A bill to be entitled 1 2 An act relating to mitigation; amending s. 373.4137, 3 F.S.; revising legislative intent to encourage the use 4 of other mitigation options that satisfy state and 5 federal requirements; providing the Department of 6 Transportation or a transportation authority the 7 option of participating in a mitigation project; 8 requiring the Department of Transportation or a 9 transportation authority to submit lists of its 10 projects in the adopted work program to the water 11 management districts; requiring a list rather than a survey of threatened or endangered species and species 12 of special concern affected by a proposed project; 13 14 providing conditions for the release of certain 15 environmental mitigation funds; prohibiting a 16 mitigation plan from being implemented unless the plan 17 is submitted to and approved by the Department of Environmental Protection; providing additional factors 18 19 that must be explained regarding the choice of mitigation bank; removing a provision requiring an 20 21 explanation for excluding certain projects from the 22 mitigation plan; providing criteria that the 23 Department of Transportation must use in determining 24 which projects to include in or exclude from the 25 mitigation plan; amending s. 373.4135, F.S.; 26 authorizing a governmental entity to create or provide 27 mitigation for projects other than its own under 28 specified circumstances; providing applicability; Page 1 of 10

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29 providing an effective date. 30 Be It Enacted by the Legislature of the State of Florida: 31 32 33 Section 1. Subsections (1) and (2), paragraph (c) of 34 subsection (3), and subsections (4) and (5) of section 373.4137, 35 Florida Statutes, are amended to read: 36 373.4137 Mitigation requirements for specified 37 transportation projects.-The Legislature finds that environmental mitigation 38 (1)39 for the impact of transportation projects proposed by the 40 Department of Transportation or a transportation authority 41 established pursuant to chapter 348 or chapter 349 can be more 42 effectively achieved by regional, long-range mitigation planning 43 rather than on a project-by-project basis. It is the intent of 44 the Legislature that mitigation to offset the adverse effects of these transportation projects be funded by the Department of 45 Transportation and be carried out by the water management 46 47 districts, including the use of mitigation banks and any other mitigation options that satisfy state and federal requirements 48 49 established pursuant to this part. 50 Environmental impact inventories for transportation (2)51 projects proposed by the Department of Transportation or a

51 projects proposed by the Department of Hansportation of a 52 transportation authority established pursuant to chapter 348 or 53 chapter 349 shall be developed as follows:

(a) By July 1 of each year, the Department of
Transportation, or a transportation authority established
pursuant to chapter 348 or chapter 349 which chooses to

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57 participate in the program, shall submit to the water management 58 districts a list copy of its projects in the adopted work 59 program and an environmental impact inventory of habitats 60 addressed in the rules adopted pursuant to this part and s. 404 61 of the Clean Water Act, 33 U.S.C. s. 1344, which may be impacted by its plan of construction for transportation projects in the 62 63 next 3 years of the tentative work program. The Department of 64 Transportation or a transportation authority established 65 pursuant to chapter 348 or chapter 349 may also include in its 66 environmental impact inventory the habitat impacts of any future 67 transportation project. The Department of Transportation and each transportation authority established pursuant to chapter 68 348 or chapter 349 may fund any mitigation activities for future 69 70 projects using current year funds.

(b) The environmental impact inventory shall include a description of these habitat impacts, including their location, acreage, and type; state water quality classification of impacted wetlands and other surface waters; any other state or regional designations for these habitats; and a <u>list survey</u> of threatened species, endangered species, and species of special concern affected by the proposed project.

78

(3)

(c) Except for current mitigation projects in the monitoring and maintenance phase and except as allowed by paragraph (d), the water management districts may request a transfer of funds from an escrow account no sooner than 30 days <u>before prior to</u> the date the funds are needed to pay for activities associated with development or implementation of the

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85 approved mitigation plan described in subsection (4) for the 86 current fiscal year, including, but not limited to, design, 87 engineering, production, and staff support. Actual conceptual 88 plan preparation costs incurred before plan approval may be 89 submitted to the Department of Transportation or the appropriate 90 transportation authority each year with the plan. The conceptual 91 plan preparation costs of each water management district will be 92 paid from mitigation funds associated with the environmental 93 impact inventory for the current year. The amount transferred to 94 the escrow accounts each year by the Department of 95 Transportation and participating transportation authorities established pursuant to chapter 348 or chapter 349 shall 96 correspond to a cost per acre of \$75,000 multiplied by the 97 98 projected acres of impact identified in the environmental impact 99 inventory described in subsection (2). However, the \$75,000 cost 100 per acre does not constitute an admission against interest by the state or its subdivisions and nor is not the cost admissible 101 102 as evidence of full compensation for any property acquired by 103 eminent domain or through inverse condemnation. Each July 1, the 104 cost per acre shall be adjusted by the percentage change in the 105 average of the Consumer Price Index issued by the United States 106 Department of Labor for the most recent 12-month period ending 107 September 30, compared to the base year average, which is the average for the 12-month period ending September 30, 1996. Each 108 quarter, the projected acreage of impact shall be reconciled 109 with the acreage of impact of projects as permitted, including 110 111 permit modifications, pursuant to this part and s. 404 of the Clean Water Act, 33 U.S.C. s. 1344. The subject year's transfer 112 Page 4 of 10

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113 of funds shall be adjusted accordingly to reflect the acreage of 114 impacts as permitted. The Department of Transportation and 115 participating transportation authorities established pursuant to 116 chapter 348 or chapter 349 are authorized to transfer such funds 117 from the escrow accounts to the water management districts to 118 carry out the mitigation programs. Environmental mitigation 119 funds that are identified for or maintained in an escrow account for the benefit of a water management district may be released 120 121 if the associated transportation project is excluded in whole or part from the mitigation plan. For a mitigation project that is 122 123 in the maintenance and monitoring phase, the water management district may request and receive a one-time payment based on the 124 125 project's expected future maintenance and monitoring costs. Upon 126 disbursement of the final maintenance and monitoring payment, 127 the escrow account for the project established by the Department 128 of Transportation or the participating transportation authority 129 may be closed. Any interest earned on these disbursed funds 130 shall remain with the water management district and must be used 131 as authorized under this section.

132 Before Prior to March 1 of each year, each water (4)133 management district, in consultation with the Department of Environmental Protection, the United States Army Corps of 134 135 Engineers, the Department of Transportation, participating transportation authorities established pursuant to chapter 348 136 137 or chapter 349, and other appropriate federal, state, and local governments, and other interested parties, including entities 138 operating mitigation banks, shall develop a plan for the primary 139 purpose of complying with the mitigation requirements adopted 140

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pursuant to this part and 33 U.S.C. s. 1344. In developing such 141 142 plans, the districts shall use utilize sound ecosystem 143 management practices to address significant water resource needs 144 and shall focus on activities of the Department of Environmental 145 Protection and the water management districts, such as surface 146 water improvement and management (SWIM) projects and lands 147 identified for potential acquisition for preservation, restoration, or enhancement, and the control of invasive and 148 149 exotic plants in wetlands and other surface waters, to the 150 extent that the such activities comply with the mitigation 151 requirements adopted under this part and 33 U.S.C. s. 1344. In 152 determining the activities to be included in the such plans, the 153 districts shall also consider the purchase of credits from 154 public or private mitigation banks permitted under s. 373.4136 155 and associated federal authorization and shall include the such 156 purchase as a part of the mitigation plan when the such purchase 157 would offset the impact of the transportation project, provide 158 equal benefits to the water resources than other mitigation 159 options being considered, and provide the most cost-effective 160 mitigation option. The mitigation plan shall be submitted to the 161 water management district governing board, or its designee, for 162 review and approval. At least 14 days before prior to approval, 163 the water management district shall provide a copy of the draft 164 mitigation plan to any person who has requested a copy. The plan may not be implemented until it is submitted to and approved, in 165 166 part or in its entirety, by the Department of Environmental 167 Protection. (a) For each transportation project with a funding request 168

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169 for the next fiscal year, the mitigation plan must include a 170 brief explanation of why a mitigation bank was or was not chosen 171 as a mitigation option, including an estimation of identifiable 172 costs of the mitigation bank and nonbank options <u>and other</u> 173 <u>factors such as time saved</u>, liability for success of the 174 <u>mitigation</u>, and long-term maintenance to the extent practicable.

175 (b) Specific projects may be excluded from the mitigation plan, in whole or in part, and are shall not be subject to this 176 177 section upon the election agreement of the Department of 178 Transportation, or a transportation authority if applicable, or 179 and the appropriate water management district that the inclusion 180 of such projects would hamper the efficiency or timeliness of the mitigation planning and permitting process. The water 181 182 management district may choose to exclude a project in whole or 183 in part if the district is unable to identify mitigation that 184 would offset impacts of the project.

185 (c) When determining which projects to include in or
 186 exclude from the mitigation plan, the Department of
 187 Transportation shall investigate using credits from a permitted
 188 private mitigation bank before those projects are submitted to,
 189 or are allowed to remain in, the plan.

190 <u>1. The investigation shall include the cost-effectiveness</u>
191 of private mitigation bank credits.

192 <u>2. The cost-effectiveness analysis must be in writing and</u> 193 <u>consider:</u>

194 <u>a. How the nominal cost of the private mitigation bank</u> 195 <u>credits compares with the nominal cost for any given project to</u> 196 be included in the plan;

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197 b. The value of complying with federal transportation 198 policies for federal aid projects; 199 The value that private mitigation bank credits provide с. 200 as the result of the expedited approvals by the Army Corps of 201 Engineers when private mitigation banks are used; and 202 The value that private mitigation banks provide to the d. 203 state and its residents as a result of the state and federal 204 liability for the success of the mitigation transferring to the 205 private mitigation bank when credits are purchased from the 206 private mitigation bank. 207 (5) The water management district shall ensure be 208 responsible for ensuring that mitigation requirements pursuant 209 to 33 U.S.C. s. 1344 are met for the impacts identified in the 210 environmental impact inventory described in subsection (2), by implementation of the approved plan described in subsection (4) 211 212 to the extent funding is provided by the Department of 213 Transportation, or a transportation authority established 214 pursuant to chapter 348 or chapter 349, if applicable. During 215 the federal permitting process, the water management district 216 may deviate from the approved mitigation plan in order to comply 217 with federal permitting requirements. 218 Section 2. Paragraphs (b) through (e) of subsection (1) of 219 section 373.4135, Florida Statutes, are redesignated as 220 paragraphs (c) through (f), respectively, and a new paragraph 221 (b) is added to that subsection to read: 222 373.4135 Mitigation banks and offsite regional 223 mitigation.-The Legislature finds that the adverse impacts of 224 (1)Page 8 of 10

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225 activities regulated under this part may be offset by the 226 creation, maintenance, and use of mitigation banks and offsite 227 regional mitigation. Mitigation banks and offsite regional 228 mitigation can enhance the certainty of mitigation and provide 229 ecological value due to the improved likelihood of environmental 230 success associated with their proper construction, maintenance, 231 and management. Therefore, the department and the water 232 management districts are directed to participate in and 233 encourage the establishment of private and public mitigation 234 banks and offsite regional mitigation. Mitigation banks and 235 offsite regional mitigation should emphasize the restoration and 236 enhancement of degraded ecosystems and the preservation of 237 uplands and wetlands as intact ecosystems rather than alteration 238 of landscapes to create wetlands. This is best accomplished 239 through restoration of ecological communities that were historically present. 240

(b) Notwithstanding the provisions of this section, a 241 242 governmental entity may not create or provide mitigation for a 243 project other than its own unless the governmental entity uses land that was not previously purchased for conservation and 244 245 unless the governmental entity provides the same financial 246 assurances as required for mitigation banks permitted under s. 247 373.4136. This paragraph does not apply to: 248 1. Mitigation banks permitted before December 31, 2011, 249 under s. 373.4136; 2. Offsite regional mitigation areas established before 250 251 December 31, 2011, under subsection (6); 252

Mitigation for transportation projects under ss. 3.

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FLORIDA HOUSE OF REPRES	ENTATIVES
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	CS/CS/HB 599 2012
253	373.4137 and 373.4139;
254	4. Mitigation for impacts from mining activities under s.
255	373.41492;
256	5. Mitigation provided for single-family lots or
257	homeowners under subsection (7);
258	6. Entities authorized in chapter 98-492, Laws of Florida;
259	7. Mitigation provided for electric utility impacts
260	certified under part II of chapter 403; or
261	8. Mitigation provided on sovereign submerged lands under
262	subsection (6).
263	Section 3. This act shall take effect upon becoming a law.