K3 5lr0367 CF HB 501

By: The President (By Request – Administration) and Senators Augustine, Brooks, Carozza, Charles, Gile, Henson, Hettleman, James, King, M. Washington, and West

Introduced and read first time: January 20, 2025

Assigned to: Finance

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: February 25, 2025

CHAPTER	
---------	--

- 1 AN ACT concerning
- 2 Registered Apprenticeship Investments for a Stronger Economy (RAISE) Act
- 3 FOR the purpose of authorizing the State Board of Plumbing to waive the license examination requirement for a journey plumber license; authorizing the Secretary 4 of Labor to waive the examination for certain licenses; altering the duties of the 5 Maryland Apprenticeship and Training Council; repealing the Youth Apprenticeship 6 7 Advisory Committee; establishing the Maryland Office of Registered Apprenticeship 8 Development within the Maryland Apprenticeship and Training Program; 9 establishing the Registered Apprenticeship Qualified Intermediary Program within 10 the Maryland Apprenticeship and Training Program; establishing the Maryland Apprenticeship Incentive Pay Per Apprentice Program within the Maryland 11 Department of Labor; establishing the Maryland Apprenticeship Incentive Pay Per 12 Apprentice Program Fund as a special, nonlapsing fund; requiring that the interest 13 earnings of the Fund remain in the Fund; establishing the Registered 14 Apprenticeship Development Advisory Board in the Department; applying certain 15 provisions of this Act retroactively; and generally relating to registered 16 17 apprenticeships.
- 18 BY adding to
- 19 Article Business Occupations and Professions
- 20 Section 12-305.3
- 21 Annotated Code of Maryland
- 22 (2018 Replacement Volume and 2024 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

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

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



1	BY adding to
2	Article - Business Regulation
3	Section 2–104.1
4	Annotated Code of Maryland
5	(2024 Replacement Volume)
6	BY repealing and reenacting, with amendments,
7	Article – Labor and Employment
8	Section 11–405(a) and (d)
9	Annotated Code of Maryland
10	(2016 Replacement Volume and 2024 Supplement)
11	BY repealing
12	Article – Labor and Employment
13	Section 11–409
14	Annotated Code of Maryland
15	(2016 Replacement Volume and 2024 Supplement)
16	BY adding to
17	Article – Labor and Employment
18	Section 11–409, 11–410, <u>11–411</u> , and 11–607
19	Annotated Code of Maryland
20	(2016 Replacement Volume and 2024 Supplement)
21	BY repealing and reenacting, without amendments,
22	Article – State Finance and Procurement
23	Section $6-226(a)(2)(i)$
24	Annotated Code of Maryland
25	(2021 Replacement Volume and 2024 Supplement)
26	BY repealing and reenacting, with amendments,
$\frac{1}{27}$	Article – State Finance and Procurement
28	Section 6–226(a)(2)(ii)204. and 205.
29	Annotated Code of Maryland
30	(2021 Replacement Volume and 2024 Supplement)
31	BY adding to
32	Article – State Finance and Procurement
33	Section 6–226(a)(2)(ii)206.
34	Annotated Code of Maryland
35	(2021 Replacement Volume and 2024 Supplement)
36	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
37	That the Laws of Maryland read as follows:

12-305.3. 1 2 THE BOARD SHALL WAIVE THE EXAMINATION REQUIREMENTS FOR A 3 **JOURNEY PLUMBER LICENSE FOR AN INDIVIDUAL WHO:** 4 HAS SUCCESSFULLY COMPLETED A PLUMBING APPRENTICESHIP PROGRAM APPROVED BY THE DIVISION OF WORKFORCE DEVELOPMENT AND 5 6 **ADULT LEARNING: AND** 7 (2) PAYS THE APPROPRIATE FEE REQUIRED UNDER § 12–306 OF THIS 8 SUBTITLE. 9 **Article - Business Regulation** 2-104.1. 10 11 IN THIS SECTION, "LICENSE" MEANS A LICENSE, CERTIFICATE, REGISTRATION, PERMIT, OR OTHER CREDENTIAL THAT IS ISSUED BY A UNIT OF THE 12 DIVISION OF OCCUPATIONAL AND PROFESSIONAL LICENSING IN THE 13 14 DEPARTMENT. UNLESS REQUIRED BY FEDERAL LAW, THE SECRETARY MAY WAIVE THE 15 (B) 16 EXAMINATION REQUIREMENT FOR A LICENSE FOR AN INDIVIDUAL WHO SUCCESSFULLY COMPLETES A REGISTERED APPRENTICESHIP PROGRAM APPROVED 17 BY THE DIVISION OF WORKFORCE DEVELOPMENT AND ADULT LEARNING IF THE 18 19 MARYLAND APPRENTICESHIP AND TRAINING COUNCIL HAS FOUND THAT THE 20 APPROVED REGISTERED APPRENTICESHIP PROGRAM MEETS INDUSTRY STANDARDS 21AND LICENSURE REQUIREMENTS. 22 (C) THIS SECTION MAY NOT BE CONSTRUED TO ELIMINATE EDUCATION OR EXPERIENCE REQUIREMENTS ESTABLISHED UNDER STATE LAW FOR LICENSURE. 23 24 Article - Labor and Employment 11-405.25 26 The [duties of the] Council shall [be to]: 27 advise the Division of Workforce Development and Adult Learning on

29 (2) encourage the establishment of local apprenticeship committees where 30 the committees are needed;

the apprenticeability of occupations in the State of Maryland;

28

- 1 (3) make recommendations regarding the formulation and adoption of 2 standards of apprenticeship which safeguard the welfare of apprentices, being guided, but 3 not controlled, by the standards of apprenticeship recommended by the federal committee 4 on apprenticeship;
- 5 (4) REQUIRE A MINIMUM RATIO OF ONE JOURNEYWORKER 6 REGULARLY EMPLOYED TO ONE APPRENTICE, CONSISTENT WITH PROPER 7 SUPERVISION, TRAINING, AND CONTINUITY OF EMPLOYMENT AND APPLICABLE 8 PROVISIONS IN COLLECTIVE BARGAINING AGREEMENTS;
- 9 (5) AUTHORIZE AT THE TIME OF OR SUBSEQUENT TO REGISTRATION,
 10 RECOMMEND A DEVIATION FROM THE MINIMUM RATIO REQUIREMENT FOR ALL
 11 OCCUPATIONS THAT ARE DEFINED BY THE SECRETARY AS NONHAZARDOUS TO
 12 WORKERS AND MEMBERS OF THE PUBLIC;
- 13 (6) CONSIDER FORMAL WRITTEN DEVIATION REQUESTS FROM ALL OTHER OCCUPATIONS;
- 15 **[**(4)**] (7)** make recommendations regarding the formulation of policies for the overall apprenticeship program;
- [(5)] (8) make recommendations regarding the registration of standards of apprenticeship of the groups or employers that elect to conform with the provisions of this subtitle;
- [(6)] (9) make recommendations regarding the registration of apprenticeship agreements which conform to the standards of apprenticeship adopted by the Division of Workforce Development and Adult Learning;
- [(7)] (10) recommend the issuance of certificates of completion of apprenticeship to apprentices who are registered with the Division of Workforce Development and Adult Learning when the Division determines that such apprentices have completed successfully their apprenticeship;
- [(8)] (11) seek all information pertaining to apprenticeship training in the State:
- [(9)] (12) prescribe its rules of procedure and duties of the Chairman, Director, and Secretary subject to the provisions of this law; and
- [(10)] (13) perform other advisory functions as the Governor or the Secretary may direct or as may come within the scope of the Council.
- 33 (d) (1) On or before [June 30 of] **DECEMBER 31** each year, the Division of Workforce Development and Adult Learning shall report to the General Assembly, in

1 2	accordance with \S 2–1257 of the State Government Article, the following information for the immediately preceding ealendar year \S CALENDAR YEARS:
3 4	(i) the completion and enrollment rates of each apprenticeship program registered in the State; [and]
5 6	(ii) the age, race, sex or gender identity, county of residence, and program enrollment of each individual enrolled in a registered apprenticeship program;
7	(III) THE NUMBER OF:
8	1. QUALIFIED INTERMEDIARIES REGISTERED IN THE REGISTERED APPRENTICESHIP QUALIFIED INTERMEDIARY PROGRAM;
10	2. APPROVED GRANTS AND PROCUREMENTS USED BY THE SECRETARY UNDER § 11–410(C)(3) OF THIS SUBTITLE; AND
$egin{array}{c} 12 \\ 13 \\ 14 \end{array}$	3. NEWLY REGISTERED APPRENTICES AND NEWLY REGISTERED APPRENTICESHIP PROGRAMS RESULTING FROM THE REGISTERED APPRENTICESHIP QUALIFIED INTERMEDIARY PROGRAM; AND
15 16 17	(IV) THE NUMBER AND VALUE OF THE INCENTIVES AWARDED UNDER THE MARYLAND APPRENTICESHIP INCENTIVE PAY PER APPRENTICE PROGRAM;
L8 L9	(V) WORKER OUTCOMES FOR EACH REGISTERED APPRENTICESHIP PROGRAM, INCLUDING:
20	1. JOB PLACEMENT;
21	2. POST-APPRENTICESHIP WAGE RATES; AND
22	3. RETENTION AND ADVANCEMENT DATA; AND
23 24	(VI) ANY CORRECTIVE ACTION, INCLUDING REQUIRING REIMBURSEMENT OF INCENTIVES, FOR FAILURE TO MEET THE REQUIREMENTS OF
	THE MARYLAND PAY PER APPRENTICE PROGRAM ESTABLISHED UNDER § 11–607
25 26	OF THIS TITLE.
27	(2) The Division of Workforce Development and Adult Learning shall [:
28	(i) sort the information required under paragraph (1) of this
29	subsection by apprenticeship program; and

$1\\2$	subsection on th	(ii)] ne Divisio	publish the report required under paragraph (1) of this on of Workforce Development and Adult Learning's Web site.
3	[11–409.		
4 5	(a) In Committee.	this sec	tion, "Committee" means the Youth Apprenticeship Advisory
6 7	(b) There is a Youth Apprenticeship Advisory Committee in the Division of Workforce Development and Adult Learning.		
8	(c) Th	e Commi	ttee consists of the following members:
9	(1)	the S	ecretary, or the Secretary's designee;
10 11	designee; (2)	the S	State Superintendent of Schools, or the State Superintendent's
12	(3)	the S	ecretary of Commerce, or the Secretary's designee;
13	(4)	the S	ecretary of Juvenile Services, or the Secretary's designee;
14 15	(5) Adult Learning		ssistant Secretary of the Division of Workforce Development and ssistant Secretary's designee; and
16	(6)	the fo	ollowing members, appointed by the Governor:
17		(i)	two representatives of the Council;
18		(ii)	one representative of an employee organization;
19 20	program;	(iii)	one employer whose business has a nonjoint apprenticeship
21		(iv)	one representative from a community college;
22 23	labor economics	(v) s with exp	one individual who holds a doctoral degree and specializes in sertise in national and international apprenticeship systems;
24 25	with employee t	(vi) craining a	one representative of a nonprofit organization who is involved and workforce development;
26		(vii)	one representative of the Maryland Chamber of Commerce; and
27 28	different region	(viii) s of the S	two representatives from regional business councils that serve tate.

- 1 (d) The Committee shall:
- 2 (1) evaluate the effectiveness of existing high school youth apprenticeship 3 programs in the State, other states, and other countries based on a systematic review of
- 4 relevant data:
- 5 (2) review and identify:
- 6 (i) ways to implement high school youth apprenticeship programs 7 in the State; and
- 8 (ii) means through which employers and organizations can obtain
- 9 grants, tax credits, and other subsidies to support establishment and operation of high
- 10 school youth apprenticeship programs; and
- 11 (3) set targets for the number of apprenticeship opportunities for youth
- 12 that the State should reach over the next 3 years.
- 13 (e) On or before December 1 of each year, the Committee shall submit a
- 14 report, in accordance with § 2–1257 of the State Government Article, to the General
- 15 Assembly regarding any recommended legislation to promote high school youth
- 16 apprenticeship programs in the State.]
- 17 **11–409.**
- 18 (A) IN THIS SECTION, "OFFICE" MEANS THE MARYLAND OFFICE OF
- 19 REGISTERED APPRENTICESHIP DEVELOPMENT.
- 20 (B) THERE IS A MARYLAND OFFICE OF REGISTERED APPRENTICESHIP
- 21 DEVELOPMENT WITHIN THE MARYLAND APPRENTICESHIP AND TRAINING
- 22 Program of the Division of Workforce Development and Adult
- 23 LEARNING.
- 24 (C) THE PURPOSE OF THE OFFICE IS TO MARKET AND ADVANCE THE
- 25 REGISTERED APPRENTICESHIP SYSTEM THROUGHOUT THE STATE SCALE
- 26 REGISTERED APPRENTICESHIPS ACROSS INDUSTRIES AND OCCUPATIONS TO MEET
- 27 THE NEEDS OF THE STATE'S ECONOMY.
- 28 (D) THE GOVERNOR SHALL INCLUDE IN THE ANNUAL BUDGET BILL AN
- 29 APPROPRIATION TO THE MARYLAND APPRENTICESHIP AND TRAINING PROGRAM
- 30 TO COVER ADMINISTRATIVE COSTS FOR THE OFFICE.
- 31 **11–410.**

- 1 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 2 INDICATED.
- 3 (2) "DIRECTOR" MEANS THE DIRECTOR OF THE MARYLAND 4 APPRENTICESHIP AND TRAINING PROGRAM.
- 5 (3) "PROGRAM" MEANS THE REGISTERED APPRENTICESHIP 6 QUALIFIED INTERMEDIARY PROGRAM.
- 7 (4) "QUALIFIED INTERMEDIARY" MEANS AN ENTITY THAT 8 DEMONSTRATES EXPERTISE IN:
- 9 (I) CONNECTING SPONSORS, EMPLOYERS, OR <u>POTENTIAL</u>
 10 APPRENTICESHIP PROGRAM PARTICIPANTS WITH REGISTERED APPRENTICESHIP
 11 PROGRAMS;
- 12 (II) CONVENING STAKEHOLDERS TO DEVELOP REGISTERED 13 APPRENTICESHIP PROGRAMS; OR
- 14 (III) OTHER KEY FUNCTIONS AS DETERMINED APPROPRIATE BY 15 THE DEPARTMENT TO SUCCESSFULLY BUILD AND SCALE REGISTERED 16 APPRENTICESHIP PROGRAMS THAT ACHIEVE DESIRED WORKFORCE OUTCOMES.
- 17 (B) THERE IS A REGISTERED APPRENTICESHIP QUALIFIED INTERMEDIARY
 18 PROGRAM WITHIN THE MARYLAND APPRENTICESHIP AND TRAINING PROGRAM OF
 19 THE DIVISION OF WORKFORCE DEVELOPMENT AND ADULT LEARNING.
- 20 (C) (1) THE PROGRAM SHALL:
- 21 (I) REPORT TO THE DIRECTOR;
- 22 (II) INCREASE AWARENESS OF REGISTERED APPRENTICESHIP 23 PROGRAMS THROUGH INDUSTRY OUTREACH;
- 24 (III) CONNECT EMPLOYERS AND LABOR ORGANIZATIONS WITH 25 WORKFORCE AND EDUCATION PARTNERS; AND
- 26 (IV) PROVIDE TECHNICAL ASSISTANCE TO LAUNCH AND EXPAND REGISTERED APPRENTICESHIP PROGRAMS WITH A FOCUS ON NONTRADITIONAL
- 28 SECTORS; AND
- 29 (V) INCLUDE A PROCESS FOR MONITORING AND EVALUATING 30 THE PROGRAM.

- 1 (2) THE DIRECTOR SHALL, IN COLLABORATION CONSULTATION WITH
- 2 THE SECRETARY, THE GOVERNOR'S WORKFORCE DEVELOPMENT BOARD, THE
- 3 REGISTERED APPRENTICESHIP DEVELOPMENT ADVISORY BOARD, AND THE
- 4 DEPARTMENT OF COMMERCE, DEVELOP THE PROGRAM.
- 5 (3) THE SECRETARY MAY USE GRANTS OR PROCUREMENT, AMONG
- 6 OTHER STRATEGIES, TO ADVANCE AND ACCOMPLISH THE GOALS OF THE PROGRAM.
- 7 **11–411.**
- 8 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS
- 9 **INDICATED.**
- 10 (2) "BOARD" MEANS THE REGISTERED APPRENTICESHIP
- 11 **DEVELOPMENT ADVISORY BOARD.**
- 12 (3) "OFFICE" MEANS THE OFFICE OF REGISTERED APPRENTICESHIP
- 13 DEVELOPMENT ESTABLISHED UNDER § 11–409 OF THIS SUBTITLE.
- 14 (B) (1) THERE IS A REGISTERED APPRENTICESHIP DEVELOPMENT
- 15 ADVISORY BOARD IN THE DEPARTMENT.
- 16 (2) THE PURPOSE OF THE BOARD IS TO ADVISE THE OFFICE ON THE
- 17 STRATEGY TO ACHIEVE ITS MISSION OF EXPANDING REGISTERED APPRENTICESHIP
- 18 OPPORTUNITIES IN THE STATE.
- 19 (C) THE BOARD SHALL CONSIST OF:
- 20 (1) ONE MEMBER OF THE SENATE OF MARYLAND, APPOINTED BY THE
- 21 President of the Senate;
- 22 (2) ONE MEMBER OF THE HOUSE OF DELEGATES, APPOINTED BY THE
- 23 SPEAKER OF THE HOUSE;
- 24 (3) TWO MEMBERS DESIGNATED BY THE PRESIDENT OF THE
- 25 MARYLAND STATE AND DC AFL-CIO;
- 26 (4) TWO MEMBERS REPRESENTING EMPLOYERS ENGAGED IN
- 27 REGISTERED APPRENTICESHIPS, APPOINTED BY THE GOVERNOR; AND
- 28 (5) ONE MEMBER TO SERVE AS CHAIR OF THE BOARD, APPOINTED BY
- 29 THE GOVERNOR.
- 30 **(D)** A MEMBER OF THE BOARD:

28

29

PAY PER APPRENTICE PROGRAM FUND.

1	((1)	MAY NOT RECEIVE COMPENSATION AS A MEMBER OF THE BOARD:
2	BUT	<u>(- </u>	MIT IVOT INDEDIVE COMITENCIATION IS IT MEMBER OF THE BORNEY
3	-	<u>(2)</u>	IS ENTITLED TO REIMBURSEMENT FOR EXPENSES UNDER THE
4	STANDARD S	STAT.	E TRAVEL REGULATIONS, AS PROVIDED IN THE STATE BUDGET.
5	(E) ((1)	THE TERM OF A MEMBER IS 4 YEARS.
	<u> </u>		
6	_	<u>(2)</u>	THE TERMS OF MEMBERS ARE STAGGERED AS REQUIRED BY THE
7	TERMS PROV	/IDEI	FOR MEMBERS OF THE BOARD ON OCTOBER 1, 2025.
8	((3)	A VACANCY SHALL BE FILLED FOR AN UNEXPIRED TERM IN THE
9	_	`	S THE ORIGINAL APPOINTMENT.
0	<u>(</u>	<u>(4)</u>	AT THE END OF THE TERM, A MEMBER CONTINUES TO SERVE
1	UNTIL A SUC	CESS	SOR IS APPOINTED AND QUALIFIES.
9		(5)	A MEMBER WHO IS APPOINTED AFTER A TERM HAS BEGUN SERVES
12 13	_		REST OF THE TERM AND UNTIL A SUCCESSOR IS APPOINTED AND
4	QUALIFIES.	1112 1	LEST OF THE TERM MAD CAVILLA SUCCESSOR IS ALTOMATED MAD
5	<u>(F)</u> 7	THE:	BOARD SHALL:
C	4	(1)	CONCLUE MEETING DECLE DECLE ADDV ADOLES DEVELOPING
L6 L7	_	(<u>1)</u> ND D	CONSULT WITH THE OFFICE REGULARLY ABOUT DEVELOPING EVIEWING OUTCOMES FOR APPRENTICESHIPS;
L /	SIKAIEGIA	ND K	EVIEWING OUTCOMES FOR AFFRENTICESHIFS,
8	<u>(</u>	(2)	PROVIDE ADVICE ON PROGRAMS OPERATED BY THE OFFICE; AND
9	_	(3)	ON OR BEFORE DECEMBER 1 EACH YEAR, BEGINNING IN 2025,
20			OFFICE AND REPORT THE RESULTS OF THE EVALUATION TO THE
21	<u> </u>	SSEM	<u>IBLY, IN ACCORDANCE WITH § 2–1257 OF THE STATE GOVERNMENT</u>
22	ARTICLE.		
23	11-607.		
24	(A) ((1)	In this section the following words have the meanings
25	INDICATED.		
06	4	(9)	"EMPLOYER" MEANS AN INDIVIDUAL OR ORGANIZATION LOCATED
26 27	`	(2) NG IN	TEMPLOYER MEANS AN INDIVIDUAL OR ORGANIZATION LOCATED N THE STATE THAT EMPLOYS A REGISTERED APPRENTICE.
	OR OTERALL	11011	THE SIMIE THAT EMILEOTS A MEGISTEMED AT I MENTICE.

(3) "FUND" MEANS THE MARYLAND APPRENTICESHIP INCENTIVE

- 1 (4) "PROGRAM" MEANS THE MARYLAND APPRENTICESHIP
 2 INCENTIVE PAY PER APPRENTICE PROGRAM.
- 3 (5) "REGISTERED APPRENTICE" MEANS AN EMPLOYEE WHO 4 PARTICIPATES IN A REGISTERED APPRENTICESHIP PROGRAM.
- 5 (6) "REGISTERED APPRENTICESHIP" MEANS AN APPRENTICESHIP
 6 PROGRAM THAT IS REGISTERED WITH, AND APPROVED BY, THE DIVISION OF
 7 WORKFORCE DEVELOPMENT AND ADULT LEARNING.
- 8 (7) "SPONSOR" MEANS AN INDIVIDUAL, ASSOCIATION, COMMITTEE,
 9 ORGANIZATION, INTERMEDIARY, OR EMPLOYER IN WHOSE NAME OR TITLE THE
 10 REGISTERED APPRENTICESHIP PROGRAM IS OR IS TO BE REGISTERED.
- 11 **(B)** THERE IS A MARYLAND APPRENTICESHIP INCENTIVE PAY PER 12 APPRENTICE PROGRAM IN THE DEPARTMENT.
- 13 (C) THE PURPOSES OF THE PROGRAM ARE TO:
- 14 (1) DEVELOP A WELL-TRAINED, PRODUCTIVE WORKFORCE THAT 15 MEETS THE NEEDS OF THE STATE'S ECONOMY; AND
- 16 (2) HELP EMPLOYERS AND SPONSORS OFFSET COSTS, INCLUDING 17 RECRUITMENT, EDUCATION, TRAINING, AND ACCOMMODATIONS FOR DISABILITIES 18 OR MATERIALS, ASSOCIATED WITH HIRING NEWLY REGISTERED APPRENTICES.
- 19 (D) THE DEPARTMENT SHALL ADMINISTER THE PROGRAM AND ESTABLISH:
- 20 (1) REQUIREMENTS FOR INCENTIVE APPLICATIONS;
- 21 (2) A PROCESS FOR REVIEWING INCENTIVE APPLICATIONS AND 22 AWARDING INCENTIVES TO ELIGIBLE EMPLOYERS OR SPONSORS;
- 23 (3) THE MAXIMUM AWARD ELIGIBILITY PER NEWLY REGISTERED 24 APPRENTICE SUBJECT TO FUND AVAILABILITY;
- 25 (4) THE MAXIMUM AMOUNT OF INCENTIVES THAT AN ELIGIBLE 26 EMPLOYER OR SPONSOR MAY RECEIVE EACH YEAR; AND
- 27 (5) A PROCESS FOR MONITORING AND EVALUATING OUTCOMES,
- 28 ASSESSING COMPLIANCE, AND TAKING CORRECTIVE ACTION, INCLUDING
- 29 REQUIRING REIMBURSEMENT OF INCENTIVES, SHOULD AN EMPLOYER OR SPONSOR
- 30 FAIL TO MEET THE REQUIREMENTS OF THE PROGRAM.

- 1 (E) (1) THERE IS A MARYLAND APPRENTICESHIP INCENTIVE PAY PER 2 APPRENTICE PROGRAM FUND.
- 3 (2) THE PURPOSE OF THE FUND IS TO PROVIDE INCENTIVES UNDER 4 THE PROGRAM.
- 5 (3) THE SECRETARY SHALL ADMINISTER THE FUND.
- 6 (4) (I) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT SUBJECT TO § 7–302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.
- 8 (II) THE STATE TREASURER SHALL HOLD THE FUND 9 SEPARATELY, AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.
- 10 **(5)** THE FUND CONSISTS OF:
- 11 (I) MONEY APPROPRIATED TO THE FUND UNDER PARAGRAPH 12 (9) OF THIS SUBSECTION;
- 13 (II) MONEY COLLECTED DUE TO NONCOMPLIANCE WITH 14 PROGRAM REQUIREMENTS;
- 15 (III) INTEREST EARNINGS OF THE FUND; AND
- 16 (IV) ANY OTHER MONEY FROM ANY OTHER SOURCE ACCEPTED 17 FOR THE BENEFIT OF THE FUND.
- 18 (6) The Fund may be used only for providing incentives
- 19 UNDER THE PROGRAM AND ADMINISTRATIVE EXPENSES RELATED TO THE
- 20 PROGRAM.
- 21 (7) (I) THE STATE TREASURER SHALL INVEST THE MONEY OF THE 22 FUND IN THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.
- 23 (II) ANY INTEREST EARNINGS OF THE FUND SHALL BE 24 CREDITED TO THE FUND.
- 25 (8) EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN 26 ACCORDANCE WITH THE STATE BUDGET.
- 27 (9) FOR EACH OF FISCAL YEARS 2027 THROUGH 2030, THE
- 28 GOVERNOR SHALL MAY INCLUDE IN THE ANNUAL BUDGET BILL AN APPROPRIATION
- 29 OF AT LEAST \$5,000,000 FOR THE FUND.

1 **(F) (1)** SUBJECT TO THIS SUBSECTION, AN EMPLOYER OR A SPONSOR 2 MAY APPLY FOR AND BE AWARDED AN INCENTIVE UNDER THE PROGRAM. 3 **(2)** AN EMPLOYER OR A SPONSOR MAY APPLY FOR ONLY ONE GRANT 4 FOR A NEWLY REGISTERED APPRENTICE WHO: 5 **(I)** HAS BEEN EMPLOYED FOR AT LEAST 7 MONTHS; AND 6 (II)IS WITHIN THE INITIAL YEAR OF EMPLOYMENT WITH THE 7 APPLICANT. 8 **(3)** AN EMPLOYER OR A SPONSOR MAY BE AWARDED ONLY ONE GRANT 9 PER EACH NEWLY REGISTERED APPRENTICE PER YEAR. 10 **(4)** AN EMPLOYER OR SPONSOR AWARDED A GRANT UNDER THE PROGRAM SHALL ATTEST TO ITS INTENT TO RETAIN THE APPRENTICE AFTER 11 12 COMPLETION OF THE REGISTERED APPRENTICESHIP AND ITS DEVELOPMENT OF A 13 PLAN TO ACHIEVE THE RETENTION OF THE APPRENTICE AN APPRENTICE THROUGH 14 THE DURATION OF THE FULL APPRENTICESHIP AND AFTER COMPLETION OF THE APPRENTICESHIP, UNLESS AN APPRENTICE LEAVES ON THE APPRENTICE'S OWN 15 16 ACCORD OR HAS BEEN DISMISSED FOR CAUSE. 17 **(5)** IF AN INCENTIVE IS AWARDED TO AN EMPLOYER OR A SPONSOR 18 ON BEHALF OF A NEWLY REGISTERED APPRENTICE, ANOTHER EMPLOYER OR SPONSOR MAY NOT APPLY FOR AN INCENTIVE UNDER THE PROGRAM FOR THE SAME 19 20 NEWLY REGISTERED APPRENTICE. 21 (G) THE DEPARTMENT MAY ADOPT REGULATIONS TO CARRY OUT THIS 22SECTION. 23 **Article - State Finance and Procurement** 6-226.2425(2)(i) This subparagraph does not apply in fiscal years 2024 (a) 1. 26 through 2028. Notwithstanding any other provision of law, and unless 27 2. inconsistent with a federal law, grant agreement, or other federal requirement or with the 28 29 terms of a gift or settlement agreement, net interest on all State money allocated by the State Treasurer under this section to special funds or accounts, and otherwise entitled to 30

receive interest earnings, as accounted for by the Comptroller, shall accrue to the General

31

32

Fund of the State.

$1\\2$	(ii) to the following funds:	The provisions of subparagraph (i) of this paragraph do not apply
3 4	[and]	204. the Victims of Domestic Violence Program Grant Fund;
5		205. the Proposed Programs Collaborative Grant Fund; AND
6 7	PER APPRENTICE PRO	206. THE MARYLAND APPRENTICESHIP INCENTIVE PAY GRAM FUND.
8 9 10 11 12	Employment Article, as retroactively and shall be programs initially appro	BE IT FURTHER ENACTED, That § 11–405 of the Labor and enacted by Section 1 of this Act, shall be construed to apply applied to and interpreted to affect only registered apprenticeship oved by the Maryland Apprenticeship and Training Council Labor on or after January 1, 2023.
13 14 15		BE IT FURTHER ENACTED, That the terms of the initial ed Apprenticeship Development Advisory Board shall expire as
16	<u>(1)</u> two m	embers neither of whom is the chair on September 30, 2027;
17	<u>(2)</u> the ch	air on September 30, 2028; and
18	<u>(3)</u> <u>two m</u>	embers neither of whom is the chair on September 30, 2029.
19 20	SECTION 3. <u>4.</u> AN October 1, 2025.	ID BE IT FURTHER ENACTED, That this Act shall take effect
	Approved:	
		Governor.
		President of the Senate.

Speaker of the House of Delegates.