33-1395-98

A bill to be entitled 1 2 An act relating to the Everglades Program; creating s. 373.45921, F.S.; creating the 3 4 "Everglades Restoration and Property Tax 5 Reduction Act"; providing legislative findings 6 with respect to the funding of the costs of 7 pollution abatement for Everglades restoration; defining terms; directing the South Florida 8 9 Water Management District to create an 10 Everglades Program Stormwater Utility; 11 authorizing the imposition of a stormwater 12 utility fee; amending s. 373.4592, F.S.; providing for a reduction in the ad valorem tax 13 millage rate cap in the Okeechobee Basin; 14 providing an expiration date for the tax; 15 16 providing for a refund of taxes collected; 17 providing an effective date. 18 19 Be It Enacted by the Legislature of the State of Florida: 20 21 Section 1. Section 373.45921, Florida Statutes, is 22 created to read: 23 373.45921 Everglades pollution abatement funding.--24 (1) This section may be cited as the "Everglades 25 Restoration and Property Tax Reduction Act." 26 (2) FINDINGS AND INTENT.--27 (a) The Legislature finds that phosphorous contained 28 in discharges from the Everglades Agricultural Area represents 29 pollution that causes imbalances in the natural populations of 30 aquatic flora and fauna of the Everglades Protection Area and 31

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the Everglades Agricultural Area and contributes significantly to the degradation of the Everglades ecosystem.

- (b) The Legislature finds that the 1988 federal lawsuit that led to the passage of the Marjory Stoneman Douglas Everglades Protection Act in 1991 and the Everglades Forever Act in 1994 was brought against the state for failure to enforce state water quality standards and that this failure resulted in significant water quality deterioration in Everglades National Park and the Loxahatchee National Wildlife Refuge from phosphorus pollution.
- (c) The Legislature finds that the primary purpose of the Everglades Program, created as part of the Everglades

 Forever Act in 1994, is to construct stormwater treatment areas and to develop research, technology, and projects for the purpose of removing phosphorus from Everglades

 Agricultural Area discharges.
- (d) The Legislature finds that the Everglades agricultural privilege tax, created as part of the Everglades Forever Act in 1994, does not require the property owners and lessees in the Everglades Agricultural Area to pay a share of the costs of the Everglades Program which is proportional to the full costs of abating pollution attributable to such owners and lessees.
- (e) The Legislature finds that subsequent to the effective date of amendments that became s. 7, Article II of the State Constitution, and notwithstanding the provisions of s. 373.4592 to the contrary, property owners and lessees in the Everglades Agricultural Area must now be required to pay 100 percent of the cost of abating pollution that they cause.
- (f) The Legislature finds that additional projects will likely be needed in order to proceed with Phase II of

Everglades restoration in order to meet the phosphorus criterion in the Everglades Protection Area and Everglades

Agricultural Area, or the 10 parts per billion "default standard" contained in s. 373.4592. A significant amount of the cost of these additional measures will be for the purpose of abating pollution attributable to property owners and lessees in the Everglades Agricultural Area.

- (g) It is the intent of the Legislature to require additional payments from property owners and lessees in the Everglades Agricultural Area to supplement payments made under the Everglades agricultural privilege tax toward the cost of abating pollution attributable to the Everglades Agricultural Area.
- (h) The Legislature finds that any property owner who contributes to the need for stormwater management systems and programs, as determined for each individual property owner by the district under this section, benefits from the systems and programs, and the benefits are deemed to be directly proportional to the relative contribution of the property owner to the need.
- (i) The Legislature finds that the creation of stormwater utilities in the Everglades Agricultural Area is an appropriate method to equitably charge those in the Everglades Agricultural Area for the costs of abating pollution that they cause in the Everglades Protection Area and the Everglades Agricultural Area.
- (j) The Legislature finds that in order to fairly implement s. 7(b), Article II of the State Constitution, ad valorem property taxes within the Okeechobee Basin of the South Florida Water Management District used for the purpose

1	of funding the Everglades Construction Project should be
2	capped at 0.5 mills.
3	(2) DEFINITIONSAs used in this section, the term:
4	(a) "Best management practice" or "BMP" has the
5	meaning set forth in s. 373.4592(2)(a). However, nothing in
6	this section precludes the South Florida Water Management
7	District from amending its rules to modify the Best Management
8	Practices provided for in this section to increase its
9	effectiveness in removing phosphorus.
10	(b) "District" means the South Florida Water
11	Management District.
12	(c) "Everglades Agricultural Area"or "EAA" has the
13	<pre>meaning set forth in s. 373.4592(2)(e).</pre>
14	(d) "Everglades Program" has the meaning set forth in
15	s. 373.4592(2)(g).
16	(e) "Everglades Protection Area" has the meaning set
17	forth in s. 373.4592(2)(h).
18	(f) "Stormwater management program" has the meaning
19	<pre>set forth in s. 403.031(15).</pre>
20	(g) "Stormwater management system" has the meaning set
21	forth in s. 403.031(15).
22	(h) "Stormwater utility" has the meaning set forth in
23	<u>s. 403.031(17).</u>
24	(i) "Stormwater treatment areas" or "STAs" has the
25	meaning set forth in s. 373.4592(2)(1).
26	(3) EVERGLADES AGRICULTURAL AREA STORMWATER UTILITY
27	(a) Any other provisions of the law to the contrary
28	notwithstanding, the district shall create stormwater
29	utilities as may be required to fully fund the costs of
30	abating pollution in the Everglades Protection Area or the

Everglades Agricultural Area attributable to property owners or lessees in the Everglades Agricultural Area.

- Stormwater Utility within the Everglades Agricultural Area and the utility shall impose stormwater utility fees in an amount to fully fund the Everglades Program as the program is defined in s. 373.4592, including planning, acquisition, design, construction, financing, operation, maintenance, research and monitoring, regulation, and all other facets of the program. Everglades Program Stormwater Utility fees shall be charged to property owners or lessees in the Everglades Agricultural Area in proportion to the phosphorus loads discharged by the property owners or lessees.
- 1. The stormwater utility fees shall be charged annually to Everglades Agricultural Area property owners or lessees by the district in a fee notice mailed in November of each year.
- 2. The district shall determine on an annual basis the share of Everglades Program costs attributable to pollution from Everglades Agricultural Area property owners or lessees. The share shall be determined by calculating the percentage of phosphorus loads to the Stormwater Treatment Areas that are discharged by the Everglades Agricultural Area and applying that percentage to total remaining Everglades Program costs. In assessing the annual remaining Everglades Program costs, the district shall account for any increases in program costs that may occur from year to year.
- 3. The district shall determine the aggregate phosphorus load produced in and discharged from the Everglades Agricultural Area and the individual phosphorus loads produced by each property owner or lessee in the Everglades

Agricultural Area, using the Best Management Practice identification measuring points contained in the Everglades

Best Management Practice Report for Water Year 1996-97, published by the district on September 11, 1997.

- 4. The annual stormwater utility fee must be calculated on the basis of the amounts of phosphorous discharged to the Stormwater Treatment Areas by individual property owners or lessees and on a per-acre basis.
- 5. The district, by rule, shall adopt a system of stormwater utility fee incentive credits for those landowners and lessees in the Everglades Agricultural Area. The incentive fee credits must be designed to reward Everglades Agricultural Area landowners or lessees that annually reduce their phosphorous loads on a per-acre basis.
- 6. All stormwater utility fees established under this subsection shall be charged on an annual basis to property owners or lessees in the Everglades Agricultural Area by the district through a fee notice delivered contemporaneously with the combined notice for ad valorem taxes and non-ad valorem assessments provided for in s. 197.3635. The fees are due and payable on November 1 of each year and become delinquent on April 1 following the year in which they are charged or immediately after 60 days have expired from the mailing of the original fee notice, whichever is later.
- 7. Any utility fees charged under this subsection constitute a lien against the property or the leasehold or other interest in governmental property. The lien is in effect from January 1 of the year the utility fee notice is mailed until discharged by payment and is equal in rank and dignity with the liens of all state, county, district, or municipal taxes and non-ad valorem assessments imposed under general

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30 31 law, special act, or local ordinance and is superior in dignity to all other liens, titles, and claims. The district may enforce the payment of utility fees charged under this subsection through actions or proceedings in any court of competent jurisdiction for unpaid deposits and charges.

Section 2. Paragraph (a) of subsection (4) of section 373.4592, Florida Statutes, is amended to read:

373.4592 Everglades improvement and management.--

- (4) EVERGLADES PROGRAM. --
- (a) Everglades Construction Project. -- The district shall implement the Everglades Construction Project. By the time of completion of the project, the state, district, or other governmental authority shall purchase the inholdings in the Rotenberger and such other lands necessary to achieve a 2:1 mitigation ratio for the use of Brown's Farm and other similar lands, including those needed for the STA 1 Inflow and Distribution Works. The inclusion of public lands as part of the project is for the purpose of treating waters not coming from the EAA for hydroperiod restoration. It is the intent of the Legislature that the district aggressively pursue the implementation of the Everglades Construction Project in accordance with the schedule in this subsection. The Legislature recognizes that adherence to the schedule is dependent upon factors beyond the control of the district, including the timely receipt of funds from all contributors. The district shall take all reasonable measures to complete timely performance of the schedule in this section in order to finish the Everglades Construction Project. The district shall not delay implementation of the project beyond the time delay caused by those circumstances and conditions that prevent timely performance. The district shall not levy ad valorem

taxes in excess of 0.05 $\frac{0.1}{0.1}$ mill within the Okeechobee Basin for the purposes of the design, construction, and acquisition 3 of the Everglades Construction Project. The authority to levy 4 ad valorem taxes not in excess of 0.05 mill within the 5 Okeechobee Basin for the Everglades Construction Project 6 expires July 1, 2006. The ad valorem tax proceeds not 7 exceeding $0.05 \, \frac{0.1}{0.1}$ mill levied within the Okeechobee Basin for such purposes shall be the sole direct district contribution 8 9 from district ad valorem taxes appropriated or expended for 10 the design, construction, and acquisition of the Everglades 11 Construction Project unless the Legislature by specific amendment to this section increases the $0.05 \, \frac{0.1}{0.1}$ mill ad 12 13 valorem tax contribution, increases the agricultural privilege taxes, or otherwise reallocates the relative contribution by 14 15 ad valorem taxpayers and taxpayers paying the agricultural privilege taxes toward the funding of the design, 16 17 construction, and acquisition of the Everglades Construction Project. Notwithstanding the provisions of s. 200.069 to the 18 19 contrary, any millage levied under the 0.05 $\frac{0.1}{0.1}$ mill 20 limitation in this paragraph shall be included as a separate entry on the Notice of Proposed Property Taxes pursuant to s. 21 200.069. Once the STAs are completed, the district shall allow 22 these areas to be used by the public for recreational purposes 23 24 in the manner set forth in s. 373.59(11) s. 373.59(10), 25 considering the suitability of these lands for such uses. These lands shall be made available for recreational use 26 unless the district governing board can demonstrate that such 27 28 uses are incompatible with the restoration goals of the 29 Everglades Construction Project or the water quality and hydrological purposes of the STAs or would otherwise adversely 30 31 impact the implementation of the project. The district shall

give preferential consideration to the hiring of agricultural workers displaced as a result of the Everglades Construction Project, consistent with their qualifications and abilities, for the construction and operation of these STAs. The following milestones apply to the completion of the Everglades Construction Project as depicted in the February 15, 1994, conceptual design document:

- 1. The district must complete the final design of the STA 1 East and West and pursue STA 1 East project components as part of a cost-shared program with the Federal Government. The district must be the local sponsor of the federal project that will include STA 1 East, and STA 1 West if so authorized by federal law. Land acquisition shall be completed for STA 1 West by April 1, 1996, and for STA 1 East by July 1, 1998;
- 2. Construction of STA 1 East is to be completed under the direction of the United States Army Corps of Engineers in conjunction with the currently authorized C-51 flood control project by July 1, 2002;
- 3. The district must complete construction of STA 1 West and STA 1 Inflow and Distribution Works under the direction of the United States Army Corps of Engineers, if the direction is authorized under federal law, in conjunction with the currently authorized C-51 flood control project, by January 1, 1999;
- 4. The district must complete construction of STA 2 by February 1, 1999;
- 5. The district must complete construction of STA 3/4 by October 1, 2003;
- 6. The district must complete construction of STA 5 by January 1, 1999; and

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taxes collected.

1 The district must complete construction of STA 6 by 2 October 1, 1997. 3 East Beach Water Control District, South Shore 8 4 Drainage District, South Florida Conservancy District, East 5 Shore Water Control District, and the lessee of agricultural 6 lease number 3420 shall complete any system modifications 7 described in the Everglades Construction Project to the extent that funds are available from the Everglades Fund. These 8 9 entities shall divert the discharges described within the 10 Everglades Construction Project within 60 days of completion of construction of the appropriate STA. Such required 11 modifications shall be deemed to be a part of each district's 12 plan of reclamation pursuant to chapter 298. 13 14 15 It is the intent of the Legislature that moneys for the 16 Everglades Program collected after November 5, 1996, under this paragraph, but in violation of s. 7(b), Art. II of the 17 18 State Constitution, be refunded to property taxpayers. The 19 district shall make refunds in an amount that consists of the costs of the Everglades Program paid by taxpayers but not 20 21 attributable to them. 22 Section 3. This act shall take effect upon becoming a 23 law. 24 25 26 SENATE SUMMARY Creates the "Everglades Restoration and Property Tax Reduction Act." Provides legislative findings for funding the costs of pollution abatement for Everglades restoration. Directs the South Florida Water Management District to create a stormwater utility and impose a utility fee to fully fund the Everglades Program. Provides for a reduction in the ad valorem tax millage rate cap in the Okechobee Basin and provides an 27 28 2.9

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rate cap in the Okeechobee Basin and provides an expiration date for the tax. Provides for a refund of