M3, B1

(9lr1406)

ENROLLED BILL

- Environment and Transportation and Appropriations/Budget and Taxation -

Introduced by Delegates C. Watson, Atterbeary, Bagnall, Cain, Chang, Corderman, Ebersole, Feldmark, Fennell, Hill, Jackson, Kelly, Kittleman, Korman, Lafferty, R. Lewis, Miller, Patterson, Pendergrass, and Terrasa <u>Terrasa</u>, <u>Acevero, Anderton, Boyce, Bridges, Gaines, Ghrist, Gilchrist, Harrison, Haynes, Healey, Hettleman, Holmes, Jones, Krimm, Lehman, Lierman, Love, Mangione, McKay, Proctor, Solomon, Stein, Valentino–Smith, Wells, and P. Young</u>

Read and Examined by Proofreaders:

| Proofreader | | | | |
|---|-----------|-------|-------|--------|
| Proofreader | | | | |
| the Great Seal and presented to the Governor, for his approval this | reat Seal | the (| with | Sealed |
| y of at o'clock,M | | of | _ day | |
| Speaker | | | | |
| CHAPTER | | | | |

1 AN ACT concerning

Comprehensive Flood Management Grant Program – Awards for Flood Damage and Mandatory Funding

FOR the purpose of altering the policy and purpose of provisions of law governing flood
control and watershed management to include establishing a grant program to assist
local jurisdictions with certain repairs and work associated with a flood event;
clarifying the projects for which an application must be submitted to and reviewed
by the State clearinghouse of the Department of Planning; authorizing the
Department of the Environment to use the comprehensive flood management grant

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.

Italics indicate opposite chamber/conference committee amendments.



1 program to award grants to subdivisions that have incurred infrastructure damage $\mathbf{2}$ of a certain monetary amount caused by a flood event that occurred on or after a 3 certain date; specifying the amount and use of the grant; establishing a priority for 4 awarding the grant; requiring the Governor to include a certain appropriation to the $\mathbf{5}$ comprehensive flood management grant program in each certain annual budget 6 submission submissions; specifying that funds not awarded from the comprehensive flood management grant program by the end of a fiscal year remain in the program 7 8 and are not subject to a certain provision of law; making stylistic and conforming 9 changes; and generally relating to the comprehensive flood management grant 10 program.

- 11 BY repealing and reenacting, without amendments,
- 12 Article Environment
- 13 Section 5–801(a), (e), and (i)
- 14 Annotated Code of Maryland
- 15 (2013 Replacement Volume and 2018 Supplement)
- 16 BY repealing and reenacting, with amendments,
- 17 Article Environment
- 18 Section 5–802(b) and 5–803(h)
- 19 Annotated Code of Maryland
- 20 (2013 Replacement Volume and 2018 Supplement)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 That the Laws of Maryland read as follows:
- 23

Article – Environment

- $24 \quad 5-801.$
- 25 (a) In this subtitle the following terms have the meanings indicated.

26 (e) "Federal flood insurance program" means the program established by the 27 National Flood Insurance Act of 1968, as amended.

- 28 (i) "Subdivision" means:
- 29 (1) Any county, including Baltimore City; and

30 (2) Any incorporated municipality which has the authority to adopt and 31 enforce land use and control measures for the areas within its jurisdiction.

32 5-802.

33 (b) The policy and purposes of this subtitle are:

1 (1)To assist in the guidance of development to minimize the impacts of $\mathbf{2}$ flooding; 3 (2)To provide State guidelines and technical assistance to local governments in management of flood hazard areas; 4 $\mathbf{5}$ (3)To provide for comprehensive watershed management; 6 To facilitate implementation of projects for flood control; (4) 7 To encourage and provide for local governmental units to manage (5)8 flood–prone lands in a comprehensive manner; 9 (6)To provide for the biological and environmental quality of the 10 watersheds of the State; and 11 To establish a grant program to assist local jurisdictions with (7)12[implementation]: 13**IMPLEMENTATION** of those capital projects included within the **(I)** 14comprehensive flood management plans which are adopted and approved in accordance with this subtitle: AND 1516 **(II)** INFRASTRUCTURE REPAIRS, DEBRIS REMOVAL WATERSHED 17**RESTORATION, AND EMERGENCY PROTECTION WORK ASSOCIATED WITH A FLOOD** 18EVENT. 5-803. 19 20(h) There is a comprehensive flood management grant program within the (1)21Department. 22(2)**(I)** Subject to the approval of the Board of Public Works, the 23Department may use proceeds from the State debt created to fund the comprehensive flood management grant program to pay the entire cost of watershed studies pursuant to 24subsection (b) of this section. 2526**(II)** The Department may provide grants to subdivisions to pay the 27entire cost of watershed studies when the Department delegates that responsibility 28pursuant to subsection (b) of this section. 29(3)Subject to the approval of the Board of Public Works, the **(I)** Department may provide grants to subdivisions for flood control and watershed 30 management capital projects, and for the capital costs related to design, purchase, and 3132installation of automated flood warning projects, provided that the projects are consistent

| $\frac{1}{2}$ | with the plans and implementation prepared and adopted in accordance with this subtitle, and provided further that each project: |
|----------------------------|---|
| $\frac{3}{4}$ | [(i)] 1. Is undertaken as part of a comprehensive flood management plan prepared and adopted by the subdivision; and |
| $5 \\ 6$ | [(ii)] 2. Is not inconsistent with any State or interjurisdictional flood management plan. |
| 7 8 | [(4)] (II) Grants for automated flood warnings projects shall be conditioned to require all affected local governing bodies TO : |
| 9 10 11 | [(i)] 1. [To adopt] ADOPT a specific and compatible response plan which has been coordinated with local emergency management authorities and reviewed and approved by the Department and the Maryland Emergency Management Agency; and |
| 12 13 | [(ii)] 2. [To provide] PROVIDE for financial and other commitments to properly operate and maintain the project. |
| 14 15 16 17 18 | (III) 1. THE AMOUNT OF ANY GRANT MADE BY THE DEPARTMENT FOR A FLOOD CONTROL AND WATERSHED MANAGEMENT CAPITAL PROJECT THAT INVOLVES ONLY NONFEDERAL FUNDS AND MEETS THE CRITERIA OF THIS SUBTITLE SHALL BE MATCHED BY A MINIMUM AMOUNT OF 25% OF PROJECT COSTS IN LOCAL GOVERNMENT OR PRIVATE FUNDS. |
| 19 20 21 | 2. FOR A FLOOD CONTROL AND WATERSHED MANAGEMENT CAPITAL PROJECT THAT INVOLVES FEDERAL FUNDING AND MEETS THE CRITERIA OF THIS SUBTITLE: |
| 22 23 | A. THE DEPARTMENT MAY PROVIDE UP TO 50% OF THE NONFEDERAL SHARE OF THE PROJECT FUNDING; AND |
| 24 25 26 | B. LOCAL GOVERNMENT OR PRIVATE FUNDS SHALL PROVIDE NOT LESS THAN 50% OF THE NONFEDERAL SHARE OF THE PROJECT FUNDING. |
| 27 28 29 30 | (IV) EACH PROJECT APPLICATION FOR A GRANT UNDER THIS PARAGRAPH SHALL BE SUBMITTED TO AND REVIEWED BY THE STATE CLEARINGHOUSE OF THE DEPARTMENT OF PLANNING IN ACCORDANCE WITH ESTABLISHED CLEARINGHOUSE PROCEDURES. |
| $31 \\ 32 \\ 33$ | [(5)] (4) (i) Subject to the approval of the Board of Public Works, the Department may provide grants to subdivisions immediately after a flood for acquisition of any flood damaged owner-occupied dwelling. |

1 (ii) Total expenditures for grants made under this paragraph may 2 not exceed 50% of the total authorized budgeted funds in a fiscal year for grants under this 3 subsection.

4 **[**(6) (i) The amount of any grant made by the Department for a flood 5 control and watershed management capital project which involves only nonfederal funds 6 and meets the criteria of this subtitle shall be matched by a minimum amount of 25% of 7 project costs in local government or private funds.

- 8 (ii) For a flood control and watershed management capital project 9 which involves federal funding and meets the criteria of this subtitle:
- The Department may provide up to 50% of the nonfederal
 share of the project funding; and
- 12 2. Local government or private funds shall provide not less 13 than 50% of the nonfederal share of the project funding.]

14 **(5) (I)** THE DEPARTMENT MAY AWARD GRANTS TO SUBDIVISIONS 15 THAT HAVE INCURRED AT LEAST **\$1,000,000** IN INFRASTRUCTURE DAMAGE CAUSED 16 BY A FLOOD EVENT THAT OCCURRED ON OR AFTER JANUARY **1, 2009**.

- 17(II)THE TOTAL AMOUNT OF GRANTS AWARDED BY THE18DEPARTMENT TO SUBDIVISIONS UNDER THIS PARAGRAPH MAY:
- 191.FOR FISCAL YEARS 2020, 2021, AND 2022, EQUAL UP20TO100% OF THE TOTAL AMOUNT OF MONEY APPROPRIATED TO THE21COMPREHENSIVE FLOOD MANAGEMENT PROGRAM; AND

222.FOR FISCAL YEAR 2023 AND EACH FISCAL YEAR23THEREAFTER, EQUAL UP TO 50% OF THE TOTAL AMOUNT OF MONEY APPROPRIATED24TO THE COMPREHENSIVE FLOOD MANAGEMENT PROGRAM.

25 (H) (III) A GRANT AWARDED TO A SUBDIVISION UNDER THIS 26 PARAGRAPH MAY BE:

- FOR AN AMOUNT OF UP TO 50% OF THE COMBINED
 COST OF INFRASTRUCTURE REPAIRS, DEBRIS REMOVAL WATERSHED RESTORATION,
 AND EMERGENCY WORK ASSOCIATED WITH THE FLOOD EVENT;
- 302.USED FOR INFRASTRUCTURE REPAIRS, DEBRIS31REMOVALWATERSHED MANAGEMENT, OR EMERGENCY PROTECTION WORK32ASSOCIATED WITH THE FLOOD EVENT; AND

| | 6 HOUSE BILL 428 | | | | | |
|--|---|--|--|--|--|--|
| $\frac{1}{2}$ | 3. Used for expenses associated with item 2 of this item <u>subparagraph</u> that the subdivision has already incurred. | | | | | |
| $\frac{3}{4}$ | (III) (IV) THE DEPARTMENT SHALL PRIORITIZE AWARDING GRANTS UNDER THIS PARAGRAPH TO SUBDIVISIONS IN WHICH: | | | | | |
| 5 6 7 | 1. INFRASTRUCTURE DAMAGE OCCURRED IN A LOCALLY <u>AN AREA</u> DESIGNATED <u>BY THE MARYLAND HISTORICAL TRUST AS AN</u> HISTORIC DISTRICT; OR | | | | | |
| 8 9 | 2. INFRASTRUCTURE DAMAGE CAUSED BY A FLOOD EVENT HAS OCCURRED MORE THAN ONCE WITHIN THE PREVIOUS 5 YEARS. | | | | | |
| 10 11 | [(7)] (6) To receive a grant, the subdivision must participate in the national flood insurance program. | | | | | |
| $12 \\ 13 \\ 14 \\ 15 \\ 16$ | [(8)] (7) Before [making] AWARDING a grant UNDER PARAGRAPHS (2), (3), OR (4) OF THIS SUBSECTION, the Department, in cooperation with the Department of Planning, shall review the flood control and watershed management operations of the applicant subdivision to assure that the flood control and watershed management operations are in compliance with this subtitle. | | | | | |
| $17 \\ 18 \\ 19$ | [(9)] (8) (1) For each fiscal year <u>For fiscal year 2021 and</u> <u>Each fiscal year thereafter, the</u> <u>The</u> Governor shall include in the Annual State budget an appropriation of at least \$5,000,000 for the | | | | | |
| 10^{10} | COMPREHENSIVE FLOOD MANAGEMENT GRANT PROGRAM <u>OF AT LEAST</u> ; | | | | | |
| 21 | <u>1.</u> <u>For fiscal year 2021, \$3,000,000;</u> | | | | | |
| 22 23 | <u>2.</u> For fiscal year 2022, \$3,000,000; and <u>3.</u> For fiscal year 2023, \$2,000,000. | | | | | |
| $\frac{23}{24}$ | (II) FUNDS NOT AWARDED FROM THE COMPREHENSIVE FLOOD | | | | | |
| $\overline{25}$ | MANAGEMENT GRANT PROGRAM BY THE END OF A FISCAL YEAR: | | | | | |
| 26 | <u>1.</u> SHALL REMAIN IN THE PROGRAM; AND | | | | | |
| $\begin{array}{c} 27\\ 28 \end{array}$ | 2. <u>Are not subject to § 7–302 of the State</u> <u>Finance and Procurement Article.</u> | | | | | |
| $\begin{array}{c} 29\\ 30 \end{array}$ | (9) (I) The Department, in consultation with the Department of Planning, shall adopt regulations necessary for the administration of the grant program. | | | | | |
| 31 | (II) These regulations may include: | | | | | |

| $\frac{1}{2}$ | and priorities; | [(i)] | 1. | A determination of statewide and interjurisdictional needs |
|---------------|-----------------|-------------------------|-------|---|
| 3 | | [(ii)] | 2. | Standards of eligibility for applicants and projects; |
| 4 | | [(iii)] | 3. | Criteria for recognition of tidal and nontidal areas; |
| $5 \\ 6$ | and | [(iv)] | 4. | Engineering and economic standards and alternatives; |
| 7 8 | applications. | [(v)] | 5. | Procedures for filing and processing contents of |
| 9 10 11 | - , | se of | the D | et application shall be submitted to and reviewed by the Department of Planning in accordance with established |

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June1, 2019.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.