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 Professional Staff of the Appropriations Subcommittee on Transportation, Tourism, and Economic Development				
BILL:	PCS/SB 7054 (315656)			
INTRODUCER:	Appropriations Subcommittee on Transportation, Tourism, and Economic Developme and Infrastructure and Security Committee			
SUBJECT:	Transportation			
DATE: February 27		, 2020 REVISED:		
ANALYST		STAFF DIRECTOR	REFERENCE	ACTION
Price		Miller		IS Submitted as Committee Bill
1. McAuliffe		Hrdlicka	ATD	Recommend: Fav/CS
2.			AP	

Please see Section IX. for Additional Information:

COMMITTEE SUBSTITUTE - Substantial Changes

I. Summary:

PCS/SB 7054 revises a number of transportation-related provisions. Specifically, effective July 1, 2023, the bill:

- Repeals the Florida Rail Enterprise (FRE) from within the Florida Department of Transportation (FDOT), requiring the current and new rail-related duties to be the responsibility of the FDOT. New rail-related duties include responsibility for ensuring general rail safety and coordinating efforts to enhance passenger rail safety.
- Reallocates to the State Transportation Trust Fund (STTF) \$60 million currently allocated to the FRE from documentary tax stamp funds, to be used for rail projects and rail safety improvements.
- Adds projects necessary to identify or address needed or desirable safety improvements to
 passenger rail systems in this state to the FDOT's authorized uses of documentary stamp tax
 allocations.
- Makes a number of conforming revisions in various sections of law, primarily to replace all occurrences of the term "enterprise" with "department," meaning the FDOT.

In addition, the bill:

 Increases from \$275 to \$350 million the authorized debt service cap on Right-of-Way Acquisition and Bridge Construction Bonds issued to finance or refinance the cost of acquiring real property for state roads or to finance or refinance the cost of bridge construction.

- Removes the expiration date for the annual \$5 million in funding from the STTF for the Intermodal Logistics Center Infrastructure Support Program.
- Creates provisions modeled after the Move Over Law for road and bridge maintenance or construction vehicles and provides penalties for violations.
- Prohibits, upon the issuance of a hurricane watch that affects the waters of marinas located in a deepwater seaport, vessels under 500 gross tons from remaining in the waters of such marinas that have been deemed not suitable for refuge during a hurricane.
- Excludes airports from the prohibition against using the same entity to perform design services and construction engineering and inspection (CEI) services on the same project, as are seaports under current law.
- Requires airports and seaports by January 1, 2021, to adopt conflict of interest controls for contracting with an entity to perform both design and CEI services on the same seaport or airport project.
- Authorizes portable radar speed display units to display flashing red and blue lights when placed in advance of a work zone where workers are present for the purpose of road or bridge maintenance or construction on roads with a posted speed limit of 55 miles per hour.
- Requires the FDOT to offer a right of first refusal to previous property owners from whom the FDOT acquired property when the FDOT has determined the property is not needed for a transportation facility and in specified instances.
- Revises the date to August 1 for MPO submission of project priorities for purposes of developing the FDOT's tentative work program and MPO transportation improvement programs.
- Removes the expiration date for Legislative Budget Commission (LBC) chair and vice chair authority to approve amendments to the FDOT's work program that transfer fixed capital outlay appropriations between categories or increase an appropriation category.
- Increases from \$200 to \$295 million the amount of liability insurance required to be purchased by the FDOT for coverage of claims against AMTRAK arising out of the FDOT's passenger rail systems, in accordance with federal law.
- Repeals the Economic Development Transportation Project program and makes conforming revisions to related statutes.
- Repeals the prohibition on the Central Florida Expressway Authority from constructing any extensions, additions, or improvements to the expressway system in Lake County without the prior consent of the secretary of the FDOT.
- Removes obsolete references to a general revenue service charge from specified collected revenue deposited into the STTF.
- Conforms state law to federal terminology with respect to a required document submitted by each person applying for a permit to construct or alter an airport obstruction, which documents must be reviewed by the FDOT.

The fiscal impact of the bill is indeterminate.

Except as otherwise provided, the bill takes effect July 1, 2020.

II. Present Situation:

For ease of organization, the present situation is discussed below in conjunction with the effect of proposed changes.

III. Effect of Proposed Changes:

FDOT Organization and the Florida Rail Enterprise (Sections 1, 2, 17, and 19)

Present Situation

The FDOT, created in s. 20.23, F.S., as a decentralized agency and headed by the FDOT secretary, is organized into seven geographic districts headed by district secretaries, as well as a turnpike enterprise and a rail enterprise, each of which are headed by an executive director. The FRE executive director reports directly to the FDOT secretary, and the headquarters of the FRE is in Leon County.¹

As delegated by the FDOT's secretary, the FRE executive director is responsible for developing and operating the high-speed and passenger rail systems established in ch. 341, F.S.; directing funding for passenger rail systems under s. 341.303, F.S.; and coordinating publicly funded passenger rail operations, including freight rail interoperability issues.²

With respect to high-speed rail, the FRE operates pursuant to the Florida Rail Enterprise Act, located in ss. 341.8201-341.842, F.S. The act, among other powers and duties, requires the FRE to "locate, plan, design, finance, construct, maintain, own, operate, and manage the high-speed rail system in this state." The FDOT is the only governmental entity authorized to acquire, construct, maintain, or operate the high-speed rail system, except upon specific authorization of the Legislature.⁴

Except as provided in the Consultants' Competitive Negotiation Act,⁵ the FRE is exempt from the FDOT's policies, procedures, and standards, subject to the FDOT secretary's authority to apply any such policies, procedures, and standards to the FRE as the secretary deems appropriate.⁶

The FRE, a single budget entity, submits its budget to the Legislature along with the FDOT's budget. All passenger rail funding is included in the FRE's budget.

¹ Section 20.23(4)(a), F.S.

² Section 20.23(4)(f), F.S.

³ Section 341.822, F.S.

⁴ Section 341.8225, F.S.

⁵ Section 287.055, F.S. The act relates to agency acquisition of professional architectural, engineering, landscape architectural, or survey and mapping services.

⁶ Section 20.23(4)(f)2., F.S. Florida's Turnpike Enterprise (FTE) is likewise exempt, subject to the FDOT secretary's same authority, under s. 20.23(4)(e)2., F.S.

⁷ Section 341.303(6)(a), F.S.

Documentary Stamp Tax

A portion of the documentary stamp tax levied under ch. 201, F.S.,⁸ is distributed to the State Transportation Trust Fund (STTF).⁹ Funds are allocated and must be used for certain purposes. Of the funds allocated to the Transportation Regional Incentive Program (TRIP),¹⁰ the first \$60 million of the funds are redirected annually to the FRE for the purposes established in s. 341.303(5), F.S.¹¹

Rail Funding

For the 2019-2020 fiscal year, the FRE was authorized one position and a budget of approximately \$266.8 million. Of that amount, \$106.8 million was for public transit development grants, \$154.8 million for rail development grants, and \$3.7 million for intermodal development grants.¹²

Section 341.303(5), F.S., authorizes the FDOT, through the FRE, to use funds allocated to the FRE from documentary stamp taxes to fund:

- Up to 50 percent of the nonfederal share of the costs of any eligible 13 passenger rail capital improvement project.
- Up to 100 percent of planning and development costs related to the provision of a passenger rail system.
- The high-speed rail system.
- Projects necessary to identify or address anticipated impact of increased freight rail traffic resulting from the implementation of passenger rail systems.

Effect of Proposed Changes

The bill repeals the FRE and assigns the responsibilities, powers, and duties of the FRE back to the FDOT. The effective date of these sections of the bill is delayed until July 1, 2023, consistent with the bill's reallocation of documentary stamp tax funding, discussed below.

Section 1 bill amends s. 20.23, F.S., effective July 1, 2023, to repeal references to the FRE within the FDOT's organization, as well as references to an FRE executive director, its headquarters, and its exemption from FDOT policies, procedures, and standards. Rather than delegating responsibility for rail systems, passenger rail funding, and publicly-funded passenger rail operations to the FRE executive director, the bill assigns those responsibilities, including responsibility for rail safety, to the FDOT.

⁸ The tax is levied on certain documents, such as deeds; bonds; notes and written obligations to pay money; and mortgages, liens, and other evidence of indebtedness.

⁹ Section 201.15(4)(a), F.S.

¹⁰ Section 339.2819, F.S.

¹¹ Section 201.15(4)(a)4., F.S.

¹² Specific Appropriations 1953-1961, s. 5, ch. 2019-115, L.O.F.

¹³ Any project necessary to carry out the FDOT's duties and responsibilities provided in s. 341.302, F.S., that is consistent with the approved local government comprehensive plan of the unit of government of the areas served by the rail service, and that is contained in the adopted work program, is eligible for funding in accordance with the identified participation rates, per s. 341.303(2), F.S.

Section 17 amends s. 341.302, F.S., effective July 1, 2023, relating to the FDOT's development and implementation of a statewide rail program in conjunction with other governmental entities, to repeal reference to the FRE. This section also repeals the FDOT duty to promote and facilitate the implementation of advanced rail systems, including high-speed rail and magnetic levitation systems, and replaces it with the duty to coordinate the development, general rail safety, and operation of publicly funded passenger rail systems in this state. Responsibility for the high-speed rail system would remain with the FDOT. See the "Conforming Revisions" subheading below.

Documentary Stamp Tax

Section 2 amends s. 201.15(4)(a)4., F.S., continuing the current reallocation to the FRE of the first \$60 million of funds allocated to the TRIP for three fiscal years, 2020-2021, 2021-2022, and 2022-2023. This reallocation to the FRE expires on July 1, 2023. Beginning in the 2023-2024 fiscal year, the bill annually transfers the same \$60 million to the State Transportation Trust Fund to be used for rail projects and rail safety improvements as provided in s. 341.303(5), F.S.

Rail Funding

Section 19 amends s. 341.303(5), F.S., effective July 1, 2023, adding to the FDOT's currently authorized uses of the documentary stamp tax allocations projects necessary to identify or address needed or desirable safety improvements to passenger rail systems in this state. The bill repeals s. 341.303(6), F.S., to remove designation of the FRE as a single budget entity, direction to submit the FRE budget along with the FDOT's, inclusion of all passenger rail funding in the FRE budget entity, and provisions relating to unexpended funds appropriated or provided for the FRE. Funding for projects and activities authorized under s. 341.303(5), F.S., would be included in the FDOT's budget.

Conforming Revisions (Section 20-22 and 26-31)

Effective July 1, 2023, the bill revises the following sections of the Florida Rail Enterprise Act relating to high-speed rail to conform to the repeal of the FRE and the revised documentary stamp tax funding:

- Section 20 repeals s. 341.8201, F.S., which is the short title for the act, citing ss. 341.8201-341.842, F.S., as the "Florida Rail Enterprise Act."
- Section 21 amends s. 341.8203, F.S., relating to definitions for purposes of ss. 341.822-341.842, F.S., to repeal the definition of "enterprise" (meaning the FRE), replace all occurrences of the term "enterprise" with "department", and revise a cross-reference.
- **Section 22** amends s. 341.822, F.S., relating to powers and duties of the FRE, to repeal references to the FRE, replace all occurrences of the term "enterprise" with "department," and revise a cross-reference. The following provisions of the statute related to the FRE are also repealed:
 - o FRE authority to employ procurement methods available to the FDOT;
 - o FRE executive director authority to appoint staff; and
 - Reference to the FRE's conferred powers as supplemental to the existing powers of the FDOT.

Effective July 1, 2023, the following sections of the Florida Rail Enterprise Act are also amended to replace all occurrences of the term "enterprise" with "department" and to revise cross-references:

- **Section 26** amends s. 341.825, F.S., relating to communication facilities and permits to construct such facilities within a new or existing high-speed rail system.
- **Section 27** amends s. 341.836, F.S., relating to associated development of a high-speed rail system.
- Section 28 amends s. 341.838, F.S., relating to authority to charge and collect fares, rents, and fees for use of a high-speed rail system.
- **Section 29** amends s. 341.839, F.S., relating to supplemental and additional powers not subject to approval or consent of other governing bodies.
- **Section 30** amends s. 341.840, F.S., relating to tax exemptions for tangible personal and real property related to a high-speed rail system.

Section 31 amends s. 343.58(4), F.S., effective July 1, 2023, relating to FDOT funding for the South Florida Regional Transportation Authority, to prohibit such funding from documentary stamp tax funds dedicated to the "State Transportation Trust Fund" rather than to the FRE.

Debt Service Cap on Right-of-Way Acquisition and Bridge Construction Bonds (Section 3)

Present Situation

Section 215.605, F.S., authorizes the issuance of state bonds to finance or refinance the cost of acquiring real property for state roads or to finance or refinance the cost of state bridge construction. Except for bonds issued to refinance previously issued bonds, the Legislature must authorize bonds, which must be issued pursuant to the State Bond Act.¹⁴

Section 206.46, F.S., authorizes the FDOT to transfer up to 7 percent of the revenues deposited into the STTF in each fiscal year into the Right-of-Way Acquisition and Bridge Construction Trust Fund to meet outstanding or proposed bond obligations; or, at a minimum, an amount sufficient to pay for the debt service coverage of outstanding bonds. The annual transfer amount, however, may not exceed that which is necessary to provide the required debt service coverage levels for a maximum debt service of \$275 million. Thus, debt service may not exceed seven percent of the revenues deposited into the STTF or \$275 million, whichever is less.

The FDOT notes that no adjustment has been made to the \$275 million cap since 2007. The FDOT provided information that based on the FDOT's most recent bond sale and Revenue Estimating Conference projections, the limit on debt service based on the 7-percent-of-revenue threshold would have been \$287 million in Fiscal Year 2019-2020 (based on revenues of \$4.1 billion), growing to \$350 million in Fiscal Year 2028-2029 (based on revenues of \$5 billion). Additionally, the FDOT advises that under the current statutory limit, the \$275 million cap leaves the FDOT with only about \$100 million of available bonding capacity. ¹⁶

¹⁴ Sections 215.57-215.83, F.S.

¹⁵ The transfer is required to be payable primarily from the motor and diesel fuel taxes transferred to the STTF.

¹⁶ See the FDOT's 2020 Legislative Proposal, Change the Right-of-Way Acquisition and Bridge Construction Bonds Debt Service Cap (on file in the Senate Infrastructure and Security Committee).

Effect of Proposed Changes

Section 3 of the bill amends s. 206.46, F.S., to increase the maximum debt service coverage level from \$275 million to \$350 million. Thus, under the bill, debt service could not exceed 7 percent of the revenues deposited into the STTF or \$350 million, whichever is less.

Intermodal Logistics Center (ILC) Infrastructure Support Program (Section 7)

Present Situation

The ILC Infrastructure Support Program within the FDOT provides funds for roads, rail facilities, or other means for the conveyance or shipment of goods through a seaport. The FDOT is authorized to provide funds to assist with local government projects or projects performed by private entities that meet the public purpose of enhancing transportation for the conveyance or shipment of goods through a seaport to or from an intermodal logistics center.¹⁷

Section 311.101(3), F.S., provides the following criteria that the FDOT must consider when evaluating projects:

- The ability of the project to serve a strategic state interest and to facilitate the cost-effective and efficient movement of goods.
- The extent to which the project contributes to economic activity, including job creation, increased wages, and revenues, and efficiently interacts with and supports the transportation network.
- A commitment of a funding match; the amount of investment or commitments made by the
 owner or developer of the existing or proposed facility; and the extent to which the owner has
 commitments, including agreements, with private sector businesses planning to locate
 operations at the ILC.
- Demonstrated local financial support and commitment to the project.

At least \$5 million per year must be made available from the STTF to fund the program, and the FDOT is directed to provide up to 50 percent of project costs for eligible projects. ¹⁸ The minimum funding requirement is currently set to expire on July 1, 2020. The FDOT points to the ILC program as having leveraged local and private funding, enabling completion of 12 unique projects since 2013 that are geographically dispersed around the state. ¹⁹

Effect of Proposed Changes

Section 7 amends s. 311.101(7), F.S., to remove the July 1, 2020, expiration date for the required minimum annual \$5 million from the STTF to fund the ILC program, thereby making the minimum annual funding permanent.

¹⁷ Section 311.101, F.S. The term "intermodal logistics center" is defined as "a facility or group of facilities serving as a point of intermodal transfer of freight in a specific area physically separated from a seaport where activities relating to transport, logistics, good distribution, consolidation, or value-added activities and services are designed to support or be supported by conveyance or shipping through one or more seaports listed in s. 311.09." The term includes an "inland port." ¹⁸ Section 311.101(6) and (7), F.S.

¹⁹ See the FDOT's 2020 Legislative Proposal, *Intermodal Logistics Center (ILC) Infrastructure Support Program* (on file in the Senate Infrastructure and Security Committee).

Road and Bridge Maintenance and Construction Vehicles: Worker and Traveler Safety (Section 11)

Present Situation

According to the Centers for Disease Control and Prevention, from 2003 to 2017, 1,844 workers lost their lives at road construction sites. Over that period of time, Texas had the most work deaths at road construction sites with 218, followed by Florida with 132 deaths. Additionally, transportation incidents accounted for 76 percent of roadway work zone fatal occupational injuries during the period from 2011-2017. In 60 percent of these cases, a vehicle struck a worker in the work zone.²⁰

Under the Florida Move Over Law, if an emergency vehicle, a sanitation vehicle, a utility service vehicle, or a wrecker is working along the roadside, every other driver must vacate the lane closest to the vehicle when driving on a highway with two or more lanes traveling in the direction of the vehicle. If such movement cannot be safely accomplished, the driver must reduce speed to 20 miles per hour less than the posted speed limit when the posted speed limit is 25 miles per hour or greater; or travel at five miles per hour when the posted speed limit is 20 miles per hour or less, when driving on a two-lane road. Every pedestrian using the road right-of-way must yield the right-of-way until the authorized emergency vehicle has passed. However, the Move Over Law does not currently apply to road and bridge maintenance or construction vehicles.

The FDOT advises that maintenance and construction activities on roadways generally require temporary traffic control²² to provide safety for both workers and others traveling through work zones.²³ However, for short duration work activities that do not require lane or shoulder closures, such as fence repair or tree trimming,²⁴ advance signs and channeling devices²⁵ may be omitted due to the risk for accident when setting up the signs and devices.²⁶

The FDOT employs additional strategies to reduce work zone fatalities. Among those strategies, the FDOT uses portable radar speed display units, which are a subset of portable changeable

²⁰ Centers for Disease Control and Prevention, The National Institute for Occupational Safety and Health, *Highway Work Zone Safety*, page last reviewed October 3, 2019, available at https://www.cdc.gov/niosh/topics/highwayworkzones/default.html (last visited February 17, 2020).

²¹ Section 316.126(1)(b), F.S.

²² According to the Manual on Uniform Traffic Control Devices (MUTCD), adopted by the FDOT pursuant to direction in s. 316.0745, F.S., "temporary traffic control" refers to the needs and control of all road users, including motorists, bicyclists, and pedestrians within the highway or on private roads open to public travel, and is an essential part of highway construction, utility work, maintenance operations, and the management of traffic incidents. Temporary traffic control "provides for continuity of the movement of motor vehicle, bicycle, and pedestrian traffic (including accessible passage); transit operations; and access to property and utilities." *See* the MUTCD, Part 6, Chapter 6A, Section 6A.01, available at https://mutcd.fhwa.dot.gov/pdfs/2009r1r2/part6.pdf (last visited February 17, 2020).

²³ See the FDOT's 2020 Legislative Proposal, *Move Over Law*, (on file in the Senate Infrastructure and Security Committee). ²⁴ See the FDOT email to House Transportation & Infrastructure Committee staff, January 31, 2020 (on file in the Senate Infrastructure and Security Committee).

²⁵ The FDOT notes that "Channelizing devices for temporary traffic control are cones, drums, barricades, etc." *Id.* A search of the FDOT's website reveals that these devices are referred to as both "channeling" and "channelizing" devices.

²⁶ See the FDOT's 2020 Legislative Proposal, Move Over Law (on file in the Senate Infrastructure and Security Committee).

message signs and are trailer-mounted regulatory speed limit signs with flashing lights used to inform motorists of a new speed limit for a work zone.²⁷

The Manual on Uniform Traffic Control Devices (MUTCD), adopted by the FDOT pursuant to direction in s. 316.0745, F.S., describes portable changeable message signs as temporary traffic control devices installed for temporary use with the flexibility to display a variety of messages, including advising drivers when traffic speed is expected to drop substantially.²⁸ As defined by the MUTCD, warning lights used in a temporary traffic control zone, in either a steady burn or a flashing mode, are yellow in color.²⁹ In addition, the MUTCD provides that "[i]f a changeable message sign displaying approach speeds is installed, the legend YOUR SPEED XX MPH or such similar legend should be displayed. The color of the changeable message legend should be a yellow legend on a black background or the reverse of these colors."³⁰

Florida law expressly prohibits any vehicle *or equipment*, except police vehicles, to show or display blue lights, with the exception of Department of Corrections vehicles when responding to emergencies.³¹ Road or street maintenance equipment, road or street maintenance vehicles, road service vehicles, refuse collection vehicles, petroleum tankers, and mail carrier vehicles are authorized to display amber lights when in operation or a hazard exists.³² Additionally, road maintenance and construction equipment and vehicles may display flashing white lights or flashing white strobe lights when in operation and where a hazard exists.³³ However, a search of the MUTCD, the national standard for traffic control devices and current Florida law, and of other relevant Florida statutes, reveals no authorization for the display of flashing red and blue lights on portable radar speed display units.

Effect of Proposed Changes

Section 11 creates s. 334.275, F.S., specific to road or bridge maintenance or construction vehicles engaged in the performance of maintenance or construction for a governmental entity,³⁴ tracking the current Move Over Law. Notwithstanding any other provision of law, if a road or bridge maintenance or construction vehicle displaying warning lights is on the roadside without advanced signs or channeling devices, every other driver must vacate the lane closest to the maintenance or construction vehicle when driving on a highway with two or more lanes traveling in the direction of the vehicle. If such movement cannot be safely accomplished, the driver must reduce speed to 20 miles per hour less than the posted speed limit when the posted speed limit is 25 miles per hour or greater; or travel at five miles per hour when the posted speed limit is 20 miles per hour or less, when driving on a two-lane road vehicles.

²⁷ Federal Highway Administration, Work Zone Mobility and Safety Program, *FDOT's Work Zone Fatality Reduction Strategies*, slide 9, available at https://ops.fhwa.dot.gov/wz/workersafety/wzfrwebinar/fl/index.htm (last visited February 17, 2020).

²⁸ MUTCD, Part 6, Chapter 6A, Section 6F.60.

²⁹ MUTCD, Section 1A.13, definition of "warning light" at 251, available at https://mutcd.fhwa.dot.gov/pdfs/2009r1r2/part2b.pdf (last visited February 17, 2020).

³⁰ MUTCD, Section 2B.13, available at https://mutcd.fhwa.dot.gov/pdfs/2009r1r2/mutcd2009r1r2edition.pdf (last visited February 17, 2020).

³¹ Section 316.2397(2), F.S.

³² Section 316.2397(4), F.S.

³³ Section 316.2397(5), F.S.

³⁴ The bill defines "governmental entity" as the FDOT; any transportation authority created under chs. 343, 348, or 349, F.S.; publicly owned and used airports; seaports; a county; or a municipality. Section 334.27(1), F.S.

Every pedestrian using the road right-of-way is required to yield the right-of-way to an authorized road or bridge maintenance or construction vehicle. Additionally, as is the case in the Move Over Law, the bill provides that the new section of law does not:

- Diminish or enlarge any rules of evidence or liability in any case involving the operation of a road or bridge maintenance or construction vehicle.
- Relieve the driver of an authorized road or bridge maintenance or construction vehicle from the duty to drive with due regard for the safety of all persons using the highway.

In addition, the bill authorizes portable radar speed display units, in advance of a work zone where workers are present for the purpose of road or bridge maintenance or construction and with a posted speed limit of 55 miles per hour or more, to show or display flashing red and blue lights. This provision appears to be inconsistent with MUTCD requirements adopted pursuant to s. 316.0745, F.S.

The bill requires the Department of Highway Safety and Motor Vehicles to include the requirements of the new section of law in its educational awareness campaign relating to the Move Over Act and in all newly printed driver license educational materials.

Similar to the Move Over Law, a violation of the new section of law is a noncriminal traffic infraction, punishable pursuant to ch. 318, F.S., as either a moving violation³⁵ for driver infractions or as a pedestrian violation³⁶ for pedestrian infractions.

Deepwater Seaports and Marinas (Section 9)

Present Situation

Under Florida law, a "port" means a port authority or district.³⁷ Ports are created by and given authority under general or special law. Each port, in agreement with the United States Coast Guard (Coast Guard), state pilots, and other ports in its operating port area, is required to adopt guidelines for minimum bottom clearance for each berth and channel, for the movement of vessels, and for radio communications of vessel traffic for all commercial vessels entering and leaving its harbor channels.³⁸ There are 14 deepwater seaports in Florida.³⁹

Pursuant to Florida law, each port may regulate vessel movements within its jurisdiction, whether involving public or private facilities or areas, by:

• Scheduling vessels for use of berths, anchorages, or other facilities at the port.

³⁵ Section 318.18(3)(a), F.S., generally imposes a \$60 penalty, plus any applicable court costs or fees.

³⁶ Section 318.18(1)(a), F.S., imposes a \$15 penalty for all infractions of pedestrian regulations, plus any applicable court costs or fees.

³⁷ Section 313.21, F.S.; *see also* s. 315.02, F.S. "Port authority" means a port authority in Florida created by or pursuant to the provisions of any general or special law or any district or board of county commissioners acting as a port authority under or pursuant to the provisions of any general or special law. "Port district" means any district created by or pursuant to the provisions of any general or special law and authorized to own or operate any port facilities.

³⁸ Section 313.23, F.S.

³⁹ Florida Ports Council, *Seaports*, available at https://flaports.org/seaports/ (last visited February 25, 2020).

- Ordering and enforcing a vessel, at its own expense and risk, to vacate or change position at a berth, anchorage, or facility, whether public or private, in order to facilitate navigation, commerce, protection of other vessels or property, or dredging of channels or berths.
- Designating port facilities for the loading or discharging of vessels.
- Assigning berths at wharves for arriving vessels.⁴⁰

Ports are authorized to establish fees and compensation for the services regulating vessel movements provided by the port.⁴¹

A port may impose and collect a penalty from a vessel that unnecessarily delays in moving under an order to vacate or change position. This penalty may not exceed \$1,000 per hour or fraction thereof, plus 150 percent of the demurrage costs incurred by a waiting vessel, until the order is complied with.⁴²

A marina is a licensed commercial facility that provides secured public moorings or dry storage for vessels on a leased basis. ⁴³ Some deepwater seaports have marinas at the port for storing vessels weighing less than 500 tons. For example, there are five marinas within Port Canaveral, with approximately 260 wet slips hosted on port property for recreational vessels under 500 gross tons. ⁴⁴

Some marina docking contracts contain "safe haven" or "hurricane" clauses. These clauses provide that, when a hurricane watch is issued, boat owners must immediately remove their vessels and all personal property from the marina and seek safe haven somewhere else. Failure to comply with this requirement, according to the clauses, will result in the boat owner being liable for all damage to docks, piers, other vessels, or any other property damage directly caused by the owner's vessel or resulting from its presence in the marina.⁴⁵

Florida enacted a law designed to prevent marinas from using safe haven clauses as a basis for recovering their property damage from vessel owners after a hurricane. ⁴⁶ Florida law emphasizes the protection of life over property by prohibiting marinas from requiring vessel owners to remove their vessels from a marina following the issuance of a hurricane watch or warning. ⁴⁷

However, after a tropical storm or hurricane watch has been issued, a marina owner or operator, or their employee or agent, may take reasonable actions to further secure a vessel within the marina to minimize damage to the vessel and to protect marina property, private property, and

⁴⁰ Section 313.22(1), F.S.

⁴¹ Section 313.22(2), F.S.

⁴² Section 313.22(3), F.S.

⁴³ Section 327.02(25), F.S.

⁴⁴ Email from Caitlin Lewis, Government Relations Manager, Canaveral Port Authority, to Senate Environment and Natural Resources Committee (Jan. 22, 2020), available at

http://www.flsenate.gov/Committees/Show/EN/MeetingPacket/4857/8671_MeetingPacket_4857.03.20.pdf on page 218-219 (last visited February 25, 2020).

⁴⁵ Mercante, James, Hurricanes and Act of God: When the Best Defense is a Good Offense, 18 U.S.F. MAR. L.J. (2006).

⁴⁶ Section 327.59, F.S.

⁴⁷ Section 327.59(1), F.S.

the environment.⁴⁸ The owner or operator may charge a reasonable fee for such services.⁴⁹ A marina owner may include this in a contractual agreement with a vessel owner.⁵⁰ Marina owners are not able to be held liable for damage to a vessel from a storm or hurricane, but may be liable for damage due to intentional acts or negligence when removing or securing a vessel.⁵¹

Port conditions are set by the Coast Guard Captain of the Port of a sector, or regulated area. There are five levels of port conditions.⁵² Port condition "Yankee" means a gale force winds of 34 knots or 39 miles per hour.

Burklow & Associates, Inc. v. Belcher is the only Florida state court decision that specifically mentions Florida's marina evacuation statute.⁵³ A marina owner sued owners of 16 stored vessels for damages allegedly caused by the vessel owners' failure to move their vessels after a hurricane warning was issued as was required by their marina contracts.⁵⁴ The court upheld the state statute and found that the vessel owners had no duty, contractually or otherwise, to move their vessels following the issuance of a hurricane watch or warning.⁵⁵ The court's analysis pointed to the clear legislative policy "to ensure that protecting lives and safety of vessel owners is placed before interests of protecting property" when a hurricane approaches.⁵⁶

Effect of Proposed Changes

Section 9 amends s. 327.59, F.S., to prohibit, upon the issuance of a hurricane watch that affects the waters of marinas located in a deepwater seaport, vessels under 500 gross tons from remaining in the waters of such marinas that have been deemed not suitable for refuge during a hurricane.

The bill requires that vessel owners promptly remove their vessels from the waterways upon issuance of an evacuation order by the deepwater seaport. If the Coast Guard Captain of the Port sets the port condition to "Yankee" and a vessel owner has failed to remove his or her vessel from the waterway, a marina owner, operator, employee, or agent, regardless of any existing contractual provisions between the marina owner and vessel owner, is required to remove the vessel, or cause the vessel to be removed, if reasonable, from its slip. The marina owner may charge the vessel owner a reasonable fee for the service of removing the vessel.

The bill provides that a marina owner, operator, employee, or agent may not be held liable for any damage incurred to the vessel from a hurricane and is held harmless from removing the vessel from the waterways. However, the bill does not provide immunity to the marina owner, operator, employee, or agent for any damage caused by intentional acts or negligence when removing a vessel.

⁴⁸ Section 327.59(2), F.S.

⁴⁹ *Id*.

⁵⁰ Section 327.59(3), F.S.

⁵¹ Section 327.59(4), F.S.

⁵² 33 C.F.R. s. 165.720; 33 C.F.R. 165.781; see also Brazos Pilots Association, Hurricane Season Port Conditions and Categories, available at http://www.brazospilots.com/Hurricane-Season.pdf (last visited February 25, 2020).

⁵³ 719 So.2d 31 (Fla. Dist. Ct. App. 1998).

⁵⁴ *Id*.

⁵⁵ *Id*.

⁵⁶ *Id*.

The bill provides that after a hurricane watch has been issued, if an owner or operator of a vessel has not removed the vessel pursuant to an order from the seaport, the owner or operator may be subject to a fine, which must be imposed and collected by the deepwater seaport that issued the evacuation order. The amount of the fine may not exceed three times the cost associated with removing the vessel from the waterway.

Airport Conflict of Interest in Contracting (Section 12)

Present Situation

Under current law, a contractor⁵⁷ or its affiliate⁵⁸ qualified with the FDOT may not also qualify to provide testing services, construction, engineering, and inspection (CEI) services to the FDOT.⁵⁹ This limitation does not apply to any design-build prequalification⁶⁰ and does not apply when the FDOT otherwise determines by written order entered at least 30 days before advertisement that the limitation is not in the public's best interests with respect to a particular contract for testing services and CEI services.

The FDOT has adopted procedures governing conflicts of interest involving professional services consultant contracts and design-build contracts. The procedure contains a set of matrixes illustrating the variety of scenarios encountered with prime or subcontractors and when the FDOT would consider the arrangement a conflict. ⁶¹

In 2019, the Legislature passed HB 905,⁶² which provided that for a construction project wholly or partially funded by the FDOT and administered by a local governmental entity, the same entity may not perform both design services and CEI services. That bill exempted ports from that provision.⁶³

Effect of Proposed Changes

Section 12 amends s. 337.14(7), F.S., to exempt airports from the requirement that the same entity may not perform both design services and CEI services for a project wholly or partially funded by FDOT and administered by a local governmental entity. This exemption is identical to the one currently in place for seaports.

⁵⁷ Section 337.165(1)(d), F.S., defines the term "contractor" as any person who bids or applies to bid on work let by the department or any counterpart agency of any other state or of the federal government or who provides professional services to the FDOT or other such agency. The term includes the officers, directors, executives, shareholders active in management, employees, and agents of the contractor.

⁵⁸ Section 337.165(1)(a), F.S., defines the term "affiliate" as a predecessor or successor of a contractor under the same, or substantially the same, control or a group of business entities which are connected or associated so that one entity controls or has the power to control each of the other business entities. The term includes the officers, directors, executives, shareholders active in management, employees, and agents of the affiliate. The ownership by one business entity of a controlling interest in another business entity or a pooling of equipment or income among business entities shall be prima facie evidence that one business entity is an affiliate of another.

⁵⁹ Section 337.14(7), F.S.

⁶⁰ Design-build prequalification is pursuant to s. 337.11(7), F.S.

⁶¹ FDOT, Topic No.: 375-030-006-c, *Conflict of Interest Procedure for Department Contracts*, effective August 17, 2015, available at https://www.fdot.gov/procurement/pubsmenu.shtm (last visited February 26, 2020).

⁶² Chapter 2019-153, L.O.F.

⁶³ Section 311.09, F.S., lists Florida ports including the 15 deepwater ports and Port Citrus.

The bill also requires that by January 1, 2021, each airport and seaport must adopt controls for the oversight and prevention of conflicts of interest for providers of both design services and CEI services for the same seaport or airport project.

Conflict of interest controls must include:

- Conflict of interest guidance and policies for contracting entities.
- Conflict of interest identification, disclosure, and mitigation requirements for both the seaport or airport staff and the provider's staff.
- Management and oversight resources and guidance.
- Monitoring and evaluating compliance with applicable federal and state laws and regulations.
- Training requirements and programs for seaport or airport staff and the provider's staff on contract management.

The bill requires that such conflict of interest controls be incorporated into any contract entered into by a seaport or an airport with a provider of both design and CEI services. The contract must clearly define each party's roles, responsibilities, and duties for the project.

These requirements only apply to contracts executed after January 1, 2021, when a vendor is providing design and CEI services on the same project. Upon the request of a seaport or an airport, the FDOT may provide technical assistance in developing the conflict of interest controls.

Disposal of Real Property (Section 13)

Present Situation

The FDOT is authorized to convey any land, building, or other real or personal property it acquired if the FDOT determines the property is not needed for a transportation facility.⁶⁴ In such cases, the FDOT may dispose of the property through negotiations, sealed competitive bids, auctions, or any other means the FDOT deems to be in in its best interest. The FDOT must advertise the disposal of property valued by the FDOT at greater than \$10,000.⁶⁵

If the FDOT determines the property requires significant costs to be incurred or that continued ownership of the property exposes the FDOT to significant liability risks, the FDOT may use the projected maintenance costs over the next ten years to offset the property's value in establishing a value for disposal of the property, even if that value is zero.⁶⁶

If the property is to be used for a public purpose, the property may be conveyed without consideration to a governmental entity.⁶⁷ The FDOT is authorized, but not required, to first offer

⁶⁴ Section 337.25(1) and (4), F.S.

⁶⁵ Section 337.25(4), F.S.

⁶⁶ Section 337.25(4)(d), F.S.

⁶⁷ Section 337.25(4)(b), F.S.

the property ("right of first refusal") to the local government or other political subdivision in whose jurisdiction the property is situated except in the following situations:

- If the property was donated for transportation purposes and a transportation facility has not been constructed for at least five years, plans have not been prepared for the construction of such facility, and the property is not located in a transportation corridor, a governmental entity in whose jurisdiction the property lies may authorize reconveyance of the donated property for no consideration to the original donor or the donor's heirs, successors, assigns, or representatives.⁶⁸
- If the property was originally acquired specifically to provide replacement housing for persons displaced by transportation projects, the FDOT may negotiate for the sale of such property as replacement housing.⁶⁹
- If in the FDOT's discretion a sale to a person other than an abutting property owner would be inequitable, the property may be sold to the abutting owner for the FDOT's current estimate of value.⁷⁰

Effect of Proposed Changes

Section 13 amends s. 337.25(4), F.S., requiring the FDOT, notwithstanding any provision of that section to the contrary, to afford a right of first refusal to the previous property owner (the owner from whom the FDOT originally acquired the property) for the FDOT's current estimate of value except in the following situations:

- If the property was donated for transportation purposes and a transportation facility has not been constructed for at least five years, plans have not been prepared for the construction of such facility, and the property is not located in a transportation corridor, a governmental entity in whose jurisdiction the property lies may authorize reconveyance of the donated property for no consideration to the original donor or the donor's heirs, successors, assigns, or representatives.⁷¹
- If the property was originally acquired specifically to provide replacement housing for persons displaced by transportation projects, the FDOT may negotiate for the sale of such property as replacement housing.⁷²

In cases of property to be used for a public purpose, in cases of property requiring significant costs to be incurred or exposing the FDOT to significant liability risks, or in cases in which the FDOT determines that a sale to any person other than an butting property owner would be inequitable, the FDOT would be required to offer a right of first refusal to the previous property owner before being authorized to offer the property to the local government or other political subdivision in whose jurisdiction the property is located or to the abutting property owner.

The bill requires the FDOT to offer the previous property owner the right of first refusal in writing, by certified mail or hand delivery, and the offer of the right is effective upon the property owner's receipt. The offer must provide the previous owner a minimum of 30 days to exercise the right. The previous owner most send notice of exercise of the right to the FDOT by

⁶⁸ Section 337.25(4)(a), F.S.

⁶⁹ Section 337.25(4)(c), F.S.

⁷⁰ Section 337.25(4)(e), F.S.

⁷¹ Section 337.25(4)(a), F.S.

⁷² Section 337.25(4)(c), F.S.

certified mail or hand delivery, effective upon dispatch. Once the right is exercised, the previous owner has 90 days to close on the property.

Metropolitan Planning Organization Project Priority Submissions to the FDOT (Sections 14 and 15)

Present Situation

The FDOT's adopted work program is the 5-year work program adopted by the FDOT pursuant to s. 339.135, F.S. In developing the adopted work program, each of the FDOT districts submits an annual district work program, which is the 5-year listing of transportation projects planned for each fiscal year, to the FDOT's central office for review and development of the tentative work program. The tentative work program is the 5-year listing of all transportation projects planned for each fiscal year which is developed by the FDOT's central office based on the district work programs. ⁷³ Each year, a new fifth year is added for purposes of developing the tentative and adopted work programs.

With respect to development of the tentative work program, as outlined in s. 339.135(4), F.S., the district work program is developed cooperatively with the various metropolitan planning organizations (MPOs) around the state and must include, to the maximum extent feasible, the project priorities submitted by the MPOs to the FDOT's districts by October 1 of each year. The FDOT and an MPO may agree in writing to vary the submission date.⁷⁴

The FDOT advises that during a "normal" work program development cycle, submission of MPO project priorities by October 1 allows sufficient time for development of the tentative work program cycle. However, because the Legislature meets beginning in January in even-numbered years, 75 the tentative work program cycle is "compressed" by two months, creating a need for earlier submission of project information. The FDOT notes that no failure to submit a priority list has occurred, but earlier submission has been provided as a courtesy, rather than a mandate. 76

The MPOs are also required, in cooperation with the state and affected public transportation operators, to develop a transportation improvement program for the area within the jurisdiction of the MPO. Similar to work program development, each MPO is required to submit to the appropriate FDOT district a list of project priorities by October 1 of each year. Again, the FDOT and an MPO may agree in writing to vary the submission date. The MPO-approved lists must be used by the FDOT districts in developing the district work programs.⁷⁷

Effect of Proposed Changes

Section 14 and Section 15, respectively, amend s. 339.135(4)(c) and s. 339.175(8)(b), F.S., to revise from October 1 to August 1 the deadline for MPOs to submit their project priority lists for

⁷³ Section 339.135(1), F.S.

⁷⁴ Section 339.135(4)(c)2., F.S.

⁷⁵ Article III, s. 3(b), Florida Constitution.

⁷⁶ See the FDOT's 2020 Legislative Proposal, Advance MPO Deadline to Submit Project Priorities (on file in the Senate Infrastructure and Security Committee).

⁷⁷ Section 339.175(8), F.S.

purposes of developing the FDOT's tentative work program and for purposes of development of MPO transportation improvement programs.

Work Program Amendments (Section 14)

Present Situation

Current law authorizes the FDOT to amend its adopted work program and provides procedures for such amendments.⁷⁸ However, any work program amendment that transfers fixed capital outlay appropriations between categories or increases an appropriation category is subject to approval by the Legislative Budget Commission (LBC).

Prior to 2016, if a meeting of the LBC could not be held within 30 days after the FDOT submitted an amendment, the chair and vice chair of the LBC could approve the amendment. In 2016, the Legislature repealed the authorization for LBC chair and vice chair approval if the LBC could not meet. In 2019, this authorization was reinstated with an expiration date of July 1, 2020.

Effect of Proposed Changes

Section 14 amends s. 339.135(7)(g), F.S., to remove the expiration of authorization for LBC chair and vice chair approval of the identified amendments to the FDOT's adopted work program, thereby making the provision permanent.

Passenger Rail Insurance Limits (Section 18)

Present Situation

Current law authorizes the FDOT to purchase liability insurance for its rail program, which may not exceed \$200 million and which may include coverage for the FDOT, certain freight rail operators, the National Railroad Passenger Corporation (AMTRAK), commuter rail service providers, governmental entities, or any ancillary development.⁸²

In 1997, federal law set the amount of passenger rail liability coverage for AMTRAK at \$200 million. 83 In 2015, the federal government required the liability coverage amount to be adjusted to reflect changes based on the consumer price index and required the adjustment every five years. 84 In 2016, the liability coverage amount was increased to \$294.3 million. 85

⁷⁸ Section 339.135(7), F.S.

⁷⁹ Section 339.135(7)(g), F.S. (2015).

⁸⁰ Section 16, ch. 2016-181, L.O.F.

⁸¹ Section 101, ch. 2019-116, L.O.F.

⁸² Section 341.302(17)(b), F.S.

^{83 49} U.S.C. s. 28103.

⁸⁴ As directed by s. 11415 of the FAST Act, Pub. L. No. 114-94 (114th Congress). Codified at 49 U.S.C. s. 28103 note.

⁸⁵ Federal Register, Vol. 81, No. 6, Monday, January 11, 2016, *Adjustment to Rail Passenger Transportation Liability Cap*, FR 2016–301, available at https://www.apta.com/wp-content/uploads/Resources/gap/fedreg/Documents/DOT-OST_Adjustment%20to%20Rail%20Passenger%20Transportation%20Liability%20Cap_Noticef.pdf (last visited February 17, 2020).

Effect of Proposed Changes

Section 18 amends s. 341.302(17)(b), F.S., increasing the required liability insurance coverage amount for the FDOT's passenger rail systems from \$200 to \$295 million, consistent with the currently required federal rail liability insurance coverage amount.

Economic Development Transportation Projects (Sections 16, 24, 25, and 32)

Present Situation

The Economic Development Transportation Project program (also known as the "Road Fund") is an incentive program intended to encourage specific businesses to locate, expand, or remain in the state. Ref Under this program, the FDOT, in consultation with the Department of Economic Opportunity (DEO) and Enterprise Florida, Inc., may make and approve expenditures and contract with the appropriate governmental body for the direct costs of eligible transportation projects. Ref

The FDOT, in consultation with the DEO, reviews each transportation project for approval and funding, and the FDOT must approve a project for it to be eligible for funding. The criteria the FDOT must consider in reviewing projects include: the cost per job created or retained, average wages for jobs created, capital investment by the business, local commitment, and local unemployment and poverty rates.⁸⁹

The program is appropriated on a non-recurring basis in the STTF and, according to the FDOT, in the absence of appropriation, the projects have to be deferred or deleted, causing a disruption in the tentative work program. Recently, the FDOT has only programmed \$5 million for this program in its tentative work program. In the past 3 years, the General Appropriations Act has not appropriated any funds to the program; instead, individual local projects were appropriated in the budget. According to the FDOT, the program has been underutilized because the Legislature has used a unique budget category for local projects. Page 1920.

Effect of Proposed Changes

Section 16 repeals s. 339.2821, F.S., containing the Economic Development Transportation Project program ("Road Fund").

⁸⁷ Defined in s. 339.2821(1)(b)1., F.S., to mean "an instrumentality of the state or a county, municipality, district, authority, board, or commission, or an agency thereof, within which jurisdiction the transportation project is located and which is responsible to the [FDOT] for the transportation project."

⁸⁶ Section 339.2821, F.S.

⁸⁸ Section 339.2821(1)(b)2., F.S., defines "transportation project" to mean "a transportation facility, as defined in s. 334.03, F.S., which the [FDOT[, in consultation with the Department of Economic Opportunity, deems necessary to facilitate the economic development and growth of the state."

⁸⁹ Section 339.2821(2), F.S.

⁹⁰ FDOT, Economic Development Transportation Fund Fact Sheet. *See also* the FDOT's 2020 Legislative Proposal, *Deletion of Road Fund (SED)*. (Both documents on file in the Senate Infrastructure and Security Committee).

⁹¹ See Specific Appropriation 1921A, s. 5, ch. 2017-70, L.O.F.; Specific Appropriation 1906A, s. 5, ch. 2018-9, L.O.F.; and Specific Appropriation 1989A, s. 5, ch. 2019-115, L.O.F.

⁹² See the FDOT's 2020 Legislative Proposal, Deletion of Road Fund (SED).

The bill also removes references to the program in the following statutes to conform to the repeal of the program:

- **Section 24** amends s. 288.0656(7)(a), F.S., relating to the Rural Economic Development Initiative, to remove reference to "transportation projects under s. 339.2821."
- Section 25 amends s. 339.08(1), F.S., relating to use of moneys in the STTF, to remove authorization to pay the cost of economic development transportation projects in accordance with s. 339.2821, F.S.
- Section 32 amends s. 377.809(4)(a), F.S., relating to the Energy Economic Zone Pilot Program, to remove a reference to business eligibility for priority funding under s. 339.2821, F.S.

The FDOT has stated that if the program is repealed, then this "would release FDOT from having to program associated projects into the 5-year Work Program totaling \$5 million." ⁹³

Central Florida Expressway Authority (Section 23)

Present Situation

Part III of ch. 348, F.S., creates the Central Florida Expressway Authority (CFX). It is a multi-county, special district that has the right to acquire, hold, construct, improve, maintain, operate, own, and lease in the capacity of lessor the Central Florida Expressway System. ⁹⁴ It is the successor to the Orlando-Orange County Expressway Authority. The areas served by the CFX include Lake, Orange, Osceola, and Seminole Counties. ⁹⁵

Section 348.754 (1)(c), F.S., prohibits the CFX from constructing any extensions, additions, or improvements to the expressway system in Lake County without obtaining prior consent of the secretary of the FDOT "to ensure the continued financial feasibility of the portion of the Wekiva Parkway to be constructed by the department." The Wekiva Parkway is a cooperative effort between the FDOT and the CFX. The Wekiva Parkway (SR 429) will connect to SR 417, completing a beltway around central Florida. In 2018, 13 miles of the parkway were open to traffic. The entire Wekiva Parkway is scheduled to be open to traffic in 2022.⁹⁶

Effect of Proposed Changes

Section 23 amends s. 348.754, F.S., to repeal the requirement that the CFX may not, without the prior consent of the secretary of the FDOT, construct any extensions, additions, or improvements to the expressway system in Lake County. The CFX may expand the system into Lake County without obtaining the FDOT secretary's approval for such expansion.

⁹³ *Id*.

⁹⁴ Section 348.754(1)(a), F.S.

⁹⁵ Id.

⁹⁶ FDOT, Wekiva Parkway, available at http://www.wekivaparkway.com/ (Last visited February 24, 2020).

Obsolete References to the General Revenue Service Charge (Sections 4, 5, 6, and 8)

Present Situation

Section 215.20(1), F.S., appropriates from revenue deposited into most state trust funds⁹⁷ an 8 percent service charge, which represents the estimated pro rata share of the cost of general government. All such appropriations are deposited into the General Revenue Fund.

Section 215.211(1), F.S., however, eliminated the service charge beginning July 1, 2000, for taxes distributed under:

- Section 206.606(1), F.S., relating to the distribution of motor and diesel fuel taxes;
- Section 212.0501(6), F.S., relating to taxes on diesel fuel used in self-propelled off-road equipment for business purposes; and
- Section 319.32(5), F.S., relating to the disposition of fees from certificate of title transactions.

Additionally, s. 215.211(2), F.S., eliminated the service charge beginning July 1, 2001, on taxes distributed under s. 206.608, F.S., relating to the State Comprehensive Enhanced Transportation System Tax.

Although the service charge on the specified taxes has been eliminated, references to the service charge remain in statute for the described taxes or fees.

Effect of Proposed Changes

Sections 4, 5, 6, and 8, respectively, remove the obsolete references to the General Revenue service charge that remain in ss. 206.606(1), 206.608, 212.0501(6), and 319.32(5), F.S.

Airport Zoning Regulations – Technical Revision (Section 10)

Section 333.03, F.S., requires every political subdivision having an airport hazard area⁹⁸ within its territorial limits to adopt, administer, and enforce airport protection zoning regulations for such airport hazard area. That statute contains minimum requirements for airport protection zoning regulations, including the requirement for documentation showing compliance with the federal requirement for notification of proposed construction or alteration of structures and "a valid aeronautical study" submitted by each person applying for a permit for the construction or alteration of any obstruction.

Effect of Proposed Changes

Section 10 amends s. 333.03(1)(c), F.S., to replace the reference to "a valid aeronautical study" with the federal terminology, "a final valid determination of the Federal Aviation Administration."

⁹⁷ Section 215.22, F.S., sets out a list of items and trust funds that are exempt from the service charge, including trust funds administered by the Department of Transportation.

⁹⁸ An "airport hazard" is "an obstruction to air navigation which affects the safe and efficient use of navigable airspace or the operation of planned or existing air navigation and communication facilities." Section 333.01(3), F.S. An "airport hazard area" is "any area of land or water upon which an airport hazard might be established." Section 333.01(4), F.S.

The FDOT advises "[t]his revision will advance the agency's mission by clarifying the federal document to be provided to the FDOT for review and comment on the local government permit application. This is a technical change in language only. It will not change the manner in which [FDOT] perform[s] these functions."⁹⁹

Effective Date

The bill is effective July 1, 2020, except as otherwise provided.

IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None. The bill does not appear to require counties or municipalities to spend funds or take action requiring the expenditure of funds; reduce the authority that counties or municipalities have to raise revenue in the aggregate; or reduce the percentage of state tax shared with counties or municipalities.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

D. State Tax or Fee Increases:

None.

E. Other Constitutional Issues:

None.

V. Fiscal Impact Statement:

A. Tax/Fee Issues:

None.

B. Private Sector Impact:

Drivers and pedestrians who violate the new Move Over Law related to road or bridge maintenance or construction vehicles engaged in the performance of maintenance or construction for a governmental entity may be subject to a noncriminal traffic infraction.

⁹⁹ See the FDOT's 2020 Legislative Proposal, Airport Determination Terminology (on filed in the Senate Infrastructure and Security Committee.)

Vessel owners may incur increased costs from moving their vessels pursuant to a movement order, from fees charged by a marina owner for the service of moving a vessel, or due to penalties incurred from noncompliance with a movement order.

C. Government Sector Impact:

The FDOT may incur administrative expenses in Fiscal Year 2023-2024 associated with the removal of the FRE from the FDOT's organization and with the FDOT secretary's naming of a departmental entity to which the secretary must delegate rail responsibilities. However, the amount of any such expenses should be minimal, as the FDOT currently funds the expenses of both the FRE and its Rail Office.

Local governments may lose opportunities to receive conveyance of surplus property from the FDOT without consideration if the previous owners exercise the right of first refusal provided in the bill.

The FDOT may incur unknown expenses associated with purchasing additional rail liability insurance. However, the cost of any such additional insurance is unknown and, under current law, the costs to the FDOT would be shared with any covered freight rail operator, AMTRAK, commuter rail service providers, governmental entities, or ancillary development.

Ports may see a positive fiscal impact due to increased collection of penalties from vessel owners that do not comply with a movement order and cost savings associated with prevention of damage to port facilities and infrastructure.

Local governments operating airports may see a reduction in expenditures by being able to use the same entity to provide both design and CEI services. Because the cost savings is associated with specific projects, this reduction in expenditures is indeterminate.

Any impact on expenditures or toll revenues are unknown related to the provisions that remove the prohibition on the CFX to expand the system into Lake County. The CFX may expand the system into Lake County without obtaining the FDOT secretary's approval for such expansion. The CFX 2040 Master Plan includes information about new conceptual projects that expand into Lake County, including the Lake/Orange Connector, and discusses two major economic development initiatives of the county that may impact the county's transportation needs. ¹⁰⁰

The FDOT has stated that the repeal of the Economic Development Transportation Project ("Road Fund") program "would release FDOT from having to program associated projects into the 5-year Work Program totaling \$5 million" for each year of the work program. These funds would instead be programmed into the work program in other categories.

¹⁰⁰ CFX, *Visioning* + 2040 Master Plan, at pp. 13-14 and 42, May 5, 2016, available at https://www.cfxway.com/wp-content/uploads/2016/06/2040MasterPlan-5_5_16.pdf (last visited February 27, 2020).

The Department of Highway Safety and Motor Vehicles will incur costs to include the requirements of the new Move Over Law for road or bridge maintenance or construction vehicles in the department's educational awareness campaign relating to the Move Over Act and in all newly printed driver license educational materials.

VI. Technical Deficiencies:

None.

VII. Related Issues:

None.

VIII. Statutes Affected:

This bill amends the following sections of the Florida Statutes: 20.23, 201.15, 206.46, 206.606, 206.608, 212.0501, 288.0656, 311.101, 319.32, 327.59, 333.03, 337.14, 337.25, 339.08, 339.135, 339.175, 341.302, 341.303, 341.8203, 341.822, 341.825, 341.836, 341.838, 341.839, 341.840, 343.58, 348.754, and 377.809.

This bill creates section 334.275 of the Florida Statutes.

This bill repeals the following sections of the Florida Statutes: 339.2821 and 341.8201.

IX. Additional Information:

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

Recommended CS by Appropriations Subcommittee on Transportation, Tourism, and Economic Development on February 25, 2020:

The committee substitute:

- Clarifies that the rail-related responsibilities are those of the FDOT.
- Prohibits, upon the issuance of a hurricane watch that affects the waters of marinas located in a deepwater seaport, vessels under 500 gross tons from remaining in the waters of such marinas that have been deemed not suitable for refuge during a hurricane.
- Excludes airports from the prohibition against using the same entity to perform design services and CEI services on the same project, as are seaports under current law.
- Requires airports and seaports by January 1, 2021, to adopt conflict of interest controls for contracting with an entity to perform both design and CEI services on the same seaport or airport project.
- Repeals the prohibition on the Central Florida Expressway Authority from constructing any extensions, additions, or improvements to the expressway system in Lake County without the prior consent of the secretary of the FDOT.

B. Amendments:

None.

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