HB 1279 2005

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An act relating to rural land protection; amending s. 570.70, F.S.; providing conclusions of a study by the Department of Agriculture and Consumer Services; amending s. 201.15, F.S.; providing for the distribution of certain excise taxes on documents to the Rural Lands Program Trust

Fund of the department; creating s. 215.6195, F.S.; 8 authorizing the issuance of bonds for rural land 9 protection; providing certain conditions; providing for

the deposit of proceeds; providing that issuance of such

bonds is in the best interest of the state; amending s.

570.207, F.S.; providing uses for funds in the

Conservation and Recreation Lands Program Trust Fund;

amending s. 570.71, F.S.; authorizing the use of rural

land protection bonds to implement provisions relating to

conservation and rural land protection easements and

agreements; authorizing the Department of Agriculture and

Consumer Services to grant municipalities and local

governments moneys to acquire land, enter into resource

conservation agreements, and undertake other related

activities; providing for conservation easements to be

held in the name of a local government; providing a

contingent effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Section 570.70, Florida Statutes, is amended to read:

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570.70 Legislative findings; study.--

- (1) The Legislature finds and declares that:
- $\underline{(a)(1)}$  A thriving rural economy with a strong agricultural base, healthy natural environment, and viable rural communities is an essential part of Florida. Rural areas also include the largest remaining intact ecosystems and best examples of remaining wildlife habitats as well as a majority of privately owned land targeted by local, state, and federal agencies for natural resource protection.
- $\underline{\text{(b)}(2)}$  The growth of Florida's population can result in agricultural and rural lands being converted into residential or commercial development.
- $\underline{(c)}$  (3) The agricultural, rural, natural resource, and commodity values of rural lands are vital to the state's economy, productivity, rural heritage, and quality of life.
- (d)(4) There is The Legislature further recognizes the need for enhancing the ability of rural landowners to obtain economic value from their property, protecting rural character, controlling urban sprawl, and providing necessary open space for agriculture and the natural environment, and the importance of maintaining and protecting Florida's rural economy through innovative planning and development strategies in rural areas and the use of incentives that reward landowners for good stewardship of land and natural resources.
- $\underline{(e)}(5)$  The purpose of this act is to bring under public protection lands that serve to limit subdivision and conversion of agricultural and natural areas that provide economic, open space, water, and wildlife benefits by acquiring land or related

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interests in land such as perpetual, less-than-fee acquisitions, agricultural protection agreements, and resource conservation agreements and innovative planning and development strategies in rural areas.

- (2) A study conducted by the department to determine and prioritize needs for implementing this section and s. 570.71 concluded the following:
- (a) Between 1964 and 1997, this state lost nearly 5 million acres of valuable agricultural land, with most of the loss involving ranch and forest lands.
- (b) This state currently has 9,114,000 acres of agricultural land with natural resource attributes, including groundwater recharge, natural floodplain, and significant species habitat, and more than 900,000 acres of this land will be converted to other uses within a decade.
- (c) The objective of a program to protect agricultural land with natural resource value through conservation easements and other tools should be the protection of 1 acre for every acre lost.
- Section 2. Paragraph (d) of subsection (1) of section 201.15, Florida Statutes, is amended to read:
- 201.15 Distribution of taxes collected.—All taxes collected under this chapter shall be distributed as follows and shall be subject to the service charge imposed in s. 215.20(1), except that such service charge shall not be levied against any portion of taxes pledged to debt service on bonds to the extent that the amount of the service charge is required to pay any amounts relating to the bonds:

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(1) Sixty-two and sixty-three hundredths percent of the remaining taxes collected under this chapter shall be used for the following purposes:

- (d) The remainder of the moneys distributed under this subsection, after the required payments under paragraphs (a), (b), and (c), shall be paid into the State Treasury to the credit of the General Revenue Fund of the state to be used and expended for the purposes for which the General Revenue Fund was created and exists by law, ex to the Ecosystem Management and Restoration Trust Fund or to the Marine Resources Conservation Trust Fund as provided in subsection (11), or to the Rural Lands Program Trust Fund of the Department of Agriculture and Consumer Services as provided in s. 215.6195. Moneys available under this paragraph shall first be used to pay debt service due on any rural land protection bond or to make any other payments required by the bond documents authorizing the issuance before such moneys are used for other purposes authorized by this paragraph.
- Section 3. Section 215.6195, Florida Statutes, is created to read:

## 215.6195 Bonds for rural land protection. --

(1) The issuance of rural land protection bonds is authorized. The rural land protection bonds may be issued over the next 10 fiscal years commencing on July 1, 2005, in an amount not exceeding \$50 million in any fiscal year, subject to s. 570.71 and s. 11(e), Art. VII of the State Constitution. The duration of each series of bonds issued may not exceed 20 annual maturities. Except for refunding bonds, a series of bonds may

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not be issued unless an amount equal to the debt service coming due in the year of issuance has been specifically appropriated in the General Appropriations Act.

- (2) The state covenants with the holders of rural land protection bonds that it will not take any action that will materially and adversely affect the rights of such holders so long as the bonds are outstanding, including, but not limited to, a reduction in the portion of documentary stamp taxes distributable to the Rural Lands Program Trust Fund of the Department of Agriculture and Consumer Services for payment of debt service.
- (3) Bonds issued under this section shall be payable from taxes distributable to the Rural Lands Program Trust Fund of the Department of Agriculture and Consumer Services under s.

  201.15(1)(d). Bonds issued under this section do not constitute a general obligation of, or a pledge of the full faith and credit of, the state.
- (4) The Department of Agriculture and Consumer Services shall request the Division of Bond Finance of the State Board of Administration to issue the rural land protection bonds authorized by this section. The Division of Bond Finance shall issue such bonds pursuant to the State Bond Act.
- (5) The proceeds from the sale of bonds issued under this section, less the costs of issuance, the costs of funding reserve accounts, and other costs with respect to the bonds, shall be deposited into the Conservation and Recreation Lands Program Trust Fund of the Department of Agriculture and Consumer Services as provided in s. 570.71.

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(6) The sale, disposition, lease, easement, license, or other use of any land, water areas, or related property interests acquired or improved with proceeds of rural land protection bonds which would cause all or any portion of the interest of such bonds to lose the exclusion from gross income for federal income tax purposes is prohibited.

- shall be validated in addition to any other bonds required to be validated under s. 215.82. Any complaint for validation of bonds issued under this section shall be filed only in the circuit court of the county where the seat of state government is situated, the notice required to be published by s. 75.06 shall be published only in the county where the complaint is filed, and the complaint and order of the circuit court shall be served only on the state attorney of the circuit in which the action is pending.
- Section 4. In accordance with section 215.98(1), Florida

  Statutes, the Legislature determines that the issuance of rural
  land protection bonds under section 3 of this act is in the best
  interest of the state and should be implemented.
- Section 5. Subsection (1) of section 570.207, Florida Statutes, is amended to read:
- 570.207 Conservation and Recreation Lands Program Trust Fund of the Department of Agriculture and Consumer Services.--
- (1) There is created a Conservation and Recreation Lands
  Program Trust Fund within the Department of Agriculture and
  Consumer Services. The purpose of the trust fund is to provide
  for the management of conservation and recreation lands by the

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169	department and to fund the Rural and Family Lands Protection Act
170	created in ss. 570.70 and 570.71. The department may use not
171	more than one-half of 1 percent of the bond proceeds deposited
172	into the trust fund for administrative purposes. Funds may be
173	appropriated to the trust fund from the Conservation and
174	Recreation Lands Trust Fund in the Department of Environmental
175	Protection, as created by s. 259.032(2), or from such other
176	sources as the Legislature may determine for the management of
177	conservation and recreation lands by the department.
178	Additionally, subject to s. 11(e), Art. VII of the State
179	Constitution, the department may use bond proceeds deposited
180	under s. 215.6195 and funds from such other sources as the
181	Legislature determines for acquiring conservation easements and
182	rural land protection easements and for funding agricultural
183	protection agreements and resource conservation agreements
184	pursuant to s. 570.71.
185	Section 6. Subsection (12) of section 570.71, Florida
186	Statutes, is amended, and subsection (15) is added to that
187	section, to read:
188	570.71 Conservation easements and agreements
189	(12) The department is authorized to use funds from the
190	following sources to implement this act:
191	(a) State funds;
192	(b) Rural land protection bonds as authorized by s.
193	<u>215.6195;</u>
194	(c)(b) Federal funds;
195	(d)(e) Other governmental entities;
196	(e)(d) Nongovernmental organizations; or
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197  $\underline{\text{(f)}}$  Private individuals.

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Any such funds provided shall be deposited into the Conservation and Recreation Lands Program Trust Fund within the Department of Agriculture and Consumer Services and used for the purposes of this act.

The department may grant municipalities and counties (15)a portion of moneys available for the purposes of this section to acquire perpetual, less-than-fee interest in land, to enter into agricultural protection agreements, and to enter into resource conservation agreements, as defined by and for the public purposes set forth in this section. The department shall adopt rules that provide for a grants program to fund local government acquisition projects that are consistent with the appropriate local government comprehensive plan and that encourage the use of matching federal and local government funding to acquire conservation easements, agricultural protection agreements, and resource protection agreements. The department may enter into management agreements with municipalities and counties for the purpose of administering resource conservation agreements and agricultural protection agreements. Conservation easements purchased by local governments under this subsection may be held in the name of the local government.

Section 7. This act shall take effect July 1, 2005, if House Bill \_\_\_\_\_, or similar legislation creating the Rural Lands Program Trust Fund, is adopted in the same legislative session or an extension thereof and becomes law.

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