

Military & Local Affairs Policy Committee

Wednesday, February 17, 2010 9:30 AM 306 HOB

MEETING PACKET



The Florida House of Representatives

Military & Local Affairs Policy Committee

Larry Cretul Speaker Dorothy L. Hukill Chair

AGENDA

February 17, 2010 306 HOB 9:30 AM – 12:00 Noon

- I. Opening Comments by the Chair
- II. PCB MLA 10-01 Formation of Local Governments
- III. PCB MLA 10-02 Local Government Services
- IV. PCB MLA 10-03 Urban Infill and Redevelopment
- V. PCB MLA 10-04 Playgrounds and Recreation Centers
- VI. PCB MLA 10-05 Florida Industrial Development Corporation
- VII. HB 395 Direct Support Organization for the Department of Military Affairs by Representative Abruzzo
- VIII. HB 753 Monroe County by Representative Saunders
 - IX. HB 759 Northern Palm Beach County Improvement District by Representative Domino
 - X. Adjourn

HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #:

PCB MLA 10-01

Formation of Local Governments

SPONSOR(S): Military & Local Affairs Policy Committee

TIED BILLS:

IDEN./SIM. BILLS:

REFERENCE		ACTION	ANALYST	STAFF DIRECTOR
Orig. Comm.:	Military & Local Affairs Policy Committee		Nelson PN	Hoagland W
1)				
2)				
3)				
4)				
5)				

SUMMARY ANALYSIS

This PCB removes obsolete language referencing the Department of Community Affairs from the "Formation of Municipalities Act." This law currently is limited to procedures for municipal incorporation which do not involve the Department.

There is no fiscal impact associated with this repeal.

The PCB has an effective date of July 1, 2010.

This document does not reflect the intent or official position of the bill sponsor or House of Representatives. STORAGE NAME: pcb01.MLA.doc

DATE:

2/9/2010

HOUSE PRINCIPLES

Members are encouraged to evaluate proposed legislation in light of the following guiding principles of the House of Representatives

- Balance the state budget.
- Create a legal and regulatory environment that fosters economic growth and job creation.
- Lower the tax burden on families and businesses.
- Reverse or restrain the growth of government.
- Promote public safety.
- Promote educational accountability, excellence, and choice.
- Foster respect for the family and for innocent human life.
- Protect Florida's natural beauty.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Present Situation

Chapter 165, F.S., the "Formation of Local Governments Act" was created pursuant to ch. 74-192, L.O.F. The purpose of this legislation was to provide general law standards, direction and procedures for the formation and dissolution of municipalities and special districts in the state. The Department of Community Affairs was charged with:

- conducting studies of county, municipal and special district formation and boundary reorganization problems throughout the state;
- conducting studies relating to the need for, and the feasibility of, formation and service
 delivery adjustments that would strengthen the capability of local governments to provide
 and maintain essential public services in a fiscally equitable manner;
- determining whether the conditions prescribed by law had been met prior to consideration of any special law to incorporate, merge or dissolve a municipality;
- submitting a written report to the governor and legislature each year summarizing the studies conducted, their findings and recommendations, and any findings in respect to federal-state-county-municipal-special district relationships or problems;
- developing a census of local government relating to each county, municipality and special district in the state:
- conducting a continuing study of various governmental activities being conducted and services being provided by local governments in the state.

The act additionally provided language that empowered the Department of Community Affairs to request assistance in administering the act from all state, county, special district or municipal agencies, departments, bureaus or boards, and required the cooperation of these entities. It also provided a definition for the department.

The provisions relating to the general powers and duties of the Department in the "Formation of Local Governments Act" were repealed by ch. 84-192, L.O.F., except for the section allowing the Department to request assistance in the administration of the chapter.

The Legislature subsequently enacted the "Uniform Special District Accountability Act of 1989," ch. 189, F.S., to provide general provisions for the definition, creation and operation of special districts. This legislation, ch. 89-169, L.O.F., changed the title for ch. 165, F.S., to the "Formation of

PAGE: 2

STORAGE NAME: pcb01.MLA.doc

DATE:

2/9/2010

Municipalities Act," and simultaneously removed provisions for special districts from this law. The chapter currently is limited to procedures for municipal incorporation which do not involve the Department of Community Affairs.

At present, pursuant to ch. 189, F.S., the Department of Community Affairs performs extensive duties relating to special districts, such as compiling the official list of special districts, publishing a "Florida Special District Handbook," administering the Special District Information Program, promulgating rules to implement the provisions of the chapter, and promoting special district accountability by monitoring financial report filings.

Effect of Proposed Changes

This PCB removes obsolete language from ch. 165, F.S., "The Formation of Municipalities Act," which references the Department of Community Affairs.

The PCB has an effective date of July 1, 2010.

B. SECTION DIRECTORY:

Section 1: Repeals subsection (6) of s. 165.031, F.S., providing a definition for the Department of Community Affairs.

Section 2: Repeals s. 165.093, F.S., relating to agency cooperation with the Department of Community Affairs.

Section 3: Provides an effective date.

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

A. FISCAL IMPACT ON STATE GOVERNMENT:

1. Revenues:

2. Expenditures:

None.

None.

B. FISCAL IMPACT ON LOCAL GOVERNMENTS:

1. Revenues:

None.

2. Expenditures:

None.

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

None.

D. FISCAL COMMENTS:

None.

III. COMMENTS

A. CONSTITUTIONAL ISSUES:

1. Applicability of Municipality/County Mandates Provision:

Not applicable. The bill does not appear to: require the counties or cities to spend funds or take an action requiring the expenditure of funds; reduce the authority that cities or counties have to raise revenues in the aggregate; or reduce the percentage of a state tax shared with cities or counties.

2. Other:

None.

B. RULE-MAKING AUTHORITY:

None.

C. DRAFTING ISSUES OR OTHER COMMENTS:

None.

IV. AMENDMENTS/COUNCIL OR COMMITTEE SUBSTITUTE CHANGES

STORAGE NAME: DATE:

pcb01.MLA.doc 2/9/2010 PCB MLA 10-01 ORIGINAL 2010

A bill to be entitled

1 | 2 | 3 | 4 | 5 |

An act relating to the formation of local governments; repealing subsection (6) of s. 165.031, F.S., providing a

definition for the Department of Community Affairs;

repealing s. 165.093, F.S., relating to the administration of the chapter; providing an effective date.

6 7

Be It Enacted by the Legislature of the State of Florida:

9

10

11

12

13

8

Section 1. <u>Subsection (6) of section 165.031, Florida</u>
Statutes, is repealed.

Section 2. Section 165.093, Florida Statutes, is repealed.

Section 3. This act shall take effect July 1, 2010.

Page 1 of 1

PCB MLA 10-01.docx

HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #:

PCB MLA 10-02

Local Government Services

SPONSOR(S): Military & Local Affairs Policy Committee

TIED BILLS:

IDEN./SIM. BILLS:

REFERENCE		ANALYST (STAFF DIRECTOR	
Military & Local Affairs Policy Committee		Nelson $\rho \lambda$	Hoagland 1
	-		
	Military & Local Affairs Policy	Military & Local Affairs Policy	Military & Local Affairs Policy

SUMMARY ANALYSIS

This PCB repeals a section of law created in 1999 that provides a process for counties and municipalities to develop and adopt plans to improve the efficiency, accountability and coordination of the delivery of local government services. Local governments may accomplish the same results by entering into interlocal agreements, and do not use the procedure provided in this section.

There is no fiscal impact associated with this repeal.

The PCB provides an effective date of July 1, 2010.

This document does not reflect the intent or official position of the bill sponsor or House of Representatives. STORAGE NAME: pcb02.MLA.doc

DATE:

2/3/2010

HOUSE PRINCIPLES

Members are encouraged to evaluate proposed legislation in light of the following guiding principles of the House of Representatives

- Balance the state budget.
- Create a legal and regulatory environment that fosters economic growth and job creation.
- Lower the tax burden on families and businesses.
- Reverse or restrain the growth of government.
- Promote public safety.
- Promote educational accountability, excellence, and choice.
- Foster respect for the family and for innocent human life.
- Protect Florida's natural beauty.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Present Situation

Section 163.07, F.S., was created by ch. 99-378, L.O.F., relating to community revitalization. This legislation outlines an optional process for counties and municipalities to develop and adopt a plan to improve the delivery of local government services. Specifically, it provides for the initiation of an efficiency and accountability process:

- by resolution adopted by a majority vote of the governing body of each of the counties involved;
- by resolutions adopted by a majority vote of the governing bodies of a majority of the municipalities within each county; or
- by a combination of resolutions adopted by a majority vote of the governing bodies of the municipality or combination of municipalities representing a majority of the municipal population of each county.

The resolution is required to create a commission which is responsible for developing the plan, and to specify the composition of the commission, which must include representatives of:

- county and municipal governments;
- · any affected special districts; and
- any relevant local government agencies.

The resolution must include a proposed timetable for the development of the plan and specify the local government support and personnel services that will be made available to representatives developing the plan.

When a resolution is adopted, the designated representatives must develop a plan for the delivery of local government services. This plan must:

designate the areawide and local government services that are the subject of the plan;

DATE:

- describe the existing organization of these services and the means of financing the services, and create a reorganization of such services and the financing to meet the goals of the section;
- designate the local agency that should be responsible for the delivery of each service;
- designate the services that should be delivered regionally or countywide;
- provide means to reduce the cost of providing local services and enhance the accountability of service providers;
- include a multi-year capital outlay plan for infrastructure;
- describe any expansion of municipal boundaries that would further the goals of the section;
- meet the standards for annexation provided in ch. 171, F.S, for any area proposed to be annexed;
- prohibit any provisions for contraction of municipal boundaries or elimination of any municipality;
- provide specific procedures for modification or termination of the plan; and
- specify the effective date of the plan.

A plan must be approved by a majority vote of the governing body of each county involved and by a majority vote of the governing bodies of a majority of the municipalities in each county, and by a majority vote of the governing bodies of the municipality or municipalities that represent a majority of the municipal population of each county.

After approval by the county and municipal governing bodies, a plan must be submitted for referendum approval in a countywide election in each county involved. A plan does not take effect unless approved by a majority of the electors of each county who vote in the referendum, and also by a majority of the municipal electors of the municipalities that represent a majority of the municipal population of each county.

Effect of Proposed Changes

This PCB repeals s. 163.07, F.S., relating to efficiency and accountability in local government services, and providing a process that allows any county or combination of counties, and the municipalities therein, to develop and adopt a plan to improve the efficiency, accountability and coordination of the delivery of local government services. Local governments do not require the authority provided in this section, and have not elected to use the complicated procedure.¹

Local governments may accomplish the same results by entering into interlocal agreements pursuant to s.163.01, F.S., the "Florida Interlocal Cooperation Act of 1969." The stated purpose of that section is to enable local governmental units to make the most efficient use of their powers by enabling them to cooperate with other localities on a basis of mutual advantage and thereby to provide services and facilities in a manner and pursuant to forms of governmental organization that will accord best with geographic, economic, population, and other factors influencing the needs and development of local communities. Public agencies are thereby authorized to exercise jointly power, privilege or authority which such agencies share in common and which each can exercise separately. This joint exercise of power is made by contract in the form of an interlocal agreement which is filed with the clerk of the

STORAGE NAME:

pcb02.MLA.doc 2/3/2010

¹ Both the League of Cities and the Association of Counties have indicated that their memberships do not use the process contained in 163.07, F.S.

circuit court of each county where a party to the agreement is located. The entire process is perceived as straightforward and flexible.

The PCB provides an effective date of July 1, 2010.

_			α
В.		1 17 15	 CTORY
LJ.	OLU	ロンバ	OIOIL.

Section 1: Repeals s. 163.07, F.S., relating to efficiency and accountability in local government.

Section 2: Provides an effective date.

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

Α.	FISCAL	IMPACT	ON	STATE	GOVERNMI	ENT:
----	---------------	---------------	----	-------	-----------------	------

1. Revenues:

None.

2. Expenditures:

None.

B. FISCAL IMPACT ON LOCAL GOVERNMENTS:

1. Revenues:

None.

2. Expenditures:

None.

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

None.

D. FISCAL COMMENTS:

None.

III. COMMENTS

A. CONSTITUTIONAL ISSUES:

1. Applicability of Municipality/County Mandates Provision:

Not applicable. The bill does not appear to: require the counties or cities to spend funds or take an action requiring the expenditure of funds; reduce the authority that cities or counties have to raise revenues in the aggregate; or reduce the percentage of a state tax shared with cities or counties.

2. Other:

None.

B. RULE-MAKING AUTHORITY:

None.

STORAGE NAME: pcb02.MLA.doc DATE:

2/3/2010

C. DRAFTING ISSUES OR OTHER COMMENTS: None.

IV. AMENDMENTS/COUNCIL OR COMMITTEE SUBSTITUTE CHANGES

STORAGE NAME: DATE: pcb02.MLA.doc 2/3/2010 PCB MLA 10-02 ORIGINAL 2010

A bill to be entitled

An act relating to efficiency and accounts

An act relating to efficiency and accountability in local government services; repealing s. 163.07, F.S., relating to a process for efficiency and accountability in local government services; providing an effective date.

6 7

3

4

5

Be It Enacted by the Legislature of the State of Florida:

8

10

Section 1. <u>Section 163.07</u>, Florida Statutes, is repealed.

Section 2. This act shall take effect July 1, 2010.

Page 1 of 1

PCB MLA 10-02.docx

HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #:

PCB MLA 10-03

Urban Infill and Redevelopment

SPONSOR(S): Military & Local Affairs Policy Committee

TIED BILLS:

IDEN./SIM. BILLS:

REFERENCE		ANALYST	STAFF DIRECTOR
Military & Local Affairs Policy Committee		Rojas 🤈 L	Hoagland W
			· · · · · · · · · · · · · · · · · · ·
	THE STATE OF THE S		
	Military & Local Affairs Policy	Military & Local Affairs Policy	Military & Local Affairs Policy Committee Rojas

SUMMARY ANALYSIS

The bill repeals s. 163.2523, F.S., which provides for the establishment of the Urban Infill and Redevelopment Assistance Grant Program. The grant program is linked to the "Growth Policy Act" passed in 1999 to address urban infill and redevelopment. In Fiscal Year 2000-01, the Legislature appropriated \$2.5 million to the grant program. The Legislature has not appropriated any funds to the grant program in subsequent fiscal years.

The bill also deletes s. 163.2526, F.S., which directs a 2004 OPPAGA review and evaluation of the Growth Policy Act. This report has been concluded. The bill also corrects several statutory cross-references.

There is no fiscal impact associated with the repeal.

This document does not reflect the intent or official position of the bill sponsor or House of Representatives. pcb03.MLA.doc

STORAGE NAME:

DATE:

2/2/2010

HOUSE PRINCIPLES

Members are encouraged to evaluate proposed legislation in light of the following guiding principles of the House of Representatives

- Balance the state budget.
- Create a legal and regulatory environment that fosters economic growth and job creation.
- Lower the tax burden on families and businesses.
- Reverse or restrain the growth of government.
- Promote public safety.
- Promote educational accountability, excellence, and choice.
- Foster respect for the family and for innocent human life.
- Protect Florida's natural beauty.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Current Situation

The Urban Infill and Redevelopment Assistance Grant Program is administered by the Division of Housing and Community Development of the Department of Community Affairs. The grant program is linked to the "Growth Policy Act" passed in 1999 to address urban infill and redevelopment.

Under the grant program, a local government may allocate grant money to special districts, including community redevelopment agencies, and nonprofit community development organizations to implement projects consistent with an adopted urban infill and redevelopment plan.

The program requires that thirty percent of the general revenue appropriated for this program be made available for planning grants to be used by local governments for the development of an urban infill and redevelopment plan, including community participation processes for the plan. Sixty percent of the general revenue appropriated for this program must be available for fifty/fifty matching grants for implementing urban infill and redevelopment projects that further the objectives set forth in the local government's adopted urban infill and redevelopment plan. The remaining 10 percent of the revenue must be used for outright grants for implementing projects requiring an expenditure of under \$50,000.

In fiscal year 2000-01, the Legislature appropriated \$2.5 million to the grant program. The Legislature has not appropriated any funds to the grant program in subsequent fiscal years. There are no remaining funds from the 2000-01 appropriation.

The Legislature directed OPPAGA in s.163.2526, F.S., to review and evaluate the Growth Policy Act. This review was concluded in 2004 and a report was issued. In its report, OPPAGA found that those local governments receiving such grants perceived them as useful. OPPAGA also noted that limited data was available at the time of their report and recommended that in the future, better reporting requirements should be established for grant programs to report on program activities and outcomes.

Effect of the Bill

The bill deletes s.163.2523, F.S., which provides for the establishment of the Urban Infill and Redevelopment Assistance Grant Program. The bill also deletes s.163.2526, F.S., which directs a 2004 OPPAGA review and evaluation of the Growth Policy Act. The bill also corrects several statutory cross-references.

STORAGE NAME:

pcb03.MLA.doc

PAGE: 2

The deletion of s.163.2526, F.S., will have no effect. The statutory responsibility of OPPAGA has been fulfilled. In addition the Urban Infill and Redevelopment Assistance Grant Program have not been funded since the 2000-2001 fiscal year.

B. SECTION DIRECTORY:

Section 1. Repeals s.163.2523, F.S.

Section 2. Repeals s. 163.2526, F.S.

Section 3. Amends s.163.065, F.S., to conform statutory cross-references.

Section 4. Amends s.163.2511, F.S., to conform statutory cross-references.

Section 5. Amends s.163.2514, F.S., to conform statutory cross-references.

Section 6. Provides an effective date.

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

A. FISCAL IMPACT ON STATE GOVERNMENT:

1. Revenues:

None

2. Expenditures:

None

B. FISCAL IMPACT ON LOCAL GOVERNMENTS:

1. Revenues:

None

2. Expenditures:

None

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

None

D. FISCAL COMMENTS:

None

III. COMMENTS

A. CONSTITUTIONAL ISSUES:

1. Applicability of Municipality/County Mandates Provision:

None

STORAGE NAME: DATE:

pcb03.MLA.doc 2/2/2010 PAGE: 3

2. Other: None

B. RULE-MAKING AUTHORITY:

None

C. DRAFTING ISSUES OR OTHER COMMENTS:

None

IV. AMENDMENTS/COUNCIL OR COMMITTEE SUBSTITUTE CHANGES

STORAGE NAME: DATE:

pcb03.MLA.doc 2/2/2010 PCB MLA 10-03 ORIGINAL 2010

A bill to be entitled

An act relating to urban infill and redevelopment; repealing s. 163.2523, F.S.; relating to the Urban Infill and Redevelopment Assistance Grant Program; repealing s. 163.2526, F.S.; relating to the review and evaluation report; amending ss.; 163.065, 163.2511, 163.2514; conforming cross references; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. <u>Section 163.2523</u>, Florida Statutes, is repealed.

Section 2. <u>Section 163.2526, Florida Statutes, is</u> repealed.

Section 3. Paragraph (a) of subsection (4) of section 163.065, Florida Statutes, is amended to read:

163.065 Miami River Improvement Act.-

- (4) PLAN.—The Miami River Commission, working with the City of Miami and Miami-Dade County, shall consider the merits of the following:
- (a) Development and adoption of an urban infill and redevelopment plan, under ss. 163.2511-163.2520 163.2511-163.2526, and participating state and regional agencies shall review the proposed plan for the purposes of consistency with applicable law.

Section 4. Subsection (1) of section 163.2511, Florida Statutes, is amended to read:

163.2511 Urban infill and redevelopment.-

Page 1 of 3

PCB MLA 10-03.docx

PCB MLA 10-03 ORIGINAL 2010

- (1) Sections $\underline{163.2511-163.2520}$ $\underline{163.2511-163.2526}$ may be cited as the "Growth Policy Act."
- Section 5. Section 163.2514, Florida Statutes, is amended to read:
- 163.2514 Growth Policy Act; definitions.—As used in ss. 163.2511-163.2520 163.2511-163.2526:
 - (1) "Local government" means any county or municipality.
- (2) "Urban infill and redevelopment area" means an area or areas designated by a local government where:
- (a) Public services such as water and wastewater, transportation, schools, and recreation are already available or are scheduled to be provided in an adopted 5-year schedule of capital improvements;
- (b) The area, or one or more neighborhoods within the area, suffers from pervasive poverty, unemployment, and general distress as defined by s. 290.0058;
- (c) The area exhibits a proportion of properties that are substandard, overcrowded, dilapidated, vacant or abandoned, or functionally obsolete which is higher than the average for the local government;
- (d) More than 50 percent of the area is within 1/4 mile of a transit stop, or a sufficient number of such transit stops will be made available concurrent with the designation; and
- (e) The area includes or is adjacent to community redevelopment areas, brownfields, enterprise zones, or Main Street programs, or has been designated by the state or Federal Government as an urban redevelopment, revitalization, or infill area under empowerment zone, enterprise community, or brownfield

Page 2 of 3

PCB MLA 10-03.docx

PCB MLA 10-03 ORIGINAL 2010

57 showcase community programs or similar programs.

Section 6. This act shall take effect July 1, 2010.

Page 3 of 3

PCB MLA 10-03.docx

58

HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BII 1 #:

PCB MLA 10-04

Playgrounds and Recreation Centers

SPONSOR(S): Military & Local Affairs Policy Committee

TIED BILLS:

IDEN./SIM. BILLS:

REFERENCE		ACTION	ANALYST	STAFF DIRECTOR	
Orig. Comm.:	Military & Local Affairs Policy Committee	•	Fudge	Hoagland W	
1)					
2)					
3)					
4)					
5)					

SUMMARY ANALYSIS

Part 1, of ch. 418, F.S., was created in 1925, and authorizes cities and counties to set aside lands and/or buildings for use as playgrounds and recreation centers and appropriate funds to conduct, equip, and maintain these facilities. It also authorizes cities and counties to establish a system of supervised recreation, which may include the creation of a playground and recreation board for such purpose. Cities and counties are authorized to finance recreational lands and/or buildings through the issuance of bonds and the levy of an annual ad valorem tax of up to 1 mill specifically designated as the "playground and recreation tax." Since 1968, cities and counties under their home rule authority have been able to levy such taxes, subject to referendum, within their respective millage cap.

Part 1 also prescribes the duties and functions of the Division of Recreation and Parks within the Department of Environmental Protection (DEP). While the bill deletes these provisions, DEP maintains that it will still be able to conduct its outreach or training regarding the grant process, if requested by local governments, through the Florida Recreation Development Assistance Program (FRDAP).

The bill repeals Part 1, of ch. 418, F.S., ss. 418.01-418.12, F.S., because it is obsolete.

This document does not reflect the intent or official position of the bill sponsor or House of Representatives. STORAGE NAME: pcb04.MLA.doc

DATE:

2/1/2010

HOUSE PRINCIPLES

Members are encouraged to evaluate proposed legislation in light of the following guiding principles of the House of Representatives

- Balance the state budget.
- Create a legal and regulatory environment that fosters economic growth and job creation.
- Lower the tax burden on families and businesses.
- Reverse or restrain the growth of government.
- Promote public safety.
- Promote educational accountability, excellence, and choice.
- Foster respect for the family and for innocent human life.
- Protect Florida's natural beauty.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Current Situation

Part 1, of ch. 418, F.S., was created in 1925, and authorizes cities and counties to set aside lands and/or buildings for use as playgrounds and recreation centers and appropriate funds to conduct, equip, and maintain these facilities. It also authorizes cities and counties to establish a system of supervised recreation, which may include the creation of a playground and recreation board for such purpose. Cities and counties are authorized to finance recreational lands and/or buildings through the issuance of bonds and the levy of an annual ad valorem tax of up to 1 mill specifically designated as the "playground and recreation tax." Since 1968, cities and counties under their home rule authority have been able to levy such taxes, subject to referendum, within their respective millage cap.¹

Section 418.12 of Part 1, describes the duties and functions of the Division of Recreation and Parks within the Department of Environmental Protection.

Effect of Proposed Changes

The bill repeals Part 1, of ch. 418, F.S., ss. 418.01-418.12, F.S. As stated above Part 1 was enacted in 1925 the majority of which has not been amended since inception. The most recent amendment occurred in 1994 to s. 418.12, F.S., when the Department of Natural Resources was changed to Department of Environmental Protection. While the bill deletes this section, DEP maintains that it will still be able to conduct its outreach or training regarding the grant process, if requested by local governments, through the Florida Recreation Development Assistance Program (FRDAP). Local governments can accomplish the provisions of Part 1 under their general authority.

B. SECTION DIRECTORY:

Section 1: Repeals s. 418.01, F.S., describing the scope of the chapter and providing definitions.

Section 2: Repeals s. 418.02, F.S., relating to recreation centers; use and acquisition of land; equipment and maintenance.

Section 3: Repeals s. 418.03, F.S., relating to supervision.

STORAGE NAME: DATE:

¹See s. 201.01(1)(c), F.S., for counties and s. 200.01(2)(c), F.S., for municipalities.

- Section 4: Repeals s. 418.04, F.S., relating to playground and recreation board
- Section 5: Repeals s. 418.05, F.S., relating to cooperation with other units and boards.
- Section 6: Repeals s. 418.06, F.S., relating to gifts, grants, devises, and beguests.
- Section 7: Repeals s. 418.07, F.S., relating to issuance of bonds.
- Section 8: Repeals s. 418.08, F.S., relating to petition for referendum.
- Section 9: Repeals s. 418.09, F.S., relating to resolution or ordinance providing for recreation system.
- Section 10: Repeals s. 418.10, F.S., relating to tax levy.
- Section 11: Repeals s. 418.11, F.S., relating to payment of expenses and custody of funds.
- Section 12: Repeals s. 418.12, F.S., relating to duties and functions of division of recreation and parks

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

A. FISCAL IMPACT ON STATE GOVERNMENT:

1. Revenues:

None.

2. Expenditures:

None.

B. FISCAL IMPACT ON LOCAL GOVERNMENTS:

1. Revenues:

None.

2. Expenditures:

None.

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

None.

D. FISCAL COMMENTS:

None.

III. COMMENTS

A. CONSTITUTIONAL ISSUES:

1. Applicability of Municipality/County Mandates Provision:

Not applicable because this bill does not appear to: require cities or counties to spend funds or take an action requiring expenditure of funds; reduce the authority that cities or counties have to raise revenues in the aggregate; or reduce the percentage of a state tax shared with cities or counties.

The tax levy authorized by s. 418.08, F.S., is subject to referendum and is therefore already included within the millages authorized for counties under s. 201.01(1)(c), F.S., and municipalities under s. 200.01(2)(c), F.S.

2. Other:

None.

B. RULE-MAKING AUTHORITY:

None.

C. DRAFTING ISSUES OR OTHER COMMENTS:

None.

IV. AMENDMENTS/COUNCIL OR COMMITTEE SUBSTITUTE CHANGES

STORAGE NAME: DATE:

pcb04.MLA.doc 2/1/2010 PCB MLA 10-04 ORIGINAL YEAR

A bill to be entitled

An act relating to playgrounds and recreation centers; repealing s. 418.01, F.S., relating to scope of chapter; definition; repealing s. 418.02, F.S., relating to recreation centers; use and acquisition of land; equipment and maintenance; repealing s. 418.03, F.S., relating to supervision; repealing s. 418.04, F.S., relating to playground and recreation board; repealing s. 418.05, F.S., relating to cooperation with other units and boards; repealing s. 418.06, F.S., relating to gifts, grants, devises, and beguests; repealing s. 418.07, F.S., relating to issuance of bonds; repealing s. 418.08, F.S., relating to petition for referendum; repealing s. 418.09, F.S., relating to resolution or ordinance providing for recreation system; repealing s. 418.10, F.S., relating to tax levy; repealing s. 418.11, F.S., relating to payment of expenses and custody of funds; repealing s. 418.12, F.S., relating to duties and functions of division of recreation and parks; providing an effective date.

20

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

Be It Enacted by the Legislature of the State of Florida:

22 23

24

25

26

27

28

- Section 1. Section 418.01, Florida Statutes, is repealed.
- Section 2. Section 418.02, Florida Statutes, is repealed.
- Section 3. Section 418.03, Florida Statutes, is repealed.
- Section 4. Section 418.04, Florida Statutes, is repealed.
- Section 5. Section 418.05, Florida Statutes, is repealed.
- Section 6. Section 418.06, Florida Statutes, is repealed.

Page 1 of 2

PCB MLA 10-4.docx

PCB MLA 10-04

29	Section 7.	Section 418.07, Florida Statutes, is repealed.
30	Section 8.	Section 418.08, Florida Statutes, is repealed.
31	Section 9.	Section 418.09, Florida Statutes, is repealed.
32	Section 10.	Section 418.10, Florida Statutes, is repealed.
33	Section 11.	Section 418.11, Florida Statutes, is repealed.
34	Section 12.	Section 418.12, Florida Statutes, is repealed.
35	Section 13.	This act shall take effect July 1, 2010.

ORIGINAL

YEAR

HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #:

PCB MLA 10-05

Florida Industrial Development Corporation

SPONSOR(S): Military & Local Affairs Policy Committee

TIED BILLS:

IDEN./SIM. BILLS:

Haarland W
Hoagland 🙌 🕽

SUMMARY ANALYSIS

The bill repeals ch. 289, F.S., relating to the Florida Industrial Development Corporation. The corporation was created to promote, develop and advance the prosperity and economic welfare of the state. The bill removes the statutory provisions for the incorporation of an industrial development corporation, special corporate powers, authorized financial transactions, membership of financial institutions, powers of stockholders and members, procedures for amending the articles of incorporation, conduct of corporation business and affairs. requirements for saving a portion of annual earned surplus, meetings, corporative existence, dissolution, credit of state, Federal Small Business Investment Act, tax exemptions, credits, or privileges, required periodic examinations, and the occupational license tax for industrial development corporations.

The repeal of ch. 289, F.S., will not impact other economic development programs currently in existence. including, but not limited to, the Office of Tourism, Trade, and Economic Development, Enterprise Florida, Inc., and county development corporations. Three FDICs existed and were dissolved in 1973, 1980, and 1991, respectively.

The bill does not have a fiscal impact.

This document does not reflect the intent or official position of the bill sponsor or House of Representatives. pcb05.MLA.doc STORAGE NAME:

DATE:

2/9/2010

HOUSE PRINCIPLES

Members are encouraged to evaluate proposed legislation in light of the following guiding principles of the House of Representatives

- Balance the state budget.
- Create a legal and regulatory environment that fosters economic growth and job creation.
- Lower the tax burden on families and businesses.
- · Reverse or restrain the growth of government.
- Promote public safety.
- Promote educational accountability, excellence, and choice.
- Foster respect for the family and for innocent human life.
- Protect Florida's natural beauty.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Current Situation

Chapter 289, F.S., was created in 1961, to provide for the creation of an industrial development corporation, with the purpose of promoting, developing and advancing the prosperity and economic welfare of the state. Industrial development corporations created under this statute encouraged and assisted new business and industry and rehabilitated existing business and industry through loans, investments or other business transactions. They were also charged with working with other public and private organizations to promote and advance industrial, commercial, agricultural, and recreational developments, and to provide financing for the promotion, development and conduct of all kinds of business activity in this state. The law contains provisions for the incorporation of an industrial development corporation, special corporate powers, authorized financial transactions, membership of financial institutions, powers of stockholders and members, procedures for amending the articles of incorporation, conduct of corporation business and affairs, requirements for saving a portion of annual earned surplus, meetings, corporative existence, dissolution, credit of state, Federal Small Business Investment Act, and tax exemptions, credits, or privileges. The corporation was to be reviewed at least once annually by the Office of Financial Regulation of the Financial Services Commission, and was required to pay an annual state occupational license tax of \$50. The last time any section of this chapter was amended was in 1980. Three FDICs existed and were dissolved in 1973, 1980, and 1991, respectively.

Proposed Changes

The bill repeals ch. 289, F.S., relating to the Florida Industrial Development Corporation. This removes the statutory provisions for the incorporation of an industrial development corporation, special corporate powers, authorized financial transactions, membership of financial institutions, powers of stockholders and members, procedures for amending the articles of incorporation, conduct of corporation business and affairs, requirements for saving a portion of annual earned surplus, meetings, corporative existence, dissolution, credit of state, Federal Small Business Investment Act, tax exemptions, credits, or privileges, required periodic examinations, and the occupational license tax for industrial development corporations.

The repeal of ch. 289, F.S., will not impact other economic development programs currently in existence, including, but not limited to, the Office of Tourism, Trade, and Economic Development, Enterprise Florida, Inc., and county development corporations.

STORAGE NAME: DATE: pcb05.MLA.doc

PAGE: 2

To conform with changes made by the bills, cross references to the Florida Industrial Development Corporation are removed in ss. 212.08, 220.183, 220.62, 440.491, and 658.67, F.S.

The bill has an effective date of July 1, 2010.

B. SECTION DIRECTORY:

Section 1. Repeals ch. 289, F.S., relating to the Florida Industrial Development Corporation.

Section 2. Amends s. 212.08, F.S., to remove cross reference.

Section 3. Amends s. 220.183, F.S., to remove cross reference.

Section 4. Amends s. 220.62, F.S., to remove cross reference.

Section 5. Amends s. 440.491, F.S., to remove cross reference.

Section 6. Amends s. 658.67, F.S., to remove cross reference.

Section 7. Provides an effective date.

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

A. FISCAL IMPACT ON STATE GOVERNMENT:

1. Revenues:

None.

2. Expenditures:

None.

B. FISCAL IMPACT ON LOCAL GOVERNMENTS:

1. Revenues:

None.

2. Expenditures:

None.

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

None.

D. FISCAL COMMENTS:

None.

III. COMMENTS

A. CONSTITUTIONAL ISSUES:

1. Applicability of Municipality/County Mandates Provision:

None.

STORAGE NAME: DATE: pcb05.MLA.doc 2/9/2010 PAGE: 3

2.	Other:
	None.

B. RULE-MAKING AUTHORITY:

None.

C. DRAFTING ISSUES OR OTHER COMMENTS:

None.

IV. AMENDMENTS/COUNCIL OR COMMITTEE SUBSTITUTE CHANGES

STORAGE NAME: DATE:

PCB MLA 10-05 ORIGINAL YEAR

A bill to be entitled

An act relating to the Florida Industrial Development Corporation; repealing ch. 289, F.S.; amending ss. 212.08, 220.183, 220.62, 440.491, and 658.67, F.S.; removing references to conform to changes made by the act; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. Sections 289.011, 289.021, 289.031, 289.041, 289.051, 289.061, 289.071, 289.081, 289.091, 289.101, 289.111, 289.121, 289.131, 289.141, 289.151, 289.161, 289.171, 289.181, 289.191, 289.201, Florida Statutes, are hereby repealed.

Section 2. Paragraph (p) of subsection (5) of section 212.08, Florida Statutes, is amended to read:

212.08 Sales, rental, use, consumption, distribution, and storage tax; specified exemptions.—The sale at retail, the rental, the use, the consumption, the distribution, and the storage to be used or consumed in this state of the following are hereby specifically exempt from the tax imposed by this chapter.

- (5) EXEMPTIONS; ACCOUNT OF USE.-
- (p) Community contribution tax credit for donations.-
- 1. Authorization.—Persons who are registered with the department under s. 212.18 to collect or remit sales or use tax and who make donations to eligible sponsors are eligible for tax credits against their state sales and use tax liabilities as provided in this paragraph:

Page 1 of 13

MLA PCB 10-05.docx

- a. The credit shall be computed as 50 percent of the person's approved annual community contribution.
- b. The credit shall be granted as a refund against state sales and use taxes reported on returns and remitted in the 12 months preceding the date of application to the department for the credit as required in sub-subparagraph 3.c. If the annual credit is not fully used through such refund because of insufficient tax payments during the applicable 12-month period, the unused amount may be included in an application for a refund made pursuant to sub-subparagraph 3.c. in subsequent years against the total tax payments made for such year. Carryover credits may be applied for a 3-year period without regard to any time limitation that would otherwise apply under s. 215.26.
- c. A person may not receive more than \$200,000 in annual tax credits for all approved community contributions made in any one year.
- d. All proposals for the granting of the tax credit require the prior approval of the Office of Tourism, Trade, and Economic Development.
- e. The total amount of tax credits which may be granted for all programs approved under this paragraph, s. 220.183, and s. 624.5105 is \$10.5 million annually for projects that provide homeownership opportunities for low-income or very-low-income households as defined in s. 420.9071(19) and (28) and \$3.5 million annually for all other projects.
- f. A person who is eligible to receive the credit provided for in this paragraph, s. 220.183, or s. 624.5105 may receive the credit only under the one section of the person's choice.

Page 2 of 13

MLA PCB 10-05.docx

- 2. Eligibility requirements.-
- a. A community contribution by a person must be in the following form:
 - (I) Cash or other liquid assets;
 - (II) Real property;

57

58

59

60

61

62

63

64

65

66

67

68

69

70

71

72

7374

75

76

77

78 79

80

81

82

83

84

- (III) Goods or inventory; or
- (IV) Other physical resources as identified by the Office of Tourism, Trade, and Economic Development.
- All community contributions must be reserved exclusively for use in a project. As used in this subsubparagraph, the term "project" means any activity undertaken by an eligible sponsor which is designed to construct, improve, or substantially rehabilitate housing that is affordable to lowincome or very-low-income households as defined in s. 420.9071(19) and (28); designed to provide commercial, industrial, or public resources and facilities; or designed to improve entrepreneurial and job-development opportunities for low-income persons. A project may be the investment necessary to increase access to high-speed broadband capability in rural communities with enterprise zones, including projects that result in improvements to communications assets that are owned by a business. A project may include the provision of museum educational programs and materials that are directly related to any project approved between January 1, 1996, and December 31, 1999, and located in an enterprise zone designated pursuant to s. 290.0065. This paragraph does not preclude projects that propose to construct or rehabilitate housing for low-income or very-low-income households on scattered sites. With respect to

housing, contributions may be used to pay the following eligible low-income and very-low-income housing-related activities:

- (I) Project development impact and management fees for low-income or very-low-income housing projects;
- (II) Down payment and closing costs for eligible persons, as defined in s. 420.9071(19) and (28);
- (III) Administrative costs, including housing counseling and marketing fees, not to exceed 10 percent of the community contribution, directly related to low-income or very-low-income projects; and
- (IV) Removal of liens recorded against residential property by municipal, county, or special district local governments when satisfaction of the lien is a necessary precedent to the transfer of the property to an eligible person, as defined in s. 420.9071(19) and (28), for the purpose of promoting home ownership. Contributions for lien removal must be received from a nonrelated third party.
- c. The project must be undertaken by an "eligible sponsor," which includes:
 - (I) A community action program;
- (II) A nonprofit community-based development organization whose mission is the provision of housing for low-income or very-low-income households or increasing entrepreneurial and job-development opportunities for low-income persons;
 - (III) A neighborhood housing services corporation;
 - (IV) A local housing authority created under chapter 421;
- (V) A community redevelopment agency created under s.

112 163.356;

85

86

87

88

89

90

91

92

93

94

95

96

97

98

99

100

101

102

103

104

105

106

107

108

109

110

Page 4 of 13

MLA PCB 10-05.docx

113	(VI) The Florida Industrial Development Corporation;
114	(VI \pm) A historic preservation district agency or
115	organization;
116	(VII \pm) A regional workforce board;
117	($rac{ m VIII}{ m HX}$) A direct-support organization as provided in s.
118	1009.983;
119	$({f I}{f X})$ An enterprise zone development agency created under
120	s. 290.0056;
121	(X \pm) A community-based organization incorporated under
122	chapter 617 which is recognized as educational, charitable, or
123	scientific pursuant to s. 501(c)(3) of the Internal Revenue Code
124	and whose bylaws and articles of incorporation include
125	affordable housing, economic development, or community
126	development as the primary mission of the corporation;
127	(XI \pm) Units of local government;
128	(XII \pm) Units of state government; or
129	(XI $\overline{ ext{II}}$) Any other agency that the Office of Tourism,
130	Trade, and Economic Development designates by rule.
131	
132	In no event may a contributing person have a financial interest
133	in the eligible sponsor.

d. The project must be located in an area designated an enterprise zone or a Front Porch Florida Community pursuant to s. 20.18(6), unless the project increases access to high-speed broadband capability for rural communities with enterprise zones but is physically located outside the designated rural zone boundaries. Any project designed to construct or rehabilitate housing for low-income or very-low-income households as defined

Page 5 of 13

MLA PCB 10-05.docx

134

135136

137

138

139

140

in s. 420.9071(19) and (28) is exempt from the area requirement of this sub-subparagraph.

- e.(I) If, during the first 10 business days of the state fiscal year, eligible tax credit applications for projects that provide homeownership opportunities for low-income or very-lowincome households as defined in s. 420.9071(19) and (28) are received for less than the annual tax credits available for those projects, the Office of Tourism, Trade, and Economic Development shall grant tax credits for those applications and shall grant remaining tax credits on a first-come, first-served basis for any subsequent eligible applications received before the end of the state fiscal year. If, during the first 10 business days of the state fiscal year, eligible tax credit applications for projects that provide homeownership opportunities for low-income or very-low-income households as defined in s. 420.9071(19) and (28) are received for more than the annual tax credits available for those projects, the office shall grant the tax credits for those applications as follows:
- (A) If tax credit applications submitted for approved projects of an eligible sponsor do not exceed \$200,000 in total, the credits shall be granted in full if the tax credit applications are approved.
- (B) If tax credit applications submitted for approved projects of an eligible sponsor exceed \$200,000 in total, the amount of tax credits granted pursuant to sub-sub-sub-subparagraph (A) shall be subtracted from the amount of available tax credits, and the remaining credits shall be granted to each approved tax credit application on a pro rata

Page 6 of 13

MLA PCB 10-05.docx

141

142

143

144

145

146

147

148

149

150

151

152

153

154

155

156

157

158

159

160

161

162

163

164165

166

167

168

169 basis.

170

171172

173

174

175

176177

178

179

180

181

182

183

184

185

186

187

188

189

190

191

192

193

194

195

196

- If, during the first 10 business days of the state fiscal year, eligible tax credit applications for projects other than those that provide homeownership opportunities for lowincome or very-low-income households as defined in s. 420.9071(19) and (28) are received for less than the annual tax credits available for those projects, the office shall grant tax credits for those applications and shall grant remaining tax credits on a first-come, first-served basis for any subsequent eligible applications received before the end of the state fiscal year. If, during the first 10 business days of the state fiscal year, eligible tax credit applications for projects other than those that provide homeownership opportunities for lowincome or very-low-income households as defined in s. 420.9071(19) and (28) are received for more than the annual tax credits available for those projects, the office shall grant the tax credits for those applications on a pro rata basis.
 - 3. Application requirements.-
- a. Any eligible sponsor seeking to participate in this program must submit a proposal to the Office of Tourism, Trade, and Economic Development which sets forth the name of the sponsor, a description of the project, and the area in which the project is located, together with such supporting information as is prescribed by rule. The proposal must also contain a resolution from the local governmental unit in which the project is located certifying that the project is consistent with local plans and regulations.
 - b. Any person seeking to participate in this program must

Page 7 of 13

submit an application for tax credit to the office which sets forth the name of the sponsor, a description of the project, and the type, value, and purpose of the contribution. The sponsor shall verify the terms of the application and indicate its receipt of the contribution, which verification must be in writing and accompany the application for tax credit. The person must submit a separate tax credit application to the office for each individual contribution that it makes to each individual project.

- c. Any person who has received notification from the office that a tax credit has been approved must apply to the department to receive the refund. Application must be made on the form prescribed for claiming refunds of sales and use taxes and be accompanied by a copy of the notification. A person may submit only one application for refund to the department within any 12-month period.
 - 4. Administration.-
- a. The Office of Tourism, Trade, and Economic Development may adopt rules pursuant to ss. 120.536(1) and 120.54 necessary to administer this paragraph, including rules for the approval or disapproval of proposals by a person.
- b. The decision of the office must be in writing, and, if approved, the notification shall state the maximum credit allowable to the person. Upon approval, the office shall transmit a copy of the decision to the Department of Revenue.
- c. The office shall periodically monitor all projects in a manner consistent with available resources to ensure that resources are used in accordance with this paragraph; however,

Page 8 of 13

MLA PCB 10-05.docx

225 each project must be reviewed at least once every 2 years.

- d. The office shall, in consultation with the Department of Community Affairs and the statewide and regional housing and financial intermediaries, market the availability of the community contribution tax credit program to community-based organizations.
- 5. Notwithstanding sub-subparagraph 1.e., and for the 2008-2009 fiscal year only, the total amount of tax credit which may be granted for all programs approved under this section and ss. 220.183 and 624.5105 is \$13 million annually for projects that provide homeownership opportunities for low-income or very-low-income households as defined in s. 420.9071(19) and (28) and \$3.5 million annually for all other projects. This subparagraph expires June 30, 2009.
- 6. Expiration.—This paragraph expires June 30, 2015; however, any accrued credit carryover that is unused on that date may be used until the expiration of the 3-year carryover period for such credit.
- Section 3. Paragraph (c) of subsection (2) of section 220.183, Florida Statutes, is amended to read:
 - 220.183 Community contribution tax credit.-
 - (2) ELIGIBILITY REQUIREMENTS.—
- (c) The project must be undertaken by an "eligible sponsor," defined here as:
 - 1. A community action program;
- 2. A nonprofit community-based development organization whose mission is the provision of housing for low-income or very-low-income households or increasing entrepreneurial and

Page 9 of 13

MLA PCB 10-05.docx

YEAR PCB MLA 10-05 **ORIGINAL** 253 job-development opportunities for low-income persons; 254 A neighborhood housing services corporation; 255 4. A local housing authority, created pursuant to chapter 256 421; 257 A community redevelopment agency, created pursuant to 5. 258 s. 163.356; 259 6. The Florida Industrial Development Corporation; 260 6.7. An historic preservation district agency or 261 organization; 262 7.8. A regional workforce board; 263 8.9. A direct-support organization as provided in s. 264 1009.983; 265 9.10. An enterprise zone development agency created 266 pursuant to s. 290.0056; 267 10.11. A community-based organization incorporated under 268 chapter 617 which is recognized as educational, charitable, or 269 scientific pursuant to s. 501(c)(3) of the Internal Revenue Code 270 and whose bylaws and articles of incorporation include 271 affordable housing, economic development, or community 272 development as the primary mission of the corporation; 273 11.12. Units of local government; 274 12.13. Units of state government; or 275 13.14. Such other agency as the Office of Tourism, Trade, 276 and Economic Development may, from time to time, designate by 277 rule. 278 279 In no event shall a contributing business firm have a financial

Page 10 of 13

MLA PCB 10-05.docx

280

CODING: Words stricken are deletions; words underlined are additions.

interest in the eligible sponsor.

Section 4. Subsection (1) of section 220.62, Florida Statutes, is amended to read:

220.62 Definitions.—For purposes of this part:

- The term "bank" means a bank holding company registered under the Bank Holding Company Act of 1956 of the United States, 12 U.S.C. ss. 1841-1849, as amended, or a bank or trust company incorporated and doing business under the laws of the United States (including laws relating to the District of Columbia), of any state, or of any territory, a substantial part of the business of which consists of receiving deposits and making loans and discounts or of exercising fiduciary powers similar to those permitted to national banks under authority of the Comptroller of the Currency and which is subject by law to supervision and examination by state, territorial, or federal authority having supervision over banking institutions. The term "bank" also includes any banking association, corporation, or other similar organization organized and operated under the laws of any foreign country, which banking association, corporation, or other organization is also operating in this state pursuant to chapter 663, and further includes any corporation organized under chapter 289.
- Section 5. Paragraph (b) of subsection (5) of section 440.491, Florida Statutes, is amended to read:
 - 440.491 Reemployment of injured workers; rehabilitation.-
 - (5) MEDICAL CARE COORDINATION AND REEMPLOYMENT SERVICES.-
- (b) If the rehabilitation provider concludes that training and education are necessary to return the employee to suitable gainful employment, or if the employee has not returned to

Page 11 of 13

MLA PCB 10-05.docx

281

282

283

284

285

286

287

288289

290

291

292

293

294

295

296

297

298

299

300

301

302303

304

305

306

307

308

suitable gainful employment within 180 days after referral for reemployment services or receives \$2,500 in reemployment services, whichever comes first, the carrier must discontinue reemployment services and refer the employee to the department for a vocational evaluation. Notwithstanding any provision of chapter 289 or chapter 627, the cost of a reemployment assessment and the first \$2,500 in reemployment services to an injured employee must not be treated as loss adjustment expense for workers' compensation ratemaking purposes.

Section 6. Subsection (4) of section 658.67, Florida Statutes, is amended to read:

- 658.67 Investment powers and limitations.—A bank may invest its funds, and a trust company may invest its corporate funds, subject to the following definitions, restrictions, and limitations:
- (4) INVESTMENTS SUBJECT TO LIMITATION OF TEN PERCENT OR LESS OF CAPITAL ACCOUNTS.—
- (a) Up to 10 percent of the capital accounts of the purchasing bank or trust company may be used to invest in any single issue of industrial development bonds issued for the benefit of a specified corporation.
- (b) Up to an aggregate of 10 percent of the capital accounts of the purchasing bank or trust company may be used to invest in tax lien certificates.
- (c) Up to 5 percent of the capital accounts of the purchasing bank or trust company may be used to invest in or purchase bonds or other evidences of indebtedness of the State of Israel.

Page 12 of 13

- (d) Up to 2 percent of the capital accounts of the purchasing bank or trust company may be used to invest in the stock of a community corporation organized to promote the physical, social, or moral well-being of the members of the community where the bank or trust company is located.
- (e) Up to 1 percent of the capital accounts of the purchasing bank or trust company may be used to invest in the stock of the Florida Industrial Development Corporation.
- (ef) Up to 1 percent of the capital accounts of the purchasing bank or trust company may be used to invest in the stock of the Housing Development Corporation of Florida. The purchasing bank or trust company may thereafter deal in the securities or other evidences of debt of such corporation as provided for in chapter 420.
- (\underline{fg}) Up to 10 percent of the capital accounts of a bank or trust company may be invested in any capital participation instrument or evidence of indebtedness issued by the Florida Black Business Investment Board pursuant to the Florida Small and Minority Business Assistance Act.
 - Section 7. This act shall take effect July 1, 2010.

HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #:

HB 395

Direct-support Organization for the Department of Military Affairs

SPONSOR(S): Abruzzo **TIED BILLS:**

IDEN./SIM. BILLS: SB 644

	REFERENCE	ACTION	ANALYST	STAFF DIRECTOR
1)	Military & Local Affairs Policy Committee		Fudge	Hoagland // /
2)	Governmental Affairs Policy Committee			
3)	Government Operations Appropriations Committee			
4)	Economic Development & Community Affairs Policy Council			
5)		•		

SUMMARY ANALYSIS

The bill creates s. 250.116, F.S., for the Soldiers and Airmen Assistance Program. The program would provide financial assistance and services to eligible servicemembers of the Florida National Guard and eligible members of their families. The program will be implemented through funding provided by the direct-support organization of the Department of Military Affairs. The bill also deletes provisions that specify the number of authorized direct-support organization board members, the terms of office, qualifications for appointment, and the board's authorization to remove any board member for cause and fill vacancies that occur.

This document does not reflect the intent or official position of the bill sponsor or House of Representatives. STORAGE NAME: h0395.MLA.doc

DATE:

1/13/2010

HOUSE PRINCIPLES

Members are encouraged to evaluate proposed legislation in light of the following guiding principles of the House of Representatives

- Balance the state budget.
- Create a legal and regulatory environment that fosters economic growth and job creation.
- Lower the tax burden on families and businesses.
- Reverse or restrain the growth of government.
- Promote public safety.
- Promote educational accountability, excellence, and choice.
- Foster respect for the family and for innocent human life.
- Protect Florida's natural beauty.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Present Situation

In 2005, the Legislature created the Family Readiness Program under the Department of Military Affairs. The purpose of the program was to provide need-based assistance to families of members of the Florida National Guard on active duty serving in the Global War on Terrorism or Homeland Defense operations. The program was dependent on appropriation expressly provided for the program. Program funds could be used in emergency situations to purchase critically needed services, including, but not limited to, reasonable living expenses, housing, vehicles, equipment or renovations necessary to meet disability needs and health care. Five million dollars was appropriated in 2005 and that amount has decreased each year to \$200,000 for fiscal year 2009.

The president of the board is appointed by the Adjutant General. The board president is authorized to appoint up to 15 board members who serve terms of office of 3 years. Qualifications for appointment include Florida residents who are highly knowledgeable about the United States military, its service personnel, its mission, and consideration is given to the potential member's background in community service. The board is authorized to remove a member for cause and fill vacancies that occur.

Effect of Proposed Changes

The bill creates s. 250.116, F.S., for the Soldiers and Airmen Assistance Program. The program would provide financial assistance and services to eligible servicemembers of the Florida National Guard and eligible members of their families. The program will be implemented through funding provided by the direct-support organization authorized under s. 250.115, F.S. The assistance available under the program includes: housing assistance, living expenses, vehicles, health care, and other services.

The financial committee of the direct-support organization must conduct quarterly reviews of the financial transactions of the program and may request the Office of Inspector General to conduct additional reviews.

DATE: 1/13/2010

¹ Eligible individuals include servicemembers who are members of the Florida National Guard who are: on active duty serving in the Global War on terrorism or Overseas Contingency Operation or request assistance within 120 days after the termination of orders for such service and return to home of record; deployed by the Federal Government and participating in state operations for homeland defense or request assistance within 120 days after the termination of orders for such service and return to home of record; beneficiaries of an eligible servicemember designated on the United States Department of Defense Form 93; and individuals demonstrating a financial need for authorized assistance who are dependents or family members of an eligible servicemember. STORAGE NAME: h0395.MLA.doc PAGE: 2

The bill also revises the composition of the board of directors of the direct-support organization by removing the limitation on the number of members that may serve on the board as well as the terms of office and criteria for selecting members.

B. SECTION DIRECTORY:

Section 1: Amends s. 250.115, F.S., to authorize the direct-support organization of the Department of Military Affairs to administer the Soldiers and Airmen Assistance Program or similar programs and revises the composition of the board.

Section 2: Creates the Soldiers and Airmen Assistance Program.

Section 3: Provides an effective date of July 1, 2010.

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

A. FISCAL IMPACT ON STATE GOVERNMENT:

1. Revenues:

None.

2. Expenditures:

None. Provides privately funded alternative to a state funded program.

- B. FISCAL IMPACT ON LOCAL GOVERNMENTS:
 - 1. Revenues:

None.

2. Expenditures:

None.

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

None.

D. FISCAL COMMENTS:

None.

III. COMMENTS

A. CONSTITUTIONAL ISSUES:

1. Applicability of Municipality/County Mandates Provision:

None.

2. Other:

None.

B. RULE-MAKING AUTHORITY:

The bill authorizes the Department of Military Affairs to adopt rules to administer the program.

STORAGE NAME: DATE:

h0395.MLA.doc 1/13/2010 PAGE: 3

C. DRAFTING ISSUES OR OTHER COMMENTS:

The bill authorizes living expenses for eligible service members and their families including expenses for gasoline and transportation. Substituting a term such as "motor vehicle fuel" for the term "gasoline" would allow for the inclusion of other common fuels.

Generally, DSOs operate under the oversight of an agency through a written contract.² This oversight ensures that the DSO is operating consistent with the goals and purposes of the department and in the best interests of the state. Moreover, the contract can provide for reversion of money and property held by the DSO to the department if the DSO is no longer approved to operate for the department or if the DSO ceases to exist.

IV. AMENDMENTS/COUNCIL OR COMMITTEE SUBSTITUTE CHANGES

PAGE: 4

11000

1

2

3

4

5

6

7

8

9

10

11

12

13

1415

16

17

18

19 20

21

22

23

24

A bill to be entitled

An act relating to the direct-support organization for the Department of Military Affairs; amending s. 250.115, F.S.; authorizing the direct-support organization to administer the Soldiers and Airmen Assistance Program or similar programs; authorizing the president of the direct-support organization to appoint all members of the board of directors; requiring the direct-support organization to submit its annual budget and financial reports to the Department of Military Affairs; creating s. 250.116, F.S.; creating the Soldiers and Airmen Assistance Program; authorizing the program to provide specified types of assistance to certain members of the Florida National Guard and their families; providing for the review of requests for assistance; requiring the financial committee of the board of directors of the direct-support organization for the Department of Military Affairs to review the financial transactions of the program quarterly; authorizing the financial committee of the board of directors to request additional reviews by the Office of Inspector General; authorizing the Department of Military Affairs to adopt rules to administer the Soldiers and Airmen Assistance Program; providing an effective date.

2526

Be It Enacted by the Legislature of the State of Florida:

27 28

Section 1. Section 250.115, Florida Statutes, is amended

Page 1 of 7

29 to read:

250.115 Department of Military Affairs direct-support organization.—

- (1) DEFINITIONS.—As used in this section, the term:
- (a) "Direct-support organization" means an organization that is:
- 1. A Florida corporation not for profit, incorporated under chapter 617, and approved by the Department of State.
- 2. Organized and operated exclusively to raise funds; request and receive grants, gifts, and bequests of moneys; acquire, receive, hold, invest, and administer in its own name securities, funds, or property; administer the Soldiers and Airmen Assistance Program or similar programs as directed by the Adjutant General; and make expenditures to or for the direct or indirect benefit of the Department of Military Affairs or the Florida National Guard.
- 3. Determined by the Department of Military Affairs to be operating in a manner consistent with the goals of the Department of Military Affairs and the Florida National Guard and in the best interest of the state. Any organization that is denied certification by the Adjutant General may not use the name of the Florida National Guard or the Department of Military Affairs in any part of its name or its publications.
- (b) "Personal services" includes full-time or part-time personnel as well as payroll processing.
- (2) BOARD OF DIRECTORS.—The organization shall be governed by a board of directors. The Adjutant General, or his or her designee, shall appoint a president of the board. The board of

Page 2 of 7

directors shall consist of up to 15 members appointed by the president of the board. Up to 15 additional members may be appointed by the president of the board of directors. The terms of office of the members shall be 3 years. Members must be residents of the state and highly knowledgeable about the United States military, its service personnel, and its missions. In making appointments, the board must consider a potential member's background in community service. The board may remove any member for cause and shall fill vacancies that occur.

(3) USE OF PROPERTY.-

- (a) The Department of Military Affairs may permit the use of property, facilities, and personal services of the Department of Military Affairs by the direct-support organization, subject to the provisions of this section.
- (b) The Department of Military Affairs may prescribe by rule any condition with which a direct-support organization organized under this section must comply in order to use property, facilities, or personal services of the Department of Military Affairs.
- (c) The Department of Military Affairs may not permit the use of its property, facilities, or personal services by any direct-support organization organized under this section which does not provide equal employment opportunities to all persons regardless of race, color, national origin, gender, age, or religion.
- (4) ACTIVITIES; RESTRICTIONS.—Any transaction or agreement between the direct-support organization organized pursuant to this section and another direct-support organization or center

Page 3 of 7

of technology innovation designated under s. 1004.77 must be approved by the Department of Military Affairs.

- (5) ANNUAL BUDGETS AND REPORTS.—The direct-support organization shall submit to the Department of Military Affairs its <u>annual budget and financial reports</u>, its federal Internal Revenue Service Application for Recognition of Exemption form (Form 1023), and its federal Internal Revenue Service Return of Organization Exempt from Income Tax form (Form 990).
- (6) ANNUAL AUDIT.—The direct-support organization shall provide for an annual financial audit in accordance with s. 215.981.
- Section 2. Section 250.116, Florida Statutes, is created to read:
 - 250.116 Soldiers and Airmen Assistance Program. -
- (1) PROGRAM PURPOSE.—The purpose of the program is to provide financial assistance and services to eligible servicemembers of the Florida National Guard and eligible members of their families. The program shall be headed by a program director appointed by the direct-support organization authorized under s. 250.115.
- (2) FUNDING.—The program shall be implemented through funding provided by the direct-support organization.
- (3) AUTHORIZED ASSISTANCE.—The assistance available under the program may include:
- (a) Housing.—The program may provide housing assistance.

 Housing assistance includes assistance with emergency repairs,
 renovations, or replacements that are needed for a
 servicemember's primary residential property in order to address

Page 4 of 7

health or safety issues or meet disability needs. Housing
assistance also includes assistance with lease deposits,
mortgage payments, and rent payments.

- (b) Living expenses.—The program may provide assistance for living expenses that are reasonable and necessary to meet basic needs for eligible members of the Florida National Guard and eligible members of their families. Living expenses include expenses for clothing, groceries, utility services, gasoline and transportation, insurance, and child care that is necessary to obtain or maintain employment.
- c) Vehicles.—The program may provide assistance for repairs or short-term rentals required to maintain the primary vehicle of a servicemember's family in a safe operating condition. If a repair will not restore the primary vehicle to a safe operating condition or if there is no vehicle, assistance with the purchase of a vehicle may be provided if such a vehicle is necessary.
- (d) Health care.—The program may provide assistance for services that are documented by a medical authority as necessary for the health and welfare of the individual. Assistance is not available for elective procedures or medical care that is covered by insurance.
- (e) Other services.—The program may provide assistance for a service or expense that is not specifically enumerated in this subsection if the service or expense is reasonable under the circumstances.
- (4) ELIGIBILITY.—Persons eligible for assistance from the program include:

Page 5 of 7

141 (a) Servicemembers who are members of the Florida National 142 Guard who are: 143 1. On active duty serving in the Global War on Terrorism 144 or Overseas Contingency Operation or request assistance within 120 days after the termination of orders for such service and 145 146 return to home of record. 147 2. Deployed by the Federal Government and participating in 148 state operations for homeland defense or request assistance 149 within 120 days after the termination of orders for such service 150 and return to home of record. 151 (b) 1. Beneficiaries of an eligible servicemember 152 designated on the United States Department of Defense Form 93. 153 2. Individuals demonstrating a financial need for 154 authorized assistance who are dependents or family members of an 155 eligible servicemember. 156 (5) REQUESTS FOR ASSISTANCE; REVIEW; AWARDS.— 157 (a) A request for assistance shall be reviewed and 158 processed at the local level by an official designated by the Adjutant General. A recommendation from the local level for 159 160 assistance shall be forwarded to the program director of the 161 direct-support organization for final review and approval. 162 (b) Requests for assistance shall be reviewed and 163 evaluated based on the following criteria: 164 1. The impact of a servicemember's absence and inability 165 to assist in home and vehicle repairs or meet other family 166 needs;

Page 6 of 7

The overall financial situation of the applicant;

CODING: Words stricken are deletions; words underlined are additions.

2. The economic impact of deployment;

167

169	4. The assistance authorized under the program; and
170	5. Other relevant information.
171	(6) QUARTERLY FINANCIAL REVIEW.—The financial committee of
172	the board of directors of the direct-support organization shall
173	review financial transactions of the program each quarter. The
174	financial committee may request the Office of Inspector General
175	to conduct additional reviews.
176	(7) RULES.—The Department of Military Affairs may adopt
177	rules to administer this section.
178 	Section 3. This act shall take effect July 1, 2010.

	COUNCIL/COMMITTEE ACTION			
	ADOPTED (Y/N)			
	ADOPTED AS AMENDED (Y/N)			
	ADOPTED W/O OBJECTION (Y/N)			
	FAILED TO ADOPT (Y/N)			
	WITHDRAWN (Y/N)			
	OTHER			
1	Council/Committee hearing bill: Military & Local Affairs Policy			
2	Committee			
3	Representative Abruzzo offered the following:			
4				
5	Amendment (with title amendment)			
6	Remove everything after the enacting clause and insert:			
7	Section 1. Section 250.115, Florida Statutes, is amended			
8	to read:			
9	250.115 Department of Military Affairs direct-support			
10	organization.—			
11	(1) DEFINITIONS.—As used in this section, the term:			
12	(a) "Direct-support organization" means an organization			
13	that is:			
14	1. A Florida corporation not for profit, incorporated			
15	under chapter 617 $_{m L}$ and approved by the Department of State.			
16	2. Organized and operated exclusively to raise funds;			
17	request and receive grants, gifts, and bequests of moneys;			
18	acquire, receive, hold, invest, and administer in its own name			
19	securities, funds, or property; support the processing of			

20 l

- requests for assistance from the Soldiers and Airmen Assistance

 Program or similar programs, as directed by the Adjutant

 General; and make expenditures to or for the direct or indirect benefit of the Department of Military Affairs or the Florida

 National Guard.
- 3. Determined by the Department of Military Affairs to be operating in a manner consistent with the goals of the Department of Military Affairs and the Florida National Guard and in the best interest of the state. Any organization that is denied certification by the Adjutant General may not use the name of the Florida National Guard or the Department of Military Affairs in any part of its name or its publications.
- (b) "Personal services" includes full-time or part-time personnel as well as payroll processing.
- by a board of directors. The Adjutant General, or his or her designee, shall appoint a president of the board. The board of directors shall consist of up to 15 members appointed by the president of the board. Up to 15 additional members may be appointed by the president of the board of directors. The terms of office of the members shall be 3 years. Members must be residents of the state and highly knowledgeable about the United States military, its service personnel, and its missions. In making appointments, the board must consider a potential member's background in community service. The board may remove any member for cause and shall fill vacancies that occur.
 - (3) USE OF PROPERTY.-

- (a) The Department of Military Affairs may permit the use of property, facilities, and personal services of the Department of Military Affairs by the direct-support organization, subject to the provisions of this section.
- (b) The Department of Military Affairs may prescribe by rule any condition with which a direct-support organization organized under this section must comply in order to use property, facilities, or personal services of the Department of Military Affairs.
- (c) The Department of Military Affairs may not permit the use of its property, facilities, or personal services by any direct-support organization organized under this section which does not provide equal employment opportunities to all persons regardless of race, color, national origin, gender, age, or religion.
- (4) ACTIVITIES; RESTRICTIONS.—Any transaction or agreement between the direct-support organization organized pursuant to this section and another direct-support organization or center of technology innovation designated under s. 1004.77 must be approved by the Department of Military Affairs.
- (5) ANNUAL BUDGETS AND REPORTS.—The direct-support organization shall submit to the Department of Military Affairs its <u>annual budget and financial reports</u>, its federal Internal Revenue Service Application for Recognition of Exemption form (Form 1023), and its federal Internal Revenue Service Return of Organization Exempt from Income Tax form (Form 990).

73 l

(6) ANNUAL AUDIT.—The direct-support organization shall provide for an annual financial audit in accordance with s. 215.981.

Section 2. Section 250.116, Florida Statutes, is created to read:

250.116 Soldiers and Airmen Assistance Program.-

- (1) PROGRAM PURPOSE.—The purpose of the program is to provide financial assistance and services to eligible servicemembers of the Florida National Guard and eligible members of their families. The program shall be administered by the Director of Financial Management for the Department of Military Affairs. The Director of Financial Management may be assisted in the processing of applications and the administering of the program by the direct-support organization authorized under s. 250.115.
- (2) FUNDING.—The program shall be implemented through funding provided by the direct-support organization.
- (3) AUTHORIZED ASSISTANCE.—The assistance available under the program may include:
- (a) Housing.—The program may provide housing assistance.

 Housing assistance includes assistance with emergency repairs,
 renovations, or replacements that are needed for a
 servicemember's primary residential property in order to address
 health or safety issues or meet disability needs. Housing
 assistance also includes assistance with lease deposits,
 mortgage payments, and rent payments.
- (b) Living expenses.—The program may provide assistance for living expenses that are reasonable and necessary to meet

- basic needs for eligible members of the Florida National Guard and eligible members of their families. Living expenses include expenses for clothing, groceries, utility services, gasoline and transportation, insurance, and child care that is necessary to obtain or maintain employment.
- c) Vehicles.—The program may provide assistance for repairs or short-term rentals required to maintain the primary vehicle of a servicemember's family in a safe operating condition. If a repair will not restore the primary vehicle to a safe operating condition, or if there is no vehicle, assistance with the purchase of a vehicle may be provided if such a vehicle is necessary.
- (d) Health care.—The program may provide assistance for services that are documented by a medical authority as necessary for the health and welfare of the individual. Assistance is not available for elective procedures or medical care that is covered by insurance.
- (e) Other services.—The program may provide assistance for a service or expense that is not specifically enumerated in this subsection if the service or expense is reasonable under the circumstances.
- (4) ELIGIBILITY.—Persons eligible for assistance from the program include:
- (a) Servicemembers who are members of the Florida National Guard who are:
- 1. On active duty serving in the Global War on Terrorism or Overseas Contingency Operation or who request assistance

- within 120 days after the termination of orders for such service and return to their home of record.
 - 2. Deployed by the Federal Government and participating in state operations for homeland defense or request assistance within 120 days after the termination of orders for such service and return to their home of record.
 - (b) 1. Beneficiaries of an eligible servicemember designated on United States Department of Defense Form 93.
 - 2. Individuals demonstrating a financial need for authorized assistance who are dependents or family members of an eligible servicemember.
 - (5) REQUESTS FOR ASSISTANCE; REVIEW; AWARDS.-
 - (a) A request for assistance shall be reviewed and processed at the local level by an official designated by the Adjutant General. During the initial review and processing of the request, the Department of Military Affairs may accept assistance from the direct-support organization. Final review and approval of requests for assistance shall be made by the Director of Financial Management for the Department of Military Affairs.
 - (b) Requests for assistance shall be reviewed and evaluated based on the following criteria:
 - 1. The impact of a servicemember's absence and inability to assist in home and vehicle repairs or meet other family needs;
 - 2. The economic impact of deployment;
 - 3. The overall financial situation of the applicant;
- 155 4. The assistance authorized under the program; and

r	O 1. 1	7	· . c	
5.	otner	relevant	iniorm	ation.

- QUARTERLY FINANCIAL REVIEW .- The financial committee of the board of directors of the direct-support organization shall review financial transactions of the program each quarter. This review shall be provided to the Director of Financial Management in order to determine whether the direct-support organization is being operated in a manner that is consistent with the purposes of the Soldiers and Airmen Assistance Fund, and in the best interests of the Department of Military Affairs. The financial committee may request the Office of Inspector General to conduct additional reviews.
- (7) RULES.—The Department of Military Affairs may adopt rules to administer this section.

Section 3. This act shall take effect July 1, 2010.

170

156

157

158

159

160 161

162

163

164

165

166

167

168

169

171

172

173

174

175

176

177

178 179

180 181

182

183

TITLE AMENDMENT

Remove the entire title and insert:

A bill to be entitled

An act relating to the direct-support organization for the Department of Military Affairs; amending s. 250.115, F.S.; authorizing the direct-support organization to support the processing of requests in the Soldiers and Airmen Assistance Program or similar programs; authorizing the president of the direct-support organization to appoint all members of the board of directors; requiring the direct-support organization to submit its annual budget

and financial reports to the Department of Military
Affairs; creating s. 250.116, F.S.; creating the Soldiers
and Airmen Assistance Program; authorizing the program to
provide specified types of assistance to certain members
of the Florida National Guard and their families;
providing for the review of requests for assistance;
requiring the financial committee of the board of
directors of the direct-support organization for the
Department of Military Affairs to review the financial
transactions of the program quarterly; authorizing the
financial committee of the board of directors to request
additional reviews by the Office of Inspector General;
authorizing the Department of Military Affairs to adopt
rules to administer the Soldiers and Airmen Assistance
Program; providing an effective date.

HOUSE OF REPRESENTATIVES LOCAL BILL STAFF ANALYSIS

BILL #:

HB 753

Monroe County

TIED BILLS:

SPONSOR(S): Saunders

IDEN./SIM. BILLS: SB 1226, SB 422

	REFERENCE	ACTION	ANALYST	STAFF DIRECTOR
1)	Military & Local Affairs Policy Committee	World Afficial control of the contro	Nelson JPN	Hoagland WN
2)	Agriculture & Natural Resources Policy Committee			
3)	Economic Development & Community Affairs Policy Council	Modelmontonalmo	***************************************	
4)		Substitution of the Control of the C		
5)		•		***************************************

SUMMARY ANALYSIS

This bill amends an uncodified section of law relating to sewage requirements in Monroe County. The bill provides criteria for the use of shallow injection wells to backup deep primary injection wells in wastewater facilities with the design capacity of one million gallons or greater per day.

Use of the shallow backup well is allowed only when the primary injection well is out of service as the result of equipment failure, power failure, or the need for mechanical integrity testing or repair. Operation of the backup well is limited to no more than 500 hours in any five-year period unless specifically authorized in writing by the Department of Environmental Protection, and fluid injected into the well must meet applicable treatment standards.

This bill does not appear to have a fiscal impact on state government. The bill appears to have a positive fiscal impact on wastewater facilities in Monroe County and their customers.

This bill has an effective date of upon becoming a law.

This document does not reflect the intent or official position of the bill sponsor or House of Representatives. STORAGE NAME: h0753.MLA.doc

DATE:

2/11/2010

HOUSE PRINCIPLES

Members are encouraged to evaluate proposed legislation in light of the following guiding principles of the House of Representatives

- Balance the state budget.
- Create a legal and regulatory environment that fosters economic growth and job creation.
- Lower the tax burden on families and businesses.
- Reverse or restrain the growth of government.
- Promote public safety.
- Promote educational accountability, excellence, and choice.
- Foster respect for the family and for innocent human life.
- Protect Florida's natural beauty.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Present Situation

Injection Wells

The Department of Environmental Protection (DEP) is charged with protecting the State of Florida's underground sources of drinking water (USDW). Billions of gallons of wastewater are produced in Florida every day, the improper disposal of which could impact public health and the environment.² One method employed for disposing of treated domestic wastewater is the underground injection well. An injection well is an open vertical hole at least 90 feet in depth, cased 3 and grouted to at least 60 feet in depth, which is used to dispose of effluent from an onsite sewage treatment and disposal system.⁴ Injection wells are required to be constructed, maintained and operated so that the injected fluid remains in the injection zone, and the unapproved interchange of water between aquifers is prohibited.

There are five classes of injection wells:

Class I wells are used to inject hazardous waste, nonhazardous waste, or municipal waste far below the lowermost USDW. The injection zone is deep (typically from 1,700 to more than 10,000 in depth) and separated from the USDWs by an impermeable "confining layer." ⁵ There are more than 125 active Class I wells in Florida. The majority of these facilities dispose of nonhazardous, secondary-treated effluent from domestic wastewater treatment plants.

DATE:

STORAGE NAME: h0753.MLA.doc 2/11/2010

¹ Pursuant to Rule 62.528.200(66), F.A.C, a USDW is defined as an aquifer which supplies drinking water for human consumption, or contains a total dissolved solids concentration of less than 10,000 milligrams per liter of water.

² http://www.dep.state.fl.us/water/wastewater/index.htm.

³ Pursuant to Rule 62-528.200(8), F.A.C., "casing" means a pipe or tubing of appropriate material, of varying diameter and weight, lowered into a borehole during or after drilling in order to support the sides of the hole and thus prevent the walls from caving, to prevent loss of drilling mud into porous ground, or to prevent water, gas, or other fluid from entering or leaving the hole.

⁴ Section 381.0065(2)(f), F.S.

⁵ Http://www.epa.gov/safewater/uic/wells_class1.html.

- Class II wells inject fluids associated with the production of oil and natural gas or fluids used to enhance hydrocarbon recovery.
- Class III wells inject fluids for extraction of minerals. There are no Class III wells in Florida.
- Class IV wells are used to dispose of hazardous or radioactive wastes into or above USDW. These wells are banned in Florida.
- Class V injection wells generally inject nonhazardous fluid into or above a USDW. The fluid injected must meet appropriate criteria as determined by the classification of the receiving aguifer. Common types of Class V wells include air conditioning return flow wells, swimming pool drainage wells, storm water drainage wells, lake level control wells, domestic waste wells, and aquifer storage and recovery wells. There are more than 8,000 Class V wells in this state.⁶

The depth of the various classes of injection wells is not specified in law or rule. Rather, these wells are characterized by how they relate to the underground geology, how they are constructed in order to protect groundwater, what they discharge, and other defining criteria.

DEP requires sewage treatment plants—depending on the size, complexity and type(s) of their discharge—to meet certain reliability standards, including the ability to operate under emergency circumstances or during other conditions when normal operation isn't possible. Thus, all facilities must have an adequate "backup" discharge system, whether it be a secondary well(s), or the ability to utilize surface water discharge or reuse methods.7

Monroe County (The Florida Keys)

In 1979, the Legislature enacted s. 380.0552, F.S., designating the Florida Keys as an area of critical state concern. This law requires state, regional, and local agencies and units of government in the Florida Keys area to coordinate their plans and conduct their programs and regulatory activities consistent with a number of principles for guiding development which include the protection of the environment and the quality of water.

Chapter 99-395, L.O.F., originally was passed in large measure to bolster the area of critical state concern requirements. It was designed to improve nearshore water quality—which has been demonstrated to suffer from poor wastewater management practices—and to provide improved protection for the Kevs' reef system given the uncertain affect of wastewater discharges.8 Wastewater in the Keys currently is subjected to advanced wastewater treatment, which includes the reduction of nutrients, toxicity, suspended solids and organics.

Section 6 of ch. 99-395, L.O.F., applies to all sewage treatment, reuse, and disposal facilities and all onsite sewage treatment and disposal systems in Monroe County. This uncodified section of law requires, in relevant part, that facilities discharging at least one million gallons per day utilizing Class V injection wells use wells that are cased to at least 2,000 feet deep or to such greater depth as may be required by DEP rule. Smaller facilities, with a design capacity of less than one million gallons per day. are authorized to use shallow Class V disposal wells that are at least 90 feet deep and cased to a minimum depth of 60 feet or to such greater cased depth and total well depth as required by DEP rule.

As a result of the limited amount of land surface, wastewater facilities in Monroe County have few disposal options. Water discharges are prohibited, and reuse and other land disposal possibilities are generally unavailable. Consequently, injection wells often serve as the single practical option.

DATE:

STORAGE NAME: h0753.MLA.doc 2/11/2010

⁶ http://www.dep.state.fl.us/water/uic/.

⁷ February 11, 2010, telephone conversation with Geof Mansfield, Florida Department of Environmental Protection, Director of Compliance & Enforcement.

⁸ February 10, 2010, e-mail from Geof Mansfield, Florida Department of Environmental Protection, Director of Compliance & Enforcement

Class V injection wells are the prevailing domestic sewage disposal method for residential and commercial facilities in the Florida Keys. A typical Class V well in the Keys has 60 feet of casing and a depth of 90 feet. The injection formation is a very permeable limestone, either the Miami Oolite or Key Largo Limestone. The injected water, whether it is domestic effluent or stormwater, is much less dense than the native groundwater (which is sea water quality) and thus rises due to buoyancy. Potential effects on surface water are the reason that deep—or Class I—wells (which have confining strata between the injection zone—about 2500 feet deep—and the surface) have been installed at Key West and Kev Largo.

Effect of bill

This bill amends s. 6, ch.99-395, L.O.F., relating to Monroe County. It provides the criteria for the use of shallow backup Class V injection wells at wastewater facilities with the design capacity of a million or more gallons per day. Such a backup injection well must meet the following criteria:

- The well may be used only when the primary injection well is out of service because of equipment failure, power failure, or the need for mechanical integrating testing or repair.
- The well may not be used for a total of more than 500 hours during any five-year period, unless specifically authorized in writing by the DEP.
- It must be at least 90 feet deep and cased to a minimum depth of 60 feet, or to such greater cased depth and total well depth as may be required by DEP rule.
- Fluids injected into the well must meet the same sewage discharge requirements as the primary injection well.

According to the DEP, the bill will provide significant cost savings as deep wells are extremely expensive to construct. By limiting the time period during which a shallow back-up well can be used, no adverse affects are expected to occur in adjacent ground or surface waters.9

It appears that this bill primarily will affect the Key Largo Wastewater Treatment District by allowing a shallow Class V well to be used as backup to their new Class I well. The district intends to have its Class I well operational by August of this year. 10 The Key West facility should not be impacted by the bill as it currently has a deep injection backup well in place.

The Florida Keys Aqueduct Authority, the entity which supplies all potable water to the Keys through a pipeline from Dade County, currently has an advanced wastewater treatment plant project in the design phase (Cudioe Regional) which may benefit from this legislation in the future. Potentially, the bill could also provide relief to other wastewater facilities as these entities are reconfigured and built in response to the changing dynamics in the Keys.

The bill provides an effective date of upon becoming law.

B. SECTION DIRECTORY:

Section 1: Amends s. 6, ch.99-395, L.O.F., relating to sewage requirements in Monroe County.

Section 2: Provides an effective date.

II. NOTICE/REFERENDUM AND OTHER REQUIREMENTS

A. NOTICE PUBLISHED? Yes [x] No []

STORAGE NAME: h0753.MLA.doc DATE:

⁹ Department of Environmental Protection Draft Bill Analysis for HB 1053 (2009).

¹⁰ February 10, 2010, telephone conversation with Chuck Fishburn, general manager of the Key Largo WastewaterTreatment District.

IF YES, WHEN? December 7, 2009

WHERE? The Key West Citizen, a daily newspaper of general circulation published in Monroe

County.

B. REFERENDUM(S) REQUIRED? Yes [] No [x]

IF YES, WHEN?

- C. LOCAL BILL CERTIFICATION FILED? Yes, attached [x] No []
- D. ECONOMIC IMPACT STATEMENT FILED? Yes, attached [x] No []

According to DEP's estimates, local governments that own domestic wastewater facilities could experience savings of more than \$4 million in backup injection well construction costs and \$5,000 per year in reduced well testing costs.

There currently are no private utilities in the Florida Keys operating disposal wells associated with a wastewater treatment facility with a design capacity of greater than one million gallons per day. However, a private utility that installs or takes ownership of such a system will benefit from the reduced construction costs. A private utility also will benefit from the reduced testing requirements for a shallow well compared to a deep well.¹¹

III. COMMENTS

A. CONSTITUTIONAL ISSUES:

None.

B. RULE-MAKING AUTHORITY:

None.

C. DRAFTING ISSUES OR OTHER COMMENTS:

Drafting Issues

None.

Other Comments

HB 1053 (2009), a general bill which was identical to HB 753, was unanimously passed by both the Agriculture & Natural Resources Policy Committee and the General Government Policy Council, and passed the House on April 27, 2009. That bill died in Messages.

IV. AMENDMENTS/COUNCIL OR COMMITTEE SUBSTITUTE CHANGES

STORAGE NAME: DATE:

¹¹ Department of Environmental Protection Draft Bill Analysis for HB 1053 (2009).

HB 753 2010

1|

2

3

5

6

7

A bill to be entitled

An act relating to Monroe County; amending chapter 99-395, Laws of Florida; providing exceptions to requirements of the Department of Environmental Protection regarding minimum casing for injection wells used by facilities that have a specified design capacity; providing requirements for an injection well used as a backup to a primary injection well; providing an effective date.

8

Be It Enacted by the Legislature of the State of Florida:

1112

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

10

- Section 1. Subsection (7) of section 6 of chapter 99-395, Laws of Florida, is amended to read:
 - Section 6. Sewage requirements in Monroe County.-
- (7) Class V injection wells, as defined by Department of Environmental Protection or Department of Health rule, shall meet the following requirements and shall otherwise comply with Department of Environmental Protection or Department of Health rules, as applicable:
- (a) If the design capacity of the facility is less than 1,000,000 gallons per day, the injection well shall be at least 90 feet deep and cased to a minimum depth of 60 feet or to such greater cased depth and total well depth as may be required by Department of Environmental Protection rule.
- (b) Except as provided in paragraph (c) for backup wells, if the design capacity of the facility is equal to or greater than 1,000,000 gallons per day, the injection well shall be cased to a minimum depth of 2,000 feet or to such greater depth

Page 1 of 2

2010 HB 753

29 as may be required by Department of Environmental Protection rule.

30

31 32

33

34

35

36

37

38

39

40

41

42

43

44

45

46

47

- (c) If the injection well is used as a backup to a primary injection well, the following conditions apply:
- 1. The backup well may be used only when the primary injection well is out of service because of equipment failure, power failure, or the need for mechanical integrity testing or repair;
- 2. The backup well may not be used for a total of more than 500 hours during any 5-year period, unless specifically authorized in writing by the Department of Environmental Protection;
- The backup well shall be at least 90 feet deep and cased to a minimum depth of 60 feet, or to such greater cased depth and total well depth as may be required by rule of the Department of Environmental Protection; and
- Fluid injected into the backup well shall meet the requirements of subsections (5) and (6).
 - Section 2. This act shall take effect upon becoming a law.

Page 2 of 2



STATE OF FLORIDA COUNTY OF MONROE

Marsha F. Kirkwood Advertising Coordinator

PO Box 1800 Key West Fl 33041 Office....305-292-7777 Extension......x219 Fax......305-295-8025 legals@keysnews.com

INTERNET PUBLISHING

keywest.com keysnews.com floridakeys.com key-west.com Web Design Services

NEWSPAPERS

The Citizen Southernmost Flyer Solares Hill Big Pine Free Press Marathon Free Press Islamorada Free Press Key Largo Free Press

MARKETING SERVICES

Commercial Printing Citizen Locals Card Direct Mail

FLORIDA KEYS OFFICES
Printing / Main Facility
3420 Northside Drive
Key West, FL
33040-1800
Tel 305-292-7777
Fax 305-294-0768
citizen@keywest.com

Internet Division 33040-3328 Tel 305-292-1880 Fax 305-294-1699 sales@keywest.com

Middle Keys Office 6363 Overseas Hwy Marathon, FL (MM 52.5) 33050-3342 Tel 305-743-8766 Fax 305-743-9977 marathon@keysnews.com

Upper Keys Office 91731 Overseas Hwy Tavernier, FL 33070 Tel 305-853-7277 Fax 305-853-0556 freepress@floridakeys.com Before the undersigned authority personally appeared Randy G. Erickson, who on oath says that he is Vice-President of Advertising Operations of the Key West Citizen, a daily newspaper published in Key West, in Monroe County, Florida;

that the attached copy of advertisement, being a legal notice in the matter of

was	published in	said newsp	paper ir	the	issue(s) of	
V	1	1	~		. 071	

December 1, 2009

Affiant further says that the Key West Citizen is a newspaper published in Key West, in said Monroe County, Florida and that the said newspaper has heretofore been continuously published in said Monroe County, Florida every day, and has been entered as second-class mail matter at the post office in Key West, in said Monroe County, Florida, for a period of 1 year next preceding the first publication of the attached copy of advertisement; and affiant further says that he has neither paid nor promised any person, firm or corporation any discount, rebate, commission or refund for the purpose of securing this advertisement for publication in the said newspaper.

Signature of Affiant

Sworn and subscribed before me this 7 day of Decamber, 2009

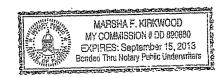
Notary Public:

Marsha F. Kirkwood

Washa F. Tikerol

Expires: September 15, 2013

Notary Seal



Personally Known	Х	_ Produced Identification	
Type of Identification	Prod	uced	

Notice of Legislation

Notice is hereby given that the undersigned intends to apply to the legislature of the State of Florida at its 2010 legislative sessions, for the passage of a local bill amending ch. 99-395, Laws of Florida. The legislation will provide new standards for backup injection wells for disposal of treated wastewater from a wastewater treatment facility with a design capacity equal to or greater than 1,000,000 gallons/day. The proposed amendment will provide that the following conditions shall apply to a backup well: 1. The backup well shall be used only when the primary injection well is out of service because of equipment failure, power failure, or the need for mechanical integrity testing or repair; 2. The backup well shall not be used for a total of more than 500 hours during any five-year period, unless specifically authorized in writing by the Department of Environmental Protection; 3. The backup well shall be at least 90 feet deep and cased to a minimum depth of 60 feet, or to such greater cased depth and total well depth as may be required by Department of Environmental Protection rule; and 4. Fluid injected into the backup well shall meet the requirements of subsections (5) and (6) of ch. 99-395. The act shall take effect upon becoming a law.

Norman Higgins, Chairman Key Largo Wastewater Treatment District

December 7, 2009 Key West Citizen

287871

HOUSE OF REPRESENTATIVES 2010 LOCAL BILL CERTIFICATION FORM

BILL #:	
SPONSOR(S):	Ron Saunders
RELATING TO:	Monroe County
	[Indicate Area Affected (City, County or Special District) and Subject]
NAME OF DELEG	ATION: Monroe County
CONTACT PERSO	
PHONE NO.: (305	
l. House local l local bill: (1) accomplished the purpose of delegation, of subsequent of Committee as	bill policy requires that three things occur before a council or a committee of the House considers a the members of the local legislative delegation must certify that the purpose of the bill cannot be d at the local level; (2) the legislative delegation must hold a public hearing in the area affected for of considering the local bill issue(s); and (3) the bill must be approved by a majority of the legislative r a higher threshold if so required by the rules of the delegation, at the public hearing or at a delegation meeting. Please submit this completed, original form to the Military & Local Affairs Policy is soon as possible after a bill is filed.
(1) Does th ordinan	ne delegation certify that the purpose of the bill cannot be accomplished by ce of a local governing body without the legal need for a referendum?
YES [X]	NO[]
• •	delegation conduct a public hearing on the subject of the bill? NO []
Date h	earing held: January 72010
Locati	earing held: January 72010 on: Murray Nelson Government Center, Key Largo FL
	is bill formally approved by a majority of the delegation members?
YES [X	J NO[]
II. Article III, See seek enactm conditioned to	ction 10 of the State Constitution prohibits passage of any special act unless notice of intention to ent of the bill has been published as provided by general law (s. 11.02, F. S.) or the act is a take effect only upon approval by referendum vote of the electors in the area affected.
Has this c	onstitutional notice requirement been met?
Notice	published: YES [X] NO[] DATE <u>December 7, 2009</u>
Where	? Key Largo County Monroe
	ndum in lieu of publication: YES [] NO [χ]
Date o	f Referendum
	ection 9(b) of the State Constitution prohibits passage of any bill creating a special taxing district, or authorized millage rate for an existing special taxing district, unless the bill subjects the taxing approval by referendum vote of the electors in the area affected. The bill create a special district and authorize the district to impose an ad
valore	

YES[] NO[] NOT APPLICABLE [X]

(2) Does this district?	bill chai	nge the authorized ad	valorem millage ra	ite for an existing special
YES[]	[]ОИ	NOT APPLICABLE [X]	
lf the answer valorem tax	to quest provision	ion (1) or (2) is YES, d (s)?	oes the bill require	e voter approval of the ad
YES[]	ИО [汉]			
Delegat	ion Chair	equires that an Economic domestic description (Original Signature)	-	for local bills be prepared s Policy Committee.

HOUSE OF REPRESENTATIVES 2010 ECONOMIC IMPACT STATEMENT FORM

House local bill policy requires that no local bill will be considered by a council or a committee without an Economic Impact Statement. This form must be prepared at the LOCAL LEVEL whether or not there is an

economic impact. Please submit this completed, original form to soon as possible after a bill is filed.	the Military & Local Affairs Policy Committee as
BILL #: Awaiting # SPONSOR(S): Ron Sounders RELATING TO: Montoe County [Indicate Area Affected (City, County or Specific Cou	ecial District) and Subject]
I. ESTIMATED COST OF ADMINISTRATION, IMPR	LEMENTATION, AND ENFORCEMENT: FY 10-11 FY 11-12
Expenditures:	6 0
II. ANTICIPATED SOURCE(S) OF FUNDING:	DV 10 11 EV 14 10
Federal:	FY 10-11 FY 11-12
State:	Ð - O
Local:	
III. ANTICIPATED NEW, INCREASED, OR DECREASED Revenues:	ASED REVENUES: FY 10-11 FY 11-12
IV. ESTIMATED ECONOMIC IMPACT ON INDIVIDU	
Advantages: DEP estimates that I demestic wastewater facular backup in Jection well Disadvantages: P J \$5,000 per None Costs.	ocal governments that own thesure save \$4 million costs and year in reduced well testing

Economic Impact Statement

V. ESTIMATED IMPACT UPON COMPETITION AND THE OPEN MARKET FOR EMPLOYMENT:

There would be no impact upon competition and the open market for employment. This bill would be available for government and private utilities in Monroe County (even though there are no known private utilities using a facility over one million gallons per day.)

VI. DATA AND METHOD USED IN MAKING ESTIMATES [INCLUDE SOURCE(S) OF DATA]:

House and Senate Bill Analyses for SB 1438 and HB 1053 prepared in 2009.

PREPARED BY: 12-16-09 [Must be signed by Preparer] Date
TITLE: GEN, MGR,
REPRESENTING: Key Largo Wastewater Treatment District
PHONE: 305-451-4019
E-Mail Address: CFF/5HBURN (a) AO G COM

HOUSE OF REPRESENTATIVES LOCAL BILL STAFF ANALYSIS

BILL #:

HB 759

Northern Palm Beach County Improvement District, Palm Beach

County

SPONSOR(S): Domino

TIED BILLS:

IDEN./SIM. BILLS:

1)	REFERENCE Military & Local Affairs Policy Committee	ACTION	ANALYST Fudge	STAFF DIRECTOR, Hoagland
2)	Economic Development & Community Affairs Policy Council			<i>p</i>
3)				
4)		Wilasa.		
5)				

SUMMARY ANALYSIS

The Northern Palm Beach Improvement District was created in 1959 in Palm Beach County. Today the district provides a range of services which include: storm water control, drought protection, water quality control. utilities construction, environmental services, landscaping, roadway construction, street lights, and maintenance of canals, waterways and lakes. The district is governed by a five-member Board of Supervisors. Three Supervisors are elected by the landowners within the boundaries of the service area, while the remaining two are popularly elected.

The bill revises the procedures for election of board members and provides a process for transitioning from landowner elected to popularly elected supervisors. However, one supervisor will remain landowner elected. The bill also exempts from landowner elections publicly owned lands not subject to assessments, lands not currently subject to assessment and land for which assessments have not been paid for the previous year.

The bill is effective upon becoming law.

Pursuant to House Rule 5.5(b), a local bill providing an exemption from general law may not be placed on the Special Order Calendar for expedited consideration. The provisions of House Rule 5.5(b) appear to apply to this bill.

This document does not reflect the intent or official position of the bill sponsor or House of Representatives,

STORAGE NAME:

h0759.MLA.doc

DATE: 2/1/2010

HOUSE PRINCIPLES

Members are encouraged to evaluate proposed legislation in light of the following guiding principles of the House of Representatives

- Balance the state budget.
- Create a legal and regulatory environment that fosters economic growth and job creation.
- Lower the tax burden on families and businesses.
- Reverse or restrain the growth of government.
- Promote public safety.
- Promote educational accountability, excellence, and choice.
- Foster respect for the family and for innocent human life.
- Protect Florida's natural beauty.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Current Situation

The Northern Palm Beach Improvement District was created in 1959 in Palm Beach County. Today the district provides a range of services which include: storm water control, drought protection, water quality control, utilities construction, environmental services, landscaping, roadway construction, street lights, and maintenance of canals, waterways and lakes. The district is funded from revenues generated from special assessments levied against only those lands where service is provided. The special assessments are included on landowners' property tax bills and are collected by the Palm Beach County Tax Collector. The district is governed by a five-member Board of Supervisors. Three Supervisors are elected by the landowners within the boundaries of the service area, while the remaining two are popularly elected. The district is governed by a five person board of supervisors who serve for four years. Seats 1, 3 and 4 are filled by landowner elections. Seats 2 and 5 are nonpartisan elected positions as defined by ch. 97, F.S.

Election of Supervisors

To qualify as a supervisor, a person must own property in the district and be a resident of the county in which the district is located, unless a district's special act provides otherwise. Section 298.11(2), Florida Statutes, provides that every acre of assessable land within a district represents one share, or vote. Each landowner within a district is entitled to one vote per acre of assessable land that he or she owns. Landowners owning less than one acre are entitled to one vote. The section allows proxy voting by landowners as well. Landowners owning more than one acre are entitled to one additional vote for any fraction of an acre greater than 1/2 acre, when all of the landowners' acreage has been aggregated for purposes of voting.

Section 298.76 Florida Statutes, authorizes special or local legislation:

- (a) Changing the method of voting for a board of supervisors for any water control district:
- (b) Providing a change in the term of office of the board of supervisors and changing the qualifications of the board of supervisors of any water control district; and
- (c) Changing the governing authority or governing board of any water control district.

In 2005, the district began transition the composition of the board from landowner elected to popularly elected by requiring that two of the board members be popularly elected. This bill continues that process by requiring four of the five board members be popularly elected.

Effect of Proposed Changes

The bill requires that the supervisors elected to seats 2 and 5 must be residents and electors of the District and sunsets, beginning in 2012, the requirement that the board member elected to seat 2 must reside south of PGA Boulevard and the member elected to seat 5 must reside north of PGA Boulevard.

Beginning with the landowner elections in 2010, those board members elected pursuant to landowner elections must be a resident of the State of Florida and either a resident of Palm Beach County or own. or have a beneficial interest in an entity that owns, real property within the district.

Beginning with the general election in 2012, seat 4 will be converted to a nonpartisan election and seats 4 and 5 must be residents of the district, must own, or have a beneficial interest in an entity that owns, real property within the district, and must be electors of the district.

Beginning with the general election in 2014, seat 3 will be converted to a nonpartisan elected position and seats 2 and 3 must be residents of the district, must own, or have a beneficial interest in an entity that owns, real property within the district, and must be electors of the district.

Upon conversion to nonpartisan elected positions, seats 2, 3, 4, and 5 shall qualify with the Palm Beach County Supervisor of elections pursuant to ch. 105, F.S., and be elected for a 4 year term by a plurality¹ of the electors within the jurisdictional boundary of the district who vote in their respective general elections. Each nonpartisan elected board member shall take office within 10 days after election. Candidates who do not collect campaign funds are not obligated to appoint a campaign treasurer pursuant to s. 106.021, F.S.² Any member who fails to maintain their residency requirement shall notify the district within 10 days. Any member who fails to reestablish residency within 30 days after such notice shall create an automatic vacancy for the member's seat. Any vacancies on the board shall be selected and appointed by a simple majority vote of the remaining members of the board.

The bill exempts from landowner elections: publicly owned lands not subject to assessments, lands not currently subject to assessment and land for which assessments have not been paid for the previous vear.3

B. SECTION DIRECTORY:

Section 1: Amends the qualification and election procedures for members of the board of supervisors.

Section 2: Provides an effective date of upon becoming law.

II. NOTICE/REFERENDUM AND OTHER REQUIREMENTS

STORAGE NAME:

h0759.MLA.doc

DATE: 2/1/2010

¹ Allowing the plurality of votes to determine the winner would avoid the cost of a runoff election. For example, if there is more than one candidate for a position, a winner could be determined by who has the most votes, instead of requiring that the candidate receive a majority of the votes cast.

² This provision is similar to s. 99.061(3), F.S., which provides that "notwithstanding s. 106.021, a candidate who does not collect contributions and whose only expense is the filing fee or signature verification fee is not required to appoint a campaign treasurer or designate a primary campaign depository."

³ Section 298.12(1), F.S., provides that "[o]wners whose assessments have not been paid for the previous year are not entitled to vote."

A. NOTICE PUBLISHED? Yes [X] No []

IF YES, WHEN? November 11, 2009.

WHERE? In the Palm Beach Post, a daily newspaper published in Palm Beach County.

B. REFERENDUM(S) REQUIRED? Yes [] No [X]

IF YES, WHEN?

- C. LOCAL BILL CERTIFICATION FILED? Yes, attached [X] No []
- D. ECONOMIC IMPACT STATEMENT FILED? Yes, attached [X] No []

III. COMMENTS

A. CONSTITUTIONAL ISSUES:

None.

B. RULE-MAKING AUTHORITY:

None.

C. DRAFTING ISSUES OR OTHER COMMENTS:

Possible Exemption from General law

The bill provides that members of the board are elected by plurality vote of the electors. However, s. 105.051, F.S., requires a majority vote. This appears to be an exemption from general law.

IV. AMENDMENTS/COUNCIL OR COMMITTEE SUBSTITUTE CHANGES

STORAGE NAME: DATE:

THE PALM BEACH POST

Published Daily and Sunday West Palm Beach, Palm Beach County, Florida

PROOF OF PUBLICATION

STATE OF FLORIDA

COUNTY OF PALM BEACH

Before the undersigned authority personally appeared Ellen Sanita, who on oath says that she is Call Center Revenue Manager of The Palm Beach Post, a daily and Sunday newspaper, published at West Palm Beach in Palm Beach County, Florida; that the attached copy of advertising for a Notice in the matter of Seek Legislation was published in said newspaper in the issues of November 11, 2009. Affiant further says that the said The Post is a newspaper published at West Palm Beach, in said Palm Beach County, Florida, and that the said newspaper has heretofore been continuously published in said Palm Beach County, Florida, daily and Sunday and has been entered as second class mail matter at the post office in West Palm Beach, in said Palm Beach County, Florida, for a period of one year next preceding the first publication of the attached copy of advertisement; and affiant further says that she/he has neither paid nor promised any person, firm or corporation any discount rebate, commission or refund for the purpose of securing this advertisement for publication in the said newspaper. Also published in Martin and St. Lucie Counties.

County/Improvement: District herse gives notice of its intention to seek let sistation before the 2010; Ploridal Legislation before the 2010; Ploridal Legislation three the substance of the legislatic will claimly bis the effection procedure an end board in embergual first to convert wio hogard seats to popular elected, hip ripartisan positions; amen procedures for fulling board vacancle amend sprovisions, relating to a scheduling worthing and provide an effective date. Debogate Ambas, threstening.

NOTICE OF INTENT TO SEEK LEGISLATION Pursuant to Section 11/02

Improvement District PUB: The Palm Beach

Sworn to and subscribed before 11th day of November, A.D. 2009.

Who is personally known to me.

NOTARY PUBLIC-STATE OF FLORIDA
Karen M. McLinton
Commission # DD832672
Expires: NOV 15, 2012
BONDED THRU ATLANTIC BONDING CO., INC.

HOUSE OF REPRESENTATIVES

2010 LOCAL BILL CERTIFICATION FORM

BILL #:			
SPONSOR(S):	Rep. Carl Domino		
RELATING TO:	Northern Palm Beach C		
	[Indicate Area Affected (City, Co	ounty, Special District) and	Subject]
NAME OF DELEGAT	ION: Palm Beach Co	ıntv	
CONTACT PERSON:	Ed Chase, Exec		
PHONE # and E-MAII			bcgov.org
bill: (1) The members of the at the local level; (2) a locafter any local public head majority of the legislative not be considered by a Consi	ne local legislative delegation nat public hearing by the legislating, held for the purpose of delegation, or a higher threshouncil or Committee without a control of the committee without a control or co	nust certify that the p tive delegation must hearing the local bil old if so required by ompleted, original L	Committee of the House considers a local surpose of the bill cannot be accomplished be held in the area affected; and (3) at or l issue(s) the bill must be approved by a the legislative delegation. Local bills will ocal Bill Certification Form. ot be accomplished by ordinance of
	ng body without the legal i		
YES[X] NO	П		
	tion conduct a public heari	ng on the subject o	of this bill?
YES[X] NO			•
Date hearing l Location:	riday, Decemb West Palm Beac		
(3) Was this bill fo	rmally approved by a maj	ority of the delega	tion members?
YES[] NO[] UNANIMOUSLY APPR	ROVED [X]	
seek enactment of the bill h		in general law (s. 11	y special act unless notice of intention to .02, F. S.) or the act is conditioned to take d.
Has this Constitutional	notice requirement been n	net?	
Notice published:	YES [X]NO[]	Date:	November 11, 2009
Where? Paln	n Beach Post	County: _	Palm Beach
Referendum in lieu	of publication: YES []	NO [X]	
Date of Referendun	1.		

III. Article VII, Section 9(b), of the State Constitution prohibits passage of any bill creating a special taxing district, or changing the authorized millage rate for an existing special taxing district, unless the bill subjects the taxing provision to approval by referendum vote of the electors in the area affected.

(1) Does the bill create a special district and authorize the district to impose an ad valorem tax?

YES [] NO [X] NOT APPLICABLE []

(2) Does this bill change the authorized ad valorem millage rate for an existing special district?

YES [] NO [X] NOT APPLICABLE []

If the answer to question (1) or (2) in YES, does the bill require voter approval of the ad valorem tax provision(s)?

YES [] NO [] NOT APPLICABLE []

Note: House policy requires that an Economic Impact Statement for Local Bills be prepared at the local level and be submitted to the Military and Local Affairs Policy Committee.

Delegation Chair (Original Signature)

Date

1-27-10

Rep. Maria Sachs

Printed Name of Delegation Chair

House Military and Local Affairs Policy Committee $2010\ Economic\ Impact\ Statement$

House policy requires that economic impact statements for local bills be prepared at the LOCAL LEVEL. This form should be used for such purposes. It is the policy of the House of Representatives that no bill will be considered by a Council or Committee without an original Economic Impact Statement. This form must be completed whether or not there is an economic impact.

	onomic Impact Statement. This form must be con					
BILL#:						
SPONSOR(S):	Representative Carl Domino					
RELATING TO:	Northern Palm Beach County Improvement District [Indicate Area Affected (City, County, Special District) and Subject]					
I. ESTIMAT	TED COST OF ADMINISTRATION, IMP	PLEMENTATION,	AND ENFORCEMENT			
		FY 10-11	<u>FY 11-12</u>			
	s: ring advertising, mailing ney's Fees)	\$25,000				
II. ANTICIP	PATED SOURCE(S) OF FUNDING:	FY 10-11	<u>FY 11-12</u>			
Federal:						
State:						
Local:	•	\$25,000				
III. ANTICI	PATED NEW, INCREASED, OR DECRE	EASED REVENUES	S:			
•		FY 10-11	FY 11-12			
Revenues:		\$.00	\$.00			

Adva	antages:
	Modifies election franchise within the District.
Disa	dvantages:
	None.
V.	ESTIMATED IMPACT UPON COMPETITION AND THE OPEN MARKET FOR EMPLOYMENT:
	None.
VI.	DATA AND METHOD USED IN MAKING ESTIMATES (INCLUDE SOURCE[S] OF DATA):
	Review of District Charter, review of cost data from previous local bills and discussions with District staff.
	PREPARED BY: Must be signed by Preparer] Date
	TITLE: <u>Attorney</u>
	REPRESENTING: Northern Palm Beach County, Improvement Distr
	PHONE: (561) 640-0820

E-Mail Address: tlewis@llw-law.com

1|

2

3

4

5

6 7

8

9

A bill to be entitled

An act relating to the Northern Palm Beach County
Improvement District, Palm Beach County; amending chapter
2000-467, Laws of Florida, as amended; revising procedures
for the election of members of the district's board of
supervisors; updating obsolete language; revising
application of the definition of "electors"; revising
board member qualification and residency requirements;
excluding certain lands from those lands for which a
landowner is entitled to a vote at a meeting of
landowners; providing an effective date.

1112

13

10

Be It Enacted by the Legislature of the State of Florida:

14 15

Section 1. Sections 4 and 6 of section 3 of chapter 2000-467, Laws of Florida, as amended by chapters 2005-302 and 2006-330, Laws of Florida, are amended to read:

1718

19

16

Section 4. Board of Supervisors; election, organization, powers, duties, and terms of office.—

20 21

(A) There is <u>hereby herby</u> created a Board of Supervisors of Northern Palm Beach County Improvement District, which shall be the governing body of said District.

23

22

24

25

(B) Said Board of Supervisors shall consist of five persons, who, except as herein otherwise provided, shall hold office for the term of 4 years and until their successors shall be duly elected and qualified.

2627

28

(C) The first Board of Supervisors of the District shall be composed of five persons, two of whom shall hold office for 4

Page 1 of 11

29 years from June 1, 1959, two of whom shall hold office for 3 30 years from June 1, 1959, and one of whom shall hold office for 2 years from June 1, 1959. Within 30 days after this Act becomes a 31 32 law, the Clerk of the Circuit Court of Palm Beach County shall 33 call a special meeting of landowners of Northern Palm Beach 34 County Improvement District for the purpose of electing the first Board of Supervisors for Northern Palm Beach County 35 36 Improvement District as herein provided. Notice of such special 37 meeting of landowners shall be given by the Clerk of the Circuit Court of Palm Beach County by causing publication thereof to be 38 39 made once a week for 2 consecutive weeks prior to such meeting 40 in some newspaper published in Palm Beach County. Such special 41 meeting of landowners shall be held in some public place in Palm 42 Beach County, and the place, date, and hour of holding such 43 meeting and the purpose thereof shall be stated in the notice. 44 The landowners when assembled shall organize by electing a Chair 45 who shall preside at the meeting and a Secretary thereof. At 46 such meeting, each and every acre, or any fraction thereof, of 47 land in the District shall represent one share and each owner 48 shall be entitled to one vote by person or by written proxy for 49 every acre of land, or any fraction thereof, owned by him or her in the District. The landowners shall first vote for the 50 51 Supervisors who are to hold office for the term of 4 years as 52 herein provided, and the persons receiving the highest number of 53 votes for such Supervisors shall be declared and elected as such 54 Supervisors. Said landowners land owners shall next vote for the 55 Supervisors who are to hold office for the term of 3 years as 56 provided herein, and the persons receiving the highest number of

Page 2 of 11

votes for such Supervisors shall be declared and elected as such Supervisors. Said landowners shall next vote for the Supervisor who is to hold office for the term of 2 years as herein provided, and the person receiving the highest number of votes for such Supervisor shall be declared and elected as such Supervisor.

57

58

59

60

61

62

63

64

65

66

67

68

69

70

71

72

7.3

74

75

76

77

78

79

80

81

82

83

84

- (D) <u>In 2005</u> Upon the effective date of this act, the following procedures were made applicable shall apply to the election of members, including appointees, to the Board of Supervisors of the District:
- The terms of two board members that expired which (1)expire in 2005 were shall be extended until the date of the general election in 2006. The seats were shall be numbered seats 1 and 2, respectively. Seat 1 has shall be filled for a term of 4 years and is filled pursuant to section 6(A) of this Act. Seat 2 was shall be converted to a nonpartisan elected position board member as defined in by chapter 97 105, Florida Statutes. Candidates for seat 2 this position shall qualify with the Palm Beach County Supervisor of Elections pursuant to chapter 105, Florida Statutes, and are shall be elected for a term of 4 years by a plurality of the District electors within the District's jurisdictional boundary who vote voting in said election. As used in this Act, "electors" means shall mean registered voters as defined \underline{in} by section 97.041, Florida Statutes. The board members elected to seats 1 and 2 shall each take office within 10 days after of election, and each shall serve until expiration of his or her their term, until his or her resignation or, removal, or until the election of a new board member for that

Page 3 of 11

85 position.

86

87

88

89

90

91

92

93

94

95

96

97

98

99

100

101

102

103

104

105

106

107

108

109

110

111

112

- (2) The term of the board member that was to expire which expires in 2006 was shall be extended until the date of the general election in 2006. The seat was shall be numbered seat 3 and has. Seat 3 shall be filled for a term of 4 years as prescribed by section 6(A) of this Act. The board member elected to seat 3 shall take office within 10 days after of election and shall serve until expiration of his or her term, until his or her resignation or, removal, or until the election of a new board member for that position.
- (3) The terms of the two board members that were to expire in 2007 were shall be extended until the date of the general election in 2008. The seats were shall be numbered seats 4 and 5, respectively. Seat 4 was shall be filled for a term of 4 years as prescribed by section 6(A) of this Act. Seat 5 was shall be converted to a nonpartisan elected position board member as defined in by chapter 97 105, Florida Statutes. Candidates for seat 5 this position shall qualify with the Palm Beach County Supervisor of Elections pursuant to chapter 105, Florida Statutes, and are shall be elected for a term of 4 years by a plurality of the District electors within the District's jurisdictional boundary who vote voting in said election. "Electors" shall mean registered voters as defined by section 97.041, Florida Statutes. The board members elected to seats 4 and 5 shall each take office within 10 days after of election, and each shall serve until expiration of his or her their term, until his or her resignation or removal, or until the election of a new board member for that position.

(E) Beginning with the general election in 2006, Board of Supervisor qualifications shall be:

- (1) the two members of the board elected to seats 2 and 5 by electors within the District's jurisdictional boundary must shall be residents of the District and electors of the District as defined by section 3(D)(1) of this act.
- (F) Starting with the general election in 2006 and until the day immediately preceding commencement of the qualifying period for the general election in 2012, the One board member elected to seat 5 must shall be a resident whose residence is located north of PGA Boulevard, and the one board member elected to seat 2 must shall be a resident whose residence is located south of PGA Boulevard. For candidates who reside within the District and west of the current terminus of PGA Boulevard at the Beeline Highway or east of the terminus of PGA Boulevard at U.S. Highway 1, residency location shall be determined by extending the center line of PGA Boulevard at the applicable point of terminus due west to Lake Okeechobee and due east to the Atlantic Ocean. The residency qualification provisions in this subsection shall expire upon commencement of the qualifying period for the general election in 2012.
- (G) Beginning with the landowner election in 2010, any member of the board elected pursuant to section 6(A) of this Act must be a resident of the State of Florida and either be a resident of Palm Beach County or own, or have a beneficial interest in an entity that owns, real property within the District. Any member who fails to maintain such residency or ownership requirements shall notify the district within 10 days

Page 5 of 11

after such loss of residency or ownership interest. Failure to cure the qualification deficiency within 30 days after the deadline for provision of such notice shall create an automatic vacancy for that member's seat.

- (H) Commencing with the qualifying period for the general election in 2012, the qualification and election procedures for seats 2, 3, 4, and 5 shall be as follows:
- (1) Beginning with the general election in 2012, seat 4 shall be converted to a nonpartisan elected position.
- (2) Members elected to seats 4 and 5 must be residents of the District, must own, or have a beneficial interest in an entity that owns, real property within the District, and must be electors of the District.
- (3) Beginning with the general election in 2014, seat 3 shall be converted to a nonpartisan elected position.
- (4) Members elected to seats 2 and 3 must be residents of the District, must own, or have a beneficial interest in an entity that owns, real property within the District, and must be electors of the District.
- (5) Candidates seeking election to seats 4 and 5 in 2012 and seats 2 and 3 in 2014 shall qualify with the Palm Beach County Supervisor of Elections pursuant to chapter 105, Florida Statutes, and shall be elected for a term of 4 years by a plurality of the electors within the jurisdictional boundary of the District who vote in their respective general elections.
- (6) Each nonpartisan elected board member shall take office within 10 days after election and shall serve until expiration of his or her term, until his or her resignation or

Page 6 of 11

removal, or until the election of a new board member for that position.

- (I) Candidates who do not collect campaign funds are not obligated to appoint a campaign treasurer or establish a depository pursuant to section 106.021, Florida Statutes.
- (J) Any board member holding a nonpartisan elected seat who fails to maintain his or her seat's qualifying or residency requirements shall notify the District within 10 days after such failure. A member's failure to reestablish such qualifying or residency requirements within 30 days after the deadline for provision of such notice shall create an automatic vacancy for that member's seat.
- (K) For purposes of this Act, residency shall be determined by the location at which the candidate or member then permanently resides and presently intends to continue to permanently reside. In the event any board member who is elected by the electors fails to maintain residency within the District, the member shall notify the District within 10 days of his or her loss of residency. Failure to reestablish residency within 30 days of its loss will create an automatic vacancy for that Board of Supervisors position.
- (2) The three members of the board elected pursuant to section 6(A) of this act shall be residents of the State of Florida. The board member who is elected to seat 3 shall be a resident of the District or own property within the District. Failure to maintain residency or land ownership requirements as stated herein requires notification of the District within 10 days of loss of residency or land ownership. Failure to cure the

Page 7 of 11

qualification deficiency within 30 days of notice will create an automatic vacancy.

(3) Candidates who do not collect campaign funds shall not be obligated to appoint a campaign treasurer or establish a depository pursuant to section 106.021, Florida Statutes.

(L)(F) In the event of any vacancy on the board, an a qualified individual who satisfies that seat's then applicable qualifying and residency requirements shall be selected and appointed by a simple majority vote of the remaining members of the board. The appointee shall serve until the next general election if the seat is filled by electors or until the next annual landowners' meeting if the seat is filled pursuant to section 6(A) of this Act, at which time. At that election, the position shall either be open for election for either a full term or the remainder of the vacated seat's term seat, whichever is appropriate.

(M)(G) As soon as practicable after each their election, the Board of Supervisors of the District shall organize by choosing one of their number President of the Board of Supervisors and by electing some suitable person Secretary, who may or may not be a member of said Board. The Secretary shall be required to execute bond for the faithful performance of his or her duties in such penal amount as the board may my determine. The Board of Supervisors shall adopt a seal which shall be the seal of the District. At each annual meeting of the landowners of the District, the Board of Supervisors shall report all work undertaken or completed during the preceding year, and the status of the finances of the District.

225

226

227

228

229

230

231

232

233

234

235

236

237

238

239

240

241

242

243

244

245

246

247

248

249

250

251

252

(N) (H) All Supervisors shall hold office until their successors shall be elected and qualified. Whenever any election shall be authorized or required by this Act to be held by the landowners at any particular or stated time or day, and if for any reason such election shall not or cannot be held at such time or on such day, then in such event and in all and every such event, the power or duty to hold such election shall not cease or lapse, but such election shall be held thereafter as soon as practicable and consistent with this Act.

Section 6. Meetings of landowners; elections.-

Commencing in Each year during the month of November, beginning with the month of November 2006, a meeting of the landowners of the District shall be held annually in November for the purpose of electing Supervisors and hearing reports of the Board of Supervisors and, when applicable, the holding of a+ provided, however, that a meeting of the landowners shall be held during the month of November 2005, for the purpose of receiving reports of the Board of Supervisors and considering any matters upon which the Board of Supervisors election may request the advice and views of the landowners. The Board of Supervisors shall have the power to call special meetings of the landowners at any time to receive reports of the Board of Supervisors or consider and act upon any matter upon which the Board of Supervisors may request advice. Notice of all meetings of the landowners shall be given by the Board of Supervisors by causing publication thereof to be made for 2 consecutive weeks prior to such meeting in some newspaper published in Palm Beach County. The meetings of the landowners shall be held in some

Page 9 of 11

public place in said County, and the place, day, and hour of holding such meetings shall be stated in the notice. The landowners when assembled shall organize by electing a Chair who shall preside at the meeting. The Secretary of the Board of Supervisors shall be the Secretary of such meeting. At all such meetings each and every acre, or any fraction thereof, of land in the District, except publicly owned property against which the District does not levy assessments, shall represent one share, and each owner shall be entitled to one vote in person or by written proxy for every acre, or any fraction thereof, of land owned by him or her in the District, except for:

- (1) Publicly owned lands against which the District does not levy assessments.
- (2) Those lands that are not currently subject to the District's levy of assessments or lands for which assessments have not been paid for the previous year.

The person receiving the highest number of votes for Supervisor shall be declared and elected as such Supervisor. Those landowners present or voting by proxy shall constitute a quorum at any meeting of the landowners.

- (B) Guardians may represent their wards, and personal representatives may represent the estates of deceased persons. Trustees may represent lands held by them in trust, and private and municipal corporations may be represented by their officers or duly authorized agents. Guardians, personal representatives, trustees, and corporations may vote by proxy.
 - (C) To be eligible for election pursuant to this section, Page 10 of 11

a candidate for the office of Supervisor shall file a written notice of intention to be a candidate in the office of the District at least 30 days before the annual meeting of the landowners.

281

282

283

284

285

Section 2. This act shall take effect upon becoming a law.

Page 11 of 11