

## **Maryland Accounting for Growth (AfG) Guiding Principles**

1. Just as the Watershed Implementation Plan requires that existing loads of nitrogen, phosphorus and sediment must be reduced to meet the allocations in the Chesapeake Bay TMDL, it also requires that loads from population increase and economic growth that do not have load allocations under the TMDL be offset by an Accounting for Growth program.
2. The Accounting for Growth program cannot undermine other important state policies such as growing the economy, preserving agricultural and forest land, revitalizing communities, conserving energy, and addressing climate change.
3. The AfG program will encourage developers to plan and locate their developments to minimize pollution, and will require developers to offset the remaining pollution by securing reductions elsewhere.
4. Offsets must last as long as the new load exists, but the specific practices producing the offsets may change and the responsibility for maintaining the offsets may be shifted to another entity with its consent.
5. The AfG program needs to minimize market restrictions and barriers to participation while maximizing accountability and transparency.
6. Verifiability and enforcement are critical components to the AfG program.
7. A nutrient trading program will be established to offset new and increased loads and to spur innovation, accelerate pollution reductions, and reduce the overall cost of restoring and maintaining a clean Bay.
8. The AfG program will establish a platform for trading with sufficient predictability and stability to satisfy the reasonable expectations of buyers, sellers and investors, and encourage innovation and a robust market.
9. Maryland's point and nonpoint trading policies and procedures will be fully integrated, with low transactional costs and manageable administrative burdens for the participants and the implementing agency.