CHAMBER ACTION

1 The Local Government Council recommends the following: 2 3 Council/Committee Substitute Remove the entire bill and insert: 4 5 A bill to be entitled 6 An act relating to community redevelopment; amending s. 7 163.340, F.S.; revising a definition; defining the term "taxing authority"; amending s. 163.346, F.S.; revising 8 criteria for a notice to taxing authorities; creating s. 9 10 163.354, F.S.; authorizing a local governing body to adopt a resolution establishing a slum and blight study area 11 under certain circumstances; amending s. 163.360, F.S.; 12 specifying additional procedures required for adoption of 13 14 community redevelopment plans by the governing body of certain counties for certain community redevelopment 15 agencies; amending s. 163.361, F.S.; specifying additional 16 17 procedures required for adoption of a modified community redevelopment plan by a governing body of certain counties 18 for certain community redevelopment agencies; amending s. 19 163.387, F.S.; revising provisions relating to 20 21 redevelopment trust funds; providing limitations on the amount of tax increment contributions by a taxing 22 23 authority; providing for alternative methods for Page 1 of 15

CODING: Words stricken are deletions; words underlined are additions.

	CS
24	determining tax increment requirements by interlocal
25	agreement; amending s. 163.410, F.S.; providing additional
26	requirements for requests for information relating to
27	requests for delegation of certain powers; providing an
28	effective date.
29	
30	Be It Enacted by the Legislature of the State of Florida:
31	
32	Section 1. Subsection (2) of section 163.340, Florida
33	Statutes, is amended, and subsection (24) is added to that
34	section, to read:
35	163.340 DefinitionsThe following terms, wherever used
36	or referred to in this part, have the following meanings:
37	(2) "Public body" or "taxing authority" means the state or
38	any county, municipality, authority, special district as defined
39	in s. 165.031(5), or other public body of the state, except a
40	school district.
41	(24) "Taxing authority" means any public body other than a
42	school district that levies ad valorem millage against the
43	property within a community redevelopment area.
44	Section 2. Section 163.346, Florida Statutes, is amended
45	to read:
46	163.346 Notice to taxing authoritiesBefore the
47	governing body adopts any resolution or enacts any ordinance
48	required under <u>s. 163.354,</u> s. 163.355, s. 163.356, s. 163.357,
49	or s. 163.387; <u>establishes a study area;</u> creates a community
50	redevelopment agency; approves, adopts, or amends a community
51	redevelopment plan; or issues redevelopment revenue bonds under Page2of15

CODING: Words stricken are deletions; words underlined are additions.

hb1583-01-c1

2006

s. 163.385, the governing body must provide public notice of 52 53 such proposed action pursuant to s. 125.66(2) or s. 166.041(3)(a) and, at least 15 days before such proposed action, 54 55 mail by registered mail a notice to each taxing authority which levies ad valorem taxes on taxable real property contained 56 57 within the geographic boundaries of the redevelopment area. Section 3. Section 163.354, Florida Statutes, is created 58 59 to read: 163.354 Development of study area. -- Prior to adopting a 60 resolution making a finding of necessity required by s. 163.355, 61 62 the governing body may adopt a resolution establishing a slum and blight study area. 63 64 Section 4. Subsections (2) and (6) of section 163.360, 65 Florida Statutes, are amended to read: 66 163.360 Community redevelopment plans.--The community redevelopment plan shall: 67 (2)(a) 1.(a) Conform to the comprehensive plan for the county or 68 municipality as prepared by the local planning agency under the 69 70 Local Government Comprehensive Planning and Land Development Regulation Act. 71 2.(b) Be sufficiently complete to indicate such land 72 73 acquisition, demolition and removal of structures, redevelopment, improvements, and rehabilitation as may be 74 75 proposed to be carried out in the community redevelopment area; 76 zoning and planning changes, if any; land uses; maximum densities; and building requirements. 77 Provide for the development of affordable housing in 3.(c) 78 79 the area, or state the reasons for not addressing in the plan Page 3 of 15

CODING: Words stricken are deletions; words underlined are additions.

hb1583-01-c1

80 the development of affordable housing in the area. The county, 81 municipality, or community redevelopment agency shall coordinate 82 with each housing authority or other affordable housing entities 83 functioning within the geographic boundaries of the 84 redevelopment area, concerning the development of affordable 85 housing in the area.

The agency may contract with qualified nonprofit 86 (b) 87 organizations, faith-based organizations, or other entities to develop and provide affordable and workforce housing in the 88 89 redevelopment area and use tax increment dollars to offer 90 incentives for such development, including, but not limited to, 91 low interest or no interest loans through qualified lenders or 92 the agency itself; revolving loans; façade improvement loans or 93 grants; matching, seed, or leverage dollars for loans or grants; developer subsidies; and any other incentives determined to be 94 95 needed by the agency. For purposes of this paragraph, the term 96 "affordable housing" means housing that meets the definition of 97 affordable under s. 420.0004(3) and the term "workforce housing" 98 means housing for which the monthly rents or monthly mortgage payments, including taxes, insurance, and utilities, do not 99 exceed 30 percent of that amount which represents the percentage 100 101 of the median adjusted gross annual income for the households 102 whose income is 150 percent of the median income of the area.

103 (6) (a) The governing body shall hold a public hearing on a 104 community redevelopment plan after public notice thereof by 105 publication in a newspaper having a general circulation in the 106 area of operation of the county or municipality. The notice 107 shall describe the time, date, place, and purpose of the Page 4 of 15

CODING: Words stricken are deletions; words underlined are additions.

108 hearing, identify generally the community redevelopment area 109 covered by the plan, and outline the general scope of the community redevelopment plan under consideration. 110 111 (b) For any community redevelopment agency created after October 1, 2006, that was not created pursuant to a delegation 112 of authority under s. 163.410 by a county that has adopted a 113 114 home rule charter, the following additional procedures are 115 required prior to adoption by the governing body of a community 116 redevelopment plan under subsection (7): 117 Within 30 days after receipt of any community 1. 118 redevelopment plan recommended by a community redevelopment 119 agency under subsection (5), the county may provide written 120 notice to the governing body of the municipality that the county 121 has competing policy goals and plans for the public funds the county would be required to contribute to the tax increment 122 under the proposed community redevelopment plan. 123 124 2. If the notice required in subparagraph 1. is timely 125 provided, the board of county commissioners and the governing 126 body of the municipality that created the community redevelopment agency shall schedule and hold a joint hearing 127 chaired by the county commission chair at which the competing 128 129 policy goals for the public funds shall be discussed. Any such 130 hearing must be held within 90 days after receipt by the county of the recommended community redevelopment plan. Prior to the 131 132 joint public hearing, the county may propose an alternative redevelopment plan to address the conditions identified in the 133 resolution making a finding of necessity required by s. 163.355. 134 135 If such an alternative modified redevelopment plan is proposed Page 5 of 15

CODING: Words stricken are deletions; words underlined are additions.

	F	L	0	R	I	D	А	F	ł	0	U	S	Е	0	F	R	Е	Р	R	Е	S	Е	Ν	Т	А	Т	I	V	Е	S
--	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---

CS 136 by the county, such plan shall be delivered to the governing 137 body of the municipality that created the community redevelopment agency at least 20 days prior to holding the joint 138 139 meeting. 140 3. If the notice required in subparagraph 1. is timely 141 provided, the municipality may not proceed with the adoption of the plan under subsection (7) until 30 days after the joint 142 143 hearing unless the board of county commissioners has failed to schedule and attend the joint hearing within the required 90-day 144 145 period. 146 4. Notwithstanding the time requirements established in 147 subparagraphs 2. and 3., the county and the municipality may at 148 any time voluntarily use the dispute resolution process 149 established in chapter 164 to attempt to resolve any competing policy goals between the county and municipality related to the 150 community redevelopment agency. Nothing in this subparagraph 151 grants the county or the municipality the authority to require 152 153 the other local government to participate in the dispute 154 resolution process. 155 Section 5. Subsection (3) of section 163.361, Florida Statutes, is amended to read: 156 157 163.361 Modification of community redevelopment plans.--In addition to the requirements of s. 163.346, and 158 (3)(a) 159 prior to the adoption of any modification to a community 160 redevelopment plan that expands the boundaries of the community 161 redevelopment area or extends the time certain set forth in the 162 redevelopment plan as required by s. 163.362(10), the agency 163 shall report such proposed modification to each taxing authority Page 6 of 15

CODING: Words stricken are deletions; words underlined are additions.

2006

CS in writing or by an oral presentation, or both, regarding such 164 165 proposed modification. (b) For any community redevelopment agency that was not 166 167 created pursuant to a delegation of authority under s. 163.410 168 by a county that has adopted a home rule charter and that 169 modifies its adopted community redevelopment plan in a manner 170 that expands the boundaries of the redevelopment area, the 171 following additional procedures are required prior to adoption 172 by the governing body of a modified community redevelopment 173 plan: 174 Within 30 days after receipt of any report of a 1. 175 proposed modification that expands the boundaries of the 176 redevelopment area, the county may provide notice to the 177 governing body of the municipality that the county has competing policy goals and plans for the public funds the county would be 178 179 required to contribute to the tax increment under the proposed 180 modification to the community redevelopment plan. 181 2. If the notice required in subparagraph 1. is timely 182 provided, the board of county commissioners and the governing body of the municipality that created the community 183 redevelopment agency shall schedule and hold a joint hearing 184 185 chaired by the county commission chair at which the competing 186 policy goals for the public funds shall be discussed. Any such 187 hearing shall be held within 90 days after receipt by the county 188 of the recommended modification of the adopted community redevelopment plan. Prior to the joint public hearing, the 189 190 county may propose an alternative modified community 191 redevelopment plan to address the conditions identified in the

Page 7 of 15

CODING: Words stricken are deletions; words underlined are additions.

2006

192 resolution making a finding of necessity required under s. 163.355. If such an alternative modified redevelopment plan is 193 proposed by the county, such plan shall be delivered to the 194 195 governing body of the municipality that created the community 196 redevelopment agency at least 20 days prior to holding the joint 197 meeting. 3. If the notice required in subparagraph 1. is timely 198 199 provided, the municipality may not proceed with the adoption of 200 the plan under s. 163.360(7) until 30 days after the joint 201 hearing unless the board of county commissioners has failed to 202 schedule and attend the joint hearing within the required 90-day period. 203 204 4. Notwithstanding the time requirements established in 205 subparagraphs 2. and 3., the county and the municipality may at 206 any time voluntarily use the dispute resolution process 207 established in chapter 164 to attempt to resolve any competing policy goals between the county and municipality related to the 208 209 expansion of the boundaries of the community redevelopment 210 agency. Nothing in this subparagraph grants the county or the municipality the authority to require the other local government 211 to participate in the dispute resolution process. 212 213 Section 6. Subsection (1), paragraph (a) of subsection (2), and subsection (3) of section 163.387, Florida Statutes, 214 215 are amended to read: 216 163.387 Redevelopment trust fund. --(1) (a) After approval of a community redevelopment plan, 217 there shall be established for each community redevelopment 218 219 agency created under s. 163.356 a redevelopment trust fund. Page 8 of 15

CODING: Words stricken are deletions; words underlined are additions.

220 Funds allocated to and deposited into this fund shall be used by 221 the agency to finance or refinance any community redevelopment it undertakes pursuant to the approved community redevelopment 222 223 plan. No community redevelopment agency may receive or spend any increment revenues pursuant to this section unless and until the 224 225 governing body has, by ordinance, provided for the funding of the redevelopment trust fund for the duration of a community 226 redevelopment plan. Such ordinance may be adopted only after the 227 228 governing body has approved a community redevelopment plan. The 229 annual funding of the redevelopment trust fund shall be in an 230 amount not less than that increment in the income, proceeds, revenues, and funds of each taxing authority derived from or 231 held in connection with the undertaking and carrying out of 232 233 community redevelopment under this part. Such increment shall be 234 determined annually and shall be that amount equal to 95 percent 235 of the difference between:

236 <u>1.(a)</u> The amount of ad valorem taxes levied each year by 237 each taxing authority, exclusive of any amount from any debt 238 service millage, on taxable real property contained within the 239 geographic boundaries of a community redevelopment area <u>as</u> 240 <u>indicated by the preliminary assessment roll</u>; and

241 <u>2.(b)</u> The amount of ad valorem taxes which would have been 242 produced by the rate upon which the tax is levied each year by 243 or for each taxing authority, exclusive of any debt service 244 millage, upon the total of the assessed value of the taxable 245 real property in the community redevelopment area as shown upon 246 the most recent assessment roll used in connection with the 247 taxation of such property by each taxing authority prior to the 248 Page 9 of 15

CODING: Words stricken are deletions; words underlined are additions.

HB 1583 effective date of the ordinance providing for the funding of the trust fund. 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 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 subparagraphs 1. and 2. paragraphs (a) and (b), but in no event shall such amount be less than 50 percent of such difference. (b)1. For any community redevelopment agency created after October 1, 2006, that was not created pursuant to a delegation of authority under s. 163.410 by a county that has adopted a home rule charter, the amount of tax increment to be contributed by any taxing authority shall be limited as follows: If a taxing authority imposes a millage rate that a. exceeds the millage rate imposed by the governing body that created the trust fund, the amount of tax increment to be contributed by the taxing authority imposing the higher millage

248

249

250

251

252 253

254

255

256

257

258

259

260

261

262

263

264

265

266

267 rate shall be calculated using the millage rate imposed by the 268 269 governing body that created the trust fund. Nothing shall 270 prohibit any taxing authority from voluntarily contributing a 271 tax increment at a higher rate for a period of time as specified 272 by interlocal agreement between the taxing authority and the 273 community redevelopment agency.

At any time more than 19 years after the fiscal year in 274 b. which a taxing authority made its first contribution to a 275 Page 10 of 15

CODING: Words stricken are deletions; words underlined are additions.

	HB 1583 2006 CS
276	redevelopment trust fund, by resolution effective no sooner than
277	the next fiscal year and adopted by majority vote of the taxing
278	authority's governing body at a public hearing held not less
279	than 30 or more than 45 days after written notice delivered to
280	the community redevelopment agency and published in a newspaper
281	of general circulation in the redevelopment area, the taxing
282	authority may limit the amount of increment contributed by the
283	taxing authority to the redevelopment trust fund to the average
284	annual amount the taxing authority was obligated to contribute
285	to the redevelopment trust fund in the 3 fiscal years
286	immediately preceding the adoption of such resolution, plus any
287	increase in the increment after the adoption of the resolution
288	computed using the taxable values of any area which is subject
289	to an area reinvestment agreement. As used in this subparagraph,
290	the term "area reinvestment agreement" means an agreement
291	between the community redevelopment agency and a private party,
292	with or without additional parties, which provides that the
293	increment computed for a specific area shall be reinvested in
294	public infrastructure or services, or both, including debt
295	service, supporting one or more projects consistent with the
296	community redevelopment plan that is identified in the agreement
297	to be constructed within that area. Any such reinvestment
298	agreement must specify the estimated total amount of public
299	investment necessary to provide the public infrastructure or
300	services, or both, including any applicable debt service. The
301	contribution to the redevelopment trust fund of the increase in
302	the increment of any area that is subject to an area
303	reinvestment agreement following the passage of a resolution as
	Page 11 of 15

CODING: Words stricken are deletions; words underlined are additions.

.

2006 CS

304	provided in this sub-subparagraph shall cease when the amount
305	specified in the area reinvestment agreement as necessary to
306	provide the public infrastructure or services, or both,
307	including any applicable debt service, have been invested.
308	2. For any community redevelopment agency that was not
309	created pursuant to a delegation of authority under s. 163.410
310	by a county that has adopted a home rule charter and that
311	modifies its adopted community redevelopment plan after October
312	1, 2006, in a manner that expands the boundaries of the
313	redevelopment area, the amount of increment to be contributed by
314	any taxing authority with respect to the expanded area shall be
315	limited as set forth in sub-subparagraphs 1.a. and b.
316	(2)(a) Except for the purpose of funding the trust fund

316 pursuant to subsection (3), upon the adoption of an ordinance 317 providing for funding of the redevelopment trust fund as 318 provided in this section, each taxing authority shall, by 319 January 1 of each year, appropriate to the trust fund for so 320 321 long as any indebtedness pledging increment revenues to the 322 payment thereof is outstanding (but not to exceed 30 years) a 323 sum that is no less than the increment as defined and determined in subsection (1) or paragraph (3) (b) accruing to such taxing 324 325 authority. If the community redevelopment plan is amended or modified pursuant to s. 163.361(1), each such taxing authority 326 327 shall make the annual appropriation for a period not to exceed 328 30 years after the date the governing body amends the plan. However, for any agency created on or after July 1, 2002, each 329 taxing authority shall make the annual appropriation for a 330

Page 12 of 15

CODING: Words stricken are deletions; words underlined are additions.

331 332

period not to exceed 40 years after the fiscal year in which the
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.

340 Notwithstanding the provisions of subsections (1) and (b) 341 (2), an alternative method of determining the amount and time or 342 times of payment of, and rate of interest upon, tax increments 343 contributed to the redevelopment trust fund, including formulae and limits different than those specified in subsection (1), may 344 be enacted by interlocal agreement between any of the other 345 taxing authorities required to contribute a tax increment to the 346 347 redevelopment trust fund and the governing body that created the 348 community redevelopment agency.

349 Section 7. Section 163.410, Florida Statutes, is amended 350 to read:

163.410 Exercise of powers in counties with home rule 351 352 charters. -- In any county which has adopted a home rule charter, 353 the powers conferred by this part shall be exercised exclusively 354 by the governing body of such county. However, the governing 355 body of any such county which has adopted a home rule charter may, in its discretion, by resolution delegate the exercise of 356 the powers conferred upon the county by this part within the 357 boundaries of a municipality to the governing body of such a 358 Page 13 of 15

CODING: Words stricken are deletions; words underlined are additions.

359 municipality. Such a delegation to a municipality shall confer 360 only such powers upon a municipality as shall be specifically enumerated in the delegating resolution. Any power not 361 362 specifically delegated shall be reserved exclusively to the 363 governing body of the county. This section does not affect any 364 community redevelopment agency created by a municipality prior 365 to the adoption of a county home rule charter. Unless otherwise 366 provided by an existing ordinance, resolution, or interlocal 367 agreement between any such county and a municipality, the 368 governing body of the county that has adopted a home rule 369 charter shall approve or deny act on any request from a municipality for a delegation of powers or a change in an 370 371 existing delegation of powers within 120 days after the receipt 372 of all required documentation or such request shall be deemed 373 approved. Any request by the county for additional documentation 374 or other information shall be made in writing to the 375 municipality. The county shall notify the municipality in 376 writing within 30 days after receiving all the required 377 documentation and other requested information that such information is complete. If the meeting of the county commission 378 at which the request for a delegation of powers or a change in 379 380 an existing delegation of powers is unable to be held due to events beyond the control of the county, the request shall be 381 382 acted upon at the next regularly scheduled meeting of the county 383 commission without regard to the 120-day limitation. If the 384 county does not act upon the request at the next regularly 385 scheduled meeting, the request shall be deemed approved immediately sent to the governing body for consideration. 386

Page 14 of 15

CODING: Words stricken are deletions; words underlined are additions.

FLORID	A H O U S	E O F R E P R	R E S E N T A T I V E S
--------	-----------	---------------	-------------------------

	HB 1583	3										2006 CS
387		Section	8.	This	act	shall	take	effect	October	1,	2006.	
						Page	15 of 15	ò				I

CODING: Words stricken are deletions; words underlined are additions.