7lr2845 CF SB 901

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Committee Report: Favorable with amendments House action: Adopted Read second time: March 20, 2007

CHAPTER \_\_\_\_\_

- 1 AN ACT concerning
- 2

#### Chesapeake Bay and Atlantic Coastal Bays Green Fund

3 FOR the purpose of establishing a Chesapeake Bay and Atlantic Coastal Bays Green 4 Fund beginning on a certain date; providing for the uses of the Fund; requiring 5 a person to provide certain information to a local government under certain 6 circumstances; prohibiting a local government from granting certain permits 7 until a person pays a certain fee; establishing an Impervious Surface Fee, beginning on a certain date, for certain development inside or outside priority 8 9 funding areas types of developments; authorizing the Fee to be reduced under certain circumstances: authorizing the waiver of the Fee under certain 10 circumstances; authorizing a local government to retain a certain percentage of 11 certain revenue to be used for certain purposes; exempting certain 12 13 government-sponsored projects from being subject to the Fee; requiring certain government-sponsored projects to meet certain mitigation requirements; 14 requiring local governments to compile and submit certain information to a 15 certain committee; providing for the administration, collection, and enforcement 16 of the Fee; requiring the Comptroller to deposit the Fee in the Fund; 17

#### EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law. <u>Underlining</u> indicates amendments to bill. <u>Strike out</u> indicates matter stricken from the bill by amendment or deleted from the law by amendment.



M2

1 authorizing the State Central Collection Unit to collect certain delinquent 2 accounts under certain circumstances; requiring the Comptroller to adopt 3 certain regulations by a certain date; prohibiting money in the Fund from 4 reverting or being transferred to the General Fund: requiring that any unspent 5 funds remain in the revert to the General Fund; requiring the Comptroller to distribute the Fund to certain units of State government and the Chesapeake 6 7 Bay Trust for certain purposes: authorizing units of State government and the 8 Trust that receive certain allocations from the Fund to utilize a certain amount 9 for certain administrative purposes; establishing a Chesapeake Bay and 10 Atlantic Coastal Bays Green Fund Oversight and Accountability Committee; providing for the membership and terms of the Committee; specifying the terms 11 12 of the initial members of the Committee; requiring units of State government 13 and the Trust to provide certain information to the Committee annually on or 14 before a certain date; requiring the Committee to meet a certain minimum number of times a year; requiring the Committee to establish and review 15 certain performance benchmarks; requiring the Committee to monitor certain 16 17 financial and accountability measures; requiring the Committee to submit certain reports annually on or before a certain date; requiring the Committee to 18 19 make and submit a certain report at least once every 3 years; requiring the 20 Department of Natural Resources to provide staff for the Committee; requiring 21 the Department of the Environment, in consultation with the Department of 22 Natural Resources and, the Department of Planning, and certain interested parties, to adopt certain regulations by a certain date; defining certain terms; 23 declaring certain intent of the General Assembly; providing for the application 24 25 of this Act; requiring the Department of the Environment and Department of 26 Planning to jointly report to the Governor and General Assembly on or before a 27 certain date; making the provisions of this Act severable; and generally relating to a dedicated funding source for Chesapeake <del>Bay</del> and Atlantic Coastal Bays 28 restoration. 29

- 30 BY adding to
- 31 Article Natural Resources
- 32 Section 8–2201 through 8–2205 to be under the new subtitle "Subtitle 22.
   33 Chesapeake Bay and Atlantic Coastal Bays Green Fund"
- 34 Annotated Code of Maryland
- 35 (2000 Replacement Volume and 2006 Supplement)
- 36 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 37 MARYLAND, That the Laws of Maryland read as follows:
- 38

- **Article Natural Resources**
- 39 SUBTITLE 22. CHESAPEAKE BAY AND ATLANTIC COASTAL BAYS GREEN FUND.

1 **8–2201.** 

2 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 3 INDICATED.

4 (B) "CHESAPEAKE 2000 AGREEMENT" MEANS THE AGREEMENT 5 BETWEEN THE CHESAPEAKE BAY STATES, THE DISTRICT OF COLUMBIA, THE 6 CHESAPEAKE BAY COMMISSION, AND THE U.S. ENVIRONMENTAL PROTECTION 7 AGENCY THAT WAS ENTERED INTO IN 2000 WHICH SPECIFIED RESTORATION 8 GOALS AND COMMITMENTS TO IMPROVE THE <u>CHESAPEAKE</u> BAY AND TO 9 REMOVE IT FROM THE U.S. ENVIRONMENTAL PROTECTION AGENCY'S LIST OF 10 IMPAIRED WATERS.

11 (C) "DWELLING UNIT" HAS THE MEANING STATED IN § 8–1802(A)(10) 12 OF THIS TITLE.

(D) "ENVIRONMENTAL SITE DESIGN TECHNIQUE" MEANS ANY
 TECHNIQUE USED IN A SITE DESIGN STRATEGY INTENDED TO MAINTAIN OR
 REPLICATE THE PREDEVELOPMENT HYDROLOGIC AND WATER QUALITY REGIME
 OF A BUILDING SITE.

17(E) "FUND" MEANS THE CHESAPEAKE BAYAND ATLANTIC COASTAL18BAYSGREEN FUND ESTABLISHED UNDER THIS SUBTITLE.

19(F)(1)"GOVERNMENT-SPONSORED PROJECT OR ACTIVITY" MEANS A20DEVELOPMENT ACTIVITY THAT IS:

(I) INITIATED BY A FEDERAL, STATE, OR LOCAL
 GOVERNMENT AGENCY FOR THE ACCOMPLISHMENT OF A PURPOSE RELATED TO
 THE MISSION OF THE AGENCY;

24(II) OWNED BY THE FEDERAL, STATE, OR LOCAL25GOVERNMENT; OR

(III) FUNDED PRIMARILY BY THE FEDERAL, STATE, OR
 LOCAL GOVERNMENT IN WHICH THE AGENCY SERVES.

28(2) "GOVERNMENT-SPONSORED PROJECT OR ACTIVITY" DOES29NOT INCLUDE A PROJECT OR ACTIVITY IN WHICH THE ONLY ROLE OF A

1	FEDERAL, STATE, OR LOCAL GOVERNMENT AGENCY IS TO PROVIDE FINANCIAL		
2	ASSISTANCE FOR THE COMPLETION OF THE PROJECT OR ACTIVITY.		
3	(G) "Mitigation" means the restoration, creation, or		
4	ENHANCEMENT OF ENVIRONMENTAL FEATURES IN ORDER TO		
5	COUNTERBALANCE THE NEGATIVE IMPACTS ASSOCIATED WITH NEW		
6	IMPERVIOUS SURFACES, INCLUDING THE RESTORATION OF FORESTED OR		
7	WETLAND HABITAT ON-SITE, THE RETROFIT AND ENHANCEMENT OF EXISTING		
8	STORMWATER ON-SITE OR OFF-SITE, OR OTHER PRACTICES THAT WILL RESULT		
9	IN NET BENEFITS TO WATER QUALITY.		
10	(G) <b>"JOB CREATION PROJECT" MEANS A DEVELOPMENT PROJECT THAT:</b>		
11	(1) IS DESIGNED TO SECURE THE LOCATION OF A NEW BUSINESS		
12	OR THE EXPANSION OF AN EXISTING BUSINESS; AND		
14			
13	(2) HAS RECEIVED MEANINGFUL STATE OR LOCAL GOVERNMENT		
14	ASSISTANCE, INCLUDING TWO OR MORE OF THE FOLLOWING:		
15	(I) <b>FUNDING OR FINANCIAL ASSISTANCE;</b>		
16	(II) A TAX CREDIT, EXEMPTION, OR OTHER TAX BENEFIT;		
10	(II)  A IAX CREDII, EXEMPTION, OR OTHER TAX BENEFIL,		
17	(III) DONATION OR BELOW MARKET PURCHASE OF LAND;		
18	AND		
19	(IV) FUNDING OF ROAD, WATER OR SEWER IMPROVEMENTS.		
20			
20	(H) (1) "NEW IMPERVIOUS SURFACE" INCLUDES NEW BUILDINGS,		
21 22	DWELLING UNITS, ROADS, PARKING LOTS, DRIVEWAYS, AND ANY OTHER IMPERVIOUS SURFACES CREATED AS A RESULT OF RESIDENTIAL, COMMERCIAL,		
22	INDUSTRIAL, OR OTHER DEVELOPMENT.		
24	(2) "NEW IMPERVIOUS SURFACE" DOES NOT INCLUDE:		
25	(I) AN ADDITION OR ACCESSORY STRUCTURE TO AN		
26	EXISTING <u>SINGLE-FAMILY</u> DWELLING UNIT THAT DOES NOT EXCEED 20% OF		
27	THE IMPERVIOUS SURFACE OF THE PREEXISTING FOOTPRINT OF THE DWELLING		
28	<u>unit or</u> structure <u>as it existed on or before July 1, 2007;</u>		

1	(II) A <del>NEW POULTRY HOUSE; OR</del>
2	(HI) ANY STRUCTURE INCLUDED IN AN APPROVED
3	NUTRIENT MANAGEMENT OR SOIL AND WATER CONSERVATION PLAN BUILDING,
4	TOWER, OR OTHER STRUCTURE, OR A VALUE-ADDED IMPROVEMENT THAT IS
5	INSTALLED AS PART OF AN AGRICULTURAL BUSINESS, LOCATED ON A FARM, OR
6	A DRIVEWAY OR LANE LEADING TO THE BUILDING, TOWER, STRUCTURE, OR
7	IMPROVEMENT;
8	(III) A DWELLING UNIT, OR A DRIVEWAY OR LANE LEADING
9	TO A DWELLING UNIT, THAT IS BUILT ON A FARM FOR A FARMER, A FARMER'S
10	CHILD, OR A TENANT WHO ACTIVELY WORKS IN THE FARM BUSINESS, IF THE
11	DWELLING UNIT IS:
12	<b><u>1.</u></b> SITED SO AS TO PRESERVE AS MUCH QUALITY
13	FARMLAND AS POSSIBLE; AND
14	
14	<b>2.</b> BUILT IN COMPLIANCE WITH THE NUMERICAL DECUMPLIANCE $\delta = 5.2 = 5.$
15 16	PROVISIONS OF § 2–513(B) OF THE AGRICULTURE ARTICLE REGARDING
10 17	<b>RESIDENTIAL USE, WHETHER OR NOT THE FARM IS SUBJECT TO AN EASEMENT</b> UNDER THE MARYLAND AGRICULTURAL LAND PRESERVATION FOUNDATION
17	OR A LOCAL CONSERVATION EASEMENT PROGRAM;
10	ON A LOCAL CONSERVATION EASEMENT I ROURAN,
19	(IV) A STORAGE, PRODUCTION, OR PROCESSING FACILITY
20	ASSOCIATED WITH FORESTRY OR BIOENERGY OPERATIONS; OR
21	(V) <u>GRAVEL SURFACES</u> .
	(c)
22	(I) "OFFSET" MEANS AN ACTIVITY THAT ELIMINATES OR MINIMIZES
23	THE NEGATIVE IMPACT ON NATURAL HYDROLOGY ASSOCIATED WITH A NEW
24	IMPERVIOUS SURFACE, INCLUDING THE IMPLEMENTATION OF ENVIRONMENTAL
25	SITE DESIGN TECHNIQUES, SUCH AS POROUS PAVERS, GREEN ROOFS,
26	MAINTENANCE OF NATURAL INFILTRATION CAPACITY, OR OTHER
27	ENVIRONMENTAL PRACTICES.
28	(J) "Priority funding areas" are those areas identified or
20 29	DESIGNATED AS PRIORITY FUNDING AREAS UNDER §§ 5–7B–02 AND 5–7B–03 OF
30	THE STATE FINANCE AND PROCUREMENT ARTICLE.

(K) (J) "SMART GROWTH POLICIES" MEANS THE POLICIES
 ESTABLISHED UNDER TITLE 9, SUBTITLE 14 OF THE STATE GOVERNMENT
 ARTICLE.

4 (L) (K) "TRIBUTARY STRATEGIES" MEANS MARYLAND'S
5 WATERSHED-SPECIFIC PLANS TO REDUCE THE AMOUNT OF NITROGEN,
6 PHOSPHORUS, AND SEDIMENT POLLUTION THAT ENTERS THE CHESAPEAKE
7 BAY AND ITS TRIBUTARIES, IN ORDER TO REMOVE THE BAY FROM THE U.S.
8 ENVIRONMENTAL PROTECTION AGENCY'S LIST OF IMPAIRED WATERS.

#### 9 (M) "WORKFORCE HOUSING" HAS THE MEANING STATED IN § 4–1801 OF 10 THE HOUSING AND COMMUNITY DEVELOPMENT ARTICLE.

11 **8–2202.** 

12 (A) (1) BEGINNING JANUARY JULY 1, 2008, THERE IS A CHESAPEAKE
 13 BAY AND ATLANTIC COASTAL BAYS GREEN FUND.

14(2) IT IS THE INTENT OF THE GENERAL ASSEMBLY THAT THE15FUND BE GENERATED AND USED ON A STATEWIDE BASIS TO:

16

#### (I) **PROVIDE CRITICAL FUNDING FOR THE:**

17 <u>1. THE RESTORATION AND PRESERVATION OF THE</u>
 18 <u>CHESAPEAKE AND ATLANTIC COASTAL BAYS AND ALL WATERS OF THE STATE;</u>
 19 AND

20 <u>2. THE</u> IMPLEMENTATION OF RESTORATION AND 21 PROTECTION ACTIONS CONTAINED WITHIN THE STATE'S TRIBUTARY 22 STRATEGIES IN ORDER TO MEET THE STATE'S NUTRIENT POLLUTION 23 REDUCTION GOALS AND OTHER COMMITMENTS CONTAINED WITHIN THE 24 CHESAPEAKE 2000 AGREEMENT;

(II) PROVIDE CRITICAL PLANNING AND TECHNICAL
 ASSISTANCE TOOLS CONSISTENT WITH NUTRIENT REDUCTION AND SMART
 GROWTH POLICIES;

28(III) FOCUS LIMITED FINANCIAL RESOURCES ON THE MOST29COST-EFFECTIVE PRACTICES FOR NUTRIENT POLLUTION REDUCTION,

1 INCLUDING MANY OF THE AGRICULTURAL ACTIVITIES CONTAINED IN THE 2 TRIBUTARY STRATEGIES;

3 (IV) REDUCE FUTURE <u>COSTS FOR RESTORING THE</u>
4 CHESAPEAKE <u>BAY</u> <u>AND ATLANTIC COASTAL BAYS</u> AND <u>IMPLEMENTING THE</u>
5 TRIBUTARY STRATEGIES <del>RESTORATION COSTS</del>;

6 (V) MAINTAIN THE PRODUCTIVITY AND OPEN SPACES OF 7 THE STATE'S FARMLAND AND FORESTS, AND RETAIN AND PROMOTE THE 8 ECONOMIC VIABILITY OF THE STATE'S RESOURCE-BASED INDUSTRIES IN WAYS 9 THAT ARE CONSISTENT WITH AND RESPONSIVE TO THE GOALS OF THE 10 CHESAPEAKE 2000 AGREEMENT; AND

11(VI) MINIMIZETHEENVIRONMENTALIMPACTSOF12DEVELOPMENT.

 13
 (3)
 MONEY EXPENDED FROM THE FUND IN ACCORDANCE WITH

 14
 § 8–2203 OF THIS SUBTITLE IS SUPPLEMENTAL TO AND IS NOT INTENDED TO

 15
 TAKE THE PLACE OF FUNDING LEVELS AUTHORIZED FOR PROGRAMS LISTED

 16
 UNDER THAT SECTION.

17(B)(1)BEGINNINGJANUARYJULY1,2008,THEREISAN18IMPERVIOUS SURFACE FEE.

19(2) BEFORE THE ISSUANCE OF A BUILDING OR20BUILDING PERMIT BY A LOCAL GOVERNMENT, A PERSON SHALL PROVIDE TO21THE LOCAL GOVERNMENT:

(I) THE TOTAL AREA OF NEW IMPERVIOUS SURFACE
PROPOSED TO BE DEVELOPED AS PART OF THE <u>GRADING</u>, FINAL BUILDING,
SUBDIVISION, OR SIMILAR PLAN; AND

(II) ANY PROPOSALS FOR OFFSETS OF NEW IMPERVIOUS
 SURFACE IN ACCORDANCE WITH PARAGRAPH (5) OF THIS SUBSECTION.

(3) EXCEPT AS PROVIDED UNDER SUBSECTION (C) OF THIS
 SECTION, A LOCAL GOVERNMENT MAY NOT GRANT A <del>BUILDING OR</del> GRADING <u>OR</u>
 <u>BUILDING</u> PERMIT TO A PERSON FOR THE DEVELOPMENT OF NEW IMPERVIOUS
 SURFACE UNLESS THE PERSON HAS PAID AN IMPERVIOUS SURFACE FEE TO THE
 LOCAL GOVERNMENT.

1 (4) **THE IMPERVIOUS SURFACE FEE IS: \$2 PER SQUARE FOOT OF NEW IMPERVIOUS SURFACE** 2 <del>(I)</del> 3 DEVELOPMENT OUTSIDE OF EXISTING PRIORITY FUNDING AREAS; AND 4 25 CENTS PER SQUARE FOOT OF NEW IMPERVIOUS <del>(II)</del> 5 SURFACE DEVELOPMENT INSIDE OF EXISTING PRIORITY FUNDING AREAS, **(I)** 6 THE IMPERVIOUS SURFACE FEE, TO BE COLLECTED 7 **BEFORE THE ISSUANCE OF A GRADING PERMIT, IS:** 8 FOR RESIDENTIAL DEVELOPMENT, 50 CENTS PER 1. 9 SQUARE FOOT OF NEW IMPERVIOUS SURFACE; AND 10 2. FOR COMMERCIAL AND INDUSTRIAL **DEVELOPMENT, \$1 PER SQUARE FOOT OF NEW IMPERVIOUS SURFACE.** 11 12 **(II)** FOR RESIDENTIAL DEVELOPMENT OR 13 **REDEVELOPMENT, THE IMPERVIOUS SURFACE FEE, TO BE COLLECTED BEFORE** 14 THE ISSUANCE OF A BUILDING PERMIT, SHALL BE: 15 1. FOR LOTS WITH LESS THAN 1.000 SQUARE FEET **OF NEW IMPERVIOUS SURFACE......\$100;** 16 17 2. FOR LOTS WITH GREATER THAN OR EQUAL TO 1,000 SQUARE FEET BUT LESS THAN 2,500 SQUARE FEET OF NEW IMPERVIOUS 18 SURFACE.....\$250: 19 20 3. FOR LOTS WITH GREATER THAN OR EQUAL TO 2,500 SQUARE FEET BUT LESS THAN 5,000 SQUARE FEET OF NEW IMPERVIOUS 21 **SURFACE......\$500;** 22 23 FOR LOTS WITH GREATER THAN OR EQUAL TO 4. 24 5,000 SQUARE FEET BUT LESS THAN 10,000 SQUARE FEET OF NEW IMPERVIOUS 25 SURFACE......\$1.000: AND 26 5. FOR LOTS WITH GREATER THAN OR EQUAL TO 10,000 SQUARE FEET OF NEW IMPERVIOUS SURFACE......\$1.500. 27

1	(III) FOR COMMERCIAL AND INDUSTRIAL DEVELOPMENT		
2	AND REDEVELOPMENT, THE IMPERVIOUS SURFACE FEE, TO BE COLLECTED		
3	BEFORE THE ISSUANCE OF A BUILDING PERMIT, IS \$1 PER SQUARE FOOT OF		
4	NEW IMPERVIOUS SURFACE.		
5	(5) THE AMOUNT OF AN IMPERVIOUS SURFACE FEE:		
6	(I) MAY BE REDUCED USING OFFSETS, IN ACCORDANCE		
7	WITH REGULATIONS ADOPTED UNDER § 8–2205 OF THIS SUBTITLE; AND		
8	(II) MAY NOT BE REDUCED BY MORE THAN <del>25%</del> 75% USING		
9	OFFSETS.		
10	(C) (1) A LOCAL GOVERNMENT MAY NOT COLLECT AN IMPERVIOUS		
11	SURFACE FEE <del>AS A RESULT OF A</del> <u>FOR:</u>		
12	(I) <u>A</u> GOVERNMENT-SPONSORED PROJECT OR ACTIVITY;		
13	(II) AS CALCULATED IN ACCORDANCE WITH PARAGRAPH (2)		
14	OF THIS SUBSECTION, THE PORTION OF A RESIDENTIAL HOUSING		
15	DEVELOPMENT THAT CONTAINS LOW INCOME OR WORKFORCE HOUSING; OR		
16	(III) AN ECONOMIC DEVELOPMENT PROJECT IN A COUNTY		
17	FOR WHICH, OVER THE COURSE OF THE MOST RECENT 18 MONTHS PRECEDING		
18	THE MONTH IN WHICH AN APPLICATION FOR A GRADING OR BUILDING PERMIT		
19	IS FIRST FILED FOR THE PROJECT, DATA FROM THE DEPARTMENT OF BUSINESS		
20	AND ECONOMIC DEVELOPMENT DEMONSTRATES THAT:		
21	<b><u>1.</u></b> The unemployment average in that county		
22	<u>is more than 150% of the State average; or</u>		
23	2. THE AVERAGE PER CAPITA PERSONAL INCOME IN		
24	<u>THAT COUNTY IS LESS THAN OR EQUAL TO 67% OF THE STATE AVERAGE.</u>		
25	(2) <u>A LOCAL GOVERNMENT SHALL:</u>		
26	(I) <b>DETERMINE WHAT PERCENTAGE OF THE TOTAL</b>		
27	NUMBER OF UNITS IN A RESIDENTIAL DEVELOPMENT FALL BELOW THE		
28	MAXIMUM AGGREGATE ANNUAL INCOME LIMITS SET FOR WORKFORCE HOUSING,		

## AS DEFINED IN § 4–1801 OF THE HOUSING AND COMMUNITY DEVELOPMENT ARTICLE; AND

3(II)**REDUCE THE AMOUNT OF THE IMPERVIOUS SURFACE**4FEE FOR THE DEVELOPMENT BY THE PERCENTAGE DETERMINED UNDER ITEM5(I) OF THIS PARAGRAPH.

6 (2) THE CREATION OF NEW IMPERVIOUS SURFACE BY A
 7 GOVERNMENT-SPONSORED PROJECT OR ACTIVITY SHALL MEET MITIGATION
 8 REQUIREMENTS ESTABLISHED BY REGULATIONS ADOPTED UNDER § 8-2205 OF
 9 THIS SUBTITLE.

10(D)(1)THIS SUBSECTION APPLIES TO THE REDEVELOPMENT OF AN11EXISTING STRUCTURE, SIDEWALK, DRIVEWAY, OR LANE.

 12
 (2)
 A LOCAL GOVERNMENT MAY COLLECT AN IMPERVIOUS

 13
 SURFACE FEE ONLY FOR THE AMOUNT OF IMPERVIOUS SURFACE RESULTING

 14
 FROM DEVELOPMENT THAT EXCEEDS THE EXISTING AMOUNT OF IMPERVIOUS

 15
 SURFACE.

16(E)(1)A LOCAL GOVERNMENT, WITH THE APPROVAL OF THE17DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT, MAY WAIVE THE18IMPERVIOUS SURFACE FEE FOR A JOB CREATION PROJECT.

19 (2) BEFORE WAIVING THE COLLECTION OF THE IMPERVIOUS
 20 SURFACE FEE FOR A JOB CREATION PROJECT, A LOCAL GOVERNMENT SHALL
 21 SUBMIT THE PROPOSED WAIVER AND INFORMATION REGARDING THE PROJECT
 22 TO THE DEPARTMENT.

23(3)(I)THE DEPARTMENT SHALL HAVE 30 DAYS TO APPROVE24OR DISAPPROVE THE PROPOSED WAIVER.

25 (II) IF THE DEPARTMENT FAILS TO NOTIFY A LOCAL
 26 GOVERNMENT IN ACCORDANCE WITH SUBPARAGRAPH (I) OF THIS PARAGRAPH,
 27 THE WAIVER SHALL BE TREATED AS BEING APPROVED BY THE DEPARTMENT.

28 (4) ON OR BEFORE DECEMBER 31 OF EACH YEAR, THE 29 DEPARTMENT SHALL SUBMIT A REPORT CONTAINING ALL APPROVALS OF 30 WAIVERS ISSUED TO A LOCAL GOVERNMENT TO THE GENERAL ASSEMBLY IN 31 ACCORDANCE WITH § 2–1246 OF THE STATE GOVERNMENT ARTICLE.

1	(f) To the maximum extent practicable in its development
2	PROJECTS AND ACTIVITIES, A LOCAL GOVERNMENT SHALL IMPLEMENT
3	<b>OFFSETS IN ACCORDANCE WITH § 8–2205 OF THIS SUBTITLE AND REGULATIONS</b>
4	ADOPTED UNDER THAT SECTION.
~	
5	(G) (1) FROM THE TOTAL IMPERVIOUS SURFACE FEE REVENUE
6	COLLECTED BY A LOCAL GOVERNMENT UNDER SUBSECTION (B) OF THIS
7	SECTION, THE LOCAL GOVERNMENT MAY:
8	(I) <b>DISTRIBUTE TO AN ADMINISTRATIVE COST ACCOUNT</b>
8 9	THE AMOUNT THAT IS NECESSARY TO ADMINISTRATIVE COST ACCOUNT THE AMOUNT THAT IS NECESSARY TO ADMINISTER THE FEE, WHICH MAY NOT
9 10	EXCEED 8% OF THE TOTAL IN FISCAL YEAR 2009 AND 5% OF THE TOTAL IN EACH
11	FISCAL YEAR THEREAFTER; AND
12	(II) <b>RETAIN 30% OF THE TOTAL FOR THE USES SPECIFIED</b>
12	UNDER PARAGRAPH (3) OF THIS SUBSECTION.
15	UNDER FARAORAFII (5) OF THIS SUBSECTION.
14	(2) IF A COUNTY COLLECTS A FEE FOR A NEW IMPERVIOUS
15	SURFACE LOCATED WITHIN A MUNICIPALITY, WITHIN 45 DAYS AFTER
16	COLLECTION OF THE FEE, THE COUNTY SHALL:
10	
17	(I) <b>DEDUCT ITS ADMINISTRATIVE FEE; AND</b>
18	(II) <b>REMIT THE REMAINDER TO THE MUNICIPALITY WITH</b>
19	JURISDICTION OVER THE AREA WHERE THE NEW IMPERVIOUS SURFACE IS
20	LOCATED.
21	(3) <u>A local government retaining funds under</u>
22	PARAGRAPH (1)(II) OF THIS SUBSECTION SHALL USE THOSE FUNDS FOR:
23	(I) THE IMPLEMENTATION OF NONSTRUCTURAL OR
23 24	<u>(I) The implementation of nonstructural or structural stormwater management or stream restoration</u>
24	STRUCTURAL STORMWATER MANAGEMENT OR STREAM RESTORATION
24 25	STRUCTURAL STORMWATER MANAGEMENT OR STREAM RESTORATION PRACTICES APPROVED BY THE DEPARTMENT OF THE ENVIRONMENT AS
24 25 26 27	STRUCTURAL STORMWATER MANAGEMENT OR STREAM RESTORATION PRACTICES APPROVED BY THE DEPARTMENT OF THE ENVIRONMENT AS REDUCING NUTRIENT AND SEDIMENT LOADINGS TO WATERS OF THE STATE IN ACCORDANCE WITH THE STATE'S TRIBUTARY STRATEGIES;
24 25 26 27 28	STRUCTURAL STORMWATER MANAGEMENT OR STREAM RESTORATION PRACTICES APPROVED BY THE DEPARTMENT OF THE ENVIRONMENT AS REDUCING NUTRIENT AND SEDIMENT LOADINGS TO WATERS OF THE STATE IN
24 25 26 27	STRUCTURAL STORMWATER MANAGEMENT OR STREAM RESTORATION PRACTICES APPROVED BY THE DEPARTMENT OF THE ENVIRONMENT AS REDUCING NUTRIENT AND SEDIMENT LOADINGS TO WATERS OF THE STATE IN ACCORDANCE WITH THE STATE'S TRIBUTARY STRATEGIES;

## 1SEDIMENT LOADINGS IN ACCORDANCE WITH THE STATE'S TRIBUTARY2STRATEGIES;

3 <u>(III) THE IMPLEMENTATION OF ANY OTHER PRACTICE</u> 4 <u>IDENTIFIED AS A MARYLAND TRIBUTARY STRATEGY BEST MANAGEMENT</u> 5 PRACTICE;

6 (IV) <u>THE DEVELOPMENT OR IMPLEMENTATION OF LOCAL</u>
 7 <u>PROGRAMS, PROJECTS, PLANS, POLICIES, OR LAWS RELATED TO MONITORING,</u>
 8 <u>ASSESSMENT, PROTECTION, AND DEVELOPMENT OF WATER SUPPLIES RELATED</u>
 9 <u>TO WATER QUALITY, INCLUDING LAND USE REQUIREMENTS, ZONING, OR OTHER</u>
 10 ORDINANCES THAT PROTECT DRINKING WATER SOURCE AREAS; OR

11(V)CITIZEN EDUCATION REGARDING THE REDUCTION OF12LAWN FERTILIZER USE, ENERGY AND WATER CONSERVATION PRACTICES,13ECO-FRIENDLY LANDSCAPING, MAINTENANCE AND UPGRADES OF SEPTIC14SYSTEMS, AND OTHER NUTRIENT REDUCTION STRATEGIES THAT CITIZENS MAY15UNDERTAKE.

16  $(\mathbf{D})$   $(\mathbf{H})$  (1) A LOCAL GOVERNMENT SHALL:

(I) ON A QUARTERLY BASIS, REPORT AND SUBMIT UNDER
 OATH ALL IMPERVIOUS SURFACE FEES COLLECTED, EXCEPT THOSE RETAINED
 BY THE LOCAL GOVERNMENT UNDER SUBSECTION (G)(1) OF THIS SECTION, TO
 THE COMPTROLLER FOR THE BENEFIT OF THE FUND;

(II) COMPILE, ON AN ONGOING BASIS, THE TOTAL NEW
 IMPERVIOUS SURFACE CREATED AND FOR WHICH REVENUES WERE COLLECTED
 <u>AND RETAINED</u> BY THE LOCAL GOVERNMENT, BOTH INSIDE AND OUTSIDE OF
 PRIORITY-FUNDING AREAS;

(III) COMPILE, ON AN ONGOING BASIS, THE EXTENT TO
 WHICH IMPERVIOUS SURFACE OFFSETS HAVE BEEN IMPLEMENTED TO REDUCE
 THE IMPACTS OF NEW IMPERVIOUS SURFACES AND THE RELATED REDUCTIONS
 IN FEES COLLECTED DUE TO THE OFFSETS BOTH INSIDE AND OUTSIDE OF
 PRIORITY FUNDING AREAS; AND

30(iv)SUBMIT ANNUALLY TO THE CHESAPEAKE BAY AND31ATLANTIC COASTAL BAYSGREEN FUND OVERSIGHT AND ACCOUNTABILITY32COMMITTEE ESTABLISHED UNDER § 8–2204 OF THIS SUBTITLE INFORMATION

1 REGARDING ANY LOCAL ADMINISTRATIVE COSTS AND THE INFORMATION 2 COMPILED IN ACCORDANCE WITH ITEMS (I), (II), AND (III) OF THIS PARAGRAPH.

3 (2) EXCEPT TO THE EXTENT OF ANY INCONSISTENCY WITH THIS 4 SUBSECTION, THE PROVISIONS OF TITLE 13 OF THE TAX – GENERAL ARTICLE 5 THAT ARE APPLICABLE TO THE SALES AND USE TAX SHALL GOVERN THE 6 ADMINISTRATION, COLLECTION, AND ENFORCEMENT OF THE IMPERVIOUS 7 SURFACE FEE UNDER THIS SUBTITLE.

8 (E) (I) (1) THE EXCEPT FOR THE PORTION OF THE FUND RETAINED BY 9 LOCAL GOVERNMENTS UNDER SUBSECTION (G) OF THIS SECTION, THE 10 COMPTROLLER SHALL DEPOSIT THE IMPERVIOUS SURFACE FEE IN THE FUND.

(2) THE STATE CENTRAL COLLECTION UNIT MAY COLLECT
 DELINQUENT ACCOUNTS UNDER THIS SECTION IN ACCORDANCE WITH § 3–302
 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

14(3) By December 31, 2007 June 30, 2008, The Comptroller15SHALL ADOPT REGULATIONS NECESSARY TO ADMINISTER THE FUND AND16COLLECT AND ENFORCE THE IMPERVIOUS SURFACE FEE.

17 (F) (1) THE FUND IS A SPECIAL, CONTINUING, NONLAPSING FUND
 THAT IS NOT SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT
 ARTICLE AND SHALL BE AVAILABLE IN PERPETUITY FOR THE PURPOSE OF
 PROVIDING FINANCIAL ASSISTANCE IN ACCORDANCE WITH THE PROVISIONS OF
 THIS SUBTITLE.

22(2)(1)Money in the Fund may not revert or be23TRANSFERRED TO THE GENERAL FUND OF THE STATE.

24 (II) ANY UNSPENT FUNDS SHALL REMAIN IN THE FUND FOR
 25 FUTURE DISTRIBUTION BY THE CHESAPEAKE BAY GREEN FUND OVERSIGHT
 26 AND ACCOUNTABILITY COMMITTEE.

27 (J) AT THE END OF EACH FISCAL YEAR, ANY UNSPENT OR
 28 UNENCUMBERED BALANCE IN THE FUND SHALL REVERT TO THE GENERAL
 29 FUND OF THE STATE IN ACCORDANCE WITH § 7–302 OF THE STATE FINANCE
 30 AND PROCUREMENT ARTICLE.

31 **8–2203.** 

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1 (A) THE FUND SHALL PROVIDE FINANCIAL ASSISTANCE TO LOCAL 2 GOVERNMENTS, STATE AGENCIES, AND NONGOVERNMENTAL ORGANIZATIONS 3 FOR:

4 (1) THE SUPPORT OF PROJECTS AND ACTIVITIES RELATED TO 5 IMPLEMENTATION OF THE STATE'S TRIBUTARY STRATEGIES; AND

6 (2) MEETING THE COMMITMENTS UNDER THE CHESAPEAKE 2000
 7 AGREEMENT, THE STATE'S SMART GROWTH POLICIES, AND CHAPTER 381 OF
 8 THE ACTS OF THE GENERAL ASSEMBLY OF 2006.

9 (B) THE EXCEPT FOR THE PORTION OF THE FUND RETAINED BY LOCAL 10 GOVERNMENTS UNDER § 8–2202(F) OF THIS SUBTITLE, THE COMPTROLLER 11 SHALL DISTRIBUTE THE FUND ANNUALLY IN ACCORDANCE WITH THE 12 FOLLOWING ALLOCATIONS:

(1) 4.5% TO THE DEPARTMENT OF AGRICULTURE FOR THE SOIL
 CONSERVATION DISTRICTS, THE UNIVERSITY OF MARYLAND COOPERATIVE
 EXTENSION, AND THE DEPARTMENT OF THE ENVIRONMENT, AT A RATE OF 1.5%
 EACH, NOT TO EXCEED \$2,000,000 EACH, FOR THE PROVISION OF TECHNICAL
 ASSISTANCE RELATED TO THE IMPLEMENTATION OF THE TRIBUTARY
 STRATEGIES;

18 <del>STRATEGIES;</del>

19(2)(I)Except as provided in item (II) of this item, 35%2045%TO THE DEPARTMENT OF AGRICULTURE IN ACCORDANCE WITH THE21FOLLOWING REQUIREMENTS:

 22
 (I)
 UP to 2.5% Each, But not to exceed \$2,000,000

 23
 EACH, TO:

 24
 1.
 THE SOIL CONSERVATION DISTRICTS FOR STAFF

 25
 AND OPERATING COSTS; AND

# 26 <u>2. THE UNIVERSITY OF MARYLAND COOPERATIVE</u> 27 <u>EXTENSION FOR THE PROVISION OF TECHNICAL ASSISTANCE RELATED TO THE</u> 28 <u>IMPLEMENTATION OF THE STATE'S TRIBUTARY STRATEGIES;</u>

29(II)FOR FISCAL YEARS 2009 THROUGH 2012, UP TO A30TOTAL OF \$5,000,000PER YEAR FOR THE NEXT GENERATION FARMLAND

 1
 ACQUISITION PROGRAM WITHIN THE MARYLAND AGRICULTURAL AND

 2
 RESOURCE-BASED INDUSTRY DEVELOPMENT CORPORATION;

 3
 (III) FOR FISCAL YEAR 2013 AND EACH FISCAL YEAR

4 <u>THEREAFTER, UP TO A TOTAL OF \$5,000,000 PER YEAR FOR THE MARYLAND</u>
 5 <u>AGRICULTURAL LAND PRESERVATION FOUNDATION, ESTABLISHED UNDER</u>
 6 <u>TITLE 2, SUBTITLE 5 OF THE AGRICULTURE ARTICLE; AND</u>

7 <u>(IV)</u> <u>The remainder</u> for the implementation of best 8 MANAGEMENT PRACTICES THROUGH THE MARYLAND AGRICULTURAL 9 COST-SHARE PROGRAM, THE COVER CROP PROGRAM, AND ANY OTHER 10 COST-SHARE PROGRAMS FOR FARMERS AGRICULTURAL NUTRIENT REDUCTION; 11 AND

 12
 (II)
 For fiscal year 2009, Half of the funds

 13
 ALLOCATED UNDER THIS ITEM, NOT TO EXCEED \$20,000,000, TO THE NEXT

 14
 Generation Farmland Acquisition Program within the Maryland

 15
 Agricultural and Resource-Based Industry Development

- 16 **CORPORATION;**
- 17
- $(3) (2) \qquad 10\% \underline{8\%} \text{ to the Chesapeake Bay Trust for:}$

18(I) COMPETITIVE GRANTS AND LOANS RELATED TO THE19IMPLEMENTATION OF URBAN, SUBURBAN, OR AGRICULTURAL BEST20MANAGEMENT PRACTICES CONSISTENT WITH THE TRIBUTARY STRATEGIES;

21 COMPETITIVE GRANTS TO ACADEMIC INSTITUTIONS, **(II)** 22 UNITS OF STATE OR LOCAL GOVERNMENT, NONGOVERNMENTAL 23 ORGANIZATIONS, AND ANY OTHER PERSON IN ORDER TO ADVANCE TECHNOLOGY OR DEMONSTRATE INNOVATIVE AGRICULTURAL NUTRIENT OR 24 25 STORMWATER MANAGEMENT TECHNIQUES;

26 (III) COMPETITIVE GRANTS TO LOCAL GOVERNMENTS AND
 27 NONGOVERNMENTAL ORGANIZATIONS FOR ENVIRONMENTAL EDUCATION
 28 PROGRAMMING; AND

29(IV) DIRECT SUPPORT, NOT TO EXCEED A TOTAL OF30\$1,000,000, TO THE:

1<u>1.</u><u>THE</u>HARRYR.HUGHESAGRO-ECOLOGY2CENTER FOR AGRICULTURAL AND LAND USE RESEARCH TO ENHANCE THE3EFFECTIVENESS OF CONSERVATION AND AGRICULTURAL BEST MANAGEMENT4PRACTICES; AND

5 <u>2. THE NATIONAL CENTER FOR SMART GROWTH</u>
 6 <u>RESEARCH AND EDUCATION AT THE UNIVERSITY OF MARYLAND TO ESTABLISH</u>
 7 <u>A SMART GROWTH MONITORING SYSTEM AND TO RESEARCH THE</u>
 8 <u>IMPLEMENTATION OF GREEN URBANISM, SUSTAINABLE URBAN DEVELOPMENT,</u>
 9 <u>AND AFFORDABLE HOUSING;</u>

10 (4) (3) 15% 12% TO THE DEPARTMENT OF PLANNING TO
 ASSIST WITH LOCAL GOVERNMENT PROVIDE TO LOCAL GOVERNMENTS
 12 TECHNICAL ASSISTANCE AND GRANTS RELATED TO THE IMPLEMENTATION OF
 13 TRIBUTARY STRATEGIES ACTIVITIES AND SMART GROWTH POLICIES,
 14 INCLUDING:

15 (I) GRANTS FOR TECHNICAL ASSISTANCE TO LOCAL
 16 GOVERNMENTS FOR IMPLEMENTATION OF LOCAL ORDINANCES, ZONING, AND
 17 PROGRAMS TO REDUCE DEVELOPMENT OUTSIDE PRIORITY FUNDING AREAS
 18 AND TO PROTECT FARMLAND, FORESTS, AND OPEN SPACES;

19(I)MATCHING GRANTS TO LOCAL GOVERNMENTS20FOR IMPLEMENTATION PRACTICES AND POLICIES CONSISTENT WITH THE21TRIBUTARY STRATEGIES; AND

(III) IMPLEMENTATION OF THE REQUIREMENTS
 ESTABLISHED UNDER CHAPTER 381 OF THE ACTS OF THE GENERAL ASSEMBLY
 OF 2006;

25 (5) 10% TO THE DEPARTMENT OF HOUSING AND COMMUNITY
 26 DEVELOPMENT FOR INCENTIVES AND GRANTS TO LOCAL GOVERNMENTS TO
 27 IMPLEMENT WORKFORCE HOUSING IN PRIORITY FUNDING AREAS;

(6) (4) 10.5% 15% TO THE DEPARTMENT OF NATURAL
 RESOURCES FOR PROGRAMS TO PRESERVE AND RESTORE, RESTORE, AND
 MANAGE PUBLIC AND PRIVATE FORESTLAND AND ALL LIVING RESOURCES IN
 THE STATE, PARTICULARLY THE CHESAPEAKE BAY AND ATLANTIC COASTAL
 BAYS AND HTS THEIR TRIBUTARIES, AS FOLLOWS:

**(I)** 0.5% FOR BAYSTAT TRACKING, NOT TO EXCEED 1 2 \$1,000,000; AND 3 **(II) THE REMAINDER FOR: PROGRAM DELIVERY AND INCENTIVES FOR** 4 1. 5 BUFFER, FOREST, AND WETLAND RESTORATION; AND 2. 6 NATIVE OYSTER AND AQUATIC HABITAT 7 **RESTORATION ACTIVITIES; AND** 8 3. **IMPLEMENTATION OF PRACTICES AND POLICIES** 9 CONSISTENT WITH THE TRIBUTARY STRATEGIES: 10 **PROMOTION OF FOREST STEWARDSHIP, 4.** INCLUDING THE WOODLAND INCENTIVE FUND AND GRANTS TO LOCAL 11 12 GOVERNMENTS FOR TREE PLANTING IN OZONE NON-ATTAINMENT AREAS: AND COSTS ASSOCIATED WITH STAFFING OF THE 13 5. CHESAPEAKE AND ATLANTIC COASTAL BAYS GREEN FUND OVERSIGHT AND 14 ACCOUNTABILITY COMMITTEE ESTABLISHED UNDER § 8-2204 OF THIS 15 16 SUBTITLE; AND 17 (7)(5)15% 20% TO THE DEPARTMENT OF THE ENVIRONMENT FOR MATCHING TECHNICAL ASSISTANCE AND GRANTS TO LOCAL GOVERNMENTS 18 19 FOR. AS FOLLOWS: THE STATE'S TRIBUTARY 20 **(I)** IMPLEMENTATION OF STRATEGIES AND OTHER PRACTICES AND POLICIES THAT ARE CONSISTENT 21 WITH THE TRIBUTARY STRATEGIES: AND 22 23 **(II) IMPLEMENTATION** STORMWATER MANAGEMENT; 24 (III) PLANNING RELATING TO WATER AND SEWER 25 FACILITIES; (IV) FOR FISCAL YEARS 2009 THROUGH 2013, UP TO A 26 27 TOTAL OF \$1,000,000 EACH YEAR TO CONDUCT A GEOGRAPHIC INFORMATION SYSTEMS STUDY OF THE STATE'S WATER RESOURCES LOCATED WITHIN THE 28 29 **PIEDMONT REGION: AND** 

IMPLEMENTATION OF THE REQUIREMENTS ENACTED

2 UNDER CHAPTER 381 OF THE ACTS OF THE GENERAL ASSEMBLY OF 2006. THE CHESAPEAKE BAY TRUST OR A UNIT OF GOVERNMENT THAT 3 **(C)** RECEIVES A DIRECT ALLOCATION FROM THE FUND MAY UTILIZE UP TO 5% OF 4 ALLOCATED FUNDS FOR THE ADMINISTRATION OF FUNDED PROGRAMS AND 5 6 **ACTIVITIES.** 7 LOCAL GOVERNMENTS MAY USE UP TO 5% OF COLLECTED FEES FOR **(D)** 8 COSTS ASSOCIATED WITH THE ADMINISTRATION OF FEE COLLECTION 9 ACTIVITIES. 10 IN THE ADMINISTRATION OF FUNDS ALLOCATED FROM THE FUND, <del>(E)</del> AND NOTWITHSTANDING ANY OTHER PROVISION OF LAW, THE CHESAPEAKE 11 **BAY TRUST:** 12 IS EXEMPT FROM THE PROVISIONS OF ARTICLE 78A AND THE 13 (1) STATE FINANCE AND PROCUREMENT ARTICLE; AND 14 MAY ENTER INTO A MEMORANDUM OF UNDERSTANDING WITH 15 **(2)** A UNIT OF STATE GOVERNMENT. 16 8-2204. 17

18 (A) (1) THERE IS A CHESAPEAKE BAY AND ATLANTIC COASTAL BAYS
 19 GREEN FUND OVERSIGHT AND ACCOUNTABILITY COMMITTEE.

20(2)THE COMMITTEE CONSISTS OF THE FOLLOWING 13 1721MEMBERS:

(I) THE SECRETARY OF NATURAL RESOURCES, OR THE
 SECRETARY'S DESIGNEE;

24 (II) THE SECRETARY OF THE ENVIRONMENT, OR THE 25 SECRETARY'S DESIGNEE;

26(III) THE SECRETARY OF PLANNING, OR THE SECRETARY'S27DESIGNEE;

(V)

(IV) THE SECRETARY AGRICULTURE, 1 OF OR THE 2 **SECRETARY'S DESIGNEE;** 3 ONE MEMBER OF THE SENATE OF MARYLAND, **(V) APPOINTED BY THE PRESIDENT OF THE SENATE;** 4 5 (VI) ONE MEMBER OF THE HOUSE OF DELEGATES, **APPOINTED BY THE SPEAKER OF THE HOUSE OF DELEGATES;** 6 7 (VII) A REPRESENTATIVE OF THE CHESAPEAKE BAY TRUST, 8 APPOINTED BY THE CHAIR OF THE CHESAPEAKE BAY TRUST; 9 (VIII) A REPRESENTATIVE OF THE MARYLAND ASSOCIATION OF COUNTIES, APPOINTED BY THE PRESIDENT OF THE BOARD OF DIRECTORS; 10 (IX) A REPRESENTATIVE OF THE MARYLAND MUNICIPAL 11 LEAGUE, APPOINTED BY THE PRESIDENT OF THE BOARD OF DIRECTORS; AND 12 A REPRESENTATIVE OF THE HARRY R. HUGHES 13 (X) AGRO-ECOLOGY CENTER FOR AGRICULTURAL AND LAND USE RESEARCH, 14 **APPOINTED BY THE PRESIDENT OF THE BOARD OF DIRECTORS:** 15 (XI) A REPRESENTATIVE OF THE NATIONAL CENTER FOR 16 SMART GROWTH RESEARCH AND EDUCATION, APPOINTED BY THE PRESIDENT 17 OF THE BOARD OF DIRECTORS; AND 18 19 <del>(X)</del> (XII) THE FOLLOWING FOUR SIX MEMBERS, APPOINTED BY THE GOVERNOR: 20 21 1. A REPRESENTATIVE OF A NONGOVERNMENTAL 22 **ORGANIZATION WITH EXPERTISE IN CHESAPEAKE BAY RESTORATION;** 2. 23 A REPRESENTATIVE OF A NONGOVERNMENTAL ORGANIZATION WITH EXPERTISE IN SMART GROWTH POLICIES AND PROGRAMS; 24 25 3. A REPRESENTATIVE OF THE AGRICULTURAL 26 COMMUNITY; AND 27 **4**. A REPRESENTATIVE OF THE DEVELOPMENT 28 COMMUNITY;

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1 5. A REPRESENTATIVE OF THE FORESTRY 2 **COMMUNITY: AND** 3 A REPRESENTATIVE OF THE HOME BUILDING **6**. 4 **COMMUNITY.** 5 (3) THE GOVERNOR SHALL APPOINT THE CHAIR OF THE 6 COMMITTEE FROM THE DESIGNATED MEMBERS OF THE COMMITTEE. 7 (4) THE COMMITTEE MAY CONSULT WITH ANY STAKEHOLDER 8 GROUP AS IT DETERMINES IS NECESSARY. 9 (5) **(I)** THE TERM OF A MEMBER IS 4 YEARS. 10 **(II)** A MEMBER CONTINUES TO SERVE UNTIL A SUCCESSOR **IS APPOINTED.** 11 12 (III) THE TERMS OF THE MEMBERS APPOINTED BY THE 13 GOVERNOR ARE STAGGERED AS REQUIRED BY THE TERMS PROVIDED FOR 14 MEMBERS OF THE COMMITTEE ON JULY 1, 2007. 15 (IV) AT THE END OF A TERM, A MEMBER CONTINUES TO SERVE UNTIL A SUCCESSOR IS APPOINTED AND QUALIFIES. 16 17 **(V)** A MEMBER WHO IS APPOINTED AFTER A TERM HAS BEGUN SERVES ONLY FOR THE REST OF THE TERM AND UNTIL A SUCCESSOR IS 18 19 **APPOINTED AND QUALIFIES.** 20 (6) IF A REGULATED LOBBYIST IS APPOINTED TO SERVE AS A MEMBER OF THE COMMITTEE, THE LOBBYIST: 21 IS NOT SUBJECT TO § 15-504(D) OF THE STATE 22 **(I)** 23 **GOVERNMENT ARTICLE WITH RESPECT TO THAT SERVICE; AND** IS NOT SUBJECT TO § 15-703(F)(3) OF THE STATE 24 **(II) GOVERNMENT ARTICLE AS A RESULT OF THAT SERVICE.** 25

1 (B) ON OR BEFORE SEPTEMBER 1 OF EACH YEAR, THE CHESAPEAKE 2 BAY TRUST AND ANY UNIT OF STATE <u>OR LOCAL</u> GOVERNMENT THAT IS A FUND 3 RECIPIENT UNDER THIS SUBTITLE SHALL:

4

(1) **PROVIDE INFORMATION TO THE COMMITTEE REGARDING:** 

5 (I) THE SPECIFIC RECEIPT AND DISTRIBUTION OF 6 REVENUES FROM THE FUND DURING THE PREVIOUS FISCAL YEAR;

7 (II) ESTIMATES OF NUTRIENT POLLUTION REDUCTIONS OR
8 OTHER BENCHMARKS ESTABLISHED BY THE COMMITTEE THAT HAVE BEEN
9 ACHIEVED WITH FUND DISTRIBUTIONS;

10 (III) ACCOUNTABILITY MEASURES TO ENSURE THAT THE 11 TRIBUTARY STRATEGIES AND SMART GROWTH OBJECTIVES ARE ADVANCED BY 12 USE OF THE FUND; AND

(IV) <u>THE IMPACT OF FUND SUPPORT ON THE VIABILITY AND</u>
 SUSTAINABILITY OF AGRICULTURE, FORESTRY, AND OTHER RESOURCE-BASED
 INDUSTRIES IN THE STATE, INCLUDING FINDINGS AND RECOMMENDATIONS
 <u>REGARDING THE FUND'S IMPACT ON THE URBAN TREE CANOPY INITIATIVE AND</u>
 <u>THE AMOUNT OF ADDITIONAL FORESTED ACREAGE PRESERVED THROUGH</u>
 <u>CONSERVATION EASEMENT AGREEMENTS UNDER THE STATE'S LAND</u>
 <u>CONSERVATION PROGRAMS; AND</u>

20(v)Any other information determined to be21NECESSARY BY THE COMMITTEE; AND

22(2) EVALUATEPERFORMANCEREQUIREMENTSAND23ACCOUNTABILITY MEASURES AND INCORPORATE THEM INTO ALL GRANTS, SO24AS TO MAXIMIZE CONSISTENCY AND ACCOUNTABILITY IN MEETING NUTRIENT25POLLUTION REDUCTIONS AND PERFORMANCE BENCHMARKS ESTABLISHED26UNDER SUBSECTION (C) OF THIS SECTION.

- 27 (C) THE COMMITTEE SHALL:
- 28 (1) MEET AT LEAST QUARTERLY;

29(2)ESTABLISH CHESAPEAKEBAYAND ATLANTIC COASTAL BAYS30GREENFUNDPERFORMANCEBENCHMARKSTHATREFLECTTHE

IMPLEMENTATION OF THE TRIBUTARY STRATEGIES, THE CHESAPEAKE 2000 1 **AGREEMENT, AND ACHIEVEMENT OF SMART GROWTH OBJECTIVES, INCLUDING:** 2 3 **(I) NUTRIENT POLLUTION REDUCTIONS;** 4 (II) **PROGRESS TOWARDS SPECIFIC COMMITMENTS UNDER** THE CHESAPEAKE 2000 AGREEMENT: 5 6 (III) CHANGES IN LOCAL <del>ZONING,</del> ORDINANCES<del>, AND</del> AND 7 **PROGRAMS; AND** 8 (IV) ANY OTHER APPROPRIATE MEASURES; 9 (3) **REVIEW THE PERFORMANCE BENCHMARKS ANNUALLY AND** MAKE CHANGES AS APPROPRIATE; 10 (4) MONITOR FINANCIAL AND 11 OTHER ACCOUNTABILITY MEASURES UTILIZED BY THE CHESAPEAKE BAY TRUST AND UNITS OF STATE 12 GOVERNMENT THAT ARE FUND RECIPIENTS IN REGARD TO THEIR USE OF 13 ALLOTTED FUNDS SO AS TO ENSURE THAT FUND DISTRIBUTION IS 14 COST-EFFECTIVE, IS BASED ON SOUND SCIENCE, AND ACHIEVES DESIRED 15 16 **RESULTS;** ON OR BEFORE DECEMBER 1 OF EACH YEAR, AND SUBJECT 17 (5) 18 TO § 2-1246 OF THE STATE GOVERNMENT ARTICLE, PROVIDE AN ANNUAL PROGRESS REPORT TO THE GOVERNOR AND THE GENERAL ASSEMBLY 19 20 **REGARDING:** 21 **(I) FUND REVENUES AND DISTRIBUTIONS;** 22 **(II)** SPECIFIC PROGRAMS AND ACTIVITIES SUPPORTED BY THE FUND; 23 24 (III) **PROGRESS TOWARDS PERFORMANCE BENCHMARKS;** 25 AND 26 (IV) ANY OTHER RELEVANT INFORMATION; AND EVERY AT LEAST ONCE EVERY 3 YEARS, ON OR BEFORE 27 (6) DECEMBER 1 AND SUBJECT TO § 2-1246 OF THE STATE GOVERNMENT 28

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ARTICLE, REVIEW THE DISTRIBUTION PERCENTAGES OF THE FUND AND
 REPORT IN WRITING TO THE GOVERNOR AND GENERAL ASSEMBLY REGARDING
 ANY RECOMMENDED MODIFICATIONS.

4 (D) (1) THE DEPARTMENT OF NATURAL RESOURCES SHALL PROVIDE 5 STAFF FOR THE COMMITTEE.

6 (2) THE HARRY R. HUGHES AGRO-ECOLOGY CENTER FOR 7 AGRICULTURAL AND LAND USE RESEARCH AND THE NATIONAL CENTER FOR 8 SMART GROWTH SHALL PROVIDE ASSISTANCE TO THE COMMITTEE AS NEEDED 9 IN THE ESTABLISHMENT, REVIEW, MONITORING, AND MODIFICATION OF 10 PERFORMANCE BENCHMARKS UNDER SUBSECTION (C) OF THIS SECTION.

11 (E) A MEMBER OF THE COMMITTEE:

 12
 (1)
 MAY NOT RECEIVE COMPENSATION AS A MEMBER OF THE

 13
 COMMITTEE; BUT

14 (2) IS ENTITLED TO REIMBURSEMENT FOR EXPENSES UNDER THE
 15 STANDARD STATE TRAVEL REGULATIONS, AS PROVIDED IN THE STATE
 16 BUDGET.

17 **8–2205.** 

(A) IN CONSULTATION WITH THE DEPARTMENT OF PLANNING AND, THE
 DEPARTMENT OF NATURAL RESOURCES, <u>AND INTERESTED PARTIES</u>,
 <u>INCLUDING MEMBERS OF THE MARYLAND STATE BUILDERS ASSOCIATION, AND</u>
 <u>COMMERCIAL AND INDUSTRIAL TRADE ORGANIZATIONS</u>, THE DEPARTMENT OF
 THE ENVIRONMENT SHALL ADOPT REGULATIONS BY DECEMBER 31, 2007 JUNE
 <u>30, 2008</u>, THAT ESTABLISH:

24 (1) AN OFFSET PROGRAM BY WHICH AN IMPERVIOUS SURFACE
 25 FEE MAY BE REDUCED;

26 (2) METHODS OF CALCULATING TOTAL IMPERVIOUS SURFACES
 27 AND PROPOSED OFFSETS FOR CALCULATIONS OF IMPERVIOUS SURFACE FEES;
 28 AND

 29
 (3)
 MITIGATION
 REQUIREMENTS
 FOR
 NEW
 IMPERVIOUS

 30
 SURFACES CREATED BY GOVERNMENT-SPONSORED PROJECTS OR ACTIVITIES

**PROCEDURES FOR APPROVAL AND DENIAL OF OFFSET** 

2 **PROPOSALS:** 3 (4) MINIMUM STANDARDS FOR IMPLEMENTATION AND 4 MONITORING OF OFFSET PROJECTS OR ACTIVITIES; AND 5 (5) **PROVISIONS ALLOWING FOR THE REVIEW AND APPROVAL OF** 6 NEW OFFSET PROPOSALS AT ANY TIME. 7 **REGULATIONS ADOPTED UNDER SUBSECTION** (A) (1) OF THIS **(B)** (1) 8 SECTION SHALL PROVIDE FOR THE USE OF AN OFFSET IN ORDER TO DECREASE 9 THE AMOUNT OF AN IMPERVIOUS SURFACE FEE IF THERE IS A SUBSTANTIAL 10 LIKELIHOOD THAT THE OFFSET WILL SIGNIFICANTLY REDUCE THE DETRIMENTAL ENVIRONMENTAL IMPACTS ASSOCIATED WITH THE NEW 11 **IMPERVIOUS SURFACE.** 12 (2) 13 AN OFFSET ESTABLISHED UNDER THIS SECTION: **(I)** SHALL: 14 15 1. **BE BASED ON:** 16 AN ENVIRONMENTAL SITE DESIGN TECHNIQUE **A**. APPROVED BY THE DEPARTMENT OF THE ENVIRONMENT, INCLUDING: 17 18 CONSERVATION OF A NATURAL AREA, THE DISCONNECTION OF ROOFTOP 19 RUNOFF OR NON-ROOFTOP RUNOFF, SHEET FLOW TO BUFFER AREAS, OR USE 20 OF AN OPEN CHANNEL; OR 21 **B**. ANY OTHER ENVIRONMENTALLY SENSITIVE SITE 22 PLANNING OR DESIGN TECHNIQUE OR AT-THE-SOURCE INTEGRATED CONTROL 23 TECHNIQUE THAT IS APPROVED BY THE DEPARTMENT OF THE ENVIRONMENT. 24 INCLUDING BIORETENTION, A VEGETATED SWALE, A GREEN ROOF, A TREE-BOX FILTER, OR AN INFILTRATION DEVICE; 25 **2**. 26 **INCLUDE PLANS FOR LONG-TERM MAINTENANCE** 27 **OF PRACTICES: 2-3.** BE 28 REVIEWED AND APPROVED BY THE 29 **DEPARTMENT OF THE ENVIRONMENT** STORMWATER MANAGEMENT PLAN **REVIEW AND APPROVAL AUTHORITIES, AS DEFINED BY REGULATIONS ADOPTED** 30

1

(3)

IN ACCORDANCE WITH SUBSECTION (A) OF THIS SECTION, BEFORE THE 1 2 ISSUANCE OF A LOCAL GRADING OR BUILDING PERMIT; AND 3 **3. 4.** INCLUDE ADEQUATE LONG-TERM FINANCIAL 4 ASSURANCES THAT PRACTICES AND PROJECTS WILL FUNCTION AS SPECIFIED; 5 AND 6 **(II)** MAY INCLUDE THE INSTALLATION AND PROVISION OF 7 LONG-TERM MAINTENANCE FOR ENVIRONMENTAL SITE DESIGN TECHNIQUES. **REGULATIONS ADOPTED UNDER SUBSECTION (A)(2) OF THIS** 8 <del>(C)</del> 9 SECTION: 10 <del>(1)</del> SHALL INCLUDE PLANS FOR LONG-TERM MAINTENANCE OF 11 PRACTICES; AND <del>(2)</del> 12 MAY INCLUDE: 1-13 THE USE OF ENVIRONMENTAL SITE DESIGN 14 TECHNIQUES ON-SITE; 2 15 **ENVIRONMENTAL ENHANCEMENTS THAT MITIGATE** 16 **CHANGES IN HYDROLOGY ON-SITE OR OFF-SITE;** 17 3-**RESTORATION, CREATION, OR ENHANCEMENT OF** 18 FORESTED BUFFERS, WETLANDS, OR OTHER ENVIRONMENTAL FEATURES; AND 19 4. ANY OTHER ENVIRONMENTAL PRACTICES APPROVED 20 BY THE DEPARTMENT OF THE ENVIRONMENT FOR PURPOSES OF MITIGATION. TO THE EXTENT DETERMINED APPROPRIATE BY THE 21 (3) DEPARTMENT OF THE ENVIRONMENT, THE AMOUNT OF AN OFFSET SHALL 22 CORRELATE TO THE CUMULATIVE BENEFICIAL IMPACT ASSOCIATED WITH THE 23 NATURE AND EXTENT OF THE OFFSET PROJECT OR ACTIVITY. 24 25 SECTION 2. AND BE IT FURTHER ENACTED, That the terms of the initial members of the Chesapeake Bay and Atlantic Coastal Bays Green Fund Oversight and 26 Accountability Committee shall expire as follows: 27 28

two three members in  $\frac{2008}{2009}$ ; (1)

1	(2) $\underline{\text{two three}}$ members in $\underline{2009}$ $\underline{2010}$ ;		
2	(3) two three members in $\frac{2010}{2011}$ ; and		
3	(4) three four members in $\frac{2011}{2012}$ .		
4	SECTION 3. AND BE IT FURTHER ENACTED, That the General Assembly:		
5	(1) <u>Recognizes:</u>		
6 7 8 9	(i) <u>The vital importance of conserving and sustaining</u> <u>Maryland's privately owned forested lands through existing land conservation</u> <u>programs, particularly Program Open Space, the Maryland Agricultural Land</u> <u>Preservation Foundation, and the Rural Legacy Program; and</u>		
10 11 12 13 14	(ii) That significant funds will be provided to further the conservation and resource protection goals under this Act and that, in addition to the Chesapeake and Atlantic Coastal Bays Green Fund itself, there will be an increased revenue attainment realized by the State real estate transfer tax as a result of this Act.		
15 16 17	(2) Intends that Maryland's land conservation programs make every reasonable effort to prioritize forest land retention through conservation easement agreements in the distribution of these funds.		
18 19 20 21	SECTION 4. AND BE IT FURTHER ENACTED, That this Section 1 of this Act shall be construed to apply only prospectively and may not be applied or interpreted to have any effect on or application to an impervious surface for which a grading or building permit was issued before the effective date of this Act.		
22 23	<u>SECTION 5. AND BE IT FURTHER ENACTED, That, on or before December</u> 31, 2007 the Department of Environment and Department of Planning shall jointly:		
24 25 26	(1) Consider and evaluate methods by which to assess a statewide fee on impervious surfaces that are in existence as of the effective date of this Act and for which a grading or building permit was issued before the effective date of this Act; and		
27 28 29 30 31	(2) Subject to § 2–1246 of the State Government Article, report to the Governor and the General Assembly on the most equitable and practicable means by which to assess a statewide fee on impervious surfaces, including recommendations for the respective amount or amounts of the fee, its frequency, methods of collection, and most effective distribution in order to maximize water quality benefits.		

1 SECTION 6. AND BE IT FURTHER ENACTED, That if any provision of this 2 Act or the application thereof to any person or circumstance is held invalid for any 3 reason in a court of competent jurisdiction, the invalidity does not affect other 4 provisions or any other application of this Act which can be given effect without the 5 invalid provision or application, and for this purpose the provisions of this Act are 6 declared severable.

SECTION <del>3.</del> <u>7.</u> AND BE IT FURTHER ENACTED, That this Act shall take
 effect July 1, 2007.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.