A3 4lr3433 CF SB 699

By: Delegate R. Lewis

Introduced and read first time: February 15, 2024 Assigned to: Rules and Executive Nominations

A BILL ENTITLED

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| L | AN | ACT | concerning |

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| Cannabis - Community Reinvestment and Repair Fund - Distribution and Use |
|--|
| of Funds for Baltimore City |

- 4 FOR the purpose of altering the process for distributing the Community Reinvestment and 5 Repair Fund to Baltimore City by allocating certain funds to the Baltimore City 6 Comptroller under certain circumstances; establishing an Equitable Community 7 Investment Council in each Baltimore City State legislative district; requiring each 8 council to adopt bylaws by a certain date and to develop certain plans to allocate 9 certain funds through certain grants to community-based organizations for certain services and programs; requiring the Baltimore City Comptroller to distribute 10 11 certain funds in a certain manner; and generally relating to the Community 12 Reinvestment and Repair Fund and the distribution and use of funds for Baltimore 13 City.
- 14 BY repealing and reenacting, without amendments,
- 15 Article Alcoholic Beverages and Cannabis
- 16 Section 1-322(a)(1)
- 17 Annotated Code of Maryland
- 18 (2016 Volume and 2023 Supplement)
- 19 BY repealing and reenacting, with amendments,
- 20 Article Alcoholic Beverages and Cannabis
- 21 Section 1–322(b)
- 22 Annotated Code of Maryland
- 23 (2016 Volume and 2023 Supplement)
- 24 BY adding to
- 25 Article Alcoholic Beverages and Cannabis
- 26 Section 1–324
- 27 Annotated Code of Maryland
- 28 (2016 Volume and 2023 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
- 3 Article Alcoholic Beverages and Cannabis
- 4 1–322.
- 5 (a) (1) There is a Community Reinvestment and Repair Fund.
- 6 (b) (1) **(I)** [Based] EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF 7 THIS PARAGRAPH, BASED on the percentage allocable to each county determined by the Office of Social Equity and reported by the Office to the Comptroller on or before July 31 8 9 each year, the Comptroller shall distribute funds from the Fund to each county in an amount that, for the period from July 1, 2002, to January 1, 2023, both inclusive, is 10 11 proportionate to the total number of cannabis possession charges in the county compared 12 to the total number of cannabis possession charges in the State.
- 13 (II) 1. FOR BALTIMORE CITY, THE COMPTROLLER SHALL
 14 DISTRIBUTE FUNDS FROM THE FUND TO THE BALTIMORE CITY COMPTROLLER,
 15 WHO SHALL DISTRIBUTE THE FUNDS IN ACCORDANCE WITH § 1–324 OF THIS
 16 SUBTITLE.
- 2. THE BALTIMORE CITY COMPTROLLER MAY RETAIN
 18 UP TO 2% OF THE FUNDS RECEIVED UNDER SUBSUBPARAGRAPH 1 OF THIS
 19 SUBPARAGRAPH TO COVER THE DIRECT AND INDIRECT COSTS ASSOCIATED WITH
 20 ADMINISTERING THE DISTRIBUTING OF THE FUNDS.
- 21 (2) (i) [Subject] **EXCEPT FOR BALTIMORE CITY, SUBJECT** to the 22 limitations under subsection (a)(6) of this section, each county shall adopt a law 23 establishing the purpose for which money received from the Fund may be used.
- 24 (ii) 1. [On] SUBJECT TO SUBSUBPARAGRAPH 2 OF THIS
 25 SUBPARAGRAPH, ON or before December 1 every 2 years, beginning in 2024, each political
 26 subdivision that receives funds from the Fund under paragraph (1) of this subsection shall
 27 submit a report to the Governor and, in accordance with § 2–1257 of the State Government
 28 Article, the Senate Budget and Taxation Committee and the House Appropriations
 29 Committee on how funds received from the Fund were spent during the immediately
 30 preceding 2 fiscal years.
- 2. FOR BALTIMORE CITY, THE BALTIMORE CITY
 32 COMPTROLLER SHALL SUBMIT THE REPORT REQUIRED UNDER SUBSUBPARAGRAPH
 33 1 OF THIS SUBPARAGRAPH.
- 34 **1–324.**

- 1 (A) IN THIS SECTION, "COUNCIL" MEANS AN EQUITABLE COMMUNITY 2 INVESTMENT COUNCIL.
- 3 (B) (1) THERE IS AN EQUITABLE COMMUNITY INVESTMENT COUNCIL IN 4 EACH STATE LEGISLATIVE DISTRICT LOCATED WHOLLY, OR IN PART, IN BALTIMORE 5 CITY.
- 6 (2) The purpose of each council is to disburse through 7 Grants Community Reinvestment and Repair funds distributed under §
- 8 1-322 OF THIS SUBTITLE.
- 9 (C) (1) EACH COUNCIL CONSISTS OF THE FOLLOWING MEMBERS:
- 10 (I) ONE MEMBER OF THE SENATE WHO REPRESENTS THE 11 DISTRICT;
- 12 (II) ONE MEMBER OF THE HOUSE OF DELEGATES WHO
- 13 REPRESENTS THE DISTRICT, APPOINTED BY THE SPEAKER OF THE HOUSE; AND
- 14 (III) THE FOLLOWING MEMBERS APPOINTED BY THE GOVERNOR,
- 15 IN CONSULTATION WITH THE OFFICE OF SOCIAL EQUITY:
- 16 1. AT LEAST THREE REPRESENTATIVES FROM
- 17 ORGANIZATIONS LED BY INDIVIDUALS FROM DISPROPORTIONATELY IMPACTED
- 18 AREAS AS DEFINED IN § 36-101 OF THIS ARTICLE;
- 2. AT LEAST TWO YOUNG ADULT MEMBERS BETWEEN
- 20 THE AGES OF 18 TO 24;
- 3. AT LEAST TWO REPRESENTATIVES FROM NONPROFIT
- 22 HUMAN SERVICES OR COMMUNITY DEVELOPMENT ORGANIZATIONS THAT BENEFIT
- 23 TRADITIONALLY UNDERSERVED RESIDENTS; AND
- 4. UP TO SEVEN REPRESENTATIVES OF RECOGNIZED
- 25 COMMUNITY ASSOCIATIONS WITHIN THE DISTRICT.
- 26 (2) EACH COUNCIL SHALL HAVE AT LEAST 15 BUT NOT MORE THAN 17
- 27 MEMBERS.
- 28 (3) FOLLOWING THE INITIAL APPOINTMENT OF THE MEMBERS OF A
- 29 COUNCIL UNDER PARAGRAPH (1) OF THIS SUBSECTION, THE COUNCIL SHALL

- 1 DETERMINE THE APPOINTMENT OF MEMBERS OF THE COUNCIL UNDER PARAGRAPH 2 (1)(III) OF THIS SUBSECTION. 3 **(4)** (I)THE TERM OF A MEMBER: APPOINTED BY THE GOVERNOR UNDER PARAGRAPH 4 1. (1)(III) OF THIS SUBSECTION IS 2 YEARS; AND 5 6 2. BEGINNING JULY 1, 2026, APPOINTED BY THE COUNCIL UNDER PARAGRAPH (3) OF THIS SUBSECTION MAY BE NOT LONGER THAN 7 3 YEARS. 8 9 AT THE END OF A TERM, A MEMBER CONTINUES TO SERVE (II)UNTIL A SUCCESSOR IS APPOINTED AND QUALIFIES. 10 11 (III) A MEMBER WHO IS APPOINTED AFTER A TERM HAS BEGUN 12SERVES ONLY FOR THE REST OF THE TERM AND UNTIL A SUCCESSOR IS APPOINTED 13 AND QUALIFIES. 14 **(5)** A MEMBER OF A COUNCIL: 15 **(I)** MAY NOT RECEIVE COMPENSATION AS A MEMBER OF THE 16 **COUNCIL; BUT** 17 (II)IS ENTITLED TO REIMBURSEMENT FOR EXPENSES UNDER THE STANDARD STATE TRAVEL REGULATIONS, AS PROVIDED IN THE STATE 18 19 BUDGET. 20 (D) (1) EACH COUNCIL SHALL: 21 (I)ADOPT BYLAWS NOT LATER THAN SEPTEMBER 1, 2024; AND 22(II) DEVELOP A SUSTAINABLE GOVERNANCE PLAN AND 23PROGRAM TO ALLOCATE FUNDS THROUGH GRANTS TO COMMUNITY-BASED 24ORGANIZATIONS FOR SERVICES AND PROGRAMS CONSISTENT WITH THE EQUITY PRINCIPLES FOR PARTICIPATION AND OUTCOMES UNDER § 1-322 OF THIS 25 26 SUBTITLE.
- 27 **(2)** ELIGIBLE EXPENDITURES FOR GRANT FUNDING UNDER THIS 28 SUBSECTION INCLUDE:
- 29 (I) BEHAVIORAL HEALTH CRISIS RESPONSE SERVICES;

| 1 | (II) EDUCATION AND AFTER-SCHOOL PROGRAMS; |
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| 2 | (III) TRUANCY AND ABSENTEEISM INTERVENTION PROGRAMS; |
| 3 | (IV) HOUSING AND HOMELESSNESS PREVENTION; |
| 4 5 | (V) TRANSPORTATION IMPROVEMENTS IN HIGH-DENSITY TRANSIT CORRIDORS; |
| 6 | (VI) JOB TRAINING AND WORKFORCE DEVELOPMENT; |
| 7 8 | (VII) COMMUNITY SERVICES, INCLUDING CHILD CARE AND RECREATIONAL SERVICES; AND |
| 9 | (VIII) OTHER PROGRAMS THAT BENEFIT INDIVIDUALS AND FAMILIES IMPACTED BY INCARCERATION. |
| 1 12 13 | (E) THE FUNDS RECEIVED FROM THE COMPTROLLER UNDER § 1–322(B) OF THIS SUBTITLE SHALL BE DISTRIBUTED BY THE BALTIMORE CITY COMPTROLLER AS FOLLOWS: |
| 14 15 | (1) \$150,000 TO THE BALTIMORE CITY OFFICE OF EQUITY AND CIVIL RIGHTS; AND |
| 16 17 | (2) THE REMAINING FUNDS FOR COMMUNITY INVESTMENT GRANTS DISTRIBUTED EQUALLY AMONG EACH COUNCIL. |
| 18 19 20 | (F) ON OR BEFORE OCTOBER 1, 2024, AND EACH OCTOBER 1 THEREAFTER, EACH COUNCIL SHALL SUBMIT A REPORT TO THE BALTIMORE CITY COMPTROLLER INCLUDING: |
| 21 | (1) THE AMOUNT OF FUNDS RECEIVED; |
| 22 | (2) THE PROGRAMS OR ACTIVITIES FUNDED; |
| 23 24 | (3) THE METHODS USED TO ALLOCATE GRANTS TO ELIGIBLE RECIPIENTS; AND |
| 25 | (4) COUNCIL EXPENDITURES. |
| 26 27 | SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 2024. |