A bill to be entitled 1 2 An act relating to community redevelopment; amending s. 163.340, F.S.; revising 3 definitions; amending s. 163.355, F.S.; 4 5 providing additional criteria for a finding of necessity for community redevelopment; amending 6 7 s. 163.361, F.S.; requiring the appropriate governing body to hold public hearings on 8 9 modifications of community redevelopment plans; amending s. 163.362, F.S.; revising provisions 10 11 relating to modifications of contents of community redevelopment plans; amending s. 12 163.385, F.S.; revising provisions relating to 13 14 issuance and maturation of refunding bonds; 15 amending s. 163.387, F.S.; specifying the time 16 period for appropriations to the redevelopment trust fund; providing for applicability; 17 providing an effective date. 18

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Subsections (3), (7), and (8) of section 163.340, Florida Statutes, are amended to read:

24 163.340 Definitions.--The following terms, wherever 25 used or referred to in this part, have the following meanings:

- (3) "Governing body" means the council, commission, or other legislative body charged with governing the county or municipality.
- 29 (7) "Slum area" means an area with physical or
  30 economic conditions conducive to disease, infant mortality,
  31 juvenile delinquency, poverty, or crime because in which there

is a predominance of buildings or improvements, whether residential or nonresidential, that are impaired which by reason of dilapidation, deterioration, age, or obsolescence, and which area exhibits one or more of the following factors:

- (a) Inadequate provision for ventilation, light, air, sanitation, or open spaces;
- (b) High density of population, compared to the population density of adjacent areas within the county or municipality, and overcrowding, as indicated by government-maintained statistics and the requirements of the Florida Building Code; or
- (c) The existence of conditions which endanger life or property by fire or other causes; or any combination of such factors is conducive to ill health, transmission of disease, infant mortality, juvenile delinquency, or crime and is detrimental to the public health, safety, morals, or welfare.
  - (8) "Blighted area" means either:

(a) an area in which there are a substantial number of slum, deteriorated, or deteriorating structures, in which and conditions as indicated by government-maintained statistics are leading that lead to economic distress or endanger life or property, and in which two or more of the following factors are present by fire or other causes or one or more of the following factors that substantially impairs or arrests the sound growth of a county or municipality and is a menace to the public health, safety, morals, or welfare in its present condition and use:

(a)1. Predominance of defective or inadequate street layout, parking facilities, roadways, bridges, or public transportation facilities;

1	(b)2. An unemployment rate, over a 5-year period, that
2	is higher than and rising faster than the unemployment rate of
3	the county or municipality in which the proposed redevelopment
4	area is situated;
5	(c) A tax base that has failed to show any appreciable
6	increase over the last 5 years;
7	(d) Faulty lot layout in relation to size, adequacy,
8	accessibility, or usefulness;
9	(e) An increase in the number of tax-exempt
10	properties;
11	$(f)^{3}$ . Unsanitary or unsafe conditions;
12	(g)4. Deterioration of site or other improvements;
13	$(h)^{5}$ . Inadequate and outdated building density
14	patterns;
15	(i) Falling lease rates per square foot of office,
16	commercial, or industrial space;
17	(j)6. Tax or special assessment delinquency exceeding
18	the fair value of the land;
19	$(k)^{7}$ . High residential and commercial vacancy rates
20	compared to the remainder of the county or municipality
21	Inadequate transportation and parking facilities; and
22	(1)8. A high incidence of crime compared to the
23	remainder of the county or municipality;
24	(m) A large number of fire and emergency medical
25	service calls to the area compared to the remainder of the
26	county or municipality;
27	(n) A large number of violations of the Florida
28	Building Code in the area compared to the number of violations
29	recorded in other areas of the county or municipality; or
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(o) Diversity of ownership or defective or unusual 1 2 conditions of title which prevent the free alienability of 3 land within the deteriorated or hazardous area. ; or 4

(b) An area in which there exists faulty or inadequate street layout; inadequate parking facilities; or roadways, bridges, or public transportation facilities incapable of handling the volume of traffic flow into or through the area, either at present or following proposed construction.

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> The terms "slum" or "blighted area," as amended by this act, do not apply to any community redevelopment agency created prior to October 1, 2002, except where such agency modifies its community redevelopment area or plan. However, For purposes of qualifying for the tax credits authorized in chapter 220, "blighted area" means an area as defined in this subsection described in paragraph (a).

Section 2. Section 163.355, Florida Statutes, is amended to read:

163.355 Finding of necessity by county or municipality. -- No county or municipality shall exercise the community redevelopment authority conferred by this part until after the appropriate governing body has first adopted a resolution, supported by a detailed justification, that finds that the conditions in the area meet the criteria described in s. 163.340(7) or (8). The resolution shall state finding that:

- (1) One or more slum or blighted areas, or one or more areas in which there is a shortage of housing affordable to residents of low or moderate income, including the elderly, exist in such county or municipality; and,
- (2) The rehabilitation, conservation, or 31 redevelopment, or a combination thereof, of such area or

areas, including, if appropriate, the development of housing which residents of low or moderate income, including the elderly, can afford, is necessary in the interest of the public health, safety, morals, or welfare of the residents of such county or municipality.

This section, as amended by this act, does not apply to a community redevelopment agency created prior to October 1, 2002, except where such agency modifies its community redevelopment area or plan.

Section 3. Subsections (1) and (2) of section 163.361, Florida Statutes, are amended to read:

163.361 Modification of community redevelopment plans.--

- (1) If at any time after the approval of a community redevelopment plan by the <u>appropriate</u> governing body it becomes necessary or desirable to amend or modify such plan, the governing body may amend such plan upon the recommendation of the agency. The agency recommendation to amend or modify a redevelopment plan may include a change in the boundaries of the redevelopment area to add land to or exclude land from the redevelopment area, or may include the development and implementation of community policing innovations.
- (2) The <u>appropriate</u> governing body shall hold a public hearing on <u>any</u>  $\frac{1}{2}$  proposed modification of a community redevelopment plan after public notice thereof by publication in a newspaper having a general circulation in the area of operation of the agency.

Section 4. Subsection (10) of section 163.362, Florida Statutes, is amended to read:

163.362 Contents of community redevelopment 1 2 plan. -- Every community redevelopment plan shall: 3 (10) Provide a time certain for completing all 4 redevelopment financed by increment revenues. Such time 5 certain shall occur no later than 30 years after the fiscal 6 year in which the plan is initially approved or, adopted, or 7 amended pursuant to s. 163.361(1). For plans amended or 8 modified pursuant to s. 163.361 for any community 9 redevelopment agency created prior to October 1, 2002, such time certain shall occur no later than 30 years after the 10 11 fiscal year in which the plan was amended or modified. In any 12 event, no community redevelopment agency existing before 13 October 1, 2002, shall have a time certain by which to 14 complete all redevelopment financed by increment revenues 15 beyond October 1, 2032. Section 5. Paragraph (a) of subsection (1) of section 16 163.385, Florida Statutes, is amended to read: 17 163.385 Issuance of revenue bonds.--18 19 (1)(a) When authorized or approved by resolution or 20 ordinance of the governing body, a county, municipality, or 21 community redevelopment agency has power in its corporate capacity, in its discretion, to issue redevelopment revenue 22 bonds from time to time to finance the undertaking of any 23 community redevelopment under this part, including, without 24 25 limiting the generality thereof, the payment of principal and 26 interest upon any advances for surveys and plans or 27 preliminary loans, and has power to issue refunding bonds for 28 the payment or retirement of bonds or other obligations 29 previously issued. Any redevelopment revenue bonds or other obligations issued to finance the undertaking of any community 30 31 redevelopment under this part shall mature within 30 <del>60</del> years

after the end of the fiscal year in which the initial 1 2 community redevelopment plan was approved or adopted. However, 3 in no event shall any redevelopment revenue bonds or other obligations issued to finance the undertaking of any community 4 5 redevelopment under this part mature later than the expiration 6 of the plan in effect at the time such bonds or obligations 7 were issued. The security for such bonds may be based upon the 8 anticipated assessed valuation of the completed community 9 redevelopment and such other revenues as are legally available. Any bond, note, or other form of indebtedness 10 11 pledging increment revenues to the repayment thereof shall mature no later than the end of the 30th fiscal year after the 12 13 end of the fiscal year in which the initial community 14 redevelopment plan was approved or adopted increment revenues are first deposited into the redevelopment trust fund or the 15 16 fiscal year in which the plan is subsequently amended. However, any refunding bonds issued pursuant to this paragraph 17 may not mature later than the final maturity date of any bonds 18 19 or other obligations issued pursuant to this paragraph being 20 paid or retired with the proceeds of such refunding bonds. Section 6. Subsection (1) and paragraphs (a) and (c) 21 22 of subsection (2) of section 163.387, Florida Statutes, are

163.387 Redevelopment trust fund.--

amended to read:

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(1) After approval of a community redevelopment plan, there shall be established for each community redevelopment agency created under s. 163.356 a redevelopment trust fund. Funds allocated to and deposited into this fund shall be used by the agency to finance or refinance any community redevelopment it undertakes pursuant to the approved community 31 redevelopment plan. No community redevelopment agency may

receive or spend any increment revenues pursuant to this section unless and until the governing body has, by ordinance, provided for the funding of the redevelopment trust fund for the duration of a community redevelopment plan. Such ordinance may be adopted only after the appropriate governing body has approved a community redevelopment plan. The annual funding of the redevelopment trust fund shall be in an amount not less than that increment in the income, proceeds, revenues, and funds of each taxing authority derived from or held in connection with the undertaking and carrying out of community redevelopment under this part. Such increment shall be determined annually and shall be that amount equal to 95 percent of the difference between:

- The amount of ad valorem taxes levied each year by each taxing authority, exclusive of any amount from any debt service millage, on taxable real property contained within the geographic boundaries of a community redevelopment area; and
- The amount of ad valorem taxes which would have been produced by the rate upon which the tax is levied each year by or for each taxing authority, exclusive of any debt service millage, upon the total of the assessed value of the taxable real property in the community redevelopment area as shown upon the most recent assessment roll used in connection with the taxation of such property by each taxing authority prior to the effective date of the ordinance providing for the funding of the trust fund.

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However, the governing body of any county as defined in s. 125.011(1) may, in the ordinance providing for the funding of a trust fund established with respect to any community 31 redevelopment area created on or after July 1, 1994, determine that the amount to be funded by each taxing authority annually shall be less than 95 percent of the difference between paragraphs (a) and (b), but in no event shall such amount be less than 50 percent of such difference.

- (2)(a) Except for the purpose of funding the trust fund pursuant to subsection (3), upon the adoption of an ordinance providing for funding of the redevelopment trust fund as provided in this section, each taxing authority shall, by January 1 of each year, appropriate to the trust fund for so long as any indebtedness pledging increment revenues to the payment thereof is outstanding (but not to exceed 30 years after the date of approval or adoption of the initial plan) a sum that is no less than the increment as defined and determined in subsection (1) accruing to such taxing authority. If the community redevelopment plan is amended or modified pursuant to s. 163.361(1), each such taxing authority shall make the annual appropriation for a period not to exceed 30 years after the date of approval or adoption of the initial the governing body amends the plan.
- (c) The following public bodies or taxing authorities created prior to July 1, 1993, are exempt from paragraph (a):
- 1. A special district that levies ad valorem taxes on taxable real property in more than one county.
- 2. A special district the sole available source of revenue of which is ad valorem taxes at the time an ordinance is adopted under this section.
- 3. A library district, except a library district in a jurisdiction where the community redevelopment agency had validated bonds as of April 30, 1984.
- 4. A neighborhood improvement district created under the Safe Neighborhoods Act.

1	5. A metropolitan transportation authority.
2	6. A water management district created under s.
3	373.069.
4	7. Any other special district that exists for the
5	improvement of the public health, safety, and welfare.
6	Section 7. Amendments to part III of chapter 163,
7	Florida Statutes, as provided by this act, do not apply to any
8	ordinance or resolution authorizing the issuance of any bond,
9	note, or other form of indebtedness to which are pledged
10	increment revenues pursuant to a community redevelopment plan,
11	or amendment or modification thereto, as approved or adopted
12	before October 1, 2002.
13	Section 8. This act shall take effect October 1, 2002.
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16	HOUSE SUMMARY
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18	Revises provisions relating to community redevelopment. Provides additional criteria for a finding of necessity
19	for community redevelopment. Requires the appropriate governing body to hold public hearings on modifications
20	of community redevelopment plans. Revises provisions relating to modifications of contents of community
21	redevelopment plans. Revises provisions relating to issuance and maturation of refunding bonds. Specifies the
22	time period for appropriations to the redevelopment trust fund. Provides for applicability.
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