

ONE HUNDRED NINTH LEGISLATURE

FIRST SESSION

## **LEGISLATIVE BILL 363**

Introduced by Ibach, 44. Read first time January 16, 2025 Committee: Business and Labor

- 1 A BILL FOR AN ACT relating to apprenticeships; to adopt the
- 2 Apprenticeship Grant Act.
- 3 Be it enacted by the people of the State of Nebraska,

1	Section 1. Sections 1 to 8 of this act shall be known and may be
2	cited as the Apprenticeship Grant Act.
3	Sec. 2. The purpose of the Apprenticeship Grant Act is to provide
4	underemployed and unemployed individuals with job training and classroom
5	instruction opportunities in order to earn a livable wage and reduce
6	their reliance on economic assistance programs and to increase the number
7	<u>of Nebraska businesses willing to offer apprenticeships to Nebraska</u>
8	workers.
9	Sec. 3. For purposes of the Apprenticeship Grant Act, unless the
10	<u>context otherwise requires:</u>
11	<u>(1) Apprentice means any person who participates in an</u>
12	<u>apprenticeship;</u>
13	<u>(2) Apprenticeship means supervised on-the-job training with</u>
14	technical classroom instruction on subjects related to the apprentice's
15	chosen occupation;
16	(3) Department means the Department of Labor;
17	(4) Economic assistance program includes aid to dependent children;
18	aid to the aged, blind, and disabled; the Supplemental Nutrition
19	<u>Assistance Program; medicaid; child care; emergency assistance; energy</u>
20	<u>assistance; social services block grants; and other similar programs</u>
21	administered by the Department of Health and Human Services;
22	<u>(5) Registered apprenticeship program means an apprenticeship</u>
23	program registered under the National Apprenticeship Act, 29 U.S.C. 50 et
24	seq.; and
25	<u>(6) SNAP Next Step Program has the same meaning as in section</u>
26	<u>68-1017.02.</u>
27	<b>Sec. 4.</b> (1) A business is eligible for a grant to assist in
28	providing an apprenticeship if:
29	<u>(a) The business certifies that the apprenticeship is part of a</u>
29 30	<u>(a) The business certifies that the apprenticeship is part of a registered apprenticeship program;</u>

1	programs affiliated with the Nebraska Workforce Innovation and
2	<u>Opportunity Act;</u>
3	<u>(c) The business intends to offer the apprentice full-time</u>
4	employment upon the successful completion of the apprenticeship that
5	includes a wage sufficient to reduce participation in economic assistance
6	programs; and
7	<u>(d) The apprenticeship will be completed within the State of</u>
8	<u>Nebraska.</u>
9	(2) A business seeking a grant under this section shall apply to the
10	department on a form prescribed by the department.
11	<u>(3)(a) The department may award grants to businesses under this</u>
12	section to reimburse the costs for:
13	<u>(i) Wages for apprentices; or</u>
14	(ii) Tuition for apprentices to participate in classroom instruction
15	at institutions of higher education.
16	(b) The maximum grant award per apprentice is thirty-seven thousand
17	<u>dollars.</u>
18	(4) A business may apply for no more than one grant for the same
19	apprentice and shall not be awarded more than five grants total in any
20	twelve-month period.
21	(5) The department shall, to the extent possible, ensure that the
22	distribution of grants under this section provides equitable access to
23	the grants by all geographic areas of the state.
24	(6) The department shall not award more than four million dollars of
25	grants under this section in any one fiscal year.
26	(7) The department shall develop a qualified action plan by January
27	<u>1 of each even-numbered year. The plan shall, at a minimum, set forth the</u>
28	department's priorities and selection criteria for awarding grants for
29	apprenticeships under this section. The department shall submit the plan
30	to the Governor for approval.
31	(8) The department shall execute a memorandum of understanding with

the Department of Health and Human Services before December 31, 2025, to ensure the exchange of data regarding registered apprenticeship programs and the SNAP Next Step Program. The memorandum of understanding shall require the Department of Health and Human Services to provide deidentified data concerning the number of Supplemental Nutrition Assistance Program recipients that find self-sufficient employment and the estimated savings to the Supplemental Nutrition Assistance Program.

(9) The department shall submit an annual report to the Governor and 8 9 the Legislature on or before October 1, 2026, and on or before October 1 10 of each year thereafter which includes, but is not necessarily limited to, a description of the demand for apprenticeship grants under this 11 section from all geographic regions in Nebraska, a listing of the 12 13 recipients and amounts of apprenticeship grants awarded under this section in the previous fiscal year, the number of apprentices that were 14 15 employed by grant recipients upon the completion of an apprenticeship in 16 the previous fiscal year, and de-identified data regarding the number of 17 Supplemental Nutrition Assistance Program recipients that find selfsufficient employment and the estimated savings to the Supplemental 18 19 Nutrition Assistance Program. The report submitted to the Legislature shall be submitted electronically. The department may require recipients 20 21 to provide periodic performance reports to enable the department to 22 fulfill the requirements of this subsection. The report shall contain no information that is protected by state or federal confidentiality laws. 23

Sec. 5. (1) An apprentice may apply to the department for a grant to pay for child care costs while training as an apprentice in a building or construction trade. To qualify for such grant, the apprentice shall be:

(a) Represented by an organization described in section 501(c)(5) of
the Internal Revenue Code of 1986; and

30 (b) Employed by a redeveloper, contractor, or subcontractor that is
31 participating in a registered apprenticeship program with a training

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1 facility located in Nebraska. (2)(a) The department may award grants to apprentices who qualify 2 3 under subsection (1) of this section. 4 (b) The maximum grant awarded to any apprentice under this section 5 is thirty-seven thousand dollars. (3) The department shall recover any grant awarded to an apprentice 6 7 under this section if such apprentice does not complete the apprenticeship in which the apprentice was participating at the time of 8 9 receiving the grant. 10 Sec. 6. The department may adopt and promulgate rules and regulations to govern the award and disbursement of grants pursuant to 11 12 the Apprenticeship Grant Act. 13 (1) The Apprenticeship Nebraska Cash Fund is created. The Sec. 7. 14 fund shall be used to carry out the Apprenticeship Grant Act. The fund 15 shall consist of money transferred to the fund by the Legislature and 16 money donated as gifts, bequests, or other contributions from public or 17 private entities. Any money in the fund available for investment shall be invested by the state investment officer pursuant to the Nebraska Capital 18 19 Expansion Act and the Nebraska State Funds Investment Act. (2) The department may use up to five percent of any appropriation 20 to carry out the Apprenticeship Grant Act for administrative expenses. 21 22 The Apprenticeship Grant Act terminates on June 30, 2031. Sec. 8. The State Treasurer shall transfer any unobligated money remaining in the 23 24 Apprenticeship Nebraska Cash Fund on such date to the General Fund.