By Senator Dean

	3-00590A-12 2012824
1	A bill to be entitled
2	An act relating to mitigation requirements for
3	transportation projects; amending s. 373.4137, F.S.;
4	revising legislative intent to encourage the use of
5	other mitigation options that satisfy state and
6	federal requirements; providing the Department of
7	Transportation or a transportation authority the
8	option of participating in a mitigation project;
9	requiring the Department of Transportation or a
10	transportation authority to submit lists of its
11	projects in the adopted work program to the water
12	management districts; requiring a list rather than a
13	survey of threatened or endangered species and species
14	of special concern affected by a proposed project;
15	providing conditions for the release of certain
16	environmental mitigation funds; prohibiting a
17	mitigation plan from being implemented unless the plan
18	is submitted to and approved by the Department of
19	Environmental Protection; providing additional factors
20	that must be explained regarding the choice of
21	mitigation bank; removing a provision requiring an
22	explanation for excluding certain projects from the
23	mitigation plan; providing criteria that the
24	Department of Transportation must use in determining
25	which projects to include or exclude in the mitigation
26	plan; prohibiting a governmental entity from providing
27	or creating mitigation except under specified
28	circumstances; providing an effective date.
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30	Be It Enacted by the Legislature of the State of Florida:
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32	Section 1. Subsections (1) and (2), paragraph (c) of
33	subsection (3), and subsections (4) and (5) of section 373.4137,
34	Florida Statutes, are amended, and subsection (10) is added to
35	that section, to read:
36	373.4137 Mitigation requirements for specified
37	transportation projects
38	(1) The Legislature finds that environmental mitigation for
39	the impact of transportation projects proposed by the Department
40	of Transportation or a transportation authority established
41	pursuant to chapter 348 or chapter 349 can be more effectively
42	achieved by regional, long-range mitigation planning rather than
43	on a project-by-project basis. It is the intent of the
44	Legislature that mitigation to offset the adverse effects of
45	these transportation projects be funded by the Department of
46	Transportation and be carried out by the water management
47	districts, including the use of mitigation banks and any other
48	mitigation options that satisfy state and federal requirements
49	established pursuant to this part.
50	(2) Environmental impact inventories for transportation
51	projects proposed by the Department of Transportation or a
52	transportation authority established pursuant to chapter 348 or
53	chapter 349 shall be developed as follows:
54	(a) By July 1 of each year, the Department of
55	Transportation or a transportation authority established
56	pursuant to chapter 348 or chapter 349 which chooses to
57	participate in the program shall submit to the water management
58	districts a <u>list</u> copy of its <u>projects in the</u> adopted work

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3-00590A-12 2012824 59 program and an environmental impact inventory of habitats 60 addressed in the rules adopted pursuant to this part and s. 404 of the Clean Water Act, 33 U.S.C. s. 1344, which may be impacted 61 62 by its plan of construction for transportation projects in the 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 transportation project. The Department of Transportation and 67 68 each transportation authority established pursuant to chapter 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</u> survey 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 79 80 monitoring and maintenance phase and except as allowed by 81 paragraph (d), the water management districts may request a 82 transfer of funds from an escrow account no sooner than 30 days 83 before prior to the date the funds are needed to pay for 84 activities associated with development or implementation of the 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

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3-00590A-12 2012824 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 96 established pursuant to chapter 348 or chapter 349 shall 97 correspond to a cost per acre of \$75,000 multiplied by the projected acres of impact identified in the environmental impact 98 99 inventory described in subsection (2). However, the \$75,000 cost 100 per acre does not constitute an admission against interest by 101 the state or its subdivisions and nor is not the cost admissible 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 Department of Labor for the most recent 12-month period ending 106 107 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 109 110 with the acreage of impact of projects as permitted, including permit modifications, pursuant to this part and s. 404 of the 111 Clean Water Act, 33 U.S.C. s. 1344. The subject year's transfer 112 113 of funds shall be adjusted accordingly to reflect the acreage of impacts as permitted. The Department of Transportation and 114 115 participating transportation authorities established pursuant to 116 chapter 348 or chapter 349 are authorized to transfer such funds

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3-00590A-12 2012824 117 from the escrow accounts to the water management districts to 118 carry out the mitigation programs. Environmental mitigation funds that are identified for or maintained in an escrow account 119 120 for the benefit of a water management district may be released 121 if the associated transportation project is excluded in whole or 122 part from the mitigation plan. For a mitigation project that is 123 in the maintenance and monitoring phase, the water management 124 district may request and receive a one-time payment based on the 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. 1.32 (4) Before Prior to March 1 of each year, each water 133 management district, in consultation with the Department of 134 Environmental Protection, the United States Army Corps of Engineers, the Department of Transportation, participating 135 136 transportation authorities established pursuant to chapter 348 or chapter 349, and other appropriate federal, state, and local 137 138 governments, and other interested parties, including entities operating mitigation banks, shall develop a plan for the primary 139 purpose of complying with the mitigation requirements adopted 140 141 pursuant to this part and 33 U.S.C. s. 1344. In developing such 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

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3-00590A-12 2012824 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, the water management district shall provide a copy of the draft 163 mitigation plan to any person who has requested a copy. The plan 164 165 may not be implemented until it is submitted to and approved by 166 the Department of Environmental Protection. 167 (a) For each transportation project with a funding request for the next fiscal year, the mitigation plan must include a 168 169

brief explanation of why a mitigation bank was or was not chosen as a mitigation option, including an estimation of identifiable costs of the mitigation bank and nonbank options <u>and other</u> <u>factors such as time saved, liability for success of the</u> <u>mitigation, and long-term maintenance</u> to the extent practicable. (b) Specific projects may be excluded from the mitigation

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175	plan, in whole or in part, and <u>are</u> shall not be subject to this
176	section upon the <u>election</u> agreement of the Department of
177	Transportation, or a transportation authority if applicable, <u>or</u>
178	and the appropriate water management district that the inclusion
179	of such projects would hamper the efficiency or timeliness of
180	the mitigation planning and permitting process. The water
181	management district may choose to exclude a project in whole or
182	in part if the district is unable to identify mitigation that
183	would offset impacts of the project.
184	(c) When determining which projects to include or exclude
185	from the mitigation plan, the department shall investigate using
186	credits from a permitted private mitigation bank before those
187	projects are submitted to, or are allowed to remain in, the
188	plan.
189	1. The investigation shall include the cost-effectiveness
190	of private mitigation bank credits.
191	2. The cost-effectiveness analysis must be in writing and
192	consider:
193	a. How the nominal cost of the private mitigation bank
194	credits compares with the nominal cost for any given project to
195	be included in the plan;
196	b. The value of complying with federal transportation
197	policies for federal aid projects;
198	c. The value that private mitigation bank credits provide
199	as the result of the expedited approvals by the Army Corps of
200	Engineers when private mitigation banks are used; and
201	d. The value that private mitigation banks provide to the
202	state and its residents as a result of the state and federal
203	liability for the success of the mitigation transferring to the

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204	private mitigation bank when credits are purchased from the
205	private mitigation bank.
206	(5) The water management district shall <u>ensure</u> be
207	responsible for ensuring that mitigation requirements pursuant
208	to 33 U.S.C. s. 1344 are met for the impacts identified in the
209	environmental impact inventory described in subsection (2), by
210	implementation of the approved plan described in subsection (4)
211	to the extent funding is provided by the Department of
212	Transportation, or a transportation authority established
213	pursuant to chapter 348 or chapter 349, if applicable. During
214	the federal permitting process, the water management district
215	may deviate from the approved mitigation plan in order to comply
216	with federal permitting requirements.
217	(10) Except when a governmental entity is part of the
218	program established by this section, a governmental entity may
219	not create or provide mitigation unless the mitigation is for
220	the governmental entity's own project, uses new land that has
221	not been previously purchased for conservation, does not compete
222	with any permitted, privately owned mitigation bank, and has all
223	of its current and future liabilities prefunded in a cash
224	account, or other equivalent financial instrument typically used
225	by private mitigation banks, and established solely for that
226	purpose.
227	Section 2. This act shall take effect July 1, 2012.

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