SLS 14RS-410 ORIGINAL

Regular Session, 2014

SENATE BILL NO. 207

BY SENATOR JOHN SMITH

WORKFORCE COMMISSION. Provides relative to the Incumbent Worker Training Program. (8/1/14)

1 AN ACT

To amend and reenact R.S. 23:1514(D)(1), relative to the Incumbent Worker Training Program; to provide for certain third-party training providers; and to provide for

4 related matters.

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Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 23:1514(D)(1) is hereby amended and reenacted to read as follows:

§1514. Worker training fund; purpose; training programs; eligibility criteria;

8 program administration

9 * * *

D.(1)(a) Training shall be done by a third-party training provider selected by the applicants. The training provider selected by an applicant must have a demonstrated history of successful training through its replacement, retention, and satisfaction rates; show collaboration with regard to industry in the development of customized training; and use current industry standards as the basis for programs utilized to train individuals in a targeted industry. Training may be provided by the applicant's employees under limited circumstances as permitted by duly promulgated rules and regulations. Third-party training providers must have a demonstrated

history of successful training. No third-party training provider may be an entity whose principal owner is an immediate family member, as defined by the Code of Governmental Ethics, of an individual in a management position with the applicant who has the authority to make decisions regarding a training grant or a business related to the applicant, such as a parent, subsidiary, or partner of the applicant.

(b) Nothing herein shall be construed to prohibit a Louisiana college or university from acting as a third-party training provider. Nothing herein shall prohibit a Louisiana college or university from subcontracting with an out-of-state college or university to provide the actual training pursuant to this Section so long as the training takes place on the campus of a Louisiana college or university.

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The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Carla S. Roberts.

DIGEST

John Smith (SB 207)

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<u>Present law</u> provides for a special fund within the Employment Security Administration Fund (i.e., the fund in which employers deposit their unemployment insurance taxes).

<u>Present law</u> provides that monies from the special fund are to be used only for the purpose of upgrading employee job skills through training.

<u>Present law</u> provides that training is to be done by a third-party training provider selected by the applicant and approved pursuant to rules and regulations promulgated by the Louisiana Workforce Commission.

<u>Proposed law</u> provides that third-party training may be provided by a Louisiana college or university.

<u>Proposed law</u> provides that a Louisiana college or university may subcontract with an out-of-state college or university to provide third-party training so long as the training takes place on the campus of a Louisiana college or university.

Effective August 1, 2014.

(Amends R.S. 23:1514(D)(1))