## **HOUSE BILL 910**

P2, M3 1lr2532 CF SB 387

By: Delegates McIntosh, Anderson, Beidle, Bobo, Carr, Healey, Hucker, Morhaim, Niemann, Pendergrass, Stein, and F. Turner

Introduced and read first time: February 11, 2011

Assigned to: Health and Government Operations and Appropriations

## A BILL ENTITLED

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2	High	Performance	Buildings A	Act - App	licability	to Reci	pients o	of State A	Aid
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3	FOR the purpose of making the High Performance Buildings Act applicable to certain
4	capital projects that are funded or financed, to a certain extent, by a grant of
5	State aid to certain grantees; requiring the Department of Housing and
6	Community Development to require certain recipients of State funds to employ
7	certain standards under certain circumstances; authorizing the Secretary of
8	Housing and Community Development to provide a certain waiver; defining
9	certain terms; altering certain definitions; and generally relating to the
10	construction of high performance buildings by certain grantees that receive
11	certain State aid.

- 12 BY repealing and reenacting, with amendments,
- 13 Article State Finance and Procurement
- 14 Section 3–602.1 and 7–406(a)(5)
- 15 Annotated Code of Maryland
- 16 (2009 Replacement Volume and 2010 Supplement)
- 17 BY repealing and reenacting, without amendments,
- 18 Article State Finance and Procurement
- 19 Section 7-406(a)(3)
- 20 Annotated Code of Maryland
- 21 (2009 Replacement Volume and 2010 Supplement)
- 22 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 23 MARYLAND, That the Laws of Maryland read as follows:

## Article - State Finance and Procurement

25 3–602.1.

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1	(a) (1) In this section the following words have the meanings indicated.	
2 3	(2) "Grantee" has the meaning stated in § 7–406 of the Article.	ΙIS
4	[(2)] (3) "High performance building" means a building that:	
5 6 7	(i) meets or exceeds the current version of the U.S. Gre Building Council's LEED (Leadership in Energy and Environmental Design) Gre Building Rating System Silver rating; [or]	
8 9 10 11	(ii) achieves at least a comparable numeric rating according to nationally recognized, accepted, and appropriate numeric sustainable developme rating system, guideline, or standard approved by the Secretaries of Budget at Management and General Services; <b>OR</b>	ent
12 13 14 15 16 17	(III) IN THE CASE OF A GRANTEE, MEETS OR EXCEEDS RATING OR STANDARD EQUIVALENT TO THE CURRENT VERSION OF THE U. GREEN BUILDING COUNCIL'S LEED (LEADERSHIP IN ENERGY AN ENVIRONMENTAL DESIGN) GREEN BUILDING RATING SYSTEM SILVER RATIN AS DETERMINED BY THE SECRETARY OF BUDGET AND MANAGEMENT AND THE SECRETARY OF GENERAL SERVICES.	.S. ND IG,
18 19	[(3)] (4) "Major renovation" means the renovation of a buildi where:	ng
20	(i) the building shell is to be reused for the new construction;	
21 22	(ii) the heating, ventilating, and air conditioning (HVA) electrical, and plumbing systems are to be replaced; and	C),
23	(iii) the scope of the renovation is 7,500 square feet or greater.	
24 25	(5) "STATE AID" HAS THE MEANING STATED IN § 7–406 OF TH ARTICLE.	IIS
26	(b) It is the intent of the General Assembly that, to the extent practicable:	
27 28	(1) the State shall employ green building technologies wh constructing or renovating a State building not subject to this section;	en
29 30 31	(2) high performance buildings shall meet the criteria and standar established under the "High Performance Green Building Program" adopted by t Maryland Green Building Council.	

1 2 3	(c) (1) [This] EXCEPT FOR PROJECTS FUNDED SOLELY OR PARTLY BY THE DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT, THIS subsection applies to:
4 5	(i) capital projects that are funded solely with State funds; [and]
6 7	(ii) community college capital projects that receive State funds;
8 9	(III) CAPITAL PROJECTS THAT ARE FUNDED OR FINANCED SOLELY OR PARTLY BY A GRANT OF STATE AID TO A GRANTEE AS FOLLOWS:
10 11 12	1. ON OR AFTER JULY 1, 2012, A CAPITAL PROJECT FOR WHICH STATE AID TO THE GRANTEE COMPRISES 50% OR MORE OF THE MONEY ALLOCATED FOR THE CAPITAL PROJECT;
13 14 15	2. ON OR AFTER JULY 1, 2013, A CAPITAL PROJECT FOR WHICH STATE AID TO THE GRANTEE COMPRISES 40% OR MORE OF THE MONEY ALLOCATED FOR THE CAPITAL PROJECT;
16 17 18	3. ON OR AFTER JULY 1, 2014, A CAPITAL PROJECT FOR WHICH STATE AID TO THE GRANTEE COMPRISES 25% OR MORE OF THE MONEY ALLOCATED FOR THE CAPITAL PROJECT; AND
19 20 21	4. ON OR AFTER JULY 1, 2015, A CAPITAL PROJECT FOR WHICH STATE AID TO THE GRANTEE COMPRISES ANY PORTION OF THE MONEY ALLOCATED FOR THE CAPITAL PROJECT.
22 23 24 25	(2) Except as provided in subsections (d) and (e) of this section, if a capital project includes the construction or major renovation of a building that is 7,500 square feet or greater, the building shall be constructed or renovated to be a high performance building.
26 27 28	(d) The following types of unoccupied buildings are not required to [be constructed or renovated to be high performance buildings] COMPLY WITH SUBSECTION (C) OF THIS SECTION:
29	(1) warehouse and storage facilities;
30	(2) garages;
31	(3) maintenance facilities;
32	(4) transmitter buildings;

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1	(5) pumping stations; and
2	(6) other similar types of buildings, as determined by the Department.
3 4 5 6	(e) (1) The Department of Budget and Management and the Department of General Services shall jointly establish a process to allow a unit of State government [or], a community college, OR A GRANTEE to obtain a waiver from complying with subsection (c) of this section.
7	(2) The waiver process shall:
8 9 10 11 12	(i) include a review by the Maryland Green Building Council established under § 4–809 of this article, to determine if the use of a high performance building in a proposed capital project is not practicable <b>OR WOULD CREATE SUCH SIGNIFICANT HARDSHIP THAT THE GRANTEE WOULD BE UNABLE TO COMPLETE THE PROJECT</b> ; [and]
13 14 15	(II) EXEMPT FROM COMPLIANCE WITH SUBSECTION (C) OF THIS SECTION THOSE TYPES OF CAPITAL PROJECTS FOR WHICH THERE WAS NO U.S. GREEN BUILDING COUNCIL LEED STANDARD AS OF JUNE 1, 2010; AND
16 17	[(ii)] (III) require the approval of a waiver by the Secretaries of Budget and Management, General Services, and Transportation.
18 19 20 21	(F) (1) THE DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT SHALL REQUIRE RECIPIENTS OF STATE FUNDS FOR THE CONSTRUCTION AND RENOVATION OF BUILDINGS UNDER ITS PROGRAMS TO EMPLOY:
22 23	(I) GREEN BUILDING STANDARDS, AS DEFINED IN THIS SECTION; OR
24 25 26	(II) OTHER APPLICABLE STANDARDS, APPROVED BY THE SECRETARY, THAT ENHANCE AND SUPPORT AFFORDABLE HOUSING OPPORTUNITIES AND COMMUNITY DEVELOPMENT.
27 28 29	(2) THE SECRETARY OF HOUSING AND COMMUNITY DEVELOPMENT MAY PROVIDE A WAIVER OF THESE STANDARDS FOR A SPECIFIC PROJECT.
30	7–406.
31	(a) (3) (i) "Grantee" means a for profit or nonprofit entity or

association that receives State aid during a fiscal year.

1	(ii) "Grantee" does not include a unit of State or local
2	government.
3	(5) (i) "State aid" means a contribution, grant, FINANCING
4	ASSISTANCE, or subsidy of [\$50,000] \$100,000 or more provided through the State
5	operating or capital budget or by the action of a unit of State government from State
6	funds appropriated to that unit.
7	(ii) "State aid" does not include reimbursements to providers
8	participating in a State program.
9	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
10	October 1, 2011.