BY: Budget and Taxation Committee

AMENDMENTS TO SENATE BILL NO. 809

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, strike "Income Tax - Credit for Employment of Ex-Felons" and substitute "Pilot Program for Long-Term Employment of Qualified Ex-Felons"; in line 3, after "of" insert "creating a Pilot Program for Long-Term Employment of Qualified Ex-Felons within the Department of Public Safety and Correctional Services; requiring the Department to establish the pilot program in consultation with the Governor's Workforce Investment Board; requiring the Department to purchase certain bonds for a certain number of qualified ex-felons each year and to provide certain bonds to certain one stop career centers; requiring that the pilot program be implemented by certain one stop career centers in a certain number of Workforce Investment Areas; requiring a one stop center that participates in the pilot program to work with certain entities to encourage referral and participation of qualified ex-felons, to provide certain outreach and education, and to develop a certain evaluation process; requiring a one stop center to apply to the Department for designation as a pilot program location; requiring the Department in consultation with the Governor's Workforce Investment Board to designate certain one stop centers as pilot program locations and to consider certain information; "; in line 11, strike "requiring that a certain study be conducted;"; strike beginning with "tax" in line 13 down through "ex-felons" in line 14 and substitute "the Pilot Program for Long-Term Employment of Qualified Ex-Felons"; in line 17, after "2-301" insert "through 2-305"; and in the same line, strike "Miscellaneous" and substitute "Pilot Program for Long-Term Employment of Qualified Ex-Felons".

AMENDMENT NO. 2

On page 2, in line 4, strike "MISCELLANEOUS" and substitute "<u>PILOT PROGRAM FOR LONG-TERM EMPLOYMENT OF QUALIFIED EX-FELONS</u>"; in line 6, strike "(1)"; in the same line, strike "SECTION" and substitute "<u>SUBTITLE</u>"; after line 7, insert:

"(B) "BOARD" MEANS THE GOVERNOR'S WORKFORCE INVESTMENT BOARD ESTABLISHED BY THE GOVERNOR UNDER TITLE 11, SUBTITLE 5 OF THE LABOR AND

EMPLOYMENT ARTICLE.";

in lines 8, 9, and 11, strike "(2)", "(I)", and "(II)", respectively, and substitute "(C)", "(1)", and "(2)", respectively; after line 12, insert:

- "(D) "FIDELITY BOND" MEANS A BOND PROVIDED TO AN EMPLOYER FOR THE BONDING OF EX-OFFENDERS PROVIDED THROUGH THE FEDERAL BONDING PROGRAM OR OTHER SIMILAR PROGRAM APPROVED BY THE UNITED STATES DEPARTMENT OF LABOR.
- (E) "ONE STOP CENTER" MEANS AN ENTITY DESIGNATED WITHIN A WORKFORCE INVESTMENT AREA THAT PROVIDES EMPLOYMENT TRAINING AND SERVICES UNDER TITLE 11, SUBTITLE 5 OF THE LABOR AND EMPLOYMENT ARTICLE.
- (F) "PILOT PROGRAM" MEANS THE PILOT PROGRAM FOR LONG-TERM EMPLOYMENT OF QUALIFIED EX-FELONS ESTABLISHED UNDER THIS SUBTITLE.";
- in line 14, after "CODE" insert "WHO IS EMPLOYED BY A BUSINESS ENTITY THROUGH THE PILOT PROGRAM UNDER THIS SUBTITLE"; in lines 13, 15, and 20, strike "(3) (I)", "(II)", and "(4)", respectively, and substitute "(G) (1)", "(2)", and "(H)", respectively; after line 23, insert:
- "(I) "WORKFORCE INVESTMENT AREA" MEANS A GEOGRAPHIC AREA DESIGNATED BY THE GOVERNOR AS A SERVICE DELIVERY AREA UNDER TITLE 11, SUBTITLE 5 OF THE LABOR AND EMPLOYMENT ARTICLE.

<u>2-302.</u>

- (A) THERE IS A PILOT PROGRAM FOR LONG-TERM EMPLOYMENT OF EX-FELONS WITHIN THE DEPARTMENT TO PROVIDE INCENTIVES TO BUSINESS ENTITIES TO ENCOURAGE THE LONG-TERM EMPLOYMENT OF QUALIFIED EX-FELON EMPLOYEES.
- (B) (1) ON OR BEFORE JANUARY 1, 2002, THE DEPARTMENT, IN CONSULTATION WITH THE BOARD, SHALL ESTABLISH A PILOT PROGRAM FOR THE EMPLOYMENT OF EX-FELONS PROVIDED IN § 2-303 OF THIS SUBTITLE.
- (2) THE PILOT PROGRAM ESTABLISHED UNDER THIS SUBTITLE SHALL REMAIN IN PLACE FOR A PERIOD OF 2 YEARS AND SHALL TERMINATE AT THE

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END OF DECEMBER 31, 2003.

(C) THE PURPOSE OF THE PILOT PROGRAM IS TO IMPLEMENT A PROGRAM IN AT LEAST TWO AREAS OF THE STATE TO PROVIDE FIDELITY BONDS AND TO QUALIFY BUSINESS ENTITIES FOR TAX CREDITS TO ENCOURAGE THE LONG-TERM EMPLOYMENT OF QUALIFIED EX-FELON EMPLOYEES UNDER THE PILOT PROGRAM.

(D) THE DEPARTMENT SHALL:

- (1) PURCHASE THE NECESSARY AMOUNT OF FIDELITY BONDS TO PROVIDE BONDS TO BUSINESS ENTITIES FOR A FULL YEAR OF EMPLOYMENT FOR UP TO 200 QUALIFIED EX-FELONS EACH YEAR; AND
- (2) PROVIDE THE FIDELITY BONDS PURCHASED EACH YEAR TO THE ONE STOP CENTERS IN THE WORKFORCE INVESTMENT AREAS DESIGNATED UNDER § 2-303 OF THIS SUBTITLE.

(E) THE PILOT PROGRAM SHALL:

- (1) BE IMPLEMENTED IN ONE STOP CENTERS IN AT LEAST TWO WORKFORCE INVESTMENT AREAS OF THE STATE AS DESIGNATED BY THE DEPARTMENT IN CONSULTATION WITH THE BOARD UNDER § 2-303 OF THIS SUBTITLE; AND
- (2) PROVIDE FIDELITY BONDS TO BUSINESS ENTITIES THROUGH THE ONE STOP CENTERS IN TWO OR MORE AREAS OF THE STATE AS DESIGNATED UNDER § 2-303 FOR THE EMPLOYMENT OF UP TO 200 QUALIFIED EX-FELONS EACH YEAR.
- (F) THE PILOT PROGRAM SHALL REQUIRE A ONE STOP CENTER THAT IS DESIGNATED FOR PARTICIPATION IN THE PILOT PROGRAM TO:
 - (1) WORK WITH APPROPRIATE COMMUNITY ORGANIZATIONS AND

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STATE AND LOCAL GOVERNMENT ENTITIES THAT PROVIDE SERVICES TO QUALIFIED EX-FELONS TO ENCOURAGE THE REFERRAL AND PARTICIPATION OF QUALIFIED EX-FELONS IN THE PROGRAM;

- (2) PROVIDE OUTREACH AND EDUCATION EFFORTS TO ENCOURAGE BUSINESS ENTITIES TO HIRE QUALIFIED EX-FELONS FOR LONG-TERM EMPLOYMENT UNDER THE PILOT PROGRAM;
- (3) PROVIDE A BUSINESS ENTITY THAT HIRES A QUALIFIED EX-FELON UNDER THE PROGRAM WITH:
- (I) A FIDELITY BOND FOR THE QUALIFIED EX-FELON THAT COVERS AT LEAST 12 MONTHS OF EMPLOYMENT; AND
- (II) INFORMATION ON THE TAX CREDITS AVAILABLE TO A
 BUSINESS ENTITY THAT HIRES A QUALIFIED EX-FELON THROUGH THE PILOT
 PROGRAM; AND
- (4) <u>DEVELOP AN EVALUATION PROCESS FOR THE PILOT PROGRAM THAT INCLUDES A MECHANISM TO EVALUATE WHETHER THE PILOT PROGRAM HAS OPERATED TO SECURE STABLE EMPLOYMENT OF QUALIFIED EX-FELONS THAT HAVE PARTICIPATED IN THE PROGRAM.</u>

2-303.

- (A) A ONE STOP CENTER SHALL APPLY TO THE DEPARTMENT FOR DESIGNATION AS A LOCATION FOR THE PILOT PROGRAM.
- (B) THE APPLICATION SHALL DESCRIBE THE PLAN TO BE IMPLEMENTED BY THE ONE STOP CENTER TO ADMINISTER THE REQUIREMENTS OF THE PILOT PROGRAM AS PROVIDED IN § 2-302 OF THIS SUBTITLE.
- (C) (1) THE DEPARTMENT, IN CONSULTATION WITH THE BOARD, SHALL EVALUATE THE APPLICATIONS SUBMITTED BY ONE STOP CENTERS AND SHALL

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DESIGNATE ONE STOP CENTERS IN AT LEAST TWO WORKFORCE INVESTMENT AREAS AS PILOT PROGRAM LOCATIONS.

(2) THE DESIGNATION OF ONE STOP CENTERS UNDER PARAGRAPH (1) OF THIS SUBSECTION SHALL INCLUDE A CONSIDERATION OF THE NUMBER OF QUALIFIED EX-FELONS RESIDING IN THE WORKFORCE INVESTMENT AREA IN WHICH THE ONE STOP CENTER IS LOCATED.

<u>2-304.</u>";

in lines 24, 28, and 34, strike "(B)", "(C)", and "(D)", respectively, and substitute "(A)", "(B)", and "(C)", respectively; in line 24, strike "(D)" and substitute "(C)"; in line 25, after "ENTITY" insert "THAT HIRES A QUALIFIED EX-FELON EMPLOYEE THROUGH THE PILOT PROGRAM ESTABLISHED UNDER THIS SUBTITLE"; and in line 26, strike "(C)" and substitute "(B)".

AMENDMENT NO. 3

On page 3, in line 32, strike "(E)" and substitute "(D)".

On page 4, in line 1, strike "(F)" and substitute "(E)"; after line 3, insert "2-305."; in lines 4 and 7, strike "(G) (1)" and "(2)", respectively, and substitute "(A)" and "(B)", respectively; in line 5, after "SERVICES" insert ", IN CONSULTATION WITH THE BOARD,"; in line 6, strike "SECTION" and substitute "SUBTITLE"; and after line 9, insert:

"Article - Tax - General".

On page 5, strike line 1 in its entirety; in lines 5 and 25, in each instance, strike "§ 2-301" and substitute "§ 2-304"; and strike in their entirety lines 29 through 40, inclusive.

On page 6, in line 1, strike "3." and substitute "2."; in line 3, strike "2000" and substitute "2001"; in lines 4, 6, and 7, in each instance, strike "2-301" and substitute "2-304"; in line 5, strike "June 1, 2001" and substitute "January 1, 2002"; in the same line, strike "July 1, 2003" and substitute "December 31, 2003"; in line 9, after "years" insert "and 6 months"; and in the same line, strike "June 30", and substitute "December 31".

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