

L.D. 1777 (Filing No. S<sub>7</sub> **38**5<sup>-</sup>)

Date: 02/11/2020

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#### **ENVIRONMENT AND NATURAL RESOURCES**

Reproduced and distributed under the direction of the Secretary of the Senate.

#### STATE OF MAINE

## SENATE

#### **129TH LEGISLATURE**

#### SECOND REGULAR SESSION

COMMITTEE AMENDMENT " A " to S.P. 601, L.D. 1777, Bill, "An Act To Add
Rivers, Streams and Brooks to the Department of Environmental Protection's
Compensation Fee Program"

12 Amend the bill by inserting after the enacting clause and before section 1 the 13 following:

14 'Sec. 1. 38 MRSA §480-Z, 4th ¶, as amended by PL 2007, c. 527, §1, is further 15 amended to read:

16 A project undertaken pursuant to this section must be approved by the department. 17 The department shall base its approval of a wetlands compensation project on the wetland management priorities identified by the department for the watershed or biophysical 18 19 region in which the project is located. The department shall base its approval of a 20 compensation project concerning an area listed in subsection 7, paragraph C, D or, E or F 21 on the management priorities identified by the department for the type of habitat. The 22 department may not approve a compensation project for unavoidable losses to an area 23 until the applicant has complied with all other applicable provisions of this article and all applicable rules adopted by the department pursuant to this article. For purposes of this 24 section, "biophysical region" means a region with shared characteristics of climate, 25 26 geology, soils and natural vegetation.'

Amend the bill by striking out all of section 1 and inserting the following:

'Sec. 1. 38 MRSA §480-Z, sub-§3, as amended by PL 2011, c. 655, Pt. JJ, §31 and affected by §41 and amended by c. 657, Pt. W, §5, is further amended to read:

30 Compensation fee program. The department may develop a wetlands 3. 31 compensation fee program for the areas listed in subsection 7, paragraphs A and B in 32 consultation with the Department of Agriculture, Conservation and Forestry, the United 33 States Army Corps of Engineers and state and federal resource agencies, including, but 34 not limited to, the Department of Agriculture, Conservation and Forestry, the Department 35 of Inland Fisheries and Wildlife, the United States Army Corps of Engineers, the United States Fish and Wildlife Service and the United States Environmental Protection Agency. 36

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# **COMMITTEE AMENDMENT**

COMMITTEE AMENDMENT "  $\beta$ ," to S.P. 601, L.D. 1777 (5.385)

The department may develop a compensation fee program for the areas listed in 1 2 subsection 7, paragraphs C, D and E in consultation with the Department of Inland Fisheries and Wildlife. 3 4 A. The program may include the following: (1)Identification of wetland management priorities on a watershed or 5 biophysical region basis; 6 7 (1-A) Identification of management priorities for the areas listed in subsection 7, paragraphs C, D and, E and F; 8 9 (2) Identification of the types of losses eligible for compensation under this 10 subsection: 11 (3) Standards for compensation fee projects: (4) Calculation of compensation fees based on the functions and values of the 12 affected areas and the cost of compensation, taking into account the potential 13 higher cost of compensation when a project is implemented at a later date; and 14 (5) Methods to evaluate the long-term effectiveness of compensation fee projects 15 implemented under this subsection in meeting the management priorities 16 identified pursuant to subparagraphs (1) and (1-A). 17 B. Any compensation fee may be paid into a compensation fund established by the 18 department as provided in subparagraph (1) or to an organization authorized by the 19 department as provided in subparagraph (2). A compensation project funded in 20 whole or in part from compensation fees must be approved by the department. 21 22 (1) The department may establish compensation funds for the purpose of receiving compensation fees, grants and other related income. A compensation 23 fund must be a fund dedicated to payment of costs and related expenses of 24 restoration, enhancement, preservation and creation projects. The department 25 may make payments from the fund consistent with the purpose of the fund. 26 Income received under this subsection must be deposited with the State Treasurer 27 28 to the credit of the compensation fund and may be invested as provided by law. Interest on these investments must be credited to the compensation fund. 29 30 (2) The department may enter into an enforceable, written agreement with a public, quasi-public or municipal organization or a private, nonprofit 31 organization for the protection of natural areas. Such an organization must 32 demonstrate the ability to receive compensation fees, administer a compensation 33 fund and ensure that compensation projects are implemented consistent with 34 local, regional or state management priorities. If compensation fees are provided 35 to an authorized organization, the organization shall maintain records of 36 expenditures and provide an annual summary report as requested by the 37 department. If the authorized agency is a state agency other than the department, 38 the agency shall establish a fund meeting the requirements specified in 39 40 subparagraph (1). If the organization does not perform in accordance with this 41 subsection or with the requirements of the written agreement, the department may

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**COMMITTEE AMENDMENT** 

COMMITTEE AMENDMENT " A" to S.P. 601, L.D. 1777 (5.385)

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revoke the organization's authority to conduct activities in accordance with this subsection.

Rules adopted pursuant to this subsection are routine technical rules under Title 5, chapter 375, subchapter 2-A.'

Amend the bill by relettering or renumbering any nonconsecutive Part letter or section number to read consecutively.

#### SUMMARY

This amendment amends the bill by clarifying the state and federal resource agencies that the Department of Environmental Protection has to consult with in developing a compensation fee program. It also makes a number of technical corrections to the compensation fee program statute necessitated by the addition of rivers, streams and brooks to the list of protected natural resources for which the department may develop a compensation fee program, as provided for in the bill.

### FISCAL NOTE REQUIRED (See attached)

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# **COMMITTEE AMENDMENT**



# **129th MAINE LEGISLATURE**

LD 1777

LR 2387(02)

An Act To Add Rivers, Streams and Brooks to the Department of Environmental Protection's Compensation Fee Program

> Fiscal Note for Bill as Amended by Committee Amendment 'A'' (5.385) Committee: Environment and Natural Resources Fiscal Note Required: Yes

# **Fiscal Note**

Potential future biennium revenue increase - Other Special Revenue Funds

### **Fiscal Detail and Notes**

The addition of streams, rivers, and brooks to the list of protected natural resources for which the Department of Environmental Protection (DEP) may develop a compensation fee program may result in additional Other Special Revenue Funds revenue. The amount of additional revenue cannot be determined at this time, but is not anticipated to be significant.