Calendar No. 297

108TH CONGRESS 1ST SESSION

S. 861

[Report No. 108-158]

To authorize the acquisition of interests in undeveloped coastal areas in order better to ensure their protection from development.

IN THE SENATE OF THE UNITED STATES

APRIL 10, 2003

Mr. Hollings (for himself, Mr. Gregg, Mr. Kerry, Ms. Snowe, Mr. Inouye, Mr. Reed, Mr. Breaux, Mr. DeWine, Mr. Sarbanes, Mr. Biden, Mr. Kennedy, Ms. Mikulski, Mr. Cochran, Mrs. Murray, Mr. Corzine, Ms. Collins, Mr. Dodd, Mr. Levin, Mr. Nelson of Florida, Mr. Wyden, Mr. Lieberman, Mrs. Feinstein, Mr. Lautenberg, Ms. Cantwell, Mr. Chafee, and Ms. Landrieu) introduced the following bill; which was read twice and referred to the Committee on Commerce, Science, and Transportation

OCTOBER 1, 2003

Reported by Mr. McCain, with an amendment

[Omit the part struck through and insert the part printed in italic]

A BILL

To authorize the acquisition of interests in undeveloped coastal areas in order better to ensure their protection from development.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

1 SECTION 1. SHORT TITLE.

- 2 This Act may be cited as the "Coastal and Estuarine
- 3 Land Protection Act".
- 4 SEC. 2. FINDINGS.

- 5 The Congress finds the following:
 - (1) Coastal and estuarine areas provide important nursery habitat for two-thirds of the Nation's commercial fish and shellfish, provide nesting and foraging habitat for coastal birds, harbor significant natural plant communities, and serve to facilitate coastal flood control and pollutant filtration.
 - (2) The Coastal Zone Management Act of 1972 (16 U.S.C. 1451 et seq.) recognizes the national importance of these areas and their ecological vulnerability to anthropogenic activities by establishing a comprehensive Federal-State partnership for protecting natural reserves and managing growth in these areas.
 - (3) The National Estuarine Research Reserve system established under that Act relies on the protection of pristine designated areas for long-term protection and for the conduct of education and research critical to the protection and conservation of coastal and estuarine resources.
- 25 (4) Intense development pressures within the 26 coastal zone are driving the need to provide coastal

- 1 managers with a wider range of tools to protect and 2 conserve important coastal and estuarine areas.
 - (5) Protection of undeveloped coastal lands through the acquisition of interests in property from a willing seller are a cost-effective means of providing these areas with permanent protection from development.
 - (6) Permanent protection of lands in the coastal zone is a necessary component of any program to maintain and enhance coastal and estuarine areas for the benefit of the Nation, including protection of water quality, access to public beachfront, conserving wildlife habitat, and sustaining sport and commercial fisheries.
 - (7) Federal-State-nongovernmental organization pilot land acquisition projects have already substantially contributed to the long-term health and viability of coastal and estuarine systems.
 - (8) Enhanced protection of estuarine and coastal areas can be attained through watershed-based acquisition strategies coordinated through Federal, State, regional, and local efforts.

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

1 SEC. 3. ESTABLISHMENT OF COASTAL AND ESTUARINE

- 2 LAND PROTECTION PROGRAM.
- 3 (a) In General.—The Secretary of Commerce shall
- 4 establish a Coastal and Estuarine Land Protection Pro-
- 5 gram, in cooperation with appropriate State, regional, and
- 6 other units of government for the purposes of protecting
- 7 the environmental integrity of important coastal and estu-
- 8 arine areas, including wetlands and forests, that have sig-
- 9 nificant conservation, recreation, ecological, historical, or
- 10 aesthetic values, and that are threatened by conversion
- 11 from their natural, undeveloped, or recreational state to
- 12 other uses. The program shall be administered by the Na-
- 13 tional Ocean Service of the National Oceanic and Atmos-
- 14 pheric Administration through the Office of Ocean and
- 15 Coastal Resource Management.
- 16 (b) Property Acquisition Grants.—The Sec-
- 17 retary shall make grants under the program to coastal
- 18 States, except coastal States that have lost less than 1
- 19 percent of their wetlands to development or conversion to
- 20 other land uses by the date of enactment of this Act, with
- 21 approved coastal zone management plans or National Es-
- 22 tuarine Research Reserve units for the purpose of acquir-
- 23 ing property or interests in property described in sub-
- 24 section (a) that will further the goals of—

1	(1) a Coastal Zone Management Plan or Pro-						
2	gram approved under the Coastal Zone Management						
3	Act of 1972 (16 U.S.C. 1451 et seq.); or						
4	(2) a National Estuarine Research Reserve						
5	management plan; or						
6	(3) a regional or State watershed protection						
7	plan involving coastal States with approved coasta						
8	zone management plans.						
9	(c) Grant Process.—The Secretary shall allocate						
10	funds to coastal States or National Estuarine Research						
11	Reserves under this section through a competitive grant						
12	process in accordance with guidelines that meet the fol-						
13	lowing requirements:						
14	(1) The Secretary shall consult with the State's						
15	coastal zone management program, any National Es						
16	tuarine Research Reserve in that State, and the lead						
17	agency designated by the Governor for coordinating						
18	the establishment and implementation of this Act (if						
19	different from the coastal zone management pro-						
20	gram).						
21	(2) Each participating State shall identify pri-						
22	ority conservation needs within the State, the values						
23	to be protected by inclusion of lands of the program						
24	and the threats to those values that should be avoid						

ed.

- 1 (3) Each participating State shall evaluate how 2 the acquisition of property or easements might im-3 pact working waterfront needs.
 - (4) The applicant shall identify the values to be protected by inclusion of the lands in the program, management activities that are planned and the manner in which they may affect the values identified, and any other information from the landowner relevant to administration and management of the land.
 - (5) Awards shall be based on demonstrated need for protection and ability to successfully leverage funds among participating entities, including Federal programs, regional organizations, State and other governmental units, landowners, corporations, or private organizations.
 - (6) Applications must be determined to be consistent with the State's or territory's approved coastal zone plan, program and policies prior to submittal to the Secretary.
 - (7) Priority shall be given to lands described in subsection (a) that can be effectively managed and protected and that have significant ecological or watershed protection value.

- 1 (8) In developing guidelines under this section, 2 the Secretary shall consult with other Federal agen-3 cies and non-governmental entities expert in land ac-4 quisition and conservation procedures.
 - (9) Eligible States or National Estuarine Research Reserves may allocate grants to local governments or agencies eligible for assistance under section 306A(e) of the Coastal Zone Management Act of 1972 (16 U.S.C. 1455a) and may acquire lands in cooperation with nongovernmental entities and Federal agencies.
 - (10) The Secretary shall develop performance measures that will allow periodic evaluation of the program's effectiveness in meeting the purposes of this section and such evaluation shall be reported to Congress.

(d) Matching Requirements.—

(1) IN GENERAL.—The Secretary may not make a grant under the program unless the Federal funds are matched by non-Federal funds in accordance with this subsection.

(2) Maximum federal share.—

(A) 75 PERCENT FEDERAL FUNDS.—No more than 75 percent of the funding for any grant under this section shall be derived from

- Federal sources, unless such requirement is specifically waived by the Secretary.
 - (B) WAIVER OF REQUIREMENT.—The Secretary may grant a waiver of the limitation in subparagraph (A) for underserved communities, communities that have an inability to draw on other sources of funding because of the small population or low income of the community, or for other reasons the Secretary deems appropriate.
 - (3) Other federal funds.—Where financial assistance awarded under this section represents only a portion of the total cost of a project, funding from other Federal sources may be applied to the cost of the project. Each portion shall be subject to match requirements under the applicable provision of law.
 - (4) Source of matching cost share.—For purposes of paragraph (2)(A), the non-Federal cost share for a project may be determined by taking into account the following:
 - (A) Land value may be used as non-Federal match if the lands are identified in project plans and acquired within three years prior to the submission of the project application or

- after the submission of a project application until the project grant is closed (not to exceed 3 years). The appraised value of the land at the time of project closing will be considered the non-Federal cost share.
- 6 (B) Costs associated with land acquisition,
 7 land management planning, remediation, res8 toration, and enhancement may be used as non9 Federal match if the activities are identified in
 10 the plan and expenses are incurred within the
 11 period of the grant award. These costs may in12 clude either case or in-kind contributions.
- 13 (e) REGIONAL WATERSHED DEMONSTRATION
 14 PROJECT.—The Secretary may provide up to \$5,000,000
 15 for a regional watershed protection demonstration project
 16 that will meet the requirements of this section, and—
 - (1) leverages land acquisition funding from other Federal land conservation or acquisition programs such that other Federal contributions, at a minimum, equal the amounts provided by the Secretary;
- 22 (2) involves partnerships from a broad spec-23 trum of Federal, State, and non-governmental enti-24 ties;

18

19

20

1	(3) provides for the creation of conservation					
2	corridors and preservation of unique coastal habitat;					
3	(4) protects largely unfragmented habitat under					
4	imminent threat of development or conversion;					
5	(5) provides water quality protection for areas					
6	set aside for research under the National Estuarine					
7	Research Reserve program; and					
8	(6) provides a model for future regional water-					
9	shed protection projects.					
10	(f) Reservation of Funds for National Estua-					
11	RINE RESEARCH RESERVE SITES.—No less than 15 per-					
12	cent of funds made available under this section shall be					
13	available for acquisitions benefiting National Estuarine					
14	Research Reserve acquisitions.					
15	(g) Limit on Administrative Costs.—No more					
16	than 5 percent of the funds made available to the Sec-					
17	retary under this section shall be used by the Secretary					
18	for planning or administration of the program. The Sec-					
19	retary shall provide a report to Congress with an account					
20	of all expenditures under this section for fiscal year 2004,					
21	fiscal year 2005, and triennially thereafter.					
22	(h) Title and Management of Acquired Prop-					
23	ERTY.—					
24	(1) In general.—If any property is acquired					
25	in whole or in part with funds made available					

- through a grant under this section, the grant recipient shall provide such assurances as the Secretary may require that—
 - (A) the title to the property will be held by the grant recipient or other appropriate public agency designated by the recipient in perpetuity;
 - (B) the property will be managed in a manner that is consistent with the purposes for which the land entered into the program and shall not convert such property to other uses; and
 - (C) if the property or interest in land is sold, exchanged, or divested, funds equal to the correct value will be returned to the Secretary, for re-distribution in the grant process.
 - (2) Conservation easement includes section, the term "conservation easement" includes an easement, recorded deed, or interest deed where the grantee acquires all rights, title, and interest in a property, that do not conflict with the goals of this Act except those rights, title, and interests that may run with the land that are expressly reserved by a grantor and are agreed to at the time of purchase.

- 1 (i) Definitions.—In this section, the term "coastal
- 2 State" has the meaning given that term by section 304(4)
- 3 of the Coastal Zone Management Act of 1972 (16 U.S.C.
- 4 1453(4)), and any other term used in this section that
- 5 is defined in section 304 of that Act has the meaning given
- 6 that term in that section.
- 7 (j) AUTHORIZATION OF APPROPRIATIONS.—There
- 8 are authorized to be appropriated to the Secretary—
- 9 (1) \$60,000,000 for each of fiscal years 2004
- through 2007 2008 to carry out this section (other
- than subsection (e)); and
- 12 (2) \$5,000,000 for fiscal year 2004 to carry out
- subsection (e), such sum to remain available without
- 14 fiscal year limitation.

15 SEC. 4. ASSISTANCE FROM OTHER AGENCIES.

- Section 310(a) of the Coastal Zone Management Act
- 17 of 1972 (16 U.S.C. 1456c(a)) is amended by striking "any
- 18 qualified person for the purposes of carrying out this sub-
- 19 section." and inserting "any other Federal agencies (in-
- 20 cluding interagency financing of Coastal America activi-
- 21 ties) and any other qualified person for the purposes of
- 22 carrying out this section.".

Calendar No. 297

108TH CONGRESS 1ST SESSION S. 861

[Report No. 108-158]

A BILL

To authorize the acquisition of interests in undeveloped coastal areas in order better to ensure their protection from development.

> OCTOBER 1, 2003 Reported with an amendment