# HOUSE BILL 1077

#### P1, C8

2lr2499

#### By: **Delegates Charles, Henson, Landis, Toles, Turner, and Williams** Introduced and read first time: February 10, 2022 Assigned to: Environment and Transportation

### A BILL ENTITLED

#### 1 AN ACT concerning

# Department of Housing and Community Development – Racial Equity Impact Assessment

- FOR the purpose of requiring the Department of Housing and Community Development to
  annually complete a racial equity impact assessment; requiring the Department to
  work with independent experts to complete the assessment and make the
  assessment available to the public; and generally relating to racial equity impact
  assessments.
- 9 BY repealing and reenacting, without amendments,
- 10 Article Housing and Community Development
- 11 Section 1–101(a) and (e)
- 12 Annotated Code of Maryland
- 13 (2019 Replacement Volume and 2021 Supplement)
- 14 BY adding to
- 15 Article Housing and Community Development
- 16 Section 2–303
- 17 Annotated Code of Maryland
- 18 (2019 Replacement Volume and 2021 Supplement)
- 19 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 20 That the Laws of Maryland read as follows:
- 21

## **Article – Housing and Community Development**

22 1-101.

(a) In this Division I of this article the following words have the meaningsindicated.

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



1 (e) (1) "Financial assistance" means any form of assurance, guarantee, grant, 2 payment, or other assistance.

3 (2) "Financial assistance" includes a loan, loan guarantee, or reduction in 4 the principal obligations of or rate of interest payable on a loan or portion of a loan.

5 **2–303.** 

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6 (A) IN THIS SECTION, "RACIAL MINORITY" MEANS:

- (1) BLACK OR AFRICAN AMERICAN;
- 8 (2) HISPANIC OR LATINO;
- 9 (3) AMERICAN INDIAN OR ALASKA NATIVE;
- 10 (4) ASIAN; OR
- 11 (5) NATIVE HAWAIIAN OR PACIFIC ISLANDER.

12 (B) (1) ON OR BEFORE DECEMBER 31, 2023, AND EACH DECEMBER 31 13 THEREAFTER, THE DEPARTMENT SHALL COMPLETE A RACIAL EQUITY IMPACT 14 ASSESSMENT.

15 (2) THE RACIAL EQUITY IMPACT ASSESSMENT REQUIRED BY THIS 16 SUBSECTION SHALL EVALUATE:

17(I)THE IMPACT OF FINANCIAL ASSISTANCE ADMINISTERED BY18THE DEPARTMENT ON RACIAL MINORITIES; AND

19 (II) WHETHER THE FINANCIAL ASSISTANCE ADMINISTERED BY 20 THE DEPARTMENT IS EQUITABLY INVESTED IN THE COMMUNITIES WITH THE 21 LARGEST NEED AND THOSE WITH THE LARGEST POPULATION OF ECONOMICALLY 22 MARGINALIZED PEOPLES.

(3) IN CREATING A RACIAL EQUITY IMPACT ASSESSMENT, THE
DEPARTMENT SHALL ENGAGE WITH INDEPENDENT EXPERTS TO DEVELOP A
RIGOROUS ASSESSMENT RUBRIC THAT TAKES INTO ACCOUNT PREVAILING
EVIDENCE ON THE EFFICACY OF INDICATORS IN GENERATING A FAIR, UNBIASED,
AND BALANCED ASSESSMENT OF THE IMPACT OF FINANCIAL ASSISTANCE ON RACIAL
MINORITIES.

29(4) THE DEPARTMENT SHALL MAKE THE ASSESSMENT REQUIRED BY30THIS SUBSECTION AVAILABLE TO THE PUBLIC.

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1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 2 October 1, 2022.