#### By: Senator Astle

Introduced and read first time: January 28, 2010 Assigned to: Education, Health, and Environmental Affairs

Committee Report: Favorable Senate action: Adopted Read second time: March 3, 2010

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

### 1 AN ACT concerning

# 2 Natural Resources – Local Forest Conservation Funds – Use of Money

- FOR the purpose of repealing the requirement that, at the end of a certain time
   period, unused money in a local forest conservation fund be returned to certain
   persons for certain purposes; and generally relating to the use of money in a
   local forest conservation fund.
- 7 BY repealing and reenacting, with amendments,
- 8 Article Natural Resources
- 9 Section 5–1610
- 10 Annotated Code of Maryland
- 11 (2005 Replacement Volume and 2009 Supplement)
- 12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 13 MARYLAND, That the Laws of Maryland read as follows:

**Article – Natural Resources** 

- 14
- 15 5–1610.
- 16 (a) In this section, "Fund" means the Forest Conservation Fund.
- 17 (b) There is a Forest Conservation Fund in the Department.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill. <u>Strike out</u> indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 (c) Except as provided in subsection (h) of this section, if any person subject 2 to this subtitle demonstrates to the satisfaction of the appropriate State or local 3 authority that the requirements for reforestation or afforestation on-site or off-site 4 cannot be reasonably accomplished, the person shall contribute money to the Fund:

5 (1) Until September 30, 2014, at a rate of 30 cents per square foot of 6 the area of required planting; and

7 (2) After September 30, 2014, at a rate adjusted for inflation as 8 determined by the Department annually by regulation.

9 (d) Money collected by the State or a local authority under § 5–1608(c) or § 10 5–1612 of this subtitle for noncompliance with this subtitle or regulations adopted 11 under this subtitle or for noncompliance with a forest conservation plan or the 12 associated 2–year management agreement shall be deposited in the Fund.

(e) (1) The Department shall accomplish the reforestation or afforestation
for which the money is deposited within 2 years or 3 growing seasons, as appropriate,
after receipt of the money.

16 (2) Money deposited in the Fund under subsection (c) of this section 17 shall remain in the Fund for a period of 2 years or 3 growing seasons, and at the end of 18 that time period, any portion that has not been used to meet the afforestation or 19 reforestation requirements shall be returned to the person who provided the money to 20 be used for documented tree planting in the same county or watershed beyond that 21 required by this subtitle or other applicable statutes.

(f) (1) (i) Money deposited in the Fund under subsection (c) of this section may only be spent on reforestation and afforestation, including site identification, acquisition, and preparation, maintenance of existing forests, and achieving urban canopy goals, and may not revert to the General Fund of the State.

26 (ii) Any investment earnings of the Fund shall be credited to the27 General Fund of the State.

(2) (i) Except as provided in subparagraph (ii) or (iii) of this
paragraph, the reforestation or afforestation requirement under this subsection shall
occur in the county and watershed in which the project is located.

31 (ii) If the reforestation or afforestation cannot be reasonably 32 accomplished in the county and watershed in which the project is located, then the 33 reforestation or afforestation shall occur in the county or watershed in the State in 34 which the project is located.

35 (iii) If the reforestation or afforestation cannot be reasonably 36 accomplished in the county or watershed in which the project is located, then the 37 reforestation or afforestation shall be accomplished through purchase of credits in,

 $\mathbf{2}$ 

1 establishment, or maintenance of a forest mitigation bank in accordance with 2 regulations of the Department. The Reforestation Fund may not be used to finance 3 administrative activities associated with a mitigation bank and any credits created by 4 the Reforestation Fund may not be sold to compensate for additional forest impacts.

5 (g) Money deposited in the Fund under subsection (d) of this section may be 6 used by the Department for the purpose of implementing this subtitle.

7 (h) (1) In lieu of a State Forest Conservation Fund, any local authority 8 with an approved forest conservation program may establish a forest conservation 9 fund, to be administered by the local authority, to allow a payment by any person who 10 has demonstrated to the satisfaction of the local authority that the requirements for 11 reforestation and afforestation on-site and off-site cannot be reasonably 12 accomplished.

13 (2) The rate shall be the same as the rate established for the State
14 Forest Conservation Fund under subsection (c) of this section.

15 (i) [Money deposited in the local forest conservation fund under subsection 16 (h) of this section shall remain in the fund for a period of 2 years or 3 growing seasons. 17 At the end of that time period, any portion that has not been used to meet the 18 afforestation or reforestation requirements shall be returned to the person who 19 provided the money to be used for documented tree planting in the same county or 20 watershed beyond that required by this subtitle or other applicable statutes.

(j)] (1) Money deposited in the local forest conservation fund under subsection (h) of this section may only be spent on reforestation and afforestation, including the costs directly related to site identification, acquisition, prepurchase, and preparation, maintenance of existing forests, and achieving urban canopy goals, and may not revert to any other local general fund.

26 (2) (i) Except as provided in subparagraph (ii) or (iii) of this 27 paragraph, the reforestation or afforestation requirement under this subsection shall 28 occur in the county and watershed in which the project is located.

(ii) If the reforestation or afforestation cannot be reasonably accomplished in the county and watershed in which the project is located, then the reforestation or afforestation shall occur in the county or watershed in the State in which the project is located.

33 (iii) If the reforestation or afforestation cannot be reasonably 34 accomplished in the county or watershed in which the project is located, then the 35 reforestation or afforestation shall be accomplished through purchase of credits in, 36 establishment, or maintenance of a forest mitigation bank in accordance with 37 regulations of the local forest conservation program. The Reforestation Fund may not 38 be used to finance administrative activities associated with a mitigation bank and any

credits created by the Reforestation Fund may not be sold to compensate for additional
 forest impacts.

3 [(k)] (J) Money collected by the local authority under § 5–1608(c) of this 4 subtitle for noncompliance with this subtitle or regulations or ordinances adopted 5 under this subtitle for noncompliance with a forest conservation plan or the associated 6 2-year management agreement shall be deposited in the local fund. The rate shall be 7 30 cents per square foot of the area found to be in noncompliance with the required 8 forest conservation.

9 [(1)] (K) Money deposited in a local forest conservation fund under 10 subsection [(k)] (J) of this section may be used by the local authority for purposes 11 related to implementing this subtitle.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effectOctober 1, 2010.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.

4