HOUSE BILL 290

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, Svdnor. Tarlau. Valderrama. Waldstreicher, M. Washington, West, and K. Young Introduced and read first time: January 26, 2016 Assigned to: Economic Matters

Committee Report: Favorable with amendments House action: Adopted Read second time: February 11, 2016

CHAPTER _____

1 AN ACT concerning

K3

 $\frac{2}{3}$

Labor and Employment – Apprenticeship Career Training in Our Neighborhoods (ACTION) Program – Establishment

- 4 FOR the purpose of altering and renaming the Construction Apprenticeship Assistance Program to establish the Apprenticeship Career Training in Our Neighborhoods $\mathbf{5}$ 6 (ACTION) Program; altering the purpose and method for administering the 7 Program; requiring the Department of Labor, Licensing, and Regulation to 8 administer the Program; establishing certain standards under which certain 9 employers may be eligible to receive certain grants; requiring the Department, 10 rather than the Secretary, to adopt certain regulations; altering a specification 11 regarding the method for awarding certain grants to certain eligible employers and 12determining the amount of the grant for each eligible employer; repealing specifications regarding a certain maximum grant amount and the process for 1314 distributing certain grants; declaring the intent of the General Assembly that the Program receive certain funding on an annual basis; defining a certain term; and 1516 generally relating to the Apprenticeship Career Training in Our Neighborhoods 17(ACTION) Program.
- 18 BY repealing and reenacting, with amendments,
- 19 Article Labor and Employment
- 20 Section 11–601

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

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

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



	2 HOUSE BILL 290
$\frac{1}{2}$	Annotated Code of Maryland (2008 Replacement Volume and 2015 Supplement)
$\frac{3}{4}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
5	Article – Labor and Employment
6	11–601.
7 8 9 10	(a) In this section, ["private sector entity" means a person that the Maryland Apprenticeship and Training Council approves under § 11–405(b) of this title] "ACTION PROGRAM" MEANS THE APPRENTICESHIP CAREER TRAINING IN OUR NEIGHBORHOODS PROGRAM ESTABLISHED UNDER THIS SECTION.
$\frac{11}{12}$	(b) There is [a Construction Apprenticeship Assistance] AN APPRENTICESHIP CAREER TRAINING IN OUR NEIGHBORHOODS Program in the Department.
$\frac{13}{14}$	(c) The [purpose] PURPOSES of the [Construction Apprenticeship Assistance] ACTION Program [is] ARE :
$\begin{array}{c} 15\\ 16\end{array}$	(1) to develop a well-trained, productive construction workforce which meets the needs of the State's economy;
17 18	(2) TO ENCOURAGE EMPLOYERS TO HIRE APPRENTICES IN THE CONSTRUCTION INDUSTRY; AND
19 20	(3) TO HELP EMPLOYERS OFFSET ADDITIONAL COSTS, IF ANY, ASSOCIATED WITH HIRING APPRENTICES.
21 22 23 24	(d) (1) The [Division] DEPARTMENT shall administer the [Construction Apprenticeship Assistance] ACTION Program and PROVIDE GRANTS ON A COMPETITIVE BASIS TO EMPLOYERS THAT MEET THE REQUIREMENTS UNDER PARAGRAPH (2) OF THIS SUBSECTION.
$\frac{25}{26}$	(2) AN EMPLOYER IS ELIGIBLE TO RECEIVE A GRANT IF THE EMPLOYER EMPLOYS ONE OR MORE APPRENTICES WHO:
27 28	(I) HAVE BEEN EMPLOYED BY THE EMPLOYER FOR AT LEAST 7 MONTHS;
29	(II) ARE ENGAGED IN A BUILDING OR CONSTRUCTION TRADE;

HOUSE BILL 290

$egin{array}{c} 1 \\ 2 \\ 3 \end{array}$	(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
4 5 6	(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.
7 8 9	(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.
10 11 12	(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:
13	(I) PROVIDE GRANTS TO ELIGIBLE EMPLOYERS; AND
14	(II) COVER ADMINISTRATIVE COSTS.
$\begin{array}{c} 15\\ 16\end{array}$	(f) [The Secretary may] THE DEPARTMENT SHALL adopt regulations necessary to carry out this section, INCLUDING REGULATIONS TO:
17	(1) DEVELOP REQUIREMENTS FOR GRANT APPLICATIONS;
18 19	(2) DEVELOP A PROCESS FOR REVIEWING GRANT APPLICATIONS AND AWARDING GRANTS TO ELIGIBLE EMPLOYERS; AND
$\begin{array}{c} 20\\ 21 \end{array}$	(3) DETERMINE A CAP FOR THE MAXIMUM AMOUNT OF A GRANT THAT AN ELIGIBLE EMPLOYER MAY RECEIVE EACH YEAR.
22	(g) [By regulation, the Secretary shall establish:
23	(1) criteria to determine the eligibility of private sector entities; and
24	(2) an application process for determining eligibility.
25 26 27 28 29	(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 <u>THAT AN ELIGIBLE EMPLOYER EMPLOYS</u> WHO SATISFY THE CRITERIA IN SUBSECTION (D)(2) OF THIS SECTION THAT THE ELIGIBLE EMPLOYER EMPLOYS .

$egin{array}{c} 1 \\ 2 \\ 3 \end{array}$	f (i) 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.
4 5	(j) The Construction Apprenticeship Assistance Program shall distribute a grant awarded to a private sector entity:
6	(1) at the end of a Program year; and
7 8	(2) only to the extent that each apprentice has completed the Program year.]
9 10	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 2016.

HOUSE BILL 290

Approved:

4

Governor.

Speaker of the House of Delegates.

President of the Senate.