By the Committee on Water & Resource Management and Representatives Littlefield and Fasano

A bill to be entitled 1 2 An act relating to regional water supply 3 authorities; amending s. 120.52, F.S.; providing that a member government is not 4 5 considered a party in administrative proceedings under certain conditions; amending 6 7 s. 373.1963, F.S.; revising criteria for 8 governance of the West Coast Regional Water 9 Supply Authority and its member governments 10 under interlocal agreements; declaring 11 legislative intent to supersede other laws; repealing s. 373.1963(5), F.S., relating to a 12 13 process for review of a consumptive use permit; amending s. 682.02, F.S.; providing for the 14 arbitration of certain controversies concerning 15 16 water use; amending s. 768.28, F.S.; allowing 17 an authority to indemnify its member 18 governments; providing an effective date. 19 20 Be It Enacted by the Legislature of the State of Florida: 21 22 Section 1. Subsection (12) of section 120.52, Florida Statutes, is amended to read: 23 120.52 Definitions.--As used in this act: 24 25 (12) "Party" means: 26 (a) Specifically named persons whose substantial 27 interests are being determined in the proceeding. 28 (b) Any other person who, as a matter of 29 constitutional right, provision of statute, or provision of agency regulation, is entitled to participate in whole or in 30

affected by proposed agency action, and who makes an appearance as a party.

- (c) Any other person, including an agency staff member, allowed by the agency to intervene or participate in the proceeding as a party. An agency may by rule authorize limited forms of participation in agency proceedings for persons who are not eligible to become parties.
- (d) Any county representative, agency, department, or unit funded and authorized by state statute or county ordinance to represent the interests of the consumers of a county, when the proceeding involves the substantial interests of a significant number of residents of the county and the board of county commissioners has, by resolution, authorized the representative, agency, department, or unit to represent the class of interested persons. The authorizing resolution shall apply to a specific proceeding and to appeals and ancillary proceedings thereto, and it shall not be required to state the names of the persons whose interests are to be represented.

The term "party" does not include a member government of a regional water supply authority or a governmental or quasi-judicial board or commission established by local ordinance or special or general law where the governing membership of such board or commission is shared with, in whole or in part, or appointed by a member government of a regional water supply authority in proceedings under s. 120.569, s. 120.57, or s. 120.68, to the extent that an interlocal agreement under ss. 163.01 and 373.1962 exists in which the member government has agreed that its substantial interests are not affected by the proceedings or that it is to

 be bound by alternative dispute resolution in lieu of participating in the proceedings. This exclusion applies only to those particular types of disputes or controversies, if any, identified in an interlocal agreement.

Section 2. Present subsection (5) of section 373.1963, Florida Statutes, is repealed, subsection (1) of said section is amended, subsections (2), (3), and (4) are renumbered as subsections (3), (4), and (5), respectively, and a new subsection (2) is added to said section, to read:

373.1963 Assistance to West Coast Regional Water Supply Authority.--

- encourage and facilitate the implementation of changes in governance recommended by the West Coast Regional Water Supply Authority in its reports report to the Legislature dated February 1, 1997, and. The authority shall submit a supplemental report to the President of the Senate and the Speaker of the House of Representatives on the status of implementing its prior recommendations for changes in governance by January 5, 1998. The authority and its member governments may reconstitute the authority's its governance and rename the authority in a manner consistent with its report to the Legislature, and with the provisions set forth herein, under a voluntary interlocal agreement must comply with this subsection, which substantially provides as follows:
- (a) The authority and its member governments agree that cooperative efforts are mandatory to meet their water needs in a manner that will provide adequate and dependable supplies of water where needed without resulting in adverse

environmental effects upon the areas from which the water is withdrawn or otherwise produced.

- Constitution and notwithstanding s. 163.01, the interlocal agreement may include the following terms, which are considered approved by the parties without a vote of their electors, upon execution of the interlocal agreement by all member governments and upon satisfaction of all conditions precedent in the interlocal agreement: To the extent provided in the interlocal agreement, and to the extent permitted by law:
- 1. All member governments shall relinquish to the authority their individual rights to develop potable water supply sources, except as otherwise provided in the interlocal agreement;
- 2. The authority shall be the sole and exclusive wholesale potable water supplier for all member governments; and
- 3. The authority shall have the absolute and unequivocal obligation to meet the wholesale needs of the member governments for potable water.
- 4. A member government may not restrict or prohibit the use of land within a member's jurisdictional boundaries by the authority for water supply purposes through use of zoning, land use, comprehensive planning, or other form of regulation.
- 5. A member government may not impose any tax, fee, or charge upon the authority in conjunction with the production or supply of water not otherwise provided for in the interlocal agreement.
- 6. The authority may use the powers provided in part II of chapter 159 for financing and refinancing water

treatment, production, or transmission facilities, including, but not limited to, desalinization facilities. All such water treatment, production, or transmission facilities are considered a "manufacturing plant" for purposes of s.

159.27(5) and serve a paramount public purpose by providing water to citizens of the state.

- 7. A member government and any governmental or quasi-judicial board or commission established by local ordinance or general or special law where the governing membership of such board or commission is shared, in whole or in part, or appointed by a member government agreeing to be bound by the interlocal agreement shall be limited to the procedures set forth therein regarding actions that directly or indirectly restrict or prohibit the use of lands or other activities related to the production or supply of water.
- (c) The authority shall acquire full or lesser interests in all regionally significant member government wholesale water supply facilities and tangible assets and each member government shall convey such interests in the facilities and assets to the authority, at an agreed value.
- (d) The authority shall charge a uniform per gallon wholesale rate to member governments for the wholesale supply of potable water. All capital, operation, maintenance, and administrative costs for existing facilities and acquired facilities, authority master water plan facilities, and other future projects must be allocated to member governments based on water usage at the uniform per gallon wholesale rate.
- (e) To the extent provided in The interlocal agreement may include and to the extent permitted by law, member governments shall develop procedures for resolving the parties'their differences regarding water management district

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proposed agency action in the water use permitting process within the authority. Such procedures should minimize the potential for litigation and include alternative dispute resolution. Any governmental or quasi-judicial board or commission established by local ordinance or general or special law where the governing members of such board or commission is shared, in whole or in part, or appointed by a member government, may agree to be bound by the dispute resolution procedures set forth in the interlocal agreement. Nothing herein or in said procedures shall affect the rights of participants under chapter 120.

(f) Upon execution of the voluntary interlocal agreement provided for herein, the authority shall jointly develop with the Southwest Florida Water Management District alternative sources of potable water and transmission pipelines to interconnect regionally significant water supply sources and facilities of the authority in amounts sufficient to meet the needs of all member governments for a period of at least 20 years and for natural systems. Nothing herein, however, shall preclude the authority and its member governments from developing traditional water sources pursuant to the voluntary interlocal agreement. Development and construction costs for alternative source facilities, which may include a desalination facility and significant regional interconnects, must be borne as mutually agreed to by both the authority and the Southwest Florida Water Management District. Nothing herein shall preclude authority or district cost sharing with private entities for the construction or ownership of alternative source facilities. By December 31, 1997, the authority and the Southwest Florida Water Management 31 District shall:

- 1. Enter into a mutually acceptable agreement detailing the development and implementation of directives contained in this paragraph; or
- 2. Jointly prepare and submit to the President of the Senate and the Speaker of the House of Representatives a report describing the progress made and impediments encountered in their attempts to implement the water resource development and water supply development directives contained in this paragraph.
- Nothing in this <u>section</u> subsection shall be construed to modify the rights or responsibilities of the authority <u>or</u>;its member governments, <u>except as otherwise provided herein</u>,or <u>of</u> the Southwest Florida Water Management District <u>or the</u> <u>department pursuant to chapter 373 or chapter 403 and</u> as otherwise set forth by statutes.
- (g) Unless otherwise provided in the interlocal agreement, the authority shall be governed by a board of commissioners consisting of nine voting members, all of whom must be elected officers, as follows:
- 1. Three members from Hillsborough County who must be selected by the county commission; provided, however, that one member shall be selected by the Mayor of Tampa in the event that the City of Tampa elects to be a member of the authority;
- 2. Three members from Pasco County, two of whom must be selected by the county commission and one of whom must be selected by the City Council of New Port Richey;
- 3. Three members from Pinellas County, two of whom must be selected by the county commission and one of whom must be selected by the City Council of St. Petersburg.

Except as otherwise provided in this section or in the voluntary interlocal agreement between the member governments, a majority vote shall bind the authority and its member governments in all matters relating to the funding of wholesale water supply, production, delivery, and related activities.

(2) The provisions of this section supersede any conflicting provisions contained in all other general or special laws or provisions thereof as they may apply directly or indirectly to the exclusivity of water supply or withdrawal of water, including provisions relating to the environmental effects, if any, in conjunction with the production and supply of potable water, and the provisions of this section are intended to be a complete revision of all laws related to a regional water supply authority created under ss. 373.1962 and 373.1963.

Section 3. Section 682.02, Florida Statutes, is amended to read:

and enforceable; scope. -- Two or more parties may agree in writing to submit to arbitration any controversy existing between them at the time of the agreement, or they may include in a written contract a provision for the settlement by arbitration of any controversy thereafter arising between them relating to such contract or the failure or refusal to perform the whole or any part thereof. This section also applies to written interlocal agreements under ss. 163.01 and 373.1962 in which two or more parties agree to submit to arbitration any controversy between them concerning water use permit applications and other matters, regardless of whether or not the water management district with jurisdiction over the

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subject application is a party to the interlocal agreement or a participant in the arbitration. Such agreement or provision shall be valid, enforceable, and irrevocable without regard to the justiciable character of the controversy; provided that this act shall not apply to any such agreement or provision to arbitrate in which it is stipulated that this law shall not apply or to any arbitration or award thereunder.

Section 4. Subsection (18) of section 768.28, Florida Statutes, is amended to read:

768.28 Waiver of sovereign immunity in tort actions; recovery limits; limitation on attorney fees; statute of limitations; exclusions; indemnification; risk management programs.--

(18) Neither the state nor any agency or subdivision of the state waives any defense of sovereign immunity, or increases the limits of its liability, upon entering into a contractual relationship with another agency or subdivision of the state. Such a contract must not contain any provision that requires one party to indemnify or insure the other party for the other party's negligence or to assume any liability for the other party's negligence. This does not preclude a party from requiring a nongovernmental entity to provide such indemnification or insurance. The restrictions of this subsection do not prevent a regional water supply authority from indemnifying and assuming the liabilities of its member governments for obligations arising from past acts or omissions at or with property acquired from a member government by the authority and arising from the acts or omissions of the authority in performing activities contemplated by an interlocal agreement. Such indemnification may not be considered to increase or otherwise waive the

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