# Journal of the Senate

# FRIDAY, MARCH 29, 2024

The Senate was called to order by the President.

#### **Devotional Exercises**

A moment of silence was observed in lieu of devotions.

### **Pages Honored**

In appreciation of their many services to the members of the General Assembly, the President recognized the following-named pages who are completing their services today and presented them with letters of appreciation.

James Ashley Carr of Montpelier Burke Donovan of St. Johnsbury Willa Kaeck of New Haven Emerson Morrill of Vergennes Elladaye Orr of Fayston Guinevere Velto of Springfield

# **Bill Referred to Committee on Finance**

#### H. 247.

House bill of the following title, appearing on the Calendar for notice, and affecting the revenue of the state, under the rule was referred to the Committee on Finance:

An act relating to Vermont's adoption of the Occupational Therapy Licensure Compact.

# **Bills Passed**

Senate bills of the following titles were severally read the third time and passed:

- **S. 181.** An act relating to the Community Media Public Benefit Fund.
- **S. 195.** An act relating to how a defendant's criminal record is considered in imposing conditions of release.
  - S. 253. An act relating to building energy codes.

# Consideration Resumed; Bill Amended; Third Reading Ordered S. 310.

Consideration was resumed on Senate bill entitled:

An act relating to natural disaster government response, recovery, and resiliency.

Thereupon, pending the question, Shall the recommendation of amendment of the Committee on Finance be substituted as offered by Senators Hardy, Clarkson, Vyhovsky, Watson and White?, Senator Hardy requested and was granted leave to withdraw the recommendation of amendment.

Thereupon, the pending question, Shall the recommendation of amendment of the Committee on Government Operations, as amended, be further amended by the Committee on Finance?, was agreed to.

Thereupon, the pending question, Shall the bill be amended as recommended by the Committee on Government Operations, as amended?, was agreed to and third reading of the bill was ordered.

# Bill Amended; Third Reading Ordered S. 301.

Senate committee bill entitled:

An act relating to miscellaneous agricultural subjects.

Having appeared on the Calendar for notice for one day, was taken up.

Senator Wrenner, for the Committee on Agriculture, to which the bill was referred, reported recommending that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

\* \* \* Agricultural Water Quality \* \* \*

Sec. 1. 6 V.S.A. § 4831 is amended to read:

### § 4831. VERMONT SEEDING AND FILTER STRIP PROGRAM

(a) The Secretary of Agriculture, Food and Markets is authorized to develop a Vermont Critical Source Area Seeding and Filter Strip Program in addition to the federal Conservation Reserve Enhancement Program in order to compensate farmers for establishing and maintaining harvestable perennial vegetative grassed waterways and filter strips on agricultural cropland perpendicular and adjacent to the surface waters of the State, including ditches. Eligible acreage would include includes annually tilled cropland or a portion of cropland currently cropped as hay that will not be rotated into an annual

erop for a 10-year period of time. Acreage that is currently managed as hay shall have a prior history of rotation as corn or other annual commodity crop.

- (b) Incentive payments from the Agency of Agriculture, Food and Markets shall be made at the outset of a 10-year grant agreement to establish or maintain the acreage as harvestable grassed waterway or filter strip.
- (c) The Secretary of Agriculture, Food and Markets may establish by procedure financial and technical criteria for the implementation and operation of the Vermont Critical Source Area Seeding and Filter Strip Program.
- (d) Land enrolled in the Vermont agricultural buffer program shall be considered to be in "active use" as that term is defined in 32 V.S.A. § 3752(15).

# \* \* \* Agricultural Warehouses \* \* \*

Sec. 2. 6 V.S.A. chapter 67 is amended to read:

# CHAPTER 67. PUBLIC WAREHOUSES THAT STORE FARM PRODUCTS

# § 891. LICENSE

Excepting frozen food locker plants, any person, as defined in 9A V.S.A. §§ 1-201 and 7-102, who stores milk, cream, butter, cheese, eggs, meat, poultry, and fruit eggs, as that term is defined in chapter 27 of this title, or produce, as that term is defined in section 851 of this title, for hire in quantities of 1,000 pounds or more of any commodity shall first be licensed by the Secretary of Agriculture, Food and Markets. Each separate place of business shall be licensed.

#### § 892. REQUIREMENTS

Before licensing such places a place of business under this chapter, the Secretary of Agriculture, Food and Markets shall satisfy himself or herself be satisfied as to the condition of the building, sanitation, refrigeration, and the general safety of the stored goods under the rules and requirements that he or she the Secretary may deem proper.

# § 893. APPLICATION FORMS; FEE

The Secretary of Agriculture, Food and Markets shall furnish necessary application forms. The annual license date shall be April 1 January 1. The annual license fee shall be \$125.00.

### Sec. 3. 6 V.S.A. § 2672(5) is amended to read:

(5) "Milk handler" or "handler" is a person, firm, unincorporated association, or corporation engaged in the business of buying, selling,

assembling, packaging, <u>storing</u>, or processing milk or other dairy products for sale within the State of Vermont or outside the State. "Milk handler" or "handler" does not mean a milk producer.

Sec. 4. 6 V.S.A. § 2721 is amended to read:

### § 2721. HANDLERS' LICENSES

- (a) The Secretary may classify and issue licenses to milk handlers to carry on dairy product handling businesses, including the purchase, distribution, storage, or sale of milk or milk products, processing or manufacturing of milk or milk products, including the pasteurization of frozen dessert mixes, transport of milk and milk products, bargaining and collecting for the sale of milk and milk products, and dealing in or brokering milk or milk products.
- (b) A milk handler shall not transact business in the State unless the milk handler secures and holds a handler's license from the Secretary. The license shall terminate September 1 each year and shall be procured by August 15 of each year. The Secretary shall furnish all forms for applications, licenses, and bonds. At the time the application is delivered to the Secretary, the milk handler shall pay a license application fee of \$50.00 for an initial application and a license fee based on the following table. For a renewal application, only the fee in the table applies. Out-of-state firms shall use the company's highest total pounds of milk or dairy products bought, sold, packaged, assembled, transported, stored, or processed per production day.

Pounds of milk or dairy products bought, sold,		License
packaged, assembled, transported, stored, or	]	handling
processed per production day:		fee
500 pounds or less	\$	60.00
Over 500 but less than 10,000 pounds	\$	200.00
10,000 to 50,000 pounds	\$	350.00
Over 50,000 but less than 100,000 pounds	\$	750.00
100,000 to 500,000 pounds	\$1	,000.00
Over 500,000 pounds	\$1	,500.00
Processor fee per pasteurizer	\$	75.00

(c) Notwithstanding subsection (b) of this section, the license handling fees only for the transportation of bulk milk shall be capped at \$750.00 per year, and the license handling fees for milk producers who exclusively transport their own bulk milk shall be capped at \$25.00 per year.

# Sec. 5. 6 V.S.A. § 3302(36) is amended to read:

(36) "Public warehouseman warehouse operator" means any person who acts as a temporary custodian of meat, meat food product, or poultry product stored in that person's warehouse for a fee.

Sec. 6. 6 V.S.A. § 3306 is amended to read:

# § 3306. LICENSING

(a) No person shall engage in intrastate commerce in the business of buying, selling, preparing, processing, packing, storing, transporting, or otherwise handling meat, meat food products, or poultry products, unless that person holds a valid license issued under this chapter. Categories of licensure shall include commercial slaughterers; custom slaughterers; commercial processors; custom processors; wholesale distributors; retail vendors; meat and poultry product brokers; renderers; public warehouse operators; animal food manufacturers; handlers of dead, dying, disabled, or diseased animals; and any other category that the Secretary may by rule establish.

\* \* \*

(d) The annual fee for a license for a retail vendor is \$15.00 for vendors without meat processing operations, \$50.00 for vendors with meat processing space of less than 300 square feet or meat display space of less than 20 linear feet, and \$100.00 for vendors with 300 or more square feet of meat processing space or 20 or more linear feet of meat display space. Fees collected under this section shall be deposited in a special fund managed pursuant to 32 V.S.A. chapter 7, subchapter 5 and shall be available to the Agency to offset the cost of administering chapter 204 of this title. For all other plants, establishments, and related businesses listed under subsection (a) of this section, except for a public warehouse licensed under chapter 67 of this title, the annual license fee shall be \$150.00.

\* \* \* Livestock Dealers \* \* \*

Sec. 7. 6 V.S.A. § 761 is amended to read:

#### § 761. DEFINITIONS

As used in this chapter:

- (1) "Camelids" has the same meaning as in section 1151 of this title.
- (2) "Domestic deer" has the same meaning as in section 1151 of this title.
  - (3) "Equines" has the same meaning as in section 1151 of this title.

- (4) "Livestock" means cattle, horses equines, sheep, swine, goats, camelids, fallow deer, red deer, reindeer, and domestic deer, American bison, and any other domestic animal that the Secretary deems livestock for the purposes of this chapter.
- (2)(5) "Livestock dealer" means a person who, on the person's own account or for commission, goes from place to place buying, selling, or transporting livestock either directly or through online or other remote transaction, or who operates a livestock auction or sales ring, provided that "livestock dealer" shall not mean:
- (A) a federal agency, including any department, division, or authority within the agency;
  - (B) a nonprofit association approved by the Secretary; or
- (C) a person who engages in "farming," as that term is defined in 10 V.S.A. § 6001(22), and who raises, feeds, or manages livestock as part of a farming operation when that person is buying, selling, or transporting livestock for the person's farm.
- (3)(6) "Packer" means a livestock dealer person who is solely involved in the purchase of livestock for purpose of slaughter at his or her the person's own slaughter facility.
- (4)(7) "Person" means any individual, partnership, unincorporated association, or corporation.
- (5)(8) "Transporter" means a livestock dealer who limits his or her activity to transporting person who transports livestock for remuneration and who does not buy or sell livestock. A transporter cannot buy or sell livestock and is not required to be bonded.
- Sec. 8. 6 V.S.A. § 762(a) is amended to read:
- (a) A person shall not carry on the business of a livestock dealer, packer, or transporter without first obtaining a license from the Secretary of Agriculture, Food and Markets. Before the issuance of a <u>each applicable</u> license, a person shall file <u>an application on Agency-provided forms</u> with the Secretary <del>an application for a license on forms provided by the Agency</del>. Each application shall be accompanied by a fee of \$175.00 for livestock dealers and packers and \$100.00 for livestock transporters.
  - \* \* \* Contagious Diseases and Animal Movement \* \* \*
- Sec. 9. 6 V.S.A. § 1151 is amended to read:
- § 1151. DEFINITIONS

As used in this part:

- (1) "Accredited veterinarian" means a veterinarian approved by the U.S. Department of Agriculture and the State Veterinarian to perform functions specified by cooperative state-federal disease control programs.
- (2) "Animal" or "domestic animal" means cattle, sheep, goats, equines, domestic deer, American bison, swine, poultry, pheasant, Chukar partridge, Coturnix quail, psittacine birds, domestic ferrets, camelids, ratites (ostriches, rheas, and emus), and water buffalo, and any other animals that the Secretary deems a domestic animal for the purposes of this chapter. The term shall include cultured fish propagated by commercial fish farms. Before determining that an unlisted species is a "domestic animal," the Secretary shall consult with the Secretary of Natural Resources.

\* \* \*

- (7) "Deer" "Domestic deer" means any member of the family cervidae except for white-tailed deer and moose.
- (8) "Domestic fowl" or "poultry" means all domesticated birds of all ages that may be used are edible as human food, or that produce eggs that may be used are edible as human food, excluding those birds protected wildlife as defined by 10 V.S.A. part 4 § 4001.
- (9) "Equine animal" means "Equines" mean any member of the family equidae, including horses, ponies, mules, asses, and zebras.
- (10) "Fallow deer" means domesticated deer of the genus Dama, species dama.
- (11) "Red deer" means domesticated deer of the family cervidae, subfamily cervidae, genus Cervus, species elaphus.
- (12)(11) "Reactor" means an animal that tests positive to any official test required under this chapter.
- (13)(12) "Reportable disease" means any disease included in the National List of Reportable Animal Diseases and any disease required by the Secretary by rule to be reportable.
- (14)(13) "Secretary" means the Secretary of Agriculture, Food and Markets or designee.
- Sec. 10. 6 V.S.A. § 1153 is amended to read:

# § 1153. RULES

(a) The Secretary shall adopt rules necessary for the discovery, control, and eradication of contagious diseases and for the slaughter, disposal, quarantine,

vaccination, and transportation of animals found to be diseased or exposed to a contagious disease. The Secretary may also adopt rules requiring the disinfection and sanitation of real estate, buildings, vehicles, containers, and equipment that have been associated with diseased livestock.

- (b) The Secretary shall adopt rules establishing fencing and transportation requirements for <u>domestic</u> deer.
- (c) The Secretary shall adopt rules necessary for the inventory, registration, tracking, and testing of domestic deer.
- Sec. 11. 6 V.S.A. § 1165 is amended to read:
- § 1165. TESTING OF CAPTIVE DEER
  - (a) Definitions. As used in this section:
- (1) "Captive deer operation" means a place where <u>domestic</u> deer are privately or publicly maintained, in an artificial manner, or held for economic or other purposes within a perimeter fence or confined space.
- (2) "Chronic wasting disease" or "CWD" means a transmissible spongiform encephalopathy.
- (b) Testing. A person operating a captive deer operation under the jurisdiction of the Secretary of Agriculture, Food and Markets shall inform the Secretary when a captive deer in his or her the person's control dies or is sent to slaughter. The person operating the captive deer operation shall make the carcass of a deceased or slaughtered animal available to the Secretary for testing for CWD.
- (c) Cost. The cost of CWD testing required under this section shall be assessed to the person operating the captive deer operation from which the tested captive deer originated.
  - \* \* \* Pesticides; Mosquito Control; Rodenticides \* \* \*
- Sec. 12. 6 V.S.A. § 1083 is amended to read:
- § 1083. DUTIES OF SECRETARY OF AGRICULTURE, FOOD AND MARKETS; AUTHORITY OF LANDOWNERS TO USE MOSQUITO CONTROLS
- (a) The Secretary of Agriculture, Food and Markets shall <u>may</u> personally or through the Secretary's duly authorized agents:
- (1) Survey swamps or other sections within the State suspected of being mosquito or other biting arthropod breeding areas.
- (2) Map each section so surveyed, indicate all mosquito or other biting arthropod breeding places and determine methods best adapted for mosquito or

other biting arthropod abatement in the areas by drainage, oiling <u>habitat</u> <u>modification</u>, or other means.

- (3) Investigate the mosquito or other biting arthropod life history and habits and determine the species present within the areas, and make any other studies he or she the Secretary deems necessary to provide useful information in mosquito or other biting arthropod abatement.
- (4) Make the results of the Secretary's surveys, investigations, and studies available to the Department of Health, or relevant selectboard members, or mayors of towns or cities, as the case may be, in which work was done; and shall do so also upon request, shall make those results available to any organizations, public or private, or individuals interested in mosquito or other biting arthropod control surveillance work.
- (5) Issue or deny permits to any person for the use of larvicides or pupacides for mosquito control in the waters of the State pursuant to procedures adopted under 3 V.S.A. chapter 25. Such procedures shall include provisions regarding an opportunity for public review and comment on permit applications. Persons applying for a permit shall apply on a form provided by the Agency. The Secretary shall seek the advice of the Agricultural Innovation Board when designating acceptable control products and methods for their use and when adopting or amending procedures for implementing this subsection. Before issuing a permit under this subsection, the Secretary shall find, after consultation with the Secretary of the Agency of Natural Resources, that there is acceptable risk to the nontarget environment and that there is negligible risk to public health.
- (6) Notwithstanding the provisions of subdivision (5) of this subsection, when the Commissioner of Health has determined that available information suggests that an imminent risk to public health exists as a result of a potential outbreak of West Nile Virus or other serious illness for which mosquitoes are vectors, the Secretary of Agriculture, Food and Markets may issue permits for the use of larvicides or pupacides for mosquito control without prior public notice or comment.
- (b) Notwithstanding any provisions of law to the contrary, a landowner may use biological larvicides or pupacides on his or her own land a properly registered mosquito control pesticide for mosquito control on the landowner's land without obtaining a permit, provided that the biological larvicide or pupacide is designated Secretary designates it as an acceptable control product for this purpose by the Secretary and the landowner complies with all requirements on the label of the product.

Sec. 13. 6 V.S.A. § 1084 is amended to read:

# § 1084. ENGINEERS OR TECHNICIANS EMPLOYEES; EQUIPMENT; ENTRY ON LANDS

The Secretary may employ one or more trained mosquito control engineers or technicians persons to carry out provisions of section 1083 of this title and procure such equipment as is necessary. The Secretary and his or her or duly authorized agents of the Secretary may enter upon any lands in the State making the aforementioned surveys, investigations, and studies.

Sec. 14. 6 V.S.A. § 1085 is amended to read:

# § 1085. MOSQUITO CONTROL GRANT PROGRAM

- (a) A Mosquito Control District formed pursuant to 24 V.S.A. chapter 121 may apply, in a manner prescribed by the Secretary, in writing to the Secretary of Agriculture, Food and Markets for a State assistance grant for mosquito control activities.
- (b) After submission of an application under subsection (a) of this section, the Secretary of Agriculture, Food and Markets may award a grant of 75 percent or less of the project costs for the purchase and application of larvicide and the costs associated with required larval survey activities within a Mosquito Control District. The Mosquito Control District may provide 25 percent of the project costs through in-kind larvicide services or the purchase of capital equipment used for larval management activities. At the Secretary's discretion, costs associated with capital equipment that may be required for larval eontrol management programs within a Mosquito Control District may be eligible for grant awards up to 75 percent of the total equipment costs.

\* \* \*

(e) Larvicide application funded in part under this section shall occur only after the Secretary of Agriculture, Food and Markets approves treatment as warranted within a Mosquito Control District. The approval of the Secretary shall be based upon a biological assessment of mosquito larvae and pupae populations by a technician person trained and approved by the Agency of Agriculture, Food and Markets.

\* \* \*

Sec. 15. 6 V.S.A. § 911 is amended to read:

#### § 911. DEFINITIONS

As used in this chapter:

\* \* \*

- (4) "Secretary" means the Secretary of Agriculture, Food and Markets.
- (5) "Economic poison" means:
- (A) any substance produced, distributed, or used for preventing, destroying, or repelling any insects, rodents, nematodes, fungi, weeds, or other forms of plant or animal life or viruses, except viruses on or in living humans or other animals, that the Secretary shall declare to be a pest; or
- (B) any substance produced, distributed, or used as a plant regulator, defoliant, or desiccant.

\* \* \*

(18) "Rodenticide" means any substance or mixture of substances intended for preventing, destroying, repelling, or mitigating rodents or any other vertebrate animal that the Secretary shall declare to be a pest.

- (29) "Second-generation anticoagulant rodenticide" means any rodenticide containing any one of the following active ingredients: brodifacoum, bromadiolone, difenacoum, or difethialone.
- Sec. 16. 6 V.S.A. § 918(g) is added to read:
- (g) The Secretary shall register as a restricted use pesticide any second-generation anticoagulant rodenticide that is distributed, sold, sold into, or offered for sale within the State or delivered for transportation or transported in intrastate commerce or between points within this State through any point outside this State.
  - \* \* \* Vermont Agricultural Credit Program \* \* \*
- Sec. 17. 10 V.S.A. § 374a is amended to read:
- § 374a. CREATION OF THE VERMONT AGRICULTURAL CREDIT PROGRAM
- (a) There is created the Vermont Agricultural Credit Program, which will provide an alternative source of sound and constructive credit to farmers and forest products businesses who are not having their credit needs fully met by conventional agricultural credit sources at reasonable rates and terms; or, in the alternative, the granting of the loan shall serve as a substantial inducement for the establishment or expansion of an eligible project within the State. The Program is intended to meet, either in whole or in part, the credit needs of eligible agricultural facilities and farm operations in fulfillment of one or more

of the purposes listed in this subsection by making direct loans and participating in loans made by other agricultural credit providers:

(1) to encourage diversification, cooperative farming, and the development of innovative farming techniques for farming and forest products businesses;

\* \* \*

Sec. 18. 10 V.S.A. § 374b is amended to read:

# § 374b. DEFINITIONS

As used in this chapter:

(1) "Agricultural facility" means land and rights in land, buildings, structures, machinery, and equipment that is used for, or will be used for producing, processing, preparing, packaging, storing, distributing, marketing, or transporting agricultural or forest products that have been primarily at least partially produced in this State, and working capital reasonably required to operate an agricultural facility.

\* \* \*

(4) "Farm ownership loan" means a loan to acquire or enlarge a farm or agricultural facility, to make capital improvements including construction, purchase, and improvement of farm and agricultural facility buildings, farm worker housing, or farmer housing that can be made fixtures to the real estate, to promote soil and water conservation and protection or provide housing, and to refinance indebtedness incurred for farm ownership or operating loan purposes, or both.

\* \* \*

(8) "Farm operation" shall mean means the cultivation of land or other uses of land for the production of food, fiber, horticultural, silvicultural, orchard, maple syrup, Christmas trees, forest products, or forest crops; the raising, boarding, and training of equines, and the raising of livestock; or any combination of the foregoing activities. "Farm operation" also means the storage, preparation, retail sale, and transportation of agricultural or forest commodities accessory to the cultivation or use of such land. "Farm operation" also shall mean means the operation of an agritourism business on a farm subject to regulation under the Required Agricultural Practices. "Farm operation" also means a business that provides specialty services to farmers, such as foresters, farriers, hoof trimmers, or large animal veterinarians operating mobile units.

(9) "Forest products business" means a Vermont an enterprise that is primarily engaged in managing, harvesting, trucking, processing, manufacturing, crafting, or distributing forest products at least partially derived from Vermont forests.

\* \* \*

(15) "Resident" means a person who is or will be domiciled in this State as evidenced by an intent to maintain a principal dwelling place in the State indefinitely and to return there if temporarily absent, coupled with an act or acts consistent with that intent, including the filing of a Vermont income tax return within 18 months of the application for a loan under this chapter. In the case of a limited liability company, partnership, corporation, or other business entity, resident means a business entity formed under the laws of Vermont, the majority of which is owned and operated by Vermont residents who are natural persons. [Repealed.]

Sec. 19. 10 V.S.A. § 374h is amended to read:

### § 374h. LOAN ELIGIBILITY STANDARDS

A farmer, <u>forest products business</u>, or a limited liability company, partnership, corporation, or other business entity the majority with a minimum <u>20 percent</u> ownership of which is vested in one or more farmers, <u>forest products businesses</u>, or a <u>nonprofit corporation</u>, shall be eligible to apply for a farm ownership or operating loan <u>that shall be intended to expand the agricultural economy or forest economy of the State</u>, provided the applicant is:

- (1) a resident of this State and will help to expand the agricultural economy of the State;
- (2) an owner, prospective purchaser, or lessee of agricultural land in the State or of depreciable machinery, equipment, or livestock to be used in the State;
- (3)(2) a person of sufficient education, training, or experience in the operation and management of an agricultural facility or farm operation or forest products business of the type for which the applicant requests the loan;
- (4)(3) an operator or proposed operator of an agricultural facility, farm operation, or forest products business for whom the loan reduces investment costs to an extent that offers the applicant a reasonable chance to succeed in the operation and management of an agricultural facility or farm operation;
- (5)(4) a creditworthy person under such standards as the corporation may establish;

- (6)(5) able to provide and maintain adequate security for the loan by a mortgage on real property or a security agreement and perfected financing statement on personal property;
- (7)(6) able to demonstrate that the applicant is responsible and able to manage responsibilities as owner or operator of the farm operation, agricultural facility, or forest products business;
- (8)(7) able to demonstrate that the applicant has made adequate provision for insurance protection of the mortgaged or secured property while the loan is outstanding;
- (9)(8) a person who possesses the legal capacity to incur loan obligations;
- (10)(9) in compliance with such other reasonable eligibility standards as the corporation may establish;
- $(11)(\underline{10})$  able to demonstrate that the project plans comply with all regulations of the municipality where it is to be located and of the State of Vermont;
- (12)(11) able to demonstrate that the making of the loan will be of public use and benefit;
- (13)(12) able to demonstrate that the proposed loan will be adequately secured by a mortgage on real property or by a security agreement on personal property; and
- (14)(13) there will be sufficient projected cash flow to service a reasonable level of debt, including the loan or loans, being considered by the corporation.

#### \* \* \* Effective Date \* \* \*

### Sec. 20. EFFECTIVE DATE

This act shall take effect on July 1, 2024.

And that when so amended the bill ought to pass.

Senator Bray, for the Committee on Finance, to which the bill was referred, recommended the bill ought to pass when so amended.

Thereupon, the bill was read the second time by title only pursuant to Rule 43, the recommendation of amendment was agreed to, and third reading of the bill was ordered.

# Bill Amended; Third Reading Ordered S. 304.

Senate committee bill entitled:

An act relating to Vermont's career and technical education programs.

Having appeared on the Calendar for notice for one day, was taken up.

Senator Weeks, for the Committee on Education, to which the bill was referred, reported recommending that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

\* \* \* CTE Opportunities for Grades Six through 10 \* \* \*

Sec. 1. 16 V.S.A. § 1541a is amended to read:

# § 1541a. RESPONSIBILITY OF LOCAL BOARDS IN SENDING DISTRICTS

- (a) A school board of a sending district that offers public education in grade 11 or 12 shall:
- (1) Provide students enrolled in grades 11 and 12 with a genuine opportunity to participate fully and to benefit from career technical education.

\* \* \*

- (4) Provide students in grades six through eight with career enrichment and exposure. Such exposure shall include visits to or equivalent virtual experiences with the school district's regional career and technical education center at least once between the grades of six and eight.
- (5) Provide students enrolled in grades nine and 10 a genuine opportunity to participate fully in pre-tech and exploratory career and technical courses.

\* \* \*

Sec. 2. 16 V.S.A. § 1547 is added to read:

# § 1547. COMPREHENSIVE CAREER DEVELOPMENT POLICY

(a) The Secretary of Education, in consultation with the Commissioner of Labor, shall develop a model Comprehensive Career Development Policy for all secondary students. The Secretary shall review the model policy not less than every five years and make a determination as to whether the policy needs updating. The model policy shall ensure each student has the opportunity for robust discussion and planning regarding the student's career awareness, exploration, and future goals, consistent with the student's personalized learning plan. The policy shall require each school district to partner with its

regional CTE center to develop and ensure the provision of career planning. The policy shall encourage districts to work regionally together in alignment on this policy implementation to preserve CTE capacity.

(b) Each school district board shall develop, adopt, and ensure implementation of a policy and plan for comprehensive career development that is consistent with and at least as comprehensive as the model policy developed by the Secretary. Any school district board that fails to adopt such a policy or procedures shall be presumed to have adopted the most current model policy and procedures published by the Secretary.

# Sec. 3. DEVELOPMENT OF COMPREHENSIVE CAREER DEVELOPMENT POLICY; REPORT

- (a) On or before December 1, 2024, the Secretary of Education shall develop and issue the model Comprehensive Career Development Policy required under 16 V.S.A. § 1547.
- (b) On or before June 30, 2025, each school district board shall develop, adopt, and ensure implementation of a policy and plan for comprehensive career development that is consistent with and at least as comprehensive as the model policy developed by the Secretary as required under 16 V.S.A. § 1547.

\* \* \* Construction Aid \* \* \*

# Sec. 4. CONSTRUCTION AID; CAREER AND TECHNICAL EDUCATION

It is the intent of the General Assembly to ensure that career and technical education centers and their associated facilities are appropriately and equitably included in future updates to the State's construction aid program under 16 V.S.A. chapter 123.

\* \* \* CTE Oversight \* \* \*

Sec. 5. 16 V.S.A. chapter 37, subchapter 2 is amended to read:

Subchapter 2. State Board of Education Oversight of Career and Technical Education

#### § 1531. RESPONSIBILITY OF STATE BOARD SECRETARY

(a) The <u>State Board Secretary</u> has overall responsibility for the effectiveness of career technical education. This requires the <u>Board Secretary</u> to collect suitable information and to take appropriate steps within <u>its the Secretary's</u> legal, financial, and personnel resources to ensure that:

- (b) In order to provide regional career technical education services efficiently, the State Board Secretary shall designate a service region for each career technical center. However, the Board Secretary may designate a service region for two or more comprehensive high schools if that region is not served by a career technical center.
- (c) For a school district that is geographically isolated from a Vermont career technical center, the State Board Secretary may approve a career technical center in another state as the career technical center that district students may attend. In this case, the school district shall receive transportation assistance pursuant to section 1563 of this title and tuition assistance pursuant to subsection 1561(c) of this title. Any student who is a resident in the Windham Southwest Supervisory Union and who is enrolled at public expense in the Charles H. McCann Technical School or the Franklin County Technical School shall be considered to be attending an approved career technical center in another state pursuant to this subsection, and, if the student is from a school district eligible for a merger support grant pursuant to section 4015 of this title or a small school weight pursuant to section 4010 of this title, the student's full-time equivalency shall be computed according to time attending the school.

# § 1532. MINIMUM STANDARDS; MEASUREMENT OF STANDARDS

- (a) The State Board Agency of Education shall adopt by rule:
- (1) Minimum standards for the operation and performance of career technical centers that include the education quality standards adopted by the State Board under subdivision 164(9) and section 165 of this title.
- (2) Standards for student performance based on the standards adopted by the State Board under subdivision 164(9) of this title and standards for industry recognized credentials.

\* \* \*

- (b) The following shall be adopted by procedure or rule:
- (1) <u>competencies proficiencies</u> that graduates of each kind of career technical program should be able to demonstrate, including career technical competencies necessary for the student's intended employment;
- (2) minimum admissions eompetencies <u>proficiencies</u> for entrance into each career technical course of study;

# § 1533. CAREER TECHNICAL CENTER EVALUATION

- (a) At least once in each period of five years, and in coordination with the Vermont Advisory Council on Career Technical Education, the Secretary shall evaluate the effectiveness of each career technical center in the State. The State Board Secretary by rule shall prescribe the method for conducting these evaluations.
- (b) Evaluations of career technical centers shall consider at least the following areas:
- (1) compliance with this chapter and the rules of the State Board Secretary;
  - (2) the condition and suitability of the facility and its equipment;
- (3) the quality of the course of study, including faculty development policies and instruction;
- (4) the overall success of the center at combining academic education, skill training, and employability trait development into its program;
- (5) the overall success of the center in providing regionwide services and a flexible response to student needs, integrating its courses of study into a coherent program, and coordinating its program with postsecondary career technical education services;
- (6) the satisfaction of the center's customer groups, including graduates, sending schools, and local industry;
- (7) the adequacy and effectiveness of the center in meeting the educational and employment needs of all its eligible students, including its success in taking steps to encourage each student to consider enrolling in courses not traditional for that student's gender; and
- (8) alignment of the program, and other center operations, to Agency of Education, District Quality Standards (CVR 23-020), as applicable.
  - (c) [Repealed.]

#### § 1534. COURSE OF STUDY EVALUATION

(a) At least once in each period of five years, and in coordination with the Vermont Advisory Council on Career Technical Education, the Secretary shall evaluate the effectiveness of each course of study offered by any career technical center in the State. The State Board Secretary by rule shall prescribe the method for conducting these evaluations.

# Sec. 6. TRANSFER OF RULEMAKING AUTHORITY; TRANSFER OF RULES

- (a) The statutory authority to adopt rules by the State Board of Education pertaining to the oversight of career and technical education adopted under 16 V.S.A. chapter 37 and 3 V.S.A. chapter 25 is transferred from the State Board of Education to the Agency of Education.
- (b) All rules pertaining to career and technical education adopted by the State Board of Education under 3 V.S.A. chapter 25 prior to July 1, 2024 shall be deemed the rules of the Agency of Education and remain in effect until amended or repealed by the Agency of Education pursuant to 3 V.S.A. chapter 25.
- (c) The Agency of Education shall provide notice of the transfer to the Secretary of State and the Legislative Committee on Administrative Rules in accordance with 3 V.S.A. § 848(d)(2).
  - \* \* \* Postsecondary Program Articulation Agreements \* \* \*
- Sec. 7. 16 V.S.A. § 1594 is added to read:

#### § 1594. POSTSECONDARY PROGRAM ALIGNMENT

- (a) In order to promote a seamless pathway from CTE to postsecondary opportunities, the Vermont State Colleges Corporation shall maintain program and course articulation agreements with all secondary CTE centers in the following programs:
  - (1) manufacturing;
  - (2) engineering;
  - (3) health sciences;
  - (4) education; and
  - (5) carpentry, construction, and building trades.
- (b) As used in this section, "articulation agreement" means an officially approved agreement between a secondary CTE center and the Vermont State Colleges Corporation that allows secondary CTE students to earn college credit for the work they complete at a secondary CTE center.
  - \* \* \* Position \* \* \*

# Sec. 8. POSITION; APPROPRIATION

(a) The establishment of one new permanent classified CTE Education Programs Coordinator position is authorized in the Agency of Education in fiscal year 2025.

(b) The sum of \$150,000.00 is appropriated from the General Fund to the Agency of Education in fiscal year 2025 for personal services and operating expenses for the CTE Education Programs Coordinator position established under subsection (a) of this section.

\* \* \* Effective Date \* \* \*

#### Sec. 9. EFFECTIVE DATE

This act shall take effect on July 1, 2024.

And that when so amended the bill ought to pass.

Senator MacDonald, for the Committee on Finance, to which the bill was referred, recommended the bill ought to pass when so amended.

Senator Baruth, for the Committee on Appropriations, to which the bill was referred, reported that the bill be amended as recommended by the Committee on Education with the following amendments thereto:

By striking out Sec. 8, position; appropriation, and its reader assistance heading in their entireties and inserting in lieu thereof the following:

Sec. 8. [Deleted.]

And that when so amended the bill ought to pass.

Thereupon the bill was read the second time by title only pursuant to Rule 43, and the recommendation of the Committee on Education was amended as recommended by the Committee on Appropriations.

Thereupon, the pending question, Shall the bill be amended as recommended by the Committee on Education, as amended?, was agreed to and third reading of the bill was ordered.

# **Bill Amended; Third Reading Ordered**

S. 167.

Senator Campion, for the Committee on Education, to which was referred Senate bill entitled:

An act relating to miscellaneous amendments to education law.

Reported recommending that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

\* \* \* Public Construction Bids \* \* \*

Sec. 1. 16 V.S.A. § 559 is amended to read:

§ 559. PUBLIC BIDS

\* \* \*

- (b) High-cost construction contracts. When a school construction contract exceeds \$500,000.00 \$2,000,000.00:
- (1) The State Board shall establish, in consultation with the Commissioner of Buildings and General Services and with other knowledgeable sources, general rules for the prequalification of bidders on such a contract. The Department of Buildings and General Services, upon notice by the Secretary, shall provide to school boards undergoing construction projects suggestions and recommendations on bidders qualified to provide construction services.
- (2) At least 60 days prior to the proposed bid opening on any construction contract to be awarded by a school board that exceeds \$500,000.00 \$2,000,000.00, the school board shall publicly advertise for contractors interested in bidding on the project. The advertisement shall indicate that the school board has established prequalification criteria that a contractor must meet and shall invite any interested contractor to apply to the school board for prequalification. All interested contractors shall submit their qualifications to the school board, which shall determine a list of eligible prospective bidders based on the previously established criteria. At least 30 days prior to the proposed bid opening, the school board shall give written notice of the board's determination to each contractor that submitted qualifications. The school board shall consider all bids submitted by prequalified bidders meeting the deadline.

#### (c) Contract award.

- (1) A contract for any such item or service to be obtained pursuant to subsection (a) of this section shall be awarded to one of selected from among the three or fewer lowest responsible bids conforming to specifications, with consideration being given to quantities involved, time required for delivery, purpose for which required, competency and responsibility of bidder, and his or her the bidder's ability to render satisfactory service. A board shall have the right to reject any or all bids.
- (2) A contract for any property, construction, good, or service to be obtained pursuant to subsection (b) of this section shall be awarded to the lowest responsible bid conforming to specifications. However, when considering the base contract amount and without considering cost overruns, if the two lowest responsible bids are within one percent of each other, the board may award the contract to either bidder. A board shall have the right to reject any bid found not to be responsible or conforming to specifications or to reject all bids.

\* \* \*

\* \* \* Postsecondary Schools Chartered in Vermont \* \* \*

Sec. 2. 16 V.S.A. § 176(d) is amended to read:

(d) Exemptions. The following are exempt from the requirements of this section except for the requirements of subdivision (c)(1)(C) of this section:

\* \* \*

(4) Postsecondary schools that are accredited. The following postsecondary institutions are accredited, meet the criteria for exempt status, and are authorized to operate educational programs beyond secondary education, including programs leading to a degree or certificate: Bennington College, Champlain College, College of St. Joseph, Goddard College, Green Mountain College, Landmark College, Marlboro College, Middlebury College, New England Culinary Institute, Norwich University, Saint Michael's College, SIT Graduate Institute, Southern Vermont College, Sterling College, Vermont College of Fine Arts, and Vermont Law and Graduate School. This authorization is provided solely to the extent necessary to ensure institutional compliance with federal financial aid-related regulations, and it does not affect, rescind, or supersede any preexisting authorizations, charters, or other forms of recognition or authorization.

\* \* \*

Sec. 3. 2023 Acts and Resolves No. 29, Sec. 6(c) is amended to read:

(c) Sec. 2 (16 V.S.A. § 1480) shall take effect on July 1, 2024 July 1, 2025.

\* \* \* Holocaust Education \* \* \*

# Sec. 4. HOLOCAUST EDUCATION; DATA COLLECTION; REPORT

- (a) On or before December 1, 2024, the Agency of Education shall request from all supervisory unions a report containing information regarding whether and where Holocaust education is taught in the prekindergarten through grade 12 supervisory union-wide curriculum. The request required under this subsection shall be developed in consultation with the Vermont Holocaust Memorial.
- (b) On or before September 1, 2025, Supervisory unions shall report back to the Agency with the information requested pursuant to subsection (a) of this section.
- (c) On or before January 1, 2026, the Agency shall submit a written report to the Senate and House Committees on Education with information, organized by supervisory union, regarding the inclusion of Holocaust

education in curriculum across the State. Additionally, the report shall include an explanation of how curricula are developed, including an analysis of how Holocaust education fits into the standards for student performance adopted by the State Board of Education pursuant to 16 V.S.A. § 164(9).

(d) On or before January 1, 2026, the Agency shall provide all supervisory unions with Holocaust education resources, which shall be developed in consultation with the Vermont Holocaust Memorial.

\* \* \* Virtual Learning \* \* \*

Sec. 5. 16 V.S.A. § 948 is added to read:

# § 948. VIRTUAL LEARNING

- (a) The Agency of Education shall maintain access to and oversight of a virtual learning provider for the purpose of offering virtual learning opportunities to Vermont students.
  - (b) A student may enroll in virtual learning if:
- (1) the student is enrolled in a Vermont public school, including a Vermont career technical center;
- (2) virtual learning is determined to be an appropriate learning pathway outlined in the student's personalized learning plan; and
- (3) the student's learning experience occurs under the supervision of an appropriately licensed educator and aligns with State expectations and standards, as adopted by the Agency and the State Board of Education, as applicable.
- (c) The Agency of Education shall adopt rules pursuant to 3 V.S.A. chapter 25 to implement this section.
- (d) A school district shall count a student enrolled in virtual learning in the school district's average daily membership, as defined in section 4001 of this title, if the student meets all of the criteria in subsection (b) of this section.
- Sec. 6. 16 V.S.A. § 942(13) is amended to read:
- (13) "Virtual learning" means learning in which the teacher and student communicate concurrently through real-time telecommunication. "Virtual learning" also means online learning in which communication between the teacher and student does not occur concurrently and the student works according to his or her own schedule an intentionally designed learning environment for online teaching and learning using online design principles and teachers trained in the delivery of online instruction. This instruction may take place either in a self-paced environment or a real-time environment.

\* \* \* Home Study Program \* \* \*

Sec. 7. 16 V.S.A. § 166b is amended to read:

§ 166b. HOME STUDY PROGRAM

\* \* \*

- (e) Hearings after enrollment. If the Secretary has information that reasonably could be expected to justify an order of termination under this section, the Secretary may call a hearing. At the hearing, the Secretary shall establish one or more of the following:
- (1) the home study program has substantially failed to comply with the requirements of this section;
- (2) the home study program has substantially failed to provide a student with the minimum course of study; or
- (3) the home study program will not provide a student with the minimum course of study.
- (f) Notice and procedure. Notice of a hearing shall include a brief summary of the material facts and shall be sent to each parent or guardian and each instructor of the student or students involved who are known to the Secretary. The hearing shall occur within 30 days following the day that notice is given or sent. The hearing shall be conducted by an impartial hearing officer appointed by the Secretary from a list approved by the State Board. At the request of the child's parent or guardian, the hearing officer shall conduct the hearing at a location in the vicinity of the home study program.
- (g) Order following hearing. After hearing evidence, the hearing officer shall enter an order within 10 working days. The order shall provide that enrollment be continued or that the enrollment be terminated. An order shall take effect immediately. Unless the hearing officer provides for a shorter period, an order terminating enrollment shall extend until the end of the following school year, as defined in this title. If the order is to terminate the enrollment, a copy shall be given to the appropriate superintendent of schools, who shall take appropriate action to ensure that the child is enrolled in a school as required by this title. Following a hearing, the Secretary may petition the hearing officer to reopen the case only if there has been a material change in circumstances.

Sec. 8. EFFECTIVE DATE

This act shall take effect on July 1, 2024.

And that when so amended the bill ought to pass.

Senator Baruth, for the Committee on Appropriations, to which the bill was referred, reported that the bill ought to pass when so amended.

Senator McCormack, for the Committee on Finance, to which the bill was referred, reported that the bill ought to pass when so amended.

Thereupon, the bill was read the second time by title only pursuant to Rule 43, the recommendation of amendment was agreed to and third reading of the bill was ordered.

# Bill Amended; Third Reading Ordered S. 259.

Senator Hashim, for the Committee on Judiciary, to which was referred Senate bill entitled:

An act relating to climate change cost recovery.

Reported recommending that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

#### Sec. 1. SHORT TITLE

This act may be cited as the "Climate Superfund Act."

Sec. 2. 10 V.S.A. chapter 24A is added to read:

# CHAPTER 24A. CLIMATE SUPERFUND COST RECOVERY PROGRAM § 596. DEFINITIONS

As used in this chapter:

- (1) "Agency" means the Agency of Natural Resources.
- (2) "Climate change adaptation project" means a project designed to respond to, avoid, moderate, repair, or adapt to negative impacts caused by climate change and to assist human and natural communities, households, and businesses in preparing for future climate-change-driven disruptions. Climate change adaptation projects include implementing nature-based solutions and flood protections; home buyouts; upgrading stormwater drainage systems; making defensive upgrades to roads, bridges, railroads, and transit systems; preparing for and recovering from extreme weather events; undertaking preventive health care programs and providing medical care to treat illness or injury caused by the effects of climate change; relocating, elevating, or retrofitting sewage treatment plants and other infrastructure vulnerable to flooding; installing energy efficient cooling systems and other weatherization

and energy efficiency upgrades and retrofits in public and private buildings, including schools and public housing, designed to reduce the public health effects of more frequent heat waves and forest fire smoke; upgrading parts of the electrical grid to increase stability and resilience, including supporting the creation of self-sufficient microgrids; and responding to toxic algae blooms, loss of agricultural topsoil, crop loss, and other climate-driven ecosystem threats to forests, farms, fisheries, and food systems.

- (3) "Climate Superfund Cost Recovery Program" means the program established by this chapter.
  - (4) "Coal" means bituminous coal, anthracite coal, and lignite.
- (5)(A) "Controlled group" means two or more entities treated as a single employer under:
- (i) 26 U.S.C. § 52(a) or (b), without regard to 26 U.S.C. § 1563(b)(2)(C); or
  - (ii) 26 U.S.C. § 414(m) or (o).
- (B) For purposes of this chapter, entities in a controlled group are treated as a single entity for purposes of meeting the definition of responsible party and are jointly and severally liable for payment of any cost recovery demand owed by any entity in the controlled group.
- (6) "Cost recovery demand" means a charge asserted against a responsible party for cost recovery payments under the Program for payment to the Fund.
- (7) "Covered greenhouse gas emissions" means the total quantity of greenhouse gases released into the atmosphere during the covered period, expressed in metric tons of carbon dioxide equivalent, resulting from the use of fossil fuels extracted or refined by an entity.
- (8) "Covered period" means the period that began on January 1, 1995 and ended on December 31, 2024.
- (9) "Crude oil" means oil or petroleum of any kind and in any form, including bitumen, oil sands, heavy oil, conventional and unconventional oil, shale oil, natural gas liquids, condensates, and related fossil fuels.
- (10) "Entity" means any individual, trustee, agent, partnership, association, corporation, company, municipality, political subdivision, or other legal organization, including a foreign nation, that holds or held an ownership interest in a fossil fuel business during the covered period.
- (11) "Environmental justice focus population" has the same meaning as in 3 V.S.A. § 6002.

- (12) "Fossil fuel" means coal, petroleum products, and fuel gases.
- (13) "Fossil fuel business" means a business engaging in the extraction of fossil fuels or the refining of petroleum products.
  - (14) "Fuel gases" or "fuel gas" means:
    - (A) methane;
    - (B) natural gas;
    - (C) liquified natural gas; and
    - (D) manufactured fuel gases.
- (15) "Fund" means the Climate Superfund Cost Recovery Program Fund established pursuant to section 599 of this title.
- (16) "Greenhouse gas" has the same meaning as in section 552 of this title.
- (17) "Nature-based solutions" means projects that utilize or mimic nature or natural processes and functions and that may also offer environmental, economic, and social benefits while increasing resilience. Nature-based solutions include both green and natural infrastructure.
- (18) "Notice of cost recovery demand" means the written communication from the Agency informing a responsible party of the amount of the cost recovery demand payable to the Fund.
  - (19) "Petroleum product" means any product refined or re-refined from:
    - (A) synthetic or crude oil; or
    - (B) crude oil extracted from natural gas liquids or other sources.
- (20) "Program" means the Climate Superfund Cost Recovery Program established under this chapter.
- (21) "Qualifying expenditure" means an authorized payment from the Fund to pay reasonable expenses associated with the administration of the Fund and the Program and as part of the support of a climate change adaptation project, including its operation, monitoring, and maintenance.
- (22) "Responsible party" means any entity or a successor in interest to an entity that during any part of the covered period was engaged in the trade or business of extracting fossil fuel or refining crude oil and is determined by the Agency attributable to for more than one billion metric tons of covered greenhouse gas emissions during the covered period. The term responsible party does not include any person who lacks sufficient connection with the State to satisfy the nexus requirements of the U.S. Constitution.

(23) "Strategy" means the Resilience Implementation Strategy adopted by the Agency.

# § 597. THE CLIMATE SUPERFUND COST RECOVERY PROGRAM

There is hereby established the Climate Superfund Cost Recovery Program administered by the Climate Action Office of the Agency of Natural Resources. The purposes of the Program shall be all of the following:

- (1) to secure compensatory payments from responsible parties based on a standard of strict liability to provide a source of revenue for climate change adaptation projects within the State;
  - (2) to determine proportional liability of responsible parties;
- (3) to impose cost recovery demands on responsible parties and issue notices of cost recovery demands;
  - (4) to accept and collect payment from responsible parties;
- (5) to develop, adopt, implement, and update the Strategy that will identify and prioritize climate change adaptation projects; and
- (6) to disperse funds to implement climate change adaptation projects identified in the Strategy.

### § 598. LIABILITY OF RESPONSIBLE PARTIES

- (a)(1) A responsible party shall be strictly liable for a share of the costs of climate change adaptation projects and all qualifying expenditures supported by the Fund.
  - (2) For purposes of this section, entities in a controlled group:
- (A) shall be treated by the Agency as a single entity for the purposes of identifying responsible parties; and
- (B) are jointly and severally liable for payment of any cost recovery demand owed by any entity in the controlled group.
- (b) With respect to each responsible party, the cost recovery demand shall be equal to an amount that bears the same ratio to the cost to the State of Vermont and its residents, as calculated by the State Treasurer pursuant to section 599c of this title, from the emission of covered greenhouse gases during the covered period as the responsible party's applicable share of covered greenhouse gas emissions bears to the aggregate applicable shares of covered greenhouse gas emissions resulting from the use of fossil fuels extracted or refined during the covered period.
- (c) If a responsible party owns a minority interest of 10 percent or more in another entity, the responsible party's applicable share of covered greenhouse

- gas emissions shall be increased by the applicable share of covered greenhouse gas emissions for the entity in which the responsible party holds a minority interest multiplied by the percentage of the minority interest held by the responsible party.
- (d) The Agency shall use the U.S. Environmental Protection Agency's Emissions Factors for Greenhouse Gas Inventories as applied to the best publicly available fossil fuel volume data for the purpose of determining the amount of covered greenhouse gas emissions attributable to any entity from the fossil fuels attributable to the entity.
- (e) The Agency may adjust the cost recovery demand amount of a responsible party who refined petroleum products or who is a successor in interest to an entity that refines petroleum products if the responsible party establishes to the satisfaction of the Agency that:
- (1) a portion of the cost recovery demand amount was attributable to the refining of crude oil extracted by another responsible party; and
- (2) the crude oil extracted by the other entity was accounted for when the Agency determined the cost recovery demand amount for the other entity of a successor in interest of the other entity.
- (f) The Agency shall issue the cost recovery demands required under this section not later than six months following the adoption of the rules required under subdivision 599a(b)(2) of this title.
- (g)(1) Except as provided in subdivision (2) of this subsection, a responsible party shall pay the cost recovery demand amount in full not later than six months following the Secretary's issuance of the cost recovery demand.
- (2)(A) A responsible party may elect to pay the cost recovery demand amount in nine annual installments in accordance with this subdivision (2).
- (B) The first installment shall be paid not later than six months following the Secretary's issuance of the cost recovery demand and shall be equal to 20 percent of the total cost recovery demand amount.
- (C) Each subsequent installment shall be paid one year from the initial payment each subsequent year and shall be equal to 10 percent of the total cost recovery demand amount. The Secretary, at the Secretary's discretion, may adjust the amount of a subsequent installment payment to reflect increases or decreases in the Consumer Price Index.
- (D)(i) The unpaid balance of all remaining installments shall become due immediately if:

- (I) the responsible party fails to pay any installment in a timely manner, as specified in Agency rules;
- (II) except as provided in subdivision (ii) of this subdivision (g)(2)(D), there is a liquidation or sale of substantially all the assets of the responsible party; or
  - (III) the responsible party ceases to do business.
- (ii) In the case of a sale of substantially all the assets of a responsible party, the remaining installments shall not become due immediately if the buyer enters into an agreement with the Agency under which the buyer assumes liability for the remaining installments due under this subdivision (2) in the same manner as if the buyer were the responsible party.
- (h) The Agency shall deposit cost recovery payments collected under this chapter to the Climate Superfund Cost Recovery Program Fund established under section 599 of this title.
- (i) A responsible party aggrieved by the issuance of a notice of cost recovery demand shall exhaust administrative remedies by filing a request for reconsideration with the Secretary within 15 days following issuance of the notice of cost recovery demand. A request for reconsideration shall state the grounds for the request and include supporting documentation. The Secretary shall notify the responsible party of the final decision by issuing a subsequent notice of cost recovery demand. A responsible party aggrieved by the issuance of a final notice of cost recovery demand may bring an action pursuant to Rule 74 of the Vermont Rules of Civil Procedure in the Civil Division of the Superior Court of Washington County.
- (j) Nothing in this section shall be construed to supersede or diminish in any way existing remedies available to a person of the State at common law or under statute.

#### § 599. CLIMATE SUPERFUND COST RECOVERY PROGRAM FUND

- (a) There is created the Climate Superfund Cost Recovery Program Fund to be administered by the Secretary of Natural Resources to provide funding for climate change adaptation projects in the State. The Fund shall consist of:
- (1) cost recovery payments distributed to the Fund under section 598 of this title;
- (2) monies from time to time appropriated to the Fund by the General Assembly; and

- (3) other gifts, donations, or other monies received from any source, public or private, dedicated for deposit into the Fund and approved by the Secretary of Administration.
  - (b) The Fund may be used only:
    - (1) to pay:
- (A) qualified expenditures for climate change adaptation projects identified by the Agency in the Strategy; and
  - (B) reasonable administrative expenses of the Program; and
- (2) to implement climate adaptation action identified in the State Hazard Mitigation Plan.
- (c) Notwithstanding any contrary provisions of 32 V.S.A. chapter 7, subchapter 5, unexpended balances and interest earned by the Fund shall be retained in the Fund from year to year.

# § 599a. REPORTS; RULEMAKING

- (a) On or before January 15, 2025, the Agency, in consultation with the State Treasurer, shall submit a report to the General Assembly detailing the feasibility and progress of carrying out the requirements of this chapter, including any recommendations for improving the administration of the Program.
- (b) The Agency shall adopt rules necessary to implement the requirements of this chapter, including:
- (1) adopting methodologies using the best available science and publicly available data to identify responsible parties and determine their applicable share of covered greenhouse gas emissions;
- (2) requirements for registering entities that are responsible parties and issuing notices of cost recovery demands under the Program; and
  - (3) the Resilience Implementation Strategy, which shall include:
- (A) practices utilizing nature-based solutions intended to stabilize floodplains, riparian zones, lake shoreland, wetlands, and similar lands;
  - (B) practices to adapt infrastructure to the impacts of climate change;
- (C) practices needed to build out early warning mechanisms and support fast, effective response to climate-related threats;
- (D) practices that support economic and environmental sustainability in the face of changing climate conditions; and

- (E) criteria and procedures for prioritizing climate change adaptation projects eligible to receive monies from the Climate Superfund Cost Recovery Program.
  - (c) In adopting the Strategy, the Agency shall:
    - (1) consult with the Environmental Justice Advisory Council;
- (2) in consultation with other State agencies and departments, including the Department of Public Safety's Division of Vermont Emergency Management, assess the adaptation needs and vulnerabilities of various areas vital to the State's economy, normal functioning, and the health and well-being of Vermonters;
- (3) identify major potential, proposed, and ongoing climate change adaptation projects throughout the State;
- (4) identify opportunities for alignment with existing federal, State, and local funding streams;
- (5) consult with stakeholders, including local governments, businesses, environmental advocates, relevant subject area experts, and representatives of environmental justice focus populations;
- (6) consider components of the Vermont Climate Action Plan required under section 592 of this title that are related to adaptation or resilience, as defined in section 590 of this title; and
- (7) conduct public engagement in areas and communities that have the most significant exposure to the impacts of climate change, including disadvantaged, low-income, and rural communities and areas.
- (d) Nothing in this section shall be construed to limit the existing authority of a State agency, department, or entity to regulate greenhouse gas emissions or establish strategies or adopt rules to mitigate climate risk and build resilience to climate change.

# § 599b. CLIMATE CHANGE COST RECOVERY PROGRAM AUDIT

Once every five years, the State Auditor shall evaluate the operation and effectiveness of the Climate Superfund Cost Recovery Program. The Auditor shall make recommendations to the Agency on ways to increase program efficacy and cost-effectiveness. The Auditor shall submit the results of the audit to the Senate Committees on Natural Resources and Energy and on Judiciary and the House Committees on Environment and Energy and on Judiciary.

# § 599c. STATE TREASURER REPORT ON THE COST TO VERMONT OF COVERED GREENHOUSE GAS EMISSIONS

On or before January 15, 2026, the State Treasurer, after consultation with the Interagency Advisory Board to the Climate Action Office, and with any other person or entity whom the State Treasurer decides to consult for the purpose of obtaining and utilizing credible data or methodologies that the State Treasurer determines may aid the State Treasurer in making the assessments and estimates required by this section, shall submit to the Senate Committees on Appropriations, on Finance, on Agriculture, and on Natural Resources and Energy and the House Committees on Appropriations; on Ways and Means; on Agriculture, Food Resiliency, and Forestry; and on Environment and Energy an assessment of the cost to the State of Vermont and its residents of the emission of covered greenhouse gases for the period that began on January 1, 1995 and ended on December 31, 2024. The assessment shall include:

- (1) a summary of the various cost-driving effects of covered greenhouse gas emissions on the State of Vermont, including effects on public health, natural resources, biodiversity, agriculture, economic development, flood preparedness and safety, housing, and any other effect that the State Treasurer, in consultation with the Climate Action Office, determines is relevant;
- (2) a categorized calculation of the costs that have been incurred and are projected to be incurred in the future within the State of Vermont of each of the effects identified under subdivision (1) of this section; and
- (3) a categorized calculation of the costs that have been incurred and are projected to be incurred in the future within the State of Vermont to abate the effects of covered greenhouse gas emissions from between January 1, 1995 and December 31, 2024 on the State of Vermont and its residents.

#### Sec. 3. IMPLEMENTATION

- (a) On or before July 1, 2025, the Agency of Natural Resources pursuant to 3 V.S.A. § 837 shall file with the Interagency Committee on Administrative Rules the proposed rule for the adoption of the Resilience Implementation Strategy required pursuant to 10 V.S.A § 599a(b)(3). On or before January 1, 2026, the Agency of Natural Resources shall adopt the final rule establishing the Resilience Implementation Strategy required pursuant to 10 V.S.A § 599a(b)(3).
- (b) On or before July 1, 2026, the Agency of Natural Resources pursuant to 3 V.S.A. § 837 shall file with the Interagency Committee on Administrative Rules the proposed rules required pursuant to 10 V.S.A. § 599a(b)(1) and (b)(2). On or before January 1, 2027, the Agency of Natural Resources shall

adopt the final rule rules required pursuant to 10 V.S.A. § 599a(b)(1) and (b)(2).

# Sec. 4. APPROPRIATIONS

- (a) The sum of \$300,000.00 is appropriated from the General Fund to the Agency of Natural Resources in fiscal year 2025 for the purpose of implementing the requirements of this act, including for personal services for the position created pursuant to Sec. 5 of this act; costs associated with providing administrative, technical, and legal support in carrying out the requirements of this act and the Program; hiring consultants and experts; and for other necessary costs and expenses.
- (b) The sum of \$300,000.00 is appropriated from the General Fund to the Office of the State Treasurer in fiscal year 2025 for the purposes of hiring consultants or third-party services to assist in the completion of the assessment required by 10 V.S.A. § 599c of the cost to the State of Vermont and its residents of the emission of covered greenhouse gases. Notwithstanding the authorized uses of the Climate Superfund Cost Recovery Program Fund pursuant to 10 V.S.A. § 599(b), the first \$300,000.00 deposited into the Climate Superfund Cost Recovery Program Fund shall be used to reimburse the General Fund for the funds appropriated to the Office of the State Treasurer under this section.

### Sec. 5. AGENCY OF NATURAL RESOURCES; POSITION

One three-year limited service position is created in the Agency of Natural Resources for the purpose of implementing this act.

Sec. 6. 10 V.S.A. § 8003(a) is amended to read:

#### 8003. APPLICABILITY

(a) The Secretary may take action under this chapter to enforce the following statutes and rules, permits, assurances, or orders implementing the following statutes, and the Board may take such action with respect to subdivision (10) of this subsection:

- (31) 10 V.S.A. chapter 124, relating to the trade in covered animal parts or products; and
- (32) 10 V.S.A. chapter 164B, relating to collection and management of covered household hazardous products; and
- (33) 10 V.S.A. chapter 24A relating to the Climate Superfund Cost Recovery Program.

#### Sec. 7. EFFECTIVE DATE

This act shall take effect on July 1, 2024.

And that when so amended the bill ought to pass.

Senator Bray, for the Committee on Finance, to which the bill was referred, reported that the bill ought to pass when so amended.

Senator Sears, for the Committee on Appropriations, to which the bill was referred, reported that the bill be amended in Sec. 2, 10 V.S.A. § 599, by striking out subsection (b) in its entirety and inserting in lieu thereof a new subsection (b) to read as follows:

# (b) The Fund may be used only:

- (1) to pay:
- (A) qualified expenditures for climate change adaptation projects identified by the Agency in the Strategy; and
  - (B) reasonable administrative expenses of the Program;
- (2) to implement climate adaptation action identified in the State Hazard Mitigation Plan; and
- (3) to implement the Community Resilience and Disaster Mitigation Grant Program established pursuant to 20 V.S.A. §§ 48 and 49.

And that when so amended the bill ought to pass.

Thereupon, the bill was read the second time by title only pursuant to Rule 43, and the recommendation of the Committee on Judiciary was amended as recommended by the Committee on Appropriations.

Thereupon, the pending question, Shall the bill be amended as recommended by the Committee on Judiciary, as amended? was agreed to, on a roll call, Yeas 21, Nays 5.

Senator Watson having demanded the yeas and nays, they were taken and are as follows:

#### Roll Call

Those Senators who voted in the affirmative were: Baruth, Bray, Campion, Chittenden, Clarkson, Cummings, Gulick, Hardy, Harrison, Hashim, Lyons, MacDonald, McCormack, Norris, Perchlik, Sears, Starr, Vyhovsky, Watson, White, Wrenner.

Those Senators who voted in the negative were: \*Brock, Collamore, Ingalls, Weeks, Williams.

Those Senators absent and not voting were: Kitchel, Mazza, Ram Hinsdale, Westman.

\*Senator Brock explained his vote as follows:

"Being first has a cost - perhaps a huge one.

"Of all the massive fossil fuel providers, just Exxon-Mobil alone has annual revenues of \$444.6 billion. Vermont has a total budget of \$8.5 billion.

"I would prefer one or more large states, such as New York or California, to make the investment needed.

"Leading the way in speculative and hugely expensive litigation may be costly to our taxpayers at a time when we can least afford it."

Thereupon, third reading of the bill was ordered.

### Message from the House No. 37

A message was received from the House of Representatives by Ms. Courtney Reckord, its Second Assistant Clerk, as follows:

#### Mr. President:

I am directed to inform the Senate that:

The House has passed House bills of the following titles:

- **H. 585.** An act relating to amending the pension system for sheriffs and certain deputy sheriffs.
  - **H. 612.** An act relating to miscellaneous cannabis amendments.
  - **H. 630.** An act relating to boards of cooperative education services.
  - H. 721. An act relating to expanding access to Medicaid and Dr. Dynasaur.
- **H. 873.** An act relating to financing the testing for and remediation of the presence of polychlorinated biphenyls (PCBs) in schools.
- **H. 880.** An act relating to increasing access to justice and to corporate taxes and fees.

In the passage of which the concurrence of the Senate is requested.

The House has considered joint resolution originating in the Senate of the following title:

**J.R.S. 50.** Joint resolution relating to weekend adjournment on March 29, 2024.

And has adopted the same in concurrence.

#### **Senate Concurrent Resolution**

The following joint concurrent resolution, having been placed on the consent calendar on the preceding legislative day, and no Senator having requested floor consideration as provided by the Joint Rules of the Senate and House of Representatives, was adopted on the part of the Senate:

By Senators Perchlik, Cummings and Watson,

By Rep. Mihaly,

#### S.C.R. 12.

Senate concurrent resolution congratulating the educator, baker, peace activist, and writer Jules Rabin of Marshfield on his 100th birthday.

#### **House Concurrent Resolutions**

The following joint concurrent resolutions having been placed on the consent calendar on the preceding legislative day, and no Senator having requested floor consideration as provided by the Joint Rules of the Senate and House of Representatives, were severally adopted in concurrence:

By Reps. Canfield and others,

By Senators Bray, Collamore, Hardy and Williams,

### H.C.R. 192.

House concurrent resolution congratulating Trey Lee on his achievements as a Fair Haven Union High School wrestler.

By Reps. Higley and others,

By Senators Ingalls and Starr,

#### H.C.R. 193.

House concurrent resolution honoring Steve Mason for his dedicated and superb leadership of the Lowell School Board and the North Country Supervisory Union Board.

By Reps. Maguire and others,

By Senators Collamore, Weeks and Williams,

# H.C.R. 194.

House concurrent resolution in memory of Rutland City Police Officer Jessica Marie Ebbighausen of Ira.

By Reps. Bos-Lun and others,

#### H.C.R. 195.

House concurrent resolution recognizing April 5, 2024 as Civilian Conservation Corps Day in Vermont.

By Reps. Rachelson and others,

By Senators Chittenden, Lyons, Ram Hinsdale and Wrenner,

#### H.C.R. 196.

House concurrent resolution honoring Robert Bick for his remarkable three decades of leadership at the Howard Center.

By Reps. Goldman and others,

By Senator Perchlik,

#### H.C.R. 197.

House concurrent resolution designating April 3, 2024 as Prevention Day in Vermont.

By Reps. Hango and others,

By Senators Collamore, Norris, Weeks and Williams,

#### H.C.R. 198.

House concurrent resolution designating April 18, 2024 as USS VERMONT (SSN 792) Day in Vermont.

By Reps. Rachelson and others,

By Senators Chittenden, Lyons, Ram Hinsdale, Vyhovsky and Wrenner,

#### H.C.R. 199.

House concurrent resolution congratulating the Boys & Girls Clubs of Vermont's 2024 Youth of the Year honorees and designating April 4, 2024 as Boys & Girls Club Day at the State House.

By Reps. Farlice-Rubio and others,

By Senators Clarkson, Hardy, Harrison, Kitchel, McCormack, Vyhovsky, Watson and Wrenner,

#### H.C.R. 200.

House concurrent resolution commemorating Vermont's historic April 8, 2024 total solar eclipse.

# Adjournment

On motion of Senator Baruth, the Senate adjourned, to reconvene on Tuesday, April 2, 2024, at nine o'clock and thirty minutes in the forenoon pursuant to J.R.S. 50.