HOUSE BILL 290

K3 (6lr0765)

ENROLLED BILL

— Economic Matters/Finance —

Introduced by Delegates McCray, Barve, Brooks, Carter, Chang, Clippinger, Conaway, Frick, Glenn, Hayes, Haynes, Hill, Jalisi, Lierman, Lisanti, Luedtke, McIntosh, Moon, Morales, Oaks, Patterson, Platt, B. Robinson, Rosenberg, Sample-Hughes, Sydnor, Tarlau, Valderrama, Waldstreicher, M. Washington, West, and K. Young

Read and Examined by Proofreaders: Proofreader. Proofreader. Sealed with the Great Seal and presented to the Governor, for his approval this _____ day of _____ at ____ o'clock, ____M. Speaker. CHAPTER _____ AN ACT concerning Labor and Employment - Apprenticeship Career Training in Our Neighborhoods (ACTION) Program - Establishment FOR the purpose of altering and renaming the Construction Apprenticeship Assistance Program to establish the Apprenticeship Career Training in Our Neighborhoods (ACTION) Program; altering the purpose and method for administering the Program; requiring the Department of Labor, Licensing, and Regulation to administer the Program; establishing certain standards under which certain employers may be eligible to receive certain grants; requiring the Department, rather than the Secretary, to adopt certain regulations; altering a specification regarding the method for awarding certain grants to certain eligible employers and

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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

Italics indicate opposite chamber/conference committee amendments.



1	determining the amount of the grant for each eligible employer; repealing
2	specifications regarding a certain maximum grant amount and the process for
3	distributing certain grants; declaring the intent of the General Assembly that the
4	Program receive certain funding on an annual basis; defining a certain term; and
5	generally relating to the Apprenticeship Career Training in Our Neighborhoods
6	(ACTION) Program.

- 7 BY repealing and reenacting, with amendments,
- 8 Article Labor and Employment
- 9 Section 11–601
- 10 Annotated Code of Maryland
- 11 (2008 Replacement Volume and 2015 Supplement)
- 12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 13 That the Laws of Maryland read as follows:

Article - Labor and Employment

15 11–601.

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- 16 (a) In this section, ["private sector entity" means a person that the Maryland
- 17 Apprenticeship and Training Council approves under § 11–405(b) of this title **"ACTION"**
- 18 Program" means the Apprenticeship Career Training in Our
- 19 NEIGHBORHOODS PROGRAM ESTABLISHED UNDER THIS SECTION.
- 20 (b) There is [a Construction Apprenticeship Assistance] AN APPRENTICESHIP
- 21 **CAREER TRAINING IN OUR NEIGHBORHOODS** Program in the Department.
- 22 (c) The [purpose] PURPOSES of the [Construction Apprenticeship Assistance] 23 ACTION Program [is] ARE:
- 24 (1) to develop a well-trained, productive construction workforce which 25 meets the needs of the State's economy;
- 26 (2) TO ENCOURAGE EMPLOYERS TO HIRE APPRENTICES IN THE 27 CONSTRUCTION INDUSTRY; AND
- 28 (3) TO HELP EMPLOYERS OFFSET ADDITIONAL COSTS, IF ANY, 29 ASSOCIATED WITH HIRING APPRENTICES.
- 30 (d) (1) The [Division] **DEPARTMENT** shall administer the [Construction 31 Apprenticeship Assistance] **ACTION** Program and **PROVIDE GRANTS ON A** 32 **COMPETITIVE BASIS TO EMPLOYERS THAT MEET THE REQUIREMENTS UNDER**
- 33 PARAGRAPH (2) OF THIS SUBSECTION.

1 2	(2) AN EMPLOYER IS ELIGIBLE TO RECEIVE A GRANT IF THE EMPLOYER EMPLOYS ONE OR MORE APPRENTICES WHO:
3 4	(I) HAVE BEEN EMPLOYED BY THE EMPLOYER FOR AT LEAST 7 MONTHS;
5	(II) ARE ENGAGED IN A BUILDING OR CONSTRUCTION TRADE;
6 7 8	(III) ARE ENROLLED IN THE FIRST YEAR OF AN APPRENTICESHIP PROGRAM REGISTERED WITH THE MARYLAND APPRENTICESHIP AND TRAINING COUNCIL UNDER § $11-405(B)$ OF THIS TITLE; AND
9 10 11	(IV) LIVE IN A ZIP CODE IN WHICH THE PERCENTAGE OF POVERTY IS AT LEAST 20% AS ESTABLISHED BY THE U.S. DEPARTMENT OF COMMERCE, BUREAU OF THE CENSUS, IN THE MOST RECENTLY RELEASED DATA.
$egin{array}{c} 12 \\ 13 \\ 14 \end{array}$	(e) (1) As provided in the State budget, the [Construction Apprenticeship Assistance] ACTION Program shall award grants to eligible [private sector entities that operate apprenticeship programs in the State] EMPLOYERS.
15 16 17	(2) It is the intent of the General Assembly that, for fiscal year 2017 and each fiscal year thereafter, the State budget include an appropriation of at least \$100,000 for the ACTION Program to:
18	(I) PROVIDE GRANTS TO ELIGIBLE EMPLOYERS; AND
9	(II) COVER ADMINISTRATIVE COSTS.
20 21	(f) [The Secretary may] THE DEPARTMENT SHALL adopt regulations necessary to carry out this section, INCLUDING REGULATIONS TO:
22	(1) DEVELOP REQUIREMENTS FOR GRANT APPLICATIONS;
23 24	(2) DEVELOP A PROCESS FOR REVIEWING GRANT APPLICATIONS AND AWARDING GRANTS TO ELIGIBLE EMPLOYERS; AND
25 26	(3) DETERMINE A CAP FOR THE MAXIMUM AMOUNT OF A GRANT THAT AN ELIGIBLE EMPLOYER MAY RECEIVE EACH YEAR.
27	(g) [By regulation, the Secretary shall establish:
28	(1) criteria to determine the eligibility of private sector entities; and
29	(2) an application process for determining eligibility.

1 2 3 4 5	(h) A] THE AMOUNT OF A grant awarded by the [Construction Apprenticeship Assistance] ACTION Program under subsection (e) of this section shall be based on the number of [participants in a program operated by an eligible private sector entity] APPRENTICES THAT AN ELIGIBLE EMPLOYER EMPLOYS WHO SATISFY THE CRITERIA IN SUBSECTION (D)(2) OF THIS SECTION THAT THE ELIGIBLE EMPLOYER EMPLOYS.
6 7 8	[(i) (H) A grant shall consist of a maximum of \$1,000 for each apprentice in an eligible private sector entity THAT AN ELIGIBLE EMPLOYER EMPLOYS WHO SATISFIES THE CRITERIA IN SUBSECTION (D)(2) OF THIS SECTION.
9 10	(j) The Construction Apprenticeship Assistance Program shall distribute a grant awarded to a private sector entity:
11	(1) at the end of a Program year; and
12 13	(2) only to the extent that each apprentice has completed the Program year.]
14 15	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 2016.
	Approved:
	$\qquad \qquad \text{Governor}.$
	Speaker of the House of Delegates.
	President of the Senate.