20-1200A-06

1	A bill to be entitled
2	An act relating to community redevelopment;
3	amending s. 163.340, F.S.; deleting a
4	definition and defining the term "taxing
5	authority" for purposes of part III of ch. 163,
6	F.S., relating to community redevelopment;
7	amending s. 163.346, F.S.; requiring a
8	governing body to provide public notice before
9	it establishes a study area; creating s.
10	163.354, F.S.; authorizing a governing body to
11	adopt a resolution that establishes a slum and
12	blight study area; amending s. 163.360, F.S.;
13	requiring additional procedures before a
14	governing body adopts a community redevelopment
15	plan; providing for dispute resolution;
16	amending s. 163.361, F.S.; requiring additional
17	procedures before a governing body adopts a
18	modification to a community redevelopment plan;
19	providing for dispute resolution; amending s.
20	163.387, F.S.; providing limitations on the
21	amount of tax increment revenue contributed by
22	a taxing authority in the funding of a
23	redevelopment trust fund; authorizing any other
24	taxing authority and the governing body to
25	enact an agreement for an alternative method of
26	determining the amount and times of payment of
27	tax increment revenue contributed to a
28	redevelopment trust fund; amending s. 163.410,
29	F.S.; requiring a governing body of a county to
30	approve or deny a request for delegation of
31	powers by a municipality; requiring a request

for additional documentation to be in writing; 2 providing an effective date. 3 Be It Enacted by the Legislature of the State of Florida: 4 5 6 Section 1. Subsection (2) of section 163.340, Florida Statutes, is amended, and subsection (24) is added to that 8 section, to read: 163.340 Definitions.--The following terms, wherever 9 used or referred to in this part, have the following meanings: 10 (2) "Public body" or "taxing authority" means the 11 12 state or any county, municipality, authority, special district 13 as defined in s. 165.031(5), or other public body of the state, except a school district. 14 (24) "Taxing authority" means a local government that 15 levies ad valorem millage against a property within a 16 17 community redevelopment area, except a school district. 18 Section 2. Section 163.346, Florida Statutes, is amended to read: 19 163.346 Notice to taxing authorities. -- Before the 20 21 governing body adopts any resolution or enacts any ordinance 22 required under <u>s. 163.354</u>, s. 163.355, s. 163.356, s. 163.357, 23 or s. 163.387; establishes a study area; creates a community redevelopment agency; approves, adopts, or amends a community 2.4 redevelopment plan; or issues redevelopment revenue bonds 25 26 under s. 163.385, the governing body must provide public 27 notice of such proposed action pursuant to s. 125.66(2) or s. 166.041(3)(a) and, at least 15 days before such proposed 29 action, mail by registered mail a notice to each taxing 30 authority which levies ad valorem taxes on taxable real 31

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property contained within the geographic boundaries of the redevelopment area.

Section 3. Section 163.354, Florida Statutes, is created to read:

163.354 Development of study area.--Before adopting a finding of necessity under s. 163.355, the governing body may adopt a resolution establishing a slum and blight study area.

Section 4. Subsection (6) of section 163.360, Florida Statutes, is amended to read:

163.360 Community redevelopment plans.--

- (6) The governing body shall hold a public hearing on a community redevelopment plan after public notice thereof by publication in a newspaper having a general circulation in the area of operation of the county or municipality. The notice shall describe the time, date, place, and purpose of the hearing, identify generally the community redevelopment area covered by the plan, and outline the general scope of the community redevelopment plan under consideration.
- (a) For any community redevelopment agency created after January 1, 2006, which was not created pursuant to the delegation of authority under s. 163.410 by a county that has adopted a home rule charter, the following additional procedures are required before the governing body adopts a community redevelopment plan under subsection (7):
- 1. Within 30 days after receiving any community redevelopment plan recommended by the community redevelopment agency under subsection (5), the county may provide written notice to the governing body of the municipality that the county has competing policy goals and plans for the public funds that the county would be required to contribute to the tax increment under the proposed community redevelopment plan.

1	2. If the notice described in subparagraph 1. is
2	timely given, the board of county commissioners and the
3	governing body of the municipality that created the community
4	redevelopment agency shall schedule and hold a joint hearing
5	chaired by the county chair, at which time the competing
6	policy qoals for the public funds shall be discussed. Any such
7	hearing must be held within 90 days after receipt of the
8	recommended community redevelopment plan by the county. Before
9	the joint public hearing, the county may propose an
10	alternative redevelopment plan to address the conditions
11	identified in the finding of necessity required by s. 163.355.
12	3. If the notice described in subparagraph 1. is
13	timely given, the municipality may not proceed with the
14	adoption of the plan under subsection (7) until 45 days after
15	the joint hearing, unless the board of county commissioners
16	failed to schedule and attend the joint hearing within the
17	required 90-day period.
18	(b) Notwithstanding the timeframes established in
19	subparagraphs (a)2. and 3., the county and the municipality
20	may at any time voluntarily use the dispute-resolution process
21	established in chapter 164 to attempt to resolve any competing
22	policy goals between them which are related to the community
23	redevelopment agency. The county or the municipality may not
24	require the other to participate in the dispute-resolution
25	process.
26	Section 5. Subsection (3) of section 163.361, Florida
27	Statutes, is amended to read:
28	163.361 Modification of community redevelopment
29	plans
30	(3) In addition to the requirements of s. 163.346, and
31	before prior to the adoption of any modification to a

community redevelopment plan that expands the boundaries of 2 the community redevelopment area or extends the time certain set forth in the redevelopment plan as required by s. 3 4 163.362(10), the agency shall report such proposed 5 modification to each taxing authority in writing or by an oral presentation, or both, regarding such proposed modification. 7 (a) For any community redevelopment agency that was 8 not created pursuant to the delegation of authority under s. 9 163.410 by a county that has adopted a home rule charter, and 10 that modifies its adopted community redevelopment plan in a manner that expands the boundaries of the redevelopment area, 11 12 the following additional procedures are required before a 13 governing body adopts a modified community redevelopment plan: 1. Within 30 days after receiving a report of a 14 proposed modification that expands the boundaries of a 15 16 redevelopment area, the county may provide notice to the governing body of the municipality that the county has 18 competing policy goals and plans for the public funds that the 19 county would be required to contribute to the tax increment under the proposed community redevelopment plan. 2.0 21 2. If the notice described in subparagraph 1. is 2.2 timely given, the board of county commissioners and the 23 governing body of the municipality that created the community redevelopment agency shall schedule and hold a joint hearing 2.4 chaired by the county chair, at which time the competing 2.5 policy goals for the public funds shall be discussed. Any such 26 27 hearing must be held within 90 days after receipt of the 2.8 recommended community redevelopment plan by the county. Before the joint public hearing, the county may propose an 29 alternative redevelopment plan to address the conditions 30

identified in the finding of necessity required by s. 163.355.

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timely given, the municipality may not proceed with the adoption of the plan until 45 days after the joint hearing, unless the board of county commissioners failed to schedule and attend the joint hearing within the required 90-day period. (b) Notwithstanding the timeframes established in subparagraphs (a)2. and 3., the county and the municipality may at any time voluntarily use the dispute-resolution process established in chapter 164 to attempt to resolve any competing policy goals between them which are related to the community redevelopment agency. The county or the municipality may not require the other to participate in the dispute-resolution process. Section 6. Section 163.387, Florida Statutes, is amended to read: 163.387 Redevelopment trust fund.--(1)(a) 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

If the notice described in subparagraph 1. is

plan. The annual funding of the redevelopment trust fund shall

community redevelopment plan. A No community redevelopment

pursuant to this section unless and until the governing body

redevelopment plan. Such ordinance may be adopted only after

agency may <u>not</u> receive or spend any increment revenues

redevelopment trust fund for the duration of a community

the governing body has approved a community redevelopment

has, by ordinance, provided for the funding of the

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:

1.(a) 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 as indicated by the preliminary assessment roll; and

2.(b) 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 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 may not be less than 50 percent of such difference.

(b) Moreover, for any community redevelopment agency:

Created after July 1, 2006, which was not created 2 pursuant to the delegation of authority to a county having a home rule charter as specified in s. 163.410; or 3 4 2. That extends the time certain set forth in the redevelopment plan, as required by s. 163.362(10), beyond 40 5 6 years after the latter of the fiscal year in which the initial 7 redevelopment plan is adopted or the most recent amendment to 8 the redevelopment plan is adopted, the amount of increment to be contributed by any taxing authority shall be limited in the 9 10 following manner: a. In those instances where a taxing authority has a 11 12 millage rate that exceeds the millage rate of the governing 13 body that created the trust fund, the increment to be contributed by the taxing authority having the higher millage 14 rate shall be calculated using the millage rate of the 15 governing body that created the trust fund if any taxing 16 authority voluntarily contributes at a higher rate for a 18 period of time as specified by interlocal agreement between the taxing authority and the community redevelopment agency. 19 2.0 b. At any time more than 19 years after the fiscal 21 year in which a taxing authority made its first contribution 2.2 to the trust fund, that taxing authority may by resolution, 23 effective no sooner than the next fiscal year and adopted by majority vote of its governing body in a public hearing held 2.4 not less than 30 but no more than 45 days after written notice 2.5 delivered to the community redevelopment agency and published 26 2.7 in a newspaper of general circulation in the redevelopment 2.8 area, limit the amount of increment contributed by it to the trust fund to the average, annual amount it was obligated to 29 contribute to the trust fund in the 3 fiscal years immediately 30

in the increment after the adoption of such resolution 2 computed using the taxable values of any area that is subject to an area reinvestment agreement. As used in this 3 4 sub-subparagraph, the term "area reinvestment agreement" means an agreement between the community redevelopment agency and a 5 6 private party, with or without additional parties, if all the 7 increment computed for a specific area is to be reinvested in 8 public infrastructure or services, or both, including debt service, supporting a specific project identified in the 9 10 agreement to be constructed within that area. Any such reinvestment agreement must specify the estimated total amount 11 12 of public investment necessary to provide the public 13 infrastructure or services, or both, including debt service. The increase in the increment of any area that is subject to 14 an area reinvestment agreement following the passage of a 15 16 resolution shall cease when the amount specified in the area reinvestment agreement as necessary to provide the public 18 infrastructure or services, or both, including any applicable debt service, have been invested. 19 2.0 21 For any community redevelopment agency that was not created 2.2 pursuant to the delegation of authority to a county having a 23 home rule charter as specified in s. 163.410, and that modifies its adopted community redevelopment plan after July 2.4 2006, in a manner that expands the boundaries of the 2.5 redevelopment area, the amount of increment to be contributed 26 2.7 by any taxing authority with respect to the expanded area 2.8 shall be limited as set forth in subparagraphs 1. and 2. 29 (2)(a) Except for the purpose of funding the trust fund pursuant to subsection (3), upon the adoption of an 30 ordinance providing for funding of the redevelopment trust 31

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fund as provided in this section, each taxing authority shall, by January 1 of each year, appropriate to the trust fund for 2 so long as any indebtedness pledging increment revenues to the payment thereof is outstanding (but not to exceed 30 years) a 4 sum that is no less than the increment, as defined and 5 determined in subsection (1) or subsection (4), accruing to 7 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 the governing body amends the plan. However, for any agency created on or 11 after July 1, 2002, each taxing authority shall make the annual appropriation for a period not to exceed 40 years after the fiscal year in which the initial community redevelopment plan is approved or adopted.

- (b) Any taxing authority that does not pay the increment to the trust fund by January 1 shall pay to the trust fund an amount equal to 5 percent of the amount of the increment and shall pay interest on the amount of the increment equal to 1 percent for each month the increment is outstanding.
- (c) The following public bodies or taxing authorities 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 for which the sole available source of revenue the district has the authority to levy is ad valorem taxes at the time an ordinance is adopted under this section. However, revenues or aid that may be dispensed or appropriated to a district as defined in s. 388.011 at the

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discretion of an entity other than such district shall not be deemed available.

- 3. A library district, except a library district in a jurisdiction where the community redevelopment agency had validated bonds as of April 30, 1984.
- ${\tt 4.} \quad {\tt A \ neighborhood \ improvement \ district \ created \ under}$ the Safe Neighborhoods Act.
 - 5. A metropolitan transportation authority.
- 9 6. A water management district created under s. 10 373.069.
 - (d)1. A local governing body that creates a community redevelopment agency under s. 163.356 may exempt from paragraph (a) a special district that levies ad valorem taxes within that community redevelopment area. The local governing body may grant the exemption either in its sole discretion or in response to the request of the special district. The local governing body must establish procedures by which a special district may submit a written request to be exempted from paragraph (a).
 - 2. In deciding whether to deny or grant a special district's request for exemption from paragraph (a), the local governing body must consider:
 - a. Any additional revenue sources of the community redevelopment agency which could be used in lieu of the special district's tax increment.
- b. The fiscal and operational impact on the communityredevelopment agency.
- 28 c. The fiscal and operational impact on the special 29 district.
- d. The benefit to the specific purpose for which the special district was created. The benefit to the special

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district must be based on specific projects contained in the approved community redevelopment plan for the designated community redevelopment area.

- e. The impact of the exemption on incurred debt and whether such exemption will impair any outstanding bonds that have pledged tax increment revenues to the repayment of the bonds.
- f. The benefit of the activities of the special district to the approved community redevelopment plan.
- g. The benefit of the activities of the special district to the area of operation of the local governing body that created the community redevelopment agency.
- 3. The local governing body must hold a public hearing on a special district's request for exemption after public notice of the hearing is published in a newspaper having a general circulation in the county or municipality that created the community redevelopment area. The notice must describe the time, date, place, and purpose of the hearing and must identify generally the community redevelopment area covered by the plan and the impact of the plan on the special district that requested the exemption.
- 4. If a local governing body grants an exemption to a special district under this paragraph, the local governing body and the special district must enter into an interlocal agreement that establishes the conditions of the exemption, including, but not limited to, the period of time for which the exemption is granted.
- 5. If a local governing body denies a request for exemption by a special district, the local governing body shall provide the special district with a written analysis specifying the rationale for such denial. This written

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analysis must include, but is not limited to, the following information:

- a. A separate, detailed examination of each consideration listed in subparagraph 2.
- b. Specific examples of how the approved community redevelopment plan will benefit, and has already benefited, the purpose for which the special district was created.
- 6. The decision to either deny or grant an exemption must be made by the local governing body within 120 days after the date the written request was submitted to the local governing body pursuant to the procedures established by such local governing body.
- (3) 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.
- (4) Notwithstanding subsections (1) and (2), an alternative method of determining the amount and the times of payment of, and rate of interest upon, increment revenues contributed to the trust fund, including formulas and limits different than those specified in subsection (1), may be enacted by interlocal agreement between any of the other taxing authorities required to contribute increment revenues to the trust fund and the governing body that created the community redevelopment agency.
- (5)(4) The revenue bonds and notes of every issue under this part are payable solely out of revenues pledged to and received by a community redevelopment agency and deposited

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to its redevelopment trust fund. The lien created by such bonds or notes shall not attach until the revenues referred to herein are deposited in the redevelopment trust fund at the times, and to the extent that, such revenues accrue. The holders of such bonds or notes have no right to require the imposition of any tax or the establishment of any rate of taxation in order to obtain the amounts necessary to pay and retire such bonds or notes.

(6)(5) Revenue bonds issued under the provisions of this part shall not be deemed to constitute a debt, liability, or obligation of the local governing body or the state or any political subdivision thereof, or a pledge of the faith and credit of the local governing body or the state or any political subdivision thereof, but shall be payable solely from the revenues provided therefor. All such revenue bonds shall contain on the face thereof a statement to the effect that the agency shall not be obligated to pay the same or the interest thereon except from the revenues of the community redevelopment agency held for that purpose and that neither the faith and credit nor the taxing power of the local governing body or of the state or of any political subdivision thereof is pledged to the payment of the principal of, or the interest on, such bonds.

(7)(6) Moneys in the redevelopment trust fund may be expended from time to time for undertakings of a community redevelopment agency which are directly related to financing or refinancing of redevelopment in a community redevelopment area pursuant to an approved community redevelopment plan for the following purposes, including, but not limited to:

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- (a) Administrative and overhead expenses necessary or incidental to the implementation of a community redevelopment plan adopted by the agency.
- (b) Expenses of redevelopment planning, surveys, and financial analysis, including the reimbursement of the governing body or the community redevelopment agency for such expenses incurred before the redevelopment plan was approved and adopted.
- (c) The acquisition of real property in the redevelopment area.
- (d) The clearance and preparation of any redevelopment area for redevelopment and relocation of site occupants as provided in s. 163.370.
- (e) The repayment of principal and interest or any redemption premium for loans, advances, bonds, bond anticipation notes, and any other form of indebtedness.
- (f) All expenses incidental to or connected with the issuance, sale, redemption, retirement, or purchase of agency bonds, bond anticipation notes, or other form of indebtedness, including funding of any reserve, redemption, or other fund or account provided for in the ordinance or resolution authorizing such bonds, notes, or other form of indebtedness.
- $\mbox{\ensuremath{(g)}}$ The development of affordable housing within the area.
 - (h) The development of community policing innovations.
- (8)(7) On the last day of the fiscal year of the community redevelopment agency, any money which remains in the trust fund after the payment of expenses pursuant to subsection(7)(6) for such year shall be:
- (a) Returned to each taxing authority which paid the increment in the proportion that the amount of the payment of

such taxing authority bears to the total amount paid into the trust fund by all taxing authorities within the redevelopment area for that year;

- (b) Used to reduce the amount of any indebtedness to which increment revenues are pledged;
- (c) Deposited into an escrow account for the purpose of later reducing any indebtedness to which increment revenues are pledged; or
- (d) Appropriated to a specific redevelopment project pursuant to an approved community redevelopment plan which project will be completed within 3 years from the date of such appropriation.
- (9)(8) Each community redevelopment agency shall provide for an independent financial audit of the trust fund each fiscal year and a report of such audit. Such report shall describe the amount and source of deposits into, and the amount and purpose of withdrawals from, the trust fund during such fiscal year and the amount of principal and interest paid during such year on any indebtedness to which is pledged increment revenues and the remaining amount of such indebtedness. The agency shall provide a copy of the report to each taxing authority.

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

163.410 Exercise of powers in counties with home rule charters.—In any county which has adopted a home rule charter, the powers conferred by this part shall be exercised exclusively by the governing body of such county. However, the governing body of any such county which has adopted a home rule charter may, in its discretion, by resolution delegate the exercise of the powers conferred upon the county by this

part within the boundaries of a municipality to the governing 2 body of such a municipality. Such a delegation to a municipality shall confer only such powers upon a municipality 3 as shall be specifically enumerated in the delegating 4 resolution. Any power not specifically delegated shall be 5 reserved exclusively to the governing body of the county. 7 This section does not affect any community redevelopment 8 agency created by a municipality before prior to the adoption of a county home rule charter. Unless otherwise provided by an 9 existing ordinance, resolution, or interlocal agreement 10 between any such county and a municipality, the governing body 11 12 of the county that has adopted a home rule charter shall 13 approve or deny act on any request from a municipality for a delegation of powers or a change in an existing delegation of 14 powers within 120 days after the receipt of all required 15 documentation or such request shall be deemed approved. Any 16 request by the county for additional documentation or other 18 information must be in writing to the municipality. The county shall notify the municipality in writing within 30 days after 19 receipt of all required documentation and other requested 2.0 21 information. If the meeting of the county commission at which 22 the request for a delegation of powers or a change in an 23 existing delegation of powers is not held due to events beyond the control of the county, the request may be acted upon at 2.4 the next regularly scheduled meeting of the county commission 2.5 without regard to the 120-day timeline established in this 26 27 section immediately sent to the governing body for 2.8 consideration. 29 Section 8. This act shall take effect upon becoming a 30 law.

********** 2 SENATE SUMMARY 3 Requires a governing body to provide public notice before it establishes a study area. Authorizes a governing body to adopt a resolution that establishes a certain study 4 area. Requires additional procedures before a governing body adopts a community redevelopment plan. Requires additional procedures before a governing body adopts a 5 6 modification to a community redevelopment plan. Provides limitations on the amount of tax increment contributed by a taxing authority in the funding of a redevelopment trust fund. Authorizes a county and governing body to 7 8 enact an agreement for an alternative method of determining the amount and times of payment of tax 9 increment revenues contributed to a redevelopment trust fund. Requires a governing body of a county to approve or 10 deny a request for delegation of powers by a municipality. 11 12 13 14 15 16 17 18 19 20 21 22 23 2.4 25 26 27 28 29 30