13:8C-26

LEGISLATIVE HISTORY CHECKLIST

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LAWS OF: 2001 **CHAPTER:** 315

NJSA: 13:8C-26 (Lands for open space—appraisal process)

BILL NO: A3228 (Substituted for S2174)

SPONSOR(S): Lance

DATE INTRODUCED: February 22, 2001

COMMITTEE: ASSEMBLY: Agriculture and Natural Resources

SENATE: ----

AMENDED DURING PASSAGE: Yes

DATE OF PASSAGE: ASSEMBLY: December 17, 2001

SENATE: December 17, 2001

DATE OF APPROVAL: January 3, 2002

FOLLOWING ARE ATTACHED IF AVAILABLE:

FINAL TEXT OF BILL (1st reprint enacted)

(Amendments during passage denoted by superscript numbers)

A3228

SPONSORS STATEMENT: (Begins on page 8 of original bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: Yes

SENATE: No

FLOOR AMENDMENT STATEMENTS: No

LEGISLATIVE FISCAL ESTIMATE: Yes

S2174

SPONSORS STATEMENT: (Begins on page 8 of original bill)

Yes

Bill and Sponsors Statement identical to A3228

COMMITTEE STATEMENT:	ASSEMBLY:	N	0
Gr.)	SENATE:	Yes	11-19-2001(Econ.
			11-29-2001(Budget)
FLOOR AMENDMENT STATEMENTS	S:	Y	'es
LEGISLATIVE FISCAL ESTIMATE:		Ye	es .
VETO MESSAGE:	VETO MESSAGE: No		
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NEWSPAPER ARTICLES: No			

ASSEMBLY, No. 3228

STATE OF NEW JERSEY

209th LEGISLATURE

INTRODUCED FEBRUARY 22, 2001

Sponsored by:

Assemblyman LEONARD LANCE

District 23 (Warren, Hunterdon and Mercer)

SYNOPSIS

Modifies appraisal process for certain lands to be acquired for open space or farmland preservation purposes.

CURRENT VERSION OF TEXT

As introduced.



AN ACT concerning appraisals of land to be acquired for recreation and conservation purposes or farmland preservation purposes, and amending P.L.1999, c.152.

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5 **BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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- 8 1. Section 26 of P.L.1999, c.152 (C.13:8C-26) is amended to read 9 as follows:
- 26. a. Moneys appropriated from the Garden State Green Acres Preservation Trust Fund to the Department of Environmental Protection shall be used by the department to:
- 13 (1) Pay the cost of acquisition and development of lands by the 14 State for recreation and conservation purposes;
 - (2) Provide grants and loans to assist local government units to pay the cost of acquisition and development of lands for recreation and conservation purposes; and
 - (3) Provide grants to assist qualifying tax exempt nonprofit organizations to pay the cost of acquisition and development of lands for recreation and conservation purposes.
 - b. The expenditure and allocation of constitutionally dedicated moneys for recreation and conservation purposes shall reflect the geographic diversity of the State to the maximum extent practicable and feasible.
- 25 c. (1) Notwithstanding the provisions of section 5 of P.L.1985, 26 c.310 (C.13:18A-34) or this act, or any rule or regulation adopted 27 pursuant thereto, to the contrary, the value of a pinelands development 28 credit, allocated to a parcel pursuant to P.L.1979, c.111 (C.13:18A-1 29 et seq.) and the pinelands comprehensive management plan adopted 30 pursuant thereto, shall be made utilizing a value to be determined by 31 either appraisal, regional averaging based upon appraisal data, or a 32 formula supported by appraisal data. The appraisal and appraisal data 33 shall consider as appropriate: land values in the pinelands regional 34 growth areas; land values in counties, municipalities, and other areas 35 reasonably contiguous to, but outside of, the pinelands area; and other 36 relevant factors as may be necessary to maintain the environmental, 37 ecological, and agricultural qualities of the pinelands area.
 - (2) No pinelands development credit allocated to a parcel of land pursuant to P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands comprehensive management plan adopted pursuant thereto that is acquired or obtained in connection with the acquisition of the parcel for recreation and conservation purposes by the State, a local government unit, or a qualifying tax exempt nonprofit organization

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

1 using constitutionally dedicated moneys in whole or in part may be 2 conveyed in any manner. All such pinelands development credits shall 3 be retired permanently.

- 4 d. (1) (a) For State fiscal years 2000 through 2004 only, when the 5 department, a local government unit, or a qualifying tax exempt 6 nonprofit organization seeks to acquire lands for recreation and conservation purposes using constitutionally dedicated moneys in 7 8 whole or in part, it shall conduct or cause to be conducted an appraisal 9 or appraisals of the value of the lands that shall be made using the land 10 use zoning of the lands [(a)] (i) in effect at the time of proposed 11 acquisition, and [(b)] (ii) in effect on November 3, 1998 as if that land 12 use zoning is still in effect at the time of proposed acquisition. The higher of those two values shall be utilized by the department, a local 13 14 government unit, or a qualifying tax exempt nonprofit organization as 15 the basis for negotiation with the landowner with respect to the acquisition price for the lands. The landowner shall be provided with 16 17 both values determined pursuant to this paragraph. A landowner may 18 waive any of the requirements of this paragraph and may agree to sell 19 the lands for less than the values determined pursuant to this 20 paragraph.
- 21 (b) After the date of enactment of P.L., c. (now before the 22 Legislature as this bill) and through June 30, 2004, in determining the 23 two values required pursuant to subparagraph (a) of this paragraph, the appraisal shall be made using not only the land use zoning but also 24 25 the Department of Environmental Protection wastewater, water quality 26 and watershed management rules and regulations and associated 27 requirements and standards applicable to the lands subject to the 28 appraisal (i) in effect at the time of proposed acquisition, and (ii) in 29 effect on November 3, 1998 as if those rules and regulations and 30 associated requirements and standards are still in effect at the time of 31 proposed acquisition.
 - (2) The requirements of this subsection shall be in addition to any other requirements of law, rule, or regulation not inconsistent therewith.
 - (3) This subsection shall not:

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- (a) apply if the land use zoning of the lands at the time of proposed acquisition [has], and the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to 40 the lands at the time of proposed acquisition, have not changed since November 3, 1998;
- (b) apply in the case of lands to be acquired with federal moneys 42 43 in whole or in part;
- 44 (c) apply in the case of lands to be acquired in accordance with 45 subsection c. of this section;
- (d) apply to projects funded using constitutionally dedicated 46

- 1 moneys appropriated pursuant to the annual appropriations act for 2 State fiscal year 2000 (P.L.1999, c.138); or
- 3 (e) alter any requirements to disclose information to a landowner 4 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361 5 (C.20:3-1 et seq.).
- e. Moneys appropriated from the fund may be used to match grants, contributions, donations, or reimbursements from federal aid programs or from other public or private sources established for the same or similar purposes as the fund.

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- f. Moneys appropriated from the fund shall not be used by local government units or qualifying tax exempt nonprofit organizations to acquire lands that are already permanently preserved for recreation and conservation purposes, as determined by the department.
- g. Whenever lands are donated to the State by a public utility, as defined pursuant to Title 48 of the Revised Statutes, for recreation and conservation purposes, the commissioner may make and keep the lands accessible to the public, unless the commissioner determines that public accessibility would be detrimental to the lands or any natural resources associated therewith.
- 20 Whenever the State acquires land for recreation and 21 conservation purposes, the agency in the Department of Environmental 22 Protection responsible for administering the land shall, within six 23 months after the date of acquisition, inspect the land for the presence of any buildings or structures thereon which are or may be historic 24 25 properties and, within 60 days after completion of the inspection, 26 provide to the New Jersey Historic Preservation Office in the 27 department (1) a written notice of its findings, and (2) for any 28 buildings or structures which are or may be historic properties 29 discovered on the land, a request for determination of potential 30 eligibility for inclusion of the historic building or structure in the New Jersey Register of Historic Places. Whenever such a building or 31 32 structure is discovered, a copy of the written notice provided to the New Jersey Historic Preservation Office shall also be sent to the New 33 34 Jersey Historic Trust and to the county historical commission or advisory committee, the county historical society, the local historic 35 preservation commission or advisory committee, and the local 36 37 historical society if any of those entities exist in the county or 38 municipality wherein the land is located.
- 39 i. (1) Commencing July 1, 2004 and until five years after the date 40 of enactment of P.L., c. (now before the Legislature as this bill), 41 when the department, a local government unit, or a qualifying tax 42 exempt nonprofit organization seeks to acquire lands for recreation 43 and conservation purposes using constitutionally dedicated moneys in 44 whole or in part, it shall conduct or cause to be conducted an appraisal 45 or appraisals of the value of the lands that shall be made using the Department of Environmental Protection wastewater, water quality 46

- 1 and watershed management rules and regulations and associated
- 2 requirements and standards applicable to the lands subject to the
- 3 appraisal (a) in effect at the time of proposed acquisition, and (b) in
- 4 effect on November 3, 1998 as if those rules and regulations and
- 5 <u>associated requirements and standards are still in effect at the time of</u>
- 6 proposed acquisition. The higher of those two values shall be utilized
- 7 <u>by the department, a local government unit, or a qualifying tax exempt</u>
- 8 nonprofit organization as the basis for negotiation with the landowner
- 9 with respect to the acquisition price for the lands. The landowner shall
- 10 <u>be provided with both values determined pursuant to this paragraph.</u>
- 11 A landowner may waive any of the requirements of this paragraph and
- 12 <u>may agree to sell the lands for less than the values determined pursuant</u>
- 13 to this paragraph.
- 14 (2) The requirements of this subsection shall be in addition to any
- 15 other requirements of law, rule, or regulation not inconsistent
- 16 therewith.
- 17 (3) This subsection shall not:
- 18 (a) apply if the Department of Environmental Protection
- 19 <u>wastewater</u>, water quality and watershed management rules and
- 20 regulations and associated requirements and standards applicable to
- 21 <u>the lands at the time of proposed acquisition have not changed since</u>
- 22 November 3, 1998;
- 23 (b) apply in the case of lands to be acquired with federal moneys
- 24 in whole or in part;
- 25 (c) apply in the case of lands to be acquired in accordance with
- 26 <u>subsection c. of this section; or</u>
- 27 (d) alter any requirements to disclose information to a landowner
- 28 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 29 (C.20:3-1 et seq.).
- 30 (cf: P.L.1999, c.152, s.26)

- 32 2. Section 38 of P.L.1999, c.152 (C.13:8C-38) is amended to read 33 as follows:
- 38. a. All acquisitions or grants made pursuant to section 37 of
- 35 this act shall be made with respect to farmland devoted to farmland
- 36 preservation under programs established by law.
- b. The expenditure and allocation of constitutionally dedicated
- 38 moneys for farmland preservation purposes shall reflect the geographic
- 39 diversity of the State to the maximum extent practicable and feasible.
- 40 c. The committee shall implement the provisions of section 37 of
- 41 this act in accordance with the procedures and criteria established
- 42 pursuant to the "Agriculture Retention and Development Act,"
- 43 P.L.1983, c.32 (C.4:1C-11 et seq.) except as provided otherwise by
- 44 this act.
- d. The committee shall adopt the same or a substantially similar
- 46 method for determining, for the purposes of this act, the committee's

share of the cost of a development easement on farmland to be acquired by a local government as that which is being used by the committee on the date of enactment of this act for prior farmland preservation funding programs.

- e. Notwithstanding the provisions of section 24 of P.L.1983, c.32 5 6 (C.4:1C-31) or this act, or any rule or regulation adopted pursuant 7 thereto, to the contrary, whenever the value of a development 8 easement on farmland to be acquired using constitutionally dedicated 9 moneys in whole or in part is determined based upon the value of any 10 pinelands development credits allocated to the parcel pursuant to 11 P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands comprehensive 12 management plan adopted pursuant thereto, the committee shall 13 determine the value of the development easement by:
 - (1) conducting a sufficient number of fair market value appraisals as it deems appropriate to determine the value for farmland preservation purposes of the pinelands development credits;

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- (2) considering development easement values in counties, municipalities, and other areas (a) reasonably contiguous to, but outside of, the pinelands area, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection, and (b) in the pinelands area where pinelands development credits are or may be utilized, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection;
 - (3) considering land values in the pinelands regional growth areas;
- (4) considering the importance of preserving agricultural lands in the pinelands area; and
- (5) considering such other relevant factors as may be necessary to increase participation in the farmland preservation program by owners of agricultural lands located in the pinelands area.
- f. No pinelands development credit that is acquired or obtained in connection with the acquisition of a development easement on farmland or fee simple title to farmland by the State, a local government unit, or a qualifying tax exempt nonprofit organization using constitutionally dedicated moneys in whole or in part may be conveyed in any manner. All such pinelands development credits shall be retired permanently.
- 39 g. (1) (a) For State fiscal years 2000 through 2004 only, when the 40 [department] committee, a local government unit, or a qualifying tax 41 exempt nonprofit organization seeks to acquire a development 42 easement on farmland or the fee simple title to farmland for farmland 43 preservation purposes using constitutionally dedicated moneys in 44 whole or in part, it shall conduct or cause to be conducted an appraisal 45 or appraisals of the value of the lands that shall be made using the land use zoning of the lands [(a)] (i) in effect at the time of proposed 46

- acquisition, and **[**(b)**]** (ii) in effect on November 3, 1998 as if that land
- 2 use zoning is still in effect at the time of proposed acquisition. The
- 3 higher of those two values shall be utilized by the [department]
- 4 <u>committee</u>, a local government unit, or a qualifying tax exempt
- 5 nonprofit organization as the basis for negotiation with the landowner
- 6 with respect to the acquisition price for the lands. The landowner shall
- 7 be provided with both values determined pursuant to this paragraph.
- 8 A landowner may waive any of the requirements of this paragraph and
- 9 may agree to sell the lands for less than the values determined pursuant
- 10 to this paragraph.
- 11 (b) After the date of enactment of P.L., c. (now before the
- 12 <u>Legislature as this bill) and through June 30, 2004, in determining the</u>
- 13 two values required pursuant to subparagraph (a) of this paragraph,
- 14 <u>the appraisal shall be made using not only the land use zoning but also</u>
- 15 <u>the Department of Environmental Protection wastewater, water quality</u>
- 16 and watershed management rules and regulations and associated
- 17 requirements and standards applicable to the lands subject to the
- 18 appraisal (i) in effect at the time of proposed acquisition, and (ii) in
- 19 effect on November 3, 1998 as if those rules and regulations and
- 20 associated requirements and standards are still in effect at the time of
- 21 proposed acquisition.
- 22 (2) The requirements of this subsection shall be in addition to any 23 other requirements of law, rule, or regulation not inconsistent
- 24 therewith.
- 25 (3) This subsection shall not:
- 26 (a) apply if the land use zoning of the lands at the time of proposed
- 27 acquisition [has], and the Department of Environmental Protection
- 28 <u>wastewater</u>, water quality and watershed management rules and
- 29 regulations and associated requirements and standards applicable to
- 30 <u>the lands at the time of proposed acquisition, have</u> not changed since
- 31 November 3, 1998;
- 32 (b) apply in the case of lands to be acquired with federal moneys
- 33 in whole or in part;
- 34 (c) apply in the case of lands to be acquired in accordance with
- 35 subsection e. of this section;
- 36 (d) apply to projects funded using constitutionally dedicated
- 37 moneys appropriated pursuant to the annual appropriations act for
- 38 State fiscal year 2000 (P.L.1999, c.138); or
- 39 (e) alter any requirements to disclose information to a landowner
- 40 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 41 (C.20:3-1 et seq.).
- h. Any farmland for which a development easement or fee simple
- 43 title has been acquired pursuant to section 37 of this act shall be
- 44 entitled to the benefits conferred by the "Right to Farm Act,"
- 45 P.L.1983, c.31 (C.4:1C-1 et al.) and the "Agriculture Retention and
- 46 Development Act," P.L.1983, c.32 (C.4:1C-11 et al.).

1	i. (1) Commencing July 1, 2004 and until five years after the date
2	of enactment of P.L., c. (now before the Legislature as this bill),
3	when the committee, a local government unit, or a qualifying tax
4	exempt nonprofit organization seeks to acquire a development
5	easement on farmland or the fee simple title to farmland for farmland
6	preservation purposes using constitutionally dedicated moneys in
7	whole or in part, it shall conduct or cause to be conducted an appraisal
8	or appraisals of the value of the lands that shall be made using the
9	Department of Environmental Protection wastewater, water quality
10	and watershed management rules and regulations and associated
11	requirements and standards applicable to the lands subject to the
12	appraisal (a) in effect at the time of proposed acquisition, and (b) in
13	effect on November 3, 1998 as if those rules and regulations and
14	associated requirements and standards are still in effect at the time of
15	proposed acquisition. The higher of those two values shall be utilized
16	by the committee, a local government unit, or a qualifying tax exempt
17	nonprofit organization as the basis for negotiation with the landowner
18	with respect to the acquisition price for the lands. The landowner shall
19	be provided with both values determined pursuant to this paragraph.
20	A landowner may waive any of the requirements of this paragraph and
21	may agree to sell the lands for less than the values determined pursuant
22	to this paragraph.
23	(2) The requirements of this subsection shall be in addition to any
24	other requirements of law, rule, or regulation not inconsistent
25	therewith.
26	(3) This subsection shall not:
27	(a) apply if the Department of Environmental Protection
28	wastewater, water quality and watershed management rules and
29	regulations and associated requirements and standards applicable to
30	the lands at the time of proposed acquisition have not changed since
31	November 3, 1998;
32	(b) apply in the case of lands to be acquired with federal moneys
33	in whole or in part:
34	(c) apply in the case of lands to be acquired in accordance with
35	subsection e. of this section; or
36	(d) alter any requirements to disclose information to a landowner
37	pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
38	(C.20:3-1 et seq.).
39	(cf: P.L.1999, c.152, s.38)
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41	3. This act shall take effect immediately.
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43	STATEMENT
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45	This bill would provide that, for the next five years, when the

1 Development Committee, a local government unit, or a qualifying tax

- 2 exempt nonprofit organization seeks to acquire lands, or any interest
- 3 therein, for open space or farmland preservation purposes through the
- 4 Garden State Preservation Trust, it shall conduct or cause to be
- conducted an appraisal or appraisals of the value of the lands to be 5
- 6 made using the DEP wastewater, water quality and watershed
- 7 management rules and regulations and associated requirements and
- 8 standards applicable to the lands, or any interest therein, subject to the
- 9 appraisal (1) in effect at the time of proposed acquisition, and (2) in
- 10 effect on November 3, 1998 as if those rules and regulations and
- 11 associated requirements and standards are still in effect at the time of
- 12 proposed acquisition. The higher of those two values would be
- 13 utilized by the State, a local government unit, or a qualifying tax
- 14 exempt nonprofit organization as the basis for negotiation with the
- 15 landowner with respect to the acquisition price for the lands or any
- interest therein. 16

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The bill would also provide that until such time as similar provisions currently in the Garden State Preservation Act (GSPTA) regarding appraisals made using the land use zoning in effect on November 3, 1998 expire on July 1, 2004, both those provisions and the provisions established in this bill would apply.

Recent adoption by the DEP of certain wastewater, water quality and watershed management rules that would require environmental studies and certain approvals for developments with six or more residential septic systems could negatively impact agricultural land values to a significant degree. Under the former rule, the threshold for triggering a higher and more complex review and approval process was 50 residential units with septic systems. Land values directly influence the agricultural economy. If they are reduced, it affects a farmer's access to capital for farming and other purposes because the land's development value serves as the collateral for the loan. The reduction of anticipated land value, whether actual or perceived, could also have a negative effect on participation by farmers in the State's farmland preservation program.

In order to reduce the economic impact of the new DEP regulations (and of any similar regulations which may be adopted in the future) on agriculture and the agricultural community, as well as the potential negative impact on the success of the farmland preservation program itself, this bill would direct those public and private entities receiving monies from the Garden State Preservation Trust, when making appraisals of land for preservation, to use the regulatory framework for wastewater, water quality and watershed management that was in 43 effect when the constitutional amendment authorizing and funding the 44 Statewide effort to preserve a million acres of open space and farmland was approved on November 3, 1998. In doing so, it would follow similar considerations regarding potential future land use 46

A3228 LANCE

- 1 zoning changes that were incorporated into the GSPTA at the time it
- 2 was enacted in June 1999. This policy will ensure that landowners
- 3 receive full and fair value for their property rather than suffering
- 4 financial losses due to after-the-fact changes in regulations governing
- 5 land development in the State.
- 6 The use of the wastewater, water quality and watershed
- 7 management regulations in effect on November 3, 1998 when the
- 8 constitutional amendment was approved by the voters might result in
- 9 appraisals more favorable to agricultural and other landowners.
- 10 Consequently, the purposes of the Garden State Preservation Trust in
- maximizing applications for participation in the public policy goal of
- 12 preserving one million acres of open space in New Jersey will be better
- 13 served.

ASSEMBLY AGRICULTURE AND NATURAL RESOURCES COMMITTEE

STATEMENT TO

ASSEMBLY, No. 3228

with committee amendments

STATE OF NEW JERSEY

DATED: DECEMBER 6, 2001

The Assembly Agriculture and Natural Resources Committee reports favorably and with committee amendments Assembly Bill No. 3228.

This bill would provide that, for the next five years, when the Department of Environmental Protection (DEP), the State Agriculture Development Committee, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire lands, or any interest therein, for open space or farmland preservation purposes through the Garden State Preservation Trust, it shall conduct or cause to be conducted an appraisal or appraisals of the value of the lands to be made using the DEP wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands, or any interest therein, subject to the appraisal (1) in effect at the time of proposed acquisition, and (2) in effect on November 3, 1998 as if those rules and regulations and associated requirements and standards are still in effect at the time of proposed acquisition. The higher of those two values would be utilized by the State, a local government unit, or a qualifying tax exempt nonprofit organization as the basis for negotiation with the landowner with respect to the acquisition price for the lands or any interest therein.

The bill would also provide that until such time as similar provisions currently in the Garden State Preservation Act (GSPTA) regarding appraisals made using the land use zoning in effect on November 3, 1998 expire on July 1, 2004, both those provisions and the provisions established in this bill would apply.

The committee adopted amendments to provide that the bill's provisions would also apply to open space preservation projects funded in whole or in part from Green Acres bond acts. The committee also adopted technical amendments to the bill.

ASSEMBLY, No. 3228 STATE OF NEW JERSEY 209th LEGISLATURE

DATED: JANUARY 10, 2002

SUMMARY

Synopsis: Modifies appraisal process for certain lands to be acquired for open

space or farmland preservation purposes.

Type of Impact: Expenditure increase **per acre** from the Garden State Preservation

Trust Fund.

Agencies Affected: None

Office of Legislative Services Estimate

Fiscal Impact	Year 1	<u>Year 2</u>	<u>Year 3</u>
State Cost	No	impact on overall annual s	pending

- ! The bill requires that, for a five-year period, two land appraisals be conducted for acreage considered for acquisition under the State open space and farmland preservation programs; the higher of the two appraisals would be utilized.
- ! The bill's intention is to reduce the impact of new State septic tank review regulations on the land value of potential open space preservation applicants, particularly farmers.
- ! The Open Space program is funded through dedicated State monies and bond funds administered by the Garden State Preservation Trust.
- ! The Office of Legislative Services estimates that the bill will have no fiscal impact on the amount of State funds annually dedicated for open space and farmland preservation.

BILL DESCRIPTION

Assembly Bill No. 3228 of 2001 provides that, for a five year period, when the Department of Environmental Protection (DEP), the State Agriculture Development Committee, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire lands for open space or farmland preservation purposes through the Garden State Preservation Trust, two land appraisals would be conducted using the DEP wastewater, water quality and watershed management rules and regulations applicable to such lands. The first appraisal would be reflective of DEP rules in effect at the time of the proposed acquisition, while the second appraisal would be reflective of these rules when they were in effect on November 3, 1998. The



higher of those two values would be utilized as the basis for negotiation with the landowner with respect to the acquisition price for the lands.

The bill also provides that until such time as similar provisions currently in the Garden State Preservation Act regarding appraisals made using the land use zoning in effect on November 3, 1998 expire on July 1, 2004, both those provisions and the provisions established in this bill would apply.

FISCAL ANALYSIS

EXECUTIVE BRANCH

None received.

OFFICE OF LEGISLATIVE SERVICES

The Office of Legislative Services (OLS) estimates that while the bill may affect the price per acre of land eligible for State open space funding, it will not significantly affect the overall amount of money allotted or spent annually from the Garden State Preservation Trust Fund because the annual appropriation and expenditure of these funds are constitutionally mandated. The bill essentially encourages greater participation in the Open Space program by enabling potential applicants to apply the higher of two land appraisals during negotiations with open space sponsors.

This bill was introduced in response to the recent adoption by the DEP of certain wastewater, water quality and watershed management rules that would require environmental studies and certain approvals for developments with six or more residential septic systems. It was believed that this policy could negatively impact agricultural land values to a significant degree. Under the former rule, the threshold for triggering a higher and more complex review and approval process was 50 residential units with septic systems.

Section: Environment, Agriculture, Energy and Natural Resources

Analyst: Richard M. Handelman

Senior Fiscal Analyst

Approved: Alan R. Kooney

Legislative Budget and Finance Officer

This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L.1980, c.67.

[First Reprint]

ASSEMBLY, No. 3228

STATE OF NEW JERSEY 209th LEGISLATURE

INTRODUCED FEBRUARY 22, 2001

Sponsored by:

Assemblyman LEONARD LANCE
District 23 (Warren, Hunterdon and Mercer)

Co-Sponsored by:

Senators Schluter, Cafiero and Zane

SYNOPSIS

Modifies appraisal process for certain lands to be acquired for open space or farmland preservation purposes.

CURRENT VERSION OF TEXT

As reported by the Assembly Agriculture and Natural Resources Committee on December 6, 2001, with amendments.



(Sponsorship Updated As Of: 12/18/2001)

AN ACT concerning appraisals of land to be acquired for recreation and conservation purposes or farmland preservation purposes, and amending P.L.1999, c.152.

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5 **BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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- 8 1. Section 26 of P.L.1999, c.152 (C.13:8C-26) is amended to read 9 as follows:
- 26. a. Moneys appropriated from the Garden State Green Acres
 Preservation Trust Fund to the Department of Environmental
 Protection shall be used by the department to:
- 13 (1) Pay the cost of acquisition and development of lands by the 14 State for recreation and conservation purposes;
 - (2) Provide grants and loans to assist local government units to pay the cost of acquisition and development of lands for recreation and conservation purposes; and
 - (3) Provide grants to assist qualifying tax exempt nonprofit organizations to pay the cost of acquisition and development of lands for recreation and conservation purposes.
 - b. The expenditure and allocation of constitutionally dedicated moneys for recreation and conservation purposes shall reflect the geographic diversity of the State to the maximum extent practicable and feasible.
- 25 c. (1) Notwithstanding the provisions of section 5 of P.L.1985, 26 c.310 (C.13:18A-34) or this act, or any rule or regulation adopted pursuant thereto, to the contrary, the value of a pinelands development 27 28 credit, allocated to a parcel pursuant to P.L.1979, c.111 (C.13:18A-1 29 et seq.) and the pinelands comprehensive management plan adopted 30 pursuant thereto, shall be made utilizing a value to be determined by either appraisal, regional averaging based upon appraisal data, or a 31 32 formula supported by appraisal data. The appraisal and appraisal data 33 shall consider as appropriate: land values in the pinelands regional growth areas; land values in counties, municipalities, and other areas 34 35 reasonably contiguous to, but outside of, the pinelands area; and other 36 relevant factors as may be necessary to maintain the environmental, 37 ecological, and agricultural qualities of the pinelands area.
 - (2) No pinelands development credit allocated to a parcel of land pursuant to P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands comprehensive management plan adopted pursuant thereto that is acquired or obtained in connection with the acquisition of the parcel for recreation and conservation purposes by the State, a local

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

¹ Assembly AAN committee amendments adopted December 6, 2001.

1 government unit, or a qualifying tax exempt nonprofit organization 2 using constitutionally dedicated moneys in whole or in part may be 3 conveyed in any manner. All such pinelands development credits shall 4 be retired permanently.

5 d. (1) (a) For State fiscal years 2000 through 2004 only, when the 6 department, a local government unit, or a qualifying tax exempt 7 nonprofit organization seeks to acquire lands for recreation and 8 conservation purposes using constitutionally dedicated moneys in 9 whole or in part ¹or Green Acres bond act moneys in whole or in part¹, it shall conduct or cause to be conducted an appraisal or 10 appraisals of the value of the lands that shall be made using the land 11 12 use zoning of the lands [(a)] (i) in effect at the time of proposed 13 acquisition, and [(b)] (ii) in effect on November 3, 1998 as if that land 14 use zoning is still in effect at the time of proposed acquisition. The 15 higher of those two values shall be utilized by the department, a local government unit, or a qualifying tax exempt nonprofit organization as 16 17 the basis for negotiation with the landowner with respect to the 18 acquisition price for the lands. The landowner shall be provided with both values determined pursuant to this ¹[paragraph] subparagraph¹. 19

A landowner may waive any of the requirements of this paragraph and may agree to sell the lands for less than the values determined pursuant to this paragraph.

- (b) After the date of enactment of P.L., c. (now before the Legislature as this bill) and through June 30, 2004, in determining the two values required pursuant to subparagraph (a) of this paragraph, the appraisal shall be made using not only the land use zoning but also the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands subject to the appraisal (i) in effect at the time of proposed acquisition, and (ii) in effect on November 3, 1998 as if those rules and regulations and associated requirements and standards are still in effect at the time of proposed acquisition.
- 34 (2) The requirements of this subsection shall be in addition to any 35 other requirements of law, rule, or regulation not inconsistent 36 therewith.
 - (3) This subsection shall not:
- 38 (a) apply if the land use zoning of the lands at the time of proposed 39 acquisition [has], and the Department of Environmental Protection 40 wastewater, water quality and watershed management rules and 41 regulations and associated requirements and standards applicable to 42 the lands at the time of proposed acquisition, have not changed since 43 November 3, 1998;

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- 44 (b) apply in the case of lands to be acquired with federal moneys 45 in whole or in part;
- 46 (c) apply in the case of lands to be acquired in accordance with

1 subsection c. of this section;

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- (d) apply to projects funded using constitutionally dedicated moneys appropriated pursuant to the annual appropriations act for State fiscal year 2000 (P.L.1999, c.138); or
- 5 (e) alter any requirements to disclose information to a landowner 6 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361 7 (C.20:3-1 et seq.).
 - e. Moneys appropriated from the fund may be used to match grants, contributions, donations, or reimbursements from federal aid programs or from other public or private sources established for the same or similar purposes as the fund.
 - f. Moneys appropriated from the fund shall not be used by local government units or qualifying tax exempt nonprofit organizations to acquire lands that are already permanently preserved for recreation and conservation purposes, as determined by the department.
 - g. Whenever lands are donated to the State by a public utility, as defined pursuant to Title 48 of the Revised Statutes, for recreation and conservation purposes, the commissioner may make and keep the lands accessible to the public, unless the commissioner determines that public accessibility would be detrimental to the lands or any natural resources associated therewith.
 - h. Whenever the State acquires land for recreation and conservation purposes, the agency in the Department of Environmental Protection responsible for administering the land shall, within six months after the date of acquisition, inspect the land for the presence of any buildings or structures thereon which are or may be historic properties and, within 60 days after completion of the inspection, provide to the New Jersey Historic Preservation Office in the department (1) a written notice of its findings, and (2) for any buildings or structures which are or may be historic properties discovered on the land, a request for determination of potential eligibility for inclusion of the historic building or structure in the New Jersey Register of Historic Places. Whenever such a building or structure is discovered, a copy of the written notice provided to the New Jersey Historic Preservation Office shall also be sent to the New Jersey Historic Trust and to the county historical commission or advisory committee, the county historical society, the local historic preservation commission or advisory committee, and the local historical society if any of those entities exist in the county or municipality wherein the land is located.
- in the county or municipality wherein the land is located.

 i. (1) Commencing July 1, 2004 and until five years after the date of enactment of P.L., c. (now before the Legislature as this bill), when the department, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire lands for recreation and conservation purposes using constitutionally dedicated moneys in whole or in part ¹ or Green Acres bond act moneys in whole or in part ¹, it shall conduct or cause to be conducted an appraisal or

- 1 appraisals of the value of the lands that shall be made using the
- 2 Department of Environmental Protection wastewater, water quality
- 3 and watershed management rules and regulations and associated
- 4 requirements and standards applicable to the lands subject to the
- 5 appraisal (a) in effect at the time of proposed acquisition, and (b) in
- 6 effect on November 3, 1998 as if those rules and regulations and
- 7 <u>associated requirements and standards are still in effect at the time of</u>
- 8 proposed acquisition. The higher of those two values shall be utilized
- 9 by the department, a local government unit, or a qualifying tax exempt
- 10 <u>nonprofit organization as the basis for negotiation with the landowner</u>
- 11 <u>with respect to the acquisition price for the lands. The landowner shall</u>
- 12 <u>be provided with both values determined pursuant to this paragraph.</u>
- 13 A landowner may waive any of the requirements of this paragraph and
- 14 <u>may agree to sell the lands for less than the values determined pursuant</u>
- 15 to this paragraph.
- 16 (2) The requirements of this subsection shall be in addition to any
- 17 other requirements of law, rule, or regulation not inconsistent
- 18 therewith.
- 19 (3) This subsection shall not:
- 20 (a) apply if the Department of Environmental Protection
- 21 <u>wastewater</u>, water quality and watershed management rules and
- 22 <u>regulations and associated requirements and standards applicable to</u>
- 23 the lands at the time of proposed acquisition have not changed since
- 24 November 3, 1998;
- 25 (b) apply in the case of lands to be acquired with federal moneys
- 26 in whole or in part;
- (c) apply in the case of lands to be acquired in accordance with
- 28 subsection c. of this section; or
- 29 (d) alter any requirements to disclose information to a landowner
- 30 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 31 (C.20:3-1 et seq.).
- 32 (cf: P.L.1999, c.152, s.26)

- 2. Section 38 of P.L.1999, c.152 (C.13:8C-38) is amended to read as follows:
- 38. a. All acquisitions or grants made pursuant to section 37 of
- 37 this act shall be made with respect to farmland devoted to farmland
- 38 preservation under programs established by law.
- b. The expenditure and allocation of constitutionally dedicated moneys for farmland preservation purposes shall reflect the geographic
- 41 diversity of the State to the maximum extent practicable and feasible.
- 42 c. The committee shall implement the provisions of section 37 of
- 43 this act in accordance with the procedures and criteria established
- 44 pursuant to the "Agriculture Retention and Development Act,"
- 45 P.L.1983, c.32 (C.4:1C-11 et seq.) except as provided otherwise by
- 46 this act.

- d. The committee shall adopt the same or a substantially similar method for determining, for the purposes of this act, the committee's share of the cost of a development easement on farmland to be acquired by a local government as that which is being used by the committee on the date of enactment of this act for prior farmland preservation funding programs.
- e. Notwithstanding the provisions of section 24 of P.L.1983, c.32 (C.4:1C-31) or this act, or any rule or regulation adopted pursuant thereto, to the contrary, whenever the value of a development easement on farmland to be acquired using constitutionally dedicated moneys in whole or in part is determined based upon the value of any pinelands development credits allocated to the parcel pursuant to P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands comprehensive management plan adopted pursuant thereto, the committee shall determine the value of the development easement by:
 - (1) conducting a sufficient number of fair market value appraisals as it deems appropriate to determine the value for farmland preservation purposes of the pinelands development credits;
 - (2) considering development easement values in counties, municipalities, and other areas (a) reasonably contiguous to, but outside of, the pinelands area, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection, and (b) in the pinelands area where pinelands development credits are or may be utilized, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection;
 - (3) considering land values in the pinelands regional growth areas;
 - (4) considering the importance of preserving agricultural lands in the pinelands area; and
 - (5) considering such other relevant factors as may be necessary to increase participation in the farmland preservation program by owners of agricultural lands located in the pinelands area.
 - f. No pinelands development credit that is acquired or obtained in connection with the acquisition of a development easement on farmland or fee simple title to farmland by the State, a local government unit, or a qualifying tax exempt nonprofit organization using constitutionally dedicated moneys in whole or in part may be conveyed in any manner. All such pinelands development credits shall be retired permanently.
- g. (1) (a) For State fiscal years 2000 through 2004 only, when the [department] committee, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire a development easement on farmland or the fee simple title to farmland for farmland preservation purposes using constitutionally dedicated moneys in whole or in part, it shall conduct or cause to be conducted an appraisal

- 1 or appraisals of the value of the lands that shall be made using the land
- 2 use zoning of the lands [(a)] (i) in effect at the time of proposed
- acquisition, and **[**(b)**]** (ii) in effect on November 3, 1998 as if that land
- 4 use zoning is still in effect at the time of proposed acquisition. The
- 5 higher of those two values shall be utilized by the [department]
- 6 committee, a local government unit, or a qualifying tax exempt
- 7 nonprofit organization as the basis for negotiation with the landowner
- 8 with respect to the acquisition price for the lands. The landowner shall
- 9 be provided with both values determined pursuant to this
- 10 ¹[paragraph] <u>subparagraph</u>¹.
- A landowner may waive any of the requirements of this paragraph and may agree to sell the lands for less than the values determined
- 13 pursuant to this paragraph.
- 14 (b) After the date of enactment of P.L., c. (now before the
- 15 <u>Legislature as this bill) and through June 30, 2004, in determining the</u>
- 16 two values required pursuant to subparagraph (a) of this paragraph,
- 17 the appraisal shall be made using not only the land use zoning but also
- 18 the Department of Environmental Protection wastewater, water quality
- 19 and watershed management rules and regulations and associated
- 20 requirements and standards applicable to the lands subject to the
- 21 appraisal (i) in effect at the time of proposed acquisition, and (ii) in
- 22 effect on November 3, 1998 as if those rules and regulations and
- 23 <u>associated requirements and standards are still in effect at the time of</u>
- 24 proposed acquisition.
- 25 (2) The requirements of this subsection shall be in addition to any 26 other requirements of law, rule, or regulation not inconsistent
- 27 therewith.

- (3) This subsection shall not:
- (a) apply if the land use zoning of the lands at the time of proposed
- acquisition [has] , and the Department of Environmental Protection
- 31 <u>wastewater</u>, water quality and watershed management rules and
- 32 <u>regulations and associated requirements and standards applicable to</u>
- 33 <u>the lands at the time of proposed acquisition, have</u> not changed since
- 34 November 3, 1998;
- 35 (b) apply in the case of lands to be acquired with federal moneys
- 36 in whole or in part;
- 37 (c) apply in the case of lands to be acquired in accordance with
- 38 subsection e. of this section;
- 39 (d) apply to projects funded using constitutionally dedicated
- 40 moneys appropriated pursuant to the annual appropriations act for
- 41 State fiscal year 2000 (P.L.1999, c.138); or
- 42 (e) alter any requirements to disclose information to a landowner
- 43 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 44 (C.20:3-1 et seq.).
- 45 h. Any farmland for which a development easement or fee simple
- 46 title has been acquired pursuant to section 37 of this act shall be

- 1 entitled to the benefits conferred by the "Right to Farm Act,"
- 2 P.L.1983, c.31 (C.4:1C-1 et al.) and the "Agriculture Retention and
- 3 Development Act," P.L.1983, c.32 (C.4:1C-11 et al.).
- 4 <u>i. (1) Commencing July 1, 2004 and until five years after the date</u>
- 5 of enactment of P.L., c. (now before the Legislature as this bill),
- 6 when the committee, a local government unit, or a qualifying tax
- 7 <u>exempt nonprofit organization seeks to acquire a development</u>
- 8 <u>easement on farmland or the fee simple title to farmland for farmland</u>
- 9 preservation purposes using constitutionally dedicated moneys in
- 10 whole or in part, it shall conduct or cause to be conducted an appraisal
- or appraisals of the value of the lands that shall be made using the
- 12 <u>Department of Environmental Protection wastewater, water quality</u>
- 13 and watershed management rules and regulations and associated
- 14 requirements and standards applicable to the lands subject to the
- 15 appraisal (a) in effect at the time of proposed acquisition, and (b) in
- 16 effect on November 3, 1998 as if those rules and regulations and
- 17 <u>associated requirements and standards are still in effect at the time of</u>
- 18 proposed acquisition. The higher of those two values shall be utilized
- 19 by the committee, a local government unit, or a qualifying tax exempt
- 20 <u>nonprofit organization as the basis for negotiation with the landowner</u>
- with respect to the acquisition price for the lands. The landowner shall be provided with both values determined pursuant to this paragraph.
- be provided with both values determined pursuant to this paragraph.
 A landowner may waive any of the requirements of this paragraph and
- may agree to sell the lands for less than the values determined pursuant
- 25 to this paragraph.
- 26 (2) The requirements of this subsection shall be in addition to any
- 27 other requirements of law, rule, or regulation not inconsistent
- 28 therewith.
- 29 (3) This subsection shall not:
- 30 (a) apply if the Department of Environmental Protection
- 31 <u>wastewater</u>, water quality and watershed management rules and
- 32 regulations and associated requirements and standards applicable to
- 33 the lands at the time of proposed acquisition have not changed since
- 34 <u>November 3, 1998;</u>
- 35 (b) apply in the case of lands to be acquired with federal moneys
- 36 <u>in whole or in part;</u>
- 37 (c) apply in the case of lands to be acquired in accordance with
- 38 <u>subsection e. of this section; or</u>
- 39 (d) alter any requirements to disclose information to a landowner
- 40 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 41 (C.20:3-1 et seq.).
- 42 (cf: P.L.1999, c.152, s.38)

44 3. This act shall take effect immediately.

SENATE, No. 2174

STATE OF NEW JERSEY

209th LEGISLATURE

INTRODUCED FEBRUARY 26, 2001

Sponsored by:

Senator WILLIAM E. SCHLUTER

District 23 (Warren, Hunterdon and Mercer)

Co-Sponsored by:

Senators Cafiero and Zane

SYNOPSIS

Modifies appraisal process for certain lands to be acquired for open space or farmland preservation purposes.

CURRENT VERSION OF TEXT

As introduced.



AN ACT concerning appraisals of land to be acquired for recreation and conservation purposes or farmland preservation purposes, and amending P.L.1999, c.152.

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5 **BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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- 8 1. Section 26 of P.L.1999, c.152 (C.13:8C-26) is amended to read 9 as follows:
- 26. a. Moneys appropriated from the Garden State Green Acres Preservation Trust Fund to the Department of Environmental Protection shall be used by the department to:
- 13 (1) Pay the cost of acquisition and development of lands by the 14 State for recreation and conservation purposes;
- 15 (2) Provide grants and loans to assist local government units to pay 16 the cost of acquisition and development of lands for recreation and 17 conservation purposes; and
 - (3) Provide grants to assist qualifying tax exempt nonprofit organizations to pay the cost of acquisition and development of lands for recreation and conservation purposes.
 - b. The expenditure and allocation of constitutionally dedicated moneys for recreation and conservation purposes shall reflect the geographic diversity of the State to the maximum extent practicable and feasible.
- 25 c. (1) Notwithstanding the provisions of section 5 of P.L.1985, 26 c.310 (C.13:18A-34) or this act, or any rule or regulation adopted 27 pursuant thereto, to the contrary, the value of a pinelands development 28 credit, allocated to a parcel pursuant to P.L.1979, c.111 (C.13:18A-1 29 et seq.) and the pinelands comprehensive management plan adopted 30 pursuant thereto, shall be made utilizing a value to be determined by either appraisal, regional averaging based upon appraisal data, or a 31 32 formula supported by appraisal data. The appraisal and appraisal data 33 shall consider as appropriate: land values in the pinelands regional 34 growth areas; land values in counties, municipalities, and other areas 35 reasonably contiguous to, but outside of, the pinelands area; and other 36 relevant factors as may be necessary to maintain the environmental, 37 ecological, and agricultural qualities of the pinelands area.
- 38 (2) No pinelands development credit allocated to a parcel of land 39 pursuant to P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands 40 comprehensive management plan adopted pursuant thereto that is 41 acquired or obtained in connection with the acquisition of the parcel 42 for recreation and conservation purposes by the State, a local 43 government unit, or a qualifying tax exempt nonprofit organization

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

1 using constitutionally dedicated moneys in whole or in part may be 2 conveyed in any manner. All such pinelands development credits shall 3 be retired permanently.

- 4 d. (1) (a) For State fiscal years 2000 through 2004 only, when the 5 department, a local government unit, or a qualifying tax exempt 6 nonprofit organization seeks to acquire lands for recreation and 7 conservation purposes using constitutionally dedicated moneys in 8 whole or in part, it shall conduct or cause to be conducted an appraisal 9 or appraisals of the value of the lands that shall be made using the land 10 use zoning of the lands [(a)] (i) in effect at the time of proposed 11 acquisition, and [(b)] (ii) in effect on November 3, 1998 as if that land 12 use zoning is still in effect at the time of proposed acquisition. The higher of those two values shall be utilized by the department, a local 13 14 government unit, or a qualifying tax exempt nonprofit organization as 15 the basis for negotiation with the landowner with respect to the acquisition price for the lands. The landowner shall be provided with 16 17 both values determined pursuant to this paragraph. A landowner may 18 waive any of the requirements of this paragraph and may agree to sell 19 the lands for less than the values determined pursuant to this 20 paragraph.
- 21 (b) After the date of enactment of P.L., c. (now before the 22 Legislature as this bill) and through June 30, 2004, in determining the 23 two values required pursuant to subparagraph (a) of this paragraph, the appraisal shall be made using not only the land use zoning but also 24 25 the Department of Environmental Protection wastewater, water quality 26 and watershed management rules and regulations and associated 27 requirements and standards applicable to the lands subject to the 28 appraisal (i) in effect at the time of proposed acquisition, and (ii) in 29 effect on November 3, 1998 as if those rules and regulations and 30 associated requirements and standards are still in effect at the time of 31 proposed acquisition.
 - (2) The requirements of this subsection shall be in addition to any other requirements of law, rule, or regulation not inconsistent therewith.
 - (3) This subsection shall not:

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- (a) apply if the land use zoning of the lands at the time of proposed acquisition [has], and the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to 40 the lands at the time of proposed acquisition, have not changed since November 3, 1998;
- (b) apply in the case of lands to be acquired with federal moneys 42 43 in whole or in part;
- 44 (c) apply in the case of lands to be acquired in accordance with 45 subsection c. of this section;
 - (d) apply to projects funded using constitutionally dedicated

1 moneys appropriated pursuant to the annual appropriations act for 2 State fiscal year 2000 (P.L.1999, c.138); or

3 (e) alter any requirements to disclose information to a landowner 4 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361 5 (C.20:3-1 et seq.).

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- e. Moneys appropriated from the fund may be used to match grants, contributions, donations, or reimbursements from federal aid programs or from other public or private sources established for the same or similar purposes as the fund.
- f. Moneys appropriated from the fund shall not be used by local government units or qualifying tax exempt nonprofit organizations to acquire lands that are already permanently preserved for recreation and conservation purposes, as determined by the department.
- g. Whenever lands are donated to the State by a public utility, as defined pursuant to Title 48 of the Revised Statutes, for recreation and conservation purposes, the commissioner may make and keep the lands accessible to the public, unless the commissioner determines that public accessibility would be detrimental to the lands or any natural resources associated therewith.
- h. Whenever the State acquires land for recreation and conservation purposes, the agency in the Department of Environmental Protection responsible for administering the land shall, within six months after the date of acquisition, inspect the land for the presence of any buildings or structures thereon which are or may be historic properties and, within 60 days after completion of the inspection, provide to the New Jersey Historic Preservation Office in the department (1) a written notice of its findings, and (2) for any buildings or structures which are or may be historic properties discovered on the land, a request for determination of potential eligibility for inclusion of the historic building or structure in the New Jersey Register of Historic Places. Whenever such a building or structure is discovered, a copy of the written notice provided to the New Jersey Historic Preservation Office shall also be sent to the New Jersey Historic Trust and to the county historical commission or advisory committee, the county historical society, the local historic preservation commission or advisory committee, and the local historical society if any of those entities exist in the county or municipality wherein the land is located.
- 38 i. (1) Commencing July 1, 2004 and until five years after the date 39 of enactment of P.L., c. (now before the Legislature as this bill), 40 when the department, a local government unit, or a qualifying tax 41 exempt nonprofit organization seeks to acquire lands for recreation 42 and conservation purposes using constitutionally dedicated moneys in 43 whole or in part, it shall conduct or cause to be conducted an appraisal 44 or appraisals of the value of the lands that shall be made using the 45 Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated 46

- 1 requirements and standards applicable to the lands subject to the
- 2 appraisal (a) in effect at the time of proposed acquisition, and (b) in
- 3 effect on November 3, 1998 as if those rules and regulations and
- 4 <u>associated requirements and standards are still in effect at the time of</u>
- 5 proposed acquisition. The higher of those two values shall be utilized
- 6 by the department, a local government unit, or a qualifying tax exempt
- 7 <u>nonprofit organization as the basis for negotiation with the landowner</u>
- with respect to the acquisition price for the lands. The landowner shall
 be provided with both values determined pursuant to this paragraph.
- be provided with both varies determined parsault to this paragraph.
- 10 A landowner may waive any of the requirements of this paragraph and
- 11 <u>may agree to sell the lands for less than the values determined pursuant</u>
- 12 to this paragraph.
- 13 (2) The requirements of this subsection shall be in addition to any
- 14 other requirements of law, rule, or regulation not inconsistent
- 15 therewith.
- 16 (3) This subsection shall not:
- 17 (a) apply if the Department of Environmental Protection
- 18 <u>wastewater</u>, water quality and watershed management rules and
- 19 <u>regulations and associated requirements and standards applicable to</u>
- 20 the lands at the time of proposed acquisition have not changed since
- 21 November 3, 1998;
- 22 (b) apply in the case of lands to be acquired with federal moneys
- 23 <u>in whole or in part;</u>
- (c) apply in the case of lands to be acquired in accordance with
- 25 <u>subsection c. of this section; or</u>
- 26 (d) alter any requirements to disclose information to a landowner
- 27 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 28 (C.20:3-1 et seq.).
- 29 (cf: P.L.1999, c.152, s.26)

- 22. Section 38 of P.L.1999, c.152 (C.13:8C-38) is amended to read
- 32 as follows:
- 33 38. a. All acquisitions or grants made pursuant to section 37 of
- 34 this act shall be made with respect to farmland devoted to farmland
- 35 preservation under programs established by law.
- b. The expenditure and allocation of constitutionally dedicated
- 37 moneys for farmland preservation purposes shall reflect the geographic
- 38 diversity of the State to the maximum extent practicable and feasible.
- c. The committee shall implement the provisions of section 37 of
- this act in accordance with the procedures and criteria established pursuant to the "Agriculture Retention and Development Act,"
- 42 P.L.1983, c.32 (C.4:1C-11 et seq.) except as provided otherwise by
- 43 this act.
- d. The committee shall adopt the same or a substantially similar
- 45 method for determining, for the purposes of this act, the committee's
- 46 share of the cost of a development easement on farmland to be

acquired by a local government as that which is being used by the committee on the date of enactment of this act for prior farmland preservation funding programs.

- 4 e. Notwithstanding the provisions of section 24 of P.L.1983, c.32 5 (C.4:1C-31) or this act, or any rule or regulation adopted pursuant 6 thereto, to the contrary, whenever the value of a development 7 easement on farmland to be acquired using constitutionally dedicated 8 moneys in whole or in part is determined based upon the value of any 9 pinelands development credits allocated to the parcel pursuant to 10 P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands comprehensive management plan adopted pursuant thereto, the committee shall 11 12 determine the value of the development easement by:
 - (1) conducting a sufficient number of fair market value appraisals as it deems appropriate to determine the value for farmland preservation purposes of the pinelands development credits;

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- (2) considering development easement values in counties, municipalities, and other areas (a) reasonably contiguous to, but outside of, the pinelands area, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection, and (b) in the pinelands area where pinelands development credits are or may be utilized, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection;
 - (3) considering land values in the pinelands regional growth areas;
- (4) considering the importance of preserving agricultural lands in the pinelands area; and
- (5) considering such other relevant factors as may be necessary to increase participation in the farmland preservation program by owners of agricultural lands located in the pinelands area.
- f. No pinelands development credit that is acquired or obtained in connection with the acquisition of a development easement on farmland or fee simple title to farmland by the State, a local government unit, or a qualifying tax exempt nonprofit organization using constitutionally dedicated moneys in whole or in part may be conveyed in any manner. All such pinelands development credits shall be retired permanently.
- 38 g. (1) (a) For State fiscal years 2000 through 2004 only, when the [department] committee, a local government unit, or a qualifying tax 39 40 exempt nonprofit organization seeks to acquire a development 41 easement on farmland or the fee simple title to farmland for farmland 42 preservation purposes using constitutionally dedicated moneys in 43 whole or in part, it shall conduct or cause to be conducted an appraisal 44 or appraisals of the value of the lands that shall be made using the land 45 use zoning of the lands [(a)] (i) in effect at the time of proposed acquisition, and **[**(b)**]** (ii) in effect on November 3, 1998 as if that land 46

- 1 use zoning is still in effect at the time of proposed acquisition. The
- 2 higher of those two values shall be utilized by the [department]
- 3 committee, a local government unit, or a qualifying tax exempt
- 4 nonprofit organization as the basis for negotiation with the landowner
- 5 with respect to the acquisition price for the lands. The landowner shall
- 6 be provided with both values determined pursuant to this paragraph.
- 7 A landowner may waive any of the requirements of this paragraph and
- 9 to this paragraph.
- 10 (b) After the date of enactment of P.L., c. (now before the
- 11 <u>Legislature as this bill) and through June 30, 2004, in determining the</u>
- 12 two values required pursuant to subparagraph (a) of this paragraph.
- 13 the appraisal shall be made using not only the land use zoning but also
- 14 <u>the Department of Environmental Protection wastewater, water quality</u>
- 15 and watershed management rules and regulations and associated
- 16 requirements and standards applicable to the lands subject to the
- 17 <u>appraisal (i) in effect at the time of proposed acquisition, and (ii) in</u>
- 18 effect on November 3, 1998 as if those rules and regulations and
- 19 <u>associated requirements and standards are still in effect at the time of</u>
- 20 proposed acquisition.
- 21 (2) The requirements of this subsection shall be in addition to any 22 other requirements of law, rule, or regulation not inconsistent 23 therewith.
- 24 (3) This subsection
 - (3) This subsection shall not:
- 25 (a) apply if the land use zoning of the lands at the time of proposed
- 26 acquisition [has] , and the Department of Environmental Protection
- 27 <u>wastewater</u>, water quality and watershed management rules and
- 28 regulations and associated requirements and standards applicable to
- 29 <u>the lands at the time of proposed acquisition, have</u> not changed since
- 30 November 3, 1998;
- 31 (b) apply in the case of lands to be acquired with federal moneys
- 32 in whole or in part;
- 33 (c) apply in the case of lands to be acquired in accordance with
- 34 subsection e. of this section;
- 35 (d) apply to projects funded using constitutionally dedicated
- 36 moneys appropriated pursuant to the annual appropriations act for
- 37 State fiscal year 2000 (P.L.1999, c.138); or
- 38 (e) alter any requirements to disclose information to a landowner
- 39 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 40 (C.20:3-1 et seq.).
- 41 h. Any farmland for which a development easement or fee simple
- 42 title has been acquired pursuant to section 37 of this act shall be
- 43 entitled to the benefits conferred by the "Right to Farm Act,"
- 44 P.L.1983, c.31 (C.4:1C-1 et al.) and the "Agriculture Retention and
- 45 Development Act," P.L.1983, c.32 (C.4:1C-11 et al.).
- i. (1) Commencing July 1, 2004 and until five years after the date

1	of enactment of P.L., c. (now before the Legislature as this bill),
2	when the committee, a local government unit, or a qualifying tax
3	exempt nonprofit organization seeks to acquire a development
4	easement on farmland or the fee simple title to farmland for farmland
5	preservation purposes using constitutionally dedicated moneys in
6	whole or in part, it shall conduct or cause to be conducted an appraisal
7	or appraisals of the value of the lands that shall be made using the
8	Department of Environmental Protection wastewater, water quality
9	and watershed management rules and regulations and associated
10	requirements and standards applicable to the lands subject to the
11	appraisal (a) in effect at the time of proposed acquisition, and (b) in
12	effect on November 3, 1998 as if those rules and regulations and
13	associated requirements and standards are still in effect at the time of
14	proposed acquisition. The higher of those two values shall be utilized
15	by the committee, a local government unit, or a qualifying tax exempt
16	nonprofit organization as the basis for negotiation with the landowner
17	with respect to the acquisition price for the lands. The landowner shall
18	be provided with both values determined pursuant to this paragraph.
19	A landowner may waive any of the requirements of this paragraph and
20	may agree to sell the lands for less than the values determined pursuant
21	to this paragraph.
22	(2) The requirements of this subsection shall be in addition to any
23	other requirements of law, rule, or regulation not inconsistent
24	therewith.
25	(3) This subsection shall not:
26	(a) apply if the Department of Environmental Protection
27	wastewater, water quality and watershed management rules and
28	regulations and associated requirements and standards applicable to
29	the lands at the time of proposed acquisition have not changed since
30	November 3, 1998;
31	(b) apply in the case of lands to be acquired with federal moneys
32	in whole or in part;
33	(c) apply in the case of lands to be acquired in accordance with
34	subsection e. of this section; or
35	(d) alter any requirements to disclose information to a landowner
36	pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
37	(C.20:3-1 et seq.).
38	(cf: P.L.1999, c.152, s.38)
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40	3. This act shall take effect immediately.
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43	STATEMENT
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45	This bill would provide that, for the next five years, when the
46	Department of Environmental Protection (DEP), the State Agriculture

1 Development Committee, a local government unit, or a qualifying tax

- 2 exempt nonprofit organization seeks to acquire lands, or any interest
- 3 therein, for open space or farmland preservation purposes through the
- 4 Garden State Preservation Trust, it shall conduct or cause to be
- 5 conducted an appraisal or appraisals of the value of the lands to be
- 6 made using the DEP wastewater, water quality and watershed
- 7 management rules and regulations and associated requirements and
- 8 standards applicable to the lands, or any interest therein, subject to the
- 9 appraisal (1) in effect at the time of proposed acquisition, and (2) in
- 10 effect on November 3, 1998 as if those rules and regulations and
- 11 associated requirements and standards are still in effect at the time of
- 12 proposed acquisition. The higher of those two values would be
- 13 utilized by the State, a local government unit, or a qualifying tax
- 14 exempt nonprofit organization as the basis for negotiation with the
- 15 landowner with respect to the acquisition price for the lands or any
- 16 interest therein.

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The bill would also provide that until such time as similar provisions currently in the Garden State Preservation Act (GSPTA) regarding appraisals made using the land use zoning in effect on November 3, 1998 expire on July 1, 2004, both those provisions and the provisions established in this bill would apply.

Recent adoption by the DEP of certain wastewater, water quality and watershed management rules that would require environmental studies and certain approvals for developments with six or more residential septic systems could negatively impact agricultural land values to a significant degree. Under the former rule, the threshold for triggering a higher and more complex review and approval process was 50 residential units with septic systems. Land values directly influence the agricultural economy. If they are reduced, it affects a farmer's access to capital for farming and other purposes because the land's development value serves as the collateral for the loan. The reduction of anticipated land value, whether actual or perceived, could also have a negative effect on participation by farmers in the State's farmland preservation program.

In order to reduce the economic impact of the new DEP regulations (and of any similar regulations which may be adopted in the future) on agriculture and the agricultural community, as well as the potential negative impact on the success of the farmland preservation program itself, this bill would direct those public and private entities receiving monies from the Garden State Preservation Trust, when making appraisals of land for preservation, to use the regulatory framework for wastewater, water quality and watershed management that was in effect when the constitutional amendment authorizing and funding the Statewide effort to preserve a million acres of open space and farmland was approved on November 3, 1998. In doing so, it would follow similar considerations regarding potential future land use

S2174 SCHLUTER

- 2 zoning changes that were incorporated into the GSPTA at the time it
- 2 was enacted in June 1999. This policy will ensure that landowners
- 3 receive full and fair value for their property rather than suffering
- 4 financial losses due to after-the-fact changes in regulations governing
- 5 land development in the State.
- 6 The use of the wastewater, water quality and watershed
- 7 management regulations in effect on November 3, 1998 when the
- 8 constitutional amendment was approved by the voters might result in
- 9 appraisals more favorable to agricultural and other landowners.
- 10 Consequently, the purposes of the Garden State Preservation Trust in
- 11 maximizing applications for participation in the public policy goal of
- 12 preserving one million acres of open space in New Jersey will be better
- 13 served.

SENATE ECONOMIC GROWTH, AGRICULTURE AND TOURISM COMMITTEE

STATEMENT TO

SENATE, No. 2174

STATE OF NEW JERSEY

DATED: NOVEMBER 19, 2001

The Senate Economic Growth, Agriculture and Tourism Committee reports favorably Senate Bill No. 2174.

This bill would provide that, for the next five years, when the Department of Environmental Protection (DEP), the State Agriculture Development Committee, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire lands, or any interest therein, for open space or farmland preservation purposes through the Garden State Preservation Trust, it shall conduct or cause to be conducted an appraisal or appraisals of the value of the lands to be made using the DEP wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands, or any interest therein, subject to the appraisal (1) in effect at the time of proposed acquisition, and (2) in effect on November 3, 1998 as if those rules and regulations and associated requirements and standards are still in effect at the time of proposed acquisition. The higher of those two values would be utilized by the State, a local government unit, or a qualifying tax exempt nonprofit organization as the basis for negotiation with the landowner with respect to the acquisition price for the lands or any interest therein.

The bill would also provide that until such time as similar provisions currently in the Garden State Preservation Act (GSPTA) regarding appraisals made using the land use zoning in effect on November 3, 1998 expire on July 1, 2004, both those provisions and the provisions established in this bill would apply.

STATEMENT TO

[First Reprint] **SENATE, No. 2174**

with Senate Floor Amendments (Proposed By Senator SCHLUTER)

ADOPTED: DECEMBER 6, 2001

These amendments would provide that the bill would also apply to open space preservation projects funded in whole or in part from Green Acres bond acts, and would make the bill identical to Assembly Bill No. 3228 (1R) of 2001.

SENATE BUDGET AND APPROPRIATIONS COMMITTEE

STATEMENT TO

SENATE, No. 2174

with committee amendments

STATE OF NEW JERSEY

DATED: NOVEMBER 29, 2001

The Senate Budget and Appropriations Committee reports favorably and with committee amendments Senate Bill No. 2174.

This bill would provide that, for the next five years, when the Department of Environmental Protection (DEP), the State Agriculture Development Committee, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire lands, or any interest therein, for open space or farmland preservation purposes through the Garden State Preservation Trust, it shall conduct or cause to be conducted an appraisal or appraisals of the value of the lands to be made using the DEP wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands, or any interest therein, subject to the appraisal (1) in effect at the time of proposed acquisition, and (2) in effect on November 3, 1998 as if those rules and regulations and associated requirements and standards are still in effect at the time of proposed acquisition. The higher of those two values would be utilized by the State, a local government unit, or a qualifying tax exempt nonprofit organization as the basis for negotiation with the landowner with respect to the acquisition price for the lands or any interest therein.

The bill would also provide that until such time as similar provisions currently in the Garden State Preservation Act (GSPTA) regarding appraisals made using the land use zoning in effect on November 3, 1998 expire on July 1, 2004, both those provisions and the provisions established in this bill would apply.

Recent adoption by the DEP of certain wastewater, water quality and watershed management rules that would require environmental studies and certain approvals for developments with six or more residential septic systems could negatively impact agricultural land values to a significant degree. Under the former rule, the threshold for triggering a higher and more complex review and approval process was 50 residential units with septic systems. Land values directly influence the agricultural economy. If they are reduced, it affects a farmer's access to capital for farming and other purposes because the land's development value serves as the collateral for the loan. The

reduction of anticipated land value, whether actual or perceived, could also have a negative effect on participation by farmers in the State's farmland preservation program.

In order to reduce the economic impact of the new DEP regulations (and of any similar regulations which may be adopted in the future) on agriculture and the agricultural community, as well as the potential negative impact on the success of the farmland preservation program itself, this bill would direct those public and private entities receiving monies from the Garden State Preservation Trust, when making appraisals of land for preservation, to use the regulatory framework for wastewater, water quality and watershed management that was in effect when the constitutional amendment authorizing and funding the Statewide effort to preserve a million acres of open space and farmland was approved on November 3, 1998. In doing so, it would follow similar considerations regarding potential future land use zoning changes that were incorporated into the GSPTA at the time it was enacted in June 1999.

COMMITTEE AMENDMENTS

Technical committee amendments to the bill correct two internal references.

FISCAL IMPACT

The Office of Legislative Services (OLS) estimates that while the bill may affect the price per acre of land eligible for State open space funding, it will not significantly affect the overall amount of money allotted or spent annually from the Garden State Preservation Trust Fund because the annual appropriation and expenditure of these funds are constitutionally mandated. The bill essentially encourages greater participation in the Open Space program by enabling potential applicants to apply the higher of two land appraisals during negotiations with open space sponsors. It should be noted, however that the use of higher appraisal values will tend to reduce the number of acres that, at a given overall funding level, could be preserved under the open space program.

[First Reprint] SENATE, No. 2174

STATE OF NEW JERSEY 209th LEGISLATURE

INTRODUCED FEBRUARY 26, 2001

Sponsored by: Senator WILLIAM E. SCHLUTER District 23 (Warren, Hunterdon and Mercer)

Co-Sponsored by: Senators Cafiero and Zane

SYNOPSIS

Modifies appraisal process for certain lands to be acquired for open space or farmland preservation purposes.

CURRENT VERSION OF TEXT

As reported by the Senate Budget and Appropriations Committee on November 29, 2001, with amendments.



AN ACT concerning appraisals of land to be acquired for recreation and conservation purposes or farmland preservation purposes, and amending P.L.1999, c.152.

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5 **BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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- 8 1. Section 26 of P.L.1999, c.152 (C.13:8C-26) is amended to read 9 as follows:
- 26. a. Moneys appropriated from the Garden State Green Acres Preservation Trust Fund to the Department of Environmental Protection shall be used by the department to:
- 13 (1) Pay the cost of acquisition and development of lands by the 14 State for recreation and conservation purposes;
 - (2) Provide grants and loans to assist local government units to pay the cost of acquisition and development of lands for recreation and conservation purposes; and
 - (3) Provide grants to assist qualifying tax exempt nonprofit organizations to pay the cost of acquisition and development of lands for recreation and conservation purposes.
 - b. The expenditure and allocation of constitutionally dedicated moneys for recreation and conservation purposes shall reflect the geographic diversity of the State to the maximum extent practicable and feasible.
- 25 c. (1) Notwithstanding the provisions of section 5 of P.L.1985, 26 c.310 (C.13:18A-34) or this act, or any rule or regulation adopted pursuant thereto, to the contrary, the value of a pinelands development 27 28 credit, allocated to a parcel pursuant to P.L.1979, c.111 (C.13:18A-1 29 et seq.) and the pinelands comprehensive management plan adopted 30 pursuant thereto, shall be made utilizing a value to be determined by 31 either appraisal, regional averaging based upon appraisal data, or a 32 formula supported by appraisal data. The appraisal and appraisal data 33 shall consider as appropriate: land values in the pinelands regional growth areas; land values in counties, municipalities, and other areas 34 35 reasonably contiguous to, but outside of, the pinelands area; and other 36 relevant factors as may be necessary to maintain the environmental, 37 ecological, and agricultural qualities of the pinelands area.
 - (2) No pinelands development credit allocated to a parcel of land pursuant to P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands comprehensive management plan adopted pursuant thereto that is acquired or obtained in connection with the acquisition of the parcel for recreation and conservation purposes by the State, a local

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

¹ Senate SBA committee amendments adopted November 29, 2001.

1 government unit, or a qualifying tax exempt nonprofit organization 2 using constitutionally dedicated moneys in whole or in part may be 3 conveyed in any manner. All such pinelands development credits shall 4 be retired permanently.

d. (1) (a) For State fiscal years 2000 through 2004 only, when the 5 6 department, a local government unit, or a qualifying tax exempt 7 nonprofit organization seeks to acquire lands for recreation and 8 conservation purposes using constitutionally dedicated moneys in 9 whole or in part, it shall conduct or cause to be conducted an appraisal 10 or appraisals of the value of the lands that shall be made using the land 11 use zoning of the lands [(a)] (i) in effect at the time of proposed 12 acquisition, and [(b)] (ii) in effect on November 3, 1998 as if that land use zoning is still in effect at the time of proposed acquisition. The 13 14 higher of those two values shall be utilized by the department, a local 15 government unit, or a qualifying tax exempt nonprofit organization as the basis for negotiation with the landowner with respect to the 16 acquisition price for the lands. The landowner shall be provided with 17 both values determined pursuant to this ¹[paragraph] subparagraph¹. 18

A landowner may waive any of the requirements of this paragraph and may agree to sell the lands for less than the values determined pursuant to this paragraph.

- (b) After the date of enactment of P.L., c. (now before the Legislature as this bill) and through June 30, 2004, in determining the two values required pursuant to subparagraph (a) of this paragraph, the appraisal shall be made using not only the land use zoning but also the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands subject to the appraisal (i) in effect at the time of proposed acquisition, and (ii) in effect on November 3, 1998 as if those rules and regulations and associated requirements and standards are still in effect at the time of proposed acquisition.
- 33 (2) The requirements of this subsection shall be in addition to any other requirements of law, rule, or regulation not inconsistent therewith.
 - (3) This subsection shall not:

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- (a) apply if the land use zoning of the lands at the time of proposed 37 38 acquisition [has], and the Department of Environmental Protection 39 wastewater, water quality and watershed management rules and 40 regulations and associated requirements and standards applicable to 41 the lands at the time of proposed acquisition, have not changed since 42 November 3, 1998;
- 43 (b) apply in the case of lands to be acquired with federal moneys 44 in whole or in part;
- 45 (c) apply in the case of lands to be acquired in accordance with subsection c. of this section; 46

- 1 (d) apply to projects funded using constitutionally dedicated 2 moneys appropriated pursuant to the annual appropriations act for 3 State fiscal year 2000 (P.L.1999, c.138); or
- 4 (e) alter any requirements to disclose information to a landowner 5 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361 6 (C.20:3-1 et seq.).

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- e. Moneys appropriated from the fund may be used to match grants, contributions, donations, or reimbursements from federal aid programs or from other public or private sources established for the same or similar purposes as the fund.
- f. Moneys appropriated from the fund shall not be used by local government units or qualifying tax exempt nonprofit organizations to acquire lands that are already permanently preserved for recreation and conservation purposes, as determined by the department.
- g. Whenever lands are donated to the State by a public utility, as defined pursuant to Title 48 of the Revised Statutes, for recreation and conservation purposes, the commissioner may make and keep the lands accessible to the public, unless the commissioner determines that public accessibility would be detrimental to the lands or any natural resources associated therewith.
- 21 Whenever the State acquires land for recreation and 22 conservation purposes, the agency in the Department of Environmental 23 Protection responsible for administering the land shall, within six 24 months after the date of acquisition, inspect the land for the presence 25 of any buildings or structures thereon which are or may be historic 26 properties and, within 60 days after completion of the inspection, 27 provide to the New Jersey Historic Preservation Office in the 28 department (1) a written notice of its findings, and (2) for any 29 buildings or structures which are or may be historic properties 30 discovered on the land, a request for determination of potential 31 eligibility for inclusion of the historic building or structure in the New 32 Jersey Register of Historic Places. Whenever such a building or 33 structure is discovered, a copy of the written notice provided to the 34 New Jersey Historic Preservation Office shall also be sent to the New Jersey Historic Trust and to the county historical commission or 35 advisory committee, the county historical society, the local historic 36 37 preservation commission or advisory committee, and the local 38 historical society if any of those entities exist in the county or 39 municipality wherein the land is located.
- i. (1) Commencing July 1, 2004 and until five years after the date
 of enactment of P.L., c. (now before the Legislature as this bill),
 when the department, a local government unit, or a qualifying tax
 exempt nonprofit organization seeks to acquire lands for recreation
 and conservation purposes using constitutionally dedicated moneys in
 whole or in part, it shall conduct or cause to be conducted an appraisal
 or appraisals of the value of the lands that shall be made using the

- 1 Department of Environmental Protection wastewater, water quality
- 2 and watershed management rules and regulations and associated
- 3 requirements and standards applicable to the lands subject to the
- 4 appraisal (a) in effect at the time of proposed acquisition, and (b) in
- 5 effect on November 3, 1998 as if those rules and regulations and
- 6 associated requirements and standards are still in effect at the time of
- 7 proposed acquisition. The higher of those two values shall be utilized
- 8 <u>by the department, a local government unit, or a qualifying tax exempt</u>
- 9 <u>nonprofit organization as the basis for negotiation with the landowner</u>
- 10 with respect to the acquisition price for the lands. The landowner shall
- be provided with both values determined pursuant to this paragraph.
 A landowner may waive any of the requirements of this paragraph and
- A landowner may waive any of the requirements of this paragraph and may agree to sell the lands for less than the values determined pursuant
- 14 to this paragraph.
- 15 (2) The requirements of this subsection shall be in addition to any
- 16 other requirements of law, rule, or regulation not inconsistent
- 17 therewith.

- (3) This subsection shall not:
- 19 (a) apply if the Department of Environmental Protection
- 20 <u>wastewater</u>, water quality and watershed management rules and
- 21 regulations and associated requirements and standards applicable to
- 22 <u>the lands at the time of proposed acquisition have not changed since</u>
- 23 November 3, 1998;
- 24 (b) apply in the case of lands to be acquired with federal moneys
- 25 <u>in whole or in part;</u>
- 26 (c) apply in the case of lands to be acquired in accordance with
- 27 <u>subsection c. of this section; or</u>
- 28 (d) alter any requirements to disclose information to a landowner
- 29 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 30 (C.20:3-1 et seq.).
- 31 (cf: P.L.1999, c.152, s.26)

- 33 2. Section 38 of P.L.1999, c.152 (C.13:8C-38) is amended to read as follows:
- 35 38. a. All acquisitions or grants made pursuant to section 37 of
- 36 this act shall be made with respect to farmland devoted to farmland
- 37 preservation under programs established by law.
- b. The expenditure and allocation of constitutionally dedicated
- 39 moneys for farmland preservation purposes shall reflect the geographic
- 40 diversity of the State to the maximum extent practicable and feasible.
- c. The committee shall implement the provisions of section 37 of
- 42 this act in accordance with the procedures and criteria established
- 43 pursuant to the "Agriculture Retention and Development Act,"
- 44 P.L.1983, c.32 (C.4:1C-11 et seq.) except as provided otherwise by
- 45 this act.
- d. The committee shall adopt the same or a substantially similar

- method for determining, for the purposes of this act, the committee's share of the cost of a development easement on farmland to be acquired by a local government as that which is being used by the committee on the date of enactment of this act for prior farmland preservation funding programs.
- e. Notwithstanding the provisions of section 24 of P.L.1983, c.32 (C.4:1C-31) or this act, or any rule or regulation adopted pursuant thereto, to the contrary, whenever the value of a development easement on farmland to be acquired using constitutionally dedicated moneys in whole or in part is determined based upon the value of any pinelands development credits allocated to the parcel pursuant to P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands comprehensive management plan adopted pursuant thereto, the committee shall determine the value of the development easement by:
 - (1) conducting a sufficient number of fair market value appraisals as it deems appropriate to determine the value for farmland preservation purposes of the pinelands development credits;

- (2) considering development easement values in counties, municipalities, and other areas (a) reasonably contiguous to, but outside of, the pinelands area, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection, and (b) in the pinelands area where pinelands development credits are or may be utilized, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection;
 - (3) considering land values in the pinelands regional growth areas;
- (4) considering the importance of preserving agricultural lands in the pinelands area; and
- (5) considering such other relevant factors as may be necessary to increase participation in the farmland preservation program by owners of agricultural lands located in the pinelands area.
- f. No pinelands development credit that is acquired or obtained in connection with the acquisition of a development easement on farmland or fee simple title to farmland by the State, a local government unit, or a qualifying tax exempt nonprofit organization using constitutionally dedicated moneys in whole or in part may be conveyed in any manner. All such pinelands development credits shall be retired permanently.
- g. (1) (a) For State fiscal years 2000 through 2004 only, when the [department] committee, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire a development easement on farmland or the fee simple title to farmland for farmland preservation purposes using constitutionally dedicated moneys in whole or in part, it shall conduct or cause to be conducted an appraisal or appraisals of the value of the lands that shall be made using the land

- 1 use zoning of the lands [(a)] (i) in effect at the time of proposed
- 2 acquisition, and [(b)] (ii) in effect on November 3, 1998 as if that land
- 3 use zoning is still in effect at the time of proposed acquisition. The
- 4 higher of those two values shall be utilized by the [department]
- 5 committee, a local government unit, or a qualifying tax exempt
- 6 nonprofit organization as the basis for negotiation with the landowner
- 7 with respect to the acquisition price for the lands. The landowner shall
- 8 be provided with both values determined pursuant to this
- 9 ¹[paragraph] <u>subparagraph</u>¹.
- A landowner may waive any of the requirements of this paragraph and may agree to sell the lands for less than the values determined pursuant to this paragraph.
- 13 (b) After the date of enactment of P.L., c. (now before the
- 14 <u>Legislature as this bill) and through June 30, 2004, in determining the</u>
- 15 two values required pursuant to subparagraph (a) of this paragraph,
- 16 the appraisal shall be made using not only the land use zoning but also
- 17 <u>the Department of Environmental Protection wastewater, water quality</u>
- 18 and watershed management rules and regulations and associated
- 19 requirements and standards applicable to the lands subject to the
- 20 appraisal (i) in effect at the time of proposed acquisition, and (ii) in
- 21 effect on November 3, 1998 as if those rules and regulations and
- 22 <u>associated requirements and standards are still in effect at the time of</u>
- 23 proposed acquisition.
- 24 (2) The requirements of this subsection shall be in addition to any 25 other requirements of law, rule, or regulation not inconsistent
- 26 therewith.

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- (3) This subsection shall not:
- 28 (a) apply if the land use zoning of the lands at the time of proposed
- 29 acquisition [has] , and the Department of Environmental Protection
- 30 wastewater, water quality and watershed management rules and

regulations and associated requirements and standards applicable to

- 32 the lands at the time of proposed acquisition, have not changed since
- 33 November 3, 1998;
- 34 (b) apply in the case of lands to be acquired with federal moneys
- 35 in whole or in part;
- 36 (c) apply in the case of lands to be acquired in accordance with
- 37 subsection e. of this section;
- 38 (d) apply to projects funded using constitutionally dedicated
- 39 moneys appropriated pursuant to the annual appropriations act for
- 40 State fiscal year 2000 (P.L.1999, c.138); or
- 41 (e) alter any requirements to disclose information to a landowner
- 42 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 43 (C.20:3-1 et seq.).
- 44 h. Any farmland for which a development easement or fee simple
- 45 title has been acquired pursuant to section 37 of this act shall be
- 46 entitled to the benefits conferred by the "Right to Farm Act,"

- P.L.1983, c.31 (C.4:1C-1 et al.) and the "Agriculture Retention and Development Act," P.L.1983, c.32 (C.4:1C-11 et al.).
- i. (1) Commencing July 1, 2004 and until five years after the date
- 4 of enactment of P.L., c. (now before the Legislature as this bill),
- 5 when the committee, a local government unit, or a qualifying tax
- 6 exempt nonprofit organization seeks to acquire a development
- 7 <u>easement on farmland or the fee simple title to farmland for farmland</u>
- 8 preservation purposes using constitutionally dedicated moneys in
- 9 whole or in part, it shall conduct or cause to be conducted an appraisal
- 10 or appraisals of the value of the lands that shall be made using the
- 11 Department of Environmental Protection wastewater, water quality
- 12 and watershed management rules and regulations and associated
- 13 requirements and standards applicable to the lands subject to the
- 14 <u>appraisal (a) in effect at the time of proposed acquisition, and (b) in</u>
- 15 effect on November 3, 1998 as if those rules and regulations and
- associated requirements and standards are still in effect at the time of
- 17 proposed acquisition. The higher of those two values shall be utilized
- 18 by the committee, a local government unit, or a qualifying tax exempt
- 19 nonprofit organization as the basis for negotiation with the landowner
- with respect to the acquisition price for the lands. The landowner shall
- be provided with both values determined pursuant to this paragraph.
- 22 A landowner may waive any of the requirements of this paragraph and
- 23 may agree to sell the lands for less than the values determined pursuant
- 24 to this paragraph.
- 25 (2) The requirements of this subsection shall be in addition to any 26 other requirements of law, rule, or regulation not inconsistent
- 27 therewith.
- 28 (3) This subsection shall not:
- 29 (a) apply if the Department of Environmental Protection
- 30 wastewater, water quality and watershed management rules and
- 31 regulations and associated requirements and standards applicable to
- 32 the lands at the time of proposed acquisition have not changed since
- 33 November 3, 1998;
- 34 (b) apply in the case of lands to be acquired with federal moneys
- 35 <u>in whole or in part;</u>
- 36 (c) apply in the case of lands to be acquired in accordance with
- 37 <u>subsection e. of this section; or</u>
- 38 (d) alter any requirements to disclose information to a landowner
- 39 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 40 (C.20:3-1 et seq.).
- 41 (cf: P.L.1999, c.152, s.38)

43 3. This act shall take effect immediately.

P.L. 2001, CHAPTER 315, approved January 3, 2002 Assembly, No. 3228 (First Reprint)

AN ACT concerning appraisals of land to be acquired for recreation and conservation purposes or farmland preservation purposes, and amending P.L.1999, c.152.

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5 **BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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- 8 1. Section 26 of P.L.1999, c.152 (C.13:8C-26) is amended to read 9 as follows:
- 26. a. Moneys appropriated from the Garden State Green Acres Preservation Trust Fund to the Department of Environmental Protection shall be used by the department to:
- 13 (1) Pay the cost of acquisition and development of lands by the 14 State for recreation and conservation purposes;
 - (2) Provide grants and loans to assist local government units to pay the cost of acquisition and development of lands for recreation and conservation purposes; and
 - (3) Provide grants to assist qualifying tax exempt nonprofit organizations to pay the cost of acquisition and development of lands for recreation and conservation purposes.
- b. The expenditure and allocation of constitutionally dedicated moneys for recreation and conservation purposes shall reflect the geographic diversity of the State to the maximum extent practicable and feasible.
- c. (1) Notwithstanding the provisions of section 5 of P.L.1985, 25 c.310 (C.13:18A-34) or this act, or any rule or regulation adopted 26 27 pursuant thereto, to the contrary, the value of a pinelands development 28 credit, allocated to a parcel pursuant to P.L.1979, c.111 (C.13:18A-1 29 et seq.) and the pinelands comprehensive management plan adopted 30 pursuant thereto, shall be made utilizing a value to be determined by 31 either appraisal, regional averaging based upon appraisal data, or a 32 formula supported by appraisal data. The appraisal and appraisal data 33 shall consider as appropriate: land values in the pinelands regional 34 growth areas; land values in counties, municipalities, and other areas reasonably contiguous to, but outside of, the pinelands area; and other 35 relevant factors as may be necessary to maintain the environmental, 36 37 ecological, and agricultural qualities of the pinelands area.
- 38 (2) No pinelands development credit allocated to a parcel of land 39 pursuant to P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands 40 comprehensive management plan adopted pursuant thereto that is

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

¹ Assembly AAN committee amendments adopted December 6, 2001.

acquired or obtained in connection with the acquisition of the parcel for recreation and conservation purposes by the State, a local government unit, or a qualifying tax exempt nonprofit organization using constitutionally dedicated moneys in whole or in part may be conveyed in any manner. All such pinelands development credits shall be retired permanently.

7 d. (1) (a) For State fiscal years 2000 through 2004 only, when the 8 department, a local government unit, or a qualifying tax exempt 9 nonprofit organization seeks to acquire lands for recreation and 10 conservation purposes using constitutionally dedicated moneys in whole or in part ¹or Green Acres bond act moneys in whole or in 11 part¹, it shall conduct or cause to be conducted an appraisal or 12 13 appraisals of the value of the lands that shall be made using the land 14 use zoning of the lands [(a)] (i) in effect at the time of proposed 15 acquisition, and [(b)] (ii) in effect on November 3, 1998 as if that land 16 use zoning is still in effect at the time of proposed acquisition. The 17 higher of those two values shall be utilized by the department, a local government unit, or a qualifying tax exempt nonprofit organization as 18 19 the basis for negotiation with the landowner with respect to the 20 acquisition price for the lands. The landowner shall be provided with both values determined pursuant to this ¹[paragraph] subparagraph¹. 21

A landowner may waive any of the requirements of this paragraph and may agree to sell the lands for less than the values determined pursuant to this paragraph.

- (b) After the date of enactment of P.L. , c. (now before the Legislature as this bill) and through June 30, 2004, in determining the two values required pursuant to subparagraph (a) of this paragraph, the appraisal shall be made using not only the land use zoning but also the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands subject to the appraisal (i) in effect at the time of proposed acquisition, and (ii) in effect on November 3, 1998 as if those rules and regulations and associated requirements and standards are still in effect at the time of proposed acquisition.
- (2) The requirements of this subsection shall be in addition to any other requirements of law, rule, or regulation not inconsistent therewith.
- 39 (3) This subsection shall not:

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- 40 (a) apply if the land use zoning of the lands at the time of proposed
 41 acquisition [has], and the Department of Environmental Protection
 42 wastewater, water quality and watershed management rules and
 43 regulations and associated requirements and standards applicable to
 44 the lands at the time of proposed acquisition, have not changed since
 45 November 3, 1998;
 - (b) apply in the case of lands to be acquired with federal moneys

1 in whole or in part;

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- (c) apply in the case of lands to be acquired in accordance with subsection c. of this section;
- 4 (d) apply to projects funded using constitutionally dedicated 5 moneys appropriated pursuant to the annual appropriations act for 6 State fiscal year 2000 (P.L.1999, c.138); or
 - (e) alter any requirements to disclose information to a landowner pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361 (C.20:3-1 et seq.).
 - e. Moneys appropriated from the fund may be used to match grants, contributions, donations, or reimbursements from federal aid programs or from other public or private sources established for the same or similar purposes as the fund.
 - f. Moneys appropriated from the fund shall not be used by local government units or qualifying tax exempt nonprofit organizations to acquire lands that are already permanently preserved for recreation and conservation purposes, as determined by the department.
 - g. Whenever lands are donated to the State by a public utility, as defined pursuant to Title 48 of the Revised Statutes, for recreation and conservation purposes, the commissioner may make and keep the lands accessible to the public, unless the commissioner determines that public accessibility would be detrimental to the lands or any natural resources associated therewith.
 - h. Whenever the State acquires land for recreation and conservation purposes, the agency in the Department of Environmental Protection responsible for administering the land shall, within six months after the date of acquisition, inspect the land for the presence of any buildings or structures thereon which are or may be historic properties and, within 60 days after completion of the inspection, provide to the New Jersey Historic Preservation Office in the department (1) a written notice of its findings, and (2) for any buildings or structures which are or may be historic properties discovered on the land, a request for determination of potential eligibility for inclusion of the historic building or structure in the New Jersey Register of Historic Places. Whenever such a building or structure is discovered, a copy of the written notice provided to the New Jersey Historic Preservation Office shall also be sent to the New Jersey Historic Trust and to the county historical commission or advisory committee, the county historical society, the local historic preservation commission or advisory committee, and the local historical society if any of those entities exist in the county or municipality wherein the land is located.
- i. (1) Commencing July 1, 2004 and until five years after the date
 of enactment of P.L., c. (now before the Legislature as this bill),
 when the department, a local government unit, or a qualifying tax
 exempt nonprofit organization seeks to acquire lands for recreation
 and conservation purposes using constitutionally dedicated moneys in

- 1 whole or in part ¹or Green Acres bond act moneys in whole or in
- 2 part¹, it shall conduct or cause to be conducted an appraisal or
- 3 appraisals of the value of the lands that shall be made using the
- 4 <u>Department of Environmental Protection wastewater, water quality</u>
- 5 and watershed management rules and regulations and associated
- 6 requirements and standards applicable to the lands subject to the
- 7 appraisal (a) in effect at the time of proposed acquisition, and (b) in
- 8 effect on November 3, 1998 as if those rules and regulations and
- 9 <u>associated requirements and standards are still in effect at the time of</u>
- 10 proposed acquisition. The higher of those two values shall be utilized
- 11 <u>by the department, a local government unit, or a qualifying tax exempt</u>
- 12 <u>nonprofit organization as the basis for negotiation with the landowner</u>
- with respect to the acquisition price for the lands. The landowner shall
- 14 <u>be provided with both values determined pursuant to this paragraph.</u>
- 15 A landowner may waive any of the requirements of this paragraph and
- 16 <u>may agree to sell the lands for less than the values determined pursuant</u>
- 17 <u>to this paragraph.</u>
- 18 (2) The requirements of this subsection shall be in addition to any
- 19 other requirements of law, rule, or regulation not inconsistent
- 20 therewith.

- (3) This subsection shall not:
- 22 (a) apply if the Department of Environmental Protection
- 23 wastewater, water quality and watershed management rules and
- 24 <u>regulations and associated requirements and standards applicable to</u>
- 25 the lands at the time of proposed acquisition have not changed since
- 26 November 3, 1998;
- 27 (b) apply in the case of lands to be acquired with federal moneys
- 28 <u>in whole or in part;</u>
- (c) apply in the case of lands to be acquired in accordance with
- 30 subsection c. of this section; or
- 31 (d) alter any requirements to disclose information to a landowner
- 32 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 33 (C.20:3-1 et seq.).
- 34 (cf: P.L.1999, c.152, s.26)

- 36 2. Section 38 of P.L.1999, c.152 (C.13:8C-38) is amended to read as follows:
- 38. a. All acquisitions or grants made pursuant to section 37 of
- 39 this act shall be made with respect to farmland devoted to farmland
- 40 preservation under programs established by law.
- b. The expenditure and allocation of constitutionally dedicated
- 42 moneys for farmland preservation purposes shall reflect the geographic
- 43 diversity of the State to the maximum extent practicable and feasible.
- c. The committee shall implement the provisions of section 37 of
- 45 this act in accordance with the procedures and criteria established
- 46 pursuant to the "Agriculture Retention and Development Act,"

- P.L.1983, c.32 (C.4:1C-11 et seq.) except as provided otherwise by this act.
- d. The committee shall adopt the same or a substantially similar method for determining, for the purposes of this act, the committee's share of the cost of a development easement on farmland to be acquired by a local government as that which is being used by the committee on the date of enactment of this act for prior farmland preservation funding programs.
- e. Notwithstanding the provisions of section 24 of P.L.1983, c.32 (C.4:1C-31) or this act, or any rule or regulation adopted pursuant thereto, to the contrary, whenever the value of a development easement on farmland to be acquired using constitutionally dedicated moneys in whole or in part is determined based upon the value of any pinelands development credits allocated to the parcel pursuant to P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands comprehensive management plan adopted pursuant thereto, the committee shall determine the value of the development easement by:
 - (1) conducting a sufficient number of fair market value appraisals as it deems appropriate to determine the value for farmland preservation purposes of the pinelands development credits;

- (2) considering development easement values in counties, municipalities, and other areas (a) reasonably contiguous to, but outside of, the pinelands area, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection, and (b) in the pinelands area where pinelands development credits are or may be utilized, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection;
 - (3) considering land values in the pinelands regional growth areas;
- (4) considering the importance of preserving agricultural lands in the pinelands area; and
- (5) considering such other relevant factors as may be necessary to increase participation in the farmland preservation program by owners of agricultural lands located in the pinelands area.
- f. No pinelands development credit that is acquired or obtained in connection with the acquisition of a development easement on farmland or fee simple title to farmland by the State, a local government unit, or a qualifying tax exempt nonprofit organization using constitutionally dedicated moneys in whole or in part may be conveyed in any manner. All such pinelands development credits shall be retired permanently.
- g. (1) (a) For State fiscal years 2000 through 2004 only, when the [department] committee, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire a development easement on farmland or the fee simple title to farmland for farmland

- 1 preservation purposes using constitutionally dedicated moneys in
- 2 whole or in part, it shall conduct or cause to be conducted an appraisal
- 3 or appraisals of the value of the lands that shall be made using the land
- 4 use zoning of the lands [(a)] (i) in effect at the time of proposed
- 5 acquisition, and **[**(b)**]** (ii) in effect on November 3, 1998 as if that land
- 6 use zoning is still in effect at the time of proposed acquisition. The
- 7 higher of those two values shall be utilized by the [department]
- 8 committee, a local government unit, or a qualifying tax exempt
- 9 nonprofit organization as the basis for negotiation with the landowner
- 10 with respect to the acquisition price for the lands. The landowner shall
- 11 be provided with both values determined pursuant to this
- 12 ¹[paragraph] <u>subparagraph</u>¹.
- A landowner may waive any of the requirements of this paragraph and may agree to sell the lands for less than the values determined
- 15 pursuant to this paragraph.
- 16 (b) After the date of enactment of P.L., c. (now before the
- 17 <u>Legislature as this bill) and through June 30, 2004, in determining the</u>
- 18 two values required pursuant to subparagraph (a) of this paragraph,
- 19 the appraisal shall be made using not only the land use zoning but also
- the Department of Environmental Protection wastewater, water quality
 and watershed management rules and regulations and associated
- requirements and standards applicable to the lands subject to the
- 23 appraisal (i) in effect at the time of proposed acquisition, and (ii) in
- 24 effect on November 3, 1998 as if those rules and regulations and
- 25 <u>associated requirements and standards are still in effect at the time of</u>
- 26 proposed acquisition.
- 27 (2) The requirements of this subsection shall be in addition to any 28 other requirements of law, rule, or regulation not inconsistent
- 29 therewith.

- (3) This subsection shall not:
- 31 (a) apply if the land use zoning of the lands at the time of proposed
- 32 acquisition [has], and the Department of Environmental Protection
- 33 <u>wastewater</u>, water quality and watershed management rules and
- 34 <u>regulations and associated requirements and standards applicable to</u>
- 35 the lands at the time of proposed acquisition, have not changed since
- 36 November 3, 1998;
- 37 (b) apply in the case of lands to be acquired with federal moneys
- 38 in whole or in part;
- 39 (c) apply in the case of lands to be acquired in accordance with 40 subsection e. of this section;
- 41 (d) apply to projects funded using constitutionally dedicated
- 42 moneys appropriated pursuant to the annual appropriations act for
- 43 State fiscal year 2000 (P.L.1999, c.138); or
- (e) alter any requirements to disclose information to a landowner
- 45 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 46 (C.20:3-1 et seq.).

- 1 h. Any farmland for which a development easement or fee simple
- 2 title has been acquired pursuant to section 37 of this act shall be
- 3 entitled to the benefits conferred by the "Right to Farm Act,"
- 4 P.L.1983, c.31 (C.4:1C-1 et al.) and the "Agriculture Retention and
- 5 Development Act," P.L.1983, c.32 (C.4:1C-11 et al.).
- 6 <u>i. (1) Commencing July 1, 2004 and until five years after the date</u>
- 7 of enactment of P.L., c. (now before the Legislature as this bill),
- 8 when the committee, a local government unit, or a qualifying tax
- 9 exempt nonprofit organization seeks to acquire a development
- 10 <u>easement on farmland or the fee simple title to farmland for farmland</u>
- 11 preservation purposes using constitutionally dedicated moneys in
- 12 whole or in part, it shall conduct or cause to be conducted an appraisal
- or appraisals of the value of the lands that shall be made using the
- 14 Department of Environmental Protection wastewater, water quality
- 15 and watershed management rules and regulations and associated
- 16 requirements and standards applicable to the lands subject to the
- 17 <u>appraisal (a) in effect at the time of proposed acquisition, and (b) in</u>
- 18 effect on November 3, 1998 as if those rules and regulations and
- 19 <u>associated requirements and standards are still in effect at the time of</u>
- 20 proposed acquisition. The higher of those two values shall be utilized
- by the committee, a local government unit, or a qualifying tax exempt
 nonprofit organization as the basis for negotiation with the landowner
- with respect to the acquisition price for the lands. The landowner shall
- 24 <u>be provided with both values determined pursuant to this paragraph.</u>
- 25 A landowner may waive any of the requirements of this paragraph and
- 26 may agree to sell the lands for less than the values determined pursuant
- 27 to this paragraph.
- 28 (2) The requirements of this subsection shall be in addition to any
- 29 other requirements of law, rule, or regulation not inconsistent
- 30 therewith.
- 31 (3) This subsection shall not:
- 32 (a) apply if the Department of Environmental Protection
- 33 <u>wastewater</u>, water quality and watershed management rules and
- 34 <u>regulations and associated requirements and standards applicable to</u>
- 35 the lands at the time of proposed acquisition have not changed since
- 36 <u>November 3, 1998;</u>
- 37 (b) apply in the case of lands to be acquired with federal moneys
- 38 <u>in whole or in part;</u>
- 39 (c) apply in the case of lands to be acquired in accordance with
- 40 <u>subsection e. of this section; or</u>
- 41 (d) alter any requirements to disclose information to a landowner
- 42 pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361
- 43 (C.20:3-1 et seq.).
- 44 (cf: P.L.1999, c.152, s.38)

46 3. This act shall take effect immediately.

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3	Modifies appraisal process for certain lands to be acquired for open
4	space or farmland preservation purposes.

CHAPTER 315

AN ACT concerning appraisals of land to be acquired for recreation and conservation purposes or farmland preservation purposes, and amending P.L.1999, c.152.

BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

1. Section 26 of P.L.1999, c.152 (C.13:8C-26) is amended to read as follows:

C.13:8C-26 Allocation of funds appropriated; conditions.

- 26. a. Moneys appropriated from the Garden State Green Acres Preservation Trust Fund to the Department of Environmental Protection shall be used by the department to:
- (1) Pay the cost of acquisition and development of lands by the State for recreation and conservation purposes;
- (2) Provide grants and loans to assist local government units to pay the cost of acquisition and development of lands for recreation and conservation purposes; and
- (3) Provide grants to assist qualifying tax exempt nonprofit organizations to pay the cost of acquisition and development of lands for recreation and conservation purposes.
- b. The expenditure and allocation of constitutionally dedicated moneys for recreation and conservation purposes shall reflect the geographic diversity of the State to the maximum extent practicable and feasible.
- c. (1) Notwithstanding the provisions of section 5 of P.L.1985, c.310 (C.13:18A-34) or this act, or any rule or regulation adopted pursuant thereto, to the contrary, the value of a pinelands development credit, allocated to a parcel pursuant to P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands comprehensive management plan adopted pursuant thereto, shall be made utilizing a value to be determined by either appraisal, regional averaging based upon appraisal data, or a formula supported by appraisal data. The appraisal and appraisal data shall consider as appropriate: land values in the pinelands regional growth areas; land values in counties, municipalities, and other areas reasonably contiguous to, but outside of, the pinelands area; and other relevant factors as may be necessary to maintain the environmental, ecological, and agricultural qualities of the pinelands area.
- (2) No pinelands development credit allocated to a parcel of land pursuant to P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands comprehensive management plan adopted pursuant thereto that is acquired or obtained in connection with the acquisition of the parcel for recreation and conservation purposes by the State, a local government unit, or a qualifying tax exempt nonprofit organization using constitutionally dedicated moneys in whole or in part may be conveyed in any manner. All such pinelands development credits shall be retired permanently.
- d. (1) (a) For State fiscal years 2000 through 2004 only, when the department, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire lands for recreation and conservation purposes using constitutionally dedicated moneys in whole or in part or Green Acres bond act moneys in whole or in part, it shall conduct or cause to be conducted an appraisal or appraisals of the value of the lands that shall be made using the land use zoning of the lands (i) in effect at the time of proposed acquisition, and (ii) in effect on November 3, 1998 as if that land use zoning is still in effect at the time of proposed acquisition. The higher of those two values shall be utilized by the department, a local government unit, or a qualifying tax exempt nonprofit organization as the basis for negotiation with the landowner with respect to the acquisition price for the lands. The landowner shall be provided with both values determined pursuant to this subparagraph.

A landowner may waive any of the requirements of this paragraph and may agree to sell the lands for less than the values determined pursuant to this paragraph.

- (b) After the date of enactment of P.L.2001, c.315 and through June 30, 2004, in determining the two values required pursuant to subparagraph (a) of this paragraph, the appraisal shall be made using not only the land use zoning but also the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands subject to the appraisal (i) in effect at the time of proposed acquisition, and (ii) in effect on November 3, 1998 as if those rules and regulations and associated requirements and standards are still in effect at the time of proposed acquisition.
- (2) The requirements of this subsection shall be in addition to any other requirements of law, rule, or regulation not inconsistent therewith.

- (3) This subsection shall not:
- (a) apply if the land use zoning of the lands at the time of proposed acquisition, and the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands at the time of proposed acquisition, have not changed since November 3, 1998;
 - (b) apply in the case of lands to be acquired with federal moneys in whole or in part;
 - (c) apply in the case of lands to be acquired in accordance with subsection c. of this section;
- (d) apply to projects funded using constitutionally dedicated moneys appropriated pursuant to the annual appropriations act for State fiscal year 2000 (P.L.1999, c.138); or
- (e) alter any requirements to disclose information to a landowner pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361 (C.20:3-1 et seq.).
- e. Moneys appropriated from the fund may be used to match grants, contributions, donations, or reimbursements from federal aid programs or from other public or private sources established for the same or similar purposes as the fund.
- f. Moneys appropriated from the fund shall not be used by local government units or qualifying tax exempt nonprofit organizations to acquire lands that are already permanently preserved for recreation and conservation purposes, as determined by the department.
- g. Whenever lands are donated to the State by a public utility, as defined pursuant to Title 48 of the Revised Statutes, for recreation and conservation purposes, the commissioner may make and keep the lands accessible to the public, unless the commissioner determines that public accessibility would be detrimental to the lands or any natural resources associated therewith.
- h. Whenever the State acquires land for recreation and conservation purposes, the agency in the Department of Environmental Protection responsible for administering the land shall, within six months after the date of acquisition, inspect the land for the presence of any buildings or structures thereon which are or may be historic properties and, within 60 days after completion of the inspection, provide to the New Jersey Historic Preservation Office in the department (1) a written notice of its findings, and (2) for any buildings or structures which are or may be historic properties discovered on the land, a request for determination of potential eligibility for inclusion of the historic building or structure in the New Jersey Register of Historic Places. Whenever such a building or structure is discovered, a copy of the written notice provided to the New Jersey Historic Preservation Office shall also be sent to the New Jersey Historic Trust and to the county historical commission or advisory committee, the county historical society, the local historic preservation commission or advisory committee, and the local historical society if any of those entities exist in the county or municipality wherein the land is located.
- i. (1) Commencing July 1, 2004 and until five years after the date of enactment of P.L.2001, c.315, when the department, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire lands for recreation and conservation purposes using constitutionally dedicated moneys in whole or in part or Green Acres bond act moneys in whole or in part, it shall conduct or cause to be conducted an appraisal or appraisals of the value of the lands that shall be made using the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands subject to the appraisal (a) in effect at the time of proposed acquisition, and (b) in effect on November 3, 1998 as if those rules and regulations and associated requirements and standards are still in effect at the time of proposed acquisition. The higher of those two values shall be utilized by the department, a local government unit, or a qualifying tax exempt nonprofit organization as the basis for negotiation with the landowner with respect to the acquisition price for the lands. The landowner shall be provided with both values determined pursuant to this paragraph. A landowner may waive any of the requirements of this paragraph and may agree to sell the lands for less than the values determined pursuant to this paragraph.
- (2) The requirements of this subsection shall be in addition to any other requirements of law, rule, or regulation not inconsistent therewith.
 - (3) This subsection shall not:
 - (a) apply if the Department of Environmental Protection wastewater, water quality and

watershed management rules and regulations and associated requirements and standards applicable to the lands at the time of proposed acquisition have not changed since November 3, 1998:

- (b) apply in the case of lands to be acquired with federal moneys in whole or in part;
- (c) apply in the case of lands to be acquired in accordance with subsection c. of this section; or
- (d) alter any requirements to disclose information to a landowner pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361 (C.20:3-1 et seq.).
 - 2. Section 38 of P.L.1999, c.152 (C.13:8C-38) is amended to read as follows:

C.13:8C-38 Acquisitions, grants with respect to farmland preservation.

- 38. a. All acquisitions or grants made pursuant to section 37 of this act shall be made with respect to farmland devoted to farmland preservation under programs established by law.
- b. The expenditure and allocation of constitutionally dedicated moneys for farmland preservation purposes shall reflect the geographic diversity of the State to the maximum extent practicable and feasible.
- c. The committee shall implement the provisions of section 37 of this act in accordance with the procedures and criteria established pursuant to the "Agriculture Retention and Development Act," P.L.1983, c.32 (C.4:1C-11 et seq.) except as provided otherwise by this act.
- d. The committee shall adopt the same or a substantially similar method for determining, for the purposes of this act, the committee's share of the cost of a development easement on farmland to be acquired by a local government as that which is being used by the committee on the date of enactment of this act for prior farmland preservation funding programs.
- e. Notwithstanding the provisions of section 24 of P.L.1983, c.32 (C.4:1C-31) or this act, or any rule or regulation adopted pursuant thereto, to the contrary, whenever the value of a development easement on farmland to be acquired using constitutionally dedicated moneys in whole or in part is determined based upon the value of any pinelands development credits allocated to the parcel pursuant to P.L.1979, c.111 (C.13:18A-1 et seq.) and the pinelands comprehensive management plan adopted pursuant thereto, the committee shall determine the value of the development easement by:
- (1) conducting a sufficient number of fair market value appraisals as it deems appropriate to determine the value for farmland preservation purposes of the pinelands development credits;
- (2) considering development easement values in counties, municipalities, and other areas (a) reasonably contiguous to, but outside of, the pinelands area, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection, and (b) in the pinelands area where pinelands development credits are or may be utilized, which in the sole opinion of the committee constitute reasonable development easement values in the pinelands area for the purposes of this subsection;
 - (3) considering land values in the pinelands regional growth areas;
 - (4) considering the importance of preserving agricultural lands in the pinelands area; and
- (5) considering such other relevant factors as may be necessary to increase participation in the farmland preservation program by owners of agricultural lands located in the pinelands area.
- f. No pinelands development credit that is acquired or obtained in connection with the acquisition of a development easement on farmland or fee simple title to farmland by the State, a local government unit, or a qualifying tax exempt nonprofit organization using constitutionally dedicated moneys in whole or in part may be conveyed in any manner. All such pinelands development credits shall be retired permanently.
- g. (1) (a) For State fiscal years 2000 through 2004 only, when the committee, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire a development easement on farmland or the fee simple title to farmland for farmland preservation purposes using constitutionally dedicated moneys in whole or in part, it shall conduct or cause to be conducted an appraisal or appraisals of the value of the lands that shall be made using the land use zoning of the lands (i) in effect at the time of proposed acquisition, and (ii) in effect on November 3, 1998 as if that land use zoning is still in effect at the time of proposed acquisition.

The higher of those two values shall be utilized by the committee, a local government unit, or a qualifying tax exempt nonprofit organization as the basis for negotiation with the landowner with respect to the acquisition price for the lands. The landowner shall be provided with both values determined pursuant to this subparagraph.

A landowner may waive any of the requirements of this paragraph and may agree to sell the lands for less than the values determined pursuant to this paragraph.

- (b) After the date of enactment of P.L.2001, c.315 and through June 30, 2004, in determining the two values required pursuant to subparagraph (a) of this paragraph, the appraisal shall be made using not only the land use zoning but also the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands subject to the appraisal (i) in effect at the time of proposed acquisition, and (ii) in effect on November 3, 1998 as if those rules and regulations and associated requirements and standards are still in effect at the time of proposed acquisition.
- (2) The requirements of this subsection shall be in addition to any other requirements of law, rule, or regulation not inconsistent therewith.
 - (3) This subsection shall not:
- (a) apply if the land use zoning of the lands at the time of proposed acquisition, and the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands at the time of proposed acquisition, have not changed since November 3, 1998;
 - (b) apply in the case of lands to be acquired with federal moneys in whole or in part;
 - (c) apply in the case of lands to be acquired in accordance with subsection e. of this section;
- (d) apply to projects funded using constitutionally dedicated moneys appropriated pursuant to the annual appropriations act for State fiscal year 2000 (P.L.1999, c.138); or
- (e) alter any requirements to disclose information to a landowner pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361 (C.20:3-1 et seq.).
- h. Any farmland for which a development easement or fee simple title has been acquired pursuant to section 37 of this act shall be entitled to the benefits conferred by the "Right to Farm Act," P.L.1983, c.31 (C.4:1C-1 et al.) and the "Agriculture Retention and Development Act," P.L.1983, c.32 (C.4:1C-11 et al.).
- i. (1) Commencing July 1, 2004 and until five years after the date of enactment of P.L.2001, c.315, when the committee, a local government unit, or a qualifying tax exempt nonprofit organization seeks to acquire a development easement on farmland or the fee simple title to farmland for farmland preservation purposes using constitutionally dedicated moneys in whole or in part, it shall conduct or cause to be conducted an appraisal or appraisals of the value of the lands that shall be made using the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands subject to the appraisal (a) in effect at the time of proposed acquisition, and (b) in effect on November 3, 1998 as if those rules and regulations and associated requirements and standards are still in effect at the time of proposed acquisition. The higher of those two values shall be utilized by the committee, a local government unit, or a qualifying tax exempt nonprofit organization as the basis for negotiation with the landowner with respect to the acquisition price for the lands. The landowner shall be provided with both values determined pursuant to this paragraph and may agree to sell the lands for less than the values determined pursuant to this paragraph.
- (2) The requirements of this subsection shall be in addition to any other requirements of law, rule, or regulation not inconsistent therewith.
 - (3) This subsection shall not:
- (a) apply if the Department of Environmental Protection wastewater, water quality and watershed management rules and regulations and associated requirements and standards applicable to the lands at the time of proposed acquisition have not changed since November 3, 1998;
 - (b) apply in the case of lands to be acquired with federal moneys in whole or in part;
 - (c) apply in the case of lands to be acquired in accordance with subsection e. of this section;

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or

- (d) alter any requirements to disclose information to a landowner pursuant to the "Eminent Domain Act of 1971," P.L.1971, c.361 (C.20:3-1 et seq.).
 - 3. This act shall take effect immediately.

Approved January 3, 2002.