

Fifty-sixth  
Legislative Assembly  
of North Dakota

## ENGROSSED SENATE BILL NO. 2096

Introduced by

Senator Grindberg

(At the request of Job Service North Dakota)

1 A BILL for an Act to create and enact a new section to chapter 52-02.1 of the North Dakota  
2 Century Code, relating to cost reimbursement for new jobs training; and to amend and reenact  
3 subsection 2 of section 52-02.1-03 of the North Dakota Century Code, relating to cost  
4 reimbursement for new jobs training.

5 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

6 **SECTION 1. AMENDMENT.** Subsection 2 of section 52-02.1-03 of the 1997  
7 Supplement to the North Dakota Century Code is amended and reenacted as follows:

8 2. The North Dakota income tax withholding on wages paid by the employer to each  
9 new employee participating in a project must be credited from the withholding  
10 payments made by the employer pursuant to section 57-38-60. The tax  
11 commissioner shall transmit the equivalent credit payment amount to the state  
12 treasurer to be allocated to a special fund for payment to the department,  
13 community, or both, as the case may be, of principal and interest on loans issued  
14 pursuant to section 52-02.1-04, or for reimbursing employers participating in the  
15 cost reimbursement option provided in section 2 of this Act. All moneys deposited  
16 in the fund are hereby appropriated for the purposes of this section. When the  
17 principal and interest on the loans have been repaid or the employer's  
18 self-financed training costs have been reimbursed, the employer credits must  
19 cease and any money received after the loans have been repaid must be remitted  
20 by the tax commissioner to the general fund of the state.

21 **SECTION 2.** A new section to chapter 52-02.1 of the 1997 Supplement to the North  
22 Dakota Century Code is created and enacted as follows:

23 **Cost reimbursement option.** Program services developed and coordinated by job  
24 service North Dakota provided to primary sector businesses found eligible for loans or grants

1 under section 52-02.1-02 must also be provided to primary sector businesses that provide self  
2 financing as funding for new jobs training programs. Under this option, employers may be  
3 reimbursed an amount up to sixty percent of the allowable state income tax withholding  
4 generated from the new jobs positions and identified in the final agreement. Reimbursement  
5 under this option is to be made over the ten-year period of the project. The agreement  
6 requirements set forth in section 52-02.1-02 and the provisions of section 52-02.1-03 apply to  
7 this section.