1	A bill to be entitled						
2	An act relating to mitigation; amending s. 373.403,						
3	F.S.; defining the term "private-sector sponsor";						
4	making technical changes; amending s. 373.4134, F.S.;						
5	revising legislative findings; defining the term						
6	"applicant"; revising the entities to and purposes for						
7	which water quality enhancement credits may be sold;						
8	requiring the Department of Environmental Protection						
9	and water management districts to authorize such sale						
10	and use; revising construction; amending s. 373.4135,						
11	F.S.; revising legislative findings; authorizing local						
12	governments to solicit proposals from private-sector						
13	sponsors for mitigation banks on certain public lands;						
14	providing requirements for agreements between local						
15	5 governments and private-sector sponsors for such						
16	6 mitigation banks; providing requirements for the						
17	7 department and water management districts in assigning						
18	credits to such mitigation banks; providing						
19	applicability; providing an exception from rulemaking;						
20	amending ss. 330.41, 373.414, and 373.461, F.S.;						
21	conforming cross-references; reenacting s.						
22	403.9332(1)(a) and (c), F.S., relating to mitigation						
23	and enforcement, to incorporate the amendments made to						
24	s. 373.4135, F.S., in references thereto; providing an						
25	effective date.						

Page 1 of 18

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26 27 Be It Enacted by the Legislature of the State of Florida: 28 29 Section 1. Section 373.403, Florida Statutes, is amended 30 to read: 373.403 Definitions.-When appearing in this part or in any 31 32 rule, regulation, or order adopted pursuant thereto, the 33 following terms mean: 34 (1) (1) (7) "Alter" means to extend a dam or works beyond 35 maintenance in its original condition, including changes which 36 may increase or diminish the flow or storage of surface water 37 which may affect the safety of such dam or works. 38 (2)"Appurtenant works" means any artificial improvements 39 to a dam which might affect the safety of such dam or, when employed, might affect the holding capacity of such dam or of 40 41 the reservoir or impoundment created by such dam. (3) (6) "Closed system" means any reservoir or works 42 43 located entirely within agricultural lands owned or controlled by the user and which requires water only for the filling, 44 45 replenishing, and maintaining the water level thereof. 46 (4) (1) "Dam" means any artificial or natural barrier, with 47 appurtenant works, raised to obstruct or impound, or which does 48 obstruct or impound, any of the surface waters of the state. 49 (5) (9) "Drainage basin" means a subdivision of a 50 watershed. Page 2 of 18

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51 <u>(6)(13)</u> "Dredging" means excavation, by any means, in 52 surface waters or wetlands, as delineated in s. 373.421(1). <u>The</u> 53 <u>term</u> It also means the excavation, or creation, of a water body 54 which is, or is to be, connected to surface waters or wetlands, 55 as delineated in s. 373.421(1), directly or via an excavated 56 water body or series of water bodies.

57 (7) (18) "Ecological value" means the value of functions performed by uplands, wetlands, and other surface waters to the 58 59 abundance, diversity, and habitats of fish, wildlife, and listed species. These functions include, but are not limited to, 60 providing cover and refuge; breeding, nesting, denning, and 61 nursery areas; corridors for wildlife movement; food chain 62 63 support; and natural water storage, natural flow attenuation, 64 and water quality improvement, which enhances fish, wildlife, 65 and listed species utilization.

66 <u>(8) (15)</u> "Estuary" means a semienclosed, naturally existing 67 coastal body of water <u>that</u> which has a free connection with the 68 open sea and within which seawater is measurably diluted with 69 fresh water derived from riverine systems.

70 <u>(9) (14)</u> "Filling" means the deposition, by any means, of 71 materials in surface waters or wetlands, as delineated in s. 72 373.421(1).

73 <u>(10)(3)</u> "Impoundment" means any lake, reservoir, pond, or 74 other containment of surface water occupying a bed or depression 75 in the earth's surface and having a discernible shoreline.

## Page 3 of 18

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76 <u>(11)(16)</u> "Lagoon" means a naturally existing coastal zone 77 depression <u>that</u> which is below mean high water and <u>that</u> which 78 has permanent or ephemeral communications with the sea, but <u>that</u> 79 which is protected from the sea by some type of naturally 80 existing barrier.

81 <u>(12)(8)</u> "Maintenance" or "repairs" means remedial work of 82 a nature as may affect the safety of any dam, impoundment, 83 reservoir, or appurtenant work or works, but excludes routine 84 custodial maintenance.

85 <u>(13)(19)</u> "Mitigation bank" means a project permitted under 86 s. 373.4136 undertaken to provide for the withdrawal of 87 mitigation credits to offset adverse impacts authorized by a 88 permit under this part.

89 <u>(14)(20)</u> "Mitigation credit" means a standard unit of 90 measure which represents the increase in ecological value 91 resulting from restoration, enhancement, preservation, or 92 creation activities.

93 <u>(15) (21)</u> "Mitigation service area" means the geographic 94 area within which mitigation credits from a mitigation bank may 95 be used to offset adverse impacts of activities regulated under 96 this part.

97 <u>(16) (22)</u> "Offsite regional mitigation" means mitigation on 98 an area of land off the site of an activity permitted under this 99 part, where an applicant proposes to mitigate the adverse 100 impacts of only the applicant's specific activity as a

## Page 4 of 18

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101 requirement of the permit, which provides regional ecological 102 value, and which is not a mitigation bank permitted under s. 103 373.4136.

104 (17)"Private-sector sponsor" means an individual or 105 entity that establishes and operates a wetland mitigation bank project and is responsible for compliance with any permit or 106 107 authorization, including, but not limited to, funding and undertaking wetland enhancement, restoration or creation 108 109 activities, and the provision of financial assurances, as well as any required monitoring, reporting, and maintenance of the 110 111 mitigation bank.

112 <u>(18) (4)</u> "Reservoir" means any artificial or natural 113 holding area which contains or will contain the water impounded 114 by a dam.

115 <u>(19) (17)</u> "Seawall" means a manmade wall or <u>an</u> 116 encroachment, except riprap, which is made to break the force of 117 waves and to protect the shore from erosion.

118 <u>(20)</u> (11) "State water quality standards" means water 119 quality standards adopted pursuant to chapter 403.

120 <u>(21) (10)</u> "Stormwater management system" means a system 121 which is designed and constructed or implemented to control 122 discharges which are necessitated by rainfall events, 123 incorporating methods to collect, convey, store, absorb, 124 inhibit, treat, use, or reuse water to prevent or reduce 125 flooding, overdrainage, environmental degradation, and water

## Page 5 of 18

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126 pollution or otherwise affect the quantity and quality of 127 discharges from the system. 128 (22) (12) "Watershed" means the land area that which contributes to the flow of water into a receiving body of water. 129 130 (23) (5) "Works" means all artificial structures, including, but not limited to, ditches, canals, conduits, 131 132 channels, culverts, pipes, and other construction that connects 133 to, draws water from, drains water into, or is placed in or 134 across the waters in the state. 135 Section 2. Present paragraphs (a) through (e) of 136 subsection (2) of section 373.4134, Florida Statutes, are 137 redesignated as paragraphs (b) through (f), respectively, a new paragraph (a) is added to that subsection, and paragraphs (b), 138 139 (d), and (e) of subsection (1), paragraph (b) of subsection (3), 140 and paragraphs (a) and (j) of subsection (7) of that section are 141 amended, to read: 373.4134 Water quality enhancement areas.-142 143 (1)LEGISLATIVE FINDINGS AND INTENT.-The Legislature finds that: 144 145 An expansion of existing authority for regional (b) 146 treatment to include offsite compensatory treatment in water 147 quality enhancement areas to make enhancement credits available 148 for purchase by an applicant or a governmental entity entities 149 to address impacts regulated under this part is needed. 150 (d) Water quality enhancement areas are a valuable tool to Page 6 of 18

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151 assist <u>an applicant</u> governmental entities in satisfying the net 152 improvement performance standard under s. 373.414(1)(b)3. to 153 ensure significant reductions of pollutant loadings.

(e) Water quality enhancement areas that provide water
quality enhancement credits to <u>applicants</u> governmental entities
seeking permits under this part and <u>to</u> governmental entities
seeking to meet an assigned basin management action plan
allocation or reasonable assurance plan under s. 403.067 are
considered an appropriate and permittable option.

160

(2) DEFINITIONS.-As used in this section, the term:

161 <u>(a) "Applicant" means a governmental entity or private-</u> 162 <u>sector entity that wishes to purchase water quality enhancement</u> 163 <u>credits to meet an assigned basin management action plan</u> 164 <u>allocation or reasonable assurance plan or for the purpose of</u> 165 <u>achieving the net improvement performance standard under s.</u> 166 373.414(1)(b)3.

167

(3) WATER QUALITY ENHANCEMENT AREAS.-

168 (b) Water quality enhancement credits may be sold only to 169 applicants governmental entities seeking to meet an assigned 170 basin management action plan allocation or reasonable assurance 171 plan or for the purpose of achieving net improvement performance 172 standards under s. 373.414(1)(b)3. after the governmental entity 173 has provided reasonable assurances have been provided assurance 174 of meeting department rules for the design and construction of 175 all onsite stormwater management as required by law.

### Page 7 of 18

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2024

176 (7) ENHANCEMENT CREDITS.-177 The department or water management district shall (a) 178 authorize the sale and use of enhancement credits to applicants 179 governmental entities to address adverse water quality impacts 180 of activities regulated under this part or to assist 181 governmental entities seeking to meet required nonpoint source 182 contribution reductions assigned in a basin management action 183 plan or reasonable assurance plan under s. 403.067. 184 Notwithstanding any other law, this section does not (i) 185 limit or restrict the authority of the department to deny the 186 use of enhancement credits when the department is not reasonably 187 assured that the use of the credits will not cause or contribute to a violation of water quality standards, even if the project 188 189 being implemented by the applicant governmental entity is within 190 the enhancement service area. The department may allow the use 191 of enhancement credits if the department receives a request for 192 the use of enhancement credits and determines that such use will 193 not cause or contribute to a violation of water quality 194 standards. 195 Section 3. Subsection (1) of section 373.4135, Florida 196 Statutes, is amended and subsection (8) is added to that section 197 to read: 373.4135 Mitigation banks and offsite regional 198 199 mitigation.-200 The Legislature finds that the adverse impacts of (1)Page 8 of 18

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201 activities regulated under this part may be offset by the 202 creation, maintenance, and use of mitigation banks and offsite 203 regional mitigation. Mitigation banks and offsite regional 204 mitigation can enhance the certainty of mitigation and provide 205 ecological value due to the improved likelihood of environmental 206 success associated with their proper construction, maintenance, 207 and management. Therefore, the department and the water 208 management districts are directed to participate in and 209 encourage the establishment of private and public mitigation 210 banks and offsite regional mitigation on private and public lands owned by a local government. Mitigation banks and offsite 211 regional mitigation should emphasize the restoration and 212 213 enhancement of degraded ecosystems and the preservation of 214 uplands and wetlands as intact ecosystems rather than alteration 215 of landscapes to create wetlands. This is best accomplished 216 through restoration of ecological communities that were 217 historically present.

(a) The Legislature intends that the provisions for establishing mitigation banks apply equally to both public and private entities, except that the rules of the department and water management districts may set forth different measures governing financial responsibility, and different measures governing legal interest, needed to ensure the construction and perpetual protection of a mitigation bank.

225

(b) The Legislature recognizes the importance of

### Page 9 of 18

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226 mitigation banks as an appropriate and allowable mitigation 227 alternative to permittee-responsible mitigation. However, the 228 Legislature also recognizes that certain timing and geographical 229 constraints could result in the unavailability of mitigation 230 bank credits for a certain project upon completion of the 231 project's application. If state and federal mitigation credits 232 are not available to offset the adverse impacts of a project, a 233 local government may allow permittee-responsible mitigation 234 consisting of the restoration or enhancement of lands purchased 235 and owned by a local government for conservation purposes, and 236 such mitigation must conform to the permitting requirements of 237 s. 373.4136. Except when a local government has allowed a public or private mitigation project, including permittee-responsible 238 239 mitigation, to be created on land it has purchased for 240 conservation purposes pursuant to this paragraph, a governmental 241 entity may not create or provide mitigation for a project other 242 than its own unless the governmental entity uses land that was 243 not previously purchased for conservation and unless the 244 governmental entity provides the same financial assurances as 245 required for mitigation banks permitted under s. 373.4136. This 246 paragraph does not apply to:

247 1. Mitigation banks permitted before December 31, 2011,
248 under s. 373.4136;

249 2. Offsite regional mitigation areas established before250 December 31, 2011, under subsection (6) or, when credits are not

Page 10 of 18

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251 available at a mitigation bank permitted under s. 373.4136, 252 mitigation areas created by a local government which were 253 awarded mitigation credits pursuant to the uniform mitigation 254 assessment method as provided in chapter 62-345, Florida 255 Administrative Code, under a permit issued before December 31, 256 2011; 257 3. Mitigation for transportation projects under ss. 258 373.4137 and 373.4139; 259 4. Mitigation for impacts from mining activities under s. 260 373.41492; 5. Mitigation provided for single-family lots or 261 262 homeowners under subsection (7); 263 6. Entities authorized in chapter 98-492, Laws of Florida; 264 7. Mitigation provided for electric utility impacts 265 certified under part II of chapter 403; or 266 8. Mitigation provided on sovereign submerged lands under 267 subsection (6). It is the further intent of the Legislature that 268 (C) 269 mitigation banks and offsite regional mitigation be considered 270 appropriate and a permittable mitigation option under the 271 conditions specified by the rules of the department and water management districts. 272 273 (d) Offsite mitigation, including offsite regional 274 mitigation, may be located outside the regional watershed in which the adverse impacts of an activity regulated under this 275 Page 11 of 18

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276 part are located, if such adverse impacts are offset by the 277 offsite mitigation.

(e) The department or water management district may allow
the use of a mitigation bank or offsite regional mitigation
alone or in combination with other forms of mitigation to offset
adverse impacts of activities regulated under this part.

(f) When an applicant <u>seeking</u> for a permit under the provisions of this part other than this section and s. 373.4136 submits more than one mitigation proposal to the department or a water management district, the department or water management district shall, in evaluating each proposal, ensure that such proposal adequately offsets the adverse impacts.

288 (8) A local government may, through a public procurement 289 process, solicit proposals from private-sector sponsors for a 290 mitigation bank on public lands purchased for conservation 291 purposes. If such a mitigation bank is to be established and 292 operated on public land, the local government and private-sector 293 sponsor must enter into an agreement requiring the private-294 sector sponsor to establish and operate the mitigation bank to 295 conform to the permitting requirements of s. 373.4136.

(a) The agreement must require the private-sector sponsor
 to pay a usage fee to the local government which reflects the
 market value of the public land, as determined by a competitive
 process in accordance with state law or such other method of
 assuring that the cost of the use of the public land is fully

Page 12 of 18

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301 accounted for in the pricing of mitigation credits. (b) 302 In determining the number of mitigation bank credits 303 assigned to the mitigation bank, the department or water 304 management district shall reflect the conservation status of the 305 land in the location factor set forth in the uniform mitigation 306 assessment method. 307 (c) This subsection applies to drainage basins or corresponding hydrologic units if the private-sector sponsor 308 309 demonstrates to the department or water management district that 310 in-kind credits are not available. 311 (d) Rulemaking is not required to implement this 312 subsection. Section 4. Paragraph (a) of subsection (2) of section 313 314 330.41, Florida Statutes, is amended to read: 315 330.41 Unmanned Aircraft Systems Act.-316 (2) DEFINITIONS.-As used in this act, the term: 317 "Critical infrastructure facility" means any of the (a) 318 following, if completely enclosed by a fence or other physical barrier that is obviously designed to exclude intruders, or if 319 320 clearly marked with a sign or signs which indicate that entry is 321 forbidden and which are posted on the property in a manner 322 reasonably likely to come to the attention of intruders: 323 A power generation or transmission facility, 1. 324 substation, switching station, or electrical control center. 325 2. A chemical or rubber manufacturing or storage facility.

# Page 13 of 18

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326 A water intake structure, water treatment facility, 3. 327 wastewater treatment plant, or pump station. 328 4. A mining facility. 329 5. A natural gas or compressed gas compressor station, 330 storage facility, or natural gas or compressed gas pipeline. 331 6. A liquid natural gas or propane gas terminal or storage 332 facility. 333 7. Any portion of an aboveground oil or gas pipeline. 334 8. A refinerv. 335 A gas processing plant, including a plant used in the 9. processing, treatment, or fractionation of natural gas. 336 337 10. A wireless communications facility, including the 338 tower, antennae, support structures, and all associated ground-339 based equipment. 340 11. A seaport as listed in s. 311.09(1), which need not be 341 completely enclosed by a fence or other physical barrier and 342 need not be marked with a sign or signs indicating that entry is 343 forbidden. 344 12. An inland port or other facility or group of 345 facilities serving as a point of intermodal transfer of freight 346 in a specific area physically separated from a seaport. 347 13. An airport as defined in s. 330.27. 348 14. A spaceport territory as defined in s. 331.303(18). 349 15. A military installation as defined in 10 U.S.C. s. 350 2801(c)(4) and an armory as defined in s. 250.01.

# Page 14 of 18

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351 A dam as defined in s. 373.403 <del>s. 373.403(1)</del> or other 16. 352 structures, such as locks, floodgates, or dikes, which are 353 designed to maintain or control the level of navigable 354 waterways. 355 17. A state correctional institution as defined in s. 356 944.02 or a private correctional facility authorized under 357 chapter 957. 358 18. A secure detention center or facility as defined in s. 359 985.03, or a nonsecure residential facility, a high-risk 360 residential facility, or a maximum-risk residential facility as those terms are described in s. 985.03(44). 361 362 19. A county detention facility as defined in s. 951.23. 20. A critical infrastructure facility as defined in s. 363 364 692.201. 365 Section 5. Paragraph (a) of subsection (8) of section 366 373.414, Florida Statutes, is amended to read: 367 373.414 Additional criteria for activities in surface 368 waters and wetlands.-369 (8)(a) The governing board or the department, in deciding 370 whether to grant or deny a permit for an activity regulated 371 under this part shall consider the cumulative impacts upon surface water and wetlands, as delineated in s. 373.421(1), 372 373 within the same drainage basin as defined in s. 373.403 s. 374 373.403(9), of: 375 1. The activity for which the permit is sought.

Page 15 of 18

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376 Projects which are existing or activities regulated 2. 377 under this part which are under construction or projects for 378 which permits or determinations pursuant to s. 373.421 or s. 379 403.914 have been sought. 380 3. Activities which are under review, approved, or vested pursuant to s. 380.06, or other activities regulated under this 381 382 part which may reasonably be expected to be located within 383 surface waters or wetlands, as delineated in s. 373.421(1), in 384 the same drainage basin as defined in s. 373.403 s. 373.403(9), 385 based upon the comprehensive plans, adopted pursuant to chapter 386 163, of the local governments having jurisdiction over the 387 activities, or applicable land use restrictions and regulations. Section 6. Paragraph (c) of subsection (2) of section 388 389 373.461, Florida Statutes, is amended to read: 390 373.461 Lake Apopka improvement and management.-391 (2) DEFINITIONS.-As used in this section: 392 (C) "Stormwater management system" has the meaning set 393 forth in s. 373.403 <del>s. 373.403(10)</del>. 394 Section 7. For the purpose of incorporating the amendment 395 made by this act to section 373.4135, Florida Statutes, in 396 references thereto, paragraphs (a) and (c) of subsection (1) of 397 section 403.9332, Florida Statutes, are reenacted to read: 398 403.9332 Mitigation and enforcement.-399 (1) (a) Any area in which 5 percent or more of the trimmed mangrove trees have been trimmed below 6 feet in height, except 400

Page 16 of 18

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401 as provided in s. 403.9326(1)(c), (d), (f), (g), and (h), 402 destroyed, defoliated, or removed as a result of trimming 403 conducted under s. 403.9326 or s. 403.9327 must be restored or 404 mitigated. Restoration must be accomplished by replanting 405 mangroves, in the same location and of the same species as each 406 mangrove destroyed, defoliated, removed, or trimmed, to achieve 407 within 5 years a canopy area equivalent to the area destroyed, 408 removed, defoliated, or trimmed; or mitigation must be 409 accomplished by replanting offsite, in areas suitable for 410 mangrove growth, mangroves to achieve within 5 years a canopy 411 area equivalent to the area destroyed, removed, defoliated, or 412 trimmed. Where all or a portion of the restoration or mitigation 413 is not practicable, as determined by the department or delegated 414 local government, the impacts resulting from the destruction, 415 defoliation, removal, or trimming of the mangroves must be 416 offset by donating a sufficient amount of money to offset the 417 impacts, which must be used for the restoration, enhancement, 418 creation, or preservation of mangrove wetlands within a 419 restoration, enhancement, creation, or preservation project 420 approved by the department or delegated local government; or by 421 purchasing credits from a mitigation bank created under s. 373.4135 at a mitigation ratio of 2-to-1 credits to affected 422 423 area. The donation must be equivalent to the cost, as verified 424 by the department or delegated local government, of creating 425 mangrove wetlands at a 2-to-1, created versus affected ratio,

# Page 17 of 18

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426 based on canopy area. The donation may not be less than \$4 per 427 square foot of created wetland area.

428 (C) If mangroves are to be trimmed or altered under a 429 permit issued under s. 403.9328, the department or delegated 430 local government may require mitigation. The department or 431 delegated local government shall establish reasonable mitigation 432 requirements that must include, as an option, the use of 433 mitigation banks created under s. 373.4135, where appropriate. 434 The department's mitigation requirements must ensure that 435 payments received as mitigation are sufficient to offset impacts 436 and are used for mangrove creation, preservation, protection, or 437 enhancement.

438

Section 8. This act shall take effect July 1, 2024.

Page 18 of 18

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