# **HOUSE BILL 317**

P2, M3 HB 772/20 – HGO (PRE–FILED) CF 1lr2630

By: **Delegate Gilchrist** Requested: October 26, 2020

Introduced and read first time: January 13, 2021 Assigned to: Health and Government Operations

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 8, 2021

CHAPTER \_\_\_\_\_

### 1 AN ACT concerning

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

## Maryland Green Purchasing Committee – Food and Beverage Procurement – Greenhouse Gas Emissions

FOR the purpose of requiring the Maryland Green Purchasing Committee, in consultation with the Department of the Environment, the Department of Agriculture, the Department of General Services, and other stakeholders, to develop, on or before a certain date, a certain methodology for a unit to estimate greenhouse gas emissions of certain food and beverages, establish a certain baseline measurement on or before a certain date, and develop certain strategies and policy recommendations for units to reduce certain greenhouse gas emissions, and consider certain greenhouse gas emissions and the nutrition of certain individuals; establishing a certain goal of the General Assembly to reduce overall greenhouse gas emissions by a certain percentage on or before a certain date; requiring each unit to report certain information to the Committee on or before a certain date each year; requiring the Committee to report certain information to the General Assembly on or before a certain date each year; requiring the Committee to submit certain interim and final reports to the General Assembly on or before certain dates; applying certain provisions 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 Act; providing for the termination of this Act; and generally relating to procurement of food and beverages.

BY repealing and reenacting, without amendments,

Article – State Finance and Procurement

#### 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.

1 2 3	Section 11–203(e)(1), (2), and (7) Annotated Code of Maryland (2015 Replacement Volume and 2020 Supplement)
4 5 6 7 8	BY repealing and reenacting, with amendments, Article – State Finance and Procurement Section 11–203(e)(5) Annotated Code of Maryland (2015 Replacement Volume and 2020 Supplement)
9 10 11 12 13	BY adding to Article – State Finance and Procurement Section 14–410.1 Annotated Code of Maryland (2015 Replacement Volume and 2020 Supplement)
14 15	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
16	Article - State Finance and Procurement
17	11–203.
18 19	(e) (1) In this subsection, "University" means the University System of Maryland, Morgan State University, or St. Mary's College of Maryland.
20 21 22	(2) Except as otherwise provided in this subsection, this Division II does not apply to the University System of Maryland, Morgan State University, or St. Mary's College of Maryland.
23 24	(5) (i) Except as provided in paragraph (7) of this subsection, the following provisions of Division II of this article apply to a University:
25	1. § 11–205 of this subtitle ("Collusion");
26 27	2. § 11–205.1 of this subtitle ("Falsification, concealment, etc., of material facts");
28 29	3. § 13–219 of this article ("Required clauses – Nondiscrimination clause");
30	4. § 13–225 of this article ("Retainage");
31 32	5. Title 14, Subtitle 3 of this article ("Minority Business Participation");

1 2	EMISSIONS IN FOOD AN	6. ID BEV	§ 14-410.1 OF THIS ARTICLE ("GREENHOUSE GAS TERAGES");
3 4	Contract Administration	[6.] <b>7</b> ");	Title 15, Subtitle 1 of this article ("Procurement
5 6	of payments; notice upon	[7.] <b>8</b> nonpa	§ 15–226 of this article ("Policy established; timing syment; disputes; appeals"); and
7 8	of Contractors").	[8.] 9	Title 16 of this article ("Suspension and Debarment
9 10 11	-	rdance	procurement violates the provisions of this subsection or with this subsection, the procurement contract is void or provisions of § 11–204 of this subtitle.
12	(7) Paraş	graphs	(3), (4), and (5) of this subsection do not apply to:
13	(i)	procu	rement by a University from:
14		1.	another unit;
15		2.	a political subdivision of the State;
16		3.	an agency of a political subdivision of the State;
17 18	of the United States, or o	4. of anoth	a government, including the government of another state, her country;
19		5.	an agency or political subdivision of a government; or
20 21	governmental agency;	6.	a bistate, multistate, bicounty, or multicounty
22 23	for the purpose of:	procu	rement by a University in support of enterprise activities
24		1.	direct resale;
25		2.	remanufacture and subsequent resale; or
26		3.	procurement by the University for overseas programs; or
27	(iii)	procu	rement by the University System of Maryland for:
28		1.	services of managers to invest, in accordance with the

management and investment policies adopted by the Board of Regents of the University

29

- 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
- 2. expenditures to manage, maintain, and enhance, in accordance with the management and investment policies adopted by the Board of Regents of the University System of Maryland, the value of gift and endowment assets received by
- 6 the University System of Maryland in accordance with § 12–104(e) of the Education Article.

#### 7 14-410.1. Greenhouse gas emissions in food and beverages.

- 8 (A) TO TRACK THE GREENHOUSE GAS EMISSIONS ASSOCIATED WITH FOOD
  9 AND BEVERAGE PURCHASES MADE BY STATE AGENCIES, THE MARYLAND GREEN
  10 PURCHASING COMMITTEE ESTABLISHED UNDER § 14–410 OF THIS SUBTITLE, IN
  11 CONSULTATION WITH THE DEPARTMENT OF THE ENVIRONMENT, THE
- 12 DEPARTMENT OF AGRICULTURE, THE DEPARTMENT OF GENERAL SERVICES, AND
- 13 OTHER STAKEHOLDERS, SHALL:
- 14 (1) ON OR BEFORE JANUARY 1, 2022 2023, DEVELOP A
  15 METHODOLOGY FOR A UNIT TO ESTIMATE, TO THE EXTENT PRACTICABLE, THE
  16 GREENHOUSE GAS EMISSIONS OF FOOD AND BEVERAGES PURCHASED BY THE UNIT,
  17 INCLUDING THIRD-PARTY VENDORS THAT PROVIDE FOOD ON BEHALF OF THE UNIT;
- 18 **(2)** ON OR BEFORE JANUARY 1, <del>2023</del> <u>2024</u>, ESTABLISH A BASELINE 19 MEASUREMENT OF THE OVERALL ANNUAL GREENHOUSE GAS EMISSIONS 20 ASSOCIATED WITH THE STATE'S FOOD AND BEVERAGE PURCHASES; <del>AND</del>
- 21 (3) DEVELOP STRATEGIES AND POLICY RECOMMENDATIONS, 22 INCLUDING ANY APPROPRIATE INTERIM GREENHOUSE GAS REDUCTION GOALS, FOR 23 UNITS TO REDUCE THE GREENHOUSE GAS EMISSIONS ASSOCIATED WITH FOOD 24 PURCHASED BY THE UNIT WITH THE GOAL OF REDUCING OVERALL GREENHOUSE 25 GAS EMISSIONS AS ESTABLISHED UNDER SUBSECTION (B) OF THIS SECTION; AND

#### 26 **(4) CONSIDER:**

- 27 (I) GREENHOUSE GAS EMISSIONS ASSOCIATED WITH THE
  28 TRANSPORTATION OR SHIPMENT OF FOOD OR BEVERAGES, PACKAGING OF FOOD OR
  29 BEVERAGES, PRODUCTION OF FOOD OR BEVERAGES, PRODUCTION OR HARVEST OF
  30 INGREDIENTS IN FOOD OR BEVERAGES, RAISING OF POULTRY OR LIVESTOCK THAT
  31 PRODUCE FOOD, SLAUGHTER OF POULTRY OR LIVESTOCK USED FOR FOOD, AND
  32 OTHER RELEVANT SOURCES OF GREENHOUSE GAS EMISSIONS WHEN DEVELOPING
  33 THE METHODOLOGY UNDER PARAGRAPH (1) OF THIS SUBSECTION; AND
- 34 <u>(II) THE NUTRITION AND HEALTH OF INDIVIDUALS</u> 35 INCARCERATED IN STATE FACILITIES, PATIENTS IN STATE HEALTH FACILITIES,

- 1 STUDENTS RESIDING AT STATE INSTITUTIONS OF HIGHER EDUCATION, AND OTHER
- 2 INDIVIDUALS DEPENDENT ON THE STATE FOR THEIR ENTIRE DIET OR A
- 3 SUBSTANTIAL PORTION OF THEIR DIET, WHEN DEVELOPING STRATEGIES AND
- 4 POLICY RECOMMENDATIONS UNDER PARAGRAPH (3) OF THIS SUBSECTION.
- 5 (B) IT IS THE GOAL OF THE GENERAL ASSEMBLY TO REDUCE THE OVERALL
- 6 GREENHOUSE GAS EMISSIONS ASSOCIATED WITH FOOD AND BEVERAGES
- 7 PURCHASED BY STATE PROCUREMENT UNITS BY 25% ON OR BEFORE JUNE 30, 2030,
- 8 AS MEASURED IN RELATION TO THE BASELINE MEASUREMENT ESTABLISHED UNDER
- 9 SUBSECTION (A)(2) OF THIS SECTION.
- 10 (C) ON OR BEFORE OCTOBER 1, 2024 2025, AND EACH OCTOBER 1
- 11 THEREAFTER, EACH UNIT SHALL REPORT TO THE MARYLAND GREEN PURCHASING
- 12 COMMITTEE ON THE UNIT'S PROGRESS IN REDUCING THE GREENHOUSE GAS
- 13 EMISSIONS ASSOCIATED WITH FOOD AND BEVERAGES PROCURED BY THE UNIT
- 14 DURING THE IMMEDIATELY PRECEDING FISCAL YEAR IN A FORMAT SET BY THE
- 15 COMMITTEE AND CONSISTENT WITH THE METHODOLOGY ESTABLISHED UNDER
- 16 SUBSECTION (A)(1) OF THIS SECTION.
- 17 (D) ON OR BEFORE DECEMBER 31, 2024 2025, AND EACH DECEMBER 31
- 18 THEREAFTER, THE MARYLAND GREEN PURCHASING COMMITTEE SHALL REPORT
- 19 TO THE GENERAL ASSEMBLY, IN ACCORDANCE WITH § 2-1257 OF THE STATE
- 20 GOVERNMENT ARTICLE, ON:
- 21 (1) AN UPDATE ON THE OVERALL PROGRESS OF THE STATE IN
- 22 REDUCING GREENHOUSE GAS EMISSIONS ASSOCIATED WITH FOOD AND BEVERAGES
- 23 PROCURED BY THE STATE; AND
- 24 (2) RECOMMENDATIONS FOR POLICY CHANGES TO FURTHER REDUCE
- 25 GREENHOUSE GAS EMISSIONS FROM FOOD AND BEVERAGES OR TO ACHIEVE MORE
- 26 QUICKLY THE REDUCTION GOALS ESTABLISHED UNDER THIS SECTION.
- 27 SECTION 2. AND BE IT FURTHER ENACTED, That:
- 28 (a) On or before January 1, <del>2022</del> <u>2023</u>, the Maryland Green Purchasing
- 29 Committee shall submit an interim report to the General Assembly, in accordance with §
- 30 2–1257 of the State Government Article, on the progress of developing strategies and policy
- 31 recommendations required under § 14–410.1(a)(3) of the State Finance and Procurement
- 32 Article, as enacted by Section 1 of this Act.
- 33 (b) On or before October 1, 2022 2023, the Maryland Green Purchasing
- 34 Committee shall submit a final report to the General Assembly, in accordance with §
- 35 2–1257 of the State Government Article, on strategies and policy recommendations
- 36 required under § 14–410.1(a)(3) of the State Finance and Procurement Article, as enacted
- 37 by Section 1 of this Act, including any recommendations for legislation.

Governor.
Approved:
SECTION 4. AND BE IT FURTHER ENACTED, That this Act shall take effect J 1, 2021. It shall remain effective for a period of 10 years and 6 months and, at the end December 31, 2031, this Act, with no further action required by the General Assembly, she abrogated and of no further force and effect.
SECTION 3. AND BE IT FURTHER ENACTED, That the catchline contained this Act is not law and may not be considered to have been enacted as part of this Act.

President of the Senate.