Unofficial Copy O1 HB 1063/00 - CGM

# By: Delegate Marriott

Introduced and read first time: February 15, 2001 Assigned to: Rules and Executive Nominations

# A BILL ENTITLED

1 AN ACT concerning

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## **Commission on Concentrated Poverty in Maryland**

3 FOR the purpose of establishing a Commission on Concentrated Poverty in Maryland;

4 providing for the membership, powers, and duties of the Commission; and

5 generally relating to the study of concentrated poverty in Maryland.

6 BY adding to

7 Article 49D - Office for Children, Youth, and Families

8 Section 39

- 9 Annotated Code of Maryland
- 10 (1998 Replacement Volume and 2000 Supplement)

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## Preamble

12 WHEREAS, The increasing concentration of poor people in neighborhoods with 13 high levels of poverty is among the trends of most concern in Maryland; and

14 WHEREAS, Social scientists agree that the number of neighborhoods of

15 concentrated poverty has grown in recent years and that the poor living in these

16 neighborhoods have become increasingly isolated from the social and economic

17 mainstream; and

18 WHEREAS, The concentration of poor people living in poverty generates a wide

19 array of social problems, including joblessness, low levels of academic achievement,

20 high rates of students dropping out of school, teen pregnancy, poor health, abandoned

21 housing, drug abuse, and crime, that are different in magnitude and kind than the

22 problems poor people face in less isolated environments; and

WHEREAS, There are 90,000 Maryland children growing up and attending
 school in neighborhoods with concentrated poverty, and substantial evidence exists
 that the life chances of these children are diminished; and

26 WHEREAS, One of the most consistent findings in education research is the 27 powerful relationship between concentrated poverty and academic results; and

1 WHEREAS, Schools with high proportions of children living in poverty show 2 poor performance regardless of the school system in which they are located; and

WHEREAS, Maryland has 255 such schools located in 16 school systems,
including 148 in Baltimore City, 41 in Prince George's County, 12 in Allegany County,
and 10 in Montgomery County; and

6 WHEREAS, Educators have found that schools with populations consisting of
7 40% to 50% poor children require increased per pupil spending and specific
8 school-wide approaches to address the problems associated with poverty; and

9 WHEREAS, In 1994, the Governor's Commission on School Funding estimated 10 these additional costs at \$1,500 per year for every child approved for free or 11 reduced-price lunch and recommended that priority be given to schools with the

12 highest concentrations of children living in poverty; and

WHEREAS, The social problems that correlate with concentrated poverty also
require increased State and local expenditures for social services, public health, law
enforcement, corrections, and other public services, and that these expenditures erode
the tax base; and

WHEREAS, There is substantial evidence that concentrated poverty and the
resulting disparities in income within a metropolitan area negatively impact on job
growth for the entire metropolitan employment market and hamper economic
progress; and

21 WHEREAS, The concentration of poor families in areas that have lost large 22 numbers of entry-level and blue collar jobs due to the decline of manufacturing and 23 other changes in the economy jeopardizes the success of State welfare reform 24 initiatives; and

WHEREAS, The movement of the middle class away from the problems and tax burdens generated by concentrated poverty fuels sprawl development and loss of open space, and requires costly public investment in new infrastructure; and

WHEREAS, Trends show that the concentration of poverty in Maryland is increasing dramatically even while State and regional poverty rates have been falling; and

WHEREAS, Since 1970, the poverty rate in metropolitan Baltimore has fallen
from 11.3% to 10.1%, but the number of neighborhoods with concentrated poverty,
census tracts with 20% or more of the population in poverty, has increased from 70 to
90 in Baltimore City and from 3 to 11 in the metropolitan counties; and

35 WHEREAS, The number and percentage of the poor that live in these 36 concentrated poverty areas have also increased; and

WHEREAS, Baltimore, depending on the measurement used, ranks among the
 top three or four cities, among major metropolitan areas in the nation, on indices that
 measure the extent and intensity of poverty concentration; and

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1 WHEREAS, The growing problem of concentrated poverty diminishes the 2 quality of life for all Marylanders; now, therefore,

3 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 4 MARYLAND, That the Laws of Maryland read as follows:

# Article 49D - Office for Children, Youth, and Families

6 39.

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7 (A) THERE IS A COMMISSION ON CONCENTRATED POVERTY IN MARYLAND.

8 (B) THE COMMISSION SHALL BE COMPOSED OF 21 MEMBERS AS FOLLOWS:

9 (1) THREE MEMBERS OF THE HOUSE OF DELEGATES, APPOINTED BY 10 THE SPEAKER OF THE HOUSE;

11(2)THREE MEMBERS OF THE SENATE OF MARYLAND, APPOINTED BY12THE PRESIDENT OF THE SENATE; AND

13 (3) THE FOLLOWING MEMBERS APPOINTED BY THE GOVERNOR:

14(I)ONE MEMBER FROM THE DEPARTMENT OF HEALTH AND15MENTAL HYGIENE;

16 (II) ONE MEMBER FROM THE STATE DEPARTMENT OF EDUCATION;

17 (III) ONE MEMBER FROM THE DEPARTMENT OF HOUSING AND 18 COMMUNITY DEVELOPMENT;

19(IV)ONE MEMBER FROM THE DEPARTMENT OF PUBLIC SAFETY20AND CORRECTIONAL SERVICES;

21 (V) ONE MEMBER FROM THE DEPARTMENT OF BUSINESS AND 22 ECONOMIC DEVELOPMENT;

23 (VI) ONE MEMBER FROM THE DEPARTMENT OF HUMAN 24 RESOURCES;

25 (VII) ONE MEMBER FROM THE MARYLAND ASSOCIATION OF 26 COMMUNITY ACTION AGENCIES;

27 (VIII) ONE MEMBER FROM THE MARYLAND ALLIANCE FOR THE POOR;

28 (IX) ONE MEMBER FROM THE MARYLAND INTERFAITH 29 LEGISLATIVE COMMITTEE;

30(X)ONE MEMBER FROM THE MARYLAND CHAMBER OF COMMERCE;31 AND

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1 (XI) FIVE MEMBERS FROM THE ACADEMIC AREAS OF ECONOMICS, 2 SOCIOLOGY, PUBLIC POLICY, SOCIAL WORK, AND GOVERNMENT.

3 (C) THE GOVERNOR SHALL DESIGNATE THE CHAIRMAN OF THE COMMISSION.

4 (D) THE COMMISSION SHALL HOLD ITS FIRST MEETING ON OR BEFORE 5 OCTOBER 1, 2001.

6 (E) THE OFFICE OF THE GOVERNOR SHALL PROVIDE STAFFING FOR THE 7 COMMISSION.

8 (F) THE PURPOSE OF THE COMMISSION IS TO:

9 (1) STUDY DATA AND OTHER RESEARCH MAINTAINED BY THE STATE, 10 OTHER STATES, AND THE FEDERAL GOVERNMENT THAT RELATE TO CONCENTRATED 11 POVERTY;

12 (2) DETERMINE THE EXTENT OF AND EVALUATE TRENDS IN 13 CONCENTRATED POVERTY IN MARYLAND;

14 (3) DETERMINE AND ASSESS THE FACTORS, INCLUDING ECONOMIC AND
15 DEMOGRAPHIC FACTORS AND PUBLIC POLICIES, CAUSING INCREASES IN
16 CONCENTRATED POVERTY IN MARYLAND;

17 (4) ASSESS THE CORRELATION BETWEEN VARIOUS INDICATORS OF
18 SOCIAL DISTRESS, INCLUDING CRIME, JOB LOSS, EDUCATIONAL PERFORMANCE, AND
19 CONCENTRATED POVERTY;

20 (5) ASSESS THE EFFECT OF CONDITIONS IN NEIGHBORHOODS WITH 21 CONCENTRATED POVERTY ON CHILDREN AND OTHER INDIVIDUALS LIVING IN 22 THOSE AREAS;

23 (6) (I) QUANTIFY THE FISCAL IMPACT OF CONCENTRATED POVERTY 24 ON LOCAL AND STATE BUDGETS; AND

(II) ESTIMATE THE EFFECT ON THE TAX BASE THAT WILL OCCUR
AND THE INCREASE IN STATE AND LOCAL EXPENDITURES THAT WILL BE REQUIRED
IF TRENDS SHOWING INCREASES IN THE NUMBER OF NEIGHBORHOODS OF
CONCENTRATED POVERTY AND PERCENTAGES OF POOR PEOPLE RESIDING IN
NEIGHBORHOODS OF CONCENTRATED POVERTY CONTINUE;

30 (7) ASSESS THE IMPACT OF CONCENTRATED POVERTY ON SMALL
31 BUSINESSES LOCATED IN NEIGHBORHOODS OF CONCENTRATED POVERTY AND ON
32 ECONOMIC GROWTH IN REGIONAL EMPLOYMENT MARKETS;

33 (8) EVALUATE THE EFFECTIVENESS OF PUBLIC POLICIES AND STATE
 34 PROGRAMS IN ADDRESSING AND ALLEVIATING CONCENTRATIONS OF POVERTY;

35 (9) HOLD PUBLIC MEETINGS FOR THE PURPOSE OF COLLECTING DATA;

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(10) DEVELOP ANY RECOMMENDATIONS THAT THE COMMISSION
 CONSIDERS APPROPRIATE FOR CHANGES IN STATUTES, REGULATIONS,
 ORGANIZATION, OR PROCEDURES THAT WILL PREVENT THE SPREAD OF
 CONCENTRATED POVERTY AND WILL ALLEVIATE EXISTING CONDITIONS; AND

5 (11) STUDY AND DEVELOP RECOMMENDATIONS CONCERNING ANY
6 OTHER ISSUES THAT THE COMMISSION DEEMS RELEVANT TO THE STUDY OF
7 CONCENTRATED POVERTY.

8 (G) ON OR BEFORE JULY 1, 2002, THE COMMISSION SHALL REPORT ITS
9 FINDINGS AND RECOMMENDATIONS TO THE GOVERNOR AND, PURSUANT TO § 2-1246
10 OF THE STATE GOVERNMENT ARTICLE, TO THE GENERAL ASSEMBLY.

11 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 12 July 1, 2001.