SENATE BILL 116

M5, M3, C8 (5lr0787)

ENROLLED BILL

— Education, Energy, and the Environment/Economic Matters —

Introduced by Senator Lewis Young Senators Lewis Young and Ready
Read and Examined by Proofreaders:
Proofreader.
Proofreader.
Sealed with the Great Seal and presented to the Governor, for his approval this
day of at o'clock,M.
President.
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, 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:
(a) The Department of the Environment, the Maryland Energy Administration, 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

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

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

1

2

 $\begin{matrix} 3\\4\\5\\6\\7\\8\end{matrix}$

9 10

11 12 13

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

Italics indicate opposite chamber/conference committee amendments.



31 32

$1\\2$	the likely environmental <u>, energy</u> , energy, and economic impacts of data center development in the State.
3	(b) The analysis shall include:
4 5 6	(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:
7	(i) the potential impacts on air and water quality;
8 9	(ii) the potential impacts on the State's ability to meet its bay restoration goals and other environmental objectives; and
10 11 12	(iii) the availability of technologies that could mitigate the environmental impacts of data centers, and the feasibility of implementing these technologies in the State;
13 14	(2) an assessment by the Maryland Energy Administration of the potential energy impacts of the data center industry, including an evaluation of:
15	(i) the energy requirements of data centers;
16 17 18	(ii) the potential impacts of the data center industry on current and forecasted energy demand and supply in the State, including how data centers will likely affect future energy infrastructure needs and costs paid by ratepayers; and
19 20	(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;
21 22	(2) an assessment by the Maryland Energy Administration of the potential energy impacts of the data center industry, including an evaluation of:
23	(i) the energy requirements of data centers;
24 25 26	(ii) the potential impacts of the data center industry on current and forecasted energy demand and supply in the State, including how data centers will likely affect future energy infrastructure needs and costs paid by ratepayers; and
27 28 29	(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
30 31	(3) (2) (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:

1 2	(i) the likely impact of data centers on State and local revenues and expenditures; and
$\frac{3}{4}$	(ii) the jobs likely to be created through the construction and operation of data centers.
5 6 7 8	(c) (1) The Department of Legislative Services shall coordinate the preparation of the analysis and synthesize the assessments by the Department of the Environment, the Maryland Energy Administration, the Maryland Energy Administration, and the University of Maryland School of Business into a final report.
9 10 11 12 13	(2) At the request of the Department of Legislative Services, other relevant units of State government, including the Department of Natural Resources, the Department of Assessments and Taxation, the Department of Commerce, the Maryland Energy Administration, and the Public Service Commission, shall provide any information necessary to complete the analysis.
14 15 16	(3) On or before September 1, 2026, the Department of Legislative Services shall submit the final report to the Governor and, in accordance with § 2–1257 of the State Government Article, the General Assembly.
17 18 19 20	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 of no further force and effect.
	Approved:
	Governor.
	President of the Senate.
	Speaker of the House of Delegates.