ASSEMBLY BILL NO. 461–COMMITTEE ON WAYS AND MEANS

(ON BEHALF OF THE GOVERNOR)

MARCH 25, 2013

Referred to Committee on Ways and Means

SUMMARY—Enacts provisions governing the management of sagebrush ecosystems. (BDR 26-1194)

FISCAL NOTE: Effect on Local Government: No.

Effect on the State: Yes.

EXPLANATION - Matter in bolded italics is new; matter between brackets fomitted material; is material to be omitted.

AN ACT relating to management of land; authorizing the Division of State Lands of the State Department of Conservation and Natural Resources to establish and carry out programs to conserve certain sagebrush ecosystems; requiring the Division to coordinate the establishment of a program to improve certain sagebrush ecosystems; establishing the Account to Restore the Sagebrush Ecosystem in the State General Fund; establishing the Sagebrush Ecosystem Council within the Department; prescribing the duties of the Council; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law requires the Division of State Lands of the State Department of Conservation and Natural Resources to acquire and hold all lands and interests in land owned or required by the State, with certain exceptions. (NRS 321.001) Section 2 of this bill authorizes the Division to establish and carry out programs to preserve, restore and enhance sagebrush ecosystems on public land in this State or on private land with the consent of the owner of the land. Section 3 of this bill requires the Division to coordinate the establishment and carrying out of a program of projects to improve sagebrush ecosystems in this State. Section 3 requires the Division, when carrying out the program, to: (1) oversee a program allowing the award and banking of credits for taking measures to protect, enhance or restore sagebrush ecosystems; (2) identify and prioritize projects to improve sagebrush ecosystems or the scientific knowledge thereof; (3) cooperate with federal and state agencies; (4) suggest measures to avoid, minimize and mitigate the impact of activities conducted in areas which include sage grouse habitats to persons





conducting those activities who make a request; and (5) submit an annual progress report to the Sagebrush Ecosystem Council created in **section 6** of this bill. **Section 3** further authorizes the Division to enter into agreements, to acquire, hold, sell or lease land, to award grants and to adopt regulations to carry out the program.

Section 5 of this bill creates the Account to Restore the Sagebrush Ecosystem within the State General Fund. Section 6 of this bill creates the Sagebrush Ecosystem Council within the Department. Section 6 requires the Council to: (1) formulate and carry out certain strategies and programs for the conservation of sage grouse and for managing land which holds sagebrush ecosystems; (2) coordinate discussion among and provide advice to certain persons and governmental entities concerning the management of sagebrush ecosystems; and (3) submit a biannual report concerning its activities to the Governor.

WHEREAS, Nevada is known as the Sagebrush State; and

WHEREAS, Restoration and maintenance of the sagebrush ecosystem is essential to wildlife, watersheds, biodiversity and productivity in this State; and

WHEREAS, The greater sage grouse is an important species of bird that inhabits much of the sagebrush habitat in Nevada; and

WHEREAS, The United States Fish and Wildlife Service has determined that the greater sage grouse faces challenges that warrant listing it as threatened or endangered pursuant to the Endangered Species Act of 1973, 16 U.S.C. §§ 1531 et seq., but that the need to list higher priority species precludes the listing of the greater sage grouse; and

WHEREAS, The United States District Court for the District of Idaho ruled on February 2, 2012, that the United States Fish and Wildlife Service is required to reevaluate the status of the greater sage grouse by September 30, 2015 (W. Watersheds Project v. U.S. Fish & Wildlife Serv., 42 Envtl. L. Rep. 20036 (D. Idaho 2012)); and

WHEREAS, The Secretary of the United States Department of the Interior has invited 11 states that may be impacted by the listing of the greater sage grouse as endangered or threatened, including Nevada, to develop state-specific regulatory mechanisms to conserve the species and make such a listing unnecessary; and

WHEREAS, The development and implementation of a state-specific strategy to conserve the greater sage grouse in Nevada is critical to demonstrate to the United States Fish and Wildlife Service that the species does not require protection pursuant to the Endangered Species Act; and

WHEREAS, The State of Nevada, under the leadership of Governor Kenny Guinn's Sage-Grouse Conservation Team, developed the first edition of the *Greater Sage-Grouse Conservation Plan for Nevada and Eastern California* in 2004; and





WHEREAS, On July 31, 2012, the Greater Sage-grouse Advisory Committee, created by Executive Order 2012-09, presented further recommendations for developing a state-specific strategy to conserve the greater sage grouse; and

WHEREAS, The State of Nevada has authority to manage all wildlife belonging to this State that is not listed pursuant to the Endangered Species Act; and

WHEREAS, It is in the interest of this State to bring stakeholders and relevant agency experts together on an ongoing basis to guide the implementation of conservation measures sufficient to preclude the need to list the greater sage grouse, the bi-state sage grouse and other species that inhabit sagebrush ecosystems pursuant to the Endangered Species Act and provide continual coordination on matters related to the sagebrush ecosystem within this State; and

WHEREAS, The listing of the greater sage grouse or any other species that inhabits sagebrush ecosystems pursuant to the Endangered Species Act will have a significant adverse effect on the customs, culture and economy of the State of Nevada; and

WHEREAS, Executive Order 2012-19 established the Sagebrush Ecosystem Council to, among other duties, implement a conservation strategy for the greater sage grouse and sagebrush ecosystems and oversee the work of the Sagebrush Ecosystem Technical Team; now, therefore,

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. Chapter 321 of NRS is hereby amended by adding thereto the provisions set forth as sections 2 and 3 of this act.

- Sec. 2. Except as otherwise provided in section 3 of this act, the Division may establish and carry out programs to preserve, restore and enhance sagebrush ecosystems on public land in this State, and on privately owned land in this State with the consent of the owner of the land.
- Sec. 3. 1. The Administrator of the Division shall coordinate the establishment and carrying out of a program of projects to improve sagebrush ecosystems in this State. The Division shall cooperate, without limitation, with:
 - (a) The Department of Wildlife;
 - (b) The State Department of Agriculture; and
- 41 (c) The Division of Forestry of the State Department of 42 Conservation and Natural Resources.
 - 2. In carrying out the program described in subsection 1, the Division, on behalf of the Director of the State Department of Conservation and Natural Resources, shall:



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- (a) Oversee and administer a program to mitigate damage to sagebrush ecosystems by authorizing the award and banking of credits to persons who take measures to protect, enhance or restore sagebrush ecosystems established by the Sagebrush Ecosystem Council created by section 6 of this act;
- (b) Identify and, if necessary, prioritize any projects concerning the enhancement of the landscape, the restoration of habitat, the reduction of any nonnative grasses and plants and the mitigation of damage to or the expansion of scientific knowledge of sagebrush ecosystems;
 - (c) Coordinate activities with federal agencies;
- (d) If requested, consult with persons proposing to conduct activities in any area which includes any habitat of the greater sage grouse (Centrocercus urophasianus) to suggest measures to avoid, minimize or mitigate the effect of the activities on any sagebrush ecosystem;
- (e) Solicit grants and private contributions for projects to improve sagebrush ecosystems; and
- (f) On or before August 1 of each year, submit a report to the Sagebrush Ecosystem Council created by section 6 of this act. The report must include, without limitation:
- (1) A description of each project conducted or planned to be conducted pursuant to the program described in subsection 1, including the cost, source of funding and, for projects that have been carried out, the results of the project;
- (2) A description of any agreement between the Division and any person, federal or state agency, local government or nonprofit organization, including the purpose and provisions of the agreement;
- (3) A list of all grants and private contributions solicited and all grants awarded to further the purposes of the program;
- (4) A description of any significant activities conducted in any area which includes habitat of the greater sage grouse and all measures adopted to avoid, minimize or mitigate the effect of the activities on any sagebrush ecosystem; and
- (5) Any other information specified by the Division or requested by the Council.
 - 3. The Division may:
- (a) Enter into any agreement with a person, federal or state agency, local government or nonprofit organization to further the preservation, restoration and enhancement of sagebrush ecosystems on public land or on privately owned land with the consent of the owner of the land;





(b) In accordance with subsection 3 of NRS 321.001, acquire and hold land and any interest in land or water required to carry out the program described in subsection 1;

(c) Sell or lease land and any interest in land or water that the Division determines is no longer necessary to carry out the

program described in subsection 1;

(d) Within the limits of available money, award grants of money to other state agencies, local governments and nonprofit organizations to carry out the program described in subsection 1;

(e) Adopt any regulations to carry out the provisions of this

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(f) Conduct any other activities specified by the Division to

carry out the program described in subsection 1.

The proceeds from the sale or lease of land or of any interest in land or water pursuant to paragraph (c) of subsection 3 must be deposited in the Account to Restore the Sagebrush Ecosystem created by section 5 of this act.

Sec. 4. Chapter 232 of NRS is hereby amended by adding thereto the provisions set forth as sections 5 and 6 of this act.

- Sec. 5. 1. The Account to Restore the Sagebrush Ecosystem is hereby created in the State General Fund. The Director shall administer the Account in a manner consistent with policies and priorities established by the Sagebrush Ecosystem Council created by section 6 of this act.
- The Director may apply for and accept any gift, donation, bequest, grant or other source of money. Any money so received must be deposited in the Account.
- The interest and income earned on the money in the Account, after deducting any applicable charges, must be credited to the Account. Money that remains in the Account at the end of a fiscal year does not revert to the State General Fund, and the balance in the Account must be carried forward to the next fiscal vear.
- Claims against the Account must be paid as other claims against the State are paid.
- Sec. 6. 1. The Sagebrush Ecosystem Council is hereby created in the Department. The Council consists of:
 - (a) The following nine members appointed by the Governor:
 - (1) One member who represents agricultural interests; (2) One member who represents the energy industry;

 - (3) One member who represents the general public;
- 42 (4) One member who represents conservation 43 environmental interests:
 - (5) One member who represents mining interests;
 - (6) One member who represents ranching interests;





- (7) One member who represents hunting and fishing interests;
 - (8) One member who represents local government; and
- (9) One member who acts as a liaison for Native American tribes.
- (b) In addition to the members appointed pursuant to paragraph (a), any other members appointed by the Governor as nonvoting numbers.
- 2. After the initial terms, each member of the Council appointed pursuant to paragraph (a) of subsection 1 serves a term of 4 years, commencing on July 1. A vacancy in the membership of the Council must be filled in the same manner as the original appointment for the remainder of the unexpired term. A member may be reappointed.
- 3. While engaged in the business of the Council, each member is entitled to receive the per diem allowance and travel expenses provided for state officers and employees generally.
 - 4. The Council may:

- (a) Adopt regulations to govern the management and operation of the Council; and
- (b) Establish subcommittees consisting of members of the Council to assist the Council in the performance of its duties.
 - 5. The Council shall:
 - (a) Establish and carry out strategies for:
- (1) The conservation of the greater sage grouse (<u>Centrocercus urophasianus</u>) and sagebrush ecosystems in this State; and
- (2) Managing land which includes those sagebrush ecosystems, taking into consideration the importance of those sagebrush ecosystems and the interests of the State;
- (b) Establish and carry out a long-term system for carrying out strategies to manage sagebrush ecosystems that allows the strategies to be adapted to changing circumstances and provides for input from interested persons, groups of persons and local governmental entities;
- 36 (c) Oversee any team within the Division of State Lands of the 37 Department which provides technical services concerning 38 sagebrush ecosystems;
 - (d) Establish a program to mitigate damage to sagebrush ecosystems by authorizing the award and banking of credits to persons who take measures to protect, enhance or restore sagebrush ecosystems;
 - (e) Solicit suggestions and information and, if necessary, prioritize projects concerning the enhancement of the landscape, the restoration of habitat, the reduction of nonnative grasses and





plants and the mitigation of damage to or the expansion of scientific knowledge of sagebrush ecosystems;

- (f) If requested, provide advice for the resolution of any conflict concerning the management of the greater sage grouse or a sagebrush ecosystem;
- (g) Coordinate and facilitate discussion among persons, federal and state agencies and local governments concerning the maintenance of sagebrush ecosystems and the conservation of the greater sage grouse;
- (h) Provide information and advice to persons, federal and state agencies and local governments concerning any strategy, system, program or project carried out pursuant to this section or section 2 or 3 of this act; and
- (i) Provide direction to state agencies concerning any strategy, system, program or project carried out pursuant to this section or section 2 or 3 of this act.
- 6. On or before June 30 and December 31 of each year, the Council shall submit a written report to the Governor. The report must include, without limitation:
- (a) Information concerning the overall health and population of the greater sage grouse within this State and in the United States and the overall health of sagebrush ecosystems within this State, including, without limitation, information concerning any threats to the population of sage grouse and any sagebrush ecosystems within this State;
- (b) Information concerning all strategies, systems, programs and projects carried out pursuant to this section and sections 2 and 3 of this act, including, without limitation, information concerning the costs, sources of funding and results of those strategies, systems, programs and projects; and
 - (c) Any other information specified by the Council.
 - **Sec. 7.** NRS 232.010 is hereby amended to read as follows:
- 232.010 As used in NRS 232.010 to 232.150, inclusive [:], and sections 5 and 6 of this act:
- 1. "Department" means the State Department of Conservation and Natural Resources.
- 2. "Director" means the Director of the State Department of Conservation and Natural Resources.
 - **Sec. 8.** NRS 232.020 is hereby amended to read as follows:
 - 232.020 There is hereby created the State Department of Conservation and Natural Resources, in which is vested the administration of the provisions of NRS 232.010 to 232.150, inclusive [...], and sections 5 and 6 of this act.





- **Sec. 9.** NRS 232.070 is hereby amended to read as follows:
- 232.070 1. As executive head of the Department, the Director is responsible for the administration, through the divisions and other units of the Department, of all provisions of law relating to the functions of the Department, except functions assigned by law to the State Environmental Commission, [or] the State Conservation Commission [...] or the Sagebrush Ecosystem Council.
- 2. Except as otherwise provided in subsection 4, the Director shall:
 - (a) Establish departmental goals, objectives and priorities.
 - (b) Approve divisional goals, objectives and priorities.
- (c) Approve divisional and departmental budgets, legislative proposals, contracts, agreements and applications for federal assistance.
- (d) Coordinate divisional programs within the Department and coordinate departmental and divisional programs with other departments and with other levels of government.
- (e) Appoint the executive head of each division within the Department.
- (f) Delegate to the executive heads of the divisions such authorities and responsibilities as the Director deems necessary for the efficient conduct of the business of the Department.
- (g) Establish new administrative units or programs which may be necessary for the efficient operation of the Department, and alter departmental organization and reassign responsibilities as the Director deems appropriate.
- (h) From time to time adopt, amend and rescind such regulations as the Director deems necessary for the administration of the Department.
- (i) Consider input from members of the public, industries and representatives of organizations, associations, groups or other entities concerned with matters of conservation and natural resources on the following:
- (1) Matters relating to the establishment and maintenance of an adequate policy of forest and watershed protection;
- (2) Matters relating to the park and recreational policy of the State;
- (3) The use of land within this State which is under the jurisdiction of the Federal Government;
- (4) The effect of state and federal agencies' programs and regulations on the users of land under the jurisdiction of the Federal Government, and on the problems of those users of land; and
- (5) The preservation, protection and use of this State's natural resources.





- 3. Except as otherwise provided in subsection 4, the Director may enter into cooperative agreements with any federal or state agency or political subdivision of the State, any public or private institution located in or outside the State of Nevada, or any other person, in connection with studies and investigations pertaining to any activities of the Department.
- 4. This section does not confer upon the Director any powers or duties which are delegated by law to the State Environmental Commission, [or] the State Conservation Commission [], or the Sagebrush Ecosystem Council, but the Director may foster cooperative agreements and coordinate programs and activities involving the powers and duties of the Commissions [], and the Council.
- 5. [All] Except as otherwise provided in section 5 of this act, all gifts of money and other property which the Director is authorized to accept must be accounted for in the Department of Conservation and Natural Resources Gift Fund which is hereby created as a trust fund.
 - **Sec. 10.** NRS 232.090 is hereby amended to read as follows: 232.090 1. The Department consists of the Director and the
- following:

- (a) The Division of Water Resources.
- (b) The Division of State Lands.
- (c) The Division of Forestry.
- (d) The Division of State Parks.
- (e) The Division of Environmental Protection.
- (f) The Office of Historic Preservation.
- (g) Such other divisions as the Director may from time to time establish.
- 2. The State Environmental Commission, the State Conservation Commission, the Conservation Districts Program, the Nevada Natural Heritage Program , *the Sagebrush Ecosystem Council* and the Board to Review Claims are within the Department.
 - Sec. 11. NRS 232.140 is hereby amended to read as follows:
 - 232.140 1. [Money] Except as otherwise provided in section 5 of this act, money to carry out the provisions of NRS 232.010 to 232.150, inclusive, and sections 5 and 6 of this act to support the Department and its various divisions and other units must be provided by direct legislative appropriation from the State General Fund.
- 2. All money so appropriated must be paid out on claims approved by the Director in the same manner as other claims against the State are paid.
- **Sec. 12.** As soon as practicable after the effective date of this act, the Governor shall appoint the members of the Sagebrush





- Ecosystem Council described in paragraph (a) of subsection 1 of section 6 of this act as follows: 2

 - Three members to terms that expire on July 1, 2015;
 Three members to terms that expire on July 1, 2016; and
 Three members to terms that expire on July 1, 2017.
- Sec. 13. This act becomes effective upon passage and 6 approval.





