## **SENATE BILL NO. 739**

November 30, 2021, Introduced by Senators LASATA, HORN, VANDERWALL and SCHMIDT and referred to the Committee on Education and Career Readiness.

A bill to amend 1966 PA 331, entitled "Community college act of 1966,"

by amending sections 161 and 166 (MCL 389.161 and 389.166), section 161 as amended by 2015 PA 130 and section 166 as added by 2008 PA 359.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 161. As used in this chapter:
- 2 (a) "Agreement" means a written agreement between an employer
- 3 and a community college district concerning a project and any
- 4 amendments to that agreement.

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- 1 (b) "Bond" or "bonds" means bonds, notes, or other debt issued2 by a community college district under this chapter.
- 3 (c) "Employer" means a person that is engaged in business and4 has employees in this state.
- 5 (d) "New job" means a full-time job in this state that meets6 all of the following:
- 7 (i) Except as provided in subparagraph (ii) or (iii), is a new, 8 existing, or expanding business of an employer.
- 9 (ii) Is not a job of a recalled worker, a replacement job, or 10 any other job that existed in the employer's business within the 1-11 year period preceding the date of an agreement.
- (iii) Is not a job that is part of an employer's business 12 13 operation located in a municipality in this state, if that job 14 existed in a business operation or a substantially similar business 15 operation of the employer formerly located in another municipality in this state, the employer moved that business operation or 16 17 substantially similar business operation to its current location, 18 and the employer closed or substantially reduced that former 19 business operation or substantially similar business operation.
- 20 (iv) Results in a net increase in employment in this state for that employer.
- 22 ( $\nu$ ) The wage paid for the job is equal to or exceeds  $\frac{175\%}{125\%}$  23 of the state minimum wage.
- (e) "New jobs credit from withholding" means the creditdescribed in section 163.
- 26 (f) "New jobs training program" or "program" means the project
  27 or projects established by a community college district for the
  28 creation of jobs by providing education and training or retraining
  29 of workers for new jobs.

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- (g) "Program costs" means all necessary and incidental costs
   of providing program services.
- 5 (i) Training or retraining for new jobs.
- 6 (ii) Adult basic education and job-related instruction.
- 7 (iii) Developmental, readiness, and remedial education.
- 8 (iv) Vocational and skill-assessment services and testing.
- $\mathbf{9}$  (v) Training facilities, equipment, materials, and supplies.
- 10 (vi) Administrative expenses for the new jobs training program.
- (vii) Subcontracted services with public universities and
- 12 colleges in this state, private colleges or universities, or any
- 13 federal, state, or local departments or agencies.
- 14 (viii) Contracted or professional services.
- (i) "Project" means a training arrangement that is the subjectof an agreement entered into between the community college district
- 17 and an employer to provide program services.
- 18 (j) "State minimum wage" means the minimum hourly wage rate in
- 19 effect as of the date the employer and the community college
- 20 district enter into the agreement to establish the project under
- 21 former 1964 PA 154 or under the workforce opportunity wage act,
- 22 2014 PA 138, MCL 408.411 to 408.424, as applicable.
- 23 Sec. 166. The aggregate outstanding obligation of all
- 24 agreements entered into under this chapter shall must not exceed
- 25 \$50,000,000.00 \\$75,000,000.00 in any calendar year.