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HB 840/23 – ENT & ECM

(PRE-FILED)

4lr0810 CF SB 96

### By: Delegate Boyce

Requested: October 3, 2023 Introduced and read first time: January 10, 2024 Assigned to: Environment and Transportation and Economic Matters

## A BILL ENTITLED

## 1 AN ACT concerning

## 2 Environment – Impact of Environmental Permits and State Agency Actions

FOR the purpose of requiring the Department of the Environment to conduct a certain evaluation regarding the impact of issuing an approval for certain environmental permits; requiring the Department to provide opportunities for certain communication with certain residents in a certain manner; requiring the Department to deposit certain money in certain funds under certain circumstances; altering certain reporting requirements for certain State agencies; and generally relating to the impact of actions on climate and environmental justice and equity.

- 10 BY repealing and reenacting, without amendments,
- 11 Article Environment
- 12 Section 1–601(a), 1–701(a)(1), (5), (7), and (8), 1–702(b), 2–107(a), and 7–218
- 13 Annotated Code of Maryland
- 14 (2013 Replacement Volume and 2023 Supplement)
- 15 BY repealing and reenacting, with amendments,
- 16 Article Environment
- 17 Section 1–702(a), 2–107(b), 2–1305, and 7–219
- 18 Annotated Code of Maryland
- 19 (2013 Replacement Volume and 2023 Supplement)
- 20 BY adding to
- 21 Article Environment
- 22Section 1–7A–01 through 1–7A–05 to be under the new subtitle "Subtitle 7A. Impact23of Environmental Permits on Climate and Environmental Equity"
- 24 Annotated Code of Maryland
- 25 (2013 Replacement Volume and 2023 Supplement)
- 26 BY repealing and reenacting, without amendments,

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



$1 \\ 2 \\ 3 \\ 4$	Article – Environment Section 9–320(a) Annotated Code of Maryland (2014 Replacement Volume and 2023 Supplement)
5 6 7 8 9	BY repealing and reenacting, with amendments, Article – Environment Section 9–320(b) Annotated Code of Maryland (2014 Replacement Volume and 2023 Supplement)
$\begin{array}{c} 10\\ 11 \end{array}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
12	Article – Environment
13	1-601.
$\begin{array}{c} 14 \\ 15 \end{array}$	(a) Permits issued by the Department under the following sections shall be issued in accordance with this subtitle:
16	(1) Air quality control permits to construct subject to  2–404 of this article;
$\begin{array}{c} 17\\18\end{array}$	(2) Permits to install, materially alter, or materially extend landfill systems, incinerators for public use, or rubble landfills subject to § 9–209 of this article;
$\begin{array}{c} 19\\ 20 \end{array}$	(3) Permits to discharge pollutants to waters of the State issued pursuant to § 9–323 of this article;
$21 \\ 22 \\ 23$	(4) Permits to install, materially alter, or materially extend a structure used for storage or distribution of any type of sewage sludge issued, renewed, or amended pursuant to  9–234.1 or § 9–238 of this article;
$\begin{array}{c} 24 \\ 25 \end{array}$	(5) Permits to own, operate, establish, or maintain a controlled hazardous substance facility issued pursuant to § 7–232 of this article;
$\begin{array}{c} 26 \\ 27 \end{array}$	(6) Permits to own, operate, or maintain a hazardous material facility issued pursuant to § 7–103 of this article;
$\begin{array}{c} 28\\ 29 \end{array}$	(7) Permits to own, operate, establish, or maintain a low-level nuclear waste facility issued pursuant to § 7–233 of this article; and
$\begin{array}{c} 30\\ 31 \end{array}$	(8) Potable reuse permits issued in accordance with § $9-303.2$ of this article.
32	1–701.

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4 status. "Overburdened community" means any census tract for which three or  $\mathbf{5}$ (7)more of the following environmental health indicators are above the 75th percentile 6 7 statewide: 8 (i) Particulate matter (PM) 2.5: 9 Ozone; (ii) (iii) National Air Toxics Assessment (NATA) diesel PM; (iv) NATA cancer risk; NATA respiratory hazard index; (v) (vi) Traffic proximity; (vii) Lead paint indicator; National Priorities List Superfund site proximity; (viii) Risk Management Plan facility proximity; (ix) 17Hazardous waste proximity; (x) 18 (xi) Wastewater discharge indicator; 19 (xii) Proximity to a Concentrated Animal Feeding Operation (CAFO); (xiii) Percent of the population lacking broadband coverage; 21(xiv) Asthma emergency room discharges; 22Myocardial infarction discharges; (xv)(xvi) Low-birth-weight infants; (xvii) Proximity to emitting power plants; (xviii) Proximity to a Toxic Release Inventory (TRI) facility;

## **HOUSE BILL 24**

1 (a) (1)In this section the following words have the meanings indicated.

 $\mathbf{2}$ "Environmental justice" means equal protection from environmental (5)3 and public health hazards for all people regardless of race, income, culture, and social

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- 26(xix) Proximity to a brownfields site;

	4 HOUSE BILL 24
1	(xx) Proximity to mining operations; and
2	(xxi) Proximity to a hazardous waste landfill.
$\frac{3}{4}$	(8) "Underserved community" means any census tract in which, according to the most recent U.S. Census Bureau Survey:
5	(i) At least 25% of the residents qualify as low–income;
6	(ii) At least 50% of the residents identify as nonwhite; or
7	(iii) At least 15% of the residents have limited English proficiency.
8	1-702.
$9\\10$	(a) On or before December 31, <b>[</b> 2023 <b>] 2024</b> , the Department, in consultation with the Commission on Environmental Justice and Sustainable Communities, shall:
$\begin{array}{c} 11 \\ 12 \end{array}$	(1) Subject to subsection (b) of this section, adopt a methodology for identifying communities disproportionately affected by climate impacts;
$\begin{array}{c} 13\\14\\15\end{array}$	(2) Develop specific strategies to address geographical impact concerns, reduce emissions of greenhouse gases and co-pollutants, and build climate equity and resilience within communities disproportionately affected by climate impacts;
$16 \\ 17 \\ 18$	(3) Set appropriate goals for the percentage of State funding for greenhouse gas emission reduction measures that should be used for the benefit of disproportionately affected communities; and
19 20 21	(4) Report to the Maryland Commission on Climate Change and, in accordance with § $2-1257$ of the State Government Article, the General Assembly on the policies and programs developed under this subsection.
$\begin{array}{c} 22 \\ 23 \end{array}$	(b) In evaluating methodologies under subsection (a)(1) of this section, the Department shall, at a minimum, include:
24	(1) Underserved communities;
25	(2) Overburdened communities; and
26 27 28	(3) Areas that are vulnerable to climate impacts, such as flooding, storm surges, and urban heat island effects, due to low levels of tree coverage, high levels of impervious surfaces, or other factors.
29 30	SUBTITLE 7A. IMPACT OF ENVIRONMENTAL PERMITS ON CLIMATE AND ENVIRONMENTAL EQUITY.

1 **1–7A–01.** 

2 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 3 INDICATED.

4 (B) "APPLICANT" MEANS A PERSON APPLYING FOR A PERMIT LISTED 5 UNDER § 1–601(A) OF THIS TITLE.

6 (C) "ENVIRONMENTAL JUSTICE" HAS THE MEANING STATED IN § 1–701 OF 7 THIS TITLE.

8 (D) "OVERBURDENED COMMUNITY" HAS THE MEANING STATED IN § 1–701 9 OF THIS TITLE.

10 (E) "PERMIT" MEANS A PERMIT LISTED UNDER § 1–601(A) OF THIS TITLE.

11 (F) "UNDERSERVED COMMUNITY" HAS THE MEANING STATED IN § 1–701 OF 12 THIS TITLE.

13 **1–7A–02.** 

14 (A) (1) IF, AFTER REVIEWING AN EJ SCORE IN ACCORDANCE WITH § 15 1–601.1(B) OF THIS TITLE, THE DEPARTMENT DETERMINES THAT ISSUING AN 16 APPROVAL FOR A NEW PERMIT MAY IMPACT AN UNDERSERVED COMMUNITY OR 17 AN OVERBURDENED COMMUNITY, THE DEPARTMENT SHALL CONDUCT A CLIMATE 18 AND ENVIRONMENTAL EQUITY EVALUATION OF THE PERMIT.

19(2) THE CLIMATE AND ENVIRONMENTAL EQUITY EVALUATION20REQUIRED UNDER THIS SECTION SHALL INCLUDE AN ANALYSIS OF:

(I) EXISTING ENVIRONMENTAL AND CLIMATE DATA REGARDING
 THE AFFECTED COMMUNITY, INCLUDING MONITORING, MODELING, OR ANY OTHER
 DATA DEEMED APPROPRIATE;

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(II) THE APPLICANT FACILITY'S COMPLIANCE RECORD; AND

(III) POTENTIAL METHODS TO MINIMIZE OR MITIGATE POTENTIAL
 ADVERSE EFFECTS IN THE AFFECTED COMMUNITY.

(B) IN ADDITION TO THE EVALUATION REQUIRED UNDER SUBSECTION (A) OF
 THIS SECTION, THE DEPARTMENT, IN COORDINATION WITH THE MARYLAND
 DEPARTMENT OF HEALTH, MAY CONDUCT A HEALTH IMPACT ASSESSMENT OF THE

1 **PERMIT.** 

2 (C) (1) IN CONDUCTING A CLIMATE AND EQUITY EVALUATION OR A HEALTH 3 IMPACT ASSESSMENT IN ACCORDANCE WITH THIS SECTION, THE DEPARTMENT MAY 4 CONSIDER CUMULATIVE IMPACTS, AS DEFINED IN THE U.S. ENVIRONMENTAL 5 PROTECTION AGENCY'S REPORT ON CUMULATIVE IMPACTS RESEARCH: 6 RECOMMENDATIONS FOR EPA'S OFFICE OF RESEARCH AND DEVELOPMENT.

7 (2) THE DEPARTMENT SHALL COMPLETE A CLIMATE AND EQUITY 8 EVALUATION AND, IF APPLICABLE, A HEALTH IMPACT ASSESSMENT WITHIN **60** DAYS 9 AFTER MAKING A DETERMINATION UNDER SUBSECTION (A) OF THIS SECTION THAT 10 ISSUING AN APPROVAL FOR A NEW PERMIT MAY IMPACT AN UNDERSERVED 11 COMMUNITY OR AN OVERBURDENED COMMUNITY.

12 **1–7A–03.** 

13(A)THE DEPARTMENT SHALL REGULARLY PROVIDE OPPORTUNITIES FOR14RESIDENTS OF THE STATE TO OPT IN TO TEXT, PHONE, E-MAIL, OR REGULAR MAIL15NOTIFICATIONS REGARDING ANY FACILITY WITH A PENDING OR FINAL PERMIT16APPROVAL IN OR ADJACENT TO THE RESIDENT'S CENSUS TRACT.

17 (B) (1) IF AN APPLICANT IS APPLYING FOR MORE THAN ONE PERMIT FOR 18 THE SAME FACILITY, THE DEPARTMENT SHALL COMPLY WITH THE REQUIREMENTS 19 UNDER § 1–7A–02 OF THIS SUBTITLE ONLY ONCE UNLESS THE DEPARTMENT 20 DETERMINES THAT MORE THAN ONE EVALUATION IS NECESSARY DUE TO THE 21 COMPLEXITY OF THE APPLICATIONS.

(2) PARAGRAPH (1) OF THIS SUBSECTION MAY NOT BE CONSTRUED
 TO LIMIT THE AUTHORITY OF THE DEPARTMENT TO HOLD OR REQUIRE ADDITIONAL
 PUBLIC HEARINGS FOR A PERMIT.

(C) THE DEPARTMENT MAY DENY OR ALTER A DECISION OR AMEND THE
 CONDITIONS UNDER A PENDING PERMIT BASED ON THE DEPARTMENT'S FINDINGS
 UNDER THIS SUBTITLE.

28 **1–7A–04.** 

(A) SUBJECT TO SUBSECTION (B) OF THIS SECTION, IN ADDITION TO ANY
OTHER FEE AUTHORIZED BY LAW OR REGULATION, THE DEPARTMENT MAY CHARGE
A REASONABLE FEE TO COVER THE DEPARTMENT'S COSTS ASSOCIATED WITH THE
IMPLEMENTATION OF THIS SUBTITLE, INCLUDING COSTS TO PROVIDE TECHNICAL
ASSISTANCE TO PERMIT APPLICANTS AND RESIDENTS OF RELEVANT CENSUS
TRACTS AS NEEDED TO COMPLY WITH THIS SUBTITLE.

1 (B) THE DEPARTMENT SHALL DEPOSIT ANY MONEY FROM FEES THAT 2 REMAINS AFTER COVERING COSTS IN ACCORDANCE WITH SUBSECTION (A) OF THIS 3 SECTION INTO:

- 4 (1) THE MARYLAND CLEAN WATER FUND;
- 5 (2) THE MARYLAND CLEAN AIR FUND; OR
- 6 (3) THE STATE HAZARDOUS SUBSTANCE CONTROL FUND.
- 7 1-7A-05.

8 THE DEPARTMENT SHALL ADOPT REGULATIONS TO CARRY OUT THIS 9 SUBTITLE.

- 10 2–107.
- 11 (a) There is a Maryland Clean Air Fund.

12 (b) (1) Except as provided in § 2–1002(g) of this title, all application fees, 13 permit fees, renewal fees, and funds collected by the Department under this title, Title 6, 14 Subtitle 4 of this article, or received from the Maryland Strategic Energy Investment Fund 15 under § 9–20B–05(g)(3)(iii) of the State Government Article, including any civil or 16 administrative penalty or any fine imposed by a court under these provisions, shall be paid 17 into the Maryland Clean Air Fund.

## 18 (2) THE MARYLAND CLEAN AIR FUND MAY RECEIVE MONEY IN 19 ACCORDANCE WITH § 1–7A–04(B) OF THIS ARTICLE.

20 2–1305.

(a) (1) Each State agency shall review its planning, regulatory, and fiscal
 programs to identify and recommend actions to more fully integrate the consideration of
 Maryland's greenhouse gas reduction goal and the impacts of climate change.

- 24 (2) The review shall include the consideration of:
- 25 (i) Sea level rise;
- 26 (ii) Storm surges and flooding;
- 27 (iii) Increased precipitation and temperature; [and]
- 28 (iv) Extreme weather events; AND

1 (V) WHETHER AGENCY DECISIONS CONTRIBUTE TO LOCAL 2 DETERIORATION OF PUBLIC HEALTH OR INCREASES IN POLLUTION ASSOCIATED 3 WITH HEALTH AND ENVIRONMENTAL BURDENS FOR UNDERSERVED AND 4 OVERBURDENED COMMUNITIES.

5 (b) Each State agency shall identify and recommend specific policy, planning, 6 regulatory, and fiscal changes to existing programs that do not currently support the State's 7 greenhouse gas reduction efforts or address climate change.

8 (c) (1) [The] ON OR BEFORE DECEMBER 1 EACH YEAR, THE following State 9 agencies shall report [annually] on the status of programs that support the State's 10 greenhouse gas reduction efforts or address climate change TO THE GENERAL 11 ASSEMBLY, in accordance with § 2–1257 of the State Government Article, AND to the 12 Commission and the Governor:

The Department; 13 (i) 14(ii) The Department of Agriculture; The Department of General Services; 15(iii) 16 (iv) The Department of Housing and Community Development; 17(v) The Department of Natural Resources; 18 (vi) The Department of Planning; The Department of Transportation: 19 (vii) 20(viii) The Maryland Energy Administration; 21The Maryland Insurance Administration; (ix) 22The Public Service Commission; and (x) 23The University of Maryland Center for Environmental Science. (xi)

(2) The report required [in] UNDER paragraph (1) of this subsection shall
 include THE FOLLOWING INFORMATION RELATING TO THE WORK OF EACH STATE
 AGENCY FOR THE IMMEDIATELY PRECEDING 12–MONTH PERIOD:

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- (i) Program descriptions and objectives;
- (ii) Implementation milestones, whether or not they have been met;

1	(iii) Enhancement opportunities;
2	(iv) Funding;
3	(v) Challenges;
4 5	(vi) Estimated greenhouse gas emissions reductions, by program, for the prior calendar year; [and]
$6 \\ 7$	(vii) AGENCY CONTRIBUTIONS OR IMPEDIMENTS TO ENVIRONMENTAL JUSTICE; AND
8	(VIII) Any other information that the agency considers relevant.
9 10 11	(3) EACH STATE AGENCY SHALL MAKE THE REPORT REQUIRED UNDER PARAGRAPH (1) OF THIS SUBSECTION PUBLICLY AVAILABLE ON ITS WEBSITE.
12 13	(d) Each State agency, when conducting long-term planning, developing policy, and drafting regulations, shall take into consideration:
$\begin{array}{c} 14 \\ 15 \end{array}$	(1) The likely climate impact of the agency's decisions relative to Maryland's greenhouse gas emissions reduction goals; and
16 17 18	(2) The likely impact of the agency's decisions on disproportionately affected communities identified according to the methodology adopted by the Department under § $1-702$ of this article.
19	7–218.
20	There is a State Hazardous Substance Control Fund.
21	7–219.
$22 \\ 23 \\ 24 \\ 25$	(A) All application and permit fees, renewal fees, transporting vehicle certification fees, and all other funds collected by the Department under this subtitle, including any civil or administrative penalty or any fine imposed by a court under the provisions of this subtitle, shall be paid into the State Hazardous Substance Control Fund.
$\frac{26}{27}$	(B) THE STATE HAZARDOUS SUBSTANCE CONTROL FUND MAY RECEIVE MONEY IN ACCORDANCE WITH § 1–7A–04(B) OF THIS ARTICLE.
28	9–320.
29	(a) There is a Maryland Clean Water Fund.

1 (b) (1) The following payments shall be made into the Maryland Clean Water 2 Fund:

3 [(1)] (I) All application fees, permit fees, renewal fees, and funds 4 collected by the Department under this subtitle, including any civil or administrative 5 penalty or any fine imposed by a court under the provisions of this subtitle;

- 6 [(2)] (II) Any civil penalty or any fine imposed by a court under the 7 provisions of Title 5, Subtitle 5 of this article relating to water appropriation and use;
- 8 [(3)] (III) Any civil or administrative penalty or any fine imposed by a court 9 under the provisions of Title 4, Subtitle 1 of this article;
- 10 [(4)] (IV) Any fees or funds that the Department collects under Subtitle 2, 11 Part III of this title and §§ 9–269 and 9–270 of this title and any civil or administrative 12 penalty or fine imposed by a court under the provisions of Subtitle 2 of this title; and
- 13 [(5)] (V) Any fees or funds that the Department collects under Subtitle 24 14 of this title and any civil or administrative penalty or fine imposed by a court under the 15 provisions of Subtitle 24 of this title.

# 16 (2) THE MARYLAND CLEAN WATER FUND MAY RECEIVE MONEY IN 17 ACCORDANCE WITH § 1–7A–04(B) OF THIS ARTICLE.

18 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 19 October 1, 2024.