M3, M4

(PRE-FILED)

5lr1619 CF SB 134

By: **Delegate Boyce** Requested: November 1, 2024 Introduced and read first time: January 8, 2025 Assigned to: Environment and Transportation

A BILL ENTITLED

1 AN ACT concerning

Solid Waste Disposal Surcharge and Wasted Food Reduction and Diversion Fund and Grant Programs – Established

4 FOR the purpose of establishing the On–Farm Organics Diversion and Recycling Grant $\mathbf{5}$ Program in the Department of Agriculture to award grants to eligible entities to 6 develop and implement on-farm organics recycling and compost use, wasted food 7 prevention, and food rescue; establishing a solid waste disposal surcharge on the 8 final disposal of solid waste in the State; requiring, beginning on a certain date and 9 each quarter thereafter, the owner or operator of a refuse disposal system to submit 10 a certain solid waste disposal surcharge to the Comptroller in a certain manner; 11 requiring the Comptroller to deposit certain surcharges into a certain fund; 12establishing the Wasted Food Reduction and Diversion Fund as a special, nonlapsing 13 fund and requiring interest earnings of the Fund to be credited to the Fund; 14 establishing the Wasted Food Reduction and Diversion Grant Program and the 15County Wasted Food Reduction Block Grant Program in the Department of the 16Environment to award grants and fund certain projects for infrastructure, programs, 17and education that reduce, rescue, and divert wasted food in the State and certain 18 counties; and generally relating to wasted food reduction and diversion in the State.

- 19 BY adding to
- 20 Article Agriculture
- 21 Section 2–109
- 22 Annotated Code of Maryland
- 23 (2016 Replacement Volume and 2024 Supplement)
- 24 BY repealing and reenacting, without amendments,
- 25 Article Agriculture
- 26 Section 2–401(a)(1) and (3) and 2–2001(a), (f), and (g)
- 27 Annotated Code of Maryland
- 28 (2016 Replacement Volume and 2024 Supplement)

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



- 1 BY repealing and reenacting, without amendments,
- 2 Article Environment
- 3 Section 1–701(a)(1), (7), and (8)
- 4 Annotated Code of Maryland
- 5 (2013 Replacement Volume and 2024 Supplement)
- 6 BY repealing and reenacting, without amendments,
- 7 Article Environment
- 8 Section 9–201(a) and (e)
- 9 Annotated Code of Maryland
- 10 (2014 Replacement Volume and 2024 Supplement)
- 11 BY adding to
- 12 Article Environment
- 13 Section 9–1725.1, 9–1725.2, 9–1725.3, and 9–1725.4
- 14 Annotated Code of Maryland
- 15 (2014 Replacement Volume and 2024 Supplement)
- 16 BY repealing and reenacting, without amendments,
- 17 Article State Finance and Procurement
- 18 Section 6–226(a)(2)(i)
- 19 Annotated Code of Maryland
- 20 (2021 Replacement Volume and 2024 Supplement)
- 21 BY repealing and reenacting, with amendments,
- 22 Article State Finance and Procurement
- 23 Section 6–226(a)(2)(ii)204. and 205.
- 24 Annotated Code of Maryland
- 25 (2021 Replacement Volume and 2024 Supplement)
- 26 BY adding to
- 27 Article State Finance and Procurement
- 28 Section 6–226(a)(2)(ii)206.
- 29 Annotated Code of Maryland
- 30 (2021 Replacement Volume and 2024 Supplement)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 That the Laws of Maryland read as follows:
- 33

Article – Agriculture

34 **2–109.**

35(A)(1)IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS36INDICATED.

 $\mathbf{2}$

1 (2) "GRANT PROGRAM" MEANS THE ON-FARM ORGANICS 2 DIVERSION AND RECYCLING GRANT PROGRAM.

3 (3) "URBAN AGRICULTURAL PRODUCER" HAS THE MEANING STATED 4 IN § 2–2001 OF THIS TITLE.

5 (4) "URBAN FARMER" HAS THE MEANING STATED IN § 2–401 OF THIS 6 TITLE.

7 (B) THERE IS AN ON-FARM ORGANICS DIVERSION AND RECYCLING GRANT 8 PROGRAM IN THE DEPARTMENT.

9 (C) THE PURPOSE OF THE GRANT PROGRAM IS TO AWARD GRANTS 10 ANNUALLY FOR DEVELOPING AND IMPLEMENTING ON-FARM ORGANICS RECYCLING 11 AND COMPOST USE, WASTED FOOD PREVENTION, AND FOOD RESCUE.

12 (D) THE DEPARTMENT, IN CONSULTATION WITH THE DEPARTMENT OF THE 13 ENVIRONMENT, SHALL ADMINISTER THE GRANT PROGRAM.

14 (E) THE FOLLOWING PERSONS ARE ELIGIBLE FOR A GRANT UNDER THE 15 GRANT PROGRAM:

16 (1) A FARMER, AN URBAN FARMER, OR AN URBAN AGRICULTURAL 17 PRODUCER;

18 (2) A SOIL CONSERVATION DISTRICT;

19(3) AN INSTITUTION OF HIGHER EDUCATION AS DEFINED IN § 10–10120OF THE EDUCATION ARTICLE;

- 21 (4) A NONPROFIT ORGANIZATION;
- 22 (5) A BUSINESS IN THE STATE THAT IS IN:

23 (I) GOOD STANDING WITH THE STATE DEPARTMENT OF 24 ASSESSMENTS AND TAXATION; AND

- (II) PARTNERSHIP WITH A FARMER, AN URBAN FARMER, OR AN
 URBAN AGRICULTURAL PRODUCER; AND
- 27 (6) A CONSORTIUM OF ANY ENTITIES UNDER THIS SUBSECTION.

1 (F) A PROJECT IS ELIGIBLE FOR A GRANT UNDER THE GRANT PROGRAM IF 2 THE PROJECT DEVELOPS, MAINTAINS, OR EXPANDS INFRASTRUCTURE, COLLECTION 3 PROGRAMS, EDUCATION, OR TECHNICAL ASSISTANCE IN THE STATE THAT:

4

(1) **REDUCES THE AMOUNT OF WASTED FOOD GENERATED;**

 $\mathbf{5}$

(2) **RESCUES EDIBLE FOOD FOR PURPOSES OF REDISTRIBUTION;**

6 (3) RECOVERS WASTED FOOD AS ANIMAL FEED IF THE FEED IS 7 REGISTERED AND TREATED IN ACCORDANCE WITH REGULATIONS IMPLEMENTED BY 8 THE DEPARTMENT;

9 (4) COMPOSTS OR RECYCLES FOOD RESIDUALS THAT ARE 10 SEPARATED FROM PACKAGING PRIOR TO COLLECTION, INCLUDING AT-HOME, 11 COMMUNITY, AND ON-FARM COMPOSTING;

12 (5) PROVIDES LABOR AND WAGES IN SUPPORT OF WASTED FOOD 13 PREVENTION, FOOD RESCUE, AND ON-FARM ORGANICS RECYCLING AND COMPOST 14 USE;

15(6) PROVIDES BEST MANAGEMENT PRACTICE TRAINING IN16RELEVANT FIELDS BY A REPUTABLE TRAINING PROGRAM;

17(7)STUDIES THE IMPACTS OF COMPOST APPLICATION ON ON-FARM18NUTRIENT AND WATER QUALITY MANAGEMENT; OR

19(8) ASSISTS IN THE PAYMENT OF APPLICABLE PERMIT APPLICATION20COSTS.

21 (G) IN AWARDING GRANTS UNDER THE GRANT PROGRAM, THE 22 DEPARTMENT, IN CONSULTATION WITH THE DEPARTMENT OF THE ENVIRONMENT, 23 SHALL PRIORITIZE PROJECTS:

24 (1) FOR WHICH THE APPLICANT CLEARLY DESCRIBES HOW THE 25 PROJECT WILL:

26 (I) PROVIDE DIRECT, MEANINGFUL, AND ASSURED BENEFITS 27 TO THE COMMUNITY; AND

- 28
- (II) ADDRESS IMPORTANT COMMUNITY NEEDS;

29 (2) THAT PREVENT, RESCUE, AND DIVERT WASTED FOOD WITHIN A 30 LOCAL COMMUNITY;

THAT PLAN TO PRODUCE COMPOST THAT 1 THE (3) MEETS $\mathbf{2}$ CLASSIFICATION OF "GENERAL USE" UNDER COMAR 15.18.04.05; 3 (4) THAT PLAN TO PRODUCE MINIMALLY CONTAMINATED COMPOST 4 **THROUGH:** $\mathbf{5}$ **(I) PROCESSING ORGANIC MATERIALS THAT ARE SEPARATED** 6 FROM PACKAGING PRIOR TO COLLECTION; 7 **(II)** NOT USING DEPACKAGERS; AND 8 (III) MEETING THE U.S. COMPOSTING COUNCIL'S SEAL OF 9 **TESTING ASSURANCE;** 10 (5) THAT SERVE AN OVERBURDENED OR UNDERSERVED COMMUNITY AS DEFINED IN § 1–701 OF THE ENVIRONMENT ARTICLE; 11 12(6) THAT MINIMIZE NEGATIVE IMPACTS TO THE LOCAL COMMUNITY; 13AND 14(7) THAT MAXIMIZE BENEFITS TO THE LOCAL COMMUNITY, 15**INCLUDING:** 16**(I)** THE CREATION OF JOBS; 17**(II) INCREASING JOB TRAINING; AND** 18(III) INCREASING HIRING AND LEADERSHIP DEVELOPMENT PRACTICES THAT ARE INCLUSIVE AND PROVIDE A LIVING WAGE. 19 20AN ELIGIBLE PERSON THAT RECEIVES A GRANT UNDER THE GRANT **(H)** 21**PROGRAM MAY NOT RECEIVE A GRANT UNDER THE WASTED FOOD REDUCTION AND DIVERSION GRANT PROGRAM UNDER § 9–1725.3 OF THE ENVIRONMENT ARTICLE** 2223IN THE SAME CALENDAR YEAR. ON OR BEFORE DECEMBER 31, 2027, AND EACH DECEMBER 31 24**(I)** THEREAFTER, THE DEPARTMENT SHALL REPORT TO THE GENERAL ASSEMBLY, IN 25ACCORDANCE WITH § 2–1257 OF THE STATE GOVERNMENT ARTICLE, ON: 2627(1) THE NUMBER AND TYPES OF GRANTS AWARDED; 28THE IMPACT OF THE GRANTS ON THE CREATION OF JOBS AND (2) 29**OTHER BENEFITS TO THE STATE:**

6 **HOUSE BILL 42** 1 (3) THE IMPACT ON FOOD WASTE PREVENTED, RESCUED, AND $\mathbf{2}$ **DIVERTED FROM DISPOSAL; AND** 3 (4) THE IMPACT ON FARMERS, URBAN FARMERS, AND URBAN 4 AGRICULTURAL PRODUCERS IN THE STATE. $\mathbf{5}$ 2-401.6 (a) (1)In this section the following words have the meanings indicated. 7(3)"Urban farmer" means an individual who farms in an urban area. 2 - 2001.8 9 In this subtitle the following words have the meanings indicated. (a) 10 (f) "Urban agricultural producer" means any person that annually sells, or 11 normally would have sold, \$1,000 or more of farm products in an urban area. "Urban area" means an area of the State that is: 12(g)13(1)Delineated as an urban area by the U.S. Census Bureau; or

- 14 (2) Within the boundaries of a municipal corporation.
- 15 Article Environment
 - 16 1-701.
 - 17 (a) (1) In this section the following words have the meanings indicated.

18 (7) "Overburdened community" means any census tract for which three or 19 more of the following environmental health indicators are above the 75th percentile 20 statewide:

- 21 (i) Particulate matter (PM) 2.5;
- 22 (ii) Ozone;
- 23 (iii) National Air Toxics Assessment (NATA) diesel PM;
- 24 (iv) NATA cancer risk;
- 25 (v) NATA respiratory hazard index;
- 26 (vi) Traffic proximity;

| 1 | | (vii) | Lead paint indicator; |
|---|---------------------------------------|-------------------------|---|
| 2 | | (viii) | National Priorities List Superfund site proximity; |
| 3 | | (ix) | Risk Management Plan facility proximity; |
| 4 | | (x) | Hazardous waste proximity; |
| 5 | | (xi) | Wastewater discharge indicator; |
| 6 | | (xii) | Proximity to a Concentrated Animal Feeding Operation (CAFO); |
| 7 | | (xiii) | Percent of the population lacking broadband coverage; |
| 8 | | (xiv) | Asthma emergency room discharges; |
| 9 | | (xv) | Myocardial infarction discharges; |
| 10 | | (xvi) | Low–birth–weight infants; |
| 11 | | (xvii) | Proximity to emitting power plants; |
| 12 | | (xviii |) Proximity to a Toxic Release Inventory (TRI) facility; |
| 13 | | (xix) | Proximity to a brownfields site; |
| 14 | | (xx) | Proximity to mining operations; and |
| 15 | | (xxi) | Proximity to a hazardous waste landfill. |
| $\begin{array}{c} 16 \\ 17 \end{array}$ | · · · · · · · · · · · · · · · · · · · | | erserved community" means any census tract in which, according Census Bureau Survey: |
| 18 | | (i) | At least 25% of the residents qualify as low–income; |
| 19 | | (ii) | At least 50% of the residents identify as nonwhite; or |
| 20 | | (iii) | At least 15% of the residents have limited English proficiency. |
| 21 | 9–201. | | |
| 22 | (a) In | n this subt | itle the following words have the meanings indicated. |
| 23 | (e) "] | Refuse dis _j | posal system" includes: |
| 24 | [] | l) An ir | acinerator; |

| | 8 | HOU | SE BILL 42 |
|--|-------------------------------|---|--|
| 1 | | A transfer station; | |
| 2 | | A landfill system; | |
| 3 | | A landfill; | |
| 4 | | A solid waste process | ing facility; and |
| 5 | | Any other solid waste | acceptance facility. |
| 6 | 9–1725.1. | | |
| 7 8 | (A) STATED IN | THIS SECTION, "REF -201 OF THIS TITLE. | JSE DISPOSAL SYSTEM" HAS THE MEANING |
| 9 10 11 | (B) SURCHARG SYSTEMS IN | ON THE FINAL DISPOS | , 2026, THERE IS A SOLID WASTE DISPOSAL AL OF SOLID WASTE IN REFUSE DISPOSAL |
| $12 \\ 13 \\ 14$ | | - | GRAPH (3) OF THIS SUBSECTION, THE SOLID PER TON OF SOLID WASTE PROCESSED BY A DISPOSAL. |
| $\begin{array}{c} 15\\ 16 \end{array}$ | THE DEPAR |) ON OR BEFORE JUI IENT SHALL: | Y 1, 2028, AND EVERY 2 YEARS THEREAFTER, |
| 17 18 19 | ACCORDAN DIVISION; A | WITH THE CONSUME | SOLID WASTE DISPOSAL SURCHARGE IN R PRICE INDEX FOR THE MID-ATLANTIC |
| $20 \\ 21$ | DETERMIN | | HE SOLID WASTE DISPOSAL SURCHARGE TO ENTS TO THE SURCHARGE ARE REQUIRED. |
| $22 \\ 23 \\ 24 \\ 25$ | MAY NOT BI | COF A TRANSFER STATI | HAS BEEN ASSESSED ON AN ELIGIBLE OWNER ON, THE SOLID WASTE DISPOSAL SURCHARGE OR OPERATOR OF A REFUSE DISPOSAL SYSTEM R FINAL DISPOSAL. |
| 26 27 28 29 | SURCHARG | SURCHARGE REQUIRE | RATOR OF A REFUSE DISPOSAL SYSTEM SHALL D UNDER THIS SECTION BY INCLUDING THE RATE LINE ITEM ON EVERY CUSTOMER BILL CCTOR OR GENERATOR. |
| 30 31 | FEES, OR S | - | ULER OR COLLECTOR MAY COLLECT RATES, VASTE GENERATORS SERVICED BY THE SOLID |

WASTE HAULER OR COLLECTOR IN AN AMOUNT SUFFICIENT TO RECOVER THE
 SURCHARGE COLLECTED BY THE OWNER OR OPERATOR OF A REFUSE DISPOSAL
 SYSTEM.

4 (C) (1) THE COMPTROLLER SHALL COLLECT THE SURCHARGE ASSESSED 5 UNDER THIS SECTION AND DEPOSIT THE SURCHARGE INTO THE WASTED FOOD 6 REDUCTION AND DIVERSION FUND UNDER § 9–1725.2 OF THIS SUBTITLE.

7 (2) (I) ON OR BEFORE JANUARY 1, 2027, AND EVERY QUARTER 8 THEREAFTER, THE OWNER OR OPERATOR OF A REFUSE DISPOSAL SYSTEM IN THE 9 STATE SHALL SUBMIT, UNDER OATH, THE SUM OF SURCHARGES COLLECTED IN THE 10 IMMEDIATELY PRECEDING QUARTER TO THE COMPTROLLER.

(II) IN ADDITION TO THE SURCHARGES SUBMITTED TO THE
COMPTROLLER UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH, THE OWNER OR
OPERATOR OF A REFUSE DISPOSAL SYSTEM SHALL SUBMIT, AS APPLICABLE, AN
ACCOUNTING OF THE NUMBER OF TONS OF SOLID WASTE ACCEPTED FOR DISPOSAL,
TRANSFER, OR COLLECTION DURING THE REPORTING PERIOD.

16 **9–1725.2.**

17 (A) IN THIS SECTION, "FUND" MEANS THE WASTED FOOD REDUCTION AND 18 DIVERSION FUND.

19 (B) THERE IS A WASTED FOOD REDUCTION AND DIVERSION FUND.

(C) THE PURPOSE OF THE FUND IS TO FUND ELIGIBLE PROJECTS UNDER
 THE ON-FARM ORGANICS DIVERSION AND RECYCLING GRANT PROGRAM
 ESTABLISHED UNDER § 2–109 OF THE AGRICULTURE ARTICLE, THE WASTED FOOD
 REDUCTION AND DIVERSION GRANT PROGRAM ESTABLISHED UNDER §
 9–1725.3 OF THIS SUBTITLE, AND THE COUNTY WASTED FOOD REDUCTION BLOCK
 GRANT PROGRAM ESTABLISHED UNDER § 9–1725.4 OF THIS SUBTITLE.

26 (D) THE SECRETARY SHALL ADMINISTER THE FUND.

27 (E) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT 28 SUBJECT TO § 7–302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

29 (2) THE STATE TREASURER SHALL HOLD THE FUND SEPARATELY, 30 AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.

31 (F) THE FUND CONSISTS OF:

| | 10 HOUSE BILL 42 | |
|---|---|--|
| $\frac{1}{2}$ | | Fund under § 9–1725.1 of this |
| 3 | 3 (2) MONEY APPROPRIATED IN THE S | TATE BUDGET TO THE FUND; |
| 4 | 4 (3) INTEREST EARNINGS; AND | |
| $5\\6$ | | OTHER SOURCE ACCEPTED FOR |
| 7 8 9 | 8 ADMINISTRATIVE EXPENSES JOINTLY BY THE DEPA | |
| 10 11 | | THE FUND MAY BE USED FOR REACH FISCAL YEAR. |
| $12 \\ 13 \\ 14 \\ 15$ | 3 COMPTROLLER SHALL TRANSFER THE REMAINING 4 ADMINISTRATIVE EXPENSES UNDER PARAGRAPH | MONEY FROM THE FUND AFTER |
| $\begin{array}{c} 16 \\ 17 \end{array}$ | | DD REDUCTION AND DIVERSION TITLE; |
| 18 19 20 | 9 RECYCLING GRANT PROGRAM UNDER § 2-109 OF | ORGANICS DIVERSION AND F THE AGRICULTURE ARTICLE; |
| $\begin{array}{c} 21 \\ 22 \end{array}$ | | |
| $\begin{array}{c} 23\\ 24 \end{array}$ | | |
| $\frac{25}{26}$ | | E FUND SHALL BE CREDITED TO |
| 27 28 | | BE MADE ONLY IN ACCORDANCE |
| 29 30 31 | 80 REDUCTION AND DIVERSION GRANT PROGRAM | M, THE ON-FARM ORGANICS |

1 REDUCTION BLOCK GRANT PROGRAM IS SUPPLEMENTAL TO AND IS NOT INTENDED

TO TAKE THE PLACE OF FUNDING THAT OTHERWISE WOULD BE APPROPRIATED FOR
 THOSE PROGRAMS.

4 **9–1725.3.**

5 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 6 INDICATED.

7 (2) "GRANT PROGRAM" MEANS THE WASTED FOOD REDUCTION AND 8 DIVERSION GRANT PROGRAM.

9 (3) "OVERBURDENED COMMUNITY" HAS THE MEANING STATED IN § 10 1–701 OF THIS ARTICLE.

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

13(5)"URBAN AGRICULTURAL PRODUCER" HAS THE MEANING STATED14IN § 2–2001 OF THE AGRICULTURE ARTICLE.

15 (6) "URBAN FARMER" HAS THE MEANING STATED IN § 2–401 OF THE 16 AGRICULTURE ARTICLE.

17 (B) BEGINNING JULY 1, 2027, THERE IS A WASTED FOOD REDUCTION AND 18 DIVERSION GRANT PROGRAM IN THE DEPARTMENT.

19 (C) THE PURPOSE OF THE GRANT PROGRAM IS TO AWARD GRANTS 20 ANNUALLY FOR INFRASTRUCTURE, PROGRAMS, AND EDUCATION THAT REDUCE, 21 RESCUE, AND DIVERT WASTED FOOD IN THE STATE.

22 (D) THE DEPARTMENT, IN CONSULTATION WITH THE DEPARTMENT OF 23 AGRICULTURE, SHALL ADMINISTER THE GRANT PROGRAM.

24 (E) THE FOLLOWING PERSONS ARE ELIGIBLE FOR A GRANT UNDER THE 25 GRANT PROGRAM:

- 26 (1) A UNIT OF STATE OR LOCAL GOVERNMENT;
- 27 (2) A LOCAL EDUCATION AGENCY;

28 (3) AN INSTITUTION OF HIGHER EDUCATION AS DEFINED IN § 10–101 29 OF THE EDUCATION ARTICLE;

| | 12 HOUSE BILL 42 |
|--|---|
| 1 | (4) A NONPROFIT ORGANIZATION; |
| $2 \\ 3$ | (5) A FARMER, AN URBAN FARMER, OR AN URBAN AGRICULTURAL PRODUCER; |
| 4 5 | (6) A BUSINESS IN THE STATE THAT IS IN GOOD STANDING WITH THE STATE DEPARTMENT OF ASSESSMENTS AND TAXATION; AND |
| 6 | (7) A CONSORTIUM OF ANY ENTITIES UNDER THIS SUBSECTION. |
| 7 8 9 | (F) A PROJECT IS ELIGIBLE FOR A GRANT UNDER THE GRANT PROGRAM IF THE PROJECT DEVELOPS, MAINTAINS, OR EXPANDS INFRASTRUCTURE, COLLECTION PROGRAMS, EDUCATION, OR TECHNICAL ASSISTANCE IN THE STATE THAT: |
| 10 | (1) REDUCES THE AMOUNT OF WASTED FOOD GENERATED; |
| 11 | (2) RESCUES EDIBLE FOOD FOR PURPOSES OF REDISTRIBUTION; |
| 12 13 14 | (3) RECOVERS WASTED FOOD AS ANIMAL FEED IF THE FEED IS REGISTERED AND TREATED IN ACCORDANCE WITH REGULATIONS IMPLEMENTED BY THE DEPARTMENT OF AGRICULTURE; |
| $\begin{array}{c} 15\\ 16\\ 17\end{array}$ | (4) COMPOSTS OR RECYCLES FOOD RESIDUALS THAT ARE SEPARATED FROM PACKAGING PRIOR TO COLLECTION, INCLUDING AT-HOME, COMMUNITY, AND ON-FARM COMPOSTING; OR |
| 18 19 | (5) TRANSITIONS FROM SINGLE-USE FOOD SERVICEWARE TO DURABLE AND REUSABLE FOOD SERVICEWARE. |
| 20 21 22 | (G) IN AWARDING GRANTS UNDER THE GRANT PROGRAM, THE DEPARTMENT, IN CONSULTATION WITH THE DEPARTMENT OF AGRICULTURE, SHALL PRIORITIZE PROJECTS: |
| $\begin{array}{c} 23\\ 24 \end{array}$ | (1) FOR WHICH THE APPLICANT CLEARLY DESCRIBES HOW THE PROJECT WILL: |
| $\begin{array}{c} 25\\ 26 \end{array}$ | (I) PROVIDE DIRECT, MEANINGFUL, AND ASSURED BENEFITS TO THE COMMUNITY; AND |
| 27 | (II) ADDRESS IMPORTANT COMMUNITY NEEDS; |
| 28 29 | (2) THAT PREVENT, RESCUE, AND DIVERT WASTED FOOD WITHIN A LOCAL COMMUNITY; |
| | |

THAT PLAN TO PRODUCE COMPOST THAT MEETS 1 (3) THE $\mathbf{2}$ CLASSIFICATION OF "GENERAL USE" UNDER COMAR 15.18.04.05; 3 (4) THAT PLAN TO PRODUCE MINIMALLY CONTAMINATED COMPOST 4 **THROUGH:** $\mathbf{5}$ **(I) PROCESSING ORGANIC MATERIALS THAT ARE SEPARATED** 6 FROM PACKAGING PRIOR TO COLLECTION; 7 **(II)** NOT USING DEPACKAGERS; AND 8 (III) MEETING THE U.S. COMPOSTING COUNCIL'S SEAL OF 9 **TESTING ASSURANCE;** 10 (5) THAT SERVE AN OVERBURDENED OR UNDERSERVED COMMUNITY; 11 (6) THAT MINIMIZE NEGATIVE IMPACTS TO THE LOCAL COMMUNITY; 12 AND 13THAT MAXIMIZE BENEFITS TO THE LOCAL COMMUNITY, (7) 14**INCLUDING:** 15**(I)** THE CREATION OF JOBS; 16 **(II) INCREASING JOB TRAINING; AND** 17(III) INCREASING HIRING AND LEADERSHIP DEVELOPMENT 18 PRACTICES THAT ARE INCLUSIVE AND PROVIDE A LIVING WAGE. 19 **(H)** AN ELIGIBLE PERSON THAT RECEIVES A GRANT UNDER THE GRANT 20PROGRAM MAY NOT RECEIVE A GRANT UNDER THE ON-FARM ORGANICS DIVERSION AND RECYCLING GRANT PROGRAM UNDER § 2-109 OF THE 2122AGRICULTURE ARTICLE IN THE SAME CALENDAR YEAR. 23THE DEPARTMENT, IN CONSULTATION WITH THE DEPARTMENT **(I)** (1) OF AGRICULTURE, SHALL ADOPT REGULATIONS TO IMPLEMENT THIS SECTION. 24**REGULATIONS ADOPTED UNDER THIS SUBSECTION SHALL** 25(2) 26**INCLUDE:** 27**(I)** A SIMPLE COMMON APPLICATION PROCEDURE; AND

1 (II) FOR ELIGIBLE ENTITIES, A PROCESS TO FACILITATE THE 2 PARTICIPATION OF ELIGIBLE ENTITIES THAT HAVE LIMITED RESOURCES OR 3 LANGUAGE BARRIERS.

4 (J) ON OR BEFORE DECEMBER 31, 2027, AND EACH DECEMBER 31 5 THEREAFTER, THE DEPARTMENT SHALL REPORT TO THE GENERAL ASSEMBLY, IN 6 ACCORDANCE WITH § 2–1257 OF THE STATE GOVERNMENT ARTICLE, ON:

7

(1) THE NUMBER AND TYPES OF GRANTS AWARDED;

8 (2) THE IMPACT OF THE GRANTS ON THE CREATION OF JOBS AND 9 OTHER BENEFITS TO THE STATE;

10(3) THE IMPACT ON WASTE PREVENTED, RESCUED, AND DIVERTED11FROM DISPOSAL; AND

12 (4) THE IMPACT ON FARMERS, URBAN FARMERS, AND URBAN 13 AGRICULTURAL PRODUCERS IN THE STATE.

14 **9–1725.4**.

15 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 16 INDICATED.

17 (2) "GRANT PROGRAM" MEANS THE COUNTY WASTED FOOD 18 REDUCTION BLOCK GRANT PROGRAM.

19 (3) "OVERBURDENED COMMUNITY" HAS THE MEANING STATED IN § 20 1–701 OF THIS ARTICLE.

21 (4) "UNDERSERVED COMMUNITY" HAS THE MEANING STATED IN § 22 1–701 OF THIS ARTICLE.

23(5) "URBAN AGRICULTURAL PRODUCER" HAS THE MEANING STATED24IN § 2–2001 OF THE AGRICULTURE ARTICLE.

25 (6) "URBAN FARMER" HAS THE MEANING STATED IN § 2–401 OF THE 26 AGRICULTURE ARTICLE.

(B) BEGINNING JULY 1, 2027, THERE IS A COUNTY WASTED FOOD REDUCTION BLOCK GRANT PROGRAM IN THE DEPARTMENT. 1 (C) (1) THE PURPOSE OF THE GRANT PROGRAM IS TO AWARD GRANTS TO 2 COUNTIES ANNUALLY IN AMOUNTS PROPORTIONAL TO EACH COUNTY'S 3 POPULATION.

4 (2) FUNDS RECEIVED BY A COUNTY UNDER THIS SUBSECTION SHALL 5 FUND PROJECTS TO DEVELOP, MAINTAIN, OR EXPAND INFRASTRUCTURE, 6 PROGRAMS, AND EDUCATION THAT REDUCE, RESCUE, AND DIVERT WASTED FOOD IN 7 THE COUNTY.

8 (D) THE DEPARTMENT, IN CONSULTATION WITH THE DEPARTMENT OF 9 AGRICULTURE, SHALL ADMINISTER THE GRANT PROGRAM.

10 (E) IN FUNDING PROJECTS UNDER THE GRANT PROGRAM, A COUNTY SHALL 11 PRIORITIZE PROJECTS THAT:

12 (1) PROVIDE DIRECT, MEANINGFUL, AND ASSURED BENEFITS TO THE 13 COMMUNITY;

14 (2) ADDRESS IMPORTANT COMMUNITY NEEDS;

15(3)PREVENT, RESCUE, AND DIVERT WASTED FOOD WITHIN A LOCAL16COMMUNITY;

17 (4) PLAN TO PRODUCE COMPOST THAT MEETS THE CLASSIFICATION 18 OF "GENERAL USE" UNDER COMAR 15.18.04.05;

19(5)PLAN TO PRODUCE MINIMALLY CONTAMINATED COMPOST20THROUGH:

21 (I) PROCESSING ORGANIC MATERIALS THAT ARE SEPARATED 22 FROM PACKAGING PRIOR TO COLLECTION;

23

(II) NOT USING DEPACKAGERS; AND

24 (III) MEETING THE U.S. COMPOSTING COUNCIL'S SEAL OF 25 TESTING ASSURANCE;

- 26 (6) SERVE AN OVERBURDENED OR UNDERSERVED COMMUNITY;
- 27 (7) MINIMIZE NEGATIVE IMPACTS TO THE LOCAL COMMUNITY; AND
- 28 (8) MAXIMIZE BENEFITS TO THE LOCAL COMMUNITY, INCLUDING:

| | 16 | HOUSE BILL 42 | | |
|--|---|---|--|--|
| 1 | (I) | THE CREATION OF JOBS; | | |
| 2 | (11) | INCREASING JOB TRAINING; AND | | |
| $\frac{3}{4}$ | | INCREASING HIRING AND LEADERSHIP DEVELOPMENT NCLUSIVE AND PROVIDE A LIVING WAGE. | | |
| 5 | Article – State Finance and Procurement | | | |
| 6 | 6–226. | | | |
| 7 8 | (a) (2) (i) through 2028. | 1. This subparagraph does not apply in fiscal years 2024 | | |
| $9 \\ 10 \\ 11 \\ 12 \\ 13 \\ 14$ | 2. Notwithstanding any other provision of law, and unless inconsistent with a federal law, grant agreement, or other federal requirement or with the terms of a gift or settlement agreement, net interest on all State money allocated by the State Treasurer under this section to special funds or accounts, and otherwise entitled to receive interest earnings, as accounted for by the Comptroller, shall accrue to the General Fund of the State. | | | |
| $\begin{array}{c} 15\\ 16\end{array}$ | (ii) to the following funds: | The provisions of subparagraph (i) of this paragraph do not apply | | |
| 17 18 | [and] | 204. the Victims of Domestic Violence Program Grant Fund; | | |
| 19 | | 205. the Proposed Programs Collaborative Grant Fund; AND | | |
| $\begin{array}{c} 20\\ 21 \end{array}$ | Fund. | 206. THE WASTED FOOD REDUCTION AND DIVERSION | | |
| 22 | SECTION 2. AND | BE IT FURTHER ENACTED, That this Act shall take effect | | |

23 October 1, 2025.