

HB 0129 2003

A bill to be entitled An act relating to water and wastewater utility

An act relating to water and wastewater utility facilities; requiring a water or wastewater utility facility to be subject to county commission jurisdiction under certain circumstances; authorizing a local government to purchase a facility and establish rates for service; providing exceptions; amending s. 367.021, F.S.; revising a definition; repealing s. 163.01(7)(g), F.S., relating to the Florida Interlocal Cooperation Act of 1969; providing an effective date.

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

Section 1. (1) Notwithstanding the provisions of s.

367.022, Florida Statutes, any water or wastewater utility
facility acquired after September 1, 2003, by a legal entity
created under s. 163.01(7)(g), Florida Statutes, outside of the
territorial limits of the members of the entity shall be subject
to county commission jurisdiction in the county where services
are provided and received unless the ownership of the facility
is transferred to one of the entities described in subsection
(2) or subsection (3) of this act. Such transfer must be
completed within 12 months after the effective date of this act.

 (2) (a) The local government within which the water or wastewater utility facility is located may purchase the facility. Prior to taking any official action on the purchase, the local government shall obtain from the separate legal entity created under s. 163.01, Florida Statutes, the most recent available income and expense statement, balance sheet, and



HB 0129 2003

statement of rate base, any contributions in aid of construction, and any other necessary information concerning the facility to be purchased.

- (b) The local government may establish rates which are just, reasonable, compensatory, and not unfairly discriminatory. In establishing the rates, the local government shall consider the value and quality of the service and the cost of providing the service, which shall include, but not be limited to, debt interest; the requirements of the utility for working capital; and maintenance, depreciation, tax, and operating expenses incurred in the operation of all property used and useful in the public service.
- (3) If the local government does not wish to purchase the water or wastewater utility facility, it shall:
- (a) Establish government authority as defined in s. 367.021, Florida Statutes, to purchase and operate the facility on behalf of the local government; or
- (b) Petition the circuit court of the judicial circuit in which the utility facility is domiciled to appoint a receiver.

 The receiver shall operate the utility on behalf of the local government from the date of transfer until such time as the receiver disposes of the property of the utility in a manner designed to continue the efficient and effective operation of utility service.
- Section 2. <u>Paragraph (g) of subsection (7) of section</u>
 163.01, Florida Statutes, is repealed.
- Section 3. Subsection (7) of section 367.021, Florida Statutes, is amended to read:



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367.021 Definitions.--As used in this chapter, the following words or terms shall have the meanings indicated:

- (7) "Governmental authority" means a political subdivision, as defined by s. 1.01(8), a regional water supply authority created pursuant to s. 373.1962, or a nonprofit corporation formed for the purpose of acting on behalf of a political subdivision with respect to a water or wastewater utility facility.
 - Section 4. This act shall take effect upon becoming a law.

Page 3 of 3