HOUSE No. 03943

By Ms. Gobi of Spencer, for the committee on Environment, Natural Resources and Agriculture, on House, No. 1139, a Bill amending the conservation restrictions and agricultural preservation statutes (House, No. 3943). February 13, 2012.

The Commonwealth of Massachusetts

In the Year Two Thousand Twelve

An Act amending the conservation restrictions and agricultural preservation statutes...

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- 1 SECTION 1. Section 22 of the General Laws, as appearing in the 2010 Official Edition, is
- 2 hereby amended by adding the following paragraph:-
- A landowner who is subject to a non-development covenant under this section and who
- 4 seeks to terminate the non-development covenant and instead seeks payment under section 23 for
- 5 an agricultural preservation restriction shall reimburse the department for any compensation
- 6 provided under the non-development covenant on a pro-rata basis according to a schedule
- 7 established by the department prior to or simultaneous with the granting of the agricultural
- 8 preservation restriction.
- 9 SECTION 2. Chapter 20 of the General Laws is hereby amended by striking out section 23 and
- 10 inserting in place thereof the following section:—

- 11 Section 23. (a) The secretary of energy and environmental affairs shall establish a program to
- 12 assist the commonwealth in the acquisition of agricultural preservation restrictions as defined in
- 13 section 31 of chapter 184, for land actively devoted to agricultural or horticultural uses as
- 14 defined in sections 1 to 5, inclusive, of chapter 61A. The commissioner of agricultural
- 15 resources, subject to the approval of the secretary, shall establish procedures for management of
- 16 the program.
- 17 The commissioner may, from funds appropriated to carry out this section or received from other
- 18 sources, pay any agricultural landowner for a project submitted or approved by a city or town
- 19 and approved by the agricultural lands preservation committee established by section 24 the
- 20 amount determined by the committee to be equitable in consideration of anticipated benefits
- 21 from the project, but not to exceed the difference between the fair market value of the land
- 22 without an agricultural restriction and the fair market value of the land with an agricultural
- 23 restriction. Payments made to acquire agricultural preservation restrictions may, upon the
- 24 election of the person conveying such restriction, be made in installment payments spanning not
- 25 more than 5 years.
- 26 Title to agricultural preservation restrictions shall be held in the name of the commonwealth,
- 27 provided, however, that: (i) a city or town in which the land is located that provides assistance
- 28 satisfactory to the agricultural lands preservation committee, including but not limited to
- 29 providing funds or portions thereof toward the purchase of the restriction and providing legal
- 30 services, shall hold title to the land jointly with the commonwealth, and (ii) a charitable
- 31 corporation, charitable trust, or land bank, exempt under 26 U.S.C. section 501(c)(3), that
- 32 provides assistance satisfactory to the agricultural lands preservation committee, including but

- 33 not limited to providing funds or portions thereof toward the purchase of the restriction and
- 34 providing legal services, may hold title jointly with the commonwealth.
- 35 The commissioner and the corporation, trust, or land bank may enter into a memorandum of
- 36 understanding that provides for the corporation, trust, or land bank to acquire an agricultural
- 37 preservation restriction in agricultural land which interest in the restriction may thereafter be sold
- 38 to the commonwealth.
- 39 (b) The department of agricultural resources shall have exclusive authority to enforce the
- 40 provisions of any agricultural preservation restriction held exclusively or jointly by the
- 41 commonwealth, to enforce guidelines established and regulations promulgated under this section
- 42 or section 24, to conduct on-site inspections of the restricted land, and to exercise the
- 43 enforcement powers authorized by this section. In addition to any other remedies provided by
- 44 the restriction or applicable laws, the commissioner may issue enforcement orders to compel the
- 45 correction of any violation of the restriction. Any party aggrieved by an enforcement order may
- 46 appeal within 30 days to the agricultural lands preservation committee, which may, after notice
- 47 and hearing, uphold, amend, or cancel the enforcement order. The commissioner may issue
- 48 administrative fines of up to \$500 per violation for failure to comply with an enforcement order,
- 49 each day of failure to comply constituting a separate violation. The enforcement order may
- 50 require the person found to have violated the restriction to reimburse the commonwealth for the
- 51 direct and indirect costs and expenses of enforcement. The enforcement powers and any
- 52 adjudicatory proceedings commenced under this section shall be subject to the provisions of
- 53 chapter 30A.

If the commissioner determines that an enforcement order has not been complied with within 180 days, the commissioner or his agents may, after giving reasonable notice, enter upon the restricted land and may take such appropriate action the commissioner deems necessary to correct the violation. The landowner shall reimburse the commonwealth for the direct and indirect costs of this action. Any monies received as reimbursement shall be deposited into the Agricultural Preservation Trust Fund, established by section 2CCCC of chapter 29. The commissioner of agricultural resources may promulgate regulations to effectuate the purposes of this section.

62 (c) The commissioner of agricultural resources, with the approval of the co-holder, if any, 63 may grant to any landowner subject to an agricultural preservation restriction held by the commonwealth a nonassignable special permit allowing nonagricultural activities including the 64 65 placement of alternative energy-generating facilities on the restricted land in accordance with a detailed plan approved by the commissioner; provided, however, that: (1) the land is being 66 actively utilized for full-time commercial agriculture; (2) the duration of the permit is for a 67 maximum of 15 years, which may, at the discretion of the department, be renewed for successive 68 5-year periods; and (3) the agricultural lands preservation committee finds that the grant of a 69 special permit will not defeat or derogate from the intent and purposes of retaining the land for agricultural use and preserving the natural agricultural resources of the commonwealth and that 71 the landowner meets all requirements pertaining to special permits contained in the agricultural preservation restriction agreement form utilized by the commonwealth at the time of application 73 74 for the special permit. It shall be a condition of a special permit that the primary use of the restricted parcel and the structures thereon, and the primary source of revenue derived therefrom, 75 shall at all times be commercial agriculture. 76

- 77 The commissioner of agricultural resources may promulgate rules and regulations governing
- 78 alternative energy-generating facilities on land subject to an agricultural preservation restriction
- 79 to assure the placement, construction, and operation do not defeat or derogate from the intent of
- 80 this section, which is to keep land or water areas predominately in their agricultural farming or
- 81 forest use. The regulations may require mitigation payments to the Agricultural Preservation
- 82 Trust Fund, established by section 2CCCC of chapter 29, and may allow for prescription or
- 83 approval of the commercial relationships required to own or operate such facilities.
- 84 SECTION 3. Section 24 of said chapter 20, as appearing in the 2010 Official Edition, is hereby
- 85 amended by adding the following subsection:-
- 86 (e) There shall be a land use technical advisory committee. The advisory committee may
- 87 recommend rules and regulations for landowners subject to an agricultural preservation
- 88 restriction concerning practices that defeat or derogate from the intent of this section, which is to
- 89 keep land or water areas predominately in their agricultural farming or forest use.
- 90 The commissioner may grant an exemption for a landowner who demonstrates that (i) those rules
- 91 or regulations or both negatively impact the landowner's ability to maintain a profitable farming
- 92 operation and (ii) the exemption will not defeat or derogate from the intent of this section. The
- 93 advisory committee shall review a request for an exemption and make recommendations to the
- 94 commissioner prior to the commissioner's determination on the exemption.
- 95 The advisory committee shall consist of 5 members: (1) a representative of the Natural
- 96 Resources Conservation Service with the United States Department of Agriculture, appointed by
- 97 the Massachusetts director of the National Resource Conservation Service; (2) a representative of
- 98 the center for agriculture at University of Massachusetts at Amherst appointed by the dean of the

- 99 college of natural sciences; (3) a representative of the Massachusetts Farm Bureau Federation,
- 100 Inc., appointed by its board of directors; (4) a representative of a land preservation organization
- 101 operating within the commonwealth appointed by the agricultural lands preservation committee;
- and (5) a member of the agricultural land preservation committee, appointed by the
- 103 commissioner, who shall chair the advisory committee.
- 104 SECTION 4. Chapter 29 of the General Laws is hereby amended by inserting after section
- 105 2BBBB the following section:--
- 106 Section 2CCCC. (b) There shall be established and set upon the books of the commonwealth a
- separate fund to be administered by the commissioner of agricultural resources, as trustee, to be
- 108 known as the Agricultural Preservation Trust Fund. There shall be credited to the fund any
- 109 revenue from appropriations or other monies authorized by the general court and specifically
- designated to be credited to the fund, any appropriation or grant explicitly made to the fund and
- 111 any income derived from the investment of amounts credited to the fund. The funds deposited in
- this account shall be expended in accordance with the purposes of the agricultural preservation,
- restriction that caused such funds to be deposited into the account.
- 114 No expenditure from the fund shall cause the fund to be in deficiency at the close of a fiscal year.
- 115 Monies deposited in the fund that are unexpended at the end of the fiscal year shall not revert to
- the General Fund and shall be available for expenditure in the subsequent fiscal year.
- 117 SECTION 5. Chapter 79 of the General Laws is hereby amended by striking out section 5A and
- 118 inserting in place thereof the following section:--
- 119 Section 5A. No historical or archeological landmark certified under section 27 of chapter 9, no
- 120 property owned, preserved and maintained by any historical organization or society as an ancient

- landmark or as property of historical or antiquarian interest, and no property protected by a
- 122 preservation restriction under sections 31 to 33, inclusive, of chapter 184 shall be taken without a
- 123 special law authorizing the taking.
- 124 SECTION 6. Section 5B of said chapter 79 is hereby amended by striking out the first sentence,
- as appearing in the 2010 Official Edition, and inserting in place thereof the following sentence:--
- 126 No property used for agriculture or farming as defined in section 1A of chapter 128 and no
- 127 property protected by a conservation restriction, preservation restriction, agricultural
- 128 preservation restriction, or watershed preservation restriction under sections 31 to 33, inclusive,
- 129 of chapter 184 shall be taken without the consent of the owner thereof, nor shall an easement be
- 130 taken on such property without such consent, except after a hearing by the board at which such
- 131 owner shall be entitled to be heard and allowed to introduce evidence that other land not used for
- agriculture or farming, as so defined, or not so protected under sections 31 to 33, inclusive, of
- 133 chapter 184, and without occupied buildings situated thereon is available for the public use for
- 134 which it is intended to take his property.
- 135 SECTION 7. Section 31 of chapter 184 of the General Laws, as appearing in the 2010 Official
- 136 Edition, is hereby amended by striking out, in lines 1 to 2, inclusive, the words ", either in
- 137 perpetuity or for a specified number of years."
- 138 SECTION 8. The first paragraph of said section 31 of said chapter 184, as so appearing, is
- 139 hereby amended by adding the following sentence:- A conservation restriction shall be in
- 140 perpetuity or for a specified number of years and shall only be released as provided in section 32.

SECTION 9. The second paragraph of said section 31 of said chapter 184, as so appearing, is hereby amended by adding the following sentence: — A preservation restriction shall be in 142 perpetuity or for a specified number of years and shall only be released as provided in section 32. 143 SECTION 10. The third paragraph of said section 31 of said chapter 184, as so appearing, is hereby further amended by striking out the first two sentences and inserting in place thereof the 145 following two sentences: — An agricultural preservation restriction means a right, whether or 146 not stated in the form of a restriction, easement, covenant or condition, in any deed, will or other 148 instrument executed by or on behalf of the landowner appropriate: (a) to retain land or water areas predominantly in their agricultural farming or forest use, and/or (b) to forbid or limit any 149 150 construction or placing of buildings, except for those used for agricultural purposes or for 151 dwellings used for family living by the landowner, his immediate family or employees or all acts or uses detrimental to such retention of the land in agricultural use. An agricultural preservation 153 restriction shall be in perpetuity and shall only be released as provided in section 32. 154 SECTION 11. The fourth paragraph of said section 31 of said chapter 184, as so appearing, is 155 hereby further amended by striking out the first 2 sentences and inserting in place thereof the 156 following 2 sentences:- A watershed preservation restriction means a right, whether or not stated in the form of a restriction, easement, covenant or condition, in any deed, will or other instrument executed by or on behalf of the landowner appropriate: (a) to retain land 158 159 predominantly in a condition to protect the water supply or potential water supply of the 160 commonwealth, and (b) to forbid or limit any or all acts or uses detrimental to the watershed. A watershed preservation restriction shall be in perpetuity and shall only be released as provided in 161 162 section 32.

- SECTION 12. The first paragraph of section 32 of chapter 184, as so appearing, is hereby amended by striking, in line 4, the words "or water" and inserting in place thereof the following words:-- , water, or recreation.
- SECTION 13. Said first paragraph of said section 32 of said chapter 184, as so appearing, is
 hereby further amended by adding the following 2 sentences:— The common law doctrine of
 merger shall not apply to any restrictions approved as provided in this paragraph;
 notwithstanding this provision, restrictions shall be held or co-held by eligible third parties other
 than the owner. Notwithstanding clause (a) of section 27, grantees shall be deemed to be
 benefitted by and shall have standing to enforce restrictions under this paragraph.
- SECTION 14. Said section 32 of said chapter 184, as so appearing, is hereby further amended by striking out the second and third paragraphs and inserting in place thereof the following 6 paragraphs:—
- 175 Conservation, preservation, agricultural preservation, watershed preservation and 176 affordable housing restrictions are interests in land, and may be acquired by any governmental body or charitable corporation or trust that has power to acquire interest in land for the purposes 177 178 of the restriction, in the same manner as it may acquire other interests in land. A conservation, 179 preservation, agricultural preservation, watershed preservation or affordable housing restriction 180 may be enforced by injunction or other proceeding and shall entitle the holder and representatives of the holder to enter the land in a reasonable manner and at reasonable times to 181 182 assure compliance.
- A restriction may be released in whole or in part, including by amendment allowing a previously prohibited act or use, or an act or use that was not previously reserved or allowed, by the holder

for consideration, if any, as the holder may determine, in the same manner as the holder may 186 dispose of land or other interests in land, but only after the holder or co-holders has determined that it is no longer suitable for the purposes of the restriction and after a public hearing upon 187 reasonable public notice, by the governmental body holding the restriction, or, if held by a 188 189 charitable corporation or trust, by the mayor, or in cities having a city manager, the city manager, 190 the city council of the city or the selectmen of the town, whose approval shall be required, and in 191 the case of a restriction requiring approval by the secretary of energy and environmental affairs, the Massachusetts historical commission, the commissioner of agricultural resources, the director 193 of urban parks in the department of conservation and recreation, or the director of the department 194 of housing and community development, only with like approval of the release.

195 Conservation, agricultural preservation and watershed preservation restrictions, in addition to 196 other requirements of this section, shall not be released, in whole or in part, except by laws 197 enacted by a two-thirds vote, taken by yeas and nays, of each branch of the general court.

No restriction that has been purchased with state funds or which has been granted in consideration of a loan or grant made with state funds shall be released unless it is repurchased by the landowner at its then current fair market value. Funds so received shall revert to the fund sources from which the original purchase, loan or grant was made, or, lacking such sources, shall be made available to acquire similar interests in other land for similar purposes.

203 Conservation restrictions shall be released only if the secretary of energy and environmental
204 affairs determines that the land is no longer suitable for the purposes of the restriction.
205 Agricultural preservation restrictions shall be released by the holder only if the agricultural lands
206 preservation committee, established by section 24 of chapter 20, and the commissioner of

agricultural resources determine that the land is no longer suitable for agricultural or horticultural 208 purposes. Watershed preservation restrictions shall be released by the holder only if the 209 commissioner of conservation and recreation and the secretary of energy and environmental affairs determine that the land is no longer of any importance to the water supply or potential 210 211 water supply of the commonwealth. If property has been acquired with state funds or with funds appropriated under chapter 44B or in consideration of a loan or grant made with state funds or with funds appropriated under chapter 44B and, as a condition of the acquisition, the property requires a restriction under this chapter. 214 the restriction shall be considered the completion of the acquisition and shall not be considered a 215 216 disposition as that term is used in Article 97 of the Amendments to the Constitution; and, 217 therefore, the restriction, despite the passage of time, shall not subject to the requirement of a two-thirds vote, by yeas and nays, of each branch of the general court. 218 SECTION 15. Said section 32 of said chapter 184, as so appearing, is hereby further amended by 219 220 striking out the seventh paragraph and inserting in place thereof the following paragraph: — 221 Nothing in this section shall prohibit the department of telecommunications and energy from authorizing the taking of easements for the purpose of utility services, or the granting of 222 223 exemptions from any affected restrictions with respect to those easements, provided that: (a) the 224 department shall require the minimum practicable interference with farming operations or other 225 purposes of the affected restriction; (b) the applicant has obtained, or subsequently shall obtain, 226 all necessary licenses, permits, approvals and other authorizations from the appropriate state agencies; and (c) whether said department proceeds by authorizing a taking or granting an 227

exemption, the applicant shall, under chapter 79, compensate the landowner and each restriction

228

- 229 holder to the extent each interest may warrant. The department shall determine the minimum
- 230 practicable interference after a public hearing. All holders of the affected restriction shall be
- 231 given reasonable, prior written notice of the public hearing. If the land is also subject to a public
- 232 hearing under section 75 of chapter 164, the public hearing required under this paragraph shall be
- 233 consolidated with that public hearing.
- 234 SECTION 16. Section 33 of chapter 184, as so appearing, is amended by inserting, in line 1,
- after the word "town" the following words:- or holder of a restriction under sections 31 and 32.
- 236 SECTION 17. Said section 33 of said chapter 184, as so appearing, is hereby further amended
- 237 by inserting, in line 25, after the word "body" the following words:- or holder of a restriction
- 238 under sections 31 and 32.
- 239 SECTION 18. Sections 1-17 of this act shall apply to all restrictions authorized under sections
- 240 31 and 32 of chapter 184 of the General Laws that exist on the effective date of this act.