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EMERGENCY BILL

4lr3559 CF HB 1526

### By: Senators Ferguson and Salling

Constitutional Requirements Complied with for Introduction in the last 35 Days of Session Introduced and read first time: March 14, 2024 Assigned to: Finance and Budget and Taxation

## A BILL ENTITLED

### 1 AN ACT concerning

# 2 Maryland Protecting Opportunities and Regional Trade (PORT) Act

FOR the purpose of requiring the Maryland Department of Labor and the Department of
Commerce to establish certain temporary relief programs to provide assistance to
individuals and certain entities impacted by a certain closure of the Port of
Baltimore; authorizing the Governor to transfer, by budget amendment, funds from
the Revenue Stabilization Account to fund the temporary relief programs; and
generally relating to providing temporary relief for individuals and certain entities
affected by the closure of the Port of Baltimore.

10 Preamble

11 WHEREAS, At approximately 1:30 a.m. on March 26, 2024, a major section of the 12 Francis Scott Key Bridge (Key Bridge) collapsed into the Patapsco River after the Dali, a 13 984–foot container ship, collided with one of the bridge's primary support pillars; and

WHEREAS, The collapse of the Key Bridge is a catastrophic event that resulted in a
 tragic loss of life and the closure of the Port of Baltimore (Port); and

16 WHEREAS, The closure of the Port has severe economic implications for the entire 17 region and nation; and

18 WHEREAS, The Port accounts for approximately \$3.3 billion in annual personal 19 income for individuals, with approximately 15,300 jobs in Maryland directly generated by 20 Port activity and approximately 140,000 total jobs linked to Port activity; and

WHEREAS, In 2023, the Port set several records for itself and also ranked first among ports in the nation for handling the highest volume in each of the following categories: autos and light trucks (847,158 vehicles); roll–on, roll–off heavy farm and construction machinery (1.3 million tons); and imported sugar and gypsum; and

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



1 WHEREAS, The Port also ranked ninth in the nation in 2023 for both the tonnage 2 of international cargo handled (52.3 million tons) and total foreign cargo value (\$80.8 3 billion); and

4 WHEREAS, Additionally, in 2023, in total the Port exported more than \$111 billion 5 and imported more than \$36 billion worth of goods; and

6 WHEREAS, It is critical to ensure that the individuals and businesses that are 7 economically impacted by the closure of the Port are supported at this vital juncture; now, 8 therefore,

9 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 10 That:

11 (a) (1) In this section the following words have the meanings indicated.

12 (2) "Closure of the Port" means a cessation in the operations of or the 13 inability to access the Port of Baltimore due to the collapse of the Francis Scott Key Bridge 14 on March 26, 2024.

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- (3) "Port" means the Port of Baltimore.

16 (b) Subject to subsection (e) of this section, the Maryland Department of Labor, 17 as soon as practicable, shall establish a temporary relief program to provide assistance to 18 individuals who:

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- (1) regularly performed paid work at the Port;

20 (2) are unable to work through no fault of their own due to the closure of 21 the Port; and

(3) despite being able, available, and actively seeking work, do not qualify
 for unemployment insurance benefits under Title 8 of the Labor and Employment Article
 or any similar employer–provided benefit.

(c) (1) Subject to paragraph (2) of this subsection and subsection (e) of this section, the Department of Commerce, as soon as practicable, shall establish a temporary relief program to provide assistance to small businesses, trade associations, or companies that contract with or are members of a trade association:

- 29 (i) the operations of which:
  30 1. rely on access to or the operation
  - 1. rely on access to or the operation of the Port; and
- 31 2. are substantially hindered or halted entirely due to the

32 closure of the Port;

1 that, without the reopening of the Port, are unable to retain their (ii)  $\mathbf{2}$ workforce at the same hours, rates of pay, and benefits in effect before the closure of the 3 Port; and 4 that are committed to continuing operations, to the fullest extent (iii)  $\mathbf{5}$ practicable, at the Port once it reopens. 6 (2)A small business, trade association, or company that contracts with a 7 trade association that receives relief under the program established under this subsection shall, to the fullest extent practicable, use the relief to maintain its workforce at the same 8 9 hours, rates of pay, and benefits in effect before the closure of the Port. 10 (d) Subject to subsection (e) of this section, the Department of Commerce, as soon as practicable, shall establish a temporary relief program to provide assistance to 11 12 businesses: 13(1)the operations of which: 14(i) rely on the use of or access to the Port; 15(ii) are substantially hindered or halted entirely due to the closure of the Port; and 16 are subsequently diverted to other regional ports; and 17(iii) 18 (2)that are committed to continuing operations, to the fullest extent 19 practicable, at the Port once it reopens. 20(e) (1)Any funds distributed under subsections (b) through (d) of this section 21shall be distributed on or before June 30, 2025. 22(2)In administering the temporary relief programs established under 23subsections (b) through (d) of this section, the Maryland Department of Labor and the 24Department of Commerce shall require an individual, business, trade association, or company that is compensated through indemnification or other similar means for the same 2526purpose for which assistance is provided under the applicable program to repay any 27monetary assistance received under the applicable program within 6 months after receipt 28of the nonprogram compensation. 29The Maryland Department of Labor and the Department of Commerce (3)30 may make an assessment against an individual, business, trade association, or company to 31 recapture any amounts owed in accordance with paragraph (2) of this subsection. 32Notwithstanding § 7–311(i) of the State Finance and Procurement (f)(1)33 Article, after providing the Legislative Policy Committee at least 7 days to review and

comment, the Governor may transfer by budget amendment any amounts necessary to fund

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 $1 \quad the temporary relief programs established under subsections (b) through (d) of this section$ 

from the Revenue Stabilization Account established under § 7–311 of the State Finance
 and Procurement Article to:

4 (i) for the program established under subsection (b) of this section, 5 the expenditure account of the Maryland Department of Labor;

6 (ii) for the program established under subsection (c) of this section, 7 the expenditure account of the Department of Commerce; or

8 (iii) for the program established under subsection (d) of this section, 9 the Economic Development Opportunities Program Account established under § 7–314 of 10 the State Finance and Procurement Article.

11 (2) It is the intent of the General Assembly that, if federal funds become 12 available for any purpose for which a program is established under this Act, the federal 13 funds may be used to:

(i) supplant, rather than supplement, any funds otherwise used forthe programs established under this Act; and

(ii) to the extent authorized by federal law, reimburse the Revenue
Stabilization Account, established under § 7–311 of the State Finance and Procurement
Article, for any funds transferred under paragraph (1) of this subsection.

19 SECTION 2. AND BE IT FURTHER ENACTED, That this Act is an emergency 20 measure, is necessary for the immediate preservation of the public health or safety, has 21 been passed by a yea and nay vote supported by three—fifths of all the members elected to 22 each of the two Houses of the General Assembly, and shall take effect from the date it is 23 enacted.

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