HOUSE BILL 33

P1 5lr0074 (PRE-FILED) CF SB 248 By: Chair, Health and Government Operations Committee (By Request -Departmental - Service and Civic Innovation) Requested: October 7, 2024 Introduced and read first time: January 8, 2025 Assigned to: Health and Government Operations and Appropriations Committee Report: Favorable House action: Adopted Read second time: February 18, 2025 CHAPTER AN ACT concerning Department of Service and Civic Innovation - Maryland Corps Program Service Year Option Pathways - Revisions FOR the purpose of altering the duties of the Department of Service and Civic Innovation; renaming the Governor's Volunteer Council to be the Governor's Commission on Service and Volunteerism; altering certain requirements relating to qualifications for applicants and compensation for participants in the Young Adult Service Year Option Pathway and the Maryland Service Year Option Pathway; altering certain reporting requirements; repealing the Executive Fellows Program; and generally relating to the Maryland Corps Program Service Year Option Pathways. BY repealing and reenacting, with amendments, Article – State Government Section 21–106(b)(5) and (8), 21–204(d)(6) and (7), 21–205, 21–206, 21–209, 21–301, and 21–302 Annotated Code of Maryland (2021 Replacement Volume and 2024 Supplement) BY repealing and reenacting, without amendments, Article – State Government Section 21-201(a) and (h)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

(2021 Replacement Volume and 2024 Supplement)

[Brackets] indicate matter deleted from existing law.

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

Annotated Code of Maryland

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



1 2 3 4 5	BY repealing Article – State Government Section 21–306 Annotated Code of Maryland (2021 Replacement Volume and 2024 Supplement)					
6 7	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:					
8	Article - State Government					
9	21–106.					
0	(b) The Department shall:					
1	(5) administer:					
12	(i) the Maryland Corps Program under Subtitle 2 of this title; AND					
13	[(ii) the Executive Fellows Program under § 21–306 of this title; and]					
14 15	[(iii)] (II) any other volunteer program recommended or designated by the governor or otherwise established by law;					
16 17	(8) provide staff support for the [Governor's Volunteer Council] GOVERNOR'S COMMISSION ON SERVICE AND VOLUNTEERISM.					
18	21–201.					
9	(a) In this subtitle the following words have the meanings indicated.					
20	(h) "Program" means the Maryland Corps Program.					
21	21–204.					
22	(d) The Department shall adopt regulations regarding:					
23	(6) stipends for corps participants, including:					
24 25	(i) monetary payment of at least [\$15 per hour or] the APPLICABLE COUNTY OR State minimum wage, whichever is greater;					
26	(ii) health insurance benefits and the potential for wraparound					

$\frac{1}{2}$	(iii) requirements for large-scale employers to provide matching funds;
3 4	(7) a Program completion award of \$6,000 for participants that complete at least 9 months of service that [may] SHALL be awarded as [follows:
5 6 7	(i) by deposit into a tax-exempt Maryland 529 account established under Title 18, Subtitle 19 of the Education Article and may only be used for qualified higher education expenses, as defined in § 18–1901 of the Education Article; or
8	(ii) payment of a cash stipend;
9	21–205.
0	(a) (1) There is a Young Adult Service Year Option Pathway in the Program.
1	(2) The purpose of the Young Adult Service Year Option Pathway is to:
12 13 14	(i) provide service placements to eligible young adults as an additional option to immediately pursuing postsecondary education or career and technical training;
15 16 17	(ii) equip corps participants with professional development, mentoring, job training, financial literacy skills, and other supports while working in high-impact service placements;
18 19	(iii) assist in addressing the State's greatest challenges by channeling the next generation of Maryland citizens into impactful public service; and
20 21	(iv) strengthen a pipeline of talent into State and local governments to fill present and future staffing needs.
22 23	(b) An individual may apply to the Department for a service placement in the YA Pathway under this section if the individual [is]:
24	(1) IS a Maryland resident on the submission of application; [and]
25 26 27	(2) [within 3 years of graduation] HAS GRADUATED from high school or [having] HAS obtained a similar level of education completion, including an individual who has obtained a:
28	(i) [Maryland] high school diploma;
29	(ii) [Maryland] high school diploma by examination; or

$1\\2$	HIGH SCHOOL CE	(iii) E RTIFI	[Maryland High School Certificate of Program Completion] CATE OF COMPLETION; AND		
3 4	(3) THE START DATE		IS AT LEAST 18 YEARS OLD AND UNDER THE AGE OF 25 YEARS AT OF THE YA PATHWAY.		
5 6	(c) (1) under this section,		The Department shall set targets for participation in the YA Pathway including:		
7		(i)	(i) 200 corps participants in the first year of implementation; and		
8		(ii)	2,000 corps participants in the fourth year of implementation.		
9 10	(2) under this section:		Department shall prioritize for participation in the YA Pathway		
11		(i)	individuals historically underrepresented in:		
12			1. higher education enrollment or completion; or		
13			2. employment:		
14			A. by large-scale and community employers;		
15			B. by participating organizations; or		
16 17	certification; and		C. in professions and occupations that require licensure or		
18 19	participants.	(ii)	organizations that provide wraparound services to corps		
20 21					
22	(1)	clima	te;		
23	(2)	educa	ation; and		
24	(3)	healt	h.		
25 26	(e) A corp this section shall:	ps part	cicipant who receives a service placement in the YA Pathway under		
27	(1)	parti	cipate in all training related to the service placement;		
28	(2)	work	at least 30 hours per week;		

1	(3)	be partnered with an on-site mentor;					
2 3	(4) participating orga	perform the duties of the service placement to the satisfaction of the anization and the Department;					
4	(5)	participate in Program-wide events;					
5 6 7	State minimum wage, whichever is greater, for mandatory work hours or mandator						
8 9	(7) opportunities, inc	(7) on completion of the Program, be notified of all available post–Program pportunities, including registered apprenticeships.					
10 11	(f) The Department shall promote and publicize the availability of opportunities in the YA Pathway to:						
12	(1)	high schools and adult high schools in the State;					
13	(2)	community and nonprofit organizations;					
14	(3)	faith-based institutions; and					
15	(4)	employers that are potential service placement providers.					
16	(g) (1)	There is a Young Adult Service Year Option Pathway Fund.					
17	(2)	The purpose of the YA Pathway Fund is to:					
18 19	in the [YA Pathw	(i) provide stipends to corps participants with a service placement ay] PROGRAM under this section;					
20 21	the Program; and	(ii) pay the costs to administer and promote [the YA Pathway under]					
22 23	21–207 of this sul	(iii) assist in the creation of additional corps programs under § otitle.					
24	(3)	The Department shall administer the YA Pathway Fund.					
25 26 27	(4) Fund is a continuand Procurement	Except as provided in paragraph (9) of this subsection, the YA Pathway ting, nonlapsing fund that is not subject to § 7–302 of the State Finance Article.					

(10)

- 1 (5)The State Treasurer shall hold the YA Pathway Fund separately (i) 2 and shall invest the money in the YA Pathway Fund in the same manner as other State 3 money may be invested. Any investment earnings of the YA Pathway Fund shall be 4 (ii) credited to the Fund. 5 6 The Comptroller shall separately account for each source for the YA (6) 7 Pathway Fund. 8 (7)The Department: 9 (i) may accept any gift or grant from any person for the YA Pathway 10 Fund; 11 (ii) shall use any gift or grant that it receives for the purposes listed 12 under paragraph (2) of this subsection; and 13 shall deposit with the State Treasurer any gift or grant that it (iii) receives for the YA Pathway Fund. 14 The YA Pathway Fund consists of: 15 (8)16 (i) money appropriated to the YA Pathway Fund under the Program 17 in the State budget; 18 gifts or grants received by the Department for the YA Pathway (ii) Fund: 19 20 investment earnings of the YA Pathway Fund; and (iii) 21any other money from any other source accepted for the benefit (iv) 22 of the YA Pathway Fund. 23 Except as provided in subparagraph (ii) of this paragraph, any unspent State appropriation of the YA Pathway Fund shall revert to the General Fund of 24the State at the end of the fiscal year. 2526 For fiscal years 2024 through 2026, any unspent portion of the 27 YA Pathway Fund may not be transferred or revert to the General Fund of the State but 28shall remain in the YA Pathway Fund to be used for the purposes specified in this subtitle.
- 30 Department shall prepare an annual report of the YA Pathway Fund that includes:

Beginning with fiscal year 2024, at the end of each fiscal year, the

31 (i) an accounting of all financial receipts and expenditures to and 32 from the YA Pathway Fund; and

1	(ii)	the fo	ollowing information:
		0110 10	
2 3	demographic categories;	1.	the total number of corps participants disaggregated by
4 5	the source of the funds;	2.	the total annual cost of the YA Pathway disaggregated by
6 7 8			corps participant transition after Program completion into dary education, full-time employment, registered post-Program opportunity;
9	local government agencie	4. s after	the number of corps participants employed by State or completion of the Program; and
$\frac{1}{2}$	are doing 1 year, 2 years,	5. and 5	to the extent practicable, what former corps participants years after completing the Program.
13	(11) THE	DEPA	ARTMENT SHALL SUBMIT A COPY OF THE REPORT
4	, ,		APH (10) OF THIS SUBSECTION TO THE GENERAL
15	ASSEMBLY IN ACCORDA	ANCE V	WITH § 2–1257 OF THIS ARTICLE.
16 17			YA Pathway Fund is subject to audit by the Office of e with § 2–1220 of this article.
8	21–206.		
9	(a) (1) There	is a M	Iaryland Service Year Option Pathway in the Program.
20	(2) The p	urpose	e of the Maryland Service Year Option Pathway is to:
21 22 23	(i) mentoring, job training, high-impact service place	finan	corps participants with professional development, cial literacy skills, and other supports while working in s;
24 25	(ii) channeling the talents of		in addressing the State's greatest challenges by duals into impactful public service; and
26 27	(iii) to fill present and future		gthen a pipeline of talent into State and local governments ag needs.
28 29 30		er this	al may apply to the Department for a SERVICE placement section if the individual is [interested in performing public state]:

1	(I)	A MARYLAN	D RESIDENT; AND	
2 3	(II) PATHWAY.	AT LEAST 18	3 YEARS OLD AT THE START DATE OF THE MSY	
4 5	` '	-	all prioritize for participation in the MSY Pathway HISTORICALLY UNDERREPRESENTED IN :	
6	(i)	[Maryland re	esidents; and	
7	(ii)	historically u	nderrepresented in:	
8		1.] higher	education enrollment or completion; or	
9		[2.] (II)	employment by:	
10		[A.] 1.	large–scale and community employers; or	
11		[B.] 2.	participating organizations.	
12 13	* *	-	all prioritize for participation in the MSY Pathway rovide wraparound services to corps participants.	
14 15	(c) A corps par under this section shall:	ticipant who	receives a service placement in the MSY Pathway	
16	(1) partic	ipate in all tr	aining related to the service placement;	
17 18	(2) performanticipating organization		of the service placement to the satisfaction of the artment;	
19	(3) partic	ipate in Progr	ram—wide events as determined by the Department;	
20 21 22	State minimum wage, whichever is greater, for mandatory work hours or mandatory			
23 24	(5) on corropportunities, including a	-	e Program, be notified of all available post–Program renticeships.	
25 26	(d) The Depart Pathway opportunities to	-	comote and publicize the availability of the MSY	
27	(1) histor	rically black co	olleges and universities, as defined in § 3–207 of the	

State Finance and Procurement Article;

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1 (2)community colleges; 2 trade schools: (3)3 (4) faith-based institutions: 4 (5)youth who are disconnected from school or work; and 5 employers and nonprofit organizations with potential service placements for the MSY Pathway under this section. 6 7 (e) (1) There is a Maryland Service Year Option Pathway Fund. 8 (2) The purpose of the MSY Pathway Fund is to: 9 provide stipends to corps participants with a service placement in the [MSY Pathway] **PROGRAM** under this section: 10 11 (ii) provide Program completion awards to corps participants who 12 have completed the Program: 13 (iii) cover expenses incurred by the Department, including expenses incurred to study the potential use of the Program as a workforce development tool in the 14 State: 15 16 (iv) cover expenses incurred to study how alumni of the Program 17 could be better positioned to meet the current and future needs of employers in the State; provide funding for the MSY Pathway under this section to 18 match gifts or grants received by the Department for the MSY Pathway Fund; and 19 20 (vi) assist in the creation of additional corps programs under § 2121–207 of this subtitle. 22 (3)The Department shall administer the MSY Pathway Fund. 23 **(4)** Except as provided in paragraph (10) of this subsection, the MSY 24Pathway Fund is a continuing, nonlapsing fund that is not subject to § 7–302 of the State 25Finance and Procurement Article. 26 The State Treasurer shall hold the MSY Pathway Fund (5)27 separately and shall invest the money in the MSY Pathway Fund in the same manner as other State money may be invested. 2829 (ii) Any investment earnings of the MSY Pathway Fund shall be

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credited to the Fund.

1 The Comptroller shall separately account for each source for the MSY (6)2 Pathway Fund. 3 (7)The Department: 4 may accept any gift or grant from any person for the MSY (i) 5 Pathway Fund; 6 (ii) shall use any gift or grant that it receives for the reasons stated 7 under paragraph (2) of this subsection; and 8 (iii) shall deposit any gift or grant that it receives for the MSY 9 Pathway Fund with the State Treasurer. 10 (8)The MSY Pathway Fund consists of: 11 (i) money appropriated under subsection (f) of this section; 12 gifts or grants received by the Department for the MSY Pathway (ii) Fund: 13 14 (iii) investment earnings of the MSY Pathway Fund; and 15 (iv) any other money from any other source accepted for the benefit 16 of the MSY Pathway Fund. 17 The MSY Pathway Fund may be used only for the purposes described (9)18 in paragraph (2) of this subsection. 19 (10)Except as provided in subparagraph (ii) of this paragraph, any 20 unspent State appropriation of the MSY Pathway Fund shall revert to the General Fund 21of the State at the end of the fiscal year. 22 For fiscal years 2024 through 2026, any unspent portion of the (ii) 23MSY Pathway Fund may not be transferred or revert to the General Fund of the State but 24shall remain in the MSY Pathway Fund to be used for the purposes specified in this 25subtitle. 26 (11)[(i)] Beginning with fiscal year [2024] **2026**, at the end of each fiscal 27 year, the Department shall [prepare an annual report of] INCLUDE IN THE ANNUAL REPORT SUBMITTED UNDER § 21–205(G) OF THIS SUBTITLE INFORMATION ON the 28 29 MSY Pathway Fund that includes: 30 an accounting of all financial receipts and [1.] (I) 31 expenditures to and from the MSY Pathway Fund; and

the following information:

[2.] (II)

$\frac{1}{2}$	[A.] 1. the total number of corps participants disaggregated by demographic categories;
3 4	[B.] 2. the total annual cost of the MSY Pathway disaggregated by the source of the funds;
5 6 7	[C.] 3. corps participant transition after Program completion into higher education, postsecondary education, full-time employment registered apprenticeships, and any other post-Program opportunity;
8 9	[D.] 4. the number of corps participants employed by State or local government agencies after completion of the Program; and
10 11	[E.] 5. to the extent practicable, what former corps participants are doing 1 year, 2 years, and 5 years after completing the Program.
12 13	[(ii) The Department shall submit a copy of the report to the General Assembly in accordance with § 2–1257 of this article.]
14 15	(12) The MSY Pathway Fund may be subject to an audit by the Legislative Auditor.
16 17	(f) (1) The Governor shall include in the annual budget bill an appropriation to the MSY Pathway Fund of:
18	(i) \$5,000,000 for fiscal year 2024;
19	(ii) \$10,000,000 for fiscal year 2025;
20	(iii) \$15,000,000 for fiscal year 2026; and
21	(iv) \$20,000,000 for fiscal year 2027 and each fiscal year thereafter.
22 23 24	(2) It is the intent of the General Assembly that appropriations made under paragraph (1) of this subsection are in addition to any federal funding received for State service or volunteer programming.
25 26 27	(3) Appropriations made under paragraph (1) of this subsection and other funding received by the Department for the MSY Pathway under this section shall be used to:
28 29	(i) provide stipends to corps participants with a service placement in the [MSY Pathway] PROGRAM under this section;

- 1 (ii) provide Program completion awards to corps participants who 2 have completed the Program;
- 3 (iii) cover expenses incurred by the Department, including expenses 4 incurred in marketing and recruitment; and
- 5 (iv) cover programmatic expenses to expand service opportunities 6 throughout the State, including expanding the Chesapeake Conservation Corps Program, 7 as provided under §§ 8–1913 through 8–1924 of the Natural Resources Article.
- 8 21-209.
- 9 On or before December 1 each year, the Department shall report to the Governor and, in accordance with § 2–1257 of this article, the General Assembly regarding:
- 11 (1) the number and amount of stipends awarded under the Program;
- 12 (2) the businesses, nonprofit organizations, or government agencies with 13 which corps participants are placed;
- 14 (3) the institutions, if any, that award academic credit for a corps participant's service; AND
- 16 (4) the number and amount of Program completion awards awarded under 17 the Program [; and
- 18 (5) the postsecondary educational institutions at which corps participants 19 use their Program completion awards].
- 20 21–301.
- 21 (a) In this subtitle the following words have the meanings indicated.
- 22 (b) "Corps" means the Maryland Service Corps.
- 23 (c) ["Council" means the Governor's Volunteer Council.
- 24 (d)] "Office" means the Governor's Office on Service and Volunteerism.
- 25 21-302.
- There is a Governor's Office on Service and Volunteerism within the [Governor's Office of Community Initiatives] **DEPARTMENT**.
- 28 **[**21–306.

	President of the Senate.
	Speaker of the House of Delegates.
	Governor.
	Approved:
.0	1, 2025.
9	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
7 8	(c) A committee shall be appointed by the Governor to select qualified applicants to participate in the Executive Fellows Program.]
4 5 6	(b) Criteria or guidelines for the recruitment, selection, and assignment of executive fellows shall be developed in consultation with representatives of the business community and appropriate State units.
1 2 3	(a) The Executive Fellows Program is established to provide an opportunity for individuals from the private sector with demonstrated leadership and managerial potential to participate in State government.