Department of Legislative Services

Maryland General Assembly 2004 Session

FISCAL AND POLICY NOTE Revised

(Delegate Boschert)

House Bill 77 Ways and Means

Finance

Governor's Workforce Investment Board - Higher Education Assistance Program

This bill requires the Governor's Workforce Investment Board to develop a higher education assistance program. The program is to assist businesses and students in entering into higher education assistance contracts. A higher education assistance contract is defined as a contract where in exchange for a business paying a student's tuition and fees at an institution of higher education, the student agrees to work for the employer within one year of graduation for a period of time equal to one year for every year of employer-provided educational assistance.

The bill takes effect July 1, 2004.

Fiscal Summary

State Effect: None. The bill's requirements could be absorbed within existing budgeted resources at the Department of Labor, Licensing, and Regulation.

Local Effect: None.

Small Business Effect: Minimal.

Analysis

Current Law: The Governor's Workforce Investment Board does not currently have a higher education assistance program. The board's purpose is to improve the quality of

the Maryland workforce by promoting increased employment, job retention, earnings, and occupational skills.

Background: Various public and private programs offer tuition assistance in exchange for service obligations. The State offers several programs in the health services and other fields that offer scholarships and/or loan forgiveness grants in exchange for a commitment to work in the State or a particular region of the State.

Additional Information

Prior Introductions: None.

Cross File: None.

Information Source(s): Comptroller's Office; Maryland Higher Education Commission; Department of Labor, Licensing, and Regulation; Society of Human Resource Management; U.S. Department of Labor; Department of Legislative Services

Fiscal Note History:First Reader - February 20, 2004ncs/mdrRevised - House Third Reader - March 31, 2004

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