SENATE BILL 478

P2, M3

By: Senators Lam, Feldman, Kramer, Lee, Waldstreicher, and Washington Introduced and read first time: January 29, 2020 Assigned to: Education, Health, and Environmental Affairs

A BILL ENTITLED

1 AN ACT concerning

Maryland Green Purchasing Committee – Food Procurement – Greenhouse Gas Emissions

FOR the purpose of requiring the Maryland Green Purchasing Committee to develop on or 4 $\mathbf{5}$ before a certain date a certain methodology, in consultation with the Department of 6 the Environment and the Department of General Services, for a unit to estimate 7 greenhouse gas emissions that occur through the life cycle of certain food; requiring 8 the Committee to establish on or before a certain date a certain baseline measurement; requiring the Committee, in consultation with the Department of the 9 Environment, to establish best practices for units to reduce certain greenhouse gas 1011 emissions; requiring each unit to give consideration and preference to certain foods 12and procurement practices; establishing certain goals of the Department of General 13 Services to reduce overall greenhouse gas emissions according to a certain reduction 14schedule; requiring each unit to report certain information to the Committee on or 15before a certain date each year; requiring the Committee to include certain 16information in its annual report starting with a certain report; applying certain 17provisions of this Act to the University System of Maryland; providing that a certain catchline is not law and may not be considered to have been enacted as part of this 18 19Act; providing for the termination of this Act; and generally relating to procurement 20of foods.

- 21 BY repealing and reenacting, without amendments,
- 22 Article State Finance and Procurement
- 23 Section 11–203(e)(1), (2), and (7)
- 24 Annotated Code of Maryland
- 25 (2015 Replacement Volume and 2019 Supplement)
- 26 BY repealing and reenacting, with amendments,
- 27 Article State Finance and Procurement
- 28 Section 11–203(e)(5)
- 29 Annotated Code of Maryland

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



 $\mathbf{2}$ **SENATE BILL 478** 1 (2015 Replacement Volume and 2019 Supplement) $\mathbf{2}$ BY adding to 3 Article – State Finance and Procurement 4 Section 14–410.1 $\mathbf{5}$ Annotated Code of Maryland (2015 Replacement Volume and 2019 Supplement) 6 7 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 8 That the Laws of Maryland read as follows: 9 **Article – State Finance and Procurement** 10 11 - 203.In this subsection, "University" means the University System of 11 (e)(1)12Maryland, Morgan State University, or St. Mary's College of Maryland. 13 Except as otherwise provided in this subsection, this Division II does (2)not apply to the University System of Maryland, Morgan State University, or St. Mary's 14College of Maryland. 1516 (5)(i) Except as provided in paragraph (7) of this subsection, the following provisions of Division II of this article apply to a University: 1718 1. § 11–205 of this subtitle ("Collusion"); 2.§ 11-205.1 of this subtitle ("Falsification, concealment, 19 20etc., of material facts"); 213. § 13 - 219of this article ("Required clauses 22- Nondiscrimination clause"): § 13–225 of this article ("Retainage"); 234. 245. Title 14, Subtitle 3 of this article ("Minority Business 25Participation"); 266. § 14–410.1 OF THIS ARTICLE ("GREENHOUSE GAS 27**EMISSIONS IN FOODS"):** 28[6.] 7. Title 15, Subtitle 1 of this article ("Procurement Contract 29Administration"); 30 [7.] 8. § 15–226 of this article ("Policy established; timing of 31 payments; notice upon nonpayment; disputes; appeals"); and

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1 2	Contractors").	[8.] 9.	Title 16 of this article ("Suspension and Debarment of	
$egin{array}{c} 3 \ 4 \ 5 \end{array}$	(ii) If a procurement violates the provisions of this subsection or policies adopted in accordance with this subsection, the procurement contract is void or voidable in accordance with the provisions of 11–204 of this subtitle.			
6	(7) Paraş	(7) Paragraphs (3), (4), and (5) of this subsection do not apply to:		
7	(i)	procur	rement by a University from:	
8		1.	another unit;	
9		2.	a political subdivision of the State;	
10		3.	an agency of a political subdivision of the State;	
$\begin{array}{c} 11 \\ 12 \end{array}$	of the United States, or o		a government, including the government of another state, er country;	
13		5.	an agency or political subdivision of a government; or	
$\begin{array}{c} 14 \\ 15 \end{array}$	governmental agency;	6.	a bistate, multistate, bicounty, or multicounty	
$\begin{array}{c} 16 \\ 17 \end{array}$	(ii) for the purpose of:	procur	rement by a University in support of enterprise activities	
18		1.	direct resale;	
19		2.	remanufacture and subsequent resale; or	
20		3.	procurement by the University for overseas programs; or	
21	(iii)	procur	rement by the University System of Maryland for:	
$22 \\ 23 \\ 24 \\ 25$	1. services of managers to invest, in accordance with the management and investment policies adopted by the Board of Regents of the University System of Maryland, gift and endowment assets received by the University System of Maryland in accordance with § 12–104(e) of the Education Article; or			
26 27 28 29	of the University System	agemen of Mar	expenditures to manage, maintain, and enhance, in at and investment policies adopted by the Board of Regents yland, the value of gift and endowment assets received by nd in accordance with § 12–104(e) of the Education Article.	

30 14-410.1. GREENHOUSE GAS EMISSIONS IN FOODS.

1 (A) TO TRACK THE GREENHOUSE GAS EMISSIONS ASSOCIATED WITH FOOD 2 PURCHASES MADE BY STATE AGENCIES, THE MARYLAND GREEN PURCHASING 3 COMMITTEE ESTABLISHED UNDER § 14–410 OF THIS SUBTITLE SHALL:

4 (1) ON OR BEFORE JANUARY 1, 2022, IN CONSULTATION WITH THE 5 DEPARTMENT OF THE ENVIRONMENT AND THE DEPARTMENT OF GENERAL 6 SERVICES, DEVELOP A METHODOLOGY FOR A UNIT TO ESTIMATE, TO THE EXTENT 7 PRACTICABLE, THE GREENHOUSE GAS EMISSIONS THAT OCCUR THROUGH THE LIFE 8 CYCLE OF ALL FOOD PURCHASED BY THE UNIT, INCLUDING THIRD–PARTY VENDORS 9 THAT PROVIDE FOOD ON BEHALF OF THE UNIT, THAT:

(I) WILL ENABLE A UNIT TO RELIABLY TRACK CHANGES IN ITS
FOOD-RELATED GREENHOUSE GAS EMISSIONS OVER TIME AND DEMONSTRATE
REDUCTIONS IN GREENHOUSE GAS EMISSIONS ASSOCIATED WITH FOOD PURCHASED
BY THE UNIT;

14(II) MAY ALLOW A UNIT TO EXCLUDE FROM THE TRACKING15METHOD FOOD PROCUREMENTS THAT DO NOT EXCEED \$15,000; AND

16 (III) CONSIDERS THE COSTS AND FEASIBILITY OF 17 IMPLEMENTING THE TRACKING METHOD;

18 (2) ON OR BEFORE JANUARY 1, 2023, ESTABLISH A BASELINE 19 MEASUREMENT OF THE OVERALL ANNUAL GREENHOUSE GAS EMISSIONS 20 ASSOCIATED WITH THE STATE'S FOOD PURCHASES; AND

21(3) IN CONSULTATION WITH THE DEPARTMENT OF THE 22ENVIRONMENT, ESTABLISH BEST PRACTICES FOR UNITS TO REDUCE THE 23**GREENHOUSE GAS EMISSIONS ASSOCIATED WITH FOOD PURCHASED BY THE UNIT** 24WITH THE GOAL OF REDUCING OVERALL GREENHOUSE GAS EMISSIONS AS 25ESTABLISHED UNDER SUBSECTION (B) OF THIS SECTION, INCLUDING RECOMMENDATIONS FOR REDUCING FOOD WASTE AND FOR PROCURING FOODS 2627GROWN OR RAISED USING HEALTHY SOILS, AS DEFINED UNDER § 2-1901 OF THE AGRICULTURE ARTICLE. 28

(B) EACH UNIT SHALL GIVE CONSIDERATION AND PREFERENCE TO FOODS
AND PROCUREMENT PRACTICES THAT WILL ACHIEVE THE GOAL OF REDUCING THE
GREENHOUSE GAS EMISSIONS ASSOCIATED WITH FOOD PURCHASED BY THE UNIT.

32 (C) IT IS THE GOAL OF THE DEPARTMENT OF GENERAL SERVICES TO 33 REDUCE THE OVERALL GREENHOUSE GAS EMISSIONS ASSOCIATED WITH FOOD 34 PURCHASED BY STATE PROCUREMENT UNITS ACCORDING TO THE FOLLOWING

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1 REDUCTION SCHEDULE AS MEASURED IN RELATION TO THE BASELINE 2 MEASUREMENT ESTABLISHED UNDER SUBSECTION (A)(2) OF THIS SECTION:

3 (1) FOR FISCAL YEAR 2024, A 10% REDUCTION;

4 (2) FOR FISCAL YEAR 2027, AN 18% REDUCTION; AND

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(3) FOR FISCAL YEAR 2030, A 25% REDUCTION.

6 (D) ON OR BEFORE AUGUST 1, 2024, AND EACH AUGUST 1 THEREAFTER, 7 EACH UNIT SHALL REPORT TO THE MARYLAND GREEN PURCHASING COMMITTEE 8 ON THE UNIT'S PROGRESS IN REDUCING THE GREENHOUSE GAS EMISSIONS 9 ASSOCIATED WITH FOOD PROCURED BY THE UNIT DURING THE IMMEDIATELY 10 PRECEDING FISCAL YEAR IN A FORMAT SET BY THE COMMITTEE AND CONSISTENT 11 WITH THE METHODOLOGY ESTABLISHED UNDER SUBSECTION (A)(1) OF THIS 12 SECTION.

13 (E) BEGINNING WITH THE ANNUAL REPORT SUBMITTED IN 2024 AS 14 REQUIRED UNDER § 14–410(E) OF THIS SUBTITLE, THE MARYLAND GREEN 15 PURCHASING COMMITTEE SHALL INCLUDE IN ITS ANNUAL REPORT:

16 (1) AN UPDATE ON THE OVERALL PROGRESS OF THE STATE IN 17 REDUCING GREENHOUSE GAS EMISSIONS ASSOCIATED WITH FOOD PROCURED BY 18 THE STATE; AND

19(2) RECOMMENDATIONS FOR POLICY CHANGES TO FURTHER REDUCE20GREENHOUSE GAS EMISSIONS FROM FOOD OR TO ACHIEVE MORE QUICKLY THE21REDUCTION GOALS ESTABLISHED UNDER THIS SECTION.

22 SECTION 2. AND BE IT FURTHER ENACTED, That the catchline contained in 23 this Act is not law and may not be considered to have been enacted as part of this Act.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2020. It shall remain effective for a period of 10 years and 6 months and, at the end of December 31, 2030, this Act, with no further action required by the General Assembly, shall be abrogated and of no further force and effect.