

The Honorable Marc Korman
Chair, House Environment and Transportation Committee
House Office Building
6 Bladen Street
Annapolis, MD 21401

March 11, 2025

TESTIMONY IN OPPOSITION TO HOUDE BILL 1088 – COAL TRANSPORTATION FEE AND FOSSIL FUEL MITIGATION FUND (COAL DUST CLEANUP AND ASTHMA REMEDIATION ACT)

The Maryland Ready-Mix Concrete Association, Inc. (MRMCA) is the state trade association for ready mix concrete and cement producers who create many of the essential materials and products needed to build Maryland's physical infrastructure. Production of some of these materials, particularly the cement needed for major structures like bridges and tunnels, rely on coal for their manufacturing processes as it is one of the few fuels that burns hot enough to create strong and effective building materials. Due to that dependence on coal as a unique fuel source, these producers will be significantly impacted by the fees proposed in House Bill 1088. There are several aspects of the proposed bill that cause concern:

- The additional fee placed on coal transported through the State will inevitably be passed through the end users of those materials, leading to higher costs and prices for materials that rely on coal for production;
- High pricing for materials produced in Maryland makes those products less
 competitive with producers in other states and countries, many of which do not
 have the same environmental protections Maryland does like (1) Environmental
 Product Declarations (EPD), (2) emission controls, and (3) Building Energy
 Performance Standards (BEPS). The bill will essentially direct purchases to out-ofstate producers that do not provide economic benefits for Maryland and contribute
 more to global environmental concerns;
- Maryland, through its procurement processes, is one of the largest purchasers of cement and other building materials that require coal for production. State agencies engaging in capital procurement will have to choose between higher cost Maryland products or going out of state to meet their construction materials needs.

MRMCA and its members are proud of their partnership with the State to reduce their emissions and become some of the cleanest producers and manufacturers of these essential products and remain committed to those efforts. HB1088 would add another unavoidable cost burden on local producers and, instead, incentivizes increased reliance



by both public and private purchasers on less clean manufacturers in other jurisdictions. For these reasons, MRMCA respectfully urges an unfavorable report on House Bill 1088.