C8, S2

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#### By: Delegate Forbes

Introduced and read first time: February 15, 2024 Assigned to: Rules and Executive Nominations Re–referred to: Health and Government Operations, February 26, 2024

Committee Report: Favorable House action: Adopted Read second time: March 5, 2024

CHAPTER \_\_\_\_\_

#### 1 AN ACT concerning

### 2 Economic Development – Cyber Maryland Fund and Program – Alterations

- FOR the purpose of requiring the Maryland Technology Development Corporation to
  administer the Cyber Maryland Fund; altering the uses of the Fund; requiring the
  Corporation to adopt certain standards; and generally relating to the Cyber
  Maryland Fund and the Cyber Maryland Program.
- 7 BY repealing and reenacting, without amendments,
- 8 Article Economic Development
- 9 Section 10–401(a) and (c)
- 10 Annotated Code of Maryland
- 11 (2018 Replacement Volume and 2023 Supplement)
- 12 BY repealing and reenacting, with amendments,
- 13 Article Economic Development
- 14 Section 10–491
- 15 Annotated Code of Maryland
- 16 (2018 Replacement Volume and 2023 Supplement)
- 17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 18 That the Laws of Maryland read as follows:
- 19

#### Article – Economic Development

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.



	2	HOUSE BILL 1486				
1	10–401.					
2	(a)	In this subtitle the following words have the meanings indicated.				
3	(c)	"Corporation" means the Maryland Technology Development Corporation.				
4	10–491.					
5	(a)	(1) In this section the following words have the meanings indicated.				
6		(2) "Board" means the Cyber Maryland Board.				
7		(3) "Fund" means the Cyber Maryland Fund.				
8		[(3)] (4) "Program" means the Cyber Maryland Program.				
9	(b)	There is a Cyber Maryland Program in the Corporation.				
10	(c)	The purposes of the Program are to:				
$\begin{array}{c} 11 \\ 12 \end{array}$	(1) create and execute a talent pipeline that materially reduces workforce vacancies by July 1, 2026;					
$\begin{array}{c} 13\\14\end{array}$	workforce d	(2) serve as a one-stop shop for employers seeking to leverage cyber evelopment programs offered by the State and its partners;				
$\begin{array}{c} 15\\ 16\end{array}$	(3) inform cybersecurity training and education programs operated by public or private entities with industry-driven needs;					
17 18 19		(4) build the most advanced local and State information technology in the nation, which, to the maximum extent possible, reflects the racial, gender, d geographic diversity of the State;				
$\begin{array}{c} 20\\ 21 \end{array}$	State; and	(5) coordinate and accelerate cybersecurity research and innovation in the				
$22 \\ 23 \\ 24$	(6) support the efforts of the Department of Information Technology to improve the State government's cybersecurity posture, including State agencies, local government units, and critical infrastructure.					
25	(d)	The Program shall:				
26 27 28 29	real–time ir	(1) conduct ongoing research by collaborating with the Cybersecurity of Maryland, Inc., Cybersecurity Talent Advisory Board to collect and analyze ndustry data to identify cybersecurity workforce needs as described in the U.S. Commerce Talent Pipeline Management Approach;				

1 (2) use the results of the research described in item (1) of this subsection 2 to increase the effectiveness of existing State cybersecurity workforce programs for 3 employers in the State;

4 (3) facilitate partnerships for new training and education programs to 5 address the workforce needs identified under item (1) of this subsection;

6 (4) develop a statewide strategic plan for cybersecurity workforce 7 development, using the results of the research described in item (1) of this subsection and 8 with input from the Cybersecurity Association of Maryland, Inc., Cybersecurity Talent 9 Advisory Board on or before December 1, 2023; AND

10 [(5) administer and manage the Cyber Maryland Fund; and]

11 [(6)] (5) ensure that outcomes of the Program are inclusive and, to the 12 maximum extent practicable, reflect the racial, gender, ethnic, and geographic diversity of 13 the State.

- 14 (e) (1) [In this subsection, "Fund" means the Cyber Maryland Fund.
- 15 (2)] There is a Cyber Maryland Fund.
- 16 [(3)] (2) The purposes of the Fund are to:
- 17 (i) achieve the purposes identified under subsection (c) of this 18 section; and

19(ii) support innovative approaches to meeting cybersecurity20 workforce needs.

- 21 [(4)] (3) The [Program] CORPORATION shall administer the Fund.
- 22 [(5)] (4) (i) The Fund is a special, nonlapsing fund that is not subject 23 to § 7–302 of the State Finance and Procurement Article.
- (ii) The State Treasurer shall hold the Fund separately, and theComptroller shall account for the Fund.
- [(6)] (5) The Fund consists of:
  (i) money appropriated in the State budget to the Fund; and
  (ii) any other money from any other source accepted for the benefit
  of the Fund.
- 30 **[**(7)**] (6)** The Fund may be used only for:

1(i) [administering] ADMINISTRATIVE EXPENSES OF the Program,2INCLUDING HIRING STAFF IN ACCORDANCE WITH THE STATE BUDGET AND HIRING3CONSULTANTS AND OTHER PROFESSIONALS AS NECESSARY TO IMPLEMENT,4MAINTAIN, AND ADMINISTER THE PROGRAM AND THE FUND; and

5 (ii) providing grants to elementary and secondary schools, 6 institutions of higher education, including community colleges, for-profit corporations, and 7 nonprofit organizations to operate cybersecurity programs based on the strategic plan of 8 the Program.

9 (7) THE CORPORATION SHALL ADOPT STANDARDS TO AWARD 10 GRANTS UNDER THIS SECTION.

11 (8) (i) The State Treasurer shall invest the money of the Fund in the 12 same manner as other State money may be invested.

(ii) Any interest earnings of the Fund shall be credited to theGeneral Fund of the State.

15 (9) Expenditures from the Fund may be made only in accordance with the16 State budget.

(10) For fiscal year 2025 and each year thereafter, the Governor may include
in the annual budget bill an appropriation of \$250,000 for the Fund.

(11) Subject to the availability of funding, for fiscal year 2025 and each year
 thereafter, \$250,000 of the Fund shall be used for implementing the U.S. Chamber of
 Commerce Talent Pipeline Management Approach.

(12) [(i)] The Governor shall include in the annual budget bill an
 appropriation in an amount sufficient for [hiring individuals to conduct the duties of] the
 Program[, including an Executive Director and at least one administrator.

- 25
- (ii) The Executive Director shall:
- 26 1. be appointed by the Chief Executive Officer;

27 2. have relevant qualifications and experience with the 28 activities and purposes of the Program; and

- 3. serve at the pleasure of the Chief Executive Officer].
- 30 (f) (1) There is a Cyber Maryland Board.
- 31 (2) The Board consists of the following members:

$\frac{1}{2}$	Committee on Cyb	(i) ersecu		Senate and House of Delegates cochairs of the Joint formation Technology, and Biotechnology;
3		(ii)	the S	ecretary, or the Secretary's designee;
4		(iii)	the S	ecretary of Labor, or the Secretary's designee;
$5 \\ 6$	designee;	(iv)	the N	Iaryland Secretary of Veterans Affairs, or the Secretary's
7 8	designee;	(v)	the S	Secretary of Information Technology, or the Secretary's
9 10	Association of Mar	(vi) yland,		Chair of the Board of Directors of the Cybersecurity r the Chair's designee;
$\begin{array}{c} 11 \\ 12 \end{array}$	designee;	(vii)	the C	hair of the Maryland Workforce Association, or the Chair's
13		(viii)	the fo	llowing members, appointed by the Governor:
$\begin{array}{c} 14 \\ 15 \end{array}$	needs;		1.	five members from the private sector with cybersecurity
$\begin{array}{c} 16 \\ 17 \end{array}$	expertise in cybers	ecurity	2. y talen	one representative from a nonprofit organization with t development;
18			3.	one representative from a community college;
19 20	AND		4.	one representative from a 4-year, public HBCU college;
21			5.	one representative from a 4–year, public college; and
$\begin{array}{c} 22\\ 23 \end{array}$	designee.	(ix)	the (	Chief Executive Officer, or the Chief Executive Officer's
$\begin{array}{c} 24 \\ 25 \end{array}$	(3) the Board shall ele	(i) ect a ch	-	ect to subparagraph (ii) of this paragraph, the members of om among the members of the Board.
26		(ii)	The c	hair may not be:
27			1.	a State employee; or
28			2.	the Chief Executive Officer.

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# HOUSE BILL 1486

1	(4)	The Board shall:
$2 \\ 3 \\ 4$	cybersecurity work section;	(i) provide input regarding the development of the statewide force development strategic plan required under subsection (d)(4) of this
$5 \\ 6$	stakeholder outrea	(ii) assist the [Executive Director and staff of the] Program with ach and engagement;
7 8 9		(iii) help the [Executive Director of the] Program explore synergies e with cybersecurity workforce development efforts by regional and levelopment entities;
10 11	and the Departme	(iv) coordinate as necessary with the Maryland Department of Labor nt; and
12		(v) provide other advice and support for the Program.
13	(5)	A member of the Board:
14		(i) may not receive compensation as a member of the Board; but
$\begin{array}{c} 15\\ 16 \end{array}$	State Travel Regu	(ii) is entitled to reimbursement for expenses under the Standard lations, as provided in the State budget.
17 18	(6) incompetence, mis	The Governor may remove an appointed member of the Board for conduct, or failure to perform the duties of the position.
19 20 21 22	conjunction with t	r before December 1 each year, beginning in 2026, the Program, in he Corporation, shall submit a report on the operation and performance the Governor and, in accordance with § 2–1257 of the State Government al Assembly.
$\begin{array}{c} 23\\ 24 \end{array}$	SECTION 2 1, 2024.	. AND BE IT FURTHER ENACTED, That this Act shall take effect July