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(PRE-FILED)

 $\begin{array}{c} 4 lr 4522 \\ CF HB 241 \end{array}$

By: Chair, Education, Energy, and the Environment Committee (By Request – Departmental – Housing and Community Development)

Requested: September 18, 2023

Introduced and read first time: January 10, 2024 Assigned to: Education, Energy, and the Environment

A BILL ENTITLED

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| 1 | AN | ACT | concerning |

2 Housing and Community Development – Just Community Designation

- 3 FOR the purpose of authorizing the Governor, on the recommendation of the Secretary of
- 4 Housing and Community Development, to designate certain areas as Just
- 5 Communities based on certain criteria; providing for the prioritization of State
- 6 funding for Just Communities; and generally relating to Just Communities.
- 7 BY adding to
- 8 Article Housing and Community Development
- 9 Section 6–1201 through 6–1203 to be under the new subtitle "Subtitle 12. Just
- 10 Community Designation"
- 11 Annotated Code of Maryland
- 12 (2019 Replacement Volume and 2023 Supplement)
- 13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND.
- 14 That the Laws of Maryland read as follows:
- 15 Article Housing and Community Development
- 16 SUBTITLE 12. JUST COMMUNITY DESIGNATION.
- 17 **6–1201.**
- 18 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS
- 19 INDICATED.

- 1 (B) "JUST COMMUNITY" MEANS THE PART OF A PRIORITY FUNDING AREA 2 THAT, AS DETERMINED BY THE GOVERNOR, SATISFIES THE REQUIREMENTS OF §
- 3 6-1203 OF THIS SUBTITLE.
- 4 (C) "PRIORITY FUNDING AREA" MEANS AN AREA DESIGNATED AS A
- 5 PRIORITY FUNDING AREA UNDER § 5-7B-02 OF THE STATE FINANCE AND
- 6 PROCUREMENT ARTICLE.
- 7 **6–1202.**
- 8 (A) THE GENERAL ASSEMBLY FINDS THAT THE STATE MUST HAVE JUST
- 9 COMMUNITIES IN ORDER TO:
- 10 (1) AFFIRMATIVELY ADVANCE EQUITY, CIVIL RIGHTS, RACIAL
- 11 JUSTICE, AND EQUAL OPPORTUNITY IN THE STATE;
- 12 (2) CREATE OPPORTUNITIES FOR THE IMPROVEMENT OF
- 13 COMMUNITIES THAT HAVE BEEN HISTORICALLY UNDERSERVED, WITH ANTICIPATED
- 14 BENEFITS FOR THE ENTIRE STATE; AND
- 15 (3) RIGHT THE WRONGS OF THE PAST, WHEN THE STATE
- 16 SYSTEMATICALLY EXCLUDED CERTAIN GROUPS FROM EQUAL PARTICIPATION IN
- 17 THE BENEFITS OF PUBLIC RESOURCES.
- 18 (B) IT IS THE INTENT OF THE GENERAL ASSEMBLY THAT THE JUST
- 19 COMMUNITY DESIGNATION BE USED TO PRIORITIZE STATE FUNDING TO INCREASE
- 20 RACIAL, ECONOMIC, AND HEALTH EQUITY IN THE STATE.
- 21 **6–1203.**
- 22 (A) THE GOVERNOR, ON THE RECOMMENDATION OF THE SECRETARY, MAY
- 23 DESIGNATE AN AREA AS A JUST COMMUNITY IF THE SECRETARY DEMONSTRATES
- 24 **THAT:**
- 25 (1) PAST AND CURRENT TRENDS IN HOMEOWNERSHIP, PROPERTY
- 26 VALUES, COMMERCIAL AND RESIDENTIAL VACANCY, AND BUSINESS OR HOUSING
- 27 INVESTMENT SHOW A NEED FOR REINVESTMENT IN THE AREA; AND
- 28 (2) THE AREA HAS BEEN NEGATIVELY IMPACTED BY A HISTORY OF:
- 29 (I) FORMS OF LEGAL RACIAL SEGREGATION INCLUDING
- 30 REDLINING, EXCLUSIONARY ZONING, OR RACIALLY RESTRICTIVE COVENANTS;

- 1 (II) THE DEMOLITION OF RESIDENTIAL NEIGHBORHOODS 2 THROUGH THE USE OF EMINENT DOMAIN OR STATE OR FEDERAL FUNDING;
- 3 (III) A STATE IMPRISONMENT RATE HIGHER THAN 750 PER 4 100,000 PERSONS; OR
- 5 (IV) UNEQUAL EXPOSURE TO ENVIRONMENTAL AND HEALTH 6 HAZARDS, INCLUDING:
- 7 1. PROXIMITY TO A FEDERAL SUPERFUND SITE;
- 8 2. ESTIMATED EXPOSURE TO LEAD-BASED PAINT; AND
- 9 3. RATES OF ASTHMA AMONG ADULTS THAT ARE HIGHER 10 THAN THE 90TH PERCENTILE FOR THE STATE.
- 11 (B) TO MAINTAIN A JUST COMMUNITY DESIGNATION, EVERY 5 YEARS THE 12 SECRETARY SHALL MAKE DESIGNATION RECOMMENDATIONS FOR APPROVAL BY 13 THE GOVERNOR IN ACCORDANCE WITH SUBSECTION (A) OF THIS SECTION.
- 14 (C) AT THE TIME JUST COMMUNITIES ARE DESIGNATED OR RENEWED, THE 15 GOVERNOR SHALL IDENTIFY STATE PROGRAMS UNDER WHICH A JUST COMMUNITY 16 SHALL RECEIVE PRIORITY FOR STATE FUNDING.
- 17 (D) THE PRIORITIZATION OF STATE FUNDING FOR JUST COMMUNITIES
 18 UNDER SUBSECTION (C) OF THIS SECTION SHALL NOT SUPERSEDE OTHER PROGRAM
 19 REQUIREMENTS SPECIFIED IN STATE LAW.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2024.