Department of Legislative Services

Maryland General Assembly 2018 Session

FISCAL AND POLICY NOTE First Reader

Senate Bill 873

(Senator Zirkin)

Education, Health, and Environmental Affairs and Judicial Proceedings

Constitutional Amendment - Right to Healthy Environment and Communities

This proposed constitutional amendment establishes that every "person" has the right to clean air, pure water, healthy communities, an environment free of conditions that degrade public health or natural resources, and the preservation of the natural, scenic, historic, and aesthetic values of the environment. In addition, an agency or a political subdivision of the State, or any person that meets the threshold standing requirements under federal law, may enforce these rights against any public or private party through appropriate legal proceedings. Every person has the right to intervene in an action brought by the State to protect the rights established by the bill.

Fiscal Summary

State Effect: Potential significant increase in State expenditures (all fund types), beginning as early as FY 2019, due to additional litigation. Revenues are not affected.

Local Effect: Potential significant increase in local expenditures, beginning as early as FY 2019, due to additional litigation. Revenues are not affected.

Small Business Effect: Potential meaningful.

Analysis

Bill Summary: A "person" means any resident of the State, corporation incorporated under the laws of the State, or partnership organization, association, or legal entity doing business in the State.

Current Law: There is no general provision in the Maryland Constitution or the Maryland Declaration of Rights specifically granting the right to a clean and healthy environment, healthy communities, or preservation of natural resources.

The Maryland Department of the Environment (MDE) is authorized to bring a criminal prosecution or a suit for a civil penalty for a violation of any provision of the Environment Article or any rule, regulation, order, or permit adopted or issued under the article with a specified statute of limitations. MDE is also authorized to institute actions for administrative penalties within a specified statute of limitations.

A political subdivision of the State is authorized to bring a suit for a civil penalty for a violation of any provision of the Environment Article or any rule, regulation, order, or permit adopted or issued under the article, or for a violation under any regulatory program the political subdivision is required to adopt and enforce under the Environment Article within a specified statute of limitations.

Standing in Maryland

Generally, a party to a civil action must be authorized to participate in the action, either by statute or by having common law "standing." Standing means that a party has a sufficient stake in a controversy to be able to obtain judicial resolution of that controversy. Maryland law traditionally has limited standing to a person that is "aggrieved" by an action or decision. To show standing, a person generally must demonstrate that the person has experienced an adverse effect from the law or action in question and the adverse effect will continue unless the court grants relief. Alternatively, a person may be granted standing by statute.

"Aggrievement" has been defined by court decisions to mean that the plaintiff has a specific interest or property right that has been affected by the disputed action or decision in a way that is different from the effect on the general public. With respect to cases involving challenges to specific types of permits and zoning/planning decisions, Maryland courts have defined "aggrievement" to mean the ownership of property either adjacent to or within "sight or sound' range of the property that is the subject of [the plaintiff's] complaint."

The Court of Appeals has held that an association lacks standing to sue where it has no property interest of its own, distinct from that of its individual members. *Citizens Planning & Housing Ass'n. v. County Executive, 273 Md. 333 (1974).* In *Medical Waste Ass'n. v. Maryland Waste Coalition, 327 Md. 596 (1992),* the Court of Appeals stated that if an individual or organization is seeking to redress a public wrong, the individual or organization has no standing unless the wrong suffered is different in character and kind from that suffered by the general public.

SB 873/ Page 2

Maryland Environmental Standing Act

Under the Environmental Standing Act, the Attorney General (acting on behalf of the State or a unit or officer of the State), a political subdivision of the State, or any other person, regardless of whether the person possesses a special interest different from the general public, may pursue legal action in an appropriate court for mandamus or equitable relief against the State or an agency for its failure to perform a nondiscretionary duty under an environmental statute, ordinance, rule, regulation, or order. However, the Act does not authorize citizen suits against private individuals or entities that violate environmental laws, nor does it authorize actions for monetary damages.

Standing under Federal Law

Federal law is broader than State law in its determination of standing. Under federal law, a party has standing if its use and enjoyment of the area is affected by the challenged action/decision or if the party has a particular interest in the property affected. Federal law also makes little distinction between individual and group standing.

Under federal case law, in order to have standing, "a plaintiff must show (1) it has suffered an 'injury in fact' that is (a) concrete and particularized and (b) actual or imminent, not conjectural or hypothetical; (2) the injury is fairly traceable to the challenged action of the defendant; and (3) it is likely, as opposed to merely speculative, that the injury will be redressed by a favorable decision." Federal case law requires an association to meet a three-part test in order to have standing. Under the test, an association has standing if (1) one or more members of the association have standing as individuals; (2) the interests that the association seeks to protect in the case are germane to the association's purpose; and (3) neither the claim asserted nor the relief requested requires the participation of the member with individual standing in the lawsuit.

Background: According to the Council of State Governments, the constitutions of the six following states include an environmental bill of rights: Hawaii, Illinois, Massachusetts, Montana, Pennsylvania, and Rhode Island.

State Expenditures: If approved by the voters, the bill expands the opportunity for "a person" to bring environmental litigation against the State to enforce the constitutional environmental rights established by the bill. The bill also allows a person to intervene in an action brought by the State to protect those rights. These changes likely result in an increase in litigation costs for State agencies. The increase in litigation that occurs as a result of the bill is unknown, but given the breadth of the rights established under the bill, State expenditures (all fund types) for all or multiple State agencies increase, potentially significantly, beginning in fiscal 2019. As the agency that oversees many of the State's

environmental laws, MDE advises that, if there is a significant increase in litigation, it may need to hire several new attorneys to handle the increase in workload.

Local Expenditures: The bill expands the opportunity for "a person" to bring environmental litigation against any public or private party, including a local government. This likely results in an increase in litigation costs for local governments. The increase in litigation that occurs as a result of the bill is unknown, but given the breadth of the rights established under the bill, local expenditures increase, potentially significantly, beginning in fiscal 2019.

Small Business Effect: If approved by the voters, small businesses that provide environmental litigation services may benefit from an increase in the demand for their services. On the other hand, a small business may also be party to a suit, either as a plaintiff or a defendant, which would increase expenditures related to litigation.

Additional Information

Prior Introductions: None.

Cross File: None.

Information Source(s): Baltimore City; Anne Arundel County; Council of State Governments; Maryland Association of Counties; Maryland Municipal League; Maryland Department of the Environment; Maryland Department of Health; Department of Natural Resources; Maryland Department of Planning; Maryland Department of Transportation; Maryland State Board of Elections; Department of Legislative Services

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Analysis by: Kathleen P. Kennedy and Kathy Selle Direct Inquiries to: (410) 946-5510 (301) 970-5510