

**Department of Legislative Services**  
Maryland General Assembly  
2025 Session

**FISCAL AND POLICY NOTE**  
**First Reader**

House Bill 1038 (Delegates Vogel and Stonko)  
Economic Matters and Health and  
Government Operations

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**Department of Commerce - Complaint Portal and Annual Report**

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This bill requires the Department of Commerce to create and maintain a portal on the department website that allows members of the public to file complaints if a governmental unit (at the State or local level), takes longer than 60 days to process an application for a license, form, certificate, certification, permit, or registration for a business or nonprofit organization. The bill requires the department, by September 15, 2025, and every September 15 thereafter, to submit a report on the complaints filed through the portal to specified committees of the General Assembly. **The bill takes effect July 1, 2025.**

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**Fiscal Summary**

**State Effect:** Commerce advises it can handle the bill's requirements with existing budgeted resources. Revenues are not affected.

**Local Effect:** The bill does not materially affect local government operations or finances.

**Small Business Effect:** Minimal.

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**Analysis**

**Bill Summary:** The report submitted by Commerce must identify, with respect to each complaint received during the preceding fiscal year, the governmental unit responsible for the license, form, certificate, certification, permit, or registration. Commerce must make reasonable efforts to anonymize the data to protect the privacy of any business or nonprofit organization to which a complaint may be related.

A person may not file a complaint using the portal if a State or local law, ordinance, or resolution authorizes the governmental unit to take longer than 60 days to process the application.

**Current Law:** Among other duties and objectives, Commerce must assist the growth and revitalization of small businesses; support the growth of the State and regional economies by providing consulting, technical assistance, and liaison activities on business and economic development issues; promote regulatory reform and coordinate efforts with other State and local units; and encourage location and development of new businesses in the State and the retention and expansion of present enterprises in coordination with local governments and local economic development units.

**Additional Comments:** Most State agencies (and local governments that responded to a request for information) advise that they typically process applications in less than 60 days.

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### **Additional Information**

**Recent Prior Introductions:** Similar legislation has not been introduced within the last three years.

**Designated Cross File:** SB 496 (Senator Ellis) - Finance.

**Information Source(s):** Department of Commerce; Alcohol, Tobacco, and Cannabis Commission; Maryland Department of Aging; Maryland Department of Agriculture; Maryland State Department of Education; Maryland Institute for Emergency Medical Services Systems; Maryland Department of the Environment; Maryland Department of Health; Department of Housing and Community Development; Maryland Insurance Administration; Maryland Department of Labor; Maryland Lottery and Gaming Control Agency; Department of Natural Resources; Department of State Police; Public Service Commission; Maryland Department of Transportation; Office of the Attorney General (Consumer Protection Division); Maryland Association of Counties; Baltimore, Cecil, Frederick, and Montgomery counties; City of Frederick; Department of Legislative Services

**Fiscal Note History:** First Reader - February 13, 2025  
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