



# **123rd MAINE LEGISLATURE**

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Legislative Document

No. 1810

H.P. 1262

House of Representatives, March 30, 2007

An Act To Enact the Informed Growth Act

Reference to the Committee on State and Local Government suggested and ordered printed.

Millicent M. Mac Jailand

MILLICENT M. MacFARLAND Clerk

Presented by Representative BARSTOW of Gorham. Cosponsored by Senator SCHNEIDER of Penobscot and Representatives: BEAUDETTE of Biddeford, Speaker CUMMINGS of Portland, KOFFMAN of Bar Harbor, McKANE of Newcastle, SMITH of Monmouth, Senators: DAMON of Hancock, DOW of Lincoln, MILLS of Somerset.

| 1                          | Be it enacted by the People of the State of Maine as follows:   |
|----------------------------|---|
| 2                          | Sec. 1. 30-A MRSA c. 187, sub-c. 3-A is enacted to read:  |
| 3                          | SUBCHAPTER 3-A  |
| 4                          | <b>INFORMED GROWTH ACT</b>  |
| 5                          | §4365. Short title  |
| 6                          | This subchapter may be known and cited as "the Informed Growth Act."  |
| 7                          | §4366. Definitions  |
| 8<br>9                     | As used in this subchapter, unless the context otherwise indicates, the following terms have the following meanings.  |
| 10<br>11<br>12<br>13       | 1. Aggregate of buildings or structures. "Aggregate of buildings or structures" means any combination of buildings or structures on the same or abutting lots owned, leased or used by or for a single entity or affiliated businesses for the same or a similar use.   |
| 14<br>15<br>16<br>17<br>18 | 2. Comprehensive impact area. "Comprehensive impact area" means the geographic area affected by a proposed large-scale retail development. This area includes the municipality; the applicant's market area, including that part of the applicant's market area that extends into other municipalities; and the area extending 5 miles in all directions from the proposed large-scale retail development tract, parcel or lots.                    |
| 19<br>20<br>21<br>22       | 3. Comprehensive impact study. "Comprehensive impact study" means a municipal study that estimates the positive and negative effects of a large-scale retail development on the local economy and community pursuant to section 4367, subsection 3.   |
| 23<br>24<br>25<br>26<br>27 | <b>4. Downtown.</b> "Downtown" means the central business district of a community that serves as the center for socioeconomic interaction in the community and is characterized by a cohesive core of commercial and mixed-use buildings, often interspersed with civic, religious and residential buildings and public spaces, typically arranged along a main street and intersecting side streets, walkable and served by public infrastructure. |
| 28<br>29<br>30<br>31       | 5. Gross floor area. "Gross floor area" means the aggregate of the areas of each floor of a building or structure, including accessory structures, measured between the exterior faces of the exterior walls or limits of the building or structure at the level of each floor.   |
| 32<br>33<br>34<br>35       | 6. Land use permit. "Land use permit" means a municipal permit or approval required by a municipal land ordinance, site plan ordinance, subdivision ordinance, zoning ordinance or building permit ordinance or by the state subdivision law pursuant to subchapter 4.  |

7. Large-scale retail development. "Large-scale retail development" means any 1 2 retail business establishment having a gross floor area of 75,000 square feet or more in 3 one or more buildings or structures at the same location and any expansion or renovation of an existing building or structure that results in a retail business establishment's having 4 a gross floor area of 75,000 square feet or more in one or more buildings at the same 5 location, whether located in a single structure, a single tenant space, an aggregate of 6 7 buildings or structures or tenant spaces in an aggregate of buildings or structures. 8 Adjacent retail business establishments that share a common check stand, management, 9 controlling ownership or storage areas are considered one retail business establishment.

8. Market area. "Market area" means a geographical area large enough to provide a
viable retail market for a large-scale retail development.

9. Retail business establishment. "Retail business establishment" means a business
engaged in the sale, rental or lease of goods or services to the ultimate consumer for
direct use or consumption.

15 **10.** Undue adverse impact. "Undue adverse impact" means that, within the 16 comprehensive impact area, the estimated overall negative effects on the factors listed for 17 consideration in section 4367, subsection 3 of a proposed large-scale retail development 18 outweigh the estimated overall positive effects on those factors and that the estimated 19 negative effects of at least 2 of the factors listed in section 4367, subsection 3, paragraph 20 A outweigh the positive effects on those factors.

## 21 §4367. Preparation of municipal comprehensive impact study

As part of its review of a permit application for a large-scale retail development, a municipal reviewing authority shall require the preparation of a comprehensive impact study and has the authority to determine who will prepare it.

1. Qualified preparer. A comprehensive impact study must be prepared by a person other than the applicant for a large-scale retail development, that is qualified by education, training and experience to prepare a study or that is identified by the office. The office is authorized to maintain a list of persons qualified by education, training and experience to prequalify persons wishing to provide such services to municipalities through an open request for qualifications process. The office is hall provide the list to a municipal reviewing authority upon request.

32 2. Payment. The applicant for the permit shall pay a fee of \$40,000 to the office to
33 be deposited into a dedicated revenue account. The development application is not
34 complete for processing until the office confirms that the fee has been paid.

The office shall disburse to the municipality, from the dedicated account, an amount equal to the municipality's projected costs of the comprehensive impact study contract, notice of the public hearing and related municipal staff support. The municipality's contract for the study must be defined and priced to ensure that the \$40,000 fee will be sufficient to cover both the costs of the study and the costs listed in this subsection. The office may charge against the fee a sufficient amount to cover its costs to record,

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administer and disburse the fee but may not exceed \$1,000. Any unexpended funds from
the \$40,000 fee must be returned to the applicant.

3 3. Comprehensive impact study. The comprehensive impact study must be
4 completed within 6 months of the filing of the application and must be made available to
5 the reviewing authority, the applicant and the public. It must estimate the positive and
6 negative effects of the large-scale retail development as set out in this subsection.

7 A. The comprehensive impact study, using existing studies and data and through the 8 collection and analysis of new data, must identify the positive and negative economic 9 effects of the large-scale retail development on existing retail operations; supply and 10 demand for retail space; economic vitality of downtowns; employment, including 11 projected net job creation and loss; retail wages and benefits; captured share of 12 existing retail sales; sales revenue retained and reinvested in the comprehensive 13 impact area; municipal revenues generated; municipal capital, service and 14 maintenance costs caused by the development's construction and operation including 15 costs of roads and police, fire, rescue and sewer services; the amount of public 16 subsidies, including tax increment financing; public road traffic congestion and 17 safety, and public water utility, sewage disposal and solid waste disposal capacity.

18 B. The comprehensive impact study must identify, to the extent that there are 19 existing studies and data, the general positive and negative environmental effects of 20 the large-scale retail development on air quality; the quality of wetlands, groundwater 21 and surface water; scenic and natural beauty; the quality of residential 22 neighborhoods, including on noise, lights, traffic and safety; recreational and historic 23 sites; significant plant and wildlife habitat and wildlife travel corridors; rare and 24 irreplaceable natural areas; any public rights for physical or visual access to a 25 shoreline; and the implementation of municipal comprehensive planning goals.

# 26 §4368. Public hearing

1. Public participation required. The municipal reviewing authority shall provide
the public with an adequate opportunity to be heard prior to the approval of a permit for a
large-scale retail development.

30 2. Notice. Notice of the public hearing on the permit application must state that the comprehensive impact study will be presented at the hearing and that the municipal 31 32 reviewing authority will take testimony on the comprehensive impact of the proposed 33 large-scale retail development, and the notice must include the name of any potential 34 retailer, a map of the development location and a map of the comprehensive impact area. 35 The municipality shall also provide notice by regular mail to municipal officers of 36 adjacent municipalities, to all persons residing in the municipality within 5,000 feet of the proposed development and to persons who have made timely requests to be notified of a 37 38 specific application.

39 3. Public disclosure of the applicant. If the applicant for a large-scale retail
40 development is not the potential retailer, the applicant shall disclose in its application and
41 at the public hearing the name of the potential retailer, including its commonly used retail
42 name.

### 1 §4369. Permit approval

The municipal reviewing authority shall issue a finding of whether a large-scale retail development will likely have undue adverse impact or no undue adverse impact based on the comprehensive impact study; other materials submitted to the municipal reviewing authority by any person, including the applicant, state agencies, nonprofit organizations and members of the public; and the testimony received during the public hearing under section 4368. The municipal reviewing authority may issue the permit for the large-scale retail development only if it determines that there is likely to be no undue adverse impact.

Nothing in this Act may preclude a municipality from adopting an ordinance to
authorize additional studies of the effects of a proposed large-scale retail development.
The requirements of this Act are in addition to all other required federal, state and local
permit processes that pertain to the proposed large-scale retail development.

#### 13 §4370. Appeal

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14 The provisions of this subchapter granting persons, municipalities, the State and other 15 entities the opportunity to provide input on a municipal land use permit or approval do 16 not, and may not be interpreted to, authorize persons or entities who would not, absent the 17 provisions of this subchapter, have an interest in or otherwise have standing to appeal a 18 municipal action on the permit or approval.

#### SUMMARY

20 This bill enacts the Informed Growth Act to supplement existing municipal project application review criteria with a comprehensive impact study specifically related to the 21 impact of large-scale retail development. It requires an applicant seeking a permit to 22 23 build a large-scale retail development that is larger than 75,000 square feet to pay for a 24 comprehensive impact study, a public hearing and related municipal staff support in order 25 to estimate the positive and negative economic and environmental effects of the project 26 on the local area prior to permit approval. The study must be presented at a public 27 hearing before the municipal reviewing authority held simultaneously with its review of the permit application. In order for approval for the application to be given, the 28 29 municipal reviewing authority must determine, based on the comprehensive impact study, 30 other materials and a public hearing, that the project would have no undue adverse impact 31 on the local area.

This bill ensures that municipalities that do not have a site plan ordinance or zoning ordinance have the ability to assess the projected impacts of a large-scale retail development without having to pay for the study.