HOUSE BILL 658

C1, C2 1lr2044 CF SB 444

By: Delegate Qi

Introduced and read first time: January 22, 2021

Assigned to: Economic Matters

Committee Report: Favorable with amendments

House action: Adopted

Read second time: February 28, 2021

CHAPTER

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Transforming Manufacturing in a Digital Economy Workgroup (Making It in Maryland)

4 FOR the purpose of establishing the Workgroup to Study the Transformation of Manufacturing in Maryland's Emerging Digital Economy; providing for the 5 6 composition, chair, and staffing of the Workgroup; prohibiting a member of the 7 Workgroup from receiving certain compensation, but authorizing the reimbursement 8 of certain expenses; requiring the Workgroup to study and make recommendations 9 regarding certain matters relating to the State's current and future workforce and 10 emerging digital economy; requiring the Workgroup to submit an interim report and 11 a final report to the Governor and the General Assembly on or before certain dates; 12 providing for the termination of this Act; and generally relating to the Workgroup to 13 Study the Transformation of Manufacturing in Maryland's Emerging Digital Economy. 14

15 Preamble

WHEREAS, The world now stands on the cusp of a technological revolution in artificial intelligence, robotics, and other advanced digital technologies that may prove as transformative for economic growth and human potential as were electrification, mass production, and electronic telecommunications in their eras; and

WHEREAS, Because of the unforeseeable and global outbreak of the COVID-19 public health emergency, this technological transformation rapidly came to fruition without

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.

- 1 adequate preparedness, exposing our economy's vulnerabilities on an unprecedented scale; 2 and
- WHEREAS, In this new era of COVID-19, there is an imperative for the State to respond to this global digital technology transformation that is occurring within the manufacturing industry; and
- WHEREAS, There is a required transformation within the workforce to ensure that diverse labor has the capabilities and confidence to work alongside new technologies and thrive in a digitized workplace; and
- WHEREAS, In response, manufacturers will need to partner with industry leaders, education stakeholders, and State representatives to identify digital and related technologies impacting transformation, explore work skills and needed retraining of the labor force, and employ viable and innovative solutions to support manufacturers' transformation into the new digital economy; now, therefore,
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 15 That:
- 16 (a) There is a Workgroup to Study the Transformation of Manufacturing in Maryland's Emerging Digital Economy.
- 18 (b) The Workgroup consists of the following members:
- 19 (1) two members of the Senate of Maryland, appointed by the President of 20 the Senate;
- 21 (2) two members of the House of Delegates, appointed by the Speaker of 22 the House;
- 23 (3) the Secretary of Information Technology, or the Secretary's designee;
- 24 (4) the Secretary of Commerce, or the Secretary's designee;
- 25 (5) the Secretary of Labor, or the Secretary's designee;
- 26 (6) one member of the Maryland Manufacturing Advisory Board (MMAB), designated by the chair of MMAB;
- 28 (7) one representative of the Regional Manufacturing Institute of 29 Maryland (RMI), designated by the President of RMI;
- 30 (8) one representative of the Maryland Association of Community Colleges 31 (MACC), designated by the Executive Director of MACC;

- 1 (9) one representative of the Maryland Independent College and 2 University Association (MICUA), designated by the President of MICUA;
- 3 (10) one representative of the University System of Maryland (USM), 4 designated by the Chancellor of USM;
- 5 (11) one representative of the Maryland Manufacturing Extension 6 Partnership (MD MEP), designated by the Executive Director of MD MEP;
- 7 (12) one representative of the Regional Additive Manufacturing Partnership 8 of Maryland (RAMP MD), designated by the Executive Director of RAMP MD;
- 9 (13) one representative of the Maryland Tech Council (MTC), designated by 10 the Chief Executive Officer of MTC;
- 11 (14) one representative of the Fraunhofer Center Mid–Atlantic, designated by the President of Fraunhofer USA;
- 13 (15) one representative of the Maryland State and District of Columbia 14 AFL-CIO, designated by the President of the Maryland State and District of Columbia

15 AFL-CIO; and

- 16 (16) four representatives from manufacturing companies currently in good 17 standing with the Maryland Department of Assessments and Taxation for the last 5 years, 18 designated by the Board of Directors of RMI.
- 19 (c) The President of the Senate and the Speaker of the House shall jointly 20 designate the chair and vice chair of the Workgroup from among the members appointed 21 by the President and the Speaker.
- 22 (d) The Department of Legislative Services <u>Commerce</u> shall provide staff for the 23 Workgroup.
- 24 (e) A member of the Workgroup:
- 25 (1) may not receive compensation as a member of the Workgroup; but
- 26 (2) is entitled to reimbursement for expenses under the Standard State 27 Travel Regulations, as provided in the State budget.
- 28 (f) The Workgroup shall:
- 29 (1) identify the new and emerging digital technologies that are shaping the 30 work of the future, the education and skills needed, and the viable strategies for businesses 31 to adopt these technologies;

- 1 (2) examine the research conducted by the Massachusetts Institute of 2 Technology (MIT) on the relationships between emerging technologies and the workforce 3 to enable a future of shared prosperity, entitled "The Work of the Future: Shaping 4 Technology & Institutions", MIT Work of the Future, Fall 2019 Report;
- 5 (3) examine existing financial resources available to manufacturers 6 seeking to invest in Industry 4.0 technology;
- 7 (4) make recommendations to facilitate the State's robust entry into 8 Industry 4.0 technology to improve the perception of manufacturing careers, including:
- 9 (i) promoting the technological advancements of Industry 4.0 to 10 shift the perception of manufacturing careers for the entry–level workforce; and
- 11 (ii) creating and advancing public—private partnerships between 12 manufacturers, supportive community stakeholders, and education systems;
- 13 (5) examine new and viable tax credits and programs for manufacturers to 14 be more competitive and marketable in the new digital economy;
- 15 (6) examine the State's current statutory and regulatory authority over 16 manufacturing to examine potential reforms to attract new manufacturing businesses 17 brought by Industry 4.0 to invest in the State's economy and workforce;
- 18 (7) recommend additional financial support delivery mechanisms, as 19 needed, to enable State manufacturers to adopt Industry 4.0 technology and enhance the 20 ability of industry service providers to increase the scope of their industry support;
- 21 (8) propose annual State funding to create a statewide training program to 22 address the growing skills gap in the manufacturing workforce; and
- 23 (9) develop recommendations for long-term private-public partnerships 24 between educational institutions and manufacturers to develop curriculums that address 25 the rapidly changing needs of the manufacturing industry.
- 26 (g) On or before December 1, 2021, the Workgroup shall submit an interim report 27 of its findings and recommendations to the Governor and, in accordance with § 2–1257 of 28 the State Government Article, the General Assembly.
- 29 (h) On or before December 1, 2022, the Workgroup shall submit a final report of 30 its findings and recommendations to the Governor and, in accordance with § 2–1257 of the 31 State Government Article, the General Assembly.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2021. It shall remain effective for a period of 2 years and, at the end of June 30, 2023, this Act, with no further action required by the General Assembly, shall be abrogated and of no further force and effect.