4:1C-43.1 LEGISLATIVE HISTORY CHECK

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		Complied			
LAWS OF:	1999	CHAPTER: 180			
NJSA:	4:1C-43.1	(Farmland preservation)			
BILL NO:	A1869	(Substituted for S1803)			
SPONSOR(S): Myers					
DATE INTRODUCED: March 23, 1998					
COMMITTEE: ASSEMBLY: Agriculture & Natural Resources					
	SENAT	E: Budget & Appropria	itions		
AMENDED DURING PASSAGE: No					
DATE OF PASSAGE: ASSEMBLY: June 14, 1999					
SENATE: July 1, 1999					
DATE OF APPROVAL: August 12, 1999					
FOLLOWING ARE ATTACHED IF AVAILABLE:					
FINAL TEXT OF BILL: Assembly Committee Substitute (Amendments during passage denoted by superscript numbers)					
A1869					
SPONSORS STATEMENT: (Begins on page 3 of original bill) Yes					
	COMMITTEE	STATEMENT:	ASSEMBLY:	Yes	
			SENATE:	Yes	
	FLOOR AMEN	IDMENT STATEMENTS:		Yes	
	LEGISLATIVE	FISCAL ESTIMATE:		Yes	
S1803 <u>SPONSORS STATEMENT</u> : (Begins on page 6 of original bill) <u>Yes</u>					
	COMMITTEE		ASSEMBLY:	No	
			SENATE:	Yes	
			Identical to Senate S		
	FLOOR AMEN	IDMENT STATEMENTS:		No	
		FISCAL ESTIMATE:	Identical to Legislativ	<u>Yes</u> ve Fiscal Estimate for A1869	

VETO MESSAGE:

No

GOVERNOR'S PRESS RELEASE ON SIGNING:

FOLLOWING WERE PRINTED:

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i e e e e e e e e e e e e e e e e e e e	No
REPORTS:	
	No
HEARINGS:	No
NEWSPAPER ARTICLES:	110

P.L. 1999, CHAPTER 180, *approved August 12, 1999* Assembly Substitute for Assembly, No. 1869

1 AN ACT establishing a farmland preservation planning incentive grant 2 program, supplementing Title 4 of the Revised Statutes, and 3 amending P.L.1975, c.291. 4 5 **BE IT ENACTED** by the Senate and General Assembly of the State 6 of New Jersey: 7 8 1. (New section) a. There is established in the State Agriculture 9 Development Committee a farmland preservation planning incentive 10 grant program, the purpose of which shall be to provide grants to eligible counties and municipalities for farmland preservation purposes 11 as authorized pursuant to this act. 12 13 b. To be eligible to apply for a grant, a county or municipality 14 shall: 15 (1) Identify project areas of multiple farms that are reasonably 16 contiguous and located in an agriculture development area authorized 17 pursuant to the "Agriculture Retention and Development Act," 18 P.L.1983, c.32 (C.4:1C-11 et seq.); 19 (2) Establish an agricultural advisory committee. In the case of a 20 county, the county agriculture development board shall serve this 21 function. In the case of a municipality, members of a municipal 22 agricultural advisory committee shall be appointed by the mayor with 23 the consent of the municipal governing body, and the committee shall report to the municipal planning board. A municipal agricultural 24 25 advisory committee shall be composed of at least three, but not more 26 than five, members who shall be residents of the municipality, with a 27 majority of the members actively engaged in farming and owning a 28 portion of the land they farm. For the purposes of this paragraph, 29 "mayor" shall mean the same as that term is defined pursuant to 30 section 3.2 of P.L.1975, c.291 (C.40:55D-5); (3) Establish and maintain a dedicated source of funding for 31 32 farmland preservation pursuant to P.L.1997, c.24 (C.40:12-15.1 et 33 seq.), or an alternative means of funding for farmland preservation, 34 such as, but not limited to, repeated annual appropriations or repeated 35 issuance of bonded indebtedness, which the State Agriculture 36 Development Committee deems to be, in effect, a dedicated source of 37 funding because of a demonstrated commitment on the part of the 38 county or municipality; and 39 (4) In the case of a municipality, prepare a farmland preservation 40 plan element pursuant to paragraph (13) of section 19 of P.L.1975,

Matter underlined <u>thus</u> is new matter.

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 c.291 (C.40:55D-28) in consultation with the agriculture advisory

2 committee established pursuant to paragraph (2) of this subsection.

c. In the event a municipality is seeking funding from the county
toward the purchase of development easements, the municipality shall
submit an application to the county agriculture development board. In
all other cases, a municipality shall submit its application directly to
the State Agriculture Development Committee.

8 d. A municipality, in submitting an application to the county 9 agriculture development board or the State Agriculture Development 10 Committee as appropriate, or a county, in submitting an application to 11 the State Agriculture Development Committee, shall outline a multi-12 year plan for the purchase of multiple farms in a project area and 13 indicate its annual share of the estimated purchase price. The 14 municipality, in order to enhance its application, may submit its 15 proposal jointly with one or more contiguous municipalities if the submission would result in the preservation of a significant area of 16 17 reasonably contiguous farmland. The application shall include, in the 18 case of a municipality, a copy of the farmland preservation plan 19 element prepared pursuant to paragraph (13) of section 19 of 20 P.L.1975, c.291 (C.40:55D-28); an estimate of the cost of purchasing 21 development easements on all of the farms in a designated project 22 area, to be determined in consultation with the county agriculture 23 development board or through an appraisal for the entire project area; 24 and an inventory showing the characteristics of each farm in the 25 project area which may include, but need not be limited to, size, soils 26 and agricultural use.

27 e. The State Agriculture Development Committee shall make 28 decisions regarding suitability for funding of development easement 29 purchases for planning incentive grants based on whether the project 30 area provides an opportunity to preserve a significant area of 31 reasonably contiguous farmland that will promote the long term 32 viability of agriculture as an industry in the municipality or county. 33 After the State Agriculture Development Committee has given 34 approval to an application, the municipality or county shall submit two 35 appraisals for each parcel for which funding is requested. The appraisals shall be conducted pursuant to the provisions of section 24 36 37 of P.L.1983, c.32 (C.4:1C-31). Approved funding shall be allocated 38 by the municipality, the county and the State to each parcel in the 39 project area under an agreement that commits each level of 40 government to a specific payment in each of the years included in the 41 plan for purchase. Nothing in this act shall be construed to require 42 that any parcel in a project area receive a price per acre that is the 43 same as any other parcel in that project area or that any parcel must be 44 purchased with installment payments because other parcels in the 45 project area are so purchased.

46 f. Purchases of development easements on farmland pursuant to

1 this act shall be made with the approval of the State Agriculture

2 Development Committee and the municipality, and in the event county3 funds are provided, with the approval of the county agriculture

4 development board.

g. If a county does not provide funding toward the purchase of
the development easement, the State Agriculture Development
Committee shall hold title to the development easement.

8 h. The State Agriculture Development Committee shall adopt, 9 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 10 (C.52:14B-1 et seq.), such rules and regulations as may be necessary 11 to implement this act, and shall establish ranking and funding criteria separately from, but similar to, those used in the program established 12 13 pursuant to P.L.1983, c.32 (C.4:1C-11 et seq.), except that ranking 14 and funding criteria shall be applied to the project area as a whole and 15 not to individual parcels and priority shall be given to those applications that utilize option agreements, installment purchases, 16 17 donations, and other methods for the purpose of leveraging monies , c. (C. made available by P.L. 18)(now before the Legislature as 19 Senate Bill No. 9 or Assembly Bill No. 1000000 of 1999).

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21 2. Section 19 of P.L.1975, c.291 (C.40:55D-28) is amended to 22 read as follows:

23 19. Preparation; contents; modification.

a. The planning board may prepare and, after public hearing,
adopt or amend a master plan or component parts thereof, to guide the
use of lands within the municipality in a manner which protects public
health and safety and promotes the general welfare.

b. The master plan shall generally comprise a report or statement and land use and development proposals, with maps, diagrams and text, presenting, at least the following elements (1) and (2) and, where appropriate, the following elements (3) through **[**(12)**]** (13):

(1) A statement of objectives, principles, assumptions, policies and
standards upon which the constituent proposals for the physical,
economic and social development of the municipality are based;

35 (2) A land use plan element (a) taking into account and stating its relationship to the statement provided for in paragraph (1) hereof, and 36 37 other master plan elements provided for in paragraphs (3) through 38 [(12)] (13) hereof and natural conditions, including, but not 39 necessarily limited to, topography, soil conditions, water supply, 40 drainage, flood plain areas, marshes, and woodlands; (b) showing the existing and proposed location, extent and intensity of development of 41 42 land to be used in the future for varying types of residential, 43 commercial, industrial, agricultural, recreational, educational and other 44 public and private purposes or combination of purposes; and stating 45 the relationship thereof to the existing and any proposed zone plan and 46 zoning ordinance; and (c) showing the existing and proposed location

of any airports and the boundaries of any airport safety zones
delineated pursuant to the "Air Safety and Zoning Act of 1983,"
P.L.1983, c.260 (C.6:1-80 et seq.); and (d) including a statement of
the standards of population density and development intensity
recommended for the municipality;

6 (3) A housing plan element pursuant to section 10 of P.L.1985,
7 c.222 (C.52:27D-310), including, but not limited to, residential
8 standards and proposals for the construction and improvement of
9 housing;

(4) A circulation plan element showing the location and types of
facilities for all modes of transportation required for the efficient
movement of people and goods into, about, and through the
municipality, taking into account the functional highway classification
system of the Federal Highway Administration and the types,
locations, conditions and availability of existing and proposed
transportation facilities, including air, water, road and rail;

(5) A utility service plan element analyzing the need for and
showing the future general location of water supply and distribution
facilities, drainage and flood control facilities, sewerage and waste
treatment, solid waste disposal and provision for other related utilities,
and including any storm water management plan required pursuant to
the provisions of P.L.1981, c.32 (C.40:55D-93 et seq.);

(6) A community facilities plan element showing the existing and
proposed location and type of educational or cultural facilities, historic
sites, libraries, hospitals, firehouses, police stations and other related
facilities, including their relation to the surrounding areas;

27 (7) A recreation plan element showing a comprehensive system of28 areas and public sites for recreation;

29 (8) A conservation plan element providing for the preservation, 30 conservation, and utilization of natural resources, including, to the 31 extent appropriate, energy, open space, water supply, forests, soil, 32 marshes, wetlands, harbors, rivers and other waters, fisheries, 33 endangered or threatened species wildlife and other resources, and 34 which systemically analyzes the impact of each other component and 35 element of the master plan on the present and future preservation, 36 conservation and utilization of those resources;

(9) An economic plan element considering all aspects of economic
development and sustained economic vitality, including (a) a
comparison of the types of employment expected to be provided by the
economic development to be promoted with the characteristics of the
labor pool resident in the municipality and nearby areas and (b) an
analysis of the stability and diversity of the economic development to
be promoted;

44 (10) A historic preservation plan element: (a) indicating the
45 location and significance of historic sites and historic districts; (b)
46 identifying the standards used to assess worthiness for historic site or

1 district identification; and (c) analyzing the impact of each component

and element of the master plan on the preservation of historic sites anddistricts;

4 (11) Appendices or separate reports containing the technical 5 foundation for the master plan and its constituent elements; [and]

(12) A recycling plan element which incorporates the State 6 Recycling Plan goals, including provisions for the collection, 7 8 disposition and recycling of recyclable materials designated in the 9 municipal recycling ordinance, and for the collection, disposition and 10 recycling of recyclable materials within any development proposal for the construction of 50 or more units of single-family residential 11 12 housing or 25 or more units of multi-family residential housing and any commercial or industrial development proposal for the utilization of 13 14 1,000 square feet or more of land : and

15 (13) A farmland preservation plan element, which shall include: an 16 inventory of farm properties and a map illustrating significant areas of 17 agricultural land; a statement showing that municipal ordinances 18 support and promote agriculture as a business; and a plan for 19 preserving as much farmland as possible in the short term by 20 leveraging monies made available by P.L., c. (C.) (now 21 before the Legislature as Senate Bill No. 9 or Assembly Bill No. 22 1000000 of 1999) through a variety of mechanisms including, but not limited to, utilizing option agreements, installment purchases, and 23 24 encouraging donations of permanent development easements .

c. The master plan and its plan elements may be divided into
subplans and subplan elements projected according to periods of time
or staging sequences.

28 d. The master plan shall include a specific policy statement 29 indicating the relationship of the proposed development of the municipality, as developed in the master plan to (1) the master plans 30 of contiguous municipalities, (2) the master plan of the county in 31 32 which the municipality is located, (3) the State Development and 33 Redevelopment Plan adopted pursuant to the "State Planning Act," 34 sections 1 through 12 of P.L.1985, c.398 (C.52:18A-196 et seq.) and 35 (4) the district solid waste management plan required pursuant to the provisions of the "Solid Waste Management Act," P.L.1970, c.39 36 (C.13:1E-1 et seq.) of the county in which the municipality is located. 37 38 (cf: P.L.1991, c.445, s.7)

- 39
- 40 3. This act shall take effect immediately.
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STATEMENT

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45 This substitute bill would establish a farmland preservation 46 planning incentive grant program, the purpose of which would be to 1 provide grants in eligible counties and municipalities for farmland

2 preservation purposes. This new program would be supplementary in

3 effect to the current farmland preservation program.

4 To be eligible to apply for a grant under the substitute bill, an 5 eligible county or municipality must:

6 (1) Identify project areas of multiple farms that are reasonably
7 contiguous and located in an agriculture development area authorized
8 pursuant to the "Agriculture Retention and Development Act";

9 (2) Establish an agricultural advisory committee that is to be 10 consulted in the preparation of the farmland preservation plan 11 described in the bill; however, the county agriculture development 12 board would serve this function when a county participates in the 13 planning incentive grant program;

14 (3) Have approved and implemented a dedicated source of funding15 for farmland preservation purposes; and

(4) In the case of a municipality, prepare a farmland preservationplan as described in the bill, which would need to be adopted as partof the municipal master plan.

19 The substitute bill provides that purchases of development easements on farmland pursuant to this bill will be made with the 20 21 approval of the State Agriculture Development Committee and the 22 municipality, and in the event county funds are provided, with the 23 approval of the county agriculture development board. In addition, the substitute bill provides that if a county does not provide funding 24 toward the purchase of the development easement, the State 25 26 Agriculture Development Committee will hold title to the development 27 easement.

Finally, the bill would require that a municipal master plan, required pursuant to the "Municipal Land Use Law," include a farmland preservation plan element, which would include any farmland preservation plan prepared in accordance with this bill.

This substitute bill is identical to the Senate Committee Substitute for Senate Bill No. 1803, as reported by the Senate Economic Growth,

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39 Establishes farmland preservation planning incentive grant program.

³⁴ Agriculture and Tourism Committee on June 7, 1999.

ASSEMBLY, No. 1869 STATE OF NEW JERSEY 208th LEGISLATURE

INTRODUCED MARCH 23, 1998

Sponsored by: Assemblywoman CONNIE MYERS District 23 (Warren, Hunterdon and Mercer)

SYNOPSIS

Establishes farmland preservation planning incentive grant program.

CURRENT VERSION OF TEXT

As introduced.



1 AN ACT establishing a farmland preservation planning incentive grant 2 program and supplementing Title 4 of the Revised Statutes. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. a. There is established in the State Agriculture Development 8 Committee a farmland preservation planning incentive grant program, 9 the purpose of which shall be to provide grants in eligible 10 municipalities for farmland preservation purposes as authorized 11 pursuant to this act. 12 To be eligible to apply for a grant, a municipality shall: b. 13 (1) Be located in a county that participates in a farmland 14 preservation program authorized pursuant to the "Agriculture Retention and Development Act," P.L. 1983, c.32 (C.4:1C-11 et seq.); 15 (2) Have a dedicated source of funding for farmland preservation; 16 17 and 18 (3) Prepare a farmland preservation plan as described pursuant to subsection c. of this section, which shall have been approved by the 19 county agriculture development board and the State Agriculture 20 21 Development Committee. c. A farmland preservation plan prepared pursuant to paragraph 22 23 (3) of subsection b. of this section shall include: 24 (1) A delineation and inventory of farm properties and a map of 25 significant areas of contiguous farmland within the municipality; 26 (2) An estimate of the cost to purchase development easements on 27 the various parcels of farmland in each proposed project area 28 calculated in cooperation with the county agriculture development 29 board; 30 (3) A multi-year plan for the purchase of development easements 31 on farmland through the farmland preservation planning incentive 32 grant program established by this act, which shall be for no less than 33 five nor more than 20 years. In developing the plan, the municipality 34 shall consider: 35 (a) the willingness of the landowner to accept annual installment 36 purchase payments for a period of years or an option to purchase 37 instead of a lump sum payment; and (b) the importance of a particular farm to the success of the 38 39 farmland preservation plan of the municipality; 40 (4) A determination of each project area through a survey of 41 landowners. 42 For the purposes of this act, a "project area" shall consist of 43 multiple farms that are reasonably contiguous, the owners of which 44 have indicated a desire to participate in the farmland preservation 45 program and a willingness to negotiate terms for the purchase of development easements on their farms that will result in a proposal to 46

1 be submitted to the county agriculture development board for approval

as an applicant for a farmland preservation planning incentive grant
pursuant to this act.

d. A municipality, in submitting a proposal to the county
agriculture development board pursuant to this act, shall outline its
multi-year plan and indicate its annual share of the purchase price.
The municipality, in order to enhance its application, may submit its
proposal jointly with one or more contiguous municipalities if the
submission would result in the preservation of a significant area of
reasonably contiguous farmland.

e. Whenever decisions regarding suitability for funding of 11 12 development easement purchases are made using the formula set forth in subsection b. of section 24 of P.L.1983, c.32 (C.4:1C-31), and the 13 14 formula is applied to a project area designated in accordance with this 15 act, the "nonagricultural development value" parameter shall be calculated by totaling the nonagricultural development value for all of 16 the farms in the project area, the "agricultural value" shall be 17 calculated by totaling the agricultural value of all of the farms in the 18 19 project area, and the "landowner's asking price" shall be calculated by 20 totaling the landowner's asking price for all of the farms in the project 21 area.

f. Purchases of development easements on farmland pursuant to
this act shall be made through the county agriculture development
board.

g. The State Agriculture Development Committee shall adopt,
pursuant to the "Administrative Procedure Act," P.L.1968, c.410
(C.52:14B-1 et seq.), such rules and regulations as may be necessary
to implement this act, and shall establish ranking and funding criteria
separately from, but similar to, those used in the program established
pursuant to P.L.1983, c.32 (C.4:1C-11 et seq.).

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2. This act shall take effect immediately.

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STATEMENT

37 The major goal of the "Agriculture Retention and Development 38 Act," P.L.1983, c.32 (C.4:1C-11 et seq.), is to preserve large 39 contiguous tracts of farmland. The current law does not provide 40 enough incentives for meeting this goal, resulting instead in the 41 preservation of farms located in areas threatened by suburban 42 development. To help prevent suburban sprawl, a comprehensive plan 43 to preserve significant agricultural areas of the State is needed. This 44 bill would implement such an effort.

45 Specifically, the bill would establish a farmland preservation 46 planning incentive grant program, the purpose of which would be to 1 provide grants in eligible municipalities for farmland preservation

2 purposes. This new program would be supplementary in effect to the

3 current farmland preservation program.

4 To be eligible to apply for a grant under the bill, a municipality 5 must:

6 (1) Be located in a county that participates in a farmland
7 preservation program authorized pursuant to the "Agriculture
8 Retention and Development Act";

9 (2) Have approved and implemented a dedicated source of funding 10 for farmland preservation purposes; and

11 (3) Prepare a farmland preservation plan as described in the bill,

which would need to be approved by the county agriculturedevelopment board and the State Agriculture DevelopmentCommittee.

ASSEMBLY AGRICULTURE AND NATURAL RESOURCES COMMITTEE

STATEMENT TO

ASSEMBLY, No. 1869

with committee amendments

STATE OF NEW JERSEY

DATED: NOVEMBER 16, 1998

The Assembly Agriculture and Natural Resources Committee favorably reports Assembly Bill No. 1869 with committee amendments.

As amended by the committee, this bill would establish a farmland preservation planning incentive grant program, the purpose of which would be to provide grants in eligible counties and municipalities for farmland preservation purposes. This new program would be supplementary in effect to the current farmland preservation program.

As amended by the committee, to be eligible to apply for a grant under the bill, an eligible county or municipality must:

(1) Be located in an area that participates in a farmland preservation program authorized pursuant to the "Agriculture Retention and Development Act";

(2) Establish an agricultural advisory committee that is to be consulted in the preparation of the farmland preservation plan described in the bill; however, the county agriculture development board would serve this function when a county participates in the planning incentive grant program;

(3) Have approved and implemented a dedicated source of funding for farmland preservation purposes; and

(4) Prepare a farmland preservation plan as described in the bill, which would need to be approved by the county agriculture development board and the State Agriculture Development Committee and be adopted as part of the county master plan or municipal master plan, as appropriate.

The Agriculture and Natural Resources Committee also adopted amendments concerning the procedure to be used to make decisions regarding suitability for funding of development easement purchases. The committee amended the bill to provide that purchases of development easements on farmland pursuant to this bill shall be made through the county agriculture development board with the approval of the State Agriculture Development Committee and the municipality, and also to provide that if a county does not provide funding toward the purchase of the development easement, the State Agriculture Development Committee shall hold title to the development easement.

Finally, the committee amended the bill to require that a municipal master plan, required pursuant to the "Municipal Land Use Law," include a farmland preservation plan element, which would include any farmland preservation plan prepared in accordance with this bill.

The committee also adopted amendments making technical and clarifying changes to the bill.

SENATE BUDGET AND APPROPRIATIONS COMMITTEE

STATEMENT TO

ASSEMBLY SUBSTITUTE FOR ASSEMBLY, No. 1869

STATE OF NEW JERSEY

DATED: JUNE 21, 1999

The Senate Budget and Appropriations Committee reports favorably Assembly Bill No. 1869 (AS).

This Assembly substitute bill would establish a farmland preservation planning incentive grant program, the purpose of which would be to provide grants in eligible counties and municipalities for farmland preservation purposes. This new program would be supplementary in effect to the current farmland preservation program.

To be eligible to apply for a grant under the substitute bill, an eligible county or municipality must:

(1) Identify project areas of multiple farms that are reasonably contiguous and located in an agriculture development area authorized pursuant to the "Agriculture Retention and Development Act";

(2) Establish an agricultural advisory committee that is to be consulted in the preparation of the farmland preservation plan described in the bill; however, the county agriculture development board would serve this function when a county participates in the planning incentive grant program;

(3) Have approved and implemented a dedicated source of funding for farmland preservation purposes; and

(4) In the case of a municipality, prepare a farmland preservation plan as described in the bill, which would need to be adopted as part of the municipal master plan.

The substitute bill provides that purchases of development easements on farmland pursuant to this bill will be made with the approval of the State Agriculture Development Committee and the municipality, and in the event county funds are provided, with the approval of the county agriculture development board. In addition, the substitute bill provides that if a county does not provide funding toward the purchase of the development easement, the State Agriculture Development Committee will hold title to the development easement.

Finally, the bill would require that a municipal master plan, required pursuant to the "Municipal Land Use Law," include a farmland preservation plan element, which would include any farmland preservation plan prepared in accordance with this bill.

FISCAL IMPACT

The Office of Legislative Services estimates that the bill will have no adverse fiscal impact on State funds spent on the farmland preservation program. In addition, if the objectives of the bill are fully or partially realized, the fiscal impacts on the expenditure of farmland preservation funds could be positive in that future purchases made under the program could be accelerated and conducted through an improved long range planning process that encourages geographic contiguity and incentives for increased participation.

STATEMENT TO

[First Reprint] ASSEMBLY, No. 1869

with Assembly Floor Amendments (Proposed By Assemblywoman MYERS)

ADOPTED: MARCH 15, 1999

These amendments would clarify that municipal farmland preservation plans under the bill would need to be approved not only by the municipality in consultation with the municipal agricultural advisory committee, but also must be approved by the county agriculture development board and by the State Agriculture Development Committee.

LEGISLATIVE FISCAL ESTIMATE

[Second Reprint] ASSEMBLY, No. 1869

STATE OF NEW JERSEY 208th LEGISLATURE

DATED: MAY 17, 1999

Assembly Bill No. 1869 (2R) of 1998 amends and supplements farmland preservation statutes to allow municipalities and counties greater flexibility in preserving large contiguous tracts of farmland. At present, individual landowners apply for farmland preservation funding. The changes proposed under the bill would enable municipalities or counties to develop and submit proposals which could identify numerous properties to be preserved over an unspecified number of years. In effect, these changes would provide an incentive to municipalities or counties to make long range plans for farmland preservation acquisitions.

Under the bill, such plans would be submitted to the appropriate agencies and, if approved, farmland preservation funds would be set aside for farms within the project area identified in the plan. The bill also includes other technical and procedural changes in the farmland preservation program to facilitate the new planning process proposed under the bill.

The Office of Legislative Services estimates that the bill will have no adverse fiscal impact on State funds spent on the farmland preservation program. In addition, if the objectives of the bill are fully or partially realized, the fiscal impacts on the expenditure of farmland preservation funds could be positive in that future purchases made under the program could be accelerated and conducted through an improved long range planning process that encourages geographic contiguity and incentives for increased participation.

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.

SENATE, No. 1803 STATE OF NEW JERSEY 208th LEGISLATURE

INTRODUCED MARCH 22, 1999

Sponsored by: Senator JOHN O. BENNETT District 12 (Monmouth) Senator ROBERT J. MARTIN District 26 (Essex, Morris and Passaic)

SYNOPSIS

Establishes farmland preservation planning incentive grant program.

CURRENT VERSION OF TEXT As introduced.



AN ACT establishing a farmland preservation planning incentive grant
 program, supplementing Title 4 of the Revised Statutes, and
 amending P.L.1975, c.291.

4 5

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

6 7

8 1. (New section) a. There is established in the State Agriculture 9 Development Committee a farmland preservation planning incentive 10 grant program, the purpose of which shall be to provide grants to 11 eligible counties and municipalities for farmland preservation purposes 12 as authorized pursuant to this act.

b. To be eligible to apply for a grant, a county or municipalityshall:

15 (1)Be located in an area that participates in a farmland 16 preservation program authorized pursuant to the "Agriculture 17 Retention and Development Act," P.L. 1983, c.32 (C.4:1C-11 et seq.); 18 (2) Establish an agricultural advisory committee. In the case of a county, the county agriculture development board shall serve this 19 function. In the case of a municipality, members of a municipal 20 21 agricultural advisory committee shall be appointed by the mayor with 22 the consent of the municipal governing body, and the committee shall 23 report to the municipal planning board. A municipal agricultural 24 advisory committee shall be composed of at least three, but not more 25 than five, members who shall be residents of the municipality, with a 26 majority of the members actively engaged in farming and owning a portion of the land they farm. For the purposes of this paragraph, 27 28 "mayor" shall mean the same as that term is defined pursuant to 29 section 3.2 of P.L.1975, c.291 (C.40:55D-5);

30 (3) Have a dedicated source of funding for farmland preservation 31 pursuant to P.L.1997, c.24 (C.40:12-15.1 et seq.), or an alternative 32 means of funding for farmland preservation, such as, but not limited 33 to, repeated annual appropriations or repeated issuance of bonded 34 indebtedness, which the State Agriculture Development Committee 35 deems to be, in effect, a dedicated source of funding because of a 36 demonstrated history of a consistent and stable financial commitment 37 on the part of the county or municipality; and

38 (4) Prepare a farmland preservation plan as described pursuant to 39 subsection c. of this section, which (1) in the case of a municipality, 40 shall have been approved by the municipality in consultation with the 41 municipal agricultural advisory committee established pursuant to 42 paragraph (2) of this subsection, shall have been approved by the 43 county agriculture development board and by the State Agriculture

Matter underlined <u>thus</u> is new matter.

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

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Development Committee, and shall have been adopted as part of the

municipal master plan, or (2) in the case of a county, shall have been

approved by the county agriculture development board and by the 3 4 State Agriculture Development Committee, and shall have been adopted as part of the county master plan. 5 6 c. A farmland preservation plan prepared pursuant to paragraph (4) 7 of subsection b. of this section shall include, but need not be limited 8 to: 9 (1) A delineation and inventory of farm properties and a map of 10 significant areas of contiguous farmland within the county or 11 municipality; 12 (2) An estimate of the cost to purchase development easements on 13 the various parcels of farmland in each proposed project area 14 calculated in cooperation with the county agriculture development 15 board; (3) A multi-year plan for the purchase of development easements 16 on farmland through the farmland preservation planning incentive 17 grant program established by this act. In developing the multi-year 18 19 plan, the county or municipality shall consider: 20 (a) the willingness of the landowner to accept annual installment 21 purchase payments for a period of years or an option to purchase 22 instead of a lump sum payment; and (b) the importance of a particular farm to the success of the 23 24 farmland preservation plan of the county or municipality; 25 (4) A determination of each project area through a survey of 26 landowners. 27 For the purposes of this act, a "project area" shall consist of 28 multiple farms that are reasonably contiguous, the owners of which 29 have indicated a desire to participate in the farmland preservation 30 program and a willingness to negotiate terms for the purchase of 31 development easements on their farms that will result in a proposal to 32 be submitted to the county agriculture development board or, in the 33 case of a county, to the State Agriculture Development Committee for 34 approval as an applicant for a farmland preservation planning incentive grant pursuant to this act. 35 36 d. A municipality, in submitting a proposal to the county 37 agriculture development board pursuant to this act, or a county, in 38 submitting an application to the State Agriculture Development 39 Committee, shall outline its multi-year plan and indicate its annual 40 share of the purchase price. The municipality, in order to enhance its application, may submit its proposal jointly with one or more 41 42 contiguous municipalities if the submission would result in the 43 preservation of a significant area of reasonably contiguous farmland. 44 e. Decisions regarding suitability for funding of development 45 easement purchases for planning incentive grants shall be made using the criteria set forth in subsection b. of section 24 of P.L.1983, c.32 46

1 (C.4:1C-31) which shall be applied to a project area. For the purpose 2 of utilizing the formula set forth in subsection b. of section 24 of 3 P.L.1983, c.32 (C.4:1C-31), the "nonagricultural development value" 4 parameter shall be calculated by averaging the per acre nonagricultural development value for all of the farms in the project area, the 5 6 "agricultural value" shall be calculated by averaging the per acre agricultural value of all of the farms in the project area, and the 7 8 "landowner's asking price" shall be calculated by averaging the per 9 acre landowner's asking price for all of the farms in the project area. 10 f. Purchases of development easements on farmland pursuant to 11 this act shall be made through the county agriculture development 12 board with the approval of the State Agriculture Development 13 Committee and the municipality. 14 g. If a county does not provide funding toward the purchase of the 15 development easement, the State Agriculture Development Committee shall hold title to the development easement. 16 h. The State Agriculture Development Committee shall adopt, 17 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 18 19 (C.52:14B-1 et seq.), such rules and regulations as may be necessary 20 to implement this act, and shall establish ranking and funding criteria 21 separately from, but similar to, those used in the program established pursuant to P.L.1983, c.32 (C.4:1C-11 et seq.). 22 23 24 2. Section 19 of P.L.1975, c.291 (C.40:55D-28) is amended to 25 read as follows: 26 19. Preparation; contents; modification. 27 a. The planning board may prepare and, after public hearing, adopt 28 or amend a master plan or component parts thereof, to guide the use 29 of lands within the municipality in a manner which protects public 30 health and safety and promotes the general welfare. 31 b. The master plan shall generally comprise a report or statement 32 and land use and development proposals, with maps, diagrams and 33 text, presenting, at least the following elements (1) and (2) and, where 34 appropriate, the following elements (3) through [(12)] (13): 35 (1) A statement of objectives, principles, assumptions, policies and standards upon which the constituent proposals for the physical, 36 37 economic and social development of the municipality are based; 38 (2) A land use plan element (a) taking into account and stating its 39 relationship to the statement provided for in paragraph (1) hereof, and 40 other master plan elements provided for in paragraphs (3) through [(12)] (13) hereof and natural conditions, including, but not 41 42 necessarily limited to, topography, soil conditions, water supply, 43 drainage, flood plain areas, marshes, and woodlands; (b) showing the 44 existing and proposed location, extent and intensity of development of 45 land to be used in the future for varying types of residential, 46 commercial, industrial, agricultural, recreational, educational and other

1 public and private purposes or combination of purposes; and stating 2 the relationship thereof to the existing and any proposed zone plan and 3 zoning ordinance; and (c) showing the existing and proposed location 4 of any airports and the boundaries of any airport safety zones delineated pursuant to the "Air Safety and Zoning Act of 1983," 5 6 P.L.1983, c.260 (C.6:1-80 et seq.); and (d) including a statement of 7 the standards of population density and development intensity 8 recommended for the municipality;

9 (3) A housing plan element pursuant to section 10 of P.L.1985, 10 c.222 (C.52:27D-310), including, but not limited to, residential 11 standards and proposals for the construction and improvement of 12 housing;

(4) A circulation plan element showing the location and types of
facilities for all modes of transportation required for the efficient
movement of people and goods into, about, and through the
municipality, taking into account the functional highway classification
system of the Federal Highway Administration and the types,
locations, conditions and availability of existing and proposed
transportation facilities, including air, water, road and rail;

(5) A utility service plan element analyzing the need for and
showing the future general location of water supply and distribution
facilities, drainage and flood control facilities, sewerage and waste
treatment, solid waste disposal and provision for other related utilities,
and including any storm water management plan required pursuant to
the provisions of P.L.1981, c.32 (C.40:55D-93 et seq.);

(6) A community facilities plan element showing the existing and
proposed location and type of educational or cultural facilities, historic
sites, libraries, hospitals, firehouses, police stations and other related
facilities, including their relation to the surrounding areas;

30 (7) A recreation plan element showing a comprehensive system of31 areas and public sites for recreation;

32 (8) A conservation plan element providing for the preservation, 33 conservation, and utilization of natural resources, including, to the 34 extent appropriate, energy, open space, water supply, forests, soil, marshes, wetlands, harbors, rivers and other waters, fisheries, 35 36 endangered or threatened species wildlife and other resources, and 37 which systemically analyzes the impact of each other component and 38 element of the master plan on the present and future preservation, 39 conservation and utilization of those resources;

40 (9) An economic plan element considering all aspects of economic 41 development and sustained economic vitality, including (a) a 42 comparison of the types of employment expected to be provided by the 43 economic development to be promoted with the characteristics of the 44 labor pool resident in the municipality and nearby areas and (b) an 45 analysis of the stability and diversity of the economic development to 46 be promoted; 1 (10) A historic preservation plan element: (a) indicating the 2 location and significance of historic sites and historic districts; (b) 3 identifying the standards used to assess worthiness for historic site or 4 district identification; and (c) analyzing the impact of each component 5 and element of the master plan on the preservation of historic sites and 6 districts;

7 (11) Appendices or separate reports containing the technical8 foundation for the master plan and its constituent elements; [and]

9 (12) A recycling plan element which incorporates the State Recycling Plan goals, including provisions for the collection, 10 disposition and recycling of recyclable materials designated in the 11 municipal recycling ordinance, and for the collection, disposition and 12 13 recycling of recyclable materials within any development proposal for 14 the construction of 50 or more units of single-family residential housing or 25 or more units of multi-family residential housing and any 15 commercial or industrial development proposal for the utilization of 16 17 1,000 square feet or more of land; and

18 (13) A farmland preservation plan element, which shall include any
 19 farmland preservation plan prepared in accordance with P.L. , c.
 20 (C.) (now before the Legislature as this bill).

c. The master plan and its plan elements may be divided into
subplans and subplan elements projected according to periods of time
or staging sequences.

24 d. The master plan shall include a specific policy statement 25 indicating the relationship of the proposed development of the 26 municipality, as developed in the master plan to (1) the master plans of contiguous municipalities, (2) the master plan of the county in 27 which the municipality is located, (3) the State Development and 28 29 Redevelopment Plan adopted pursuant to the "State Planning Act," 30 sections 1 through 12 of P.L.1985, c.398 (C.52:18A-196 et seq.) and 31 (4) the district solid waste management plan required pursuant to the 32 provisions of the "Solid Waste Management Act," P.L.1970, c.39 33 (C.13:1E-1 et seq.) of the county in which the municipality is located. (cf: P.L.1991, c.445, s.7) 34

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36 3. This act shall take effect immediately.

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STATEMENT

This bill would establish a farmland preservation planning incentive
grant program, the purpose of which would be to provide grants in
eligible counties and municipalities for farmland preservation purposes.
This new program would be supplementary in effect to the current
farmland preservation program.

To be eligible to apply for a grant under the bill, an eligible county
 or municipality must:

3 (1) Be located in an area that participates in a farmland
4 preservation program authorized pursuant to the "Agriculture
5 Retention and Development Act";

6 (2) Establish an agricultural advisory committee that is to be 7 consulted in the preparation of the farmland preservation plan 8 described in the bill; however, the county agriculture development 9 board would serve this function when a county participates in the 10 planning incentive grant program;

(3) Have approved and implemented a dedicated source of fundingfor farmland preservation purposes; and

(4) Prepare a farmland preservation plan as described in the bill,
which would need to be approved by the county agriculture
development board and the State Agriculture Development Committee
and be adopted as part of the county master plan or municipal master
plan, as appropriate.

18 The bill provides that purchases of development easements on 19 farmland pursuant to this bill will be made through the county 20 agriculture development board with the approval of the State 21 Agriculture Development Committee and the municipality, and also 22 provides that if a county does not provide funding toward the purchase 23 of the development easement, the State Agriculture Development 24 Committee will hold title to the development easement.

Finally, the bill would require that a municipal master plan, required pursuant to the "Municipal Land Use Law," include a farmland preservation plan element, which would include any farmland preservation plan prepared in accordance with this bill.

SENATE ECONOMIC GROWTH, AGRICULTURE AND TOURISM COMMITTEE

STATEMENT TO

SENATE COMMITTEE SUBSTITUTE FOR SENATE, No. 1803

STATE OF NEW JERSEY

DATED: JUNE 7, 1999

The Senate Economic Growth, Agriculture and Tourism Committee favorably reports a Senate Committee Substitute for Senate Bill No. 1803.

This committee substitute would establish a farmland preservation planning incentive grant program, the purpose of which would be to provide grants in eligible counties and municipalities for farmland preservation purposes. This new program would be supplementary in effect to the current farmland preservation program.

To be eligible to apply for a grant under the substitute bill, an eligible county or municipality must:

(1) Identify project areas of multiple farms that are reasonably contiguous and located in an agriculture development area authorized pursuant to the "Agriculture Retention and Development Act";

(2) Establish an agricultural advisory committee that is to be consulted in the preparation of the farmland preservation plan described in the bill; however, the county agriculture development board would serve this function when a county participates in the planning incentive grant program;

(3) Have approved and implemented a dedicated source of funding for farmland preservation purposes; and

(4) In the case of a municipality, prepare a farmland preservation plan as described in the bill, which would need to be adopted as part of the municipal master plan.

The substitute bill provides that purchases of development easements on farmland pursuant to this bill will be made with the approval of the State Agriculture Development Committee and the municipality, and in the event county funds are provided, with the approval of the county agriculture development board. In addition, the substitute bill provides that if a county does not provide funding toward the purchase of the development easement, the State Agriculture Development Committee will hold title to the development easement.

Finally, the bill would require that a municipal master plan, required pursuant to the "Municipal Land Use Law," include a farmland preservation plan element, which would include any farmland preservation plan prepared in accordance with this bill.

LEGISLATIVE FISCAL ESTIMATE

SENATE, No. 1803 STATE OF NEW JERSEY 208th LEGISLATURE

DATED: JUNE 3, 1999

Senate Bill No. 1803 of 1999 amends and supplements farmland preservation statutes to allow municipalities and counties greater flexibility in preserving large contiguous tracts of farmland. At present, individual landowners apply for farmland preservation funding. The changes proposed under the bill would enable municipalities or counties to develop and submit proposals which could identify numerous properties to be preserved over an unspecified number of years. In effect, these changes would provide an incentive to municipalities or counties to make long range plans for farmland preservation acquisitions.

Under the bill, such plans would be submitted to the appropriate agencies and, if approved, farmland preservation funds would be set aside for farms within the project area identified in the plan. The bill also includes other technical and procedural changes in the farmland preservation program to facilitate the new planning process proposed under the bill.

The Office of Legislative Services estimates that the bill will have no adverse fiscal impact on State funds spent on the farmland preservation program. In addition, if the objectives of the bill are fully or partially realized, the fiscal impacts on the expenditure of farmland preservation funds could be positive in that future purchases made under the program could be accelerated and conducted through an improved long range planning process that encourages geographic contiguity and incentives for increased participation.

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.

PO BOX 004 TRENTON, NJ 08625

CONTACT: Jayne O'Connor Stephanie Bell 609-777-2600

RELEASE: August 12, 1999

Governor Establishes Farmland Preservation Planning Incentive Grant Program; Announces Additional State Efforts to Aid Farmers During Drought

Gov. Christie Whitman today signed legislation that will provide cash incentives to towns to develop plans to preserve farmland and also announced new steps the state is taking to aid farmers affected by the drought. The Governor spent the day touring Hunterdon, Warren and Sussex counties.

"Our farms are a vital part of our state economy and the drought has placed a huge strain on the farmers of the Garden State," said Gov. Whitman. "Preserving our farmland and ensuring that our farmers get the support they need during tough times like these are two ways we can protect the vital natural resources of our state."

At the bill signing, the Governor announced that she will push forward with three new steps to aid New Jersey farmers who are suffering through the abnormally dry conditions that have been bearing down on the state.

The Governor said she has asked the NJ Department of Agriculture to take the following steps:

- Set up a hotline, that will be available next Monday, for farmers to call and receive information on what assistance is available.
- Work on developing loan and grant programs for farmers.
- Due to the reliance on hay for feed at dairy farms the department will ask farmers to step forward and donate hay and will also look for volunteers to transport the hay.

A-1869, sponsored by Assemblywoman Connie Myers (R- Warren/Hunterdon/Mercer) and Senators William Bennett (R-Monmouth) and Robert Martin (R-Essex/Morris/Passaic), establishes the program which will provide grants to eligible municipalities and counties for farmland preservation purposes. The bill is intended to supplement the current farmland preservation program by providing new incentives for meeting the existing program's goals.

"Through these new incentive grants, we'll make it easier for municipalities to develop comprehensive plans to preserve large continuous tracts of farmland," said Gov. Whitman. "The bottom line is more farms preserved forever. More open space to add to our 10-year goal of preserving for all time 1 million acres of open space and farmland and a better quality of life for all New Jerseyans."

Office of the Governor **NEWS RELEASE**

The legislation amends the "Agriculture Retention and Development Act." Currently, individual landowners apply for farmland preservation funding. With the new program, local entities will be better equipped to develop comprehensive plans to preserve large contiguous tracts of farmland.

Under the bill, municipalities and counties must be located in an area that participates in a program pursuant to the "Agriculture Retention and Redevelopment Act", establish an agricultural advisory committee, have an approved dedicated source of funding and have its plan approved by the county agriculture development board and the State Agriculture Development Committee.

Additionally, local planning boards must include in its master plan a report on a farmland preservation plan element when appropriate. The grants will be funded through the Garden State Preservation Trust Fund.

The Governor signed the legislation at Swift Farms in Alexandria, a 93-acre farm which primarily produces hay and beef cattle.

Governor Whitman continued from Swift Farms to Belvidere where she presented a check for \$126,898 to Warren County. The money represents the state share in the development easement purchase of Risko Farm. Risko farm is the first of seven to be preserved this year in Warren County under the Farmland Preservation Program. This funding is just part of the \$1.9 million dollar appropriation set aside to preserve 7 farms in Warren County.

Risko Farm is a 97-acre farm located in Harmony Township that produces field crops. Mr. Risko farms over 1,000 acres in Warren County.

"The fact is we all benefit when farms are part of our long- range forecast for New Jersey-and we can maximize that benefit by ensuring that we preserve land where it makes the most sense," said Gov. Whitman. "Not only is that good for Warren County, but it will also help ensure that our farms remain a vital part of the Garden State."

Later in the day the Governor took a tour of the Land of Make Believe, an amusement park in Hope Township. The 30-acre park features rides, shows, water parks and picnic areas and opened its gates in 1954.

In addition, the Governor stopped by the New Jersey School for Conservation at Montclair State University in Branchville. The school provides programs to elementary and secondary school students during the school year. Students and their teachers participate in residential environmental programs for anywhere between two and a half to five days. Ten-day graduate courses are also offered to teachers and environmental leaders completing advanced degrees. The school also features a one-week Junior Fly Fishing School in August and a Music Ecology Camp.

At the end of the day, the Governor attended the Sussex County Farm and Horse Show. The show is a ten-day event that offers activities and exhibits related to horticulture agriculture, and the equine industry. It also features a carnival and entertainment and expects to draw around 700 people.

Governor Whitman's visit to the area comes during an extremely tough time for farmers feeling the effects of the drought. New Jersey was granted a disaster declaration by the US Department of Agriculture earlier this week. This declaration will allow farmers to apply for low interest loans.

The Governor also sent a letter to House Speaker Dennis Hastert on Tuesday, asking him to add crop loss emergency aid grants into the fiscal year 2000 Agriculture Appropriations bill. Currently, there are no grants included in the bill.