

HOUSE BILL 909

C8

5lr2499
CF SB 582

By: **Delegates Pena–Melnyk, Angel, Frick, Frush, Glenn, Jackson, McConkey, Tarlau, Vaughn, Walker, A. Washington, and C. Wilson**

Introduced and read first time: February 13, 2015

Assigned to: Economic Matters

Committee Report: Favorable

House action: Adopted

Read second time: March 15, 2015

CHAPTER _____

1 AN ACT concerning

2 **Pilot Program for Small Business Development by Ex–Offenders**

3 FOR the purpose of requiring the Department of Labor, Licensing, and Regulation, in
4 consultation with the Department of Public Safety and Correctional Services and the
5 Maryland Small Business Development Financing Authority, to establish the Pilot
6 Program for Small Business Development by Ex–Offenders for certain purposes by
7 a certain date; providing for the termination of the Program; requiring the
8 Department to develop a certain evaluation process for the Program; requiring the
9 Department, in consultation with the Department of Public Safety and Correctional
10 Services, to select certain individuals to participate in the Program; providing that a
11 person selected by the Department to participate in the Program shall receive certain
12 training and mentoring; requiring the Department to partner the individual with a
13 certain mentor for a certain purpose; requiring the Department to assist the
14 individual in obtaining certain financing through the Maryland Small Business
15 Development Financing Authority; requiring the Department to report to the
16 General Assembly on or before a certain date; providing for the termination of this
17 Act; and generally relating to the Pilot Program for Small Business Development by
18 Ex–Offenders.

19 BY adding to

20 Article – Labor and Employment

21 Section 11–1201 to be under the new subtitle “Subtitle 12. Pilot Program for Small
22 Business Development by Ex–Offenders”

23 Annotated Code of Maryland

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



(2008 Replacement Volume and 2014 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
That the Laws of Maryland read as follows:

Article – Labor and Employment

**SUBTITLE 12. PILOT PROGRAM FOR SMALL BUSINESS DEVELOPMENT BY
EX-OFFENDERS.**

11-1201.

(A) IN THIS SECTION, “PROGRAM” MEANS THE PILOT PROGRAM FOR
SMALL BUSINESS DEVELOPMENT BY EX-OFFENDERS.

(B) (1) ON OR BEFORE JANUARY 1, 2016, THE DEPARTMENT, IN
CONSULTATION WITH THE DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL
SERVICES AND THE MARYLAND SMALL BUSINESS DEVELOPMENT FINANCING
AUTHORITY, SHALL ESTABLISH A PROGRAM TO ASSIST INDIVIDUALS EXITING THE
CORRECTIONAL SYSTEM BY PROVIDING:

(I) TRAINING IN HOW TO ESTABLISH SMALL BUSINESSES; AND

(II) FUNDING TO ESTABLISH SMALL BUSINESSES.

(2) THE PROGRAM ESTABLISHED UNDER THIS SECTION SHALL
TERMINATE AT THE END OF DECEMBER 31, 2020.

(C) THE DEPARTMENT SHALL DEVELOP AN EVALUATION PROCESS FOR THE
PROGRAM THAT INCLUDES A MECHANISM TO EVALUATE WHETHER THE PROGRAM
HAS OPERATED TO ENCOURAGE THE ESTABLISHMENT OF STABLE SMALL
BUSINESSES BY INDIVIDUALS WHO HAVE PARTICIPATED IN THE PROGRAM.

(D) IN CONSULTATION WITH THE DEPARTMENT OF PUBLIC SAFETY AND
CORRECTIONAL SERVICES, THE DEPARTMENT SHALL SELECT BETWEEN THREE
AND FIVE INDIVIDUALS TO PARTICIPATE IN THE PROGRAM WHO:

(1) HAVE RECENTLY EXITED THE CORRECTIONAL SYSTEM; AND

(2) HAVE IDENTIFIED AN INTEREST OR A SKILL SET THAT INDICATES
A LIKELIHOOD OF SUCCESSFUL IMPLEMENTATION OF THE BUSINESS PLAN
PROPOSED BY THE INDIVIDUAL.

1 (E) AN INDIVIDUAL SELECTED TO PARTICIPATE IN THE PROGRAM SHALL
2 RECEIVE TRAINING AND MENTORING IN THE DEVELOPMENT OF A BUSINESS PLAN.

3 (F) THE DEPARTMENT SHALL:

4 (1) PARTNER AN INDIVIDUAL PARTICIPATING IN THE PROGRAM WITH
5 A MENTOR WHO WILL GUIDE THE INDIVIDUAL OVER A 3-YEAR PERIOD FOLLOWING
6 THE IMPLEMENTATION OF THE INDIVIDUAL’S BUSINESS PLAN; AND

7 (2) ASSIST THE INDIVIDUAL IN OBTAINING FINANCING FOR THE
8 INDIVIDUAL’S SMALL BUSINESS THROUGH THE MARYLAND SMALL BUSINESS
9 DEVELOPMENT FINANCING AUTHORITY.

10 SECTION 2. AND BE IT FURTHER ENACTED, That, on or before December 31,
11 2020, the Department of Labor, Licensing, and Regulation shall report to the General
12 Assembly, in accordance with § 2-1246 of the State Government Article, on the
13 effectiveness of the Pilot Program established under this Act in assisting individuals who
14 have been recently released from the correctional system in establishing successful, stable
15 small businesses.

16 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July
17 1, 2015. It shall remain effective for a period of 5 years and 6 months, at the end of
18 December 31, 2020, with no further action required by the General Assembly, this Act shall
19 be abrogated and of no further force and effect.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.