### Calendar No. 378

109TH CONGRESS 2D SESSION

# S. 1215

[Report No. 109-224]

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

June 9, 2005

Mr. Gregg (for himself, Ms. Mikulski, Mr. Sarbanes, Mr. Biden, Mr. Corzine, Ms. Snowe, Mr. Reed, Ms. Cantwell, Mrs. Murray, Mr. Cochran, Mr. Kerry, Mr. Inouye, Mrs. Feinstein, Mr. Lautenberg, Ms. Collins, Mr. Kennedy, Mr. DeWine, Mr. Lieberman, Mr. Chafee, Mr. Warner, Mr. Sessions, Mr. Wyden, Mr. DeMint, and Mrs. Boxer) introduced the following bill; which was read twice and referred to the Committee on Commerce, Science, and Transportation

#### March 27, 2006

Reported by Mr. Stevens, with an amendment in the nature of a substitute [Strike out all after the enacting clause 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,

#### SECTION 1. SHORT TITLE.

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

- 5 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.
  - (4) Intense development pressures within the 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.

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#### 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 coastal
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	<del>gram).</del>
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.

- (3) Each participating State shall evaluate how the acquisition of property or easements might impact 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.

(8) In developing guidelines under this section,
the Secretary shall consult with other Federal agen-
cies and non-governmental entities expert in land ac-
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

1	Federal	sources,	unless	such	requirement	is
2	specifica	ll <del>y waived</del>	by the	Secret	<del>ary.</del>	

- (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.

- (B) Costs associated with land acquisition, land management planning, remediation, restoration, and enhancement may be used as non-Federal match if the activities are identified in the plan and expenses are incurred within the period of the grant award. These costs may include either ease 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;

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	eent 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 See-
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 2006,
21	fiscal year 2007, 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

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.

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- 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 (i) AUTHORIZATION OF APPROPRIATIONS.—There
- 8 are authorized to be appropriated to the Secretary—
- 9 (1) such sums as may be necessary for each of
- 10 fiscal years 2006 through 2009 to carry out this sec-
- 11 tion (other than subsection (e)); and
- 12 (2) \$5,000,000 for fiscal year 2006 to carry out
- subsection (e), such sum to remain available without
- 14 fiscal year limitation.
- 15 SEC. 4. ASSISTANCE FROM OTHER AGENCIES.
- 16 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.".
- 23 SECTION 1. SHORT TITLE.
- 24 This Act may be cited as the "Coastal and Estuarine
- 25 Land Protection Act".

#### 1 SEC. 2. FINDINGS.

- 2 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.
  - (4) Intense development pressures within the coastal watershed are driving the need to provide coastal managers with a wider range of tools to protect and conserve important coastal and estuarine areas.

- 1 (5) Protection of undeveloped coastal lands 2 through the acquisition of interests in property from 3 a willing seller are a cost-effective means of providing 4 these areas with permanent protection from develop-5 ment.
  - (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.
  - (9) Conserving coastal and estuarine landscapes can support the traditional economic and natural resource bases of communities in the coastal watershed, including well-managed forests that demonstrate out-

- 1 standing ecological, recreational, historical, and aes-
- 2 thetic attributes.

#### 3 SEC. 3. ESTABLISHMENT OF COASTAL AND ESTUARINE

- 4 LAND PROTECTION PROGRAM.
- 5 (a) In General.—The Secretary of Commerce shall
- 6 establish a Coastal and Estuarine Land Protection Pro-
- 7 gram, in cooperation with appropriate State, regional, and
- 8 other units of government for the purposes of protecting the
- 9 environmental integrity of important coastal and estuarine
- 10 areas, including wetlands and forests, that have significant
- 11 conservation, recreation, ecological, historical, or aesthetic
- 12 values, and that are threatened by conversion from their
- 13 natural, undeveloped, or recreational state to other uses.
- 14 The program shall be administered by the National Ocean
- 15 Service of the National Oceanic and Atmospheric Adminis-
- 16 tration through the Office of Ocean and Coastal Resource
- 17 Management.
- 18 (b) Property Acquisition Grants.—The Secretary
- 19 shall make grants under the program to coastal States with
- 20 approved coastal zone management plans or National Estu-
- 21 arine Research Reserve units for the purpose of acquiring
- 22 property or interests in property described in subsection (a)
- 23 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 man-
5	agement plan; or
6	(3) a regional or State watershed protection plan
7	involving coastal States with approved coastal zone
8	management plans.
9	(c) Grant Process.—The Secretary shall allocate
10	funds to coastal States or National Estuarine Research Re-
11	serves under this section through a competitive grant proc-
12	ess in accordance with guidelines that meet the following
13	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 implementation of this Act (if different from the
19	coastal zone management program).
20	(2) Each participating State shall identify pri-
21	ority conservation needs within the State, the values
22	to be protected by inclusion of lands of the program,

and the threats to those values that should be avoided.

- (3) Each participating State shall evaluate how the acquisition of property or easements might impact 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) The governor, or the lead agency designated by the governor for coordinating the implementation of this Act, shall determine that the application is 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 with expertise in 4 land acquisition 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 measures that will ensure that property or interests in property acquired in whole or in part through the use of funds under the program are acquired only from willing sellers.
  - (11) The Secretary shall develop performance measures that will allow periodic evaluation and reporting of the program's effectiveness in accomplishing its purposes.

#### (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.

1	(2) Maximum federal share.—
2	(A) 75 PERCENT FEDERAL FUNDS.—No
3	more than 75 percent of the funding for any
4	project under this section shall be derived from
5	Federal sources, unless such requirement is spe-
6	cifically waived by the Secretary.
7	(B) Waiver of requirement.—The Sec-
8	retary may grant a waiver of the limitation in
9	subparagraph (A) for underserved communities,
10	communities that have an inability to draw on
11	other sources of funding because of the small pop-
12	ulation or low income of the community, or for
13	other reasons the Secretary deems appropriate.
14	(3) Other federal funds.—Where financial
15	assistance awarded under this section represents only
16	a portion of the total cost of a project, funding from
17	other Federal sources may be applied to the cost of the
18	project. Each portion shall be subject to match re-
19	quirements under the applicable provision of law.
20	(4) Source of matching cost share.—For
21	purposes of paragraph $(2)(A)$ , the non-Federal cost
22	share for a project may be determined by taking into
23	account the following:
24	(A) Land value may be used as non-Federal
25	match if the lands are identified in project plans

1 and acquired within three years prior to the sub-2 mission of the project application or after the submission of a project application until the 3 4 project grant is closed (not to exceed 3 years). 5 The appraised value of the land at the time of 6 project closing will be considered the non-Federal 7 cost share. The value of land that is held by a 8 nongovernmental organization may be used for 9 such purpose if it is held in perpetuity by a 10 qualified conservation organization, as deter-11 mined by the Secretary.

- (B) Costs associated with land acquisition, land management planning, remediation, restoration, and enhancement may be used as non-Federal match if the activities are identified in the plan and expenses are incurred within the period of the grant award. These costs may include either cash or in-kind contributions.
- 19 (e) REGIONAL WATERSHED DEMONSTRATION
  20 PROJECT.—The Secretary may provide up to \$5,000,000
  21 for a regional watershed protection demonstration project
  22 that—
- 23 (1) leverages land acquisition funding from other 24 Federal land conservation or acquisition programs

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1	such that other Federal contributions, at a minimum,
2	equal the amounts provided by the Secretary;
3	(2) involves funding from and participation by
4	multiple Federal, State, and non-governmental enti-
5	ties;
6	(3) provides for the creation of conservation cor-
7	ridors and preservation of unique coastal habitat;
8	(4) protects largely unfragmented habitat under
9	imminent threat of development or conversion;
10	(5) provides water quality protection for areas
11	set aside for research under the National Estuarine
12	Research Reserve program; and
13	(6) provides a model for future regional water-
14	shed protection projects.
15	(f) Reservation of Funds for National Estua-
16	RINE RESEARCH RESERVE SITES.—No less than 15 percent
17	of funds made available under this section shall be available
18	for acquisitions benefiting National Estuarine Research Re-
19	serve acquisitions.
20	(g) Limit on Administrative Costs.—No more than
21	5 percent of the funds made available to the Secretary under
22	this section shall be used by the Secretary for planning or
23	administration of the program. The Secretary shall provide
24	a report to Congress with an account of all expenditures

1	under this section for fiscal year 2007 and triennially there-
2	after.
3	(h) Title and Management of Acquired Prop-
4	ERTY.—
5	(1) In General.—If any property is acquired in
6	whole or in part with funds made available through
7	a grant under this section, the grant recipient shall
8	provide such assurances as the Secretary may require
9	that—
10	(A) the title to the property will be held by
11	the grant recipient or another appropriate public
12	agency designated by the recipient in perpetuity,
13	(B) the property will be managed in a
14	manner that is consistent with the purposes for
15	which the land entered into the program and
16	shall not convert such property to other uses; and
17	(C) if the property or interest in land is
18	sold, exchanged, or divested, funds equal to the
19	correct value will be returned to the Secretary,
20	for re-distribution in the grant process.
21	(2) Conservation easement.—In this sub-
22	section, the term "conservation easement" includes an
23	easement, recorded deed, or interest deed where the
24	grantee acquires all rights, title, and interest in a

property, that do not conflict with the goals of this

1	Act except those rights, title, and interests that may
2	run with the land that are expressly reserved by a
3	grantor and are agreed to at the time of purchase.
4	(i) Definitions.—In this section, the term "coasta
5	State" has the meaning given that term by section 304(4)
6	of the Coastal Zone Management Act of 1972 (16 U.S.C
7	1453(4)), and any other term used in this section that is
8	defined in section 304 of that Act has the meaning given
9	that term in that section.
10	(j) Authorization of Appropriations.—There are
11	authorized to be appropriated to the Secretary—
12	(1) \$60,000,000 for each of fiscal years 2007
13	through 2010 to carry out this section (other than
14	subsection (e)); and
15	(2) \$5,000,000 for fiscal year 2007 to carry ou
16	subsection (e), such sum to remain available without
17	fiscal year limitation.

# Calendar No. 378

109TH CONGRESS S. 1215
[Report No. 109-224]

# A BILL

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

March 27, 2006

Reported with an amendment in the nature of a substitute