- (2) "QUALIFIED EX-FELON EMPLOYEE" DOES NOT INCLUDE AN INDIVIDUAL WHO IS THE SPOUSE OF, OR HAS ANY OF THE RELATIONSHIPS SPECIFIED IN § 152(A)(1) THROUGH (8) OF THE INTERNAL REVENUE CODE TO, A PERSON WHO CONTROLS, DIRECTLY OR INDIRECTLY, MORE THAN 50% OF THE OWNERSHIP OF THE BUSINESS ENTITY.
- (H) "WAGES" MEANS WAGES WITHIN THE MEANING OF § 51(C)(1), (2), AND (3) OF THE INTERNAL REVENUE CODE WITHOUT REGARD TO § 51(C)(4) OF THE INTERNAL REVENUE CODE THAT ARE PAID BY A BUSINESS ENTITY TO AN EMPLOYEE FOR SERVICES PERFORMED IN A TRADE OR BUSINESS OF THE EMPLOYER.
- (I) "WORKFORCE INVESTMENT AREA" MEANS A WORKFORCE INVESTMENT AREA DESIGNATED BY THE GOVERNOR UNDER SUBTITLE 5 OF THIS TITLE.

  11–702.
- (A) THERE IS A PILOT PROGRAM FOR LONG-TERM EMPLOYMENT OF EX-FELONS TO PROVIDE INCENTIVES TO BUSINESS ENTITIES TO ENCOURAGE THE LONG-TERM EMPLOYMENT OF QUALIFIED EX-FELON EMPLOYEES.
- (B) (1) ON OR BEFORE JANUARY 1, 2007, THE DEPARTMENT, IN CONSULTATION WITH THE BOARD, SHALL ESTABLISH A PILOT PROGRAM FOR THE EMPLOYMENT OF EX-FELONS PROVIDED IN § 11–703 OF THIS SUBTITLE.
- (2) THE PILOT PROGRAM ESTABLISHED UNDER THIS SUBTITLE SHALL TERMINATE AT THE END OF DECEMBER 31, 2011.
- (C) THE PURPOSE OF THE PILOT PROGRAM IS TO IMPLEMENT A PROGRAM IN AT LEAST TWO AREAS OF THE STATE TO PROVIDE FIDELITY BONDS AND TO QUALIFY BUSINESS ENTITIES FOR TAX CREDITS TO ENCOURAGE THE LONG-TERM EMPLOYMENT OF QUALIFIED EX-FELON EMPLOYEES UNDER THE PILOT PROGRAM.

## (D) THE DEPARTMENT SHALL:

- (1) PURCHASE THE NECESSARY AMOUNT OF FIDELITY BONDS TO PROVIDE BONDS TO BUSINESS ENTITIES FOR A FULL YEAR OF EMPLOYMENT FOR UP TO 150 QUALIFIED EX–FELONS EACH YEAR; AND
- (2) PROVIDE THE FIDELITY BONDS PURCHASED EACH YEAR TO THE ONE-STOP CENTERS IN THE WORKFORCE INVESTMENT AREAS DESIGNATED UNDER § 11–703 OF THIS SUBTITLE.

## (E) THE PILOT PROGRAM SHALL:

- (1) BE IMPLEMENTED IN ONE-STOP CENTERS IN AT LEAST TWO WORKFORCE INVESTMENT AREAS OF THE STATE AS DESIGNATED BY THE DEPARTMENT IN CONSULTATION WITH THE BOARD UNDER § 11–703 OF THIS SUBTITLE; AND
- (2) PROVIDE FIDELITY BONDS TO BUSINESS ENTITIES THROUGH THE ONE–STOP CENTERS IN TWO OR MORE AREAS OF THE STATE AS DESIGNATED UNDER § 11–703 FOR THE EMPLOYMENT OF UP TO 150 QUALIFIED EX–FELONS EACH YEAR.