The Florida Senate BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

Prepa	red By: The Profes	ssional Staff of the Enviro	onmental Preserva	tion and Conservatior	n Committee
BILL:	CS/SB 2636				
INTRODUCER:	Committee on Environmental Preservation and Conservation and Senator Dean				
SUBJECT:	State Conservation Lands				
DATE:	April 1, 2009	REVISED:			
ANALYST		STAFF DIRECTOR	REFERENCE	AG	CTION
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Please see Section VIII. for Additional Information:

A. COMMITTEE SUBSTITUTE..... X B. AMENDMENTS.....

Statement of Substantial Changes Technical amendments were recommended Amendments were recommended Significant amendments were recommended

I. Summary:

The CS provides for the following:

Legislative findings detailing the success of land acquisition programs and the financial challenges of managing and sustaining these lands.

That the Office of Program Policy Analysis and Government Accountability (OPPAGA) conduct a study of the divisions of the Department of Agriculture and Consumer Services (DACS) the Department of Environmental Protection (DEP), the Fish and Wildlife Conservation Commission (FWC), and any related state law enforcement officer positions to determine the most efficient means of centralizing the land management activities of the state. The report is due to the Legislature by December 1, 2009.

DEP in consultation with FWC must issue a request for proposal (RFP) for a 5-year, public-private conservation land management demonstration pilot project.

The CS provides for an effective date of July 1, 2009.

The CS creates an unnumbered section of Florida Statutes.

II. Present Situation:

The Legislature provided \$4,500,000 in the 2008 Appropriations Act HB 5001,¹ to fund a publicprivate land management demonstration pilot project. The pilot project sought to have a private contractor conduct all land management activities, except for law enforcement, on approximately 200,000 acres of state conservation lands for a period of 5 years. The purpose of the pilot project was to determine the cost effectiveness of land management activities conducted by a private entity compared to those conducted by the state.

Pursuant to the 2008 appropriation, the DEP, in consultation with the FWC and DACS issued a RFP on October 1, 2008. One proposal was received and was deemed inadequate and rejected, and the RFP was withdrawn.

According to the James Madison Institute (JMI)², failure to find an acceptable bidder was not due to lack of interest, but rather land management firms that had interest in the job decided it would not be profitable. The JMI concluded the RFP required a number of cumbersome activities for compliance and contained provisions that were:

- open-ended,
- included reporting requirements that were burdensome, and
- allowed the state to terminate the contract at anytime without cause.

Aside from the pilot project, the FWC has conducted a similar project on a smaller scale, known as Snipe Island. Outcomes from this project demonstrated that both the state land managers and private land managers were able to be cost effective on different activities. In response, the FWC renewed the Snipe Island contract and bundled services in a manner that allows the state to maximize the benefit of contracting and still outsource certain land management activities.

III. Effect of Proposed Changes:

Section 1: Provides legislative findings that declare:

- Land acquisition programs have been successful in protecting the states valuable resources.
- The state has invested significant sums to protect its valuable resources.
- That management of such lands is intended to enhance and protect the resources.
- That a long-term financial commitment will be required.
- Land management expenditures have been increasing.
- That given limited resources the state needs to seek alternative methods for meeting management needs.

Section 2: Directs OPPAGA to conduct a study of the DACS, DEP, FWC, and any related state law enforcement officer positions to determine the most efficient means of centralizing the land

¹Ch. 2008-152; section 1824

² Randall G Holcombe, Creating a Public/Private Partnership of Florida's Conservation Land Management, the James Madison Institute Backgrounder, Number 59, March 2009

Section 3: Requires DEP, FWC, and DACS, to issue a RFP for a 5-year, public-private conservation land management demonstration pilot project. The proposal must include the following parameters:

The project must account for cost and how achievements would be met and implemented within the budget.

The project area must be no more than 200,000 acres of existing nonsubmerged conservation lands that is proportionally distributed and nearby lands managed by DEP, FWC, and DACS.

The contractor is responsible for all land management activities but is exempt from regulatory activities generally covered by law enforcement or specified services such as manatee surveys and water sampling.

That the contractor post a performance bond of no more than \$ 1 million.

DEP, FWC, or DACS may not cancel the contract unless the contractor defaults.

The proposal may not exceed \$4.5 million annually.

Any funds appropriated for the land management pilot project shall be held in reserve until DEP submits, and the Legislative Budget Commission (LBC) approves the plan and expenditure of funds. Once awarded the contractor must prepare a land management plan consistent with the duties of the DEP, FWC, and DACS with the certification standard of the Forest Stewardship Council (FSC). The contractor must submit the plan to the Acquisition and Restoration Council (ARC) for approval and provide a copy of the plan to the LBC. DEP must hire an auditor certified by the FSC to review and accurately compare the pilot project to other state land management results and provide recommendations to fully certify the project for all state lands. The ARC must review and evaluate the auditor's report and provide comments. The auditor must submit a report to the Governor, the Legislature, the ARC, and the LBC.

Section 4: Provides that the act shall take effect July 1, 2009.

IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

V. Fiscal Impact Statement:

A. Tax/Fee Issues:

None.

Private Sector Impact

The private sector may benefit from the increased business activities and stimulation that would result from assuming the operation and maintenance of state-owned lands.

B. Government Sector Impact:

According to DEP, the total revenue impact of the pilot projects is difficult to determine, because final size and scope of the projects is unknown. At a maximum, the pilot program would require \$22.5 million over the five-year life of the contract. Presently, DEP does not have this project funded in their budget.

VI. Technical Deficiencies:

None.

VII Related Issues:

VIII. Additional Information:

C. Committee Substitute – Statement of Substantial Changes: (Summarizing differences between the Committee Substitute and the prior version of the bill.)

CS by Environmental Preservation and Conservation Committee on March 31, 2009:

The CS removes the transfer of the Office of Coastal and Aquatic Managed Areas and the proposal for a public-private land management demonstration project for a state park. Further, the CS only requires the issuance of one RFP not two as originally proposed. Finally the demonstration project will be limited to eligible nonsubmerged conservation lands.

D. Amendments:

None.

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.