

## **HB 1431 Testimony**

## Specific to Discussions Regarding the Proposed Cass County Career Academy

## Thomas Shorma - Feb 1, 2021

Mr. Chairman and Members of the Committee, my name is Tom Shorma, and I am the CEO and President of WCCO Belting, Inc. We are a 66-yr old primary sector, family-owned, manufacturing company that today employs more than 270 people at two locations. We manufacture custom rubber products and sell them annually to customers located in more than 20 countries.

Today I am here representing many different private sector businesses in the Red River Valley who strongly support the proposed Cass County Career Workforce Academy. This project is designed as a public/private partnership to assist with workforce challenges in crucial industries in ND. In fact, millions of dollars have already been pledged and paid by the private sector in support of its creation.

It should be noted that WCCO Belting, Inc., the business which I currently lead is in *Richland County*. Also, that I currently reside in Fargo which of course is in Cass County. Yes, I make the drive down from Fargo to our business in Wahpeton nearly every day. My children now attend middle school and high school in Cass County.

I am here today to speak in support of the Career Workforce Academy under unique circumstances which I feel allows me to give a perspective that many others simply do not have. I say this because I speak from first-hand experience. Our family business in Wahpeton has directly benefited from having a version of this same initiative in our community for the past 40+ years. It is an operating model already available to high school students in Richland County by NDSCS. Students from the various high schools can attend NDSCS – while they are still in high school – and they have benefited greatly from that experience, the training, and their exposure to a wide assortment of high demand technically skilled careers that exist in ND. And ultimately, isn't that what this is all about -- helping the students better understand what kinds of careers exist here so that they can stay here? To keep more of our own from leaving the state!

As such, I speak from our own direct business experience about the importance and value of establishing such an Academy in Cass County. The academy would offer programs for K-14 students, to the incumbent workforce and to new immigrants with a curriculum to prepare them for success. In the wake of the coronavirus pandemic and other current economic factors, retraining a workforce for careers in high demand sectors is increasingly important. It is also why we – as a family – have agreed to financially support the private / public partnership that has been established to create such a facility -- even though our business is not located in Cass County!

Since the business that I lead is a manufacturing company, please bear with me as I take just a minute to look at the need for a Career Training Academy in Cass County from another perspective. For many years we have all heard and have been talking about the national and regional shortage of a HIGH DEMAND / TECHNICALLY SKILLED workforce.

- What do you think of when you hear the term HIGH DEMAND / TECHNICALLY SKILLED workforce?
  - 2 yr. Trade Schools?
  - Jobs like electricians, plumbers, auto mechanics, diesel mechanics?

It is certainly true that there is a major shortage of workforce to fill those types of jobs. However, there is an often-forgotten category – at least with high school students -- that includes a wide assortment of excellent, high demand career positions in manufacturing!

• What do you think about when you hear the term MANUFACTURING jobs? Are your first thoughts that this is just a dark and dirty place with machine operators, welders, assemblers? Do you think to yourself, that is great for others, but I do not want my kid in a technical career, in manufacturing?

That may have been in the past, but it is NOT today.

TODAY's High Demand <u>Manufacturing Careers</u> include: Engineering technicians, Robotics and Automation developers, product development specialists, quality technicians, computer technicians, Accounting and Human Resource Generalists, Product and National Account Specialists, Direct and Indirect materials buyers, Production scheduling specialists – also known as Master Schedulers, Shipping Expeditors – including exporting coordinators and regulation coordinators, Inventory Control managers...and many more!

 There are more than 700 manufacturing companies in North Dakota who account for nearly 8% of the total revenue output of the state, employing 6% of the total workforce. State revenue from manufacturing was over \$4 billion. There was an average of 26,000 manufacturing employees in North Dakota last year with an <u>average</u> annual compensation of more than \$60k.

By the way, the non-farm income average in ND is less than \$50k.

- Take a guess at the top <u>5 Mfg. Sectors for Job Growth</u> in ND
  - 1. Aerospace products and parts manufacturing
  - 2. Ag. Construction, and Mining Machinery Mfg.
  - 3. Other general-purpose machinery Mfg.
  - 4. Pharmaceutical and medicine Mfg.
  - 5. Motor Vehicle Parts Mfg.

So...as we sit here today discussing how to better <u>inform</u> our students and our under-employed population and our new Americans of the multiple high demand skilled careers that are in ND – let us make sure we include the mfg. sector in our conversations with them.

## THIS is where I personally see the greatest value of the proposed Cass County CAREER WORKFORCE ACADEMY!

 To serve as a "A college-prep sequential curriculum with a focus on EXPOSING students to HIGH DEMAND TECHNICAL CAREERS before they leave high school
and then letting them pursue their area of interest.

To me, what is a bit ironic is that many people that I have spoken too – including many in the media, still consider the proposed Cass County Career Workforce Academy a new concept, experimental, an unproven model – when in fact there are more than 7000 career academies in the United States with about a million students "annually". One such just happens to be located here in Bismarck. The fact that Cass County does NOT have one is the exception.

What IS also very unique – especially to this area and even nationally -- is how the four different school districts of Cass County have COLLABORATIVELY, in the best interest of the students, have put aside rivalries and have joined the private sector to try to provide a single place for Cass County k-14 students, incumbent workforce and new immigrants can to go to <u>learn about and to help prepare</u> them for successful careers.

Of course, the alternative would be for each school district to fund / tax and to build its own – which I think that we can all agree is a far less financially efficient alternative.

In consideration of this unique opportunity to enhance workforce development in North Dakota, diversify our economy, and to offset the challenges we are still dealing with on the pandemic, we highly support this proposal to develop the Cass County Career Workforce Academy.

Thank you for your time today and for your service to ND.

I am now opened to answer any of your questions.

Thomas D. Shorma

CEO / President