ASSEMBLY, No. 603 **STATE OF NEW JERSEY** 219th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2020 SESSION

Sponsored by: Assemblyman JOHN DIMAIO District 23 (Hunterdon, Somerset and Warren) Assemblyman WAYNE P. DEANGELO District 14 (Mercer and Middlesex) Assemblyman PARKER SPACE District 24 (Morris, Sussex and Warren)

Co-Sponsored by: Assemblyman Wirths

SYNOPSIS

Provides "Highlands Water Protection and Planning Act" exemption, and clarifies municipal planning or zoning authority, for certain development along commercial corridors in Highlands Region.

CURRENT VERSION OF TEXT

Introduced Pending Technical Review by Legislative Counsel.



AN ACT concerning development along commercial corridors in the
 Highlands Region and amending P.L.2004, c.120.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

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1. Section 3 of P.L.2004, c.120 (C.13:20-3) is amended to read:

3. As used in [this act] <u>P.L.2004, c.120 (C.13:20-1 et al.)</u>:

9 "Agricultural or horticultural development" means construction 10 for the purposes of supporting common farmsite activities, 11 including but not limited to: the production, harvesting, storage, 12 grading, packaging, processing, and the wholesale and retail 13 marketing of crops, plants, animals, and other related commodities 14 and the use and application of techniques and methods of soil preparation and management, fertilization, weed, disease, and pest 15 16 control, disposal of farm waste, irrigation, drainage and water management, and grazing **[**;**]**. 17

18 "Agricultural impervious cover" means agricultural or
19 horticultural buildings, structures, or facilities with or without
20 flooring, residential buildings, and paved areas, but shall not mean
21 temporary coverings [;].

22 "Agricultural or horticultural use" means the use of land for 23 common farmsite activities, including but not limited to: the 24 production, harvesting, storage, grading, packaging, processing, and 25 the wholesale and retail marketing of crops, plants, animals, and 26 other related commodities and the use and application of techniques 27 and methods of soil preparation and management, fertilization, 28 weed, disease, and pest control, disposal of farm waste, irrigation, 29 drainage and water management, and grazing **[**; **]**.

"Application for development" means the application form and
all accompanying documents required for approval of a subdivision
plat, site plan, planned development, conditional use, zoning
variance, or direction of the issuance of a permit pursuant to the
"Municipal Land Use Law," P.L.1975, c.291 (C.40:55D-1 et seq.)
or R.S.40:27-1 et seq., for any use, development, or construction
[;].

"Capital improvement" means any facility for the provision of
public services with a life expectancy of three or more years, owned
and operated by or on behalf of the State or a political subdivision
thereof [;].

41 <u>"Commercial corridor" means the land area with frontage on a</u>
42 State, county, or rail thoroughfare in the Highlands Region zoned
43 for commercial or industrial use as of the effective date of
44 P.L.2004, c.120 (C.13:20-1 et al.), or, subsequent to that effective

EXPLANATION – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

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1 date, the land area along such a thoroughfare that is deemed by a 2 municipal planning board and governing body of a municipality to 3 be necessary for commercial or industrial use for the economic 4 viability of the municipality. 5 "Construction beyond site preparation" means having completed 6 the foundation for a building or structure, and does not include the 7 clearing, cutting, or removing of vegetation, bringing construction 8 materials to the site, or site grading or other earth work associated 9 with preparing a site for construction **[**;**]**. 10 "Construction materials facility" means any facility or land upon 11 which the activities of production of ready mix concrete, bituminous concrete, or class B recycling occurs **[**; **]**. 12 13 "Council" means the Highlands Water Protection and Planning 14 Council established by section 4 of [this act;] P.L.2004, c.120 15 (C.13:20-4). 16 "Department" means the Department of Environmental 17 Protection **[**;**]**. 18 "Development" means the same as that term is defined in section 19 3.1 of P.L.1975, c.291 (C.40:55D-4) **[**;**]**. 20 "Development regulation" means the same as that term is defined 21 in section 3.1 of P.L.1975, c.291 (C.40:55D-4) [;]. 22 "Disturbance" means the placement of impervious surface, the 23 exposure or movement of soil or bedrock, or the clearing, cutting, 24 or removing of vegetation **[**;**]**. 25 "Environmental land use or water permit" means a permit, 26 approval, or other authorization issued by the Department of 27 Environmental Protection pursuant to the "Freshwater Wetlands Protection Act," P.L.1987, c.156 (C.13:9B-1 et seq.), the "Water 28 29 Supply Management Act," P.L.1981, c.262 (C.58:1A-1 et seq.), the 30 "Water Pollution Control Act," P.L.1977, c.74 (C.58:10A-1 et seq.), 31 "The Realty Improvement Sewerage and Facilities Act (1954)," 32 P.L.1954, c.199 (C.58:11-23 et seq.), the "Water Quality Planning Act," P.L.1977, c.75 (C.58:11A-1 et seq.), the "Safe Drinking 33 34 Water Act," P.L.1977, c.224 (C.58:12A-1 et seq.), or the "Flood 35 Hazard Area Control Act," P.L.1962, c.19 (C.58:16A-50 et seq.)[;]. 36 "Facility expansion" means the expansion of the capacity of an 37 existing capital improvement in order that the improvement may 38 serve new development **[**;**]**. 39 "Farm conservation plan" means a site specific plan that 40 prescribes needed land treatment and related conservation and 41 resource management natural measures, including forest 42 management practices, that are determined to be practical and 43 reasonable for the conservation, protection, and development of 44 natural resources, the maintenance and enhancement of agricultural 45 or horticultural productivity, and the control and prevention of 46 nonpoint source pollution **[**;**]**.

"Farm management unit" means a parcel or parcels of land,
whether contiguous or noncontiguous, together with agricultural or
horticultural buildings, structures and facilities, producing
agricultural or horticultural products, and operated as a single
enterprise [;].

6 "Highlands open waters" means all springs, streams including 7 intermittent streams, wetlands, and bodies of surface water, whether 8 natural or artificial, located wholly or partially within the 9 boundaries of the Highlands Region, but shall not mean swimming 10 pools **[**;**]**.

"Highlands Region" means that region so designated by
subsection a. of section 7 of [this act;] P.L.2004, c.120 (C.13:207).

"Immediate family member" means spouse, child, parent, sibling,
aunt, uncle, niece, nephew, first cousin, grandparent, grandchild,
father-in-law, mother-in-law, son-in-law, daughter-in-law,
stepparent, stepchild, stepbrother, stepsister, half brother, or half
sister, whether the individual is related by blood, marriage, or
adoption [;].

20 "Impact fee" means cash or in-kind payments required to be paid by a developer as a condition for approval of a major subdivision or 21 22 major site plan for the developer's proportional share of the cost of 23 providing new or expanded reasonable and necessary public 24 improvements located outside the property limits of the subdivision 25 or development but reasonably related to the subdivision or 26 development based upon the need for the improvement created by, 27 and the benefits conferred upon, the subdivision or development [;]. "Impervious surface" means any structure, 28 surface, or 29 improvement that reduces or prevents absorption of stormwater into 30 land, and includes porous paving, paver blocks, gravel, crushed 31 stone, decks, patios, elevated structures, and other similar structures, surfaces, or improvements **[**;**]**. 32

"Individual unit of development" means a dwelling unit in the
case of a residential development, a square foot in the case of a nonresidential development, or any other standard employed by a
municipality for different categories of development as a basis upon
which to establish a service unit **[;]**.

38 "Local government unit" means a municipality, county, or other
39 political subdivision of the State, or any agency, board,
40 commission, utilities authority or other authority, or other entity
41 thereof [;].

"Major Highlands development" means, except as otherwise
provided pursuant to subsection a. of section 30 of [this act]
<u>P.L.2004, c.120 (C.13:20-28)</u>, (1) any non-residential development
in the preservation area; (2) any residential development in the
preservation area that requires an environmental land use or water
permit or that results in the ultimate disturbance of one acre or more

of land or a cumulative increase in impervious surface by one-1 2 quarter acre or more; (3) any activity undertaken or engaged in the 3 preservation area that is not a development but results in the 4 ultimate disturbance of one-quarter acre or more of forested area or 5 that results in a cumulative increase in impervious surface by one-6 quarter acre or more on a lot; or (4) any capital or other project of a 7 State entity or local government unit in the preservation area that requires an environmental land use or water permit or that results in 8 9 the ultimate disturbance of one acre or more of land or a cumulative 10 increase in impervious surface by one-quarter acre or more. Major Highlands development shall not mean an agricultural or 11 12 horticultural development or agricultural or horticultural use in the Solar panels shall not be included in any 13 preservation area. 14 calculation of impervious surface **[**;**]**.

"Mine" means any mine, whether on the surface or underground,
and any mining plant, material, equipment, or explosives on the
surface or underground, which may contribute to the mining or
handling of ore or other metalliferous or non-metalliferous
products. The term "mine" shall also include a quarry, sand pit,
gravel pit, clay pit, or shale pit **[;]**.

21 "Mine site" means the land upon which a mine, whether active or 22 inactive, is located, for which the Commissioner of Labor and 23 Workforce Development has granted a certificate of registration 24 pursuant to section 4 of P.L.1954, c.197 (C.34:6-98.4) and the 25 boundary of which includes all contiguous parcels, except as provided below, of property under common ownership or 26 27 management, whether located in one or more municipalities, as 28 such parcels are reflected by lot and block numbers or metes and bounds, including any mining plant, material, or equipment. 29 30 "Contiguous parcels" as used in this definition of "mine site" shall 31 not include parcels for which mining or quarrying is not a permitted 32 use or for which mining or quarrying is not permitted as a prior 33 nonconforming use under the "Municipal Land Use Law," 34 P.L.1975, c.291 (C.40:55D-1 et seq.) [;] .

"Office of Smart Growth" means the Office of State Planning
established pursuant to section 6 of P.L.1985, c.398 (C.52:18A201)[;].

38 "Planning area" means that portion of the Highlands Region not
39 included within the preservation area [;].

40 "Preservation area" means that portion of the Highlands Region
41 so designated by subsection b. of section 7 of [this act;] <u>P.L.2004</u>,
42 <u>c.120 (C.13:20-7).</u>

43 "Public utility" means the same as that term is defined in
44 R.S.48:2-13 [;].

45 "Recreation and conservation purposes" means the same as that
46 term is defined in section 3 of P.L.1999, c.152 (C.13:8C-3) [;].

"Regional master plan" means the Highlands regional master
 plan or any revision thereof adopted by the council pursuant to
 section 8 of [this act;] P.L.2004, c.120 (C.13:20-8).

4 "Resource management systems plan" means a site specific 5 conservation system plan that (1) prescribes needed land treatment and related conservation and natural resource management 6 measures, including forest management practices, for 7 the 8 conservation, protection, and development of natural resources, the 9 maintenance and enhancement of agricultural or horticultural 10 productivity, and the control and prevention of nonpoint source 11 pollution, and (2) establishes criteria for resources sustainability of 12 soil, water, air, plants, and animals **[**;**]**.

"Service area" means that area to be served by the capital
improvement or facility expansion as designated in the capital
improvement program adopted by a municipality under section 20
of P.L.1975, c.291 (C.40:55D-29) [;].

"Service unit" means a standardized measure of consumption,
use, generation or discharge attributable to an individual unit of
development calculated in accordance with generally accepted
engineering or planning standards for a particular category of
capital improvements or facility expansions [;].

"Soil conservation district" means the same as that term is
defined in R.S.4:24-2 [;].

"Solar panel" means an elevated panel or plate, or a canopy or
array thereof, that captures and converts solar radiation to produce
power, and includes flat plate, focusing solar collectors, or
photovoltaic solar cells and excludes the base or foundation of the
panel, plate, canopy, or array **[**;].

29 "State Development and Redevelopment Plan" means the State
30 Development and Redevelopment Plan adopted pursuant to
31 P.L.1985, c.398 (C.52:18A-196 et al.) [;].

32 "State entity" means any State department, agency, board,
33 commission, or other entity, district water supply commission,
34 independent State authority or commission, or bi-state entity [;].

35 "State Soil Conservation Committee" means the State Soil
36 Conservation Committee in the Department of Agriculture
37 established pursuant to R.S.4:24-3 [;].

38 "Temporary coverings" means permeable, woven and non-woven
39 geotextile fabrics that allow for water infiltration or impermeable
40 materials that are in contact with the soil and are used for no more
41 than two consecutive years [; and].

"Waters of the Highlands" means all springs, streams including
intermittent streams, and bodies of surface or ground water, whether
natural or artificial, located wholly or partially within the
boundaries of the Highlands Region, but shall not mean swimming
pools.

47 (cf: P.L.2010, c.4, s.5)

1 2. Section 11 of P.L.2004, c.120 (C.13:20-11) is amended to 2 read:

3 11. a. The regional master plan shall include, but need not4 necessarily be limited to:

(1) A resource assessment which:

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6 (a) determines the amount and type of human development and 7 activity which the ecosystem of the Highlands Region can sustain 8 while still maintaining the overall ecological values thereof, with 9 special reference to surface and ground water quality and supply; 10 contiguous forests and woodlands; endangered and threatened 11 animals, plants, and biotic communities; ecological factors relating 12 to the protection and enhancement of agricultural or horticultural 13 production or activity; air quality; and other appropriate 14 considerations affecting the ecological integrity of the Highlands 15 Region; and

(b) includes an assessment of scenic, aesthetic, cultural, historic,
open space, farmland, and outdoor recreation resources of the
region, together with a determination of overall policies required to
maintain and enhance such resources;

20 (2) A financial component, together with a cash flow timetable21 which:

22 (a) details the cost of implementing the regional master plan, 23 including, but not limited to, property tax stabilization measures, 24 watershed moratorium offset aid, planning grants and other State 25 aid for local government units, capital requirements for any 26 development transfer bank, payments in lieu-of-taxes, acquisition, 27 within five years and within 10 years after the date of enactment of 28 [this act] <u>P.L.2004, c.120 (C.13:20-1 et al.)</u>, of fee simple or other 29 interests in lands for preservation or recreation and conservation 30 purposes, compensation guarantees, general administrative costs, 31 and any anticipated extraordinary or continuing costs; and

32 (b) details the sources of revenue for covering such costs,
33 including, but not limited to, grants, donations, and loans from
34 local, State, and federal departments, agencies, and other
35 governmental entities, and from the private sector;

36 (3) A component to provide for the maximum feasible local
37 government and public input into the council's operations, which
38 shall include a framework for developing policies for the planning
39 area in conjunction with those local government units in the
40 planning area who choose to conform to the regional master plan;

41 (4) A coordination and consistency component which details the 42 ways in which local, State, and federal programs and policies may 43 best be coordinated to promote the goals, purposes, policies, and 44 provisions of the regional master plan, and which details how land, 45 and structures managed governmental water, by or 46 nongovernmental entities in the public interest within the Highlands 47 Region may be integrated into the regional master plan;

1 (5) A transportation component that provides a plan for 2 transportation system preservation, includes all federally mandated 3 projects or programs, and recognizes smart growth strategies and 4 principles. The transportation component shall include projects to 5 promote a sound, balanced transportation system that is consistent 6 with smart growth strategies and principles and which preserves 7 mobility and maintains the transportation infrastructure of the 8 Highlands Region. Transportation projects and programs shall be 9 reviewed and approved by the council in consultation with the 10 Department of Transportation prior to inclusion in the 11 transportation component; and

12 (6) A smart growth component that includes an assessment, 13 based upon the resource assessment prepared pursuant to paragraph 14 (1) of subsection a. of this section, of opportunities for appropriate 15 development, redevelopment, and economic growth, and a transfer 16 of development rights program which shall include consideration of 17 public investment priorities, infrastructure investments, economic 18 development, revitalization, housing, transportation, energy 19 resources, waste management, recycling, brownfields, and design 20 such as mixed-use, compact design, and transit villages. In 21 preparing this component, the council shall:

22 (a) prepare a land use capability map;

(b) identify existing developed areas capable of sustainingredevelopment activities and investment;

(c) identify undeveloped areas in the planning area, which are
not significantly constrained by environmental limitations such as
steep slopes, wetlands, or dense forests, are not prime agricultural
areas, and are located near or adjacent to existing development and
infrastructure, that could be developed;

30 (d) identify transportation, water, wastewater, and power
31 infrastructure that would support or limit development and
32 redevelopment in the planning area. This analysis shall also
33 provide proposed densities for development, redevelopment, or
34 voluntary receiving zones for the transfer of development rights;

(e) identify potential voluntary receiving zones in the planning
area for the transfer of development rights through the appropriate
expansion of infrastructure or the modified uses of existing
infrastructure;

(f) issue model minimum standards for municipal and county
master planning and development regulations outside of the
preservation area, including density standards for center-based
development to encourage, where appropriate, the adoption of such
standards;

(g) identify special critical environmental areas and other
critical natural resource lands where development should be
limited; and

47 (h) identify areas appropriate for redevelopment and set 48 appropriate density standards for redevelopment. Any area

1 identified for possible redevelopment pursuant to this subparagraph 2 shall be either a brownfield site designated by the Department of 3 Environmental Protection or a site at which at least 70% of the area 4 thereof is covered with impervious surface. 5 b. The resource assessment, transportation component, and 6 smart growth component prepared pursuant to subsection a. of this 7 section shall be used only for advisory purposes in the planning 8 area and shall have no binding or regulatory effect therein. 9 c. Notwithstanding any provision of this section to the 10 contrary, nothing in the regional master plan shall be deemed to supersede the right and authority of a municipality or a county to 11 12 exercise planning or zoning authority in connection with property 13 located within a commercial corridor. 14 (cf: P.L.2004, c.120, s.11) 15 16 3. Section 12 of P.L.2004, c.120 (C.13:20-12) is amended to 17 read as follows: 18 12. In addition to the contents of the regional master plan 19 described in section 11 of [this act] P.L.2004, c.120 (C.13:20-11), the plan shall also include, with respect to the preservation area, a 20 21 land use capability map and a comprehensive statement of policies 22 for planning and managing the development and use of land in the 23 preservation area, which shall be based upon, comply with, and 24 implement the environmental standards adopted by the Department 25 of Environmental Protection pursuant to sections 33 and 34 of [this 26 act] P.L.2004, c.120 (C.13:20-31 and C.13:20-32) , and the 27 resource assessment prepared pursuant to paragraph (1) of 28 subsection a. of section 11 of [this act] P.L.2004, c.120 (C.13:20-29 11). 30 These policies shall include provision for implementing the 31 regional master plan by the State and local government units in the 32 preservation area in a manner that will ensure the continued, 33 uniform, and consistent protection of the Highlands Region in 34 accordance with the goals, purposes, policies, and provisions of this 35 act, and shall include: a. a preservation zone element that identifies zones within the 36 37 preservation area where development shall not occur in order to 38 protect water resources and environmentally sensitive lands and 39 which shall be permanently preserved through use of a variety of 40 tools, including but not limited to land acquisition and the transfer 41 of development rights; and 42 b. minimum standards governing municipal and county master 43 planning, development regulations, and other regulations 44 concerning the development and use of land in the preservation 45 area, including, but not limited to, standards for minimum lot sizes 46 and stream setbacks, construction on steep slopes, maximum 47 appropriate population densities, and regulated or prohibited uses 48 for specific portions of the preservation area.

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Notwithstanding any provision of this section to the contrary, 1 2 nothing in the regional master plan shall be deemed to supersede the 3 right and authority of a municipality or a county to exercise 4 planning or zoning authority in connection with property located 5 within a commercial corridor. 6 (cf: P.L.2004, c.120, s.12) 7 8 4. Section 14 of P.L.2004, c.120 (C.13:20-14) is amended to 9 read as follows: 10 14. a. Within nine to 15 months after the date of adoption of the regional master plan or any revision thereof, according to a 11 12 schedule to be established by the council, each municipality located 13 wholly or partially in the preservation area shall submit to the 14 council such revisions of the municipal master plan and 15 development regulations, as applicable to the development and use 16 of land in the preservation area, as may be necessary in order to 17 conform them with the goals, requirements, and provisions of the 18 regional master plan. After receiving and reviewing the revisions, 19 the council shall approve, reject, or approve with conditions the 20 revised plan and development regulations, as it deems appropriate, 21 after public hearing, within 60 days after the date of submission 22 thereof. 23 Upon rejecting or conditionally approving any such revised plan 24 or development regulations, the council shall identify such changes 25 therein that it deems necessary for council approval thereof, and the 26 relevant municipality shall adopt and enforce the plan or 27 development regulations as so changed. b. Within nine to 15 months after the date of adoption of the 28 29 regional master plan or any revision thereof, according to a 30 schedule to be established by the council, each county located wholly or partially in the preservation area shall submit to the 31 32 council such revisions of the county master plan and associated 33 regulations, as applicable to the development and use of land in the 34 preservation area, as may be necessary in order to conform them 35 with the goals, requirements, and provisions of the regional master 36 plan. After receiving and reviewing the revisions, the council shall 37 approve, reject, or approve with conditions those revised plans and 38 associated regulations, as it deems appropriate, after public hearing, 39 within 60 days after the date of submission thereof. 40 Upon rejecting or conditionally approving any such revised plan 41 or associated regulations, the council shall identify such changes 42 therein that it deems necessary for council approval thereof, and the 43 relevant county shall adopt and enforce the plan or associated 44 regulations as so changed. 45 c. The council may revoke a conformance approval granted 46 pursuant to this section or section 15 of [this act] P.L.2004, c.120

47 (C.13:20-15), after conducting a hearing, if the council finds that

the local government unit has taken action inconsistent with theregional master plan.

3 d. In the event that any municipality or county fails to adopt or 4 enforce an approved revised master plan, development regulations, 5 or other regulations, as the case may be, including any condition 6 thereto imposed by the council, as required pursuant to subsection 7 a. or b. of this section, the council shall adopt and enforce such 8 rules and regulations as may be necessary to implement the 9 minimum standards contained in the regional master plan as 10 applicable to any municipality or county within the preservation 11 area. If any municipality or county fails to adopt or enforce an 12 approved revised master plan, development regulations, or other 13 regulations, as the case may be, including any condition thereto 14 imposed by the council, as required pursuant to subsection a. or b. 15 of this section, the council shall have all local enforcement 16 authority provided pursuant to the "Municipal Land Use Law," 17 P.L.1975, c.291 (C.40:55D-1 et seq.), R.S.40:27-1 et seq., and this 18 act, as well as the authority to issue stop construction orders, as 19 may be necessary to implement the provisions of [this act] 20 P.L.2004, c.120 (C.13:20-1 et al.), any rules and regulations 21 adopted pursuant thereto, and the requirements and provisions of 22 the regional master plan.

e. A municipality or county may adopt revisions to its master
plan, development regulations, or other regulations for the purposes
of this section that are stricter, as determined by the council, than
the minimum necessary to obtain approval of conformance with the
regional master plan.

28 f. The requirements of this section shall not apply to any 29 municipality or county located wholly within the planning area. 30 Any municipality or county located partially within the preservation 31 area and partially within the planning area shall be required to 32 comply with the provisions of this section and the regional master 33 plan only with respect to that portion of the municipality or county 34 lying within the preservation area. Voluntary conformance with the 35 regional master plan as it may apply to those portions of a 36 municipality or county lying within the planning area shall be 37 permitted as provided pursuant to section 15 of [this act] P.L.2004, 38 c.120 (C.13:20-15).

39 g. Notwithstanding any provision of this section or any other 40 provision of P.L.2004, c.120 (C.13:20-1 et al.), or any regional 41 master plan, or rule or regulation adopted pursuant thereto, to the 42 contrary, a municipality or county shall not be denied conformance 43 approval or be deemed to have taken an action inconsistent with the 44 regional master plan if the municipality or county is exercising 45 planning or zoning authority in connection with property located 46 within a commercial corridor in a manner inconsistent with the 47 regional master plan.

48 (cf: P.L.2004, c.120, s.14)

1 5. Section 15 of P.L.2004, c.120 (C.13:20-15) is amended to 2 read as follows:

15. a. (1) For any municipality located wholly in the planning area or for any portion of a municipality lying within the planning area, the municipality may, by ordinance, petition the council of its intention to revise its master plan and development regulations, as applicable to the development and use of land in the planning area, to conform with the goals, requirements, and provisions of the regional master plan.

The municipality shall proceed in revising its master plan and
development regulations in accordance with the framework adopted
by the council pursuant to subsection a. of section 14 of [this act]
P.L.2004, c.120 (C.13:20-14).

After receiving and reviewing those revisions, and after consulting with the State Planning Commission, the council shall approve, reject, or approve with conditions the revised plan and development regulations, as it deems appropriate, after public hearing, within 60 days after the date of submission thereof.

(2) Upon rejecting or conditionally approving any such revised plan or development regulations, the council shall identify such changes therein that it deems necessary for council approval thereof, and the municipality may adopt and enforce the plan or development regulations as so changed in order for them to be deemed approved in conformance with the regional master plan.

(3) Any municipality approved by the council to be in
conformance with the regional master plan pursuant to this
subsection shall be entitled to any financial or other assistance or
incentives received by a municipality from the State as a benefit or
result of obtaining council approval pursuant to section 14 of [this
act] P.L.2004, c.120 (C.13:20-14).

31 Upon the commencement of each reexamination by the (4)32 municipality of its master plan and development regulations as 33 required pursuant to section 76 of P.L.1975, c.291 (C.40:55D-89) 34 which have been previously approved by the council to be in 35 conformance with the regional master plan pursuant to this 36 subsection, the municipality shall so notify the council and, 37 thereafter, submit to the council the draft revision of its master plan 38 and development regulations for review, by the council, of 39 conformance with the regional master plan. If, after conducting the 40 reexamination, the municipality does not resubmit to the council its 41 master plan and development regulations as they pertain to the 42 planning area and obtain reapproval thereof from the council in 43 accordance with this subsection, or if the council finds the 44 reexamined master plan or development regulations not to be in 45 conformance with the regional master plan, the council may require 46 the municipality to reimburse the council or the State, as 47 appropriate, in whole or in part for any financial or other assistance 48 or incentives received by the municipality from the State as a

benefit or result of obtaining council approval pursuant to this
 subsection.

3 (5) A municipality may adopt revisions to its master plan or 4 development regulations for the purposes of this subsection that are 5 stricter, as determined by the council, than the minimum necessary 6 to obtain approval of conformance with the regional master plan.

b. (1) Each county with lands in the planning area may, by
ordinance or resolution, as appropriate, petition the council of its
intention to revise its master plan and associated regulations, as
applicable to the development and use of land in the planning area,
to conform with the goals, requirements, and provisions of the
regional master plan.

The county shall proceed in revising its master plan and
associated regulations in accordance with the framework adopted by
the council pursuant to subsection b. of section 14 of [this act]
P.L.2004, c.120 (C.13:20-14).

17 After receiving and reviewing those revisions, and after 18 consulting with the State Planning Commission, the council shall 19 approve, reject, or approve with conditions the revised plan and 20 associated regulations, as it deems appropriate, after public hearing, 21 within 60 days after the date of submission thereof.

(2) Upon rejecting or conditionally approving any such revised
plan or associated regulations, the council shall identify such
changes therein that it deems necessary for council approval
thereof, and the county may adopt and enforce the plan or
associated regulations as so changed in order for them to be deemed
approved in conformance with the regional master plan.

(3) Any county approved by the council to be in conformance
with the regional master plan pursuant to this subsection shall be
entitled to any financial or other assistance or incentives received
by a county from the State as a benefit or result of obtaining council
approval pursuant to section 14 of [this act] P.L.2004, c.120
(C.13:20-14).

34 c. Notwithstanding any provision of this section or any other provision of P.L.2004, c.120 (C.13:20-1 et al.), or any regional 35 36 master plan, or rule or regulation adopted pursuant thereto, to the 37 contrary, a municipality or county shall not be denied conformance 38 approval or be deemed to have taken an action inconsistent with the 39 regional master plan if the municipality or county is exercising 40 planning or zoning authority in connection with property located 41 within a commercial corridor in a manner inconsistent with the 42 regional master plan.

43 (cf: P.L.2004, c.120, s.15)

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45 6. Section 30 of P.L.2004, c.120 (C.13:20-28) is amended to 46 read as follows:

47 30. a. The following are exempt from the provisions of this act,48 the regional master plan, any rules or regulations adopted by the

1 Department of Environmental Protection pursuant to [this act] 2 P.L.2004, c.120 (C.13:20-1 et al.), or any amendments to a master 3 plan, development regulations, or other regulations adopted by a 4 local government unit to specifically conform them with the 5 regional master plan: 6 (1) the construction of a single family dwelling, for an 7 individual's own use or the use of an immediate family member, on 8 a lot owned by the individual on the date of enactment of [this act] 9 P.L.2004, c.120 (C.13:20-1 et al.) or on a lot for which the individual has on or before May 17, 2004 entered into a binding 10 11 contract of sale to purchase that lot; 12 (2) the construction of a single family dwelling on a lot in 13 existence on the date of enactment of [this act] P.L.2004, c.120 14 (C.13:20-1 et al.), provided that the construction does not result in 15 the ultimate disturbance of one acre or more of land or a cumulative 16 increase in impervious surface by one-quarter acre or more; 17 (3) a major Highlands development that received on or before 18 March 29, 2004: 19 (a) one of the following approvals pursuant to the "Municipal 20 Land Use Law," P.L.1975, c.291 (C.40:55D-1 et seq.): 21 preliminary or final site plan approval; (i) 22 (ii) final municipal building or construction permit; 23 (iii) minor subdivision approval where no subsequent site plan 24 approval is required; 25 (iv) final subdivision approval where no subsequent site plan 26 approval is required; or 27 (v) preliminary subdivision approval where no subsequent site 28 plan approval is required; and 29 (b) at least one of the following permits from the Department of 30 Environmental Protection, if applicable to the proposed major 31 Highlands development: 32 (i) a permit or certification pursuant to the "Water Supply 33 Management Act," P.L.1981, c.262 (C.58:1A-1 et seq.); 34 (ii) a water extension permit or other approval or authorization pursuant to the "Safe Drinking Water Act," P.L.1977, c.224 35 36 (C.58:12A-1 et seq.); 37 (iii) a certification or other approval or authorization issued 38 pursuant to the "The Realty Improvement Sewerage and Facilities 39 Act (1954)," P.L.1954, c.199 (C.58:11-23 et seq.); or 40 (iv) a treatment works approval pursuant to the "Water Pollution 41 Control Act," P.L.1977, c.74 (C.58:10A-1 et seq.); or 42 (c) one of the following permits from the Department of 43 Environmental Protection, if applicable to the proposed major 44 Highlands development, and if the proposed major Highlands 45 development does not require one of the permits listed in 46 subsubparagraphs (i) through (iv) of subparagraph (b) of this 47 paragraph:

1 (i) a permit or other approval or authorization issued pursuant 2 to the "Freshwater Wetlands Protection Act," P.L.1987, c.156 3 (C.13:9B-1 et seq.); or 4 (ii) a permit or other approval or authorization issued pursuant 5 to the "Flood Hazard Area Control Act," P.L.1962, c.19 (C.58:16A-6 50 et seq.). 7 The exemption provided in this paragraph shall apply only to the 8 land area and the scope of the major Highlands development 9 addressed by the qualifying approvals pursuant to subparagraphs (a) 10 and (b), or (c) if applicable, of this paragraph, shall expire if any of 11 those qualifying approvals expire, and shall expire if construction 12 beyond site preparation does not commence within three years after 13 the date of enactment of [this act] P.L.2004, c.120 (C.13:20-1 et 14 al.); 15 (4) the reconstruction of any building or structure for any 16 reason within 125% of the footprint of the lawfully existing 17 impervious surfaces on the site, provided that the reconstruction 18 does not increase the lawfully existing impervious surface by one-19 This exemption shall not apply to the quarter acre or more. reconstruction of any agricultural or horticultural building or 20 21 structure for a non-agricultural or non-horticultural use; 22 (5) any improvement to a single family dwelling in existence on 23 the date of enactment of [this act] P.L.2004, c.120 (C.13:20-1 et 24 al.), including but not limited to an addition, garage, shed, 25 driveway, porch, deck, patio, swimming pool, or septic system; (6) any improvement, for non-residential purposes, to a place of 26 27 worship owned by a nonprofit entity, society or association, or 28 association organized primarily for religious purposes, or a public 29 or private school, or a hospital, in existence on the date of enactment of [this act] P.L.2004, c.120 (C.13:20-1 et al.), including 30 31 but not limited to new structures, an addition to an existing building 32 or structure, a site improvement, or a sanitary facility; 33 (7) an activity conducted in accordance with an approved 34 woodland management plan pursuant to section 3 of P.L.1964, c.48 35 (C.54:4-23.3) or a forest stewardship plan approved pursuant to section 3 of P.L.2009, c.256 (C.13:1L-31), or the normal harvesting 36 37 of forest products in accordance with a forest management plan or 38 forest stewardship plan approved by the State Forester; 39 (8) the construction or extension of trails with non-impervious 40 surfaces on publicly owned lands or on privately owned lands 41 where a conservation or recreational use easement has been 42 established; 43 (9) the routine maintenance and operations, rehabilitation, preservation, reconstruction, or repair of transportation or 44 45 infrastructure systems by a State entity or local government unit, 46 provided that the activity is consistent with the goals and purposes 47 of [this act] P.L.2004, c.120 (C.13:20-1 et al.) and does not result 48 in the construction of any new through-capacity travel lanes;

(10) the construction of transportation safety projects and
 bicycle and pedestrian facilities by a State entity or local
 government unit, provided that the activity does not result in the
 construction of any new through-capacity travel lanes;

5 (11) the routine maintenance and operations, rehabilitation, 6 preservation, reconstruction, repair, or upgrade of public utility 7 lines, rights of way, or systems, by a public utility, provided that the 8 activity is consistent with the goals and purposes of **[**this act**]** 9 <u>P.L.2004, c.120 (C.13:20-1 et al.)</u>;

(12) the reactivation of rail lines and rail beds existing on the
date of enactment of [this act] <u>P.L.2004, c.120 (C.13:20-1 et al.)</u>;

(13) the construction of a public infrastructure project approved
by public referendum prior to January 1, 2005 or a capital project
approved by public referendum prior to January 1, 2005;

(14) the mining, quarrying, or production of ready mix concrete,
bituminous concrete, or Class B recycling materials occurring or
which are permitted to occur on any mine, mine site, or construction
materials facility existing on June 7, 2004;

19 (15) the remediation of any contaminated site pursuant to
20 P.L.1993, c.139 (C.58:10B-1 et seq.);

(16) any lands of a federal military installation existing on the
date of enactment of [this act] <u>P.L.2004, c.120 (C.13:20-1 et al.)</u>
that lie within the Highlands Region; [and]

24 (17) a major Highlands development located within an area 25 designated as Planning Area 1 (Metropolitan), or Planning Area 2 (Suburban), as designated pursuant to P.L.1985, c.398 (C.52:18A-26 27 196 et seq.) as of March 29, 2004, that on or before March 29, 2004 28 has been the subject of a settlement agreement and stipulation of 29 dismissal filed in the Superior Court, or a builder's remedy issued 30 by the Superior Court, to satisfy the constitutional requirement to provide for the fulfillment of the fair share obligation of the 31 32 municipality in which the development is located. The exemption 33 provided pursuant to this paragraph shall expire if construction 34 beyond site preparation does not commence within three years after 35 receiving all final approvals required pursuant to the "Municipal Land Use Law," P.L.1975, c.291 (C.40:55D-1 et seq.) ; and 36

37 (18) the construction or reconstruction of commercial or
 38 industrial development within a commercial corridor.

b. The exemptions provided in subsection a. of this section
shall not be construed to alter or obviate the requirements of any
other applicable State or local laws, rules, regulations, development
regulations, or ordinances.

c. Nothing in [this act] P.L.2004, c.120 (C.13:20-1 et al.) shall
be construed to alter the funding allocation formulas established
pursuant to the "Garden State Preservation Trust Act," P.L.1999,
c.152 (C.13:8C-1 et seq.).

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d. Nothing in [this act] P.L.2004, c.120 (C.13:20-1 et al.) shall

be construed to repeal, reduce, or otherwise modify the obligation

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3 of counties, municipalities, and other municipal and public agencies 4 of the State to pay property taxes on lands used for the purpose and 5 for the protection of a public water supply, without regard to any 6 buildings or other improvements thereon, pursuant to R.S.54:4-3.3. 7 (cf: P.L.2009, c.256, s.11) 8 9 7. This act shall take effect immediately. 10 11 12 **STATEMENT** 13 14 This bill amends the "Highlands Water Protection and Planning 15 Act," P.L.2004, c.120 (C.13:20-1 et al.), to (1) clarify municipal 16 planning or zoning authority, and (2) provide an exemption from 17 the Highlands permitting review program for certain development 18 along commercial corridors in the Highlands Region. 19 Specifically, this bill provides that, notwithstanding any 20 provision of the "Highlands Water Protection and Planning Act," or 21 any regional master plan, or rule or regulation adopted pursuant 22 thereto, to the contrary, a municipality or county would not be 23 denied conformance approval or be deemed to have taken an action 24 inconsistent with the regional master plan if the municipality or 25 county is exercising its planning or zoning authority for property 26 located within a commercial corridor in a manner inconsistent with 27 the regional master plan. 28 In addition, the bill amends the "Highlands Water Protection and 29 Planning Act" to add a new exemption for the construction or 30 reconstruction of commercial or industrial development within a 31 commercial corridor. This construction or reconstruction would be 32 exempt from the provisions of the "Highlands Water Protection and 33 Planning Act," the regional master plan, any rules or regulations 34 adopted by the Department of Environmental Protection pursuant 35 thereto, or any amendments to a master plan, development 36 regulations, or other regulations adopted by a local government unit 37 to specifically conform them with the regional master plan. 38 The bill defines a "commercial corridor" as the land area with 39 frontage on a State, county, or rail thoroughfare in the Highlands 40 Region zoned for commercial or industrial use as of August 10, 41 2004, i.e., the effective date of the "Highlands Water Protection and 42 Planning Act," or, subsequent to that date, the land area along such 43 a thoroughfare that is deemed by a municipal planning board and 44 governing body of a municipality to be necessary for commercial or 45 industrial use for the economic viability of that municipality. 46 This bill is meant to encourage reasonable and necessary 47 economic growth in the Highlands Region as set forth in the 48 findings and declarations section of the "Highlands Water

Protection and Planning Act" that "it is important to ensure the 1 economic viability of communities throughout the New Jersey 2 3 Highlands; and that residential, commercial, and industrial 4 development, redevelopment, and economic growth in certain 5 appropriate areas of the New Jersey Highlands are also in the best 6 interests of all the citizens of the State, providing innumerable social, cultural, and economic benefits and opportunities." This bill 7 would further these findings and declarations by providing that 8 9 commercial corridors along well-traveled thoroughfares are appropriate areas for economic development in the Highlands 10 11 Region.