H.424

An act relating to the Commission on Act 250: the Next 50 Years

It is hereby enacted by the General Assembly of the State of Vermont:

Sec. 1. FINDINGS; PURPOSE

- (a) Findings. The General Assembly finds as follows:
- (1) In 1969, Governor Deane Davis by executive order created the Governor's Commission on Environmental Control, which consisted of 12 members and became known as the Gibb Commission because it was chaired by Representative Arthur Gibb.
- (2) The Gibb Commission's recommendations, submitted in 1970, included a new State system for reviewing and controlling plans for large-scale and environmentally sensitive development. The system was not to be centered in Montpelier. Instead, the power to review projects and grant permits would be vested more locally, in commissions for districts within the State.
- (3) In 1970, the General Assembly enacted 1970 Acts and Resolves

 No. 250, an act to create an environmental board and district environmental

 commissions. This act is now codified at 10 V.S.A. chapter 151 and is

 commonly known as Act 250. In Sec. 1 of Act 250 (the Findings), the General

 Assembly found that:

- (A) "the unplanned, uncoordinated and uncontrolled use of the lands and the environment of the state of Vermont has resulted in usages of the lands and the environment which may be destructive to the environment and which are not suitable to the demands and needs of the people of the state of Vermont";
- (B) "a comprehensive state capability and development plan and land use plan are necessary to provide guidelines for utilization of the lands and environment of the state of Vermont and to define the goals to be achieved through land environmental use, planning and control";
- (C) "it is necessary to establish an environmental board and district environmental commissions and vest them with the authority to regulate the use of the lands and the environment of the state according to the guidelines and goals set forth in the state comprehensive capability and development plan and to give these commissions the authority to enforce the regulations and controls"; and
- (D) "it is necessary to regulate and control the utilization and usages of lands and the environment to insure that, hereafter, the only usages which will be permitted are not unduly detrimental to the environment, will promote the general welfare through orderly growth and development and are suitable to the demands and needs of the people of this state."

- (4) In 1973 Acts and Resolves No. 85, Secs. 6 and 7, the General

 Assembly adopted the Capability and Development Plan (the Plan) called for

 by Act 250. Among the Plan's objectives are:
- (A) "Preservation of the agricultural and forest productivity of the land, and the economic viability of agricultural units, conservation of the recreational opportunity afforded by the state's hills, forests, streams and lakes, wise use of the state's non-renewable earth and mineral reserves, and protection of the beauty of the landscape are matters of public good. Uses which threaten or significantly inhibit these resources should be permitted only when the public interest is clearly benefited thereby."
- (B) "Increased demands for and costs of public services, such as schools, road maintenance, and fire and police protection must be considered in relation to available tax revenues and reasonable public and private capital investment. . . . Accordingly, conditions may be imposed upon the rate and location of development in order to control its impact upon the community."
- (C) "Strip development along highways and scattered residential development not related to community centers cause increased cost of government, congestion of highways, the loss of prime agricultural lands, overtaxing of town roads and services and economic or social decline in the traditional community center."

- (D) "Provision should be made for the renovation of village and town centers for commercial and industrial development, where feasible, and location of residential and other development off the main highways near the village center on land which is other than primary agricultural soil."
- (E) "In order to achieve a strong economy that provides satisfying and rewarding job and investment opportunities and sufficient income to meet the needs and aspirations of the citizens of Vermont, economic development should be pursued selectively so as to provide maximum economic benefit with minimal environmental impact."
- (b) Purpose. In light of Act 250's upcoming 50th anniversary, the General Assembly establishes the Commission on Act 250: the Next 50 Years, in order to review and make recommendations on improving the effectiveness and efficiency of the Act as currently implemented in achieving the goals set forth in the Findings and the Capability and Development Plan, which in this act will be referred to as "the Act 250 goals." The General Assembly intends that the Commission provide information to the public on the history and implementation of Act 250 and solicit proposals and input from the public on the matters within its charge. The General Assembly also intends that the Commission's recommendations enable the Act 250 program, going forward, to meet the Act 250 goals and to safeguard Vermont's environment effectively and efficiently.

- (c) Executive Branch working group. Contemporaneously with the consideration of this act by the General Assembly, the Chair of the Natural Resources Board (NRB) has convened a working group on Act 250 to include the NRB and the Agencies of Commerce and Community Development and of Natural Resources, with assistance from the Agencies of Agriculture, Food and Markets and of Transportation. The working group intends to make recommendations during October 2017. The General Assembly intends that the Commission established by this act receive and consider information and recommendations offered by the working group convened by the Chair of the NRB.
- Sec. 2. COMMISSION ON ACT 250: THE NEXT 50 YEARS; REPORT;

 APPROPRIATION
- (a) Establishment. There is established the Commission on Act 250: the Next 50 Years to:
- (1) provide information regarding Act 250 and its operation and implementation to date; and
- (2) review and make recommendations on improving the effectiveness and efficiency of the Act as currently implemented in achieving the Act 250 goals.

- (b) Membership. The Commission shall be composed of the following 11 members:
- (1) Four current members of the General Assembly with knowledge and expertise in one or more of the following areas: conservation and development, natural resources, or judicial or quasi-judicial process. Of these members:
- (A) two shall be members of the House of Representatives, appointed by the Speaker of the House; and
- (B) two shall be members of the Senate, appointed by the Committee on Committees.
 - (2) The Chair of the Natural Resources Board or designee.
- (3) A representative of a Vermont-based, statewide environmental organization that has a focus on land use and significant experience in the Act 250 process, appointed by the Committee on Committees.
- (4) A person with significant experience in real estate development and land use permitting, including Act 250, appointed by the Speaker of the House.
- (5) A representative of the Vermont Planners Association, appointed by the Governor.
- (6) A member of a Vermont-based statewide business organization, appointed by the Governor.

- (7) A person who is the owner of a small business that has had to obtain permits under Act 250, appointed by the Governor.
- (8) A person currently serving in the position of an elected officer of a Vermont city or town, appointed by the Governor.
- (c) Public meetings. The Commission shall conduct seven public meetings in different regions of the State to provide information and collect public input regarding the protections and process of Act 250, with the seventh meeting to occur in Montpelier. The Commission shall collaborate with regional and municipal planning organizations. At these meetings, the Commission shall provide the information described in subsection (d) of this section and solicit input and proposals from the public on the issues identified in subsection (e) of this section. In addition to public meetings, the Commission shall use social media and other online mechanisms to survey and obtain information from the public.
- (d) Information. The Commission shall summarize and present to the public:
- (1) the purpose and requirements of Act 250 and the rules adopted pursuant to the Act, and the process for appealing decisions;
 - (2) the history of Act 250 and its implementation; and
- (3) the data on numbers of applications and appeals and processing times for each.

- (e) Study; recommendations. In performing the review and making the recommendations described in subsection (a) of this section:
- (1) The Commission shall examine the criteria at 10 V.S.A. § 6086(a) and make recommendations to:
- (A) Ensure that the requirements of the criteria reflect current science and research. This inquiry shall include specific examination of the Act 250 criteria related to air, water, waste, habitat protection, forestland, and the impact of development on the budgets, facilities, and infrastructure of local, regional, and State governments.
- (B) Ensure that the criteria address the issue of climate change, including reducing greenhouse gas emissions from projects subject to the Act and ensuring that those projects are prepared for the potential effects of climate change. In 2013 Acts and Resolves No. 89, Sec. 1(1), the General Assembly found that "[t]he primary driver of climate change in Vermont and elsewhere is the increase of atmospheric carbon dioxide (CO2) from the burning of fossil fuels."
- (C) Ensure that the criteria support development in centers designated under 24 V.S.A. chapter 76A and preserve, outside designated centers, natural resources, working farms, and working forests, including a healthy forest industry and a healthy ecosystem protected from fragmentation. The Commission also shall consider the impact of these policies on towns in which

physical or other constraints may inhibit development in or expansion of existing settlements.

- (D) Ensure that the criteria address any other issues related to the impacts of developments and subdivisions that the Commission determines have emerged since passage of the Act, including issues that may be raised by changes in the environmental protections afforded by federal law and regulation.
- (2) The Commission shall examine potential changes to Act 250 jurisdiction to encourage development in designated centers and protect natural resources outside those centers, including working farms and forestland.
- (3) The Commission shall examine whether efficiencies in Act 250 are available based on each of the planning and permitting processes listed in this subdivision and, based on this examination, make recommendations, if any, on ways to achieve those efficiencies while preserving the authority of the Act.
- (A) In performing this examination, the Commission shall consider the compatibility with Act 250 of the scope, criteria, and procedures for each of these processes, which are:
- (i) current environmental regulation by the Agency of Natural Resources;
- (ii) current implementation of municipal and regional land use planning and regulation; and

- (iii) the designations available under 24 V.S.A. chapter 76A.
- (B) The Commission's examination shall identify changes in these planning and permitting processes that would assist in making Act 250 more effective and efficient.
- (4) The Commission shall review the efficiency and effectiveness of the process before the District Commissions in achieving the Act 250 goals and whether changes could better meet these goals and improve the process for participants, including applicants and other parties, and shall make its resulting recommendations, if any.
- (5) The Commission shall examine the effectiveness and efficiency of the current appeals process in achieving the Act 250 goals and whether changes could better meet these goals, and make its recommendations, if any, on how to improve the appeals process to achieve them. This inquiry shall include consideration of:
- (A) barriers, if any, in the current appeals process that discourage participation;
- (B)(i) the use of de novo hearing or on the record review on appeal of Act 250 decisions; and
- (ii) if de novo hearing is retained, barriers in the current appeals process, if any, that inhibit reaching decisions on the merits of whether a project meets the Act 250 criteria on appeal; and

- (C) comparison of the cost, length of time, and efficiency of the appeals process before the Environmental Division of the Superior Court as compared to the appeals process before the former Environmental Board.
- (6) The Commission shall examine whether the intent of Act 250 to encourage citizen participation is being achieved effectively and identify ways to improve citizen participation in Act 250.
- (7) The Commission shall examine the role of the Natural Resources

 Board and alternatives to the Board model in administering the Act 250

 program, including whether the Board as currently constituted is the most

 effective and efficient structure to administer Act 250.
- (8) The Commission shall examine the circumstances under which land might be released from Act 250 jurisdiction when the use of land has changed to a use that would not constitute a development or subdivision within the meaning of the Act. The Commission shall propose a process and criteria under which such a release might be allowed.
- (9) The Commission shall examine the definitions of "development" and "subdivision" contained in the Act and consider whether changes to those definitions would better achieve the Act 250 goals, including:
- (A) examining changes to improve the ability of the Act to protect forest blocks and habitat connectivity;

- (B) reviewing the scope of Act 250's jurisdiction over projects on ridgelines, including its ability to protect ridgelines that are lower than 2,500 feet, and projects on ridgelines that are expressly exempted from Act 250; and
- (C) considering projects that involve land in more than one town and one of the towns has both permanent zoning and subdivision bylaws and one of the towns does not have both sets of bylaws.
- (f) Report. The Commission shall consider the public input and proposals provided under subsection (c) of this section and the issues set forth in subsection (e) of this section and shall report its findings and recommendations for legislative action to the House Committee on Natural Resources, Fish and Wildlife and the Senate Committee on Natural Resources and Energy (the Natural Resource Committees). The report shall attach proposed legislation.

 The report of the Commission shall be submitted on or before January 15, 2019 and on submission shall be posted to the web pages of the Natural Resources Committees.

(g) Assistance.

- (1) The staff of the Natural Resources Board shall provide professional, legal, and administrative services to the Commission, including the scheduling of meetings and the preparation of the Commission's report.
- (2) The Office of Legislative Council shall provide legal services to the Commission, including drafting the Commission's proposed legislation.

- (3) The Commission shall have technical services of the Agencies of

 Commerce and Community Development, of Natural Resources, and of

 Transportation and, on request, shall be entitled to legal assistance from those agencies in their areas of expertise.
- (4) On request, the Commission shall be entitled to financial assistance from the Joint Fiscal Office and to data from the Superior Court on appeals before the Environmental Division from decisions under Act 250, including annual numbers of appeals, length of time, and disposition.
- (5) The Commission may request that an organization that has a member on the Commission make available to the Commission information or professional or technical resources that the member's organization already possesses.
 - (h) Meetings; officers.
- (1) In addition to the public meetings required under subsection (c) of this section, the Commission may meet as needed to perform its tasks, and shall cease to exist on February 15, 2019.
- (2) The staff of the Natural Resources Board and the Office of

 Legislative Council jointly shall convene the first meeting of the Commission
 to occur during October 2017. At that meeting, the Commission shall:

- (A) elect a chair from among its legislative members and a vice chair from among its members; and
- (B) receive the information and recommendations developed by the working group described in Sec. 1(c) of this act.
- (3) The Commission may appoint members of the Commission to subcommittees to which it assigns tasks related to specific issues within the Commission's charge.
- (4) Meetings of the Commission and subcommittees shall be subject to the Vermont Open Meeting Law and 1 V.S.A. § 172.
 - (i) Reimbursement.
- (A) For attendance at no more than 10 Commission meetings during adjournment of the General Assembly, legislative members of the Commission shall be entitled to per diem compensation and reimbursement of expenses pursuant to 2 V.S.A. § 406.
- (B) Other members of the Commission who are not employees of the State of Vermont and who are not otherwise compensated or reimbursed for their attendance shall be entitled to per diem compensation and reimbursement of expenses pursuant to 32 V.S.A. § 1010 for no more than 10 Commission meetings. These costs shall be allocated to the budget of the Natural Resources Board and District Environmental Commissions.

(C) There shall be no reimbursement for attendance at subcommittee meetings or more than 10 Commission meetings.

Sec. 3. EFFECTIVE DATE

This act shall take effect on passage.