| 1  | Sec. 1. 10 V.S.A. § 6093 is amended to read:  |
|----|---|
| 2  | § 6093. MITIGATION OF PRIMARY AGRICULTURAL SOILS                                    |
| 3  | (a) Mitigation for loss of primary agricultural soils. Suitable mitigation for      |
| 4  | the conversion of primary agricultural soils necessary to satisfy subdivision       |
| 5  | 6086(a)(9)(B)(iv) of this title shall depend on where the project tract is located. |
| 6  | (1) Project located in certain designated areas. This subdivision applies           |
| 7  | to projects located in the following areas designated under 24 V.S.A. chapter       |
| 8  | 76A: a downtown development district, a growth center, a new town center            |
| 9  | designated on or before January 1, 2014, and a neighborhood development area        |
| 10 | associated with a designated downtown development district. If the project          |
| 11 | tract is located in one of these designated areas, an applicant who complies        |
| 12 | with subdivision $6086(a)(9)(B)(iv)$ of this title shall deposit an offsite         |
| 13 | mitigation fee into the Vermont Housing and Conservation Trust Fund                 |
| 14 | established under section 312 of this title for the purpose of preserving primary   |
| 15 | agricultural soils of equal or greater value with the highest priority given to     |
| 16 | preserving prime agricultural soils as defined by the U.S. Department of            |
| 17 | Agriculture. Any required offsite mitigation fee shall be derived by:               |
| 18 | (A) Determining the number of acres of primary agricultural soils                   |
| 19 | affected by the proposed development or subdivision.                                |
| 20 | (B) Multiplying the number of affected acres of primary agricultural                |
| 21 | soils by a factor resulting in a ratio established as follows:                      |

| 1  | (i) For development or subdivision within a designated area                         |
|----|---|
| 2  | described in this subdivision (a)(1), the ratio shall be 1:1.                       |
| 3  | (ii) For residential construction that has a density of at least eight              |
| 4  | units of housing per acre, of which at least eight units per acre or at least 40    |
| 5  | percent of the units, on average, in the entire development or subdivision,         |
| 6  | whichever is greater, meets the definition of affordable housing established in     |
| 7  | this chapter, no mitigation shall be required, regardless of location in or outside |
| 8  | a designated area described in this subdivision (a)(1). However, all affordable     |
| 9  | housing units shall be subject to housing subsidy covenants, as defined in 27       |
| 10 | V.S.A. § 610, that preserve their affordability for a period of 99 years or         |
| 11 | longer. As used in this section, housing that is rented shall be considered         |
| 12 | affordable housing when its inhabitants have a gross annual household income        |
| 13 | that does not exceed 60 percent of the county median income or 60 percent of        |
| 14 | the standard metropolitan statistical area income if the municipality is located    |
| 15 | in such an area.  |
| 16 | (C) Multiplying the resulting product by a "price-per-acre" value,                  |
| 17 | which shall be based on the amount that the Secretary of Agriculture, Food and      |
| 18 | Markets has determined to be the recent, per-acre cost to acquire conservation      |
| 19 | easements for primary agricultural soils in the same geographic region as the       |
| 20 | proposed development or subdivision.  |

| 1                    | (2) Project located outside certain designated areas. If the project tract is   |
|----------------------|---|
| 2                    | not located in a designated area described in subdivision (1) of this subsection,   |
| 3                    | mitigation shall be provided on site in order to preserve primary agricultural  |
| 4                    | soils for present and future agricultural use, with special emphasis on   |
| 5                    | preserving prime agricultural soils. Preservation of primary agricultural soils   |
| 6                    | shall be accomplished through innovative land use design resulting in compact   |
| 7                    | development patterns that will maintain a sufficient acreage of primary   |
| 8                    | agricultural soils on the project tract capable of supporting or contributing to  |
| 9                    | an economic or commercial agricultural operation and shall be enforceable by  |
| 10                   | permit conditions issued by the District Commission. The number of acres of   |
| 11                   | primary agricultural soils to be preserved shall be derived by:   |
| 12                   | (A) Determining the number of acres of primary agricultural soils   |
|                      |   |
| 13                   | affected by the proposed development or subdivision.  |
| 13<br>14             | affected by the proposed development or subdivision.<br>(B) Multiplying the number of affected acres of primary agricultural  |
|                      |   |
| 14                   | (B) Multiplying the number of affected acres of primary agricultural  |
| 14<br>15             | (B) Multiplying the number of affected acres of primary agricultural soils by a factor based on the quality of those primary agricultural soils, and  |
| 14<br>15<br>16       | (B) Multiplying the number of affected acres of primary agricultural<br>soils by a factor based on the quality of those primary agricultural soils, and<br>other factors as the Secretary of Agriculture, Food and Markets may deem   |
| 14<br>15<br>16<br>17 | (B) Multiplying the number of affected acres of primary agricultural<br>soils by a factor based on the quality of those primary agricultural soils, and<br>other factors as the Secretary of Agriculture, Food and Markets may deem<br>relevant, including the soil's location; accessibility; tract size; existing |

VT LEG #355073 v.1

| 1  | This factor shall result in a ratio of no less than 2:1, but no more than 3:1,                             |
|----|--|
| 2  | protected acres to acres of impacted primary agricultural soils.   |
| 3  | * * *  |
| 4  | (4) Industrial parks.  |
| 5  | (A) Notwithstanding any provision of this chapter to the contrary, a                                       |
| 6  | conversion of primary agricultural soils located in an industrial park permitted                           |
| 7  | under this chapter and in existence as of January 1, 2006, shall be allowed to                             |
| 8  | pay a mitigation fee computed according to the provisions of subdivision (1) of                            |
| 9  | this subsection (a), except that it shall be entitled to a ratio of 1:1 protected                          |
| 10 | acres to acres of affected primary agricultural soil. If an industrial park is                             |
| 11 | developed to the fullest extent before any expansion, this ratio shall apply to                            |
| 12 | any contiguous expansion of such an industrial park that totals no more than 25                            |
| 13 | percent of the area of the park or no more than 10 acres, whichever is larger;                             |
| 14 | provided any expansion based on percentage does not exceed 50 acres. Any                                   |
| 15 | expansion larger than that described in this subdivision shall be subject to the                           |
| 16 | mitigation provisions of this subsection at ratios that depend upon the location                           |
| 17 | of the expansion.  |
| 18 | (B) In any application to a District Commission to amend a permit  |
| 19 | for an existing industrial park, the most efficient and full use of land shall be                          |
| 20 | allowed consistent with all applicable criteria of subsection 6086(a) of this                              |
| 21 | title. Industrial park expansions and industrial park infill shall not be subject to<br>VT LEG #355073 v.1 |

| 1  | requirements established in subdivision 6086(a)(9)(B)(iii) or 6086(a)(9)(C)(iii)  |
|----|---|
| 2  | of this title.  |
| 3  | (5) Notwithstanding any provision of this chapter to the contrary, a              |
| 4  | development or subdivision of primary agricultural soils by a State-owned         |
| 5  | airport shall not be required to conduct mitigation or pay a mitigation fee under |
| 6  | this section if:  |
| 7  | (A)(i) the development or subdivision is the result of land                       |
| 8  | acquisition, improvement, or maintenance authorized under 5 V.S.A. chapter        |
| 9  | 15, subchapter 6; or  |
| 10 | (ii) the development or subdivision was authorized under the                      |
| 11 | Federal Aviation Administration airport master plan for the State-owned           |
| 12 | airport; and  |
| 13 | (B) the State-owned airport obtains any permit or permit amendment                |
| 14 | that may be required under this chapter for the development or subdivision.       |
| 15 | * * *   |
| 16 | Sec. 2. EFFECTIVE DATE  |
| 17 | Sec. 1 of this act shall take effect on passage, and apply to development or      |
| 18 | subdivision of land by a State-owned airport that commenced after the             |
| 19 | effective date of this act.   |