

HOUSE BILL 1526

K3, C8

EMERGENCY BILL

4lr3560
CF SB 1188

By: **Delegates Clippinger, Edelson, R. Lewis, R. Long, and Metzgar**

Rules suspended

Introduced and read first time: March 16, 2024

Assigned to: Rules and Executive Nominations

Re-referred to: Economic Matters and Appropriations, March 19, 2024

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 28, 2024

CHAPTER _____

1 AN ACT concerning

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

3 FOR the purpose of establishing the Fallen Transportation Workers Scholarship Program
4 and the Fallen Transportation Workers Scholarship Fund as a special, nonlapsing
5 fund; requiring that the interest earnings of the Fund remain in the Fund;
6 authorizing the Secretary of Labor to exempt an individual from the requirement to
7 be actively seeking work for unemployment insurance benefits eligibility under
8 certain circumstances; allowing a subtraction under the State income tax for certain
9 benefit payments received by certain individuals; increasing a certain revenue bond
10 cap for the Maryland Transportation Authority; requiring the Maryland Department
11 of Labor and the Department of Commerce to establish certain temporary relief
12 programs to provide assistance to individuals and certain entities impacted by a
13 certain closure reduced operations of the Port of Baltimore; authorizing the Governor
14 to transfer, by budget amendment, funds from the Revenue Stabilization Account to
15 fund the temporary relief programs; and generally relating to providing temporary
16 relief for individuals and certain entities affected by the closure of the Port of
17 Baltimore authorizing the Maryland Department of Labor and the Department of
18 Commerce to transfer available funding from existing programs and special funds to
19 support certain programs; authorizing, subject to certain limitations, the disclosure
20 of certain tax information to certain governmental entities for the purpose of
21 assisting the Comptroller in certain tax compliance activity; requiring the Attorney
22 General to pursue options, including filing actions, to recover for the State economic

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

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



damages arising out of closure of the Port of Baltimore and the collapse of the Francis Scott Key Bridge; and generally relating to transportation and states of emergency.

BY adding to

Article – Education

Section 18–4001 through 18–4004 to be under the new subtitle “Subtitle 40. Fallen Transportation Workers Scholarship Program”

Annotated Code of Maryland

(2022 Replacement Volume and 2023 Supplement)

BY repealing and reenacting, without amendments,

Article – Labor and Employment

Section 8–611(a) and 8–903(a)(1)

Annotated Code of Maryland

(2016 Replacement Volume and 2023 Supplement)

BY repealing and reenacting, with amendments,

Article – Labor and Employment

Section 8–611(k)

Annotated Code of Maryland

(2016 Replacement Volume and 2023 Supplement)

BY adding to

Article – Labor and Employment

Section 8–903(d)

Annotated Code of Maryland

(2016 Replacement Volume and 2023 Supplement)

BY repealing and reenacting, without amendments,

Article – State Finance and Procurement

Section 6–226(a)(2)(i)

Annotated Code of Maryland

(2021 Replacement Volume and 2023 Supplement)

BY repealing and reenacting, with amendments,

Article – State Finance and Procurement

Section 6–226(a)(2)(ii)189. and 190.

Annotated Code of Maryland

(2021 Replacement Volume and 2023 Supplement)

BY adding to

Article – State Finance and Procurement

Section 6–226(a)(2)(ii)191.

Annotated Code of Maryland

(2021 Replacement Volume and 2023 Supplement)

BY repealing and reenacting, without amendments,

Article – Tax – General
Section 10–207(a) and 10–208(a)
Annotated Code of Maryland
(2022 Replacement Volume and 2023 Supplement)

BY adding to

Article – Tax – General
Section 10–207(pp), 10–208(cc), and 13–203(c)(16)
Annotated Code of Maryland
(2022 Replacement Volume and 2023 Supplement)

BY repealing and reenacting, with amendments,

Article – Tax – General
Section 13–203(c)(14) and (15)
Annotated Code of Maryland
(2022 Replacement Volume and 2023 Supplement)

BY repealing and reenacting, without amendments,

Article – Transportation
Section 3–101(a) and (l) and 4–101(a) and (h)
Annotated Code of Maryland
(2020 Replacement Volume and 2023 Supplement)

BY repealing and reenacting, with amendments,

Article – Transportation
Section 4–306
Annotated Code of Maryland
(2020 Replacement Volume and 2023 Supplement)

Preamble

WHEREAS, At approximately 1:30 a.m. on March 26, 2024, a major section of the Francis Scott Key Bridge (Key Bridge) collapsed into the Patapsco River after the Dali, a 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~~ reduced operations of the Port of Baltimore (Port); and

WHEREAS, The ~~closure~~ reduced operations of the Port has severe economic implications for the entire region and nation; and

WHEREAS, The Port accounts for approximately \$3.3 billion in annual personal income for individuals, with approximately 15,300 jobs in Maryland directly generated by 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

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

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

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

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
That the Laws of Maryland read as follows:

Article – Education

SUBTITLE 40. FALLEN TRANSPORTATION WORKERS SCHOLARSHIP PROGRAM.

18-4001.

(A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS
INDICATED.

(B) “FALLEN TRANSPORTATION WORKER” MEANS AN INDIVIDUAL:

(1) WHOSE OCCUPATION IS IN THE CONSTRUCTION,
REHABILITATION, OR OPERATION OF A TRANSPORTATION FACILITY OR
TRANSPORTATION FACILITIES PROJECT IN THE STATE; AND

(2) WHO DIED, ON OR AFTER JANUARY 1, 2022, AS A RESULT OF AN
ACCIDENT OCCURRING WHILE THE INDIVIDUAL WAS PERFORMING ANY JOB DUTY
NECESSARY FOR THE CONSTRUCTION, MAINTENANCE, REHABILITATION, OR
OPERATION OF A TRANSPORTATION FACILITY OR TRANSPORTATION FACILITIES
PROJECT IN THE STATE.

(C) “FUND” MEANS THE FALLEN TRANSPORTATION WORKERS
SCHOLARSHIP FUND.

(D) “PROGRAM” MEANS THE FALLEN TRANSPORTATION WORKERS
SCHOLARSHIP PROGRAM.

1 (E) “TRANSPORTATION FACILITY” HAS THE MEANING STATED IN § 3-101 OF
2 THE TRANSPORTATION ARTICLE.

3 (F) “TRANSPORTATION FACILITIES PROJECT” HAS THE MEANING STATED
4 IN § 4-101 OF THE TRANSPORTATION ARTICLE.

5 18-4002.

6 (A) THERE IS A FALLEN TRANSPORTATION WORKERS SCHOLARSHIP
7 PROGRAM.

8 (B) THE PURPOSE OF THE PROGRAM IS TO PROVIDE TUITION ASSISTANCE
9 TO A STUDENT WHO WAS A DEPENDENT OR IS THE SURVIVING SPOUSE OF A FALLEN
10 TRANSPORTATION WORKER.

11 18-4003.

12 (A) AN INDIVIDUAL MAY APPLY TO AN ELIGIBLE INSTITUTION OF
13 POSTSECONDARY EDUCATION FOR A SCHOLARSHIP UNDER THIS SUBTITLE IF THE
14 INDIVIDUAL IS:

15 (1) ACCEPTED FOR ADMISSION OR ENROLLED IN A REGULAR
16 UNDERGRADUATE, GRADUATE, OR PROFESSIONAL PROGRAM AT AN INSTITUTION OF
17 POSTSECONDARY EDUCATION;

18 (2) AT LEAST 16 YEARS OLD; AND

19 (3) THE CHILD, STEPCHILD, OR SURVIVING SPOUSE OF A FALLEN
20 TRANSPORTATION WORKER.

21 (B) A SCHOLARSHIP AWARDED UNDER THIS SUBTITLE:

22 (1) MAY BE USED FOR THE TUITION AND MANDATORY FEES AT ANY
23 INSTITUTION OF POSTSECONDARY EDUCATION; AND

24 (2) MAY NOT:

25 (I) EXCEED THE EQUIVALENT ANNUAL TUITION AND
26 MANDATORY FEES OF AN UNDERGRADUATE STUDENT AT THE 4-YEAR INSTITUTION
27 OF HIGHER EDUCATION WITHIN THE UNIVERSITY SYSTEM OF MARYLAND, OTHER
28 THAN THE UNIVERSITY OF MARYLAND GLOBAL CAMPUS AND THE UNIVERSITY OF
29 MARYLAND, BALTIMORE CAMPUS, WITH THE HIGHEST ANNUAL EXPENSES FOR A
30 FULL-TIME UNDERGRADUATE; AND

(II) BE LESS THAN THE LESSER OF:

1. \$3,000; OR

2. THE EQUIVALENT TUITION AND MANDATORY FEES OF THE INSTITUTION ATTENDED BY THE RECIPIENT OF THE SCHOLARSHIP.

(C) (1) EACH INSTITUTION OF POSTSECONDARY EDUCATION SHALL DETERMINE ELIGIBILITY OF INDIVIDUALS WHO APPLY TO THE INSTITUTION FOR THE PROGRAM.

(2) SUBJECT TO THE AVAILABILITY OF FUNDS, FUNDS FOR THE PROGRAM SHALL BE ALLOCATED BY THE COMMISSION TO EACH INSTITUTION OF POSTSECONDARY EDUCATION BASED ON THE NUMBER OF ELIGIBLE RECIPIENTS ATTENDING EACH INSTITUTION.

(3) IN FEBRUARY AND OCTOBER EACH YEAR, BEGINNING IN 2024, EACH INSTITUTION OF POSTSECONDARY EDUCATION SHALL REPORT TO THE COMMISSION THE NUMBER OF ELIGIBLE RECIPIENTS ATTENDING THE INSTITUTION.

(4) THE COMMISSION SHALL ALLOCATE FUNDS FOR AWARDS TO INSTITUTIONS OF POSTSECONDARY EDUCATION ON VERIFICATION OF ELIGIBLE RECIPIENTS ATTENDING THE INSTITUTIONS.

(5) IF FUNDS CANNOT BE ALLOCATED IN THE FISCAL YEAR IN WHICH AWARDS ARE MADE, PRIORITY SHALL BE GIVEN TO ALLOCATING FUNDS FOR THOSE AWARDS IN THE IMMEDIATELY FOLLOWING FISCAL YEAR.

(D) EACH RECIPIENT OF A SCHOLARSHIP UNDER THIS SUBTITLE MAY HOLD THE AWARD FOR 5 YEARS OF FULL-TIME STUDY OR 8 YEARS OF PART-TIME STUDY.

(E) TO THE EXTENT PRACTICABLE, THE DEPARTMENT OF TRANSPORTATION, A LOCAL DEPARTMENT OF TRANSPORTATION, OR A CONTRACTOR THAT EMPLOYED FALLEN TRANSPORTATION WORKERS SHALL PROVIDE TO THE COMMISSION THE NAMES AND CONTACT INFORMATION FOR THE FAMILIES OF THE FALLEN TRANSPORTATION WORKERS.

18-4004.

(A) THERE IS A FALLEN TRANSPORTATION WORKERS SCHOLARSHIP FUND.

(B) THE COMMISSION SHALL ADMINISTER THE FUND.

1 (C) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT
2 SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

3 (2) THE STATE TREASURER SHALL HOLD THE FUND SEPARATELY,
4 AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.

5 (D) THE FUND CONSISTS OF:

6 (1) MONEY APPROPRIATED IN THE STATE BUDGET TO THE FUND;

7 (2) INTEREST EARNINGS; AND

8 (3) ANY OTHER MONEY FROM ANY OTHER SOURCE ACCEPTED BY THE
9 COMMISSION FOR THE BENEFIT OF THE FUND.

10 (E) THE FUND MAY BE USED ONLY TO AWARD SCHOLARSHIPS UNDER THE
11 PROGRAM.

12 (F) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE FUND
13 IN THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.

14 (2) ANY INTEREST EARNINGS OF THE FUND SHALL BE CREDITED TO
15 THE FUND.

16 (G) EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN ACCORDANCE
17 WITH THE STATE BUDGET.

18 (H) THE COMMISSION:

19 (1) MAY ACCEPT ANY GIFT OR GRANT FROM ANY PERSON FOR THE
20 FUND; AND

21 (2) SHALL DEPOSIT ANY GIFT OR GRANT THAT IT RECEIVES FOR THE
22 PROGRAM WITH THE STATE TREASURER.

23 (I) FUNDING FOR THE PROGRAM SHALL BE AS PROVIDED IN THE STATE
24 BUDGET.

25 Article – Labor and Employment

26 8-611.

27 (a) For each employing unit, the Secretary shall keep an earned rating record that
28 shows all benefits that are based on covered employment that was performed for the
29 employing unit.

(k) (1) [The] SUBJECT TO PARAGRAPH (3) OF THIS SUBSECTION, THE Secretary may waive the charge of benefits paid to a claimant against the earned rating record of an employing unit if:

(i) the benefits are paid to the claimant during a period in which the claimant is temporarily unemployed because the employing unit shut down due to a natural disaster; and

(ii) the Governor declared a state of emergency due to the natural disaster.

(2) If the Secretary waives the charge of benefits under paragraph (1) of this subsection, the waiver may be in effect only until the earlier of:

(i) 4 months after the natural disaster; or

(ii) the date the employing unit reopens.

(3) THE SECRETARY SHALL WAIVE THE CHARGE OF BENEFITS PAID TO A CLAIMANT AGAINST THE EARNED RATING RECORD OF AN EMPLOYING UNIT FOR ANY CLAIM OF BENEFITS IF:

(I) THE CLAIM IS DETERMINED BY THE SECRETARY TO BE RELATED TO THE REDUCED OPERATIONS OF THE PORT OF BALTIMORE DUE TO THE COLLAPSE OF THE FRANCIS SCOTT KEY BRIDGE; AND

(II) THE EMPLOYING UNIT HAD NO DIRECT OR INDIRECT CONTROL OVER THE ACTIONS LEADING TO THE DISRUPTION IN EMPLOYMENT.

8-903.

(a) (1) Except as otherwise provided in this section, to be eligible for benefits an individual shall be:

(i) able to work;

(ii) available for work; and

(iii) actively seeking work.

(D) NOTWITHSTANDING ANY OTHER PROVISION OF THIS TITLE, THE SECRETARY MAY EXEMPT AN INDIVIDUAL FROM THE WORK SEARCH REQUIREMENT UNDER SUBSECTION (A)(1)(III) OF THIS SECTION IF THE INDIVIDUAL:

(1) IS LAID OFF FROM WORK AS A DIRECT RESULT OF THE EVENT OR OCCURRENCE THAT LED TO THE GOVERNOR DECLARING A STATE OF EMERGENCY VIA EXECUTIVE ORDER 01.01.2024.09; AND

(2) REMAINS ABLE TO WORK AND AVAILABLE FOR WORK IN ACCORDANCE WITH THIS SECTION AND WORK-ATTACHED.

Article – State Finance and Procurement

6–226.

(a) (2) (i) Notwithstanding any other provision of law, and unless inconsistent with a federal law, grant agreement, or other federal requirement or with the 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 receive interest earnings, as accounted for by the Comptroller, shall accrue to the General Fund of the State.

(ii) The provisions of subparagraph (i) of this paragraph do not apply to the following funds:

189. the Teacher Retention and Development Fund; [and]

190. the Protecting Against Hate Crimes Grant Fund; AND

191. THE FALLEN TRANSPORTATION WORKERS SCHOLARSHIP FUND.

Article – Tax – General

10–207.

(a) To the extent included in federal adjusted gross income, the amounts under this section are subtracted from the federal adjusted gross income of a resident to determine Maryland adjusted gross income.

(PP) (1) IN THIS SUBSECTION, “BENEFIT PAYMENT” MEANS A PAYMENT THAT IS PROVIDED TO AN INDIVIDUAL OR THE FAMILY MEMBER OF AN INDIVIDUAL AS A RESULT OF THE INDIVIDUAL BEING INJURED OR KILLED IN THE COLLAPSE OF THE FRANCIS SCOTT KEY BRIDGE ON MARCH 26, 2024.

(2) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2023, BUT BEFORE JANUARY 1, 2026, THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES THE AMOUNT OF ANY BENEFIT PAYMENT RECEIVED BY AN INDIVIDUAL.

10–208.

(a) In addition to the modification under § 10–207 of this subtitle, the amounts under this section are subtracted from the federal adjusted gross income of a resident to determine Maryland adjusted gross income.

(CC) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2024, THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES THE AMOUNT OF TUITION ASSISTANCE PROVIDED TO STUDENTS WHO ARE ELIGIBLE DEPENDENTS OR SURVIVING SPOUSES OF FALLEN TRANSPORTATION WORKERS IN ACCORDANCE WITH TITLE 18, SUBTITLE 40 OF THE EDUCATION ARTICLE.

13–203.

(c) Tax information may be disclosed to:

(14) a hospital, the Health Services Cost Review Commission, the Department of Human Services, the Maryland Department of Health, and the State Department of Education, to the extent necessary to administer § 19–214.4 of the Health – General Article; [and]

(15) subject to subsection (e) of this section, the Maryland Small Business Retirement Savings Board and its authorized contractors for the purpose of administering the Maryland Small Business Retirement Savings Program and Trust as authorized under Title 12 of the Labor and Employment Article; AND

(16) THE MARYLAND DEPARTMENT OF LABOR AND THE MARYLAND DEPARTMENT OF COMMERCE TO THE EXTENT NECESSARY TO:

(I) ADMINISTER THE TEMPORARY RELIEF PROGRAMS ESTABLISHED UNDER CHAPTERS (S.B.1188/H.B.1526) OF THE ACTS OF THE GENERAL ASSEMBLY OF 2024; OR

(II) DETECT AND PREVENT FRAUDULENT CLAIMS FOR RELIEF OR AVOIDANCE OF REQUIRED REPAYMENT UNDER THE TEMPORARY RELIEF PROGRAMS.

Article – Transportation

3–101.

(a) In this title the following words have the meanings indicated.

(l) “Transportation facility” includes any one or more or combination of:

(1) Airport facilities;

(2) Highway facilities;

(3) Port facilities;

(4) Railroad facilities; and

(5) Transit facilities.

4–101.

(a) In this title the following words have the meanings indicated.

(h) “Transportation facilities project” includes:

(1) The Susquehanna River Bridge, the Harry W. Nice/Thomas “Mac” Middleton Potomac River Bridge, the William Preston Lane, Jr. Memorial Chesapeake Bay Bridge and parallel Chesapeake Bay Bridge, the Baltimore Harbor Tunnel, the Fort McHenry Tunnel, the Francis Scott Key Bridge, and the John F. Kennedy Memorial Highway, together with their appurtenant causeways, approaches, interchanges, entrance plazas, toll stations, and service facilities;

(2) A vehicle parking facility located in a priority funding area as defined in § 5–7B–02 of the State Finance and Procurement Article;

(3) Any other project for transportation facilities that the Authority authorizes to be acquired or constructed; and

(4) Any additions, improvements, or enlargements to any of these projects, whenever authorized.

4–306.

(a) Except as provided in subsection (b) of this section, revenue bonds may be issued by the Authority:

(1) Without obtaining the consent of any instrumentality, agency, or unit of this State; and

(2) Without any proceedings or the happening of any conditions or things other than those specifically required by this subtitle.

(b) (1) (i) Subject to subparagraph (ii) of this paragraph, revenue bonds secured by toll revenue may be issued in any amount as long as the aggregate outstanding and unpaid principal balance of the revenue bonds secured by toll revenue and revenue bonds of prior issues does not exceed [\$3,000,000,000 or, in fiscal years 2015 through 2020, \$2,325,000,000.] \$4,000,000,000 on June 30 of any year.

(ii) The maximum aggregate amount of revenue bonds that may be outstanding and unpaid under subparagraph (i) of this paragraph shall be reduced by the amount of:

1. Any loan extended to the State under the federal Transportation Infrastructure Finance and Innovation Act; and

2. Any line of credit extended to the State under the federal Transportation Infrastructure Finance and Innovation Act, to the extent the State draws on the line of credit.

(2) Except as otherwise provided in this section and § 4–205 of this title, without the approval of the General Assembly, the Authority may issue bonds to refinance all or any part of the cost of a transportation facility project for which the Authority previously issued bonds authorized under this subtitle.

SECTION 2. AND BE IT FURTHER ENACTED, That:

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

(2) “Reduced operations of the Port” means the suspension of vessel traffic or the inability of vessels to access the Port of Baltimore due to the collapse of the Francis Scott Key Bridge on March 26, 2024.

(3) “Port” means the Port of Baltimore.

(b) Subject to subsection (e) of this section, if the President of the United States does not declare a major disaster as a result of the collapse of the Francis Scott Key Bridge, the Maryland Department of Labor, as soon as practicable, shall establish a temporary relief program to provide assistance to individuals who:

(1) are Maryland–based and regularly performed paid work at the Port;

(2) are unable to perform the work through no fault of their own due to the reduced operations of the Port; and

(3) (i) are able to work and available for work, but unable to find suitable work; and

(ii) 1. do not qualify for unemployment insurance benefits under Title 8 of the Labor and Employment Article or any similar employer–provided benefit; or

2. qualify for an amount of unemployment insurance benefits that is less than the individual’s earnings attributable to the individual’s employment at the Port at the time the reduced operations of the Port began.

1 (4) (i) This paragraph does not apply to wages paid in covered
2 employment or to wages paid for employment by a disaster relief program using
3 employment.

4 (ii) Notwithstanding § 8–803 of the Labor and Employment Article,
5 a payment to an individual under this subsection may not be included when computing the
6 wages required to be subtracted under § 8–803(d)(1)(iii) of the Labor and Employment
7 Article.

8 (c) (1) Subject to paragraphs (2), (3), and (4) of this subsection and subsection
9 (e) of this section, the Maryland Department of Labor, as soon as practicable, shall establish
10 a grant program to provide assistance to small businesses, labor unions, trade associations,
11 or companies that contract with or are members of a trade association:

12 (i) the operations of which:

13 1. rely on access to or the operation of the Port; and

14 2. are hindered or halted entirely due to the reduced
15 operations of the Port;

16 (ii) that, without the return to full operations of the Port, are unable
17 to retain their Maryland-based workforce at the same hours, rates of pay, and benefits in
18 effect before the reduced operations of the Port;

19 (iii) that are committed to continuing operations, to the fullest extent
20 practicable, at the Port once it resumes full operations; and

21 (iv) that has its principal business operations located in the State or
22 will use any relief under the program established under this subsection for its workforce or
23 operations within the State.

24 (2) A small business, labor unions, trade association, or company that
25 contracts with a trade association that receives relief under the program established under
26 this subsection shall, to the fullest extent practicable, use the relief to avoid layoffs and
27 maintain its workforce at the same hours, rates of pay, and benefits in effect before the
28 reduced operations of the Port.

29 (3) The Maryland Department of Labor shall, to the extent practicable:

30 (i) incorporate the work sharing unemployment insurance program
31 under Title 8, Subtitle 12 of the Labor and Employment Article in conjunction with, or as
32 a condition or an extension of, the temporary relief program established under this
33 subsection; or

(ii) substitute the work sharing unemployment insurance program under Title 8, Subtitle 12 of the Labor and Employment Article for the temporary relief program established under this subsection.

(4) (i) The program may use State funds to supplement federal funding for worker retention grants to small businesses, labor unions, or trade associations.

(ii) The program may use federal funds only for worker retention grants to entities that do not qualify as a small business, labor union, or trade association.

(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 businesses:

(1) the operations or shipments of which:

(i) rely on the use of or access to the Port;

(ii) are hindered or halted entirely due to the reduced operations of the Port; and

(iii) are subsequently diverted to other regional ports; and

(2) that are committed to continuing operations or shipments, to the fullest extent practicable, at the Port once it resumes full operations; and

(3) that have their principal business operations located in the State or that will use any relief under the program established under this subsection for their operations within the State.

(e) (1) The Maryland Department of Labor and the Department of Commerce:

(i) shall establish procedures and eligibility criteria for the programs established under subsections (b) through (d) of this section, as applicable; and

(ii) may require individuals, businesses, labor unions, trade associations, or companies that contract with or are members of a trade association to provide information to determine eligibility under the programs.

(2) Any funds distributed under subsections (b) through (d) of this section shall be distributed on or before June 30, 2025.

(3) The Maryland Department of Labor and the Department of Commerce shall establish requirements regarding:

(i) the prompt filing of insurance claims related to the reduced operations of the Port; and

1 (ii) notifications of payments agreed to be made or made as a result
2 of an insurance claim.

3 (4) (i) In accordance with program requirements, a business, a labor
4 union, a trade association, or a company that receives relief from a program established
5 under this section shall reimburse the Maryland Department of Labor or the Department
6 of Commerce, whichever is applicable, for monetary assistance received under the
7 applicable relief program within 6 months after the receipt of proceeds from an insurance
8 claim or other funds.

9 (ii) The Maryland Department of Labor and the Department of
10 Commerce shall:

11 1. be subrogated to the cause of action of any business, labor
12 union, trade association, or company against a business, a labor union, a trade association,
13 or a company arising out of reduced operations of the Port to the extent of any monetary
14 assistance received under the applicable relief program; and

15 2. A. have a lien on the proceeds of any insurance claim
16 filed in relation to the reduced operations of the Port from the time that the business, labor
17 union, trade association, or company receives monetary assistance from the applicable
18 relief program; and

19 B. be entitled to advise any carrier with which the insurance
20 claim has been filed of the rights and interest in the insurance proceeds.

21 (5) In addition to the rights established under paragraph (4) of this
22 subsection, the Maryland Department of Labor and the Department of Commerce may
23 make an assessment or use other reasonable means of collection against an individual,
24 business, labor union, trade association, or company to recapture any amounts owed:

25 (i) due to misappropriation, overpayment, or fraud; or

26 (ii) in accordance with paragraph (4) of this subsection.

27 (6) To carry out the programs established under subsections (b) through (d)
28 of this section, on request and subject to applicable federal and State law, a unit of State or
29 local government shall provide to the Maryland Department of Labor and the Department
30 of Commerce information relevant to determining the identity and eligibility of an
31 applicant of a program for the purpose of preventing and combating fraud.

32 (f) (1) Notwithstanding § 7-311(i) of the State Finance and Procurement
33 Article, after providing the Legislative Policy Committee at least 7 days to review and
34 comment, the Governor may transfer by budget amendment increments not greater than
35 \$25,000,000 to fund and administer the programs established under subsections (b)
36 through (d) of this section from the existing fund balances within the Maryland Department

1 of Labor and the Department of Commerce or the Revenue Stabilization Account
2 established under § 7–311 of the State Finance and Procurement Article to:

3 (i) for the programs established under subsections (b) and (c) of this
4 section, the expenditure account of the Maryland Department of Labor; or

5 (ii) for the program established under subsection (d) of this section,
6 the expenditure account of the Department of Commerce.

7 (2) (i) The Governor shall provide monthly reports to the Legislative
8 Policy Committee, in accordance with § 2–1257 of the State Government Article, on funds
9 distributed under this subsection from the Revenue Stabilization Account established
10 under § 7–311 of the State Finance and Procurement Article and funds distributed under
11 Executive Order 01.01.2024.11.

12 (ii) The reports required under subparagraph (i) of this paragraph
13 shall include:

14 1. a full accounting of all federal and State funds provided
15 for assistance for the immediately preceding month and in total, in the aggregate and
16 disaggregated by program and by recipient of assistance in each program including
17 jurisdiction of each recipient;

18 2. a delineation of assistance paid, loans distributed, and
19 loans forgiven or uncollectible by each recipient of assistance for the immediately preceding
20 month and in total;

21 3. a description of actions taken by State agencies in relation
22 to expenditures of federal and State assistance, including outreach efforts and
23 requirements the State has placed on the distribution of funds, if any;

24 4. a description of actions taken by businesses with
25 assistance provided under this Act, including how the funds are being used to assist the
26 business and workers impacted by reduced operations of the Port;

27 5. a description of layoffs, if any, undertaken by businesses
28 that received assistance under this Act; and

29 6. a description of plans to allocate any remaining balance.

30 (iii) If the Legislative Policy Committee requests, the Governor shall
31 provide a briefing to the Legislative Policy Committee on funds distributed under this
32 section from the Revenue Stabilization Account established under § 7–311 of the State
33 Finance and Procurement Article.

34 (3) A copy of the budget amendment shall be sent to the Senate Finance
35 Committee and the House Economic Matters Committee.

(4) (i) Except as otherwise provided in this section, federal funds made available for any purpose for which a program is established under this Act, shall be used to:

1. supplant, rather than supplement, any funds otherwise used for the programs established under this Act; and

2. 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.

(ii) The Maryland Department of Labor and the Department of Commerce prioritize the use of existing and available budgetary resources before requesting funds be transferred from the Revenue Stabilization Account.

(5) Unspent funds distributed under this subsection from the Revenue Stabilization Account established under § 7–311 of the State Finance and Procurement Article shall revert back to the Revenue Stabilization Account.

(6) Funds received by the State from a lawsuit or, in the instance of a subrogation claim, that are related to the collapse of the Francis Scott Key Bridge shall be deposited in the Revenue Stabilization Account established under § 7–311 of the State Finance and Procurement Article.

(7) Notwithstanding any other provision of law, the Maryland Department of Labor and the Department of Commerce may transfer available funding from their existing programs and special funds to support the programs established under subsections (b) through (d) of this section.

(g) The Attorney General shall:

(1) pursue all available options, including filing actions against the applicable parties, to recover for the State all possible economic damages arising from the closure of the Port and the collapse of the Francis Scott Key Bridge; and

(2) beginning July 1, 2024, and each month thereafter until all available options pursued under item (1) of this subsection are exhausted or resolved, report to the General Assembly, in accordance with § 2–1257 of the State Government Article, on the status of pursuing and recovering the economic damages.

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

~~(a) (1) In this section the following words have the meanings indicated:~~

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

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

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

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

~~(2) are unable to work through no fault of their own due to the closure of 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 (c) 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:~~

~~(i) the operations of which:~~

~~1. rely on access to or the operation of the Port; and~~

~~2. are substantially hindered or halted entirely due to the closure of the Port;~~

~~(ii) that, without the reopening of the Port, are unable to retain their workforce at the same hours, rates of pay, and benefits in effect before the closure of the Port; and~~

~~(iii) that are committed to continuing operations, to the fullest extent practicable, at the Port once it reopens.~~

~~(2) A small business, trade association, or company that contracts with a 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 hours, rates of pay, and benefits in effect before the closure of the Port.~~

~~(d) Subject to subsection (c) of this section, the Department of Commerce, as soon as practicable, shall establish a temporary relief program to provide assistance to businesses:~~

~~(1) the operations of which:~~

~~(i) rely on the use of or access to the Port;~~

~~(ii) are substantially hindered or halted entirely due to the closure of the Port; and~~

~~(iii) are subsequently diverted to other regional ports; and~~

~~(2) that are committed to continuing operations, to the fullest extent practicable, at the Port once it reopens.~~

~~(e) (1) Any funds distributed under subsections (b) through (d) of this section shall be distributed on or before June 30, 2025.~~

~~(2) In administering the temporary relief programs established under subsections (b) through (d) of this section, the Maryland Department of Labor and the Department of Commerce shall require an individual, business, trade association, or company that is compensated through indemnification or other similar means for the same purpose for which assistance is provided under the applicable program to repay any monetary assistance received under the applicable program within 6 months after receipt of the nonprogram compensation.~~

~~(3) The Maryland Department of Labor and the Department of Commerce may make an assessment against an individual, business, trade association, or company to recapture any amounts owed in accordance with paragraph (2) of this subsection.~~

~~(f) (1) Notwithstanding § 7-311(i) of the State Finance and Procurement 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 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:~~

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

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

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

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

~~(i) supplant, rather than supplement, any funds otherwise used for the 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.~~

SECTION ~~2~~ 3. AND BE IT FURTHER ENACTED, That this Act is an emergency measure, is necessary for the immediate preservation of the public health or safety, has been passed by a yea and nay vote supported by three-fifths of all the members elected to each of the two Houses of the General Assembly, and shall take effect from the date it is enacted.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.