# The Florida Senate BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

	Prepared	By: The I	Professional Staff	f of the Committee	on Community Affairs
BILL:	SB 1132				
INTRODUCER:	Senator Bra	ındes			
SUBJECT:	Department of Transportation				
DATE:	March 20, 2	2013	REVISED:		
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	Please	see S	ection VIII.	for Addition	al Information:
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# I. Summary:

SB 1132 makes a number of revisions to statutes addressing the functions and responsibilities of the Florida Department of Transportation (FDOT or department) and various transportation issues. Among those revisions, the bill:

- extends the Florida Transportation Commission's oversight of expressway and bridge authorities to the Mid-Bay Bridge Authority and repeals provisions relating to the Florida Statewide Passenger Rail Commission;
- requires local governments to adopt noise compatible land use planning regulations as soon as practical, but no later than July 1, and to share equally with FDOT in all costs associated with providing noise mitigation under specified conditions;
- revises criteria to be met by certain air carriers to qualify for an exemption from the aviation fuel tax and provides for terminal suppliers and wholesalers to receive a credit or apply for a refund of aviation fuel tax previously paid;
- provides funding for space transportation projects from the State Transportation Trust Fund (STTF); provides criteria for the Spaceport Investment Program; authorizes the use of revenues for the payment of forms of indebtedness issued by Space Florida; and provides restrictions and criteria for the use of certain revenues;

• authorizes FDOT to fund up to 100 percent of the cost of strategic airport investment projects under specified conditions;

- prohibits FDOT from entering into any lease-purchase agreement with any expressway authority, regional transportation authority, or other entity and preserves existing leasepurchase agreements;
- amends the process FDOT must follow relating to proposals to enter into a lease of FDOT property for joint public-private development or commercial development;
- authorizes installation of parking meters or such other parking time limit devices in the rightof-way limits of a state road when permitted by FDOT; requires cities and counties to remit
  to FDOT 50 percent of the revenue generated from fees collected by parking time limit
  devices installed or already existing in the right-of-way limits of a state road under FDOT's
  jurisdiction; and directs FDOT to deposit funds received into the STTF for use in accordance
  with specified law;
- revises provisions relating to the uses of fees generated from certain tolls to include the design and construction of a fire station; revises provisions relating to the transfer of certain excess revenues; and removes authority of a water management district to issue bonds or notes;
- revises provisions relating to metropolitan planning organization (MPO) designation to
  conform language to federal law, provides a cap on the number of voting members of an
  MPO re-designated as specified, provides that certain authorities or agencies in metropolitan
  areas may be provided voting membership on the MPO, and makes editorial changes to
  eliminate redundancy and provide clarity;
- authorizes Enterprise Florida, Inc., to be a consultant to FDOT for consideration of expenditures associated with and contracts for transportation projects and revises the requirements for economic development transportation project contracts between FDOT and a governmental entity;
- includes projects that provide intermodal connectivity with spaceports as eligible for loans from the State-funded Infrastructure Bank;
- expands eligibility of intercity bus companies to compete for federal and state program funding;
- revises the types of eligible projects and criteria of the Intermodal Development Program;
- expressly authorizes FDOT to undertake ancillary development within FDOT-owned rail corridors:
- creates the Florida Regional Tollway Authority Act authorizing counties to form a regional tollway authority that can construct, maintain, and operate transportation projects in a region of the state;
- creates the Northwest Florida Regional Tollway Authority, the Okaloosa-Bay Regional Tollway Authority; and the Suncoast Regional Tollway Authority;
- provides for the transfer of the governance and control of the Mid-Bay Bridge Authority System to the Okaloosa-Bay Regional Tollway Authority;
- repeals obsolete language and clarifies ambiguous language; and,
- provides an effective date.

This bill amends the following sections of the Florida Statutes: 20.23, 110.205, 206.9825, 316.530, 316.545, 331.360, 332.007, 334.044, 337.11, 337.14, 337.168, 337.251, 337.408,

338.161, 338.165, 338.26, 339.175, 339.2821, 339.55, 341.031, 341.053, 341.302, 343.82, and 343.922.

The bill creates the following sections of the Florida Statutes: 163.3176 and chapter 345, consisting of the following sections of the Florida Statutes: 345.0001, 345.0002, 345.0003, 345.0004, 345.0005, 345.0006, 345.0007, 345.0008, 345.0009, 345.0010, 345.0011, 345.0012, 345.0013, 345.0014, 345.0015, 345.0016, and 345.0017.

# **II.** Present Situation:

## **Mid-Bay Bridge Authority**

The 1986 Legislature created the Mid-Bay Bridge Authority (MBBA)<sup>1</sup> as the governing body of an independent special district in Okaloosa County for the purpose of planning, constructing, operating, and maintaining a bridge over the Choctawhatchee Bay. The MBBA operates the tolled, 3.6-mile long Mid-Bay Bridge across the Choctawhatchee Bay and approaches (SR 293) on the northern and southern sides of the bridge. The facility, which connects SR 20 with U.S. 98 east of Destin, is a link between Interstate 10 and U.S. 98 and provides a more direct route to tourists and residents between northern and southern Okaloosa and Walton Counties.<sup>2</sup>

FDOT, under the provisions of a lease-purchase agreement with the MBBA, maintains and operates the existing bridge and remits all of the tolls collected to the authority as lease payments. The term of the lease runs concurrently with the bonds issued by the MBBA, and when the bonds are matured and fully paid, FDOT will own the bridge. As of June 30, 2012, the MBBA's long-term debt obligation to FDOT for operations and maintenance pursuant to the existing agreement was \$9.5 million. In accordance with bond covenants, this liability is payable from excess toll revenues, after debt service obligations have been met.

The Florida Turnpike Enterprise provides toll plaza operations for the MBBA. For the fiscal year ending September 2012, toll revenues amounted to \$15,765,967. Earned investment income from Revenue and Reserve Funds of \$1,395,789, plus \$30,886 from SunPass collections, raised total revenue to \$17,192,642. Unlike other regional transportation, expressway, and bridge authorities, however, Florida law reflects no state entity currently charged with monitoring the efficiency, productivity, and management of the MBBA.

#### **Overlapping Responsibility for Passenger Rail Systems**

Florida Transportation Commission

The Florida Transportation Commission (FTC) has long been charged with periodically reviewing the status of the state transportation system, including rail and other component modes, and with recommending improvements to the system to the Governor and the Legislature. Beginning in 2007, the Legislature also directed the FTC in s. 20.23(2)(b)8., F.S., to:

<sup>&</sup>lt;sup>1</sup> Re-created by special act, ch. 2000-411.

<sup>&</sup>lt;sup>2</sup> Senate Issue Brief 2012-208, Cost Effectiveness of Regional Expressway and Bridge Authorities, (September 2011).

<sup>&</sup>lt;sup>3</sup> Traffic Engineers' Annual Report for Fiscal Year 2012, prepared by URS for Mid-Bay Bridge Authority: <a href="http://www.mid-bay.com/pdfs/FY2012-Annual-Report.pdf">http://www.mid-bay.com/pdfs/FY2012-Annual-Report.pdf</a>. Retrieved February 23, 2013.

Monitor the efficiency, productivity, and management of the authorities created under chapters 348 and 349, including any authority formed using the provisions of part I of chapter 348 and any authority formed under chapter 343 which is not monitored under subsection (3). The commission shall also conduct periodic reviews of each authority's operations and budget, acquisition of property, management of revenue and bond proceeds, and compliance with applicable laws and generally accepted accounting principles.

The only publicly funded passenger rail system in the state (Tri-Rail) then and now existing is operated by the South Florida Regional Transportation Authority, which is established in ch. 343, F.S.

#### Florida Statewide Passenger Rail Commission

In 2009, the Florida Legislature provided a statutory framework for enhancing the consideration of passenger rail as a modal choice in the development and operation of Florida's transportation network. The Legislature created the Florida Rail Enterprise, modeled after the Florida Turnpike Enterprise, to coordinate the development and operation of passenger rail services statewide, and established the FSPRC to monitor, advise, and review publicly-funded passenger rail systems.

Specifically, and similar to the duty of the FTC, the Legislature charged the FSPRC in s. 20.23(3)(b)1., F.S., with the function of:

Monitoring the efficiency, productivity, and management of all publicly funded passenger rail systems in the state, including, but not limited to, any authority created under chapter 343, chapter 349, or chapter 163 if the authority receives public funds for the provision of passenger rail service. The commission shall advise each monitored authority of its findings and recommendations. The commission shall also conduct periodic reviews of each monitored authority's passenger rail and associated transit operations and budget, acquisition of property, management of revenue and bond proceeds, and compliance with applicable laws and generally accepted accounting principles. The commission may seek the assistance of the Auditor General in conducting such reviews and shall report the findings of such reviews to the Legislature. This paragraph does not preclude the Florida Transportation Commission from conducting its performance and work program monitoring responsibilities.

# **State Public Transportation and Modal Administrator**

FDOT recognizes a significant role played by freight mobility as an economic driver for the state and created in the recent past an Office of Freight, Logistics, and Passenger Operations, and the

<sup>&</sup>lt;sup>4</sup> Chapter 343 entities include the South Florida Regional Transportation Authority, the Central Florida Regional Transportation Authority, the Northwest Florida Transportation Corridor Authority, and the Tampa Bay Area Regional Transportation Authority. Chapter 348 entities include the Miami-Dade Expressway Authority, the Tampa-Hillsborough County Expressway Authority, the Orlando-Orange County Expressway Authority, the Santa Rosa Bay Bridge Authority, and the Osceola County Expressway Authority. Chapter 349 establishes the Jacksonville Transportation Authority.
<sup>5</sup> Chapter 2011-271, L.O.F.

<sup>&</sup>lt;sup>6</sup> The first phase (31 miles) of a commuter rail project, SunRail, – an eventual 61-mile stretch of existing rail freight tracks through Orange, Seminole, Volusia and Osceola counties and the City of Orlando -- is under construction, and service could begin as early as 2014.

2012 Legislature directed FDOT to develop a Freight Mobility and Trade Plan to assist in making freight mobility investments that contribute to the economic growth of the state. As part of its focus on freight and intermodal issues, FDOT requested approval from the Department of Management Services (DMS) to change the title of an existing Senior Management Service class position, State Public Transportation and Modal Administrator, to State Freight and Logistics Administrator. DMS approved the requested change on September 2, 2011, but current law does not reflect the title change.

# **Noise Abatement/Highway Projects**

Section 335.17, F.S., requires FDOT to develop all highway projects, regardless of funding source, in conformity with the federal standards for noise abatement contained in 23 C.F.R. 772 as such regulations existed on July 13, 2011. FDOT is directed to make use of noise-control methods as part of highway construction projects involving new location or capacity expansion, with particular emphasis on those highways located in or near urban-residential developments that abut such highway rights-of-way. At a minimum, FDOT must comply with federal requirements for analysis of traffic noise impacts and abatement measures, noise abatement, information for local officials, traffic noise prediction, and construction noise.

Noise barriers are a significant additional cost for highway widening and other capacity improvement projects. FDOT advises that the average cost for one mile of noise barrier – based on a 16' high barrier at an average cost per square foot of \$30 – is \$2.53 million for one side of the road, or \$5.07 million for both sides. FDOT is required to provide project noise study information to local governments per current law to assist local officials and private developers in promoting compatibility between land development and highways. FDOT asserts, however, that the information historically has not been used by local governments in the development of land use plans.

Going forward, FDOT advises that noise abatement will be required for most turnpike and several interstate widening projects unless subdivisions adjacent to these limited-access facilities are planned, permitted, and constructed considering land use controls to minimize the effects of noise from highway traffic.

#### **Aviation Fuel Tax Refunds**

Section 206.9825(1), F.S., imposes an excise tax of 6.9 cents per gallon for every gallon of aviation fuel sold in this state or brought into this state for use. Any wholesaler or terminal supplier that delivers aviation fuel to an air carrier offering transcontinental jet service and that increases its Florida workforce by more than 1,000 percent and by 250 or more full-time equivalent employee positions after January 1, 1996, is authorized to receive a credit or refund of the 6.9 cents per gallon, if the carrier has no facility for fueling highway vehicles from the tank in which the aviation fuel is stored. If the number of full-time equivalent employees created or added to the air carrier's Florida workforce falls below 250 before July 1, 2001, the exemption

<sup>&</sup>lt;sup>7</sup> Chapter 2012-174, L.O.F.

<sup>&</sup>lt;sup>8</sup> Section 110.205(2)(j), F.S.

does not apply during the period in which the carrier has fewer than the 250 additional employees.

Because the current language is tied to job creation for the five years after January 1, 1996, an air carrier that actually has been reducing its workforce since then could qualify for a refund because it employed more workers than it did before January 1, 1996, in numbers still sufficient to meet the thresholds. For five distributions during the current fiscal year, FDOT advises the aviation refund dollar amounts were higher than the incoming revenues and that the Department of Revenue (DOR) was forced to offset the aviation fuel tax refund from other tax sources, such as the motor fuel tax.

FDOT notes that through April 2012 distributions, most STTF tax sources are within a reasonable margin of error as compared to the estimate, but that aviation fuel tax deposited into the STTF is below the estimate by 51.5 percent.

#### Wrecker Permits/Disabled Vehicles

Current s. 316.515(8), F.S., allows wreckers to tow disabled vehicles when the combination of wrecker and towed vehicle are over legal weight, provided that the wrecker is operating under a special use permit. This provision was passed during the 1997 session. During the same session, s. 316.550(5), F.S., was passed to authorize FDOT to issue such overweight permits. However, s. 316.530(3), F.S., (originally passed as s. 316.205(3) in 1976) which allows wreckers to tow disabled vehicles when the combination of wrecker and towed vehicle are over the legal weight without a special use permit, was inadvertently overlooked and still remains in current law, despite the direct conflict with subsequently passed legislation.

As the 1997 changes rendered the provisions of s. 316.530(3), F.S., obsolete, the last-passed provisions of s. 316.515(8), F.S., and s. 316.550(5), F.S., have since that time been enforced.

# **Commercial Motor Vehicles/Auxiliary Power Units**

Section 756 of the Energy Policy Act of 2005, "Idle Reduction and Energy Conservation Deployment Program," amended 23 U.S.C. 127(a)(12) to allow for a national 400-pound exemption on the maximum weight limit on the interstate system for the additional weight of idling reduction technology ("auxiliary power units" or "APUs")<sup>10</sup> on heavy-duty vehicles. Section 316.545(3)(c), F.S., was created by the 2010 Legislature to provide for a 400-pound reduction in the gross weight of commercial motor vehicles equipped with idling reduction technology when calculating a penalty for exceeding maximum weight limits. The reauthorized Federal-aid highway program, Moving Ahead for Progress in the 21<sup>st</sup> Century (MAP-21) further amended 23 U.S.C. 127(a)(12) to increase from 400 to 550 pounds the allowable exemption for additional weight of APUs.

<sup>9</sup> These changes are consistent with federal law, specifically 23 U.S.C. 127(a) and 23 C.F.R. 658.17, which authorize states to permit nondivisible loads and vehicles (defined to include emergency response vehicles) exceeding maximum weight limits upon the issuance of special permits in accordance with state law.

<sup>&</sup>lt;sup>16</sup> An APU is a portable, truck-mounted system that can provide climate control and power for trucks without idling, keeping drivers comfortable during resting periods while reducing negative economic impact (fuel costs) and environmental impact (greenhouse gases and other pollutants, as well as noise).

# **Space Transportation Facilities**

FDOT and Space Florida are currently authorized to enter into a joint participation agreement to effectuate the provisions of ch. 331, F.S., and FDOT is authorized to allocate funds for such purposes in its five-year work program. FDOT is prohibited from funding the administrative or operational costs of Space Florida.

Space Florida is required to develop a spaceport master plan for expansion and modernization of space transportation facilities within defined spaceport territories, containing recommended projects, and is required to submit the plan to FDOT; and FDOT may include the plan within FDOT's five-year work program of qualifying aerospace discretionary capacity improvement projects. FDOT is authorized to participate in the capital cost of eligible spaceport discretionary capacity improvement projects, subject to the availability of appropriated funds. The plan is required to identify appropriate funding levels and include recommendations on appropriate sources of revenue that may be developed to contribute to the STTF. FDOT's annual LBR must be based on the proposed funding requested for approved spaceport discretionary capacity improvement projects.<sup>11</sup>

FDOT advises it programmed \$16 million in spaceport projects in both FY 2011-2012 and 2012-2013. FDOT further advises its Tentative Work Program for Fiscal Years 2014-2018 will be submitted to the Governor, the Legislature, the FTC and the Department of Economic Opportunity (DEO) on February 19, 2013, and will reflect a minimum of \$20 million a year for 5 years for Space Florida transportation projects. <sup>12</sup>

# **State Aviation Program**

Section 332.007, F.S., requires FDOT to prepare and continuously update an aviation and airport work program that separately identifies development projects and discretionary capacity improvement projects. Subject to the availability of appropriated funds, FDOT is authorized to participate in the capital cost of eligible public airport and aviation development projects, <sup>13</sup> unless otherwise directed as specified, at percentage rates that vary depending on factors such as available federal funding. FDOT is also authorized, subject to the availability of appropriated funds in addition to aviation fuel tax revenues, to participate in the capital cost of eligible public airport and aviation discretionary capacity improvement projects, <sup>14</sup> again at percentage rates that vary. FDOT notes the Legislature created a Strategic Investment Initiative within its Seaport Office during the 2012 Legislative Session and that FDOT does not have a similar investment initiative or authority for the Aviation Program.

<sup>&</sup>lt;sup>11</sup> "Spaceport discretionary capacity improvement projects" is defined in s. 331.303(21), F.S., to mean capacity improvements that enhance space transportation capacity at spaceports that have had one or more orbital or suborbital flights during the previous calendar year or have an agreement in writing for installation of one or more regularly scheduled orbital or suborbital flights upon the commitment of funds for stipulated spaceport capital improvements.

<sup>&</sup>lt;sup>12</sup> FDOT email, February 7, 2013, on file in the Senate Transportation Committee.

<sup>&</sup>lt;sup>13</sup> In short, defined in s. 332.004(4), F.S., as "...any activity associated with the design, construction, purchase, improvement, or repair of a public-use airport or portion thereof...."

<sup>&</sup>lt;sup>14</sup> Defined in s. 332.004(5), F.S., as "...capacity improvements ... which enhance intercontinental capacity at [specified] airports..."

## **Toll Authorities/Lease-Purchase Agreements**

In addition to FDOT, various authorities are currently operating toll facilities and collecting and reinvesting toll revenues. Aside from Florida's Turnpike Enterprise (which is part of FDOT), most, but not all, of the toll authorities are established under ch. 348, F.S., entitled "Expressway and Bridge Authorities." Various sections of ch. 348, F.S., provide the toll authorities the ability to enter into lease-purchase agreements with FDOT. In addition to authorities created under ch. 348, F.S., two transportation authorities are authorized under ch. 343, F.S., to enter into lease-purchase agreements with FDOT, and a bridge authority established by special act of the Legislature is similarly authorized. FDOT has entered into lease-purchase agreements with some, but not all, of these authorities.

FDOT is authorized to enter these agreements by s. 334.044, F.S. Additionally, s. 339.08(1)(g), F.S., allows FDOT to lend or pay a portion of the operation and maintenance (O&M) and capital costs of any revenue-producing transportation project located on the State Highway System (SHS) or that is demonstrated to relieve traffic congestion on the SHS. FDOT pays such costs using funds from the STTF.

In a typical lease-purchase agreement between FDOT and a toll authority, FDOT, as lessee, agrees to pay the O&M (which usually includes replacement and renewal, or R&R) costs of the associated toll facility. Upon completion of the lease-purchase agreement, ownership of the facility would be transferred to the State and FDOT would retain all revenues collected, as well as the O&M responsibility.

As required by existing agreements, FDOT paid \$9.2 million in O&M expenses in FY 2011-2012 and an additional \$32.8 million in R&R expenses, periodic maintenance, and toll equipment capital costs, on behalf of the authorities. These funds accrue to an authority's long-term debt owed to FDOT. When O&M and R&R expenses are not reimbursed by the toll authority on a current basis, *e.g.*, monthly or annually, the STTF monetary advances are added to the authority's long-term debt due to FDOT. As of June 30, 2012, debt owed to FDOT from various toll authorities for expenses paid totaled approximately \$419.7 million.

#### **Vehicle Registration/FDOT Contractors**

Section 320.02(1), F.S., provides that every owner or person in charge of a motor vehicle operated or driven on the roads of this state shall register the vehicle in this state, except as otherwise provided. Section 320.37, F.S., provides that the registration requirement (and license plate display requirements) does not apply to a motor vehicle owned by a nonresident if the nonresident has complied with the registration law of the foreign country, state, territory, or federal district of the owner's residence. However, s. 320.38, F.S., provides that if a nonresident accepts employment or engages in any trade, profession, or occupation in this state, the nonresident must register his or her motor vehicle in this state within 10 days after beginning such employment.

Section 337.11(13), F.S., requires each road or bridge construction or maintenance contract let by FDOT to contain a provision requiring the contractor to provide proof to FDOT, in the form

of a notarized affidavit from the contractor, that all motor vehicles that he or she operates or causes to be operated in this state are registered in compliance with ch. 320, F.S.

# Transportation Projects/Prequalification/Bidding

Section 337.14(1), F.S., requires that persons "...desiring to bid for the performance of any construction contract in excess of \$250,000 which the department proposes to let must first be certified by the department as qualified...." Section 337.14(2), F.S., provides: "Certification shall be necessary in order to bid on a road, bridge, or public transportation construction contract of more than \$250,000." The purpose of certification is to ensure professional and financial competence relating to the performance of construction contracts by evaluating bidders "...with respect to equipment, past record, experience, financial resources, and organizational personnel of the applicant necessary to perform the specific class of work for which the person seeks certification."

This language could be interpreted as being tied to a bid amount, *i.e.*, so long as the *bid* is not in excess of \$250,000, a person would not be required to first be certified prior to bidding. FDOT's bid solicitation notices, however, currently advise: "A prequalified contractor must have a current certificate of qualification in accordance with Rule Chapter 14-22, F.A.C., on the date of the letting to bid on construction projects over \$250,000 as established by the Department's budget." Consequently, persons seeking to bid on construction contracts in excess of \$250,000 are currently required to be qualified on the date of the letting.

For comparison, revisions to s. 337.14(1), F.S., during the last legislative session with respect to financial statements submitted in connection with the performance of construction contracts of less than \$1 million expressly tied that submission to proposed budget estimates, rather than to the bid amount.

#### **Public Records/Identities of Potential Bidders**

Section 337.168(2), F.S., currently provides that a document revealing the identity of persons who have requested or obtained bid packages, plans, or specifications pertaining to any project to be let by the department is confidential and exempt from the provisions of s. 119.07(1) for the period which begins 2 working days prior to the deadline for obtaining bid packages, plans, or specifications and ends with the letting of the bid. FDOT maintains a website that posts a list of persons who have requested or obtained bid packages, plans, or specifications for a given project. In accordance with s. 337.168(2), F.S., FDOT's Central Office takes the lists down two working days prior to the deadline for obtaining bid packages, plans, or specifications. However, the lists include the identity of persons who requested or obtained bid packages, plans, or specifications *before* the 2-day period of exemption begins.

The Florida Transportation Builders' Association advises that small contractors need and rely on access to the identities of potential bidders that are not made exempt under s. 337.168(2), F.S.,

<sup>15</sup> http://www.dot.state.fl.us/cc-admin/Letting Project Info.shtm: Retrieved March 1, 2013. To access a list, click on a letting date in the near future under "2013 Lettings" and then choose "Proposal Holders" under "Important Letting Documents."

for the purpose of submitting sub-contract bids to general contractors for their use in preparing bids for FDOT projects.

# **Unsolicited Lease Proposals**

Section 337.251, F.S., Lease of property for joint public-private development and areas above or below department property, authorizes FDOT to request proposals for the lease of FDOT property for joint public-private development or commercial development. FDOT may also receive and consider unsolicited proposals for such uses. If FDOT receives an unsolicited proposal to negotiate a lease, FDOT must publish a notice in a newspaper of general circulation at least once a week for two weeks, stating that it has received the proposal and will accept, for 60 days after the date of publication, other proposals for use of the space. FDOT must also mail a copy of the notice to each local government in the affected area.

Any unsolicited lease proposal must be selected based on competitive bidding, and FDOT is authorized to consider such factors as the value of property exchanges, the cost of construction, and other recurring costs for the benefit of FDOT by the lessee in lieu of direct revenue to FDOT if such other factors are of equal value including innovative proposals to involve minority businesses. Before entering into any lease, FDOT must determine that the property subject to the lease has a permanent transportation use related to FDOT responsibilities, has the potential for such future transportation uses, or constitutes airspace or subsurface rights attached to property having such uses, and is therefore not available for sale as surplus property.

Section 334.30, F.S., *Public-private transportation facilities*, authorizes FDOT to lease certain toll facilities through public-private partnerships and also authorizes FDOT to receive unsolicited proposals. That section directs FDOT to establish by rule an application fee sufficient to pay the costs of evaluating a proposal. FDOT is further authorized to engage the services of private consultants to assist in the evaluation.

Unlike s. 337.251, F.S., before approving a proposal, FDOT must determine that the proposed project is in the public's best interest; would not require state funds to be used unless the project is on the SHS; would have adequate safeguards in place to ensure that no additional costs or service disruptions would be realized by the traveling public and residents of the state in the event of default or cancellation of the agreement by FDOT; would have adequate safeguards in place to ensure that the department or the private entity has the opportunity to add capacity to the proposed project and other transportation facilities serving similar origins and destinations; and would be owned by FDOT upon completion or termination of the agreement. <sup>16</sup> In addition, before awarding a contract for lease of an existing toll facility through a public-private partnership, FDOT is required to provide an independent analysis of the proposed lease that demonstrates the cost-effectiveness and overall public benefit.

If FDOT receives an unsolicited proposal for a lease through a public-private partnership, FDOT must publish a notice in the Florida Administrative Weekly and a newspaper of general circulation at least once a week for two weeks stating that FDOT has received the proposal and

<sup>&</sup>lt;sup>16</sup> The ownership requirement in s. 334.30, F.S., would not, of course, apply to a lease arrangement under s. 337.251, F.S.

will accept, for 120 days after the initial date of publication, other proposals for the same project purpose. FDOT must also mail a copy of the notice to each local government in the affected area.

# **Parking Meters/Permits/Revenues**

Existing throughout the state today within the right-of-way limits of state roads under FDOT's jurisdiction are parking meters or other parking time limit devices whose revenue is collected and used by the local jurisdictions that installed the devices. Parking meters and other parking time limit devices facilitate commerce by ensuring that parking spaces turn over at regular intervals, and provide convenient customer access to abutting businesses. FDOT has no rule or statewide procedure for issuance of permits for parking time limit devices installed within the right-of-way limits of state roads under FDOT's jurisdiction. FDOT does not receive any portion of this revenue and reports the number and location of these existing devices is unknown. Costs incurred by the local jurisdictions to purchase, install, and maintain the existing devices are unknown, as are costs incurred to enforce time limits reflected on the devices. Some local governments may have issued bonds secured by revenues from parking meters.

# Toll Collection/Interoperable Facilities

During the 2012 Legislative Session, the Legislature passed both HB 599 and SB 1998, and both contained language relating to FDOT authority to enter into agreements with public or private transportation facility owners (whose systems become interoperable with FDOT's systems) for the use of FDOT systems to collect and enforce for the owner tolls, fares, administrative fees, and other applicable charges due in connection with use of the owner's facility. The language, however, is not identical. Part of the last-passed version of the language contained in HB 599 is potentially ambiguous, leading to more than one possible interpretation, and part of needed language that passed in HB 599 was not included in SB 1998. Section 338.161, F.S., now reflects four different history notes highlighting the differences between the two 2012 bills.

#### **Beeline-East Expressway and Navarre Bridge**

Section 338.165(4), F.S., authorizes FDOT to request the Division of Bond Finance to issue bonds secured by toll revenues collected on the Alligator Alley, the Sunshine Skyway Bridge, the Beeline-East Expressway, the Navarre Bridge, and the Pinellas Bayway to fund transportation projects located within the county or counties in which the project is located and contained in FDOT's adopted work program. The Beeline-East Expressway (re-named the Beachline East Expressway) became part of the Turnpike Enterprise on July 1, 2012, pursuant to ch. 2012-128, L.O.F.<sup>17</sup> The Navarre Bridge is now county-owned and no longer used for toll revenue. The references to each facility in s. 338.165(4), F.S., are now obsolete.

#### **Alligator Alley Excess Revenues**

Section 338.26, F.S., provides that any excess revenues from Alligator Alley, after facility operation and maintenance, contractual obligations, reconstruction and restoration, and the

<sup>&</sup>lt;sup>17</sup> See s. 338.165(10), F.S.

development and operation of a fire station at mile marker 63, <sup>18</sup> *may* be transferred to the South Florida Water Management District (SFWMD) Everglades Fund for specified projects.

FDOT advises that operation of the fire station is expected to begin in Fiscal year 2014; and the FDOT finance plan, based on projections provided to FDOT, contains the following funding for operation of the fire station:<sup>19</sup>

2013	\$0
2014	\$1,200,000
2015	\$1,242,000
2016	\$1,285,470
2017	\$1,330,461
2018	\$1,377,028

With respect to transfers to SFWMD, FDOT and SFWMD entered into a memorandum of understanding on June 30, 1997,<sup>20</sup> under which FDOT agreed to a schedule of payments to SFWMD totaling \$63,589,000. FDOT expects to be able to meet its obligations under the current payment schedule by Fiscal Year 2016 as follows:<sup>21</sup>

2013	\$4,400,000
2014	\$5,000,000
2015	\$8,000,000
2016	\$7,064,000

The agreement further provides that prior to its expiration, FDOT and SFWMD will renegotiate the terms, conditions, and duration of the agreement, taking into account toll revenues from the Alley, future costs to operate and maintain the Alley, reconstruction and restoration activities of the Alley, the transportation funding needs of Broward and Collier counties pursuant to s. 338.165(2), F.S., <sup>22</sup> and the continuing costs of the Everglades restoration projects.

#### Metropolitan Planning Organizations/Designation/Membership

Based on census data, the U.S. Bureau of the Census designates urbanized areas throughout the state. Federal law and rule (23 U.S.C. 134 and 23 C.F.R 450 Part C) require a metropolitan planning organization (MPO) to be designated for each urbanized area<sup>23</sup> or group of contiguous urbanized areas. In addition, federal law and rules specify the requirements for MPO transportation planning and programming activities. These requirements are updated after each federal transportation reauthorization bill enacted by Congress. State law also includes

<sup>&</sup>lt;sup>18</sup> FDOT indicates that the fire station is currently under construction, and construction is funded by FDOT. FDOT notes that another fire station is located on the Alley in Broward County. Broward County provided the funding for construction of that station and provides the funding for its operation.

<sup>&</sup>lt;sup>19</sup> FDOT email, March 1, 2013, on file in the Senate Transportation Committee.

<sup>&</sup>lt;sup>20</sup> On file in the Senate Transportation Committee.

<sup>&</sup>lt;sup>21</sup> FDOT email, March 1, 2013, on file in the Senate Transportation Committee.

<sup>&</sup>lt;sup>22</sup> That section requires that if a revenue-producing project is on the State Highway System, any remaining toll revenue after discharge of indebtedness related to such project must be used for the construction, maintenance, or improvement of any road on the State Highway System within the county or counties in which the revenue-producing project is located.

<sup>&</sup>lt;sup>23</sup> An urbanized area is defined by the U.S. Bureau of the Census and has a population of 50,000 or more.

provisions governing MPO activities. Section 339.175, F.S., paraphrases or restates some key federal requirements. In addition, state law includes provisions that go beyond the federal requirements. For example, federal requirements regarding MPO membership are very general, while state law is more specific.

Section 339.175(2)(a)2., F.S., currently provides that designation of an MPO be accomplished by agreement between the Governor and units of general-purpose local government representing at least 75 percent of the population of the urbanized area; however, the unit of general-purpose local government that represents the central city or cities within the MPO jurisdiction, as defined by the United State Bureau of the Census, must be a party to such agreement. This language has been superseded by revisions to 23 U.S.C. 134(d) and 23 C.F.R. 450.310(b), which now require designation to be accomplished by agreement between the Governor and units of generalpurpose local government that together represent at least 75 percent of the population (including the largest incorporated city, based on population, as named by the Bureau of the Census) or in accordance with procedures established by applicable State or local law.

An existing MPO may be re-designated by agreement between the Governor and units of general-purpose local government that together represent at least 75 percent of the existing population in the area served, including the largest incorporated city. 24 Re-designation of an MPO is required whenever the existing MPO proposes to make a substantial change in the proportion of voting members on the existing MPO representing the largest incorporated city, other units of general-purpose local government served by the MPO, and the State; or a substantial change in the decision-making authority or responsibility of the MPO, or in decisionmaking procedures established under MPO bylaws.<sup>25</sup>

Current law does not authorize more than 19 members on an MPO in cases when the MPO is redesignated as a result of the expansion of an MPO to include a new urbanized area or the consolidation of two or more MPOs within a single urbanized area, even if the membership is already at 19 members.

# **Economic Development Transportation Projects**

Florida has a number of economic development incentive programs used to recruit industry to Florida, or to persuade existing businesses to expand their operations. One such incentive exists in what is commonly referred to as the Road Fund, which is funded by a transfer from the STTF and used to assist local government in paying for highway or other transportation infrastructure improvements that will benefit a relocating or expanding company. The amount appropriated for this transfer varies from year to year. The Legislature in 2012 repealed s. 288.063, F.S., in which the Road Fund was statutorily placed, and created s. 339.2821, F.S. The revisions did not change the purpose of the Road Fund but simply moved oversight of the fund from DEO to FDOT.<sup>26</sup>

http://www.flsenate.gov/Session/Bill/2012/1998/Analyses/M6TO2qtoNCs60=PL=Y=PL=DT9BT2bnWNo=%7C11/Public/B ills/1900-1999/1998/Analysis/s1998z2.TEDAS.PDF.

<sup>&</sup>lt;sup>24</sup> 23 C.F.R. 450.301(h) (2012). <sup>25</sup> 23 C.F.R. 450.301(k) (2012).

<sup>&</sup>lt;sup>26</sup> Budget Committee Final Analysis of SB 1998:

FDOT, in consultation with DEO, is authorized under the new section to make and approve expenditures and contract with the appropriate government body for the direct costs of transportation projects. Enterprise Florida, Inc., is not currently included as a consultant. Section 339.2821, F.S., also contains requirements for inclusion in a contract between FDOT and a governmental body that include requiring that the governmental body provide FDOT with specified quarterly reports, that FDOT transfer of funds to the governmental body will occur not more than quarterly, that the governmental body expend funds received in a timely manner, and that FDOT may not transfer funds unless construction has begun on the facility of a business on whose behalf the award was made.

# **State-Funded Infrastructure Bank/Spaceports**

Section 339.55, F.S., creates the state-funded infrastructure bank (SIB), which provides loans to government units and private entities to help fund transportation projects. The loans are repaid from revenues generated by the project, such as a toll road or other pledged resources. The repayments are then re-loaned to fund new transportation projects. The section authorizes the SIB to lend capital costs or provide credit enhancements for a transportation facility project on the State Highway System or for a project which provides intermodal connectivity with airports, seaports, rail facilities, and other transportation terminals. Loans from the SIB may bear interest at or below market interest rates, as determined by FDOT. Repayment of any SIB loan must begin no later than 5 years after the project has been complete or, in the case of a highway project, the facility has opened to traffic, whichever is later, and must be repaid in 30 years. Unlike projects that provide intermodal connectivity with airports, seaports, rail facilities, and other transportation terminals, projects that provide intermodal connectivity with spaceports are not currently included as projects eligible for SIB loans.

#### **Intercity Bus Service/Funding Eligibility**

The Federal Transit Administration's Intercity Bus Program (49 U.S.C. 5311(f)), is administered by FDOT. Its purpose is to support and maintain intercity bus services, in order to preserve service through rural areas of the state. FDOT provides matching funds as required by s. 339.135(4), F.S. Florida's statutory definition of "intercity bus service" is more restrictive than the federal definition, which limits the number of companies competing for funding.

Section 341.031(11), F.S., defines "intercity bus service" as regularly scheduled bus service for the general public which operates with limited stops over fixed routes connecting two or more urban areas not in close proximity; has the capacity for transporting baggage carried by passengers; makes meaningful connections with scheduled intercity bus service to more distant points, if such service is available; maintains schedule information in the National Official Bus Guide; and provides package express service incidental to passenger transportation. Greyhound Bus Lines is currently the only private, for-profit company operating intercity bus services in Florida that meets the statutory definition to receive federal and state intercity bus program funding, as it is the only company in Florida that maintains schedule information in the National Official Bus Guide and provides package express service incidental to passenger transportation.

## **Intermodal Development Program**

Section 341.053, F.S., was originally enacted in 1990 to create the Intermodal Development Program administered by FDOT to provide for major capital investments in fixed-guideway transportation systems, access to seaports, airports and other transportation terminals, and to assist in the development of dedicated bus lanes. The Legislature in 1999 added direction to FDOT to develop a proposed intermodal development plan to connect Florida's airports, deepwater seaports, rail systems serving both passenger and freight, and major intermodal connectors to the Florida Intrastate Highway System facilities as the primary system for the movement of people and freight in this state.

Section 341.053(6), F.S., currently authorizes FDOT to fund projects including major capital investments in public rail and fixed-guideway transportation facilities and systems which provide intermodal access; road, rail, intercity bus service, or fixed-guideway access to, from, or between seaports, airports, and other transportation terminals; construction of intermodal or multimodal terminals; development and construction of dedicated bus lanes; and projects which otherwise facilitate the intermodal or multimodal movement of people and goods. Spaceport projects are not currently included.

# Rail Corridors/Ancillary Development

FDOT is responsible for developing and implementing a statewide rail program. As part of that program, FDOT is authorized to acquire, operate, and manage rail corridors to provide new rail service. "Ancillary development" is defined in s. 341.301(1), F.S., to include any lessee or licensee of FDOT, including other governmental entities, vendors, retailers, restaurateurs, or contract service providers, within an FDOT-owned rail corridor, except for providers of commuter rail service, intercity rail passenger service, or freight rail service; and includes air and subsurface rights, services that provide a local area network for devices for transmitting data over wireless networks, and advertising. The term "rail corridor" in s. 341.301(8), F.S., is specifically defined to include ancillary development within an FDOT-owned rail corridor. Further, FDOT is authorized in s. 341.302(17)(b), to purchase specified liability insurance which includes coverage for ancillary development. While ancillary development within an FDOT-owned rail corridor is implied, current language does not clearly and expressly authorize FDOT to engage in ancillary development. In contrast, FDOT is explicitly authorized to undertake similar development activities in an FDOT-owned high speed rail corridor under s. 341.836, F.S.

# **Toll Facilities Revolving Trust Fund/Obsolete References**

The Legislature repealed s. 338.251, F.S., during the 2012 Legislative Session.<sup>27</sup> That section created the Toll Facilities Revolving Trust Fund, which was a loan program created to develop and enhance the financial feasibility of revenue-producing road projects undertaken by local governmental entities and the Turnpike Enterprise. However, two references to the now repealed trust fund remain in statute.

<sup>&</sup>lt;sup>27</sup> Ch. 2012-128, L.O.F.

# **Currently Established Toll Authorities**

Aside from FDOT and Florida's Turnpike Enterprise, a number of authorities exist in Florida that operate toll facilities and collect and reinvest toll revenues.<sup>28</sup>

# Miami-Dade Expressway Authority

The Miami-Dade Expressway Authority (MDX) governing body consists of 13 voting members. The Miami-Dade County Commission appoints seven members, the Governor appoints five members, and the FDOT district six secretary is the *ex-officio* member of the Board. Except for the secretary, all members must be residents of Miami-Dade County and each serves a four-year term and may be reappointed.<sup>29</sup>

MDX currently oversees, operates and maintains five tolled expressways constituting approximately 34 centerline-miles and 220 lane-miles of roadway in Miami-Dade County: Dolphin Expressway (SR 836); Airport Expressway (SR 112); Don Shula Expressway (SR 874); Gratigny Parkway (SR 924) and Snapper Creek Expressway (SR 878). MDX reported toll and fee revenue of \$121.9 million (net of \$2.8 million of allowance) in Fiscal Year (FY) 2011 based on 220 million transactions. The FTC report indicates that approximately \$45.5 million in outstanding debt (\$6 million in loans from the now-repealed Toll Facilities Revolving Trust Fund and \$39.5 million in loans from the State Infrastructure Bank) is due to FDOT as of June 30, 2011.

# Orlando-Orange County Expressway Authority

The Orlando-Orange County Expressway Authority (OOCEA) governing body consists of five members. The Governor appoints three members who are citizens of Orange County and who serve four-year terms and may be reappointed. The Orange County mayor and FDOT's district five secretary are the two ex-officio members of the Board.<sup>32</sup>

The OOCEA currently owns and operates 105 centerline miles of roadway in Orange County: 22 miles of the Spessard L. Holland East-West Expressway (SR 408), 23 miles of the Martin Andersen Beachline Expressway (SR 528), 33 miles of the Central Florida GreeneWay (SR 417), 22 miles of the Daniel Webster Western Beltway (SR 429) and 5 miles of the John Land Apopka Expressway (SR 414). OOCEA reported toll revenue of \$260 million in FY 2011 based on 296 million transactions. The FTC report indicates that approximately \$270 million in outstanding debt (\$221 million in advances for O&M expenses, \$14 million in advances for completion of the East-West Expressway, and \$34.8 million in loans from the State Infrastructure Bank) is due to FDOT as of June 30, 2011.

In addition, the OOCEA will independently finance, build, own and manage certain portions of the Wekiva Parkway and, pursuant to direction in SB 1998 (2012), OOCEA will repay FDOT for

<sup>&</sup>lt;sup>28</sup> The MBBA is also included among these authorities.

<sup>&</sup>lt;sup>29</sup> s. 348.0003, F.S.

 $<sup>^{30}</sup>$  FTC's Transportation Authority Monitoring and Oversight Fiscal Year 2011 Report, p. 22.  $^{31}$  Id

<sup>&</sup>lt;sup>32</sup> s. 348.753, F.S

<sup>&</sup>lt;sup>33</sup> FTC's Transportation Authority Monitoring and Oversight Fiscal Year 2011 Report, p. 38.

<sup>&</sup>lt;sup>34</sup> Id. at 39.

costs of operation and maintenance of the OOCEA system; FDOT's obligation to pay any cost of operation, maintenance, repair, or rehabilitation of the OOCEA system terminates as specified; and ownership of the system remains with the OOCEA.

# Santa Rosa Bay Bridge Authority

The Santa Rosa Bay Bridge Authority (SRBBA) governing body consists of seven members. The Governor and the Board of County Commissioners each appoint three members, and the FDOT district three secretary is an ex-officio member of the Board. Except for the secretary, all members are required to be permanent residents of Santa Rosa County at all times during their term of office.<sup>35</sup>

The SRBBA owns the Garcon Point Bridge, a 3.5-mile tolled bridge that spans Pensacola/East Bay between Garcon Point (south of Milton) and Redfish Point (between Gulf Breeze and Navarre) in southwest Santa Rosa County. Florida's Turnpike Enterprise provides toll operations for the SRBBA, and FDOT's district three performs maintenance functions on the bridge. Because toll revenues are insufficient to pay both debt service on outstanding bonds and O&M expenses, the costs of O&M are recorded as debt owed to FDOT. The FTC report indicates that the SRBBA also has outstanding loans from the Toll Facilities Revolving Trust Fund, and the balance of these liabilities on June 30, 2011, was \$24.7 million. The FTC report indicates that the SRBBA also has outstanding loans from the Toll Facilities Revolving Trust Fund, and the balance of these liabilities on June 30, 2011, was \$24.7 million.

# Tampa-Hillsborough County Expressway Authority

The Tampa-Hillsborough County Expressway Authority (THEA) governing body consists of seven members, four of which are appointed by the Governor and serve four-year terms. The City of Tampa mayor, a member of the Board of County Commissioners selected by the board, and FDOT's district seven secretary are *ex-officio* members. <sup>38</sup>

THEA owns the four-lane Selmon Expressway, which is a 15-mile limited access toll road crossing the City of Tampa from Gandy Boulevard in south Tampa, through downtown Tampa and east to I-75 and Brandon. The FTC report indicates that beginning in Fiscal Year 2001, THEA has reimbursed FDOT for annual O&M expenses pursuant to the adopted budget and that only renewal and replacement costs continue to be added to long-term debt. As of June 30, 2011, THEA owes FDOT approximately \$200.7 million for O&M, renewal and replacement expense advances, and other FDOT loans.<sup>39</sup>

#### Northwest Florida Transportation Corridor Authority

The Northwest Florida Transportation Corridor Authority (NFTCA) is an agency of the state with the primary purpose of improving mobility on the U.S. 98 corridor in Northwest Florida to enhance traveler safety, identify and develop hurricane routes, promote economic development along the corridor, and implement transportation projects to alleviate current or anticipated traffic congestion. NFTCA is also authorized to issue bonds. Eight voting members, one each from Escambia, Santa Rosa, Walton, Okaloosa, Bay, Gulf, Franklin and Wakulla counties, are

<sup>&</sup>lt;sup>35</sup> Section 348.967, F.S.

<sup>&</sup>lt;sup>36</sup> FTC's Transportation Authority Monitoring and Oversight Fiscal Year 2011 Report, pp. 57-58.

³′ Id.

<sup>38</sup> Section 348.52, F.S

<sup>&</sup>lt;sup>39</sup> FTC's Transportation Authority Monitoring and Oversight Fiscal Year 2011 Report, p. 73.

<sup>&</sup>lt;sup>40</sup> Section 343.82, F.S.

appointed by the Governor to serve four-year terms on the governing body. FDOT's district three secretary serves an as *ex-officio*, non-voting member. 41

The NFTCA is not currently operating any facility. The FTC report indicates:

As part of the Master Plan update, NFTCA's general consultant (HDR) is conducting a business case analysis to help the Authority in selecting and planning transportation projects by assessing their respective economic benefits, developing an investment plan and proposing viable funding strategies. The business case analysis includes an extensive public outreach program involving regional planning councils in the eight-county geographic area covered by NFTCA and a series of workshops involving other key stakeholders in the region.<sup>42</sup>

The NFTCA currently operates under an agreement that uses federal earmark funds for administrative expenses, professional services, and regional transportation planning.<sup>43</sup>

# Osceola County Expressway Authority

Created in 2010, the Osceola County Expressway Authority (OCX) governing body consists of six members. Five members, one of which must be a member of a racial or ethnic minority, must be residents of Osceola County. Three of the five are appointed by the governing body of the county and the remaining two are appointed by the Governor. FDOT's district five secretary serves as an *ex-officio*, non-voting member.<sup>44</sup>

OCX is not currently operating any facility and has no funding or staff. Staff assistance and other support have been provided by Osceola County. The FTC report indicates efforts in 2011 to finalize an agreement for \$2.5 million in grant funding from FDOT to be used for two Project Development and Environment studies to be conducted by Florida's Turnpike Enterprise. OCX has developed a Master Plan that includes construction of four proposed tolled expressways: Poinciana Parkway, Southport Connector Expressway, Northeast Connector Expressway, and Osceola Parkway Extension. 45

#### Tampa Bay Area Regional Transportation Authority

The Tampa Bay Area Regional Transportation Authority (TBARTA) is an agency of the state whose purposes are to improve mobility and expand multimodal transportation options for passengers and freight throughout the seven-county Tampa Bay region. <sup>46</sup> TBARTA's governing body consists of 16 members: one elected official appointed by the respective County Commissions from Citrus, Hernando, Hillsborough, Pasco, Pinellas, Manatee and Sarasota counties; one member appointed by the West Central Florida Metropolitan Planning Organization Chairs Coordinating Committee who must be a chair of one of the six Metropolitan Planning Organizations in the region; two members who are the mayor or the mayor's designee of the largest municipality within the area served by the Pinellas Suncoast Transit Authority and

<sup>&</sup>lt;sup>41</sup> Section 343.81, F.S.

<sup>&</sup>lt;sup>42</sup> FTC's Transportation Authority Monitoring and Oversight Fiscal Year 2011 Report, p. 160.

is Id.

<sup>44</sup> Section 348,9952, F.S.

<sup>&</sup>lt;sup>45</sup> FTC's Transportation Authority Monitoring and Oversight Fiscal Year 2011 Report, p. 165.

<sup>&</sup>lt;sup>46</sup> Section 343.922, F.S.

the Hillsborough Area Transit Authority; one member who is the mayor or the mayor's designee of the largest municipality within Manatee or Sarasota County, providing that the membership rotates every two years; four members who are business representatives appointed by the Governor, each of whom must resided in one of the seven counties of TBARTA; and one nonvoting member who is the secretary of one of the FDOT districts within the seven-county area appointed by the FDOT secretary.<sup>47</sup>

TBARTA is not currently operating any facility. The FTC report indicates that "TBARTA is beginning to prioritize projects, develop financial strategies for implementation, coordinate the advancement of more detailed planning and environmental analysis for the prioritized projects, and continue public engagement and education efforts." The FTC report lists nine current TBARTA projects (evaluations and studies) funded by FDOT. TBARTA also operates TBARTA Commuter Services, which is a free, online ride-matching program enabling commuters to connect with each other to share rides and is engaging in additional activities, such as identifying opportunities for collaboration and consolidation with other entities in the region, strengthening existing partnerships and examining the potential for new ones, identify short-term solutions to traffic congestion, and continuing to look for process improvements and potential cost savings. The projects in the region is a solution to traffic congestion, and continuing to look for process improvements and potential cost savings.

TBARTA and FDOT entered into an agreement under which, in 2009, FDOT advanced \$500,000 from a \$2 million appropriation to pay initial administrative expenses, and the 2009 and 2010 Legislature appropriated unspent funds from the \$2 million to TBARTA. The Legislature in 2011 did not appropriate unspent funds to TBARTA and repealed TBARTA's authority to enter into lease-purchase agreements with FDOT.<sup>50</sup>

# III. Effect of Proposed Changes:

**Section 1:** Amends s. 20.23, F.S., to require the FTC to monitor the efficiency, productivity, and management of the MBBA and to repeal the Florida Statewide Passenger Rail Commission. Overlapping oversight of publicly-funded passenger rail systems is eliminated and remains solely with the FTC.

<u>Section 2:</u> Amends s. 110.205(2)(j), F.S., to change the title of FDOT's State Public Transportation and Modal Administrator to State Freight and Logistics Administrator.

Section 3: Creates s. 163.3176, F.S., to set forth Legislative findings regarding residential development of land adjacent to the rights-of-way of limited-access facilities; requires local governments to ensure that noise compatible land-use planning is employed in their jurisdictions in the development of land for residential use adjacent to right-of-way acquired for a limited-access facility, including incorporation of federal and state noise mitigation standards and guidelines in all local government land development regulations; and requires local governments to ensure that residential development proposed adjacent to a limited-access facility be planned and constructed in conformance with all such standards, guidelines, and regulations.

<sup>&</sup>lt;sup>47</sup> Section 343.92, F.S.

<sup>&</sup>lt;sup>48</sup> FTC's Transportation Authority Monitoring and Oversight Fiscal Year 2011 Report, p. 177.

<sup>&</sup>lt;sup>49</sup> Id. at 179.

<sup>&</sup>lt;sup>50</sup> SB 2152 (2011).

Local governments are required to:

• determine if existing land development regulations comply with federal and state noise mitigation standards and guidelines;

- ensure incorporation of compliant regulations in all local government comprehensive plans, amendments of adopted comprehensive plans, zoning plans, subdivision plat approvals, development permits, and building permits;
- consult with FDOT and DEO, as needed;
- adopt compliant regulations land development regulations as soon as practical but no later than July 1, 2014, if local government regulations do not comply; and,
- contribute 50 percent of FDOT's cost of providing the required noise mitigation if a local government fails to comply with this section and, as a result, FDOT is required to construct a noise wall or other noise mitigation in connection with a road improvement project.

<u>Section 4:</u> Amends s. 206.9825(1), F.S., deleting the 1996 date certain, to provide that any air carrier that offers transcontinental jet service and has, *within the preceding five-year period* from January 1 of the year the exemption is being applied for, increased its Florida workforce by more than 1,000 percent and by 250 or more full-time employee positions as provided in reports required to be filed pursuant to s. 443.163, F.S., and wholesalers, provided that the air carrier has no facility for fueling highway vehicles from the tank in which the aviation fuel is stored.

#### The bill:

- requires an air carrier to submit a specified written request to DOR to qualify for the exemption;
- provides that the exemption expires on December 31 of the year in which it was granted;
- disallows the exemption for any period prior to the effective date of the air carrier exemption letter issued by DOR;
- requires air carriers to submit a specified written request to DOR to renew the exemption;
- authorizes terminal suppliers and wholesalers to receive a credit or apply for a refund as specified;
- provides that if, during the one-year period the exemption is in place, the air carrier fails to maintain the required increase in its Florida workforce, the exemption will not apply during the period in which the air carrier was no longer qualified; and,
- authorizes DOR to adopt rules.

These revisions may facilitate stability in aviation fuel tax collections, refunds, and revenues by providing an air carrier exemption process on the front end and changing the qualifying status of any refund from an increase in workforce when compared to January 1, 1996, to an increase in workforce when compared to the five years prior to the period that the refund is being applied for. Qualifying air carriers may choose to seek the exemption upon becoming eligible, so that the tax is not collected from the carrier at the time of purchase, thereby reducing the need for refunds

<sup>&</sup>lt;sup>51</sup> Section 443.163, requires Employers Quarterly Reports from any employer who employed 10 or more employees in any quarter during the preceding state fiscal year, reflecting reporting and remitting of contributions and reimbursements for unemployment compensation purposes.

to wholesalers and terminal suppliers and facilitating improved revenue predictability. Providing a one-year period in which to apply for a refund eliminates applications for refunds for multiple years, thereby reducing the potential for refunds that exceed revenues. Air carriers may be rewarded for increasing their workforces within the reasonable past, rather than 17 years ago.

<u>Section 5:</u> Repeals s. 316.530(3), F.S., to remove obsolete language authorizing wreckers to tow disabled vehicles when the combination of wrecker and towed vehicle are over the legal weight without a special use permit, thereby removing a direct conflict with federal law and with subsequently passed state provisions that require issuance of a special use permit under such conditions.

Section 6: Amends s. 316.545(3)(c), F.S., to increase from 400 to 500 pounds the authorized maximum gross vehicle weight to compensate for the additional weight of auxiliary power units (or idle-reduction technology) installed on commercial motor vehicles, as authorized by recent federal law. If a person violates the overloading provisions of ch. 316, F.S., any penalty will be calculated by reducing the actual gross vehicle weight or the internal bridge weight by the certified weight of the idle-reduction technology or by 550 pounds, whichever is less.

<u>Section 7:</u> Amends s. 331.360, F.S., relating to the development and improvement of aerospace transportation facilities, to:

- require Space Florida to develop a spaceport system plan, rather than a master plan, as master plans are facility specific and not statewide in nature;
- require Space Florida to submit the system plan to MPOs and to FDOT;
- authorize FDOT to include those portions of the system plan relevant to FDOT's mission within FDOT's five-year work program of qualifying projects (rather than aerospace discretionary capacity improvement projects);
- require the system plan to identify appropriate funding levels for each project and eliminate requiring the plan to include recommendations on appropriate sources of revenue that may be developed to contribute to the STTF;
- remove FDOT's authorization to participate in the capital cost of eligible spaceport discretionary capacity improvement projects subject to the availability of appropriated funds; and,
- remove the requirement that FDOT's legislative budget request be based on the proposed funding requested for approved spaceport discretionary capacity improvement projects.

Eligible projects are no longer limited to aerospace discretionary capacity improvement projects. Space Florida is required to identify appropriate funding levels for each project in the system plan but is no longer required to include in the plan recommendations on appropriate sources of revenue to contribute to the STTF.

In addition, beginning in FY 2013-2014, the changes authorize (but do not require) FDOT to make available from the STTF a minimum of \$15 million annually to fund space transportation projects and require Space Florida to provide project specific information to FDOT in order to demonstrate that the project includes transportation and aerospace benefits, including without limitation project description, characteristics, and scope; project funding sources and costs; project financing considerations with emphasis on federal, local, and private participation;

financial feasibility and risk analysis, including efforts to protect the state's investment and ensure project goals are realized; and demonstration that the project will encourage, enhance, or create economic benefits. These revisions authorize FDOT to fund up to 50 percent of eligible project costs.

FDOT is authorized to fund up to 100 percent of eligible project costs if the project:

- provides important access and on-spaceport capacity improvements;
- provides capital improvements to strategically position the state to maximize opportunities in the aerospace industry or foster growth and development of a sustainable and world-leading aerospace industry in Florida;
- meets state goals of an integrated intermodal transportation system; and,
- demonstrates the feasibility and availability of matching funds through federal, local, or private partners.

To the extent that FDOT annually makes available the minimum \$15 million, FDOT will be authorized to select for funding at up to 50 percent of eligible costs projects with demonstrated transportation and aerospace benefits based on the project specific information and will be authorized to select for funding at up to 100 percent of eligible costs projects that meet the specified criteria.

The bill also creates the "Spaceport Investment Program," which, beginning in Fiscal Year 2013-2014, and annually for up to 30 years thereafter, specifies \$5 million for the purpose of funding any spaceport project identified in FDOT's adopted work program, identified as the "Spaceport Investment Program." The bill:

- authorizes the revenues to be assigned, pledged, or set aside as a trust for payment of
  principal or interest on bonds or other forms of indebtedness issued by Space Florida, or used
  to purchase credit support to permit such borrowings;
- provides the debt is not a general obligation of the state;
- provides the state's covenant with bondholders that it will not materially or adversely affect the rights of bondholders so long as bonds are outstanding;
- requires the proceeds of any bonds or other indebtedness secured by a pledge of the funding, after payment or costs of issuance and establishment of any required reserves, to be invested in projects approved by FDOT and included in FDOT's Adopted Work Program, by amendment if necessary;
- authorizes use of any revenues not pledged to the repayment of bonds for other eligible projects;
- provides that the \$5 million is in addition to the \$15 million previously identified; and,
- requires the Division of Bond Finance to issue revenue bonds at the request of FDOT pursuant to the State Bond Act.

The bill requires funds to be made available which are subject to being pledged for bond issuance. If bond proceeds become available and FDOT approves a project, the project must be included in FDOT's Adopted Work Program.

<u>Section 8</u>: Creates s. 332.007(11), F.S., to authorize FDOT to fund, at up to 100 percent of the project's cost, strategic airport investment projects that:

- provide important access and on-airport capacity improvements;
- provide capital improvements to strategically position the state to maximize opportunities in international trade, logistics, and the aviation industry;
- achieve state goals of an integrated intermodal transportation system; and,
- demonstrate the feasibility and availability of matching funds through federal, local, or private partners.

Presumably, this new language captures for possible full funding potential development projects not currently captured under FDOT's authority in s. 332.007(6)(d), F.S., to fund up to 100 percent of the cost of an eligible development project that is statewide in scope or that involves more than one county where no other governmental entity or appropriate jurisdiction exists, and also allows FDOT to fund up to 100 percent of discretionary capacity improvement projects that meet the specified criteria.

<u>Section 9:</u> Amends s. 334.044(16), F.S., effective July 1, 2013, to prohibit FDOT from entering into any lease-purchase agreement with any expressway authority, regional transportation authority, or other entity; to provide that specified lease-purchase agreements are not invalidated; and to specify that FDOT's authority under s. 334.30, F.S., is not limited. These provisions have no effect on the existing lease-purchase agreements but prohibit any new agreements beginning July 1, 2013.

**Section 10:** Amends s. 337.11(13), F.S., to require each road or bridge construction contract or maintenance contract let by FDOT to require all motor vehicles operated by the contractor in this state to be registered in compliance with ch. 320, F.S., thereby eliminating the requirement of proof to FDOT in the form a notarized affidavit from the contractor.

**Section 11:** Amends s. 337.14(1), F.S., to clarify that:

- any person desiring to bid for the performance of any construction contract with a proposed budget estimate in excess of \$250,000 must first be certified as qualified;
- FDOT's rules are to address qualification of persons to bid on construction contracts *with a proposed budget estimate* in excess of \$250,000; and,
- a person seeking qualification to bid on construction contracts *with proposed budget estimates* in excess of \$250,000 is required to furnish specified information on the application for qualification.

As no change in current practice results, the revisions simply provide internal statute consistency and consistency between statute and rule, thereby avoiding any potential confusion.

<u>Section 12:</u> Amends s. 337.168(2), F.S., to clarify an existing public records exemption by providing that a document that reveals the identity of a person who has requested or obtained from FDOT, a bid package, plan, or specifications pertaining to any project to be let by FDOT *before* the two working days before the deadline for obtaining such materials remains a public

record. Presumably, a list of potential bidders who requested or obtained bid packages from FDOT for a given project before the two-day period of exemption begins will remain posted on FDOT's website.

<u>Section 13:</u> Amends s. 337.251(2), F.S., relating to the lease of property for joint public-private development, to:

- require that if FDOT receives a proposal for a lease (rather than to negotiate a lease) of particular property FDOT desires to consider, it shall publish the currently required newspaper notice stating that FDOT will accept for 120 (rather than 60) days other proposals for lease of the particular property;
- direct FDOT to establish by rule an application fee for the submission of proposals under s. 337.251, F.S., sufficient to pay the anticipated costs of evaluating the proposals;
- authorize FDOT to engage the services of private consultants to assist in the evaluations; and,
- require FDOT, before approval of any proposal, to determine that the proposed lease is in the public's best interest, would not require state funds to be used, and would have adequate safeguards in place to ensure that no additional costs or service disruptions would be realized by the traveling public and residents of the state in the event of default by the private lessee or upon termination or expiration of the lease.

These revisions bring the process under s. 337.251, F.S., closer to that under s. 334.30, F.S., with the primary difference being that FDOT is not required, as is the case under s. 334.30, F.S., to provide an independent analysis that demonstrates the cost-effectiveness and overall public benefit of the proposed lease.

<u>Section 14:</u> Creates s. 337.408(8), F.S., relating to parking meters installed within the right-of-way limits of a state road, to:

- authorize installation of parking meters or such other parking time limit devices that regulate designated parking spaces located within the right-of-way limits of a state road when permitted by FDOT;
- require counties and municipalities to promptly remit to FDOT 50 percent of the revenue generated from any fees collected by meter or such other parking time limit device installed or already existing with the right-of-way limits of a state road under FDOT's jurisdiction; and.
- require funds received by FDOT to be deposited into the STTF and used in accordance with specified law.

Whether existing parking time limit devices are "grandfathered" is unclear, but new installations will require a permit at an unknown cost. Local governments must institute a process to collect funds in the parking devices that will allow for "prompt" remittance of revenues to FDOT. Whether local governments are authorized to back out permit, installation, maintenance, and enforcement costs is unclear.

**Section 15:** Amends s. 338.161(5), F.S., to replace the potentially ambiguous language regarding agreements for use of FDOT toll collection systems that passed in HB 599 and SB 1998 during

the 2012 Legislative Session, thereby avoiding any confusion that might result from ambiguous language or from statutory construction rules.

<u>Section 16:</u> Amends s. 338.165(4), F.S., to remove obsolete references to the Beeline-East Expressway and the Navarre Bridge within FDOT's authority to request issuance of bonds secured by toll revenues from certain toll facilities, as the expressway and bridge are no longer owned by FDOT.

Section 17: Amends s. 338.26(3) and (4), F.S., relating to the Alligator Alley toll road, to:

- authorize use of excess toll revenues from Alligator Alley, after specified payments, to design and construct, rather than develop and operate, a fire station at mile marker 63 on Alligator Alley;
- authorize use of the fire station by Collier County or other appropriate local governmental entity;
- authorize transfer, after specified payments, of any such excess revenues to SFWMD in accordance with the June 30, 1997, memorandum of understanding between SFWMD and FDOT; and,
- remove SFWMD authorization to issue bonds or notes secured by a pledge of the transfers from the Alligator Alley toll revenues as security for such bonds or notes.

These revisions remove the obligations of Alligator Alley toll revenues to operate the fire station at mile marker 63 and the transfer of annual excess revenue to SFWMD beyond that which is agreed upon in memorandum of understanding, and repeals SFWMD's authority to issue bonds or notes and pledge the revenues from the transfers.

#### **Section 18**: Amends s. 339.175, F.S., relating to MPOs, to:

- revise provisions relating to designation of MPOs to conform to changed federal terminology;
- provide that the voting membership of an MPO re-designated after the bill's effective date as
  a result of the expansion of an MPO to include a new urbanized area or the consolidation of
  two or more MPOS within a single urbanized area may consist of no more than 25 members;
- encourage inclusion of new urbanized areas within existing MPOs or consolidation of existing MPOs in areas already having 19 members and to provide local flexibility to identify appropriate representation; e.g., transit providers or airport authorities.
- provide, in metropolitan areas in which authorities or other agencies have been or may be
  created by law to perform transportation functions and are performing those functions that
  are not under the jurisdiction of a general-purpose local government represented on the MPO,
  those entities may (rather than shall) be provided voting member on the MPO, thereby
  allowing local decisions as to appropriate representation; and,
- relocate and revise existing language to eliminate redundancy and provide clarity.

**Section 19:** Amends s. 339.2821, F.S., to include Enterprise Florida, Inc., as an FDOT consultant in making and approving economic development transportation project contracts; to remove the requirement that *quarterly* progress reports be provided to FDOT; to remove the

prohibition against more than quarterly transfers and the direction to expend funds received from FDOT in a timely manner; to provide that if construction of the transportation project does not begin within four years after the date of the initial grant award, the grant award is terminated; and to expand the types of authorized projects beyond those meeting the definition of a transportation facility.

<u>Section 20</u>: Amends s. 339.55, F.S., to include projects that provide intermodal connectivity with spaceports as eligible for loans from the State-funded Infrastructure Bank, as are projects that provide intermodal connectivity with airports, seaports, rail facilities, and other transportation terminals.

<u>Section 21:</u> Amends s. 341.031(11), F.S., expanding eligibility for intercity bus companies to compete for federal and state program funding by removing from the definition of "intercity bus service" the requirement that the carrier maintains schedule information in the National Official Bus Guide and provides package express service incidental to passenger transportation.

<u>Section 22:</u> Amends s. 341.053, F.S., expanding the types of projects and activities eligible for funding under the Intermodal Development Program, by:

- adding to the types of projects included in the program access to spaceports and planning or funding construction of airport, spaceport, seaport, transit and rail projects that facilitate the intermodal or multimodal movement of people and goods;
- deleting language requiring development of a proposed intermodal development plan and provide a link to current policy documents by requiring the program to be used for projects that support statewide goals as outlined in the Florida Transportation Plan, the Freight Mobility and Trade Plan, or the appropriate FDOT modal plan;
- removing a cap on receipt of funds; and,
- including in the list of projects eligible for funding planning studies; major capital investments in freight facilities and systems that provide intermodal access; road, rail, intercity bus service, or fixed-guideway access to, from, or between spaceports and intermodal logistics centers; and construction of intermodal or multimodal terminals, including projects on airports, spaceports, intermodal logistics centers or seaports which assist in the movement or transfer of people or goods.

Section 23: Amends s. 341.302(17), F.S., to expressly authorize FDOT to undertake any ancillary development FDOT determines to be appropriate as a source of revenue for the establishment, construction, operation, or maintenance of any rail corridor owned by the State and to require such developments to be consistent, to the extent feasible, with applicable local government comprehensive plans and local land development regulations and otherwise be incompliance with ss. 341.302-341.303, F.S.

<u>Section 24:</u> Amends s. 343.82(3)(d), F.S., to remove a reference to the previously repealed Toll Facilities Revolving Trust Fund.

<u>Section 25:</u> Amends s. 343.922(4), F.S., to remove a reference to the previously repealed Toll Facilities Revolving Trust Fund.

<u>Section 26:</u> Creates chapter 345, F.S., to authorize the formation of regional tollway authorities, consisting of sections 345.0001 - 345.0017, F.S., to:

- authorize a county, or two or more contiguous counties, after approval of the Legislature, to form a regional toll way authority for the purposes of constructing, maintaining, and operating transportation projects in a region of this state to be governed in accordance with ch. 345, F.S.;
- prohibit creation of an authority without the approval of the Legislature and the county commission of each county that will part of the authority;
- prohibit creation of an authority to serve a particular area if a regional toll way authority has been created and is operating within all or a portion of the same area served pursuant to an act of the Legislature; and provide that each authority shall be the only authority created and operating pursuant to ch. 345 within the area served by the authority;
- provide for the composition and appointment of an authority governing board, as well as the terms of office, vacancies, member reimbursement for per diem and other expenses, and quorum requirements, etc.;
- direct an authority created and established, or governed, by the act to plan, develop, finance, construct, reconstruct, improve, own, operate, and maintain a regional system in the area served by the authority; prohibit an authority from exercising such powers with respect to an existing system for transporting people and goods by any means that is owned by another entity without the consent of that entity; and provide that an authority inherits and assumes all rights, assets, appropriations, privileges, and obligations of an existing authority if an authority acquires, purchases, or inherits an existing authority;
- provide for the powers and duties of an authority, including without limitation the power to
  fix, alter, charge, establish and collect rates, fees, rental, and other charges for use of an
  authority system, which power may be assigned or delegated to FDOT, and to borrow money
  and issue bonds or other forms of indebtedness to finance an authority system and to secure
  payment of the bonds by a pledge of its revenues;
- require a resolution authorizing bond issuance and pledging revenues to require periodic
  system revenue deposits into appropriate accounts sufficient to cover operations and
  maintenance of the system and to reimburse FDOT for any unreimbursed costs of O&M from
  prior fiscal years before revenues of the system are deposited; and prohibit the use or pledge
  of state funds to pay the principal or interest of any authority bonds and require all bonds to
  contain a statement as to the prohibition;
- require FDOT to furnish an FDOT employee to act as the executive director of an authority upon the request of an authority;
- provide for the rights and remedies of bondholders in addition to those granted by a resolution or indenture providing for the issuance of bonds, etc;
- provide for the appointment of a trustee and for the powers and duties of the trustee; and provide for appointment of a receiver and for the powers and duties of the receiver;
- provide that FDOT is the agent of each authority for the purpose of performing all phases of a project, including without limitation, constructing improvements and extensions to the system; require provision to FDOT of complete copies of specified documents; require the Division of Bond Finance (DBF) and the authority to request that FDOT perform the construction work, including the planning, surveying, design, and actual construction of the completion, extensions, and improvements to the system; require DBF and the authority,

after bond issuance to finance construction, to transfer to the credit of an FDOT account in the State Treasury the necessary funds for construction; direct FDOT to proceed with construction; and alternatively authorize an authority, with FDOT's consent and approval, to appoint a local agency certified by FDOT to administer federal aid projects as the authority's agency for the purpose of performing each phase of a project;

- provide that FDOT is the agent of each authority for the purpose of operating and maintaining the system; direct FDOT to operate and maintain the system; require the costs incurred by FDOT for O&M be reimbursed from system revenues; provide that appointment of FDOT as agent for each authority does not create an independent obligation of FDOT to operate and maintain a system; provide that each authority remains obligated as principal to operate and maintain its system; and provide that an authority's bondholders do not have an independent right to compel FDOT to operate or maintain the authority's system;
- authorize FDOT, at the request of an authority, to provide for or contribute to the payment of costs of financial or engineering and traffic feasibility studies and the design, financing, acquisition, or construction of an authority project or system, subject to appropriation by the Legislature; authorize FDOT to use its engineering and other personnel, including consulting engineers and traffic engineers, to conduct specified feasibility studies; authorize FDOT to require money contributed by FDOT to be repaid from tolls of the project on which the money was spent, other revenue of the authority, or other sources of funds; and require that FDOT receive from an authority a specified share of the authority's net revenues, as defined;
- authorize an authority to acquire specified private or public property and property rights by gift, devise, purchase, condemnation by eminent domain proceedings, or transfer from another political subdivision of the state; and provide for liability related to preexisting soil or groundwater contamination;
- provide exemption from certain taxation for an authority; and,
- create as agencies of the state, with the purposes and powers identified in the new act for the
  area served by an authority, the Northwest Florida Regional Tollway Authority serving
  Escambia and Santa Rosa counties; the Okaloosa-Bay Regional Tollway Authority (OBRTA)
  serving Okaloosa, Walton, and Bay counties; and the Suncoast Regional Tollway Authority
  serving Citrus, Levy, Marion, and Alachua counties.

<u>Section 27:</u> Transfers to the OBRTA the governance and control of the MBBA, including the assets, facilities, tangible and intangible property and any rights in such property, and any other legal rights of the MBBA, including the bridge system operated by the authority; and:

- provides that all powers of the MBBA shall succeed to the OBRTA and operations and maintenance of the bridge system shall be under the control of the OBRTA; provides that revenues collected on the bridge system may be considered OBRTA revenues, and the Mid-Bay Bridge system may be considered part of the OBRTA system, if bonds of the bridge authority are not outstanding; provides that the OBRTA assumes all liability for bonds of the MBBA as specified; and provides that the OBRTA may review other contracts, financial obligations, and contractual obligations and liabilities of the MBBA and may assume legal liability for the obligations that are determined necessary for the continued operation of the bridge system;
- provides that the transfer is subject to the terms and covenants provided for the protection of the holders of the MBBA bonds in the lease-purchase agreement and the resolutions adopted

in connection with the issuance of the bonds; provides that FDOT shall operate and maintain the bridge system and any other facilities of the MBBA in accordance with the bond resolutions and lease-purchase agreement, after the transfer and until the bonds of the MBBA are fully defeased or paid in full; and directs FDOT, as the agent of the OBRTA, to collect toll revenues and apply them to the payment of debt service as provided in the bond resolution securing the bonds;

- requires that the OBRTA expressly assume all obligations relating to the bonds to ensure that the transfer will have no adverse impact on the security for the MBBA bonds; provides that the transfer does not make the obligation to pay the principal and interest on the bonds a general liability of the OBRTA or pledge the OBRTA system revenues to payment of the MBBA bonds; provides that revenues that are generated by the bridge system and other facilities of the MBBA and that were pledged by the MBBA to the payment of the bonds remain subject to the pledge for the benefit of the bondholders; and provides that the transfer does not modify or eliminate any prior FDOT obligation to pay certain costs of the bridge system from sources other than revenues of the bridge system; and,
- with regard to the MBBA's current long-term debt of \$9.5 million due to FDOT as of June 30, 2012, provides, to the extent permitted by the bond resolutions and lease-purchase agreement, that the OBRTA shall make payment annually to the STTF, for the purpose of repaying the MBBA's long-term debt due to FDOT, from any bridge system revenues obtained under this section which remain after the payment of the costs of operations, maintenance, renewal, and replacement of the bridge system, the payment of current debt service, and other payments required in relation to the bonds; directs the OBRTA to make the annual payments, not to exceed \$1 million per year, to the STTF until all remaining MBBA long-term debt due to FDOT has been repaid; and requires that any remaining toll revenue from MBBA facilities collected by the OBRTA after meeting the specified requirements be used for the construction, maintenance, or improvement of any toll facility of the OBRTA within the county or counties in which the revenue was collected.

<u>Section 28:</u> Provides that the bill takes effect upon becoming law, except as otherwise expressly provided.

# IV. Constitutional Issues:

None.

Α.

	None.
B.	Public Records/Open Meetings Issues:
	None.
C.	Trust Funds Restrictions:

Municipality/County Mandates Restrictions:

# V. Fiscal Impact Statement:

#### A. Tax/Fee Issues:

The Revenue Estimating Conference has not yet estimated the fiscal impact of this bill.

# B. Private Sector Impact:

<u>Section 3:</u> Developers constructing residential units abutting a limited-access facility may incur unquantifiable expenses if local government regulations require the developers to implement noise compatible development strategies or noise abatement measures to minimize noise impacts on residential dwellings, which costs may result in higher prices to home purchasers.

<u>Section 4:</u> Some air carriers that currently qualify for a refund of the aviation tax may no longer qualify, and some carriers that do not currently qualify may become eligible.

<u>Section 6:</u> The increased allowable weight of APUs decreases the potential fine for a commercial motor vehicle overweight violation by no more than \$7.50.

<u>Section 9:</u> Motor fuel tax funds paid by citizens and businesses in a particular locality may be at less risk of diversion to a different area of the state in a manner contrary to the statutory allocation for those funds if the funds were expended by FDOT through its normal work program process, rather than through a lease-purchase agreement.

<u>Section 13:</u> Those wishing to submit proposals for lease of FDOT property that FDOT wishes to consider will be subject to an application fee sufficient to pay the anticipated cost of evaluating the proposal, to be established by FDOT rule. Opportunities for private consultant contracts with FDOT are authorized.

<u>Section 14:</u> The general public could experience a reduction in the availability of convenient, time-limited parking in the event that the cost of permitting, installation, maintenance, and enforcement exceeds or so limits parking revenues that the local government chooses to remove from FDOT rights-of-way any time-limited parking devices. Businesses may experience some loss of revenue in that event.

<u>Section 21:</u> Revision of the definition of "intercity bus service" allows companies other than Greyhound Bus Lines to compete for federal and state program funds.

# C. Government Sector Impact:

<u>Section 1</u>: The FTC will experience a negative impact from expenses associated with monitoring the MBBA, which expenses are expected to be absorbed within existing resources. Potentially duplicative administrative expenses associated with the overlapping responsibility of the FTC and the FSPRC are eliminated.

<u>Section 3:</u> Local governments will experience a negative impact from unknown expenses associated with review of their existing regulations, any needed consultation with DEO

and FDOT, and with adopting the required regulations if none are in place. FDOT and DEO will likewise incur unknown expenses associated with any consultation. If a local government fails to adopt the required regulations, the local government will be required to contribute 50 percent of FDOT's costs to provide required noise mitigation. The state may experience a positive impact from unquantifiable savings in future highway improvement projects where noise mitigation was considered and adequately provided for in the planning and construction of residential developments abutting limited access.

<u>Section 4</u>: The fiscal impact of the revisions to the aviation fuel tax is indeterminate, but the revisions may provide greater predictability and certainty with regard to aviation fuel tax revenues and may result in additional transportation projects. The need to periodically revise the existing static date in statute is eliminated by the proposed rolling five-year period during which to measure job creation.

<u>Section 5:</u> Removing the obsolete language regarding wrecker permits will avoid any negative impact to the state from a potential federal funds penalty for failure to comply with federal commercial motor vehicle requirements, as giving effect to the obsolete provisions would render the state noncompliant with federal law.

<u>Section 6:</u> The increased allowable weight of APUs decreases a potential fine by no more than \$7.50.

<u>Section 7:</u> Space Florida will experience a negative impact from unknown expenses to develop the required spaceport system plan. Spaceport project eligibility is expanded and spaceport funding is increased. Whether these revisions will have any impact on other program funding is unclear.

<u>Section 8:</u> Certain airport projects may become eligible for FDOT to fund up to 100 percent of project costs, possibly resulting in earlier delivery of projects. Whether this revision will have any impact on airport projects that are eligible for funding at only 50 percent is unclear.

<u>Section 9:</u> Prohibiting FDOT from entering new lease-purchase agreements may help to ensure that new transportation systems developed by the toll authorities are capable of being self-sustaining, as opposed to relying on a long-term commitment of STTF funds to pay a toll authority's O&M costs. A positive fiscal impact to the state is expected.

<u>Section 13:</u> FDOT's costs associated with evaluating lease proposals pursuant to s. 337.251, F.S., would presumably be covered by the application fee FDOT is required to establish by rule, particularly if the fee includes the cost of private consultants FDOT is authorized to engage to assist in its evaluations.

Section 14: Local governments will experience a reduction in revenue from any existing parking meters and new meters installed within the right-of-way. Because FDOT does not have a current inventory of such devices, a calculation cannot be made at this time as to which local governments will be impacted or by how much revenue will be reduced. FDOT will experience an increase in revenues not previously received – both for

permitting fees and parking revenues. FDOT advises it is not yet known whether existing staff will be utilized to conduct the statewide inventory or if this work will be outsourced, or at what cost. Local governments will also experience permit costs not previously incurred for installation of parking devices. Local governments could choose to conduct an inventory, at an unknown cost, by which to compare any FDOT inventory.

<u>Section 17</u>: The obligations of Alligator Alley toll revenues to operate a local fire station and of FDOT to transfer excess Alley revenues to the Everglades Restoration Fund beyond that which is agreed to in the Memorandum of Understanding between FDOT and SFWMD, are removed. A positive fiscal impact to the state is expected.

<u>Section 20:</u> Whether including projects that provide intermodal connectivity with spaceports as eligible for State-funded Infrastructure Bank loans will have an impact on such loans for projects that provide intermodal connectivity with airports, seaports, rail facilities, and other transportation terminals is unclear.

<u>Section 22</u>: Whether adding projects that provide access to spaceports will have an impact on projects that provide access to seaports, airports, and other transportation terminals is unclear. Similarly, whether the authorization to plan or fund construction of airport, spaceport, seaport, intermodal logistics centers, transit, and rail projects will have an impact on other program funding is unclear.

# VI. Technical Deficiencies:

None.

# VII. Related Issues:

None.

#### VIII. Additional Information:

A. Committee Substitute – Statement of Substantial Changes: (Summarizing differences between the Committee Substitute and the prior version of the bill.)

None.

#### B. Amendments:

## Barcode 439862 by Transportation on March 7, 2013:

Removes reference to the Mid-Bay Bridge Authority and inserts a reference to the new ch. 345, F.S., in s. 20.23, F.S. The bill also transfers the Mid-Bay Bridge Authority to the Okaloosa-Bay Regional Tollway Authority, which is governed by the provisions of the new ch. 345, F.S. The reference to the new ch. 345, F.S., subjects the Okaloosa-Bay Regional Tollway Authority, and any other regional tollway authority created in the bill or subsequently created under provisions in the new ch. 345, F.S., to oversight and monitoring by the Florida Transportation Commission, as are various other expressway, road and bridge, and regional transportation authorities. The amendment also strikes a

phrase referencing subsection (3), which subsection establishes the Florida Statewide Passenger Rail Commission, as the bill also repeals the Florida Statewide Passenger Rail Commission (WITH TITLE AMENDMENT).

# Barcode 167046 by Transportation on March 7, 2013:

Provides that the \$15 million minimum annual funding authorized to be made available from the State Transportation Trust Fund for space transportation projects shall be from the funds dedicated to public transportation projects pursuant to s. 206.46(3), F.S.

## Barcode 185716 by Transportation on March 7, 2013:

Removes from the bill provisions for the "Spaceport Investment Program," which required allocation of \$5 million annually, for up to 30 years, for the purpose of funding any spaceport project identified in FDOT's Adopted Work Program; and authorized the revenues to be assigned, pledged, or set aside as a trust for the payment of principal or interest on bonds, tax anticipation certificates, or other forms of indebtedness issued by Space Florida, or used to purchase credit support to permit such borrowings (WITH TITLE AMENDMENT).

## Barcode 866526 by Transportation on March 7, 2013:

A substitute amendment for barcode 507082, this amendment removes the entire section 14 from the bill, which amended s. 337.408, F.S., to authorize installation of parking meters or other time-limit devices within the right-of-way limits of a state road if permitted by FDOT; required each county and municipality to promptly remit to FDOT 50 percent of the revenue generated from the fees collected by a parking meter or other time-limit device installed or already existing within the right-of-way limits of a state road under FDOT's jurisdiction; and required funds received by FDOT to be deposited into the STTF and used in accordance with s. 339.08, F.S. (WITH TITLE AMENDMENT).

#### Barcode 584336 by Transportation on March 7, 2013:

Inserts the phrase, "and the Governor," to correct a drafting error and conform to existing law that requires reapportionment of the membership of an MPO by agreement of the affected units of general-purpose local government *and the Governor*.

#### Barcode 302118 by Transportation on March 7, 2013:

Corrects a bill drafting error and restores current law.

## Barcode 430408 by Transportation on March 7, 2013:

Redrafts language with different punctuation for clarity.

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.