SENATE BILL 424

P2 SB 961/22 – B&T 3lr1279 CF HB 261

By: **Senators Elfreth and Feldman** Introduced and read first time: February 2, 2023 Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

$\frac{2}{3}$

Public Projects – Global Warming Potential of Materials (Buy Clean Maryland Act)

4 FOR the purpose of requiring the Department of General Services to establish a maximum $\mathbf{5}$ acceptable global warming potential for certain categories of eligible materials used 6 in certain eligible projects; requiring the Department to review the maximum 7 acceptable global warming potential for each category of eligible materials and 8 authorizing the Department to make certain adjustments according to a certain 9 schedule; prohibiting the Department from increasing the maximum acceptable 10 global warming potential for a category of eligible materials; requiring a unit of State 11 government to specify the eligible materials that will be used in an eligible project 12in the solicitation for an eligible project; requiring a successful bidder or offeror of an 13 eligible project to submit certain information about each eligible material proposed 14to be used in an eligible project; prohibiting a contractor from installing any eligible 15materials on an eligible project until the contractor submits the required information 16for the eligible material: authorizing the Department to waive certain requirements 17concerning the use of eligible materials on eligible projects under certain 18 circumstances; providing that the Department shall strive to achieve a continuous 19reduction of greenhouse gas emissions over time; and generally relating to the global 20warming potential of materials in public projects.

21 BY adding to

- 22 Article State Finance and Procurement
- Section 4–901 through 4–905 to be under the new subtitle "Subtitle 9. Buy Clean
 Maryland Act"
- 25 Annotated Code of Maryland
- 26 (2021 Replacement Volume and 2022 Supplement)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 That the Laws of Maryland read as follows:

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



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1	Article – State Finance and Procurement
2	SUBTITLE 9. BUY CLEAN MARYLAND ACT.
3	4-901.
4 5	(A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
6 7	(B) "ELIGIBLE MATERIAL" MEANS ANY CEMENT OR CONCRETE MIXTURE USED IN THE CONSTRUCTION OF A PUBLIC PROJECT.
8 9	(C) (1) "ELIGIBLE PROJECT" MEANS A PUBLIC PROJECT AS DEFINED IN § $3-602$ OF THIS ARTICLE.
10 11	(2) "ELIGIBLE PROJECT" DOES NOT INCLUDE ANY MAINTENANCE PROGRAM FOR THE UPKEEP OF A PUBLIC PROJECT.
12 13 14	(D) "GLOBAL WARMING POTENTIAL" MEANS THE DEGREE THAT A GIVEN MASS OF A CHEMICAL CONTRIBUTES TO GLOBAL WARMING OVER A GIVEN TIME PERIOD WHEN COMPARED TO THE SAME MASS OF CARBON DIOXIDE.
$\begin{array}{c} 15\\ 16 \end{array}$	(E) "GREENHOUSE GAS" HAS THE MEANING STATED IN § 2–1202 OF THE ENVIRONMENT ARTICLE.
17	4-902.
18 19	IN ADMINISTERING THIS SUBTITLE, THE DEPARTMENT SHALL STRIVE TO ACHIEVE A CONTINUOUS REDUCTION OF GREENHOUSE GAS EMISSIONS OVER TIME.
20	4-903.
21 22 23 24	(A) ON OR BEFORE JANUARY 1, 2025, THE DEPARTMENT SHALL ESTABLISH A MAXIMUM ACCEPTABLE GLOBAL WARMING POTENTIAL FOR EACH CATEGORY OF ELIGIBLE MATERIALS USED IN AN ELIGIBLE PROJECT IN ACCORDANCE WITH THIS SECTION.
25	(B) THE DEPARTMENT SHALL:
26 27 28	(1) BASE THE MAXIMUM ACCEPTABLE GLOBAL WARMING POTENTIAL ON THE INDUSTRY AVERAGE OF GLOBAL WARMING POTENTIAL EMISSIONS FOR THAT MATERIAL;

1 (2) DETERMINE THE INDUSTRY AVERAGE OF GLOBAL WARMING 2 POTENTIAL EMISSIONS, WHICH MAY INCLUDE TRANSPORTATION-RELATED 3 EMISSIONS, BY CONSULTING NATIONALLY OR INTERNATIONALLY RECOGNIZED 4 DATABASES OF ENVIRONMENTAL PRODUCT DECLARATIONS; AND

5 (3) EXPRESS THE MAXIMUM ACCEPTABLE GLOBAL WARMING 6 POTENTIAL AS A NUMBER THAT STATES THE MAXIMUM ACCEPTABLE GLOBAL 7 WARMING POTENTIAL FOR EACH CATEGORY OF ELIGIBLE MATERIALS, CONSISTENT 8 WITH CRITERIA IN AN ENVIRONMENTAL PRODUCT DECLARATION.

9 (C) THE DEPARTMENT MAY:

10(1) ESTABLISH ADDITIONAL SUBCATEGORIES WITHIN EACH11CATEGORY OF ELIGIBLE MATERIAL WITH DISTINCT MAXIMUM ACCEPTABLE GLOBAL12WARMING POTENTIAL LIMITS;

13(2) ESTABLISH A MAXIMUM ACCEPTABLE GLOBAL WARMING14POTENTIAL FOR EACH MATERIAL CATEGORY IN THE AGGREGATE; AND

15 (3) CONSULT WITH ANY OTHER RELEVANT UNIT OF STATE 16 GOVERNMENT WHEN ESTABLISHING A MAXIMUM ACCEPTABLE GLOBAL WARMING 17 POTENTIAL FOR EACH CATEGORY OF ELIGIBLE MATERIALS USED IN AN ELIGIBLE 18 PROJECT.

19 (D) (1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, BY JANUARY 20 1, 2028, AND EVERY 3 YEARS THEREAFTER, THE DEPARTMENT SHALL REVIEW THE 21 MAXIMUM ACCEPTABLE GLOBAL WARMING POTENTIAL FOR EACH CATEGORY OF 22 ELIGIBLE MATERIALS AND MAY ADJUST THE POTENTIAL FOR ANY CATEGORY TO 23 REFLECT INDUSTRY CONDITIONS.

24(2) THE DEPARTMENT MAY NOT ADJUST THE GLOBAL WARMING25POTENTIAL UPWARD FOR ANY CATEGORY OF ELIGIBLE MATERIAL.

26 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read 27 as follows:

28

Article - State Finance and Procurement

29 **4–904.**

30 (A) (1) FOR ANY SOLICITATION FOR A CONTRACT FOR AN ELIGIBLE 31 PROJECT, A UNIT OF STATE GOVERNMENT SHALL SPECIFY THE ELIGIBLE 32 MATERIALS THAT WILL BE USED IN THE PROJECT AND THE REASONABLE MINIMUM

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1 USAGE THRESHOLDS BELOW WHICH THE REQUIREMENTS OF THIS SECTION DO NOT 2 APPLY.

3 (2) A UNIT OF STATE GOVERNMENT MAY INCLUDE IN A SOLICITATION 4 FOR AN ELIGIBLE PROJECT A GLOBAL WARMING POTENTIAL FOR ANY ELIGIBLE 5 MATERIAL THAT IS LOWER THAN THE MAXIMUM ACCEPTABLE GLOBAL WARMING 6 POTENTIAL FOR THAT MATERIAL AS DETERMINED UNDER § 4–903 OF THIS 7 SUBTITLE.

8 (B) THE DEPARTMENT SHALL REQUIRE A SUCCESSFUL BIDDER OR 9 OFFEROR OF AN ELIGIBLE PROJECT TO SUBMIT, FOR EACH ELIGIBLE MATERIAL 10 PROPOSED TO BE USED IN THE ELIGIBLE PROJECT:

(1) A CURRENT ENVIRONMENTAL PRODUCT DECLARATION, TYPE III,
 AS DEFINED BY THE INTERNATIONAL ORGANIZATION FOR STANDARDIZATION
 STANDARD 14025; OR

14(2) A SIMILARLY ROBUST LIFE CYCLE ASSESSMENT METHOD THAT15INCLUDES UNIFORM STANDARDS IN DATA COLLECTION.

16 (C) A CONTRACTOR MAY NOT INSTALL ANY ELIGIBLE MATERIALS ON THE 17 ELIGIBLE PROJECT UNTIL THE CONTRACTOR SUBMITS A FACILITY-SPECIFIC 18 ENVIRONMENTAL PRODUCT DECLARATION FOR THAT ELIGIBLE MATERIAL AS 19 REQUIRED UNDER SUBSECTION (B) OF THIS SECTION.

20 (D) IF AN ENVIRONMENTAL PRODUCT DECLARATION IS NOT AVAILABLE FOR 21 AN ELIGIBLE MATERIAL, THE CONTRACTOR SHALL NOTIFY THE UNIT AND USE AN 22 ALTERNATIVE ELIGIBLE MATERIAL WITH AN ENVIRONMENTAL PRODUCT 23 DECLARATION.

24(E)THE DEPARTMENT MAY WAIVE THE REQUIREMENTS OF THIS SECTION25IF IT DETERMINES THAT REQUIRING THE RELEVANT ELIGIBLE MATERIALS WOULD:

- 26
- (1) BE TECHNICALLY INFEASIBLE;
- 27 (2) RESULT IN A SIGNIFICANT INCREASE IN PROJECT COST;

28 (3) RESULT IN A SIGNIFICANT DELAY IN PROJECT COMPLETION; OR

29(4)RESULT IN ONLY ONE SOURCE OR MANUFACTURER BEING ABLE30TO PROVIDE THE NECESSARY MATERIALS.

31 **4–905.**

1 (A) ON OR BEFORE DECEMBER 1, 2025, AND EACH YEAR THEREAFTER, THE 2 DEPARTMENT SHALL SUBMIT AN ANNUAL REPORT, IN ACCORDANCE WITH § 2–1257 3 OF THE STATE GOVERNMENT ARTICLE, TO THE GENERAL ASSEMBLY THAT 4 INCLUDES:

5 (1) WHAT THE DEPARTMENT HAS LEARNED ABOUT HOW TO IDENTIFY 6 AND QUANTIFY EMBODIED CARBON IN BUILDING MATERIALS, INCLUDING LIFE 7 CYCLE COSTS; AND

8 (2) ANY OBSTACLES THE DEPARTMENT, BIDDERS, OR OFFERORS 9 HAVE ENCOUNTERED IN IDENTIFYING AND QUANTIFYING EMBODIED CARBON IN 10 BUILDING MATERIALS.

11 (B) THE REPORT SUBMITTED ON OR BEFORE DECEMBER 1, 2025, SHALL 12 INCLUDE A DESCRIPTION OF THE METHOD THAT THE DEPARTMENT USED TO 13 DEVELOP THE MAXIMUM ACCEPTABLE GLOBAL WARMING POTENTIAL FOR EACH 14 CATEGORY OF ELIGIBLE MATERIALS.

SECTION 3. AND BE IT FURTHER ENACTED, That Section 2 of this Act shall take
 effect July 1, 2025.

SECTION 4. AND BE IT FURTHER ENACTED, That, except as provided in Section
 3 of this Act, this Act shall take effect July 1, 2023.