



NEW MEXICO JOB TRAINING INCENTIVE PROGRAM

WHETHER YOU HAVE A THRIVING BUSINESS LOOKING TO EXPAND, OR A BUSINESS LOOKING TO LOCATE IN NEW MEXICO, YOU'LL NEED NEW EMPLOYEES. While financially it can be difficult to grow and nurture a new staff, the New Mexico Job Training Incentive Program (JTIP) can help. JTIP offers financial support for hiring new employees, from New Mexico's smallest rural offices to the largest big-city companies.

"The Job Training Incentive Program has allowed us to train our employees more comprehensively and effectively by freeing up dollars to specifically train new employees into the workforce."

Chris Wray, PESCO, Farmington

JTIP eases your financial commitment, giving you the opportunity to train employees on-site to meet your needs. This allows you to hire people in the community who may lack the skills but not the desire to work hard.

"Aero Mechanical Industries is proud of the fact that we are able to bring unskilled labor into the aerospace industry and train them. We are providing higher wages and a better way of life for many New Mexico families, and that helps the economy. We all benefit by having a state-sponsored program like JTIP..."

Rodney Doss, Aero Mechanical Industries, Rio Rancho

The knowledgeable JTIP staff is ready to assist you in developing a proposal and implementing the program when your company is approved for funding.

"...the validation and encouragement I have received throughout the process have been important to me as a business owner."

David J. Old, Old Wood LLC, Las Vegas

How does your business get involved? Here are the eligibility guidelines, reimbursement policies and information needed to help get the process started.





COMPANY ELIGIBILITY

Two criteria are used to determine JTIP eligibility: the type of business and whether the business is expanding its workforce.

The type of business:

- companies which manufacture a product in New Mexico.
- non-retail business service providers that receive more than 50% of their revenue from customers who are served out of state.

Employment expansion:

- existing companies which are at or above 3 year employment average and are creating new positions.
- companies relocating to New Mexico.
- start ups.

JOB ELIGIBILITY

To be eligible for funding under JTIP jobs must be:

- full-time
- year-round
- newly created
- relate to the production of the product (manufacturers) or the delivery of the service (business service providers and distributors).
- Manufacturing examples: production worker, electronic equipment assembler, first line supervisor, industrial engineering technician.
- Service examples: customer service representative, environmental engineering technician, executive recruiter.
- meet a minimum wage requirement

TRAINEE ELIGIBILITY

To be eligible for funding under JTIP, trainees must:

- be new hires to the company.
- reside in New Mexico.
- have lived in New Mexico for one continuous year at any time in their lives.
- not have dropped out of high school in the 3 months prior to being hired.

REIMBURSABLE TRAINING COSTS

JTIP reimburses qualified companies for a significant portion of the expenses associated with training new hires in newly created jobs.

- a significant portion of wages during initial month(s) on the job.
- cost of customized training provided by educational institution for qualified new hires. Customized training requires a separate contract.
- a portion of the cost of travel required to provide initial training. Travel is limited to 5% of the wage reimbursement request.

All costs must be pre-approved by the JTIP board in order to be eligible for reimbursement.

REIMBURSEMENT GUIDELINES

- The reimbursement period ranges from one to six months, depending on job complexity and wages paid.

- The reimbursement percentage ranges from 50% to 80%, depending on the business location and wage. Companies in rural and economically challenged areas are reimbursed at higher percentages than companies in urban locations.
- In order to be eligible for reimbursement, travel and custom training must occur within the approved training period.

APPLYING FOR JTIP FUNDS

To receive funding under JTIP, companies must be approved by the JTIP board prior to hiring eligible employees. The JTIP board meets monthly, usually on the second Friday of the month.

The application process is simple.

- Contact JTIP staff to determine eligibility and request proposal guidelines. Staff is available to answer questions and provide technical assistance with proposal development.
- Submit one copy of the proposal to JTIP staff for review one month before the board meeting.
- Submit ten copies of the final proposal to JTIP staff when requested, usually two weeks before the meeting.
- Attend the board meeting to represent the company and answer questions from the board.

PROGRAM ADMINISTRATION

The Job Training Incentive Program is administered by the New Mexico Economic Development Department (NMEDD), with cooperation from the New Mexico Department of Workforce Solutions, Commission on Higher Education, and the State Department of Public Education.

JTIP staff at NMEDD assists companies in preparing proposals, reviews proposal submissions, and makes recommendations to the JTIP Board.

The JTIP board's primary responsibilities are:

- Establish program policy.
- Assure funds are expended in accordance with New Mexico law.
- Review and approve or disallow funding requests.

The JTIP Board includes representatives from business, organized labor, and state agencies.

FAQS

1) Is there a limit to the amount of JTIP funding a company can request?

Funding requests are based on projected expenses for participants hired in a six-month period. No limit is set arbitrarily. There is no minimum requirement.

2) Can a company apply for JTIP funds more than once?

A company can apply for JTIP funds as long as the company is in compliance with all established operating requirements and closeout procedures and the business continues to expand. Subsequent proposals must include information on the status of trainees funded under previous contracts.





3) Can employees hired before the JTIP board approves funding be included?

Only trainees hired after the JTIP board approves the company project are eligible for funding.

4) How long does it take to get approval for JTIP?

Companies must submit a proposal to JTIP staff one month before the board meeting at which funding will be considered by the JTIP board. Once the board approves a project, companies are free to begin hiring under the program.

5) Does JTIP restrict who I can hire?

Hiring employees is the sole responsibility of the company, which is encouraged to hire the most qualified candidates. In order to be claimed under JTIP, the employee must be hired into an approved position and meet eligibility requirements.

6) What are the administrative requirements?

A member of JTIP staff meets with each company after the proposal is approved to explain the simple record keeping requirements.

7) When can I apply for reimbursement?

Companies can submit claims for reimbursement after each trainee completes the approved training hours. Reimbursement checks are generally available 7 - 10 days after the claim is submitted.

How can I learn more about JTIP?

Contact JTIP staff at New Mexico Economic Development Department.

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