#### HOUSE OF REPRESENTATIVES STAFF FINAL BILL ANALYSIS

**BILL #:** HB 1563 Greater Seminole Area Special Recreation District, Pinellas County **SPONSOR(S):** Jacques and others

TIED BILLS: IDEN./SIM. BILLS:

FINAL HOUSE FLOOR ACTION: 115 Y'S 0 N'S GOVERNOR'S ACTION: Approved

## SUMMARY ANALYSIS

HB 1563 passed the House on April 27, 2023, and subsequently passed the Senate on May 4, 2023.

The Greater Seminole Area Special Recreation District (District) is an independent special district created in 1980 by special act. The District encompasses portions of unincorporated Pinellas County, as well as the municipalities of Seminole and Largo. The District's original charter provided that the District had the authority to levy ad valorem taxes of up to one-half mill for three years. Presently, no taxes or fees are assessed by the District.

The bill abolishes the District and transfers all real property owned by the District to the Board of County Commissioners of Pinellas County, subject to the restriction that the property be used for recreational purposes.

According to the economic impact statement, the bill is not expected to have a fiscal impact.

The bill was approved by the Governor on June 21, 2023, ch. 2023-343, L.O.F., and became effective on that date.

## I. SUBSTANTIVE INFORMATION

## A. EFFECT OF CHANGES:

## **Present Situation**

#### **Special Districts**

A "special district" is a unit of local government created for a particular purpose, with jurisdiction to operate within a limited geographic boundary<sup>1</sup>. Special districts are created by general law,<sup>2</sup> special act,<sup>3</sup> local ordinance,<sup>4</sup> or rule of the Governor and Cabinet.<sup>5</sup> A special district has only those powers expressly provided by, or reasonably implied from, the authority provided in the district's charter.<sup>6</sup> Special districts provide specific municipal services in addition to, or in place of, those provided by a municipality or county.<sup>7</sup>

A "dependent special district" is a special district where the membership of the governing body is identical to the governing body of a single county or municipality, all members of the governing body are appointed by the governing body of a single county or municipality, members of the district's governing body are removable at will by the governing body of a single county or municipality, or the district's budget is subject to the approval of governing body of a single county or municipality.<sup>8</sup> An "independent special district" is any district that is not a dependent special district.<sup>9</sup>

The charter of a newly-created district must state whether it is dependent or independent.<sup>10</sup> Charters of independent special districts must address and include a list of required provisions, including the purpose of the district, its geographical boundaries, taxing authority, bond authority, and selection procedures for the members of its governing body.<sup>11</sup>

Special districts do not possess "home rule" powers and may impose only those taxes, assessments, or fees authorized by special or general law. The special act creating an independent special district may provide for funding from a variety of sources while prohibiting others. For example, ad valorem tax authority is not mandatory for a special district.<sup>12</sup>

Special districts may enter into interlocal agreements with one or more other local governmental units.<sup>13</sup> Under such an agreement, the special district may exercise jointly with the other participating local governments those powers, privileges, or authorities which they have in common and each may exercise separately.<sup>14</sup>

- <sup>3</sup> Id.
- <sup>4</sup> S. 189.02(1), F.S.
- <sup>5</sup> S. 190.005(1), F.S. See, generally, s. 189.012(6), F.S.

<sup>7</sup> Local Gov't Formation Manual at p. 58, available at

<sup>9</sup> S. 189.012(3), F.S.

- <sup>11</sup> S. 189.031(3), F.S.
- <sup>12</sup> Art. VII, s.9(a), Fla. Const.
- <sup>13</sup> S. 163.01(2), (3)(b), F.S.
- <sup>14</sup> S. 163.10(4), F.S.

<sup>&</sup>lt;sup>1</sup> See Halifax Hospital Medical Center v. State of Fla., et al., 278 So. 3d 545, 547 (Fla. 2019).

<sup>&</sup>lt;sup>2</sup> S. 189.031(3), F.S.

<sup>&</sup>lt;sup>6</sup> Halifax Hosp. Med. Center, supra at 548.

https://myfloridahouse.gov/Sections/Documents/loaddoc.aspx?PublicationType=Committees&CommitteeId=3227&Session=2023&Doc umentType=General+Publications&FileName=2022+Local+Government+Formation+Manual.pdf (last visited Mar. 21, 2023). <sup>8</sup> S. 189.012(2), F.S.

<sup>&</sup>lt;sup>10</sup> S. 189.031(5), F.S.

# Independent Special District Dissolution

An independent special district may be dissolved in one of the four following ways:

- Voluntary dissolution by a majority vote plus one of the district's board;<sup>15</sup>
- For districts created by special act, the passage of a special act dissolving the district, subject to approval by a majority vote of the residents or landowners of the district;<sup>16</sup>
- For districts created by a local government, voter approval of a referendum dissolving the district or by the procedure used to create the district;<sup>17</sup> or
- For districts that have been declared inactive by the Department of Economic Opportunity, by special act or ordinance without a referendum.<sup>18</sup>

Unless otherwise provided by law or ordinance, all assets and liabilities of a dissolved independent special district are transferred to the local general-purpose government having jurisdiction over the territory of the district.<sup>19</sup>

# Greater Seminole Area Special Recreation District

The Greater Seminole Area Special Recreation District (District) is an independent special district created in 1980 by special act.<sup>20</sup> The District encompasses portions of unincorporated Pinellas County, as well as the municipalities of Seminole and Largo.<sup>21</sup> The District is governed by a seven-member board, with five members appointed by the Board of County Commissioners of Pinellas County and two members appointed by the City Council of the City of Seminole.<sup>22</sup> The District's original charter provided that the District had the authority to levy ad valorem taxes of up to one-half mill for three years.<sup>23</sup> Presently, no taxes or fees are assessed by the District.<sup>24</sup>

# Effect of the Bill

The bill abolishes the District, repeals the special act codifying the District's charter, and transfers all real property owned by the District to the Board of County Commissioners of Pinellas County, subject to the restriction that the property be used for recreational purposes.

# **II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT**

- A. FISCAL IMPACT ON STATE GOVERNMENT:
  - 1. Revenues:

None.

2. Expenditures:

None.

<sup>&</sup>lt;sup>15</sup> S. 189.072(1), F.S. If the district was created by special act, dissolution also requires a special act of the Legislature to take effect.

<sup>&</sup>lt;sup>16</sup> S. 189.072(2)(a), F.S.

<sup>&</sup>lt;sup>17</sup> S. 189.072(2)(b), F.S. If the district has the power to levy ad valorem taxes, a referendum is required for dissolution. See Art. VII, s. 9(b), Fla. Const.

<sup>&</sup>lt;sup>18</sup>S. 189.072(3), F.S.

<sup>&</sup>lt;sup>19</sup> Ss. 189.072(4) and 189.076(2), F.S.

<sup>&</sup>lt;sup>20</sup> Ch. 80-584, Laws of Fla.

<sup>&</sup>lt;sup>21</sup> Greater Seminole Area Special Recreation District, https://semrec.org (last visited Mar. 22, 2023).

<sup>&</sup>lt;sup>22</sup> Ch. 2003-383, s. 3(5), Laws of Fla.

<sup>&</sup>lt;sup>23</sup> Ch. 80-584, s. 5, Laws of Fla.

<sup>&</sup>lt;sup>24</sup> Greater Seminole Area Special Recreation District, https://semrec.org (last visited Mar. 22, 2023)

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

None.

2. Expenditures:

According to the economic impact statement, the bill is not expected to have a fiscal impact.

- C. ECONOMIC IMPACT STATEMENT FILED? Yes [X] No []
- D. NOTICE PUBLISHED? Yes [X] No []
  - IF YES, WHEN? January 29, 2023.
  - WHERE? *The Tampa Bay Times*, a daily newspaper of general circulation published in Pinellas County, Florida.
- E. REFERENDUM(S) REQUIRED? Yes [] No [X]

IF YES, WHEN?