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# The Commonwealth of Massachusetts

#### PRESENTED BY:

### Sarah K. Peake

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act establishing a Massachusetts flood risk protection program.

#### PETITION OF:

NAME:	DISTRICT/ADDRESS:	DATE ADDED:
Sarah K. Peake	4th Barnstable	2/8/2021
Natalie M. Blais	1st Franklin	2/22/2021
Timothy R. Whelan	1st Barnstable	2/22/2021
Jessica Ann Giannino	16th Suffolk	2/24/2021
Adrian C. Madaro	1st Suffolk	2/24/2021
Lindsay N. Sabadosa	1st Hampshire	2/24/2021
Carmine Lawrence Gentile	13th Middlesex	2/25/2021
Steven C. Owens	29th Middlesex	2/25/2021
James J. O'Day	14th Worcester	2/25/2021
Steven S. Howitt	4th Bristol	2/26/2021
Brandy Fluker Oakley	12th Suffolk	2/26/2021
Dylan A. Fernandes	Barnstable, Dukes and Nantucket	2/26/2021
Susan L. Moran	Plymouth and Barnstable	2/26/2021
James B. Eldridge	Middlesex and Worcester	2/26/2021
Carol A. Doherty	3rd Bristol	2/26/2021
Michelle L. Ciccolo	15th Middlesex	2/26/2021
Tram T. Nguyen	18th Essex	3/5/2021
Danillo A. Sena	37th Middlesex	3/12/2021

Lori A. Ehrlich	8th Essex	3/12/2021
Joanne M. Comerford	Hampshire, Franklin and Worcester	3/12/2021
Kay Khan	11th Middlesex	3/12/2021
Elizabeth A. Malia	11th Suffolk	3/18/2021
Michael D. Brady	Second Plymouth and Bristol	3/18/2021
Kip A. Diggs	2nd Barnstable	3/26/2021

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By Ms. Peake of Provincetown, a petition (accompanied by bill, House, No. 983) of Sarah K. Peake and others relative to establishing a Massachusetts flood risk protection program. Environment, Natural Resources and Agriculture.

## The Commonwealth of Massachusetts

In the One Hundred and Ninety-Second General Court (2021-2022)

An Act establishing a Massachusetts flood risk protection program.

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

1	Preamble
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2 Climate change is causing significant increases in sea level, floods and storms, and 3 threatening the environment, human health and safety. Becoming resilient to these impacts 4 depends on the commonwealth's ability to visualize and adapt to flood risk today and into the 5 future. The statewide flood risk protection program is voluntary and creates and implements a 6 long term strategy to facilitate the acquisition of property from willing property owners at risk of 7 being inundated by floods, and that suffer, or are projected to suffer, repetitive or substantial 8 flood damage. The program relies on nature-based solutions to protect communities from climate 9 impacts today and in the future; prioritizes the allocation of benefits to low-income residents and 10 environmental justice populations; and creates a new trust fund intended to be funded using state 11 funds and to leverage local, federal and private funds and insurance programs with the same or similar purposes. 12

13 Section 1. Flood Risk Protection Program

14	Notwithstanding any special or general law to the contrary, the secretaries of the
15	executive office of energy and environmental affairs, executive office of housing and economic
16	development, and executive office of public safety and security shall develop and administer a
17	statewide flood risk protection program. The program shall acquire properties which are, or are
18	projected to be, repetitively or substantially damaged by floods. Funds deposited in the flood risk
19	protection trust fund shall cover the acquisition of property from willing owners; structure
20	demolition; relocation of impacted property owners, tenants and lessees; coastal, floodplain and
21	wetland restoration; and creation of open space for conservation and recreational purposes to be
22	protected in perpetuity.
23	Section 2. Definitions
24	As used in this chapter the following words shall have the following meanings:
25	"Contiguous properties", two or more adjoining parcels.
26	"Cluster properties", two or more properties that, although non-contiguous, are within
27	proximity.
28	"Eligible entity", an entity with expertise in land conservation and restoration, including a
29	state agency, nonprofit land trust, nonprofit conservation organization, local governmental body
30	or community development corporation. For the purposes of this chapter, a local governmental
31	body includes a town, city, county, district, commission, board and regional governmental unit.
32	"Environmental justice population", as defined in Section 62 of chapter 30 of the general
33	laws.

34	"Flood risk", property at risk of being inundated by water or mudflow and that currently
35	suffers or is projected to suffer repetitive or substantial flood damage as determined by the best
36	available climate, flooding, erosion, and sea level rise data and modeling.
37	"Nature-based solutions", as defined in section 1 of chapter 21N of the general laws.
38	Section 3. Program Eligibility
39	The following shall be eligible under this program:
40	(a) Property that is a flood risk and used for residential, nonprofit, or small business
41	purposes, as defined by section 1 of chapter 40W of the general laws, including the buildings and
42	structures thereon.
43	(b) Projects that receive, or do not receive, funding from the federal emergency
44	management agency.
45	Section 4. Program Requirements
46	The following shall be requirements under this chapter:
47	(a) This program is voluntary and so property shall only be acquired from a willing
48	seller or sellers.
49	(b) Property shall be acquired at fair market value of land, buildings and structures.
50	Damaged property shall be valued at pre-loss fair market value. The process for calculating fair
51	market value and pre-loss fair market value shall be defined through regulation.

(c) No less than 75 percent of program funds shall be reserved for eligible property
owners that are (i) low-income, defined as a household income 65 percent of the state median
income or less, or (ii) located within an environmental justice population.

(d) Acquired properties shall be conserved in perpetuity and maintained as open
space for conservation and recreation purposes by an eligible entity or entities. Public access
shall be required unless access is prohibited under state or local law.

(e) New and permanent engineered structures and other improvements shall not be
erected on any property acquired under this chapter unless such structures or improvements are
critical to complete a nature-based solutions project, are open on all sides (restrooms excepted),
can be easily moved, and are functionally related to open space use. These restrictions, along
with the right to enforce the same, are deemed to be covenants running with the land in
perpetuity and are binding on subsequent successors, grantees, or assigns.

- 64 (f) Any conveyance is subject to rights outstanding in third parties for existing65 easements.
- 66 Section 5. Statewide Flood Risk Assessment and Standards

The secretary of the executive office of energy and environmental affairs shall use the best available climate data and models, and sea level rise, tidal, coastal, riverine flooding data, and models, to assess the current and future flood risk to property statewide. To assess current and future flood risk, the secretary shall solicit input from the executive office of housing and economic development and the executive office of public safety and security; and shall consult with federal agency experts and scientific, technical and insurance experts.

73	Following the development of each statewide assessment, the secretary shall create and
74	update standards used to evaluate properties that may be acquired from a willing seller or sellers
75	under this chapter. The standards shall be used to set priorities based on the following factors:
76	(1) Properties that are a flood risk.
77	(2) Properties owned by low-income property owners and properties within an
78	environmental justice population.
79	(3) Clustered properties or contiguous properties.
80	(4) Projects that will further protect the public health and safety of first responders,
81	neighbors and local communities.
82	(5) Projects that protect, restore, and enhance wildlife habitat, fisheries, agricultural
83	lands, drinking water supplies, ecosystem services, and that offer conservation and recreation
84	opportunities for public use.
85	The statewide standards shall be noticed for public comment no later than 180 days after
86	enactment.
87	A statewide flood risk assessment shall be updated every five years and include a
88	statewide evaluation of the program's impact on flood risk and benefits to the public. The
89	secretary shall provide a detailed report on each updated assessment to the joint committee on
90	environment, natural resources and agriculture every five years, and shall make every updated
91	assessment available for public view.
92	Section 6. Roles and Responsibilities

93 (1) The secretaries of the executive office of energy and environmental affairs, 94 executive office of housing and economic development, and executive office of public safety and 95 security shall divide the following roles and responsibilities depending on agency expertise: 96 (a) Develop an outreach, education and awareness program for local governmental 97 bodies and owners, tenants and lessees of properties that are a flood risk. 98 (b) Provide technical assistance to property owners interested in selling their 99 property. 100 (c) Establish procedures to support property owners, tenants, and lessees in need of 101 relocation assistance. 102 (d) Facilitate relationships between a property owner and eligible entities when possible. 103 104 Develop a pre-approval acquisition program that includes partnerships with (e) 105 eligible entities to promote efficient and timely property transfers, minimize hardships on 106 property owners, and discourage repetitive rehabilitation, repairing and rebuilding of flood risk 107 properties. 108 109 (2)The executive office of energy and environmental affairs and its agencies may 110 acquire and conserve flood risk property on behalf of the commonwealth, when in the 111 commonwealth's interest, and when there is no other eligible entity available to acquire an 112 owner's property.

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Section 7. Flood Risk Protection Program Trust Fund

114 (1)The secretary of energy and environmental affairs shall create and administer the 115 flood risk protection program trust fund into which shall be deposited: (a) any revenues or other 116 financing sources directed to the fund by appropriation; (b) bond revenues authorized by the 117 general court and designated to be credited to the fund; (c) any income derived from the 118 investment credited to the fund; (d) funds from public or private sources including, but not 119 limited to, gifts, federal or private grants, donations, rebates and settlements received by the 120 commonwealth that are designated to be credited to the fund; and (e) all other amounts credited or transferred into the fund from any other source. 121

122 (2)Amounts credited to the fund may be used, without further appropriation, to 123 provide grants to an eligible entity, as defined by this chapter, costs associated with 124 implementation of the flood risk protection program including upfront costs or reimbursement 125 for (a) the acquisition of property; (b) fees for necessary appraisals, title searches, title insurance, 126 property inspections, and surveys, environmental assessments and other necessary site-specific 127 due diligence; (c) the controlled demolition, removal and disposal of buildings and structures. 128 Buildings and structures deemed historically significant will be documented and options for 129 relocation or deconstruction shall be explored before they are demolished. Archaeological 130 resources will be documented and saved under the supervision of a professional archaeologist, 131 and if applicable, in consultation with a tribal representative; (d) relocation assistance for 132 homeowners, tenants and lessees; and (e) site restoration and stabilization including nature-based 133 solutions that enhance climate resiliency and restore and conserve fish and wildlife habitat.

134 (3) The secretary shall assess all funding secured from other public and private
135 sources for a project before awarding a grant from the fund for that project, to ensure that the
136 total amount paid from the fund does not exceed the total value of the project.

137 (4) The amounts expended from the fund during any fiscal year for the costs of138 employees shall not exceed 5 per cent of total funds expended from the fund in that fiscal year.

139 (5) Monies deposited into the flood risk protection program trust fund that are not
140 expended at the end of each fiscal year shall not revert to the general fund and shall be available
141 for expenditure in the subsequent fiscal year.

(6) Annually, and not later than December 1 of each year, the secretary of energy and environmental affairs shall report on the activities of the fund to the clerks of the house of representatives and the senate and to the house and senate committees on ways and means. The report shall include an accounting of expenditures made from the fund with a description of the purpose of each expenditure, an accounting of amounts credited to the fund and any unexpended balance remaining in the fund.

148 Section 8. Regulations

The secretaries of the executive office of energy and environmental affairs, executive office of housing and economic development, and executive office of public safety and security shall promulgate rules, regulations and guidelines for the administration and oversight of this chapter no later than 180 days after enactment.

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Section 9. Interagency Coordination

The secretaries of the executive office of energy and environmental affairs, executive office of housing and economic development, and executive office of safety and security shall enlist, engage, collaborate and coordinate with external experts and stakeholders regarding the creation and implementation of the flood risk protection program. Such experts and stakeholders

- shall include but are not limited to the environmental justice advisory council established by
- 159 section 62L of chapter 30 of the general laws, the global warming solutions act implementation
- 160 advisory committee, and homeowners, tenants, insurers, and municipal officials.