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A bill to be entitled

2 An act relating to brownfields development; amending s. 3 163.3180, F.S.; authorizing waiver of certain concurrency 4 requirements for certain brownfield sites; authorizing 5 designation of certain brownfield areas as transportation 6 concurrency exception areas; providing for exempting 7 certain brownfield areas from concurrency requirements for 8 transportation facilities; exempting certain developments in certain brownfield areas from compliance with 9 10 concurrency requirements under certain circumstances; 11 amending s. 212.08, F.S.; expanding the definition of "mixed-use project" applicable to a building materials tax 12 exemption; amending s. 220.1845, F.S.; providing 13 14 requirements for claiming certain site rehabilitation 15 costs in applications for a contaminated site 16 rehabilitation tax credit; amending s. 288.107, F.S.; 17 revising a definition; revising criteria for an eligible business for purposes of brownfield redevelopment bonus 18 19 refunds; amending s. 376.30781, F.S.; providing 20 requirements for claiming certain site rehabilitation 21 costs in applications for a brownfield site rehabilitation 22 tax credit; amending s. 376.85, F.S.; specifying 23 additional requirements for an annual report to the Legislature; amending s. 403.1835, F.S.; specifying 24 25 criteria for deeming certain brownfield site projects as 26 eliminating public health hazards for certain purposes; 27 amending s. 403.8532, F.S.; expanding the types of 28 projects given consideration under a priority system for Page 1 of 14

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29 certain loans under the Florida Safe Drinking Water Act; 30 providing an effective date. 31 32 Be It Enacted by the Legislature of the State of Florida: 33 34 Paragraph (c) of subsection (4) and paragraphs Section 1. 35 (b) and (c) of subsection (5) of section 163.3180, Florida 36 Statutes, are amended, and subsection (18) is added to that 37 section, to read: 163.3180 Concurrency.-38 39 (4) The concurrency requirement, except as it relates to 40 (C) transportation facilities and public schools, as implemented in 41 local government comprehensive plans, may be waived by a local 42 43 government for urban infill and redevelopment areas designated 44 pursuant to s. 163.2517 and for brownfield sites subject to a 45 brownfield site rehabilitation agreement under s. 376.80 if such a waiver does not endanger public health or safety as defined by 46 47 the local government in its local government comprehensive plan. The waiver shall be adopted as a plan amendment pursuant to the 48 49 process set forth in s. 163.3187(3)(a). A local government may 50 grant a concurrency exception pursuant to subsection (5) for 51 transportation facilities located within these urban infill and 52 redevelopment areas. 53 (5) 54 (b)1. The following are transportation concurrency 55 exception areas: 56 A municipality that qualifies as a dense urban land a. Page 2 of 14

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57 area under s. 163.3164;

b. An urban service area under s. 163.3164 that has been 58 59 adopted into the local comprehensive plan and is located within 60 a county that qualifies as a dense urban land area under s. 61 163.3164; and

c. A county, including the municipalities located therein, 62 63 which has a population of at least 900,000 and qualifies as a 64 dense urban land area under s. 163.3164, but does not have an 65 urban service area designated in the local comprehensive plan.

2. A municipality that does not qualify as a dense urban 66 67 land area pursuant to s. 163.3164 may designate in its local comprehensive plan the following areas as transportation 68 concurrency exception areas: 69

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a. Urban infill as defined in s. 163.3164;

b. Community redevelopment areas as defined in s. 163.340;

72 с. Downtown revitalization areas as defined in s.

73 163.3164;

74 Urban infill and redevelopment under s. 163.2517; or d. 75 e. Urban service areas as defined in s. 163.3164 or areas 76 within a designated urban service boundary under s. 163.3177(14). 77

78

f. Brownfield areas designated under s. 376.80.

79 3. A county that does not qualify as a dense urban land area pursuant to s. 163.3164 may designate in its local 80 comprehensive plan the following areas as transportation 81 concurrency exception areas: 82

Urban infill as defined in s. 163.3164; 83 a. 84

Urban infill and redevelopment under s. 163.2517; or b.

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85 86 c. Urban service areas as defined in s. 163.3164.

d. Brownfield areas designated under s. 376.80.

87 A local government that has a transportation 4. 88 concurrency exception area designated pursuant to subparagraph 89 1., subparagraph 2., or subparagraph 3. shall, within 2 years 90 after the designated area becomes exempt, adopt into its local 91 comprehensive plan land use and transportation strategies to 92 support and fund mobility within the exception area, including 93 alternative modes of transportation. Local governments are encouraged to adopt complementary land use and transportation 94 strategies that reflect the region's shared vision for its 95 future. If the state land planning agency finds insufficient 96 cause for the failure to adopt into its comprehensive plan land 97 98 use and transportation strategies to support and fund mobility within the designated exception area after 2 years, it shall 99 100 submit the finding to the Administration Commission, which may 101 impose any of the sanctions set forth in s. 163.3184(11)(a) and 102 (b) against the local government.

Transportation concurrency exception areas designated 103 5. 104 pursuant to subparagraph 1., subparagraph 2., or subparagraph 3. 105 do not apply to designated transportation concurrency districts 106 located within a county that has a population of at least 1.5 107 million, has implemented and uses a transportation-related 108 concurrency assessment to support alternative modes of transportation, including, but not limited to, mass transit, and 109 does not levy transportation impact fees within the concurrency 110 111 district.

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Transportation concurrency exception areas designated
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under subparagraph 1., subparagraph 2., or subparagraph 3. do not apply in any county that has exempted more than 40 percent of the area inside the urban service area from transportation concurrency for the purpose of urban infill.

117 A local government that does not have a transportation 7. 118 concurrency exception area designated pursuant to subparagraph 119 1., subparagraph 2., or subparagraph 3. may grant an exception 120 from the concurrency requirement for transportation facilities 121 if the proposed development is otherwise consistent with the 122 adopted local government comprehensive plan and is a project 123 that promotes public transportation or is located within an area 124 designated in the comprehensive plan for:

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a. Urban infill development;

- b. Urban redevelopment;
- c. Downtown revitalization;
- 128

d. Urban infill and redevelopment under s. 163.2517; or

129 An urban service area specifically designated as a е. 130 transportation concurrency exception area which includes lands 131 appropriate for compact, contiguous urban development, which does not exceed the amount of land needed to accommodate the 132 133 projected population growth at densities consistent with the 134 adopted comprehensive plan within the 10-year planning period, 135 and which is served or is planned to be served with public 136 facilities and services as provided by the capital improvements 137 element.

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#### f. Brownfield areas designated under s. 376.80.

(c) The Legislature also finds that developments located within urban infill, urban redevelopment, urban service, or Page 5 of 14

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downtown revitalization areas, or areas designated as urban 141 142 infill and redevelopment areas under s. 163.2517, and brownfield 143 areas designated under s. 376.80, which pose only special part-144 time demands on the transportation system, are exempt from the 145 concurrency requirement for transportation facilities. A special 146 part-time demand is one that does not have more than 200 147 scheduled events during any calendar year and does not affect 148 the 100 highest traffic volume hours.

149 (18) For any brownfield area designated pursuant to s. 150 376.80 not otherwise exempt from concurrency requirements, after 151 a development located in such brownfield area has been deemed to 152 satisfy concurrency requirements, the development shall not be 153 required to take any further action to maintain compliance with 154 concurrency requirements, provided the development is subject to 155 a brownfield site rehabilitation agreement and remains in 156 compliance with all requirements of such agreement and the 157 density, intensity, and uses approved for the development do not 158 change.

159 Section 2. Paragraph (o) of subsection (5) of section160 212.08, Florida Statutes, is amended to read:

161 212.08 Sales, rental, use, consumption, distribution, and 162 storage tax; specified exemptions.—The sale at retail, the 163 rental, the use, the consumption, the distribution, and the 164 storage to be used or consumed in this state of the following 165 are hereby specifically exempt from the tax imposed by this 166 chapter.

167 (5) EXEMPTIONS; ACCOUNT OF USE.-

168 (o) Building materials in redevelopment projects.-

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1. As used in this paragraph, the term:

a. "Building materials" means tangible personal property
that becomes a component part of a housing project or a mixeduse project.

173 "Housing project" means the conversion of an existing b. 174 manufacturing or industrial building to housing units in an 175 urban high-crime area, enterprise zone, empowerment zone, Front 176 Porch Community, designated brownfield area, or urban infill 177 area and in which the developer agrees to set aside at least 20 percent of the housing units in the project for low-income and 178 179 moderate-income persons or the construction in a designated 180 brownfield area of affordable housing for persons described in s. 420.0004(8), (10), (11), or (15) or in s. 159.603(7). 181

182 с. "Mixed-use project" means the conversion of an existing manufacturing or industrial building to mixed-use units that 183 184 include artists' studios, art and entertainment services, or 185 other compatible uses. A mixed-use project must be located in an 186 urban high-crime area, enterprise zone, empowerment zone, Front 187 Porch Community, designated brownfield area, or urban infill area, and the developer must agree to set aside at least 20 188 189 percent of the square footage of the project for low-income and 190 moderate-income housing. Notwithstanding this sub-subparagraph, 191 a mixed-use project may also mean the construction in a designated brownfield area of mixed-use units that include 192 residential, commercial, or other compatible or permitted uses. 193 "Substantially completed" has the same meaning as 194 d. 195 provided in s. 192.042(1). 196 Building materials used in the construction of a 2.

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197 housing project or mixed-use project are exempt from the tax 198 imposed by this chapter upon an affirmative showing to the 199 satisfaction of the department that the requirements of this 200 paragraph have been met. This exemption inures to the owner 201 through a refund of previously paid taxes. To receive this 202 refund, the owner must file an application under oath with the 203 department which includes:

204

a. The name and address of the owner.

b. The address and assessment roll parcel number of theproject for which a refund is sought.

207

c. A copy of the building permit issued for the project.

208 d. A certification by the local building code inspector209 that the project is substantially completed.

210 A sworn statement, under penalty of perjury, from the e. general contractor licensed in this state with whom the owner 211 212 contracted to construct the project, which statement lists the 213 building materials used in the construction of the project and 214 the actual cost thereof, and the amount of sales tax paid on 215 these materials. If a general contractor was not used, the owner 216 shall provide this information in a sworn statement, under 217 penalty of perjury. Copies of invoices evidencing payment of 218 sales tax must be attached to the sworn statement.

3. An application for a refund under this paragraph must be submitted to the department within 6 months after the date the project is deemed to be substantially completed by the local building code inspector. Within 30 working days after receipt of the application, the department shall determine if it meets the requirements of this paragraph. A refund approved pursuant to

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this paragraph shall be made within 30 days after formal approval of the application by the department.

4. The department shall establish by rule an application
form and criteria for establishing eligibility for exemption
under this paragraph.

5. The exemption shall apply to purchases of materials onor after July 1, 2000.

232 Section 3. Subsection (4) is added to section 220.1845, 233 Florida Statutes, to read:

220.1845 Contaminated site rehabilitation tax credit.-

235 (4) APPLICATION FOR CREDIT.—As provided in s.

236 376.30781(2), and notwithstanding any other provision of this

237 <u>section, any tax credit application may claim annual site</u>

238 rehabilitation costs pursuant to this section or s. 376.30781

239 for site rehabilitation costs incurred in the calendar year

240 prior to submission of the application, provided such costs are

241 paid in the calendar year in which the site rehabilitation

242 <u>activities were performed or were paid prior to the submission</u>

243 of the application by January 31 of the year in which the

244 <u>application is submitted.</u>

245 Section 4. Paragraph (e) of subsection (1) and paragraphs 246 (a) and (b) of subsection (3) of section 288.107, Florida 247 Statutes, are amended to read:

248 288.107 Brownfield redevelopment bonus refunds.-

249 (1) DEFINITIONS.-As used in this section:

250 (e) "Eligible business" means:

251 1. A qualified target industry business as defined in s. 252 288.106(1)(o); or

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253 2. A business that can demonstrate a fixed capital 254 investment of at least \$2 million in brownfield areas, including 255 mixed-use business activities, including multiunit housing, 256 commercial, retail, and industrial activities, or a business 257 that can demonstrate a fixed capital investment of at least 258 \$500,000 and creates between 5 and 50 jobs in mixed-use 259 business, multiunit housing, commercial, retail, or industrial 260 activities in brownfield areas, or at least \$500,000 on a 261 brownfield site subject to a in brownfield site rehabilitation agreement areas that do not require site cleanup, and that which 262 263 provides benefits to its employees. 264 CRITERIA.-The minimum criteria for participation in (3) 265 the brownfield redevelopment bonus refund are: 266 (a) The creation of at least 5 10 new full-time permanent 267 jobs. Such jobs shall not include construction or site 268 rehabilitation jobs associated with the implementation of a 269 brownfield site agreement as described in s. 376.80(5). 270 The completion of a fixed capital investment of at (b) 271 least \$2 million in brownfield areas, including mixed-use 272 business activities, including multiunit housing, commercial, 273 retail, and industrial activities in brownfield areas, or a 274 business that can demonstrate a fixed capital investment of at 275 least \$500,000 and creates between 5 and 50 jobs in mixed-use business, multiunit housing, commercial, retail, or industrial 276 277 activities in brownfield areas or at least \$500,000 on a in brownfield <u>site subject</u> to a brownfield site rehabilitation 278 agreement areas that do not require site cleanup, by an eligible 279 280 business applying for a refund under paragraph (2)(b) that which Page 10 of 14

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281 provides benefits to its employees.

282 Section 5. Subsection (2) of section 376.30781, Florida 283 Statutes, is amended to read:

376.30781 Tax credits for rehabilitation of drycleaningsolvent-contaminated sites and brownfield sites in designated brownfield areas; application process; rulemaking authority; revocation authority.-

288 Notwithstanding the requirements of subsection (5), (2) 289 tax credits allowed pursuant to s. 220.1845 are available for site rehabilitation or solid waste removal conducted during the 290 291 calendar year in which the applicable voluntary cleanup 292 agreement or brownfield site rehabilitation agreement is 293 executed, even if the site rehabilitation or solid waste removal 294 is conducted prior to the execution of that agreement or the 295 designation of the brownfield area. Notwithstanding any other 296 provision of this section, any tax credit application claiming 297 annual brownfield site rehabilitation costs pursuant to this 298 section for such costs incurred in the calendar year prior to 299 submission of the application may claim such costs in the 300 application, provided such costs are paid in the calendar year 301 in which the brownfield site rehabilitation activities were 302 performed or were paid prior to the submission of the 303 application by January 31 of the year in which the application 304 is submitted. 305 Section 6. Section 376.85, Florida Statutes, is amended to 306 read: 307 376.85 Annual report.-The Department of Environmental 308 Protection shall prepare and submit an annual report to the

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309	President of the Senate and the Speaker of the House of								
310	Representatives by February 1 of each year a report that								
311	Legislature, beginning in December 1998, which shall include,								
312	but <u>is</u> not <del>be</del> limited to <u>,</u> the number, size, and locations of								
313	brownfield sites: that have been remediated under the provisions								
314	of this act <u>.</u> + that are currently under rehabilitation pursuant								
315	to a negotiated site rehabilitation agreement with the								
316	department or a delegated local program $\underline{, +}$ where alternative								
317	7 cleanup target levels have been established pursuant to s.								
318	376.81(1)(g)3. <u>,</u> ; and, where engineering and institutional								
319	control strategies are being employed as conditions of a "no								
320	further action order" to maintain the protections provided in s.								
321	376.81(1)(g)1. and 2. Based upon such information, the report								
322	shall also include recommendations for potential improvements to								
323	the brownfield program established under ss. 376.77-376.86 in								
324	order to achieve the legislative intent and goals and objectives								
325	set forth in s. 376.78.								
326	Section 7. Subsection (12) is added to section 403.1835,								
327	Florida Statutes, to read:								
328	403.1835 Water pollution control financial assistance								
329	(12) For purposes of determining priority under subsection								
330	(7), eligible projects located within a brownfield site with an								
331	executed brownfield site rehabilitation agreement under s.								
332	376.80 shall be deemed to eliminate public health hazards if the								
333	project:								
334	(a) Removes, mitigates, or prevents adverse effects on								
335	surface water or groundwater arising out of or caused by								
Į	Page 12 of 1/								

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336	contamination located on, migrating from, or in the brownfield									
337	site; or									
338	(b) Improves surface water management facilities or									
339	infrastructure and facilitates remediation or redevelopment of									
340	the brownfield site.									
341	Section 8. Paragraph (a) of subsection (9) of section									
342	403.8532, Florida Statutes, is amended to read:									
343	403.8532 Drinking water state revolving loan fund; use;									
344	rules									
345	(9) The department is authorized to make rules necessary									
346	to carry out the purposes of this section and the federal Safe									
347	Drinking Water Act, as amended. Such rules shall:									
348	(a) Set forth a priority system for loans based on public									
349	health considerations, compliance with state and federal									
350	requirements relating to public drinking water systems, and									
351	affordability. The priority system shall give special									
352	consideration to the following:									
353	1. Projects that provide for the development of									
354	alternative drinking water supply projects and management									
355	techniques in areas where existing source waters are limited or									
356	threatened by saltwater intrusion, excessive drawdowns,									
357	contamination, or other problems;									
358	2. Projects that provide for a dependable, sustainable									
359	supply of drinking water and that are not otherwise financially									
360	feasible; and									
361	3. Projects that contribute to the sustainability of									
362	regional water sources.									
363	4. Projects that are related to or otherwise encourage the									
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364	remediation	or	redevelopment	of	а	brownfield	site	with	an
504	remearation	ΟL	reacveropmene	ΟI	u	DIOWIIIICIU	SILC	WICII	an

365 executed brownfield site rehabilitation agreement under s.

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- 367

376.80. Section 9. This act shall take effect July 1, 2010.

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