By the Committees on Environmental Preservation and Conservation; and Transportation; and Senators Dean and Gaetz

592-02647A-12 2012824c2 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 a transportation authority that chooses to 9 participate in the program to submit lists of its 10 projects in the adopted work program to the water 11 management districts; requiring a list rather than a 12 survey of threatened or endangered species and species 13 of special concern affected by a proposed project; 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, in part or in its 18 entirety, by the Department of Environmental 19 Protection; providing additional factors that must be 20 explained regarding the choice of mitigation bank; removing a provision requiring an explanation for 21 22 excluding certain projects from the mitigation plan; 23 providing criteria that the Department of 24 Transportation must use in determining which projects 25 to include or exclude in the mitigation plan; amending 26 s. 373.4135, F.S.; limiting the circumstances under 27 which a governmental entity may create or provide 28 mitigation for a project other than its own project; 29 specifying certain exceptions; providing an effective

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CS for CS for SB 824

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30	date.								
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32	Be It Enacted by the Legislature of the State of Florida:								
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34	Section 1. Subsections (1) and (2), paragraph (c) of								
35	subsection (3), and subsections (4) and (5) of section 373.4137 ,								
36	Florida Statutes, are amended to read:								
37	373.4137 Mitigation requirements for specified								
38	transportation projects								
39	(1) The Legislature finds that environmental mitigation for								
40	the impact of transportation projects proposed by the Department								
41	of Transportation or a transportation authority established								
42	pursuant to chapter 348 or chapter 349 can be more effectively								
43	achieved by regional, long-range mitigation planning rather than								
44	on a project-by-project basis. It is the intent of the								
45	Legislature that mitigation to offset the adverse effects of								
46	these transportation projects be funded by the Department of								
47	Transportation and be carried out by the water management								
48	districts, including the use of mitigation banks and any other								
49	mitigation options that satisfy state and federal requirements								
50	established pursuant to this part.								
51	(2) Environmental impact inventories for transportation								
52	projects proposed by the Department of Transportation or a								
53	transportation authority established pursuant to chapter 348 or								
54	chapter 349 shall be developed as follows:								
55	(a) By July 1 of each year, the Department of								
56	Transportation, or a transportation authority established								
57	pursuant to chapter 348 or chapter 349 <u>which chooses to</u>								
58	participate in the program, shall submit to the water management								

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59 districts a list copy of its projects in the adopted work 60 program and an environmental impact inventory of habitats 61 addressed in the rules adopted pursuant to this part and s. 404 62 of the Clean Water Act, 33 U.S.C. s. 1344, which may be impacted 63 by its plan of construction for transportation projects in the 64 next 3 years of the tentative work program. The Department of 65 Transportation or a transportation authority established 66 pursuant to chapter 348 or chapter 349 may also include in its environmental impact inventory the habitat impacts of any future 67 68 transportation project. The Department of Transportation and each transportation authority established pursuant to chapter 69 348 or chapter 349 may fund any mitigation activities for future 70 71 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.

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(3)

(c) Except for current mitigation projects in the 80 81 monitoring and maintenance phase and except as allowed by paragraph (d), the water management districts may request a 82 83 transfer of funds from an escrow account no sooner than 30 days 84 before prior to the date the funds are needed to pay for 85 activities associated with development or implementation of the 86 approved mitigation plan described in subsection (4) for the 87 current fiscal year, including, but not limited to, design,

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592-02647A-12 2012824c2 engineering, production, and staff support. Actual conceptual 88 89 plan preparation costs incurred before plan approval may be 90 submitted to the Department of Transportation or the appropriate 91 transportation authority each year with the plan. The conceptual 92 plan preparation costs of each water management district will be 93 paid from mitigation funds associated with the environmental 94 impact inventory for the current year. The amount transferred to 95 the escrow accounts each year by the Department of 96 Transportation and participating transportation authorities 97 established pursuant to chapter 348 or chapter 349 shall correspond to a cost per acre of \$75,000 multiplied by the 98 99 projected acres of impact identified in the environmental impact 100 inventory described in subsection (2). However, the \$75,000 cost 101 per acre does not constitute an admission against interest by 102 the state or its subdivisions and nor is not the cost admissible 103 as evidence of full compensation for any property acquired by 104 eminent domain or through inverse condemnation. Each July 1, the 105 cost per acre shall be adjusted by the percentage change in the average of the Consumer Price Index issued by the United States 106 107 Department of Labor for the most recent 12-month period ending 108 September 30, compared to the base year average, which is the average for the 12-month period ending September 30, 1996. Each 109 110 quarter, the projected acreage of impact shall be reconciled with the acreage of impact of projects as permitted, including 111 112 permit modifications, pursuant to this part and s. 404 of the 113 Clean Water Act, 33 U.S.C. s. 1344. The subject year's transfer of funds shall be adjusted accordingly to reflect the acreage of 114 115 impacts as permitted. The Department of Transportation and 116 participating transportation authorities established pursuant to

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592-02647A-12 2012824c2 117 chapter 348 or chapter 349 are authorized to transfer such funds 118 from the escrow accounts to the water management districts to 119 carry out the mitigation programs. Environmental mitigation 120 funds that are identified for or maintained in an escrow account 121 for the benefit of a water management district may be released 122 if the associated transportation project is excluded in whole or 123 part from the mitigation plan. For a mitigation project that is 124 in the maintenance and monitoring phase, the water management 125 district may request and receive a one-time payment based on the 126 project's expected future maintenance and monitoring costs. Upon 127 disbursement of the final maintenance and monitoring payment, the escrow account for the project established by the Department 128 129 of Transportation or the participating transportation authority 130 may be closed. Any interest earned on these disbursed funds 131 shall remain with the water management district and must be used 132 as authorized under this section.

133 (4) Before Prior to March 1 of each year, each water 134 management district, in consultation with the Department of Environmental Protection, the United States Army Corps of 135 136 Engineers, the Department of Transportation, participating transportation authorities established pursuant to chapter 348 137 138 or chapter 349, and other appropriate federal, state, and local 139 governments, and other interested parties, including entities operating mitigation banks, shall develop a plan for the primary 140 141 purpose of complying with the mitigation requirements adopted 142 pursuant to this part and 33 U.S.C. s. 1344. In developing such 143 plans, the districts shall use utilize sound ecosystem 144 management practices to address significant water resource needs 145 and shall focus on activities of the Department of Environmental

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146	Protection and the water management districts, such as surface								
147	water improvement and management (SWIM) projects and lands								
148	identified for potential acquisition for preservation,								
149	restoration, or enhancement, and the control of invasive and								
150	exotic plants in wetlands and other surface waters, to the								
151	extent that the such activities comply with the mitigation								
152	requirements adopted under this part and 33 U.S.C. s. 1344. In								
153	determining the activities to be included in the such plans, the								
154	districts shall also consider the purchase of credits from								
155	public or private mitigation banks permitted under s. 373.4136								
156	and associated federal authorization and shall include <u>the</u> such								
157	purchase as a part of the mitigation plan when <u>the</u> such purchase								
158	would offset the impact of the transportation project, provide								
159	equal benefits to the water resources than other mitigation								
160	options being considered, and provide the most cost-effective								
161	mitigation option. The mitigation plan shall be submitted to the								
162	water management district governing board, or its designee, for								
163	review and approval. At least 14 days <u>before</u> prior to approval,								
164	the water management district shall provide a copy of the draft								
165	mitigation plan to any person who has requested a copy. The plan								
166	may not be implemented until it is submitted to and approved, in								
167	part or in its entirety, by the Department of Environmental								
168	Protection.								
169	(a) For each transportation project with a funding request								
170	for the next fiscal year, the mitigation plan must include a								
171	brief explanation of why a mitigation bank was or was not chosen								
172	as a mitigation option, including an estimation of identifiable								
173	costs of the mitigation bank and nonbank options and other								

174 <u>factors such as time saved</u>, <u>liability for success of the</u>

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

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204	state and its residents as a result of the state and federal
205	liability for the success of the mitigation transferring to the
206	private mitigation bank when credits are purchased from the
207	private mitigation bank.
200	

(5) The water management district shall ensure be 208 209 responsible for ensuring that mitigation requirements pursuant 210 to 33 U.S.C. s. 1344 are met for the impacts identified in the 211 environmental impact inventory described in subsection (2), by implementation of the approved plan described in subsection (4) 212 213 to the extent funding is provided by the Department of 214 Transportation, or a transportation authority established 215 pursuant to chapter 348 or chapter 349, if applicable. During 216 the federal permitting process, the water management district 217 may deviate from the approved mitigation plan in order to comply 218 with federal permitting requirements.

Section 2. Present paragraphs (b) through (e) of subsection (1) of section 373.4135, Florida Statutes, are redesignated as paragraphs (c) through (f), respectively, and a new paragraph (b) is added to that subsection, to read:

223

373.4135 Mitigation banks and offsite regional mitigation.-

224 (1) The Legislature finds that the adverse impacts of 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

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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									
240	historically present.									
241	(b) Notwithstanding the provisions of this section, a									
242	governmental entity may not create or provide mitigation for a									
243	project other than its own unless the governmental entity uses									
244	land that was not previously purchased for conservation and									
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;									
250	2. Offsite regional mitigation areas established before									
251	December 31, 2011, under subsection (6);									
252	3. Mitigation for transportation projects under ss.									
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 homeowners									
257	under subsection (6);									
258	6. Mitigation provided for electric utility impacts									
259	certified under part II of chapter 403; or									
260	7. Mitigation provided on sovereignty submerged lands under									
261	subsection (6).									

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262	Section	3.	This	act	shall	take	effect	upon	becoming	a	law.