## **SENATE BILL 444**

C1, C2 1lr1241 CF HB 658

By: Senator West

Introduced and read first time: January 20, 2021

Assigned to: Finance

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: February 26, 2021

CHAPTER

## 1 AN ACT concerning

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## Transforming Manufacturing in a Digital Economy Workgroup (Making It in Maryland)

FOR the purpose of establishing the Workgroup to Study the Transformation of 4 Manufacturing in Maryland's Emerging Digital Economy; providing for the 5 6 composition, chair, and staffing of the Workgroup; prohibiting a member of the 7 Workgroup from receiving certain compensation, but authorizing the reimbursement 8 of certain expenses; requiring the Workgroup to study and make recommendations 9 regarding certain matters relating to the State's current and future workforce and 10 emerging digital economy; requiring the Workgroup to submit an interim report and 11 a final report to the Governor and the General Assembly on or before certain dates; 12 providing for the termination of this Act; and generally relating to the Workgroup to 13 Study the Transformation of Manufacturing in Maryland's Emerging Digital Economy. 14

15 Preamble

WHEREAS, The world now stands on the cusp of a technological revolution in artificial intelligence, robotics, and other advanced digital technologies that may prove as transformative for economic growth and human potential as were electrification, mass production, and electronic telecommunications in their eras; and

WHEREAS, Because of the unforeseeable and global outbreak of the COVID-19 public health emergency, this technological transformation rapidly came to fruition without

## 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 adequate preparedness, exposing our economy's vulnerabilities on an unprecedented scale; 2 and
- WHEREAS, In this new era of COVID-19, there is an imperative for the State to respond to this global digital technology transformation that is occurring within the manufacturing industry; and
- WHEREAS, There is a required transformation within the workforce to ensure that diverse labor has the capabilities and confidence to work alongside new technologies and thrive in a digitized workplace; and
- WHEREAS, In response, manufacturers will need to partner with industry leaders, education stakeholders, and State representatives to identify digital and related technologies impacting transformation, explore work skills and needed retraining of the labor force, and employ viable and innovative solutions to support manufacturers' transformation into the new digital economy; now, therefore,
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 15 That:
- 16 (a) There is a Workgroup to Study the Transformation of Manufacturing in Maryland's Emerging Digital Economy.
- 18 (b) The Workgroup consists of the following members:
- 19 (1) two members of the Senate of Maryland, appointed by the President of 20 the Senate;
- 21 (2) two members of the House of Delegates, appointed by the Speaker of 22 the House;
- 23 (3) the Secretary of Information Technology, or the Secretary's designee;
- 24 (4) the Secretary of Commerce, or the Secretary's designee;
- 25 (5) the Secretary of Labor, or the Secretary's designee;
- 26 (6) one member of the Maryland Manufacturing Advisory Board (MMAB), designated by the chair of MMAB;
- 28 (7) one representative of the Regional Manufacturing Institute of 29 Maryland (RMI), designated by the President of RMI;
- 30 (8) one representative of the Maryland Association of Community Colleges 31 (MACC), designated by the Executive Director of MACC;

- 1 (9) one representative of the Maryland Independent College and 2 University Association (MICUA), designated by the President of MICUA;
- 3 (10) one representative of the University System of Maryland (USM), 4 designated by the Chancellor of USM;
- 5 (11) one representative of the Maryland Manufacturing Extension 6 Partnership (MD MEP), designated by the Executive Director of MD MEP;
- 7 (12) one representative of the Regional Additive Manufacturing Partnership 8 of Maryland (RAMP MD), designated by the Executive Director of RAMP MD;
- 9 (13) one representative of the Maryland Tech Council (MTC), designated by 10 the Chief Executive Officer of MTC;
- 11 (14) one representative of the Fraunhofer Center Mid–Atlantic, designated 12 by the President of Fraunhofer USA;
- 13 (15) one representative of the Maryland State and District of Columbia 14 AFL-CIO, designated by the President of the Maryland State and District of Columbia
- 15 AFL-CIO; and
- 16 (16) four representatives from manufacturing companies currently in good 17 standing with the Maryland Department of Assessments and Taxation for the last 5 years, 18 designated by the Board of Directors of RMI;
- 19 (17) one representative from a small, minority-owned manufacturing 20 business currently in good standing with the Maryland Department of Assessments and 21 Taxation, designated by the Board of Directors of RMI;
- 22 (18) one representative of the Printing & Graphics Association MidAtlantic 23 (PGAMA), designated by the Chairman of PGAMA; and
- 24 (19) one representative of the Maryland Small Business Development 25 Center.
- 26 (c) The President of the Senate and the Speaker of the House shall jointly 27 designate the chair and vice chair of the Workgroup from among the members appointed 28 by the President and the Speaker.
- 29 (d) The Department of <del>Legislative Services</del> <u>Commerce</u> shall provide staff for the 30 Workgroup.
- 31 (e) A member of the Workgroup:
- 32 (1) may not receive compensation as a member of the Workgroup; but

- 1 (2) is entitled to reimbursement for expenses under the Standard State 2 Travel Regulations, as provided in the State budget.
- 3 (f) The Workgroup shall:
- 4 (1) identify the new and emerging digital technologies that are shaping the 5 work of the future, the education and skills needed, and the viable strategies for businesses 6 to adopt these technologies;
- 7 (2) examine the research conducted by the Massachusetts Institute of 8 Technology (MIT) on the relationships between emerging technologies and the workforce 9 to enable a future of shared prosperity, entitled "The Work of the Future: Shaping 10 Technology & Institutions", MIT Work of the Future, Fall 2019 Report;
- 11 (3) examine existing financial resources available to manufacturers 12 seeking to invest in Industry 4.0 technology;
- 13 (4) make recommendations to facilitate the State's robust entry into 14 Industry 4.0 technology to improve the perception of manufacturing careers, including:
- 15 (i) promoting the technological advancements of Industry 4.0 to shift the perception of manufacturing careers for the entry–level workforce; and
- 17 (ii) creating and advancing public-private partnerships between 18 manufacturers, supportive community stakeholders, and education systems;
- 19 (5) examine new and viable tax credits and programs for manufacturers to 20 be more competitive and marketable in the new digital economy;
- 21 (6) examine the State's current statutory and regulatory authority over 22 manufacturing to examine potential reforms to attract new manufacturing businesses 23 brought by Industry 4.0 to invest in the State's economy and workforce;
- 24 (7) recommend additional financial support delivery mechanisms, as 25 needed, to enable State manufacturers to adopt Industry 4.0 technology and enhance the 26 ability of industry service providers to increase the scope of their industry support;
- 27 (8) propose annual State funding to create a statewide training program to address the growing skills gap in the manufacturing workforce; and
- 29 (9) develop recommendations for long-term private-public partnerships 30 between educational institutions and manufacturers to develop curriculums that address 31 the rapidly changing needs of the manufacturing industry.
- 32 (g) On or before December 1, 2021, the Workgroup shall submit an interim report 33 of its findings and recommendations to the Governor and, in accordance with § 2–1257 of the State Government Article, the General Assembly.

President of the Senate.  Speaker of the House of Delegates.
Governor.
Approved:
of no further force and effect.
SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect Jul 1, 2021. It shall remain effective for a period of 2 years and, at the end of June 30, 2023 this Act, with no further action required by the General Assembly, shall be abrogated and
(h) On or before December 1, 2022, the Workgroup shall submit a final report its findings and recommendations to the Governor and, in accordance with § 2–1257 of the State Government Article, the General Assembly.