HOUSE BILL 270

M5, M3, C8 5lr1430 CF SB 116 (PRE-FILED) By: Delegate Crosby Requested: October 28, 2024 Introduced and read first time: January 8, 2025 Assigned to: Economic Matters Committee Report: Favorable with amendments House action: Adopted Read second time: February 12, 2025 CHAPTER AN ACT concerning Data Center Impact Analysis and Report FOR the purpose of requiring the Department of the Environment, the Maryland Energy Administration, and the University of Maryland School of Business, in coordination with the Department of Legislative Services, to conduct an analysis of the likely environmental, energy, and economic impacts of data center development in the State; and generally relating to data centers. SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That: The Department of the Environment, the Maryland Energy Administration, and the University of Maryland School of Business, in coordination with the Department of Legislative Services, shall conduct an analysis of the likely environmental, energy, and economic impacts of data center development in the State. (b) The analysis shall include: (1) an assessment by the Department of the Environment of the potential impacts of the data center industry on the natural resources of the State, including an evaluation of: (i) the potential impacts on air and water quality;

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



- 1 (ii) the potential impacts on the State's ability to meet its bay 2 restoration goals and other environmental objectives; and
- 3 (iii) the availability of technologies that could mitigate the 4 environmental impacts of data centers, and the feasibility of implementing these 5 technologies in the State:
- 6 (2) an assessment by the Maryland Energy Administration of the potential energy impacts of the data center industry, including an evaluation of:
- 8 (i) the energy requirements of data centers;
- 9 (ii) the potential impacts of the data center industry on current and 10 forecasted energy demand and supply in the State, including how data centers will likely 11 affect future energy infrastructure needs and costs paid by ratepayers; and
- 12 (iii) the potential impacts of the data center industry on the State's ability to meet greenhouse gas emissions reduction commitments and clean energy goals; and
- 15 (3) an assessment by the University of Maryland School of Business, in consultation with industry experts, of the potential economic and fiscal impacts of the data center industry in the State, including an evaluation of:
- 18 (i) the likely impact of data centers on State and local revenues and 19 expenditures; and
- 20 (ii) the jobs likely to be created through the construction and 21 operation of data centers.
- 22 (c) (1) The Department of Legislative Services shall coordinate the 23 preparation of the analysis and synthesize the assessments by the Department of the 24 Environment, the Maryland Energy Administration, and the University of Maryland 25 School of Business into a final report.
- 26 (2) At the request of the Department of Legislative Services, other relevant 27 units of State government, including the Department of Natural Resources, the 28 Department of Assessments and Taxation, the Department of Commerce, and the Public 29 Service Commission, shall provide any information necessary to complete the analysis.
- 30 (3) On or before September 1, 2026, the Department of Legislative Services 31 shall submit the final report to the Governor and, in accordance with § 2–1257 of the State 32 Government Article, the General Assembly.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2025. It shall remain effective for a period of 2 years and, at the end of June 30, 2027,

this Act, with no further action required by the General Assembly, shall be abrogated and

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of no further force and effect.	
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	Governor.
	Speaker of the House of Delegates.
	President of the Senate.