# **HOUSE BILL 1354**

M4 7lr0021

# By: Chair, Environmental Matters Committee (By Request - Departmental - Agriculture)

Introduced and read first time: March 2, 2007 Assigned to: Rules and Executive Nominations

Re-referred to: Environmental Matters, March 6, 2007

Committee Report: Favorable

House action: Adopted

Read second time: March 20, 2007

## CHAPTER \_\_\_\_\_

# 1 AN ACT concerning

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### **Certification of County Priority Preservation Areas**

- FOR the purpose of altering certain requirements for priority preservation areas; prohibiting the Department of Planning and the Maryland Agricultural Land Preservation Program from certifying the priority preservation area of a county unless certain requirements are met; and generally relating to certification of priority preservation areas.
- . . .
- 8 BY repealing and reenacting, with amendments,
- 9 Article Agriculture
- 10 Section 2–518
- 11 Annotated Code of Maryland
- 12 (1999 Replacement Volume and 2006 Supplement)
- 13 BY repealing and reenacting, with amendments,
- 14 Article State Finance and Procurement
- 15 Section 5–408
- 16 Annotated Code of Maryland
- 17 (2006 Replacement Volume and 2006 Supplement)

### EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

1 2	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:			
3	Article – Agriculture			
4	2–518.			
5	(a) In this section, "area" means a priority preservation area.			
6 7	(b) A county may include a priority preservation area element in the county comprehensive plan.			
8	(c) An area shall:			
9	(1) (i) Contain productive agricultural or forest soils; or			
10 11	(ii) Be capable of supporting profitable agricultural and forestry enterprises where productive soils are lacking;			
12 13	(2) Be governed by local policies, ORDINANCES, REGULATIONS, AND PROCEDURES that:			
14 15 16	(I) [stabilize] <b>STABILIZE</b> the agricultural and forest land base so that development does not convert or compromise agricultural or forest resources; <b>AND</b>			
17 18 19	(II) SUPPORT THE ABILITY OF WORKING FARMS IN THE PRIORITY PRESERVATION AREA TO ENGAGE IN NORMAL AGRICULTURAL ACTIVITIES; and			
20 21 22 23 24	(3) Be large enough to support [the kind of agricultural operations that the county seeks to preserve,] NORMAL AGRICULTURAL AND FORESTRY ACTIVITIES IN CONJUNCTION WITH THE AMOUNT OF DEVELOPMENT PERMITTED BY THE COUNTY IN THE PRIORITY PRESERVATION AREA, as represented in its adopted comprehensive plan.			
25	(d) An area may:			
26 27	(1) Consist of a single parcel of land, multiple connected parcels of land, or multiple unconnected parcels of land; and			

1	(2) Include rural legacy areas.		
2 3 4 5	(e) A county's acreage goal for land to be preserved through easements and zoning within an area shall be equal to at least 80% of the remaining undeveloped land in the area, as calculated at the time of application for State certification of an area.		
6 7	(f) Each time a county's comprehensive plan is updated, the update shall include an evaluation of:		
8	(1) The county's progress toward meeting the goals of the Foundation;		
9 10	(2) Any shortcomings in the county's ability to achieve the goals of the Foundation; and		
11 12	(3) Past, current, and planned actions to correct any identified shortcomings.		
13 14 15 16	(g) In accordance with § 5–408 of the State Finance and Procurement Article and any regulations adopted under the authority of that section, the Department of Planning and the Maryland Agricultural Land Preservation Foundation shall jointly certify an area.		
17	Article - State Finance and Procurement		
18	5–408.		
19 20	(a) There is within the Department a program for certification of effective county agricultural land preservation programs.		
21 22 23	(b) A county may apply to the Department and the Maryland Agricultural Land Preservation Foundation for certification under this section only if the county agricultural preservation advisory board and the governing body of the county both:		
24 25	(1) approve the program established at the county level as being an effective approach to agricultural land preservation; and		
26	(2) approve the county's application for certification.		

1 2	or financial enhancements related to purchase of development rights, outside of the State Agricultural Land Preservation Foundation.
3	(2) County programs shall include:
4	(i) any program that the Department and the Foundation:
5 6	1. determine is necessary for an effective county agricultural land preservation program; and
7	2. require by regulation; and
8 9	(ii) beginning in fiscal year 2009, a priority preservation area element established in accordance with $\S~2-518$ of the Agriculture Article.
10 11 12 13	(d) (1) To apply for certification under this section, a county shall file with the Maryland Agricultural Land Preservation Foundation and the Department an application in the form that the Department and the Foundation jointly require by regulation.
14	(2) Within 60 days after notification of an application for certification:
15 16	${\rm (i)} \qquad \text{the Foundation shall advise the Department as to whether it approves the application; and} \\$
17 18	(ii) the Department shall notify the county as to whether the county's application for certification has been approved.
19 20	(e) The Department and the Foundation may not certify a county under this section unless the Department and the Foundation determine that:
21 22 23	(1) the proposed county program for the purchase of development rights or financial enhancements related to the purchase of development rights is likely to be successful;
24 25 26 27	(2) the county has committed to spend additional local funds for the purchase of development rights or enhancements related to the purchase of development rights in an amount equal to or exceeding the amount of the additional funds that will be available as a result of certification; and
28	(3) beginning in fiscal year 2009:

1 2	(i) the county's priority preservation area has been established in accordance with $\S~2-518$ of the Agriculture Article; and
3 4	(ii) the county's priority preservation area element in the comprehensive plan meets the requirements set forth in subsection (f) of this section.
5 6 7	(f) The Department and the Foundation may not certify a priority preservation area of a county under this section unless the Department and the Foundation agree that the county's comprehensive plan:
8 9	(1) establishes appropriate goals for the amount and types of agricultural resource land to be preserved in the priority preservation area;
10 11	(2) describes [the kinds of agricultural production the county intends to support and the amount of development the county intends to allow;]:
12 13 14	(I) THE COUNTY'S STRATEGY TO SUPPORT NORMAL AGRICULTURAL AND FORESTRY ACTIVITIES IN CONJUNCTION WITH THE AMOUNT OF DEVELOPMENT PERMITTED IN THE PRIORITY PRESERVATION AREA;
15	AND
	(II) THE ORDINANCES, REGULATIONS, AND PROCEDURES THE COUNTY IS USING IN THE PRIORITY PRESERVATION AREA TO SUPPORT THE ABILITY OF WORKING FARMS TO ENGAGE IN NORMAL AGRICULTURAL AND FORESTRY ACTIVITIES;
15 16 17 18	(II) THE ORDINANCES, REGULATIONS, AND PROCEDURES THE COUNTY IS USING IN THE PRIORITY PRESERVATION AREA TO SUPPORT THE ABILITY OF WORKING FARMS TO ENGAGE IN NORMAL AGRICULTURAL AND
15 16 17 18 19	(II) THE ORDINANCES, REGULATIONS, AND PROCEDURES THE COUNTY IS USING IN THE PRIORITY PRESERVATION AREA TO SUPPORT THE ABILITY OF WORKING FARMS TO ENGAGE IN NORMAL AGRICULTURAL AND FORESTRY ACTIVITIES;
15 16 17 18 19 20 21	(II) THE ORDINANCES, REGULATIONS, AND PROCEDURES THE COUNTY IS USING IN THE PRIORITY PRESERVATION AREA TO SUPPORT THE ABILITY OF WORKING FARMS TO ENGAGE IN NORMAL AGRICULTURAL AND FORESTRY ACTIVITIES;  (3) includes maps showing the county's priority preservation area;  (4) describes the priority preservation area in the context of the
15 16 17 18 19 20 21 22 23	(II) THE ORDINANCES, REGULATIONS, AND PROCEDURES THE COUNTY IS USING IN THE PRIORITY PRESERVATION AREA TO SUPPORT THE ABILITY OF WORKING FARMS TO ENGAGE IN NORMAL AGRICULTURAL AND FORESTRY ACTIVITIES;  (3) includes maps showing the county's priority preservation area;  (4) describes the priority preservation area in the context of the county's growth management plans;  (5) describes the way in which preservation goals will be accomplished
15 16 17 18 19 20 21 22 23 24	(II) THE ORDINANCES, REGULATIONS, AND PROCEDURES THE COUNTY IS USING IN THE PRIORITY PRESERVATION AREA TO SUPPORT THE ABILITY OF WORKING FARMS TO ENGAGE IN NORMAL AGRICULTURAL AND FORESTRY ACTIVITIES;  (3) includes maps showing the county's priority preservation area;  (4) describes the priority preservation area in the context of the county's growth management plans;  (5) describes the way in which preservation goals will be accomplished in the priority preservation area, including the county's strategy to:

1 2	(6) other land use man	includes an evaluation of the ability of the county's zoning and nagement practices to:
3		(i) limit the impact of subdivision and development;
4		(ii) allow time for easement purchase; and
5 6 7 8	are irreparably EXCESSIVELY COLLAND;	(iii) achieve [each of] the Foundation's goals before [the goals undermined or impaired by development] <b>DEVELOPMENT DMPROMISES THE AGRICULTURAL AND FOREST RESOURCE</b>
9 10 11	(7) land management shortcomings; and	identifies shortcomings in the abilities of the county's zoning and practices and identifies current or future actions to correct the
12 13 14	_	describes the methods the county will use to concentrate and other supporting efforts in the priority preservation area to f the Foundation and the county's acreage preservation goal.
15 16	(g) In cer the Foundation sha	rtifying a county's priority preservation area, the Department and all ensure that:
17 18	(1) (f) of this section in	the county has included all the information required by subsection the county's comprehensive plan; and
19 20	(2) relation to the cour	the size of the county's priority preservation area is appropriate in aty's acreage preservation goal.
21 22	(h) (1) established an effe	A county that has been certified under this section as having ctive county agricultural land preservation program is eligible for:
23 24	2–508.1 of the Agri	(i) the additional funds available to certified counties under \$ iculture Article and \$ 13–306 of the Tax – Property Article; and
25 26 27 28	Foundation receive	(ii) as of July 1, 2008, funds provided for the Maryland d Preservation Foundation over and above the funding the es in accordance with § 2–508.1 of the Agriculture Article and §§ 6 of the Tax – Property Article.

1 2	(2) A county that has been certified under this section may use the additional funds available as a result of certification:
3 4	(i) for the purposes stated under $\ 2-508.1$ of the Agriculture Article and $\ 13-306$ of the Tax – Property Article;
5	(ii) to purchase easements in its priority preservation area;
6	(iii) for a Critical Farms Program approved by the Foundation;
7 8	$ (iv) \qquad \text{for an installment purchase agreement program approved by } \\ \text{the Foundation; or } $
9 10	$\ensuremath{(v)}$ for the Next Generation Farmland Acquisition Program approved by the Foundation.
11 12 13	(i) (1) A certification under this section is effective for 3 years and the decision by the Department and the Foundation as to certification is final with no right to appeal.
14 15	(2) At the request of the county, the Department and the Foundation shall recertify under this section a county agricultural land preservation program if:
16 17 18	(i) the county has maintained a successful program of purchase of development rights or financial enhancements related to purchase of development rights during the period of certification;
19 20	${\rm (ii)} \qquad {\rm conditions~in~the~county~priority~preservation~area~remain~in~accordance~with~the~requirements~of~\S~2-518~of~the~Agriculture~Article;}$
21 22 23	(iii) the county provides an update on the method, evaluation, shortcomings, and future actions that the county is using or will use to achieve preservation goals, as required under subsection (f)(6) through (8) of this section; and
24 25	(iv) the update demonstrates significant progress toward achievement of preservation goals in the priority preservation area.
26 27	(j) The Department and the Foundation shall jointly adopt regulations for administration of the certification program.
28 29 30	(k) In accordance with the requirements of § 2–1246 of the State Government Article, the Department and the Foundation shall report on the certification program on or before January 15 of each year to:

1	(1)	the Governor;
2	(2)	the Secretary of Agriculture and the Secretary of Planning;
3 4	(3) Education, Health	the Senate Budget and Taxation Committee and the Senate, and Environmental Affairs Committee; and
5 6	(4) Matters Committe	the House Appropriations Committee, the House Environmental e, and the House Committee on Ways and Means.
7 8	SECTION 2 October 1, 2007.	. AND BE IT FURTHER ENACTED, That this Act shall take effect
	Approved:	
		Governor.
		Speaker of the House of Delegates.
		President of the Senate.