HOUSE No. 3093

The Commonwealth of Massachusetts

PRESENTED BY:

Susannah M. Whipps, (BY REQUEST)

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 for a new forestry deal for Massachusetts forest landowners.

PETITION OF:

NAME:DISTRICT/ADDRESS:DATE ADDED:Mike Leonard2/8/2021

HOUSE No. 3093

By Ms. Whipps of Athol (by request), a petition (accompanied by bill, House, No. 3093) of Mike Leonard relative to the taxation of forest lands. Revenue.

The Commonwealth of Alassachusetts

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

An Act for a new forestry deal for Massachusetts forest landowners.

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

- 1 I. Reforming the Chapter 61/61A Forest & Farm Land Tax Programs to Encourage
- 2 Enrollment:
- Repeal the "Right of First Refusal" when landowners withdraw from the
- 4 programs which no other state in the country has and scares away many landowners from
- 5 enrolling. In addition, eliminate the conveyance tax for early withdrawal and reduce the rollback
- 6 tax to two years if landowners withdraw from the program.
- 7 2. Reduce the tax on all acreage that is enrolled in the program to zero. Residential
- 8 development costs towns money because more town services are needed to support new
- 9 development whereas enrolled forest land cost towns almost nothing.
- 10 3. Reduce the minimum forest acreage for the Chapter 61 Forest Land Tax Program
- 11 to five acres as it is in the Chapter 61A Farm Land Tax Program.

4. Provide \$2 million/year to the Working Forest Initiative for new Chapter
 61/Forest Stewardship Plans.

- 5. All landowners enrolled in the Chapter 61 Forest Land Tax Program will automatically obtain Green Certification without any additional expensive paper work. This certification would be similar to SFI (Sustainable Forestry Initiative), FSC (Forest Stewardship Council) or Tree Farm Certification and be called Massachusetts Sustainable Forestry (MSF).
 - 6. Provide forest landowners an annual tax credit of \$100/acre/year for all acreage that is enrolled in the Chapter 61/61A Forest & Farm Land Tax Programs which would provide some compensation to landowners for all the ecosystem benefits they provide to the Commonwealth such as clean air, clean water, wildlife habitat, and CO2 sequestration which is estimated to be \$1,000/acre/year or more.
- 7. Provide for an enhanced Chapter 61 to make it easy for landowners to permanently protect their forests in a Conservation Easement. Licensed Foresters would help landowners do this by using an easy one-page form which would be recorded at the Registry of Deeds. This would greatly reduce the very high costs associated with Land Trusts saving landowners millions of dollars in unnecessary costs and encourage more landowners to permanently protect their forest land. Landowners would be paid fair market value for their Conservation Easements with funds to support the program coming from the Environmental/Climate Bond Bill and any future Environmental/Climate Bond Bill.
- 8. Less than 20% of all private forest land in Massachusetts is enrolled in the
 Chapter 61 Forest Land Tax Program in contrast to NH which has a 60% enrollment rate in their

- Current Use Program. The goal should be to get at least ½ of all private forest land enrolled in this critical program.
 - II. Reforming the Chapter 132 Forest Cutting Law to Improve Forest Productivity:

- 1. All Forest Cutting Plans will be for Long Term Forest Management. The "Short-term Harvest" (also known as destructive high-grade logging) will be eliminated. The method to determine if a Forest Cutting Plan is for Long-term Forest Management will be the same as it is in the Chapter 132 Guidance Document: "Appendix B: Procedure for Long-Term Management Determination/Short-Term Harvest Determination".
- 2. All towns will adhere to a new state rule called "A Right to Practice Forestry" with an approved Forest Cutting Plan. This will supersede all local bylaws concerning forestry and will be identical to "Right to Farm" bylaws. This will mean that no local Zoning By-Law may prohibit, unreasonably regulate, or require a special permit for the use of forest land for the primary purpose of forestry. All local wetlands bylaws will be superseded with an approved Forest Cutting Plan because the practice of silviculture and forest management will be an allowed use.
- 3. All mitigation requirements mandated by the Natural Heritage Program will be eliminated with an approved Forest Cutting Plan. Instead, voluntary measures will be suggested with the approved Forest Cutting Plan as it is in other states. This will make it much easier for landowners to manage their forest land which has been arbitrarily designated as rare species habitat often without any evidence. Maintaining land as forest provides the best protection for wildlife habitats.

- 54 4. Eliminate the "Foresters for the Birds" Program. All forestry will be accepted as 55 being good for birds and all other wildlife populations.
- III. Reforming the Massachusetts Forester Licensing Law:
- 1. Forester Licensing will be moved out of DCR and put in the Division of
 Professional Licensure with all the other licensed professionals. This will allow Licensed
 Foresters to have the same protections as do other Licensed Professionals and it will also allow
 for greater consumer protection for landowners. This move will also eliminate DCR's Forester
 Licensing Board.
- 2. A Massachusetts Forester's License will be good for three years instead of one.

 The CFE (Continuing Forestry Education) credits needed for renewal will be reduced from 20

 credits/year down to 10 credits/year. This compares with MA Licensed Timber Harvesters who

 only need 3 credits/year to maintain their licenses.
- 66 3. Encourage the creation of a New England Forester's License by accepting the 67 licenses of foresters from other states if they accept ours.
- IV. Improving DCR's Forestry Operations for Massachusetts Landowners:
- 1. All Chapter 61 Forest Management Plans and Forest Stewardship Plans will
 automatically be approved and registered by a DCR Forestry Clerk upon receipt when filed by a
 Massachusetts Licensed Forester. Reviews of Forest Management/Forest Stewardship Plans by
 DCR Service Foresters will be eliminated. Forest Cutting Plans will continue to be reviewed by
 the DCR Service Foresters and all Forest Cutting Plans must fall within the Recommended
 Management Practices in the Forest Management/Forest Stewardship Plans unless the

Management Plans are amended. Once Forester Licensing is moved to the Division of
 Professional Licensure, Licensed Foresters will stamp their Forest Management Plans and Forest
 Cutting Plans and the state will accept it like they do for engineers and surveyors.

- 2. All Forest Cutting Plans will be checked for complete information only and approved/disapproved by DCR Service Foresters within 10 working days as it is now. DCR Service Foresters will do everything they can to facilitate the approval of all Forest Cutting Plans by notifying the applicants for corrections before disapproving.
 - 3. When private landowners call DCR inquiring about forestry services they will be referred to the MA Directory of Licensed Foresters.
 - V. Encourage the Development of Forest Industry in Massachusetts:
 - 1. All Combined Heat & Power Biomass Energy facilities will be added to the list of qualified renewable energy facilities in the Renewable Portfolio Standard (RPS) Class I category and be eligible for full Renewable Energy Certificates (RECs). The efficiency requirement will be reduced to 40% for a full REC credit. This will encourage more locally produced biomass energy with some of the waste heat used to manufacture wood pellets to reduce our use of imported heating oil and for greenhouses and other food crop production. All existing standalone biomass electric power plants will be grandfathered in and be eligible for ½ the value of a Renewable Energy Certificate.
 - 2. The regulations governing biomass energy will be changed so that: all biomass derived from woodlots with an approved Forest Cutting Plan will be accepted as sustainable; there will no longer be any regulation for a volume of harvest residues that must be retained on a harvest site based on soil productivity since it has been determined that enough coarse woody

debris is being retained on all harvests; the requirement that all woody biomass units achieve a 50 percent reduction in greenhouse gas emissions over 20 years as compared to a combined-cycle natural gas unit will be accepted as being met by any and all biomass plants as long as our forests are growing faster than they are being cut; eliminate the electronic certificate registry to track and verify eligible biomass fuel supplies which also differentiates between wood derived from residues and forest thinnings; change the minimum operating efficiency of 50 percent to receive one half of a renewable energy credit (REC) to 25% for existing plants and 40 percent to receive a full renewable energy credit (REC). Eliminate the requirement for a Forest Impact Assessment every five years to review program implementation and any impacts on forests and markets as well as an Advisory Panel to review tracking and enforcement mechanisms. Instead, rely on the US Forest Service annual forest inventory report for Massachusetts.

- 3. All forest biomass that is derived from a DCR approved Forest Cutting Plan will be accepted as being carbon neutral.
- 4. Provide a 30% investment tax credit for at least six regional CHP plants and at least two wood pellet plants across the state. Increase rebates for all wood pellet heating systems for businesses, homeowners, and public buildings and restore the wood stove change-out program.
- 5. Provide price supports to establish a floor of \$30/ton for all chipwood produced from woodlots which have a DCR approved Forest Cutting Plan. It would be capped at \$20 million/year. This would increase annually by the rate of inflation. The subsidy would be funded by proceeds from RGGI Auctions (See VII.) and paid to buyers of chipwood.

- 118 6. Encourage the use of regionally produced Cross Laminated Timber (CLT) in new 119 construction especially public buildings by providing a sales tax exemption for all CLT that is 120 used in any new construction project.
- 7. Encourage the use of other wood using industries in Massachusetts by providing a 30% investment tax credit of a project's cost.
- 123 8. Provide a Job Tax Credit of \$5,000 for every new job created in forestry and 124 forest products industries that are located in Massachusetts.
- VI. Improve Forest Health and Forest Productivity:

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- 1. Non-native insect infestations such as the gypsy moth caterpillar, the hemlock wooly adelgid, the emerald ash borer, the Asian longhorned beetle, and other insect pests will be monitored and control measures encouraged. Aerial spraying of organic BT will be done for the control of the gypsy moth caterpillar as needed.
- 2. Enact a comprehensive program to control non-native invasive plants which are a huge threat to our forest ecosystems. Require that all cities and towns develop an invasive plant control program that would include all town roads and town owned property including schools, recreation areas, parks, and conservation land. Contact all landowners to educate them on the need to control invasive plants and practice good forestry. Invasive Control Management Plans will be paid for by an increase in local aid and Plans for all cities and towns will be reviewed and approved by DCR's Director of Forest Stewardship.
- VII. The Regional Greenhouse Gas Initiative (RGGI) is a cooperative effort by

 Northeast and Mid-Atlantic States to reduce CO2 emissions from large fossil fuel power plants.

MA receives about \$50 million/year from RGGI Auctions. The proceeds from the auctions go to energy efficiency and other projects but nothing goes to forestry. So the New Forestry Deal is calling for 50% of all auction revenue go to forestry. The RGGI has a "forestry protocol" but it has done nothing to help forestry in Massachusetts

VIII. Mandate a no net loss of forest land from the construction of all solar farms. All new solar farms will be confined to landfills and other brownfields.

IX. Conclusion: Encouraging the protection and management of private forest land is critical to sustain our environment for future generations in Massachusetts and sequester up to 20% of our greenhouse gas emissions making it easier to reach net zero by 2050. The goal of increasing the total amount of protected forest land in Massachusetts from one million acres to 2.5 million acres which is an area equal to ½ of the state's land area can only be achieved by passing "A New Forestry Deal for Massachusetts Landowners".