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A bill to be entitled

2 An act relating to community redevelopment; amending s. 163.340, F.S.; defining the term "taxing authority"; 3 amending s. 163.346, F.S.; revising a requirement that a 4 governing body notify taxing authorities before taking 5 certain actions; creating s. 163.354, F.S.; authorizing 6 7 the adoption of a resolution establishing a slum and blight study area before making a finding of necessity; 8 9 amending s. 163.360, F.S.; specifying additional notice, hearing, and dispute resolution procedures for adoption of 10 a community redevelopment plan for certain community 11 redevelopment agencies; amending s. 163.361, F.S.; 12 specifying additional notice, hearing, and dispute 13 resolution procedures for adoption of a modified community 14 redevelopment plan expanding redevelopment area boundaries 15 16 for certain community redevelopment agencies; amending s. 163.387, F.S.; specifying for certain redevelopment 17 agencies certain limitations on amounts of increment 18 19 contributed to a redevelopment trust fund by certain 20 taxing authorities; authorizing enactment of an interlocal agreement providing for an alternative determination of 21 amounts of, payment schedules for, and interest on 22 increment contributions to a redevelopment trust fund; 23 amending s. 163.410, F.S.; providing requirements for 24 25 actions by certain counties delegating or changing a 26 delegation of powers to a municipality for community redevelopment areas; providing an effective date. 27

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Be It Enacted by the Legislature of the State of Florida: 29 30 Subsection (2) of section 163.340, Florida Section 1. 31 Statutes, is amended, and subsection (24) is added to that 32 section, to read: 33 163.340 Definitions.--The following terms, wherever used 34 35 or referred to in this part, have the following meanings: "Public body" or "taxing authority" means the state or 36 (2)any county, municipality, authority, special district as defined 37 in s. 165.031(5), or other public body of the state, except a 38 school district. 39 (24) "Taxing authority" means any local government other 40 than a school district that levies ad valorem millage against 41 the property within a community redevelopment area. 42 Section 2. Section 163.346, Florida Statutes, is amended 43 44 to read: 45 163.346 Notice to taxing authorities.--Before the governing body adopts any resolution or enacts any ordinance 46 required under s. 163.354, s. 163.355, s. 163.356, s. 163.357, 47 48 or s. 163.387; establishes a study area; creates a community 49 redevelopment agency; approves, adopts, or amends a community 50 redevelopment plan; or issues redevelopment revenue bonds under s. 163.385, the governing body must provide public notice of 51 52 such proposed action pursuant to s. 125.66(2) or s. 166.041(3)(a) and, at least 15 days before such proposed action, 53 54 mail by registered mail a notice to each taxing authority which levies ad valorem taxes on taxable real property contained 55 within the geographic boundaries of the redevelopment area. 56 Page 2 of 13

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57 Section 3. Section 163.354, Florida Statutes, is created 58 to read: 163.354 Development of study area. -- Prior to adopting a 59 60 resolution making a finding of necessity required by s. 163.355, 61 the governing body may adopt a resolution establishing a slum 62 and blight study area. 63 Section 4. Subsection (6) of section 163.360, Florida Statutes, is amended to read: 64 65 163.360 Community redevelopment plans.--(6) (a) The governing body shall hold a public hearing on a 66 community redevelopment plan after public notice thereof by 67 publication in a newspaper having a general circulation in the 68 area of operation of the county or municipality. The notice 69 70 shall describe the time, date, place, and purpose of the hearing, identify generally the community redevelopment area 71 72 covered by the plan, and outline the general scope of the 73 community redevelopment plan under consideration. 74 (b) For any community redevelopment agency created after 75 January 1, 2006, that was not created pursuant to a delegation 76 of authority under s. 163.410 by a county that has adopted a 77 home rule charter, the following additional procedures are 78 required prior to the governing body's adopting a community 79 redevelopment plan under subsection (7): 80 1. Within 30 days after receipt of any community redevelopment plan recommended by a community redevelopment 81 agency under subsection (5), the county shall provide written 82 notice to the governing body of the municipality that the county 83 has competing policy goals and plans for the public funds the 84

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85 county would be required to contribute to the tax increment 86 under the proposed community redevelopment plan. 2. If the notice required in subparagraph 1. is timely 87 88 provided, the board of county commissioners and the governing 89 body of the municipality that created the community 90 redevelopment agency shall schedule and hold a joint hearing 91 chaired by the county chair at which the competing policy goals for the public funds shall be discussed. Any such hearing must 92 93 be held within 90 days after receipt by the county of the 94 recommended community redevelopment plan. Prior to the joint public hearing, the county may propose an alternative 95 96 redevelopment plan to address the conditions identified in the resolution making a finding of necessity required by s. 163.355. 97 98 3. If the notice required in subparagraph 1. is timely provided, the municipality may not proceed with the adoption of 99 100 the plan under subsection (7) until 45 days after the joint 101 hearing unless the board of county commissioners has failed to 102 schedule and attend the joint hearing within the required 90-day 103 period. Notwithstanding the timeframes established in 104 4. 105 subparagraphs 2. and 3., the county and the municipality may at 106 any time voluntarily use the dispute resolution process 107 established in chapter 164 to attempt to resolve any competing policy goals between the county and municipality related to the 108 community redevelopment agency. Nothing in this subparagraph 109 grants the county or the municipality the authority to require 110 the other to participate in the dispute resolution process. 111

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Section 5. Subsection (3) of section 163.361, FloridaStatutes, is amended to read:

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163.361 Modification of community redevelopment plans.--

115 (3)(a) In addition to the requirements of s. 163.346, and 116 prior to the adoption of any modification to a community 117 redevelopment plan that expands the boundaries of the community 118 redevelopment area or extends the time certain set forth in the 119 redevelopment plan as required by s. 163.362(10), the agency 120 shall report such proposed modification to each taxing authority 121 in writing or by an oral presentation, or both, regarding such proposed modification. 122

For any community redevelopment agency that was not 123 (b) created pursuant to a delegation of authority under s. 163.410 124 125 by a county that has adopted a home rule charter and that modifies its adopted community redevelopment plan in a manner 126 127 that expands the boundaries of the redevelopment area, the 128 following additional procedures are required prior to the 129 governing body's adopting a modified community redevelopment 130 plan:

Within 30 days after receipt of any report of a 131 1. 132 proposed modification that expands the boundaries of the 133 redevelopment area, the county shall provide notice to the 134 governing body of the municipality that the county has competing policy goals and plans for the public funds the county would be 135 required to contribute to the tax increment under the proposed 136 modification to the community redevelopment plan. 137 If the notice required in subparagraph 1. is timely 138 2. 139 provided, the board of county commissioners and the governing

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140	body of the municipality that created the community
141	redevelopment agency shall schedule and hold a joint hearing
142	chaired by the county chair at which the competing policy goals
143	for the public funds shall be discussed. Any such hearing shall
144	be held within 90 days after receipt by the county of the
145	recommended modification of the adopted community redevelopment
146	plan. Prior to the joint public hearing, the county may propose
147	an alternative modified community redevelopment plan to address
148	the conditions identified in the resolution making a finding of
149	necessity required under s. 163.355.
150	3. If the notice required in subparagraph 1. is timely
151	provided, the municipality may not proceed with the adoption of
152	the plan under s. 163.360(7) until 45 days after the joint
153	hearing unless the board of county commissioners has failed to
154	schedule and attend the joint hearing within the required 90-day
155	period.
156	4. Notwithstanding the timeframes established in
157	subparagraphs 2. and 3., the county and the municipality may at
158	any time voluntarily use the dispute resolution process
159	established in chapter 164 to attempt to resolve any competing
160	policy goals between the county and municipality related to the
161	expansion of the boundaries of the community redevelopment
162	agency. Nothing in this subparagraph grants the county or the
163	municipality the authority to require the other to participate
164	in the dispute resolution process.
165	Section 6. Subsection (1), paragraph (a) of subsection
166	(2), and subsection (3) of section 163.387, Florida Statutes,
167	are amended to read:
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163.387 Redevelopment trust fund.--

169 (1) (a) After approval of a community redevelopment plan, there shall be established for each community redevelopment 170 171 agency created under s. 163.356 a redevelopment trust fund. 172 Funds allocated to and deposited into this fund shall be used by the agency to finance or refinance any community redevelopment 173 174 it undertakes pursuant to the approved community redevelopment plan. No community redevelopment agency may receive or spend any 175 176 increment revenues pursuant to this section unless and until the governing body has, by ordinance, provided for the funding of 177 178 the redevelopment trust fund for the duration of a community redevelopment plan. Such ordinance may be adopted only after the 179 governing body has approved a community redevelopment plan. The 180 181 annual funding of the redevelopment trust fund shall be in an 182 amount not less than that increment in the income, proceeds, 183 revenues, and funds of each taxing authority derived from or held in connection with the undertaking and carrying out of 184 185 community redevelopment under this part. Such increment shall be 186 determined annually and shall be that amount equal to 95 percent of the difference between: 187

188 1.(a) The amount of ad valorem taxes levied each year by 189 each taxing authority, exclusive of any amount from any debt service millage, on taxable real property contained within the 190 qeographic boundaries of a community redevelopment area as 191 indicated by the preliminary assessment roll; and 192

The amount of ad valorem taxes which would have been 193 2.(b) produced by the rate upon which the tax is levied each year by 194 195 or for each taxing authority, exclusive of any debt service Page 7 of 13

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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.

202

However, the governing body of any county as defined in s. 203 204 125.011(1) may, in the ordinance providing for the funding of a 205 trust fund established with respect to any community 206 redevelopment area created on or after July 1, 1994, determine that the amount to be funded by each taxing authority annually 207 shall be less than 95 percent of the difference between 208 209 subparagraphs 1. and 2. paragraphs (a) and (b), but in no event 210 shall such amount be less than 50 percent of such difference. 211 (b)1. For any community redevelopment agency created after July 1, 2006, that was not created pursuant to a delegation of 212 213 authority under s. 163.410 by a county that has adopted a home 214 rule charter, or that extends the time certain set forth in the 215 redevelopment plan as required by s. 163.362(10) beyond 40 years after the later of the fiscal year in which the initial 216 217 redevelopment plan is adopted or the most recent amendment to the redevelopment plan is adopted, the amount of tax increment 218 to be contributed by any taxing authority shall be limited as 219 220 follows: a. If a taxing authority imposes a millage rate that 221 exceeds the millage rate imposed by the governing body that 222 created the trust fund, the amount of tax increment to be 223

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224 contributed by the taxing authority imposing the higher millage 225 rate shall be calculated using the millage rate imposed by the 226 governing body that created the trust fund, provided that any 227 taxing authority may voluntarily contribute amounts of tax 228 increment at a higher rate for a period of time as specified by 229 interlocal agreement between the taxing authority and the 230 community redevelopment agency. 231 b. At any time more than 19 years after the fiscal year in 232 which a taxing authority made its first contribution to a 233 redevelopment trust fund, the taxing authority, by resolution 234 effective no sooner than the next fiscal year and adopted by majority vote of the taxing authority's governing body at a 235 236 public hearing held not less than 30 or more than 45 days after 237 written notice delivered to the community redevelopment agency 238 and published in a newspaper of general circulation in the 239 redevelopment area, may limit the amount of increment 240 contributed by the taxing authority to the trust fund to the 241 average annual amount the taxing authority was obligated to 242 contribute to the trust fund in the 3 fiscal years immediately 243 preceding the adoption of such resolution, plus any increase in 244 the increment after the adoption of the resolution computed 245 using the taxable values of any area which is subject to an area reinvestment agreement. As used in this subparagraph, the term 246 247 "area reinvestment agreement" means an agreement between the community redevelopment agency and a private party, with or 248 without additional parties, provided that all the increment 249 computed for a specific area shall be reinvested in public 250 251 infrastructure or services, or both, or debt service for such

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252 infrastructure supporting a specific project identified in the agreement to be constructed within that area. Any such 253 254 reinvestment agreement must specify the estimated total amount 255 of public investment necessary to provide the public 256 infrastructure or services, or both, including any applicable 257 debt service. The increase in the increment of any area that is 258 subject to an area reinvestment agreement following the passage 259 of a resolution as provided in this subparagraph is limited to 260 the amount specified in the area reinvestment agreement as 261 necessary to provide the public infrastructure or services, or 262 both, including any applicable debt service, that is the subject 263 of the agreement. The increase in the increment of any area that 264 is subject to an area reinvestment agreement following the 265 passage of a resolution as provided in this sub-subparagraph 266 shall cease when the amount specified in the area reinvestment 267 agreement as necessary to provide the public infrastructure or 268 services, or both, including any applicable debt service, have 269 been invested. 270 For any community redevelopment agency that was not 2. 271 created pursuant to a delegation of authority under s. 163.410 272 by a county that has adopted a home rule charter and that 273 modifies its adopted community redevelopment plan after July 1, 274 2006, in a manner that expands the boundaries of the 275 redevelopment area, the amount of increment to be contributed by any taxing authority with respect to the expanded area shall be 276 277 limited as set forth in subparagraph 1. Except for the purpose of funding the trust fund 278 (2)(a) 279 pursuant to subsection (3), upon the adoption of an ordinance Page 10 of 13

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280 providing for funding of the redevelopment trust fund as provided in this section, each taxing authority shall, by 281 January 1 of each year, appropriate to the trust fund for so 282 long as any indebtedness pledging increment revenues to the 283 284 payment thereof is outstanding (but not to exceed 30 years) a 285 sum that is no less than the increment as defined and determined 286 in subsection (1) or paragraph (3)(b) accruing to such taxing 287 authority. If the community redevelopment plan is amended or 288 modified pursuant to s. 163.361(1), each such taxing authority shall make the annual appropriation for a period not to exceed 289 290 30 years after the date the governing body amends the plan. However, for any agency created on or after July 1, 2002, each 291 taxing authority shall make the annual appropriation for a 292 293 period not to exceed 40 years after the fiscal year in which the 294 initial community redevelopment plan is approved or adopted.

(3) (a) Notwithstanding the provisions of subsection (2), the obligation of the governing body which established the community redevelopment agency to fund the redevelopment trust fund annually shall continue until all loans, advances, and indebtedness, if any, and interest thereon, of a community redevelopment agency incurred as a result of redevelopment in a community redevelopment area have been paid.

302 (b) Notwithstanding the provisions of subsections (1) and 303 (2), an alternative method of determining the amount and time or 304 times of payment of, and rate of interest upon, tax increments 305 contributed to the trust fund, including formulae and limits 306 different than those specified in subsection (1), may be enacted 307 by interlocal agreement between any of the other taxing

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308 <u>authorities required to contribute a tax increment to the trust</u> 309 <u>fund and the governing body that created the community</u> 310 <u>redevelopment agency.</u>

311 Section 7. Section 163.410, Florida Statutes, is amended 312 to read:

313 163.410 Exercise of powers in counties with home rule 314 charters.--In any county which has adopted a home rule charter, the powers conferred by this part shall be exercised exclusively 315 316 by the governing body of such county. However, the governing body of any such county which has adopted a home rule charter 317 318 may, in its discretion, by resolution delegate the exercise of the powers conferred upon the county by this part within the 319 boundaries of a municipality to the governing body of such a 320 321 municipality. Such a delegation to a municipality shall confer 322 only such powers upon a municipality as shall be specifically 323 enumerated in the delegating resolution. Any power not 324 specifically delegated shall be reserved exclusively to the 325 governing body of the county. This section does not affect any 326 community redevelopment agency created by a municipality prior to the adoption of a county home rule charter. Unless otherwise 327 328 provided by an existing ordinance, resolution, or interlocal 329 agreement between any such county and a municipality, the governing body of the county that has adopted a home rule 330 charter shall approve or deny act on any request from a 331 municipality for a delegation of powers or a change in an 332 existing delegation of powers within 120 days after the receipt 333 of all required documentation or such request shall be deemed 334 approved. Any request by the county for additional documentation 335

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336	or other information shall be made in writing to the
337	municipality. The county shall notify the municipality in
338	writing within 30 days after receiving all the required
339	documentation and other requested information. If the meeting of
340	the county commission at which the request for a delegation of
341	powers or a change in an existing delegation of powers is unable
342	to be held due to events beyond the control of the county, the
343	request may be acted upon at the next regularly scheduled
344	meeting of the county commission without regard to the 120-day
345	limitation immediately sent to the governing body for
346	consideration.
347	Section 8. This act shall take effect July 1, 2006.

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