SENATE RULES COMMITTEE

Office of Senate Floor Analyses

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THIRD READING

Bill No: SB 1159 Author: Dodd (D) Amended: 4/24/24

Vote: 21

SENATE ENVIRONMENTAL QUALITY COMMITTEE: 7-0, 4/3/24 AYES: Allen, Dahle, Gonzalez, Hurtado, Menjivar, Nguyen, Skinner

SENATE NATURAL RES. & WATER COMMITTEE: 11-0, 4/23/24

AYES: Min, Seyarto, Allen, Dahle, Eggman, Grove, Hurtado, Laird, Limón,

Menjivar, Padilla

SENATE APPROPRIATIONS COMMITTEE: 7-0, 5/16/24

AYES: Caballero, Jones, Ashby, Becker, Bradford, Seyarto, Wahab

SUBJECT: California Environmental Quality Act: roadside wildfire risk

reduction projects

SOURCE: California Fire Chiefs Association

DIGEST: This bill directs the Governor's Office of Planning and Research (OPR), in consultation with relevant departments, to evaluate, and the California Natural Resources Agency (CNRA) secretary to consider, creating a categorical exemption from the California Environmental Quality Act (CEQA) for roadside projects no more than five road miles from a municipality or census-designated place that are undertaken solely for the purpose of wildfire risk reduction.

ANALYSIS:

Existing law:

1) CEQA requires lead agencies with the principal responsibility for carrying out or approving a project to prepare a negative declaration (ND), mitigated negative declaration (MND), or environmental impact report (EIR) for the

- project, unless the project is exempt from CEQA. (Public Resources Code (PRC) § 21000 et seq.)
- 2) CEQA requires the Office of Planning and Research (OPR) to prepare and develop, and the Secretary of the Natural Resources Agency to certify and adopt, guidelines for the implementation of CEQA. CEQA requires the guidelines to include a list of classes of projects that have been determined not to have a significant effect on the environment and are exempt from the requirements of CEQA, commonly known as categorical exemptions. (PRC § 21083)
- 3) Establishes a categorical exemption for Existing Facilities which may apply to the operation, repair, maintenance, permitting, leasing, licensing, or minor alteration of existing public or private structures, facilities, mechanical equipment, or topographical features, involving negligible or no expansion of existing or former use. (California Code of Regulations Title 14 (C.C.R. Tit. 14) Article 19 §15301)
- 4) Establishes a categorical exemption for minor alterations to land which may apply to minor public or private alterations in the condition of land, water, and/or vegetation which do not involve removal of healthy, mature, scenic trees except for forestry or agricultural purposes. (C.C.R. Tit. 14 Article 19 § 15304)
- 5) Specifies that fire thinning or fuel reduction projects on federal lands, subject to the National Environmental Policy Act (NEPA), are exempt from CEQA. (PRC § 4799.05)

This bill:

- 1) Requires that OPR and the Secretary of the Natural Resources agency in consultation Department of Fish and Wildlife, the Department of Forestry and Fire Protection, and the State Water Resources Control Board to consider creating a categorical CEQA exemption for wildfire risk reduction near roadside projects.
- 2) Specifies that OPR shall consider appropriate eligibility criteria for roadside projects eligible for this exemption, including: distance from the edge of an improved road or surface, any disturbance to soil and resultant impacts on sedimentation, protection of natural resources such as trees and sensitive, rare, threatened, or endangered plants, potential impacts to wildlife, and

considerations for lands under conservation easement or identified for conservation in an adopted natural community conservation plan, habitat conservation plan, or other adopted natural resource protection plan.

Background

1) The A, B, C's of CEQA. CEQA is designed to (a) make government agencies and the public aware of the environmental impacts of a proposed project, (b) ensure the public can take part in the review process, and (c) identify and implement measures to mitigate or eliminate any negative impact the project may have on the environment. CEQA is enforced by civil lawsuits that can challenge any project's environmental review. Nonprofits, private individuals, public agencies, advocacy groups, and other organizations can all file lawsuits under CEQA.

Under CEQA, projects (unless they have a specific exemption) must undergo environmental analysis. This process starts with an initial study which determines what level of further environmental review is needed for a given project. If a project has no significant effects on the environment, or if those effects can be fully mitigated, the project can move forward with a negative declaration (ND) or mitigated negative declaration (MND). If the initial study finds that the project has potentially significant effects on the environment, then a full EIR is conducted.

- 2) CEQA exemptions: statutory vs. categorical. A project is exempt from CEQA if it is ministerial (i.e., it does not involve discretionary decisions), or if there is a specific statutory or categorical exemption that applies to the project. Statutory exemptions are created by the Legislature and apply even if a project has the potential to significantly affect the environment. In contrast, categorical exemptions, which are listed in the CEQA guidelines, generally do not apply if there are significant environmental impacts associated with the project. Categorical exemptions are developed by the Office of Planning and Research as part of the CEQA guideline process and become part of the CEQA guidelines when they are certified and adopted by the Secretary of the Natural Resources Agency.
- 3) Wildfire risk. Wildfires have always shaped life in California, but as they have grown in size, severity, and overlap with the built environment, wildfires have become increasingly harmful to Californians. According to a study in 2023 by researchers at the University of Montana, the number of homes and structures destroyed by wildfires increased by 246% over the past two decades in the

contiguous Western U.S. Since 2005, wildfires have destroyed more than 97,000 structures in California, requiring mass evacuations, and exacerbating the state's housing crisis. A study on the costs of wildfires to the State of California, conducted by the California Council of Science and Technology, found that the cost of wildfires averaged \$117.4 billion annually. This includes both direct costs of fighting and recovering from wildfires (an estimated \$5.0 billion annually was attributable to reduced tax revenues and increased wildfire response costs) and indirect costs such as the strain on healthcare systems for illnesses associated with wildfire smoke. Wildfires can also be deadly. Between 2000-2017, 84 civilians were killed in wildfires. In 2018, the Camp Fire in Paradise, the deadliest wildfire in California, killed 85 civilians.

- 4) The impacts of wildfires are inequitable. A study from 2010 finds that low income households are more likely to lose all of their assets in a wildfire and less likely to have adequate insurance to cover the cost of losses as compared to higher income households. Furthermore, numerous studies have identified that wildfire smoke can be more harmful to the elderly, children, people with preexisting medical conditions, and people in disadvantaged communities where more systemic exposure to pollution and more limited access to healthcare increase risk of respiratory illnesses that can be exacerbated by wildfire smoke.
- 5) Roads and wildfires. Roads are one way that humans get access to wild lands. As such, roads increase the chance of human-caused fire ignition in those wild lands: this can be a significant wildfire risk since the majority of wildfires are started by human activity (about 86% of wildfires in California between 1992 and 2020 according to the U.S. Forest Service).

A 2019 study in Scientific Reports found that proximity to roads, alongside other variables like grass cover, were significant predictors of wildfire risk in California. Another study in the eastern cascade mountains of Washington State found that human-caused ignitions were concentrated close to roads, in high road density areas.

While roads pose a fire risk, they can also act as fuel breaks that slow fires and allow fire suppression crews quick access to fires. Roads are most effective at controlling fire when they are cleared of vegetation. However, a Caltrans Wildfire Vulnerability Analysis prepared in 2019 and repeated in 2020 confirmed that a significant portion of the state highway network is vulnerable to wildfire.

6) Wildfire mitigation through CalVTP. In California, the Board of Forestry and Fire Protection (CAL FIRE) regulates forestry activities throughout the state and develops policies to prevent fires. In December 2019, CAL FIRE developed and approved a program, the California Vegetative Treatment Program (CalVTP) to reduce hazardous vegetation around communities in the Wildland-Urban Interface (WUI), to construct fuel breaks, and to restore healthy ecological fire regimes. Vegetative treatment involves removing plants that can act as a fuel for wildfires. In forested areas, underbrush can also act as a ladder leading up into the tree canopy, leading to larger, more devastating fires. There are numerous methods of vegetative treatment, including applying herbicides, prescribed herbivory (like goats), prescribed burns, and mechanical fuel thinning.

CalVTP stitches together a series of individual vegetation treatment projects to prevent wildfires over larger areas. Projects are sited in State Responsibility Areas, which represent a small fraction of forested areas in the state. To streamline CalVTP projects, CAL FIRE simultaneously created a Program EIR (PEIR) for CalVTP projects. A PEIR is an umbrella EIR that provides environmental analysis that can be used for multiple related projects.

According CAL FIRE, as of 2021, approximately 750,000 acres of California's forests are treated with mechanical or prescribed burns annually. The state has coordinated with federal official to expand these efforts: in August 2020, California and the U.S. Forest Service committed to vegetation treatment and maintenance on a million acres of federal, state, and private forest and wildlands annually by 2025.

Comments

- 1) Purpose of Bill. According to the author, "Many fires are caused by sparks and burning debris from cars that ignite dry brush near our roads. We must make it easier for firefighters to clear this vulnerable land and remove these flammable materials. It will help keep the public safe and defend our exposed forests. This legislation aims to streamline the process for roadside vegetation management projects, crucial for wildfire risk reduction. By considering these projects for categorical exemption from the California Environmental Quality Act (CEQA), we seek to expedite essential preventative measures while minimizing bureaucratic hurdles."
- 2) Are these projects already exempt? Roadside vegetation treatment projects to mitigate wildfires may by-and-large already be exempt from CEQA. A search

of the term "fuels reduction and roadside" on CEQAnet, the State's database of filed notices for certain CEQA projects, finds dozens of examples of fuel thinning projects along roadsides since 2020. The majority of these projects use either an "existing facilities" or a "minor alternations to land" categorical exemptions currently established in the CEQA guidelines.

If fuel thinning projects near roadways are already eligible for existing categorical exemptions, then adding a new, more specific categorical exemption could cause confusion rather than clarity. Stop-back language in the bill specifies that if CNRA adopts a new exemption in the CEQA guidelines pursuant to this legislation, that new exemption would not prevent the use of existing exemptions. This keeps the door open for lead agencies to use whatever exemption works best for them as they manage vegetation along roads for fire prevention.

3) Pulling in the experts. Because categorical exemptions are developed by OPR and adopted by CNRA, categorical exemptions provide an opportunity to bring in OPR's expertise and stakeholder input in crafting the guardrails needed to ensure that this proposed CEQA exemption does not result in unintended harm to the environment. The bill also considers expertise beyond CEQA and that housed at OPR by specifically including consultation with relevant state entities: the Department of Fish and Wildlife, the Department of Forestry and Fire Protection, and the State Water Resources Control Board. In asking OPR and CNRA to consider creating a new categorical exemption, SB 1159 proposes a new approach to creating CEQA exemptions to take advantage of state agencies' expertise.

FISCAL EFFECT: Appropriation: No Fiscal Com.: Yes Local: No According to the Senate Appropriations Committee,

- OPR estimates ongoing costs of about \$450,000 annually (General Fund) for two positions to evaluate adopting an additional CEQA exemption within the Guidelines and to consider appropriate eligibility criteria for these projects, as specified.
- CNRA estimates ongoing costs of an unknown amount, likely \$1 million or more (General Fund), to implement the provisions of this bill
- To the extent this bill increases the number or ease of completing roadside projects, unknown ongoing cost pressure (various funds) to provide funds for CalFire to implement the additional projects.

• To the extent the bill encourages activities that reduce the occurrence or severity of catastrophic wildfires from what otherwise would have occurred, this bill would result in potentially significant savings due to avoided fire suppression costs (General Fund). CalFire spends roughly \$1 billion annually (General Fund) on "emergency fire suppression"

SUPPORT: (Verified 5/16/24)

Associated General Contractors California Building Industry Association California Farm Bureau Federation California Fire Chiefs Association California State Council of Laborers Contra Costa County Contra Costa County Fire Chiefs County of Sonoma County of Yolo Humboldt Redwood Company LLC Mountain Counties Water Resources Association Napa County Pacific Forest Trust Rural County Representatives of California (RCRC) San Diego Gas and Electric Company Solano County Board of Supervisors Wine Institute

OPPOSITION: (Verified 5/16/24)

New Livable California Dba Livable California

ARGUMENTS IN SUPPORT. The California Fire Chiefs write in support: "By streamlining the environmental review process for these projects, SB 1159 will enable more efficient and cost-effective implementation of crucial wildfire prevention measures. Roadside ignitions pose a significant threat to our communities and are made worse by the presence of dry vegetation capable of carrying fast moving fire. Implementing vegetation management along roadsides, in addition to prescribed burns, strategic fuel breaks, and home hardening, is essential for reducing the spread of wildfires and protecting both built and natural environments.

"Current CEQA requirements for roadside vegetation management projects are time-consuming and expensive, limiting the scale of necessary wildfire risk reduction efforts. SB 1159 addresses this challenge by recognizing roadside vegetation management as a legislative priority and advocating for its inclusion on the list of categorically exempt projects under CEQA guidelines."

ARGUMENTS IN OPPOSITION: Livable California writes in opposition "LC understands the need to reduce the risks from wildfire in California, particularly near urban areas. LC also acknowledges that areas near roadways can be conducive to wildfire ignition or spread, especially when that involves careless actions by drivers or passengers of motor vehicles. Therefore, projects that reduce wildfire risk in roadside areas, such as by tree removal or brush clearance, can be beneficial. However, roadside areas within forests or areas of chaparral may also be important as wildlife habitat. For example, the Alameda whipsnake, a federally listed endangered species, uses chaparral, and particularly rock outcroppings and flat, sunny rock surfaces, as part of its preferred habitat. While the bill includes potential impacts to wildlife in factors to be considered, more is required.

"Any CEQA exemption for wildfire prevention projects along roadways should explicitly exclude areas that have been identified as habitat or potential habitat for sensitive wildlife species — either plant or animal. The exemption should also not apply to fire roads, which often go through sensitive habitat areas and can have an important function as wildlife migration corridors."

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