

## Senate Bill 308

Housing and Community Development - Just Community Designation

MACo Position: LETTER OF INFORMATION To: Environment and Transportation Committee

Date: March 19, 2024

From: Dominic J. Butchko

The Maryland Association of Counties (MACo) offers the following **Letter of Information** regarding SB 308. This bill establishes a "Just Community Designation" and grants the Governor discretion to "identify state programs under which a Just Community shall receive priority for State funding."

Counties recognize the concept of prioritizing funding for certain communities based on historical, environmental, or other factors. The State has successfully developed a number of tools and requirements around environmental justice, which counties (and others) currently use. The scope of SB 308, though, seems unusually broad and may trigger unintended consequences, with effects on current programs that have a deeply conceived distribution through statutory formulas or otherwise. Specifically, page 3, lines 16-18, say:

## "(C) AT THE TIME JUST COMMUNITIES ARE DESIGNATED OR RENEWED, THE GOVERNOR SHALL IDENTIFY STATE PROGRAMS UNDER WHICH A JUST COMMUNITY SHALL RECEIVE PRIORITY FOR STATE FUNDING."

This language, without additional context or guardrails, may be unintentionally used to inequitably redirect significant amounts of state investment, effectively choosing winners and losers. While it is recognized that certain communities may need more investment, that need must be examined in a broader and more wholistic context. Even though most programs are already crafted to ensure resources are delivered in a targeted way, the State may benefit from additional tweaks around the edges to produce more desired outcomes. If the intent of SB 308 is to do just that, counties suggest clarifying language be added to more accurately detail which programs the Governor will have authority to refine, and which should require action of the General Assembly to alter formulas and other distribution mechanisms.

Counties stand ready to contribute to discussions to refine and improve SB 308, if the Committee seeks to advance this potentially broad legislation.