315656

576-04167-20

1 2

3

4

5

6

7

8

9

10

11 12

13

14

15

16 17

18 19

20

21

22

23

24

25

26

Proposed Committee Substitute by the Committee on Appropriations (Appropriations Subcommittee on Transportation, Tourism, and Economic Development)

A bill to be entitled

An act relating to transportation; amending s. 20.23, F.S.; revising the organization of the Department of Transportation; providing duties for the department related to rail systems; revising provisions relating to the operation of a rail enterprise; amending s. 201.15, F.S.; revising uses for distributions made under the State Transportation Trust Fund in specified fiscal years; providing for the expiration of a specified provision; beginning in a specified fiscal year, requiring the allocation of a certain of amount of funds to the State Transportation Trust Fund to be used for rail safety; amending s. 206.46, F.S.; revising a limitation on an annual transfer from the State Transportation Trust Fund to the Right-of-Way Acquisition and Bridge Construction Trust Fund; amending ss. 206.606, 206.608, and 212.0501, F.S.; removing a requirement for deduction of certain service charges before the distribution of certain moneys; amending s. 311.101, F.S.; deleting the scheduled expiration of funding for the Intermodal Logistics Center Infrastructure Support Program; amending s. 319.32, F.S.; removing a requirement for deduction of certain service charges before depositing fees for a certificate of title into the State Transportation Trust Fund; amending s. 327.59, F.S.;

Page 1 of 58

315656

576-04167-20

27 prohibiting vessels under a specified weight from 28 remaining in certain marinas that have been deemed 29 unsuitable for refuge during a hurricane after the 30 issuance of a hurricane watch; requiring a marina 31 owner, operator, employee, or agent to remove 32 specified vessels under certain circumstances; 33 providing that such owner, operator, employee, or 34 agent may charge the vessel owner a reasonable fee for 35 such removal and may not be held liable for any 36 damages as a result of such removal; providing 37 construction; providing that the owners or operators 38 of certain vessels may be subject to a fine that the 39 deepwater seaport issuing an evacuation order is 40 required to impose and collect; amending s. 333.03, F.S.; requiring airport protection zoning regulations 41 42 to require certain permit applicants to submit a final valid determination from the Federal Aviation 43 Administration; creating s. 334.275, F.S.; requiring a 44 driver to vacate lanes or reduce vehicle speed on 45 46 certain highways under certain conditions; providing 47 an exception; authorizing portable radar speed display 48 units to show or display certain lights under 49 specified conditions; requiring the Department of 50 Highway Safety and Motor Vehicles to include certain 51 requirements in its specified educational awareness 52 campaign and in driver license educational materials; 53 requiring pedestrians using road rights-of-way to 54 yield the right-of-way to authorized road or bridge 55 maintenance or construction vehicles; providing an

315656

576-04167-20

56 exception; providing applicability; providing 57 construction; providing noncriminal penalties; 58 amending s. 337.14, F.S.; expanding an exception to a 59 certain prohibition on contracting to include airport 60 projects; requiring seaports and airports, by a specified date, to adopt conflict of interest 61 62 controls; specifying requirements for such controls; requiring that such controls be incorporated by 63 64 reference in certain contracts entered into by 65 seaports and airports; providing applicability; 66 authorizing the department to provide technical 67 assistance upon the request of a seaport or an 68 airport; amending s. 337.25, F.S.; requiring the 69 Department of Transportation to afford a right of first refusal to certain individuals under specified 70 71 circumstances; providing requirements and procedures for the right of first refusal; amending s. 339.135, 72 73 F.S.; conforming provisions to changes made by the 74 act; deleting the scheduled expiration of provisions 75 relating to approval of amendments submitted to the 76 Legislative Budget Commission by the department; 77 amending s. 339.175, F.S.; revising the date by which 78 a metropolitan planning organization must submit a 79 list of project priorities to the appropriate 80 department district; repealing s. 339.2821, F.S., 81 relating to economic development transportation 82 projects; amending s. 341.302, F.S.; revising the 83 maximum amount of liability insurance the department 84 may purchase; revising department responsibilities

Page 3 of 58

315656

576-04167-20

	576-04167-20
85	regarding rail systems; amending s. 341.303, F.S.;
86	revising department funding authority regarding rail
87	systems; conforming provisions to changes made by the
88	act; repealing s. 341.8201, F.S., relating to the
89	"Florida Rail Enterprise Act" short title; amending s.
90	341.8203, F.S.; revising definitions; amending s.
91	341.822, F.S.; requiring the department, rather than
92	the Florida Rail Enterprise, to locate, plan, design,
93	finance, construct, maintain, own, operate,
94	administer, and manage the high-speed rail system in
95	the state; amending s. 348.754, F.S.; deleting a
96	provision prohibiting the Central Florida Expressway
97	Authority from constructing extensions, additions, or
98	improvements to the Central Florida Expressway System
99	in Lake County without the consent of the Secretary of
100	Transportation; amending ss. 288.0656, 339.08,
101	341.825, 341.836, 341.838, 341.839, 341.840, 343.58,
102	and 377.809, F.S.; conforming provisions to changes
103	made by the act; providing effective dates.
104	
105	Be It Enacted by the Legislature of the State of Florida:
106	
107	Section 1. Effective July 1, 2023, paragraphs (a) and (f)
108	of subsection (4) of section 20.23, Florida Statutes, are
109	amended to read:
110	20.23 Department of TransportationThere is created a
111	Department of Transportation which shall be a decentralized
112	agency.
113	(4)(a) The operations of the department shall be organized
I	

315656

576-04167-20

114 into seven districts, each headed by a district secretary, and a turnpike enterprise and a rail enterprise, each enterprise 115 headed by an executive director. The district secretaries and 116 117 the executive director directors shall be registered professional engineers in accordance with the provisions of 118 119 chapter 471 or the laws of another state, or, in lieu of professional engineer registration, a district secretary or the 120 121 executive director may hold an advanced degree in an appropriate 122 related discipline, such as a Master of Business Administration. 123 The headquarters of the districts shall be located in Polk, 124 Columbia, Washington, Broward, Volusia, Miami-Dade, and 125 Hillsborough Counties. The headquarters of the turnpike 126 enterprise shall be located in Orange County. The headquarters 127 of the rail enterprise shall be located in Leon County. In order 128 to provide for efficient operations and to expedite the 129 decisionmaking process, the department shall provide for maximum decentralization to the districts. 130

131 (f) 1. The department shall have responsibility for 132 developing and operating the high-speed and passenger rail systems established in chapter 341, directing funding for 133 134 passenger rail systems under s. 341.303, ensuring general rail 135 safety, coordinating efforts to enhance passenger rail safety in 136 the state, and coordinating publicly funded passenger rail 137 operations in the state, including freight rail interoperability 138 issues, shall be delegated by the secretary to the executive 139 director of the rail enterprise, who shall serve at the pleasure 140 of the secretary. The executive director shall report directly to the secretary, and the rail enterprise shall operate pursuant 141 to ss. 341.8201-341.842. 142

315656

576-04167-20

143 2. To facilitate the most efficient and effective management of the rail enterprise, including the use of best 144 145 business practices employed by the private sector, the rail 146 enterprise, except as provided in s. 287.055, shall be exempt 147 from departmental policies, procedures, and standards, subject to the secretary having the authority to apply any such 148 policies, procedures, and standards to the rail enterprise from 149 150 time to time as deemed appropriate.

Section 2. Paragraph (a) of subsection (4) of section201.15, Florida Statutes, is amended to read:

153 201.15 Distribution of taxes collected.-All taxes collected 154 under this chapter are hereby pledged and shall be first made 155 available to make payments when due on bonds issued pursuant to 156 s. 215.618 or s. 215.619, or any other bonds authorized to be 157 issued on a parity basis with such bonds. Such pledge and 158 availability for the payment of these bonds shall have priority 159 over any requirement for the payment of service charges or costs 160 of collection and enforcement under this section. All taxes 161 collected under this chapter, except taxes distributed to the 162 Land Acquisition Trust Fund pursuant to subsections (1) and (2), 163 are subject to the service charge imposed in s. 215.20(1). 164 Before distribution pursuant to this section, the Department of 165 Revenue shall deduct amounts necessary to pay the costs of the 166 collection and enforcement of the tax levied by this chapter. 167 The costs and service charge may not be levied against any 168 portion of taxes pledged to debt service on bonds to the extent 169 that the costs and service charge are required to pay any amounts relating to the bonds. All of the costs of the 170 171 collection and enforcement of the tax levied by this chapter and

Page 6 of 58

315656

576-04167-20

the service charge shall be available and transferred to the extent necessary to pay debt service and any other amounts payable with respect to bonds authorized before January 1, 2017, secured by revenues distributed pursuant to this section. All taxes remaining after deduction of costs shall be distributed as follows:

(4) After the required distributions to the Land
Acquisition Trust Fund pursuant to subsections (1) and (2) and
deduction of the service charge imposed pursuant to s.
215.20(1), the remainder shall be distributed as follows:

(a) The lesser of 24.18442 percent of the remainder or
\$541.75 million in each fiscal year shall be paid into the State
Treasury to the credit of the State Transportation Trust Fund.
Of such funds, \$75 million for each fiscal year shall be
transferred to the General Revenue Fund. Notwithstanding any
other law, the remaining amount credited to the State
Transportation Trust Fund shall be used for:

189 1. Capital funding for the New Starts Transit Program,
190 authorized by Title 49, U.S.C. s. 5309 and specified in s.
191 341.051, in the amount of 10 percent of the funds;

The Small County Outreach Program specified in s.
 339.2818, in the amount of 10 percent of the funds;

3. The Strategic Intermodal System specified in ss. 339.61, 339.62, 339.63, and 339.64, in the amount of 75 percent of the funds after deduction of the payments required pursuant to subparagraphs 1. and 2.; and

4.<u>a.</u> The Transportation Regional Incentive Program
specified in s. 339.2819, in the amount of 25 percent of the
funds after deduction of the payments required pursuant to

315656

576-04167-20

201 subparagraphs 1. and 2.

202 <u>b. In fiscal years 2020-2021, 2020-2022, and 2022-2023,</u> the 203 first \$60 million of the funds allocated pursuant to this 204 subparagraph <u>must shall</u> be allocated annually to the Florida 205 Rail Enterprise for the purposes established in s. 341.303(5). 206 <u>This sub-subparagraph expires July 1, 2023.</u>

207 <u>c. Beginning in the 2023-2024 fiscal year, the first \$60</u> 208 <u>million of the funds allocated pursuant to this subparagraph</u> 209 <u>must be allocated annually to the State Transportation Trust</u> 210 <u>Fund to be used for rail projects and rail safety improvements</u> 211 <u>as provided in s. 341.303(5).</u>

212 Section 3. Subsection (2) of section 206.46, Florida 213 Statutes, is amended to read:

214

206.46 State Transportation Trust Fund.-

215 (2) Notwithstanding any other provision provisions of law, 216 from the revenues deposited into the State Transportation Trust 217 Fund a maximum of 7 percent in each fiscal year shall be transferred into the Right-of-Way Acquisition and Bridge 218 219 Construction Trust Fund created in s. 215.605_{τ} as needed to meet 220 the requirements of the documents authorizing the bonds issued 221 or proposed to be issued under ss. 215.605 and 337.276 or at a 222 minimum amount sufficient to pay for the debt service coverage 223 requirements of outstanding bonds. Notwithstanding the 7 percent 224 annual transfer authorized in this subsection, the annual amount 225 transferred under this subsection shall not exceed an amount 226 necessary to provide the required debt service coverage levels 227 for a maximum debt service not to exceed \$350 \$275 million. Such transfer shall be payable primarily from the motor and diesel 228 229 fuel taxes transferred to the State Transportation Trust Fund

315656

576-04167-20

230 from the Fuel Tax Collection Trust Fund.

231 Section 4. Subsection (1) of section 206.606, Florida 232 Statutes, is amended to read:

233

206.606 Distribution of certain proceeds.-

234 (1) Moneys collected pursuant to ss. 206.41(1)(g) and 235 206.87(1)(e) shall be deposited in the Fuel Tax Collection Trust 236 Fund. Such moneys, after deducting the service charges imposed 237 by s. 215.20, the refunds granted pursuant to s. 206.41, and the 238 administrative costs incurred by the department in collecting, 239 administering, enforcing, and distributing the tax, which 240 administrative costs may not exceed 2 percent of collections, 241 shall be distributed monthly to the State Transportation Trust 242 Fund, except that:

243 (a) Each fiscal year, \$6.3 \$6.30 million shall be transferred to the Fish and Wildlife Conservation Commission in 244 each fiscal year and deposited in the Invasive Plant Control 245 246 Trust Fund to be used for aquatic plant management, including nonchemical control of aquatic weeds, research into nonchemical 247 248 controls, and enforcement activities. The commission shall allocate at least \$1 million of such funds to the eradication of 249 250 melaleuca.

251 (b) Annually, \$2.5 million shall be transferred to the 252 State Game Trust Fund in the Fish and Wildlife Conservation 253 Commission and used for recreational boating activities and 254 freshwater fisheries management and research. The transfers must be made in equal monthly amounts beginning on July 1 of each 255 256 fiscal year. The commission shall annually determine where unmet 257 needs exist for boating-related activities, and may fund such 258 activities in counties where, due to the number of vessel

315656

576-04167-20

277

259 registrations, sufficient financial resources are unavailable. 260 1. A minimum of \$1.25 million shall be used to fund local 261 projects to provide recreational channel marking and other 262 uniform waterway markers, public boat ramps, lifts, and hoists, marine railways, and other public launching facilities, derelict 263 264 vessel removal, and other local boating-related activities. In funding the projects, the commission shall give priority 265 266 consideration to:

a. Unmet needs in counties having populations of 100,000 orfewer.

b. Unmet needs in coastal counties having a high level of boating-related activities from individuals residing in other counties.

272 2. The remaining \$1.25 million may be used for recreational 273 boating activities and freshwater fisheries management and 274 research.

3. The commission may adopt rules to administer a FloridaBoating Improvement Program.

The commission shall prepare and make available on its Internet website an annual report outlining the status of its Florida Boating Improvement Program, including the projects funded, and a list of counties the whose needs of which are unmet due to insufficient financial resources from vessel registration fees.

(c) 0.65 percent Of the moneys collected pursuant to s.
284 206.41(1)(g), 0.65 percent shall be transferred to the
285 Agricultural Emergency Eradication Trust Fund.

(d) <u>Each fiscal year</u>, \$13.4 million in fiscal year 2007-287 2008 and each fiscal year thereafter of the moneys attributable

315656

576-04167-20

to the sale of motor and diesel fuel at marinas shall be transferred from the Fuel Tax Collection Trust Fund to the Marine Resources Conservation Trust Fund in the Fish and Wildlife Conservation Commission.

292 Section 5. Section 206.608, Florida Statutes, is amended to 293 read:

294 206.608 State Comprehensive Enhanced Transportation System 295 Tax; deposit of proceeds; distribution.-Moneys received pursuant 296 to ss. 206.41(1)(f) and 206.87(1)(d) shall be deposited in the 297 Fuel Tax Collection Trust Fund, and, after deducting the service 298 charge imposed in chapter 215 and administrative costs incurred 299 by the department in collecting, administering, enforcing, and 300 distributing the tax, which administrative costs may not exceed 301 2 percent of collections, shall be distributed as follows:

302 (1) 0.65 percent Of the proceeds of the tax levied pursuant
 303 to s. 206.41(1)(f), 0.65 percent shall be transferred to the
 304 Agricultural Emergency Eradication Trust Fund.

(2) The remaining proceeds of the tax levied pursuant to s. 305 306 206.41(1)(f) and all of the proceeds from the tax imposed by s. 307 206.87(1)(d) shall be transferred into the State Transportation 308 Trust Fund, and may be used only for projects in the adopted 309 work program in the district in which the tax proceeds are collected, and τ to the maximum extent feasible, such moneys 310 311 shall be programmed for use in the county where collected. 312 However, no revenue from the taxes imposed pursuant to ss. 313 206.41(1)(f) and 206.87(1)(d) in a county may not shall be 314 expended unless the projects funded with such revenues have been 315 included in the work program adopted pursuant to s. 339.135. 316 Section 6. Subsection (6) of section 212.0501, Florida

Page 11 of 58

315656

576-04167-20

317 Statutes, is amended to read:

318 212.0501 Tax on diesel fuel for business purposes; 319 purchase, storage, and use.-

(6) All taxes required to be paid on fuel used in selfpropelled off-road equipment shall be deposited in the Fuel Tax Collection Trust Fund, to be distributed, after deduction of the general revenue service charge pursuant to s. 215.20, to the State Transportation Trust Fund. The department shall, each month, make a transfer, from general revenue collections, equal to such use tax reported on dealers' sales and use tax returns.

327 Section 7. Subsection (7) of section 311.101, Florida 328 Statutes, is amended to read:

329 311.101 Intermodal Logistics Center Infrastructure Support 330 Program.-

(7) Beginning in fiscal year 2014-2015, At least \$5 million per fiscal year shall be made available from the State Transportation Trust Fund for the program. The Department of Transportation shall include projects proposed to be funded under this section in the tentative work program developed pursuant to s. 339.135(4). This subsection expires on July 1, 2020.

338 Section 8. Subsection (5) of section 319.32, Florida 339 Statutes, is amended to read:

340

319.32 Fees; service charges; disposition.-

(5) (a) Forty-seven dollars of each fee collected, except for fees charged on a certificate of title for a motor vehicle for hire registered under s. 320.08(6), for each applicable original certificate of title and each applicable duplicate copy of a certificate of title, after deducting the service charges

315656

576-04167-20

346 imposed by s. 215.20, shall be deposited into the State 347 Transportation Trust Fund. Deposits to the State Transportation 348 Trust Fund pursuant to this paragraph may not exceed \$200 349 million in any fiscal year, and any collections in excess of 350 that amount during the fiscal year shall be paid into the 351 General Revenue Fund.

352 (b) All fees collected pursuant to subsection (3) shall be 353 paid into the Nongame Wildlife Trust Fund. Twenty-one dollars of 354 each fee, except for fees charged on a certificate of title for 355 a motor vehicle for hire registered under s. 320.08(6), for each 356 applicable original certificate of title and each applicable 357 duplicate copy of a certificate of title, after deducting the 358 service charges imposed by s. 215.20, shall be deposited into 359 the State Transportation Trust Fund. All other fees collected by 360 the department under this chapter shall be paid into the General 361 Revenue Fund.

362 Section 9. Subsection (1) of section 327.59, Florida 363 Statutes, is amended, and subsection (5) is added to that 364 section, to read:

365

327.59 Marina evacuations.-

(1) Except as provided in this section After June 1, 1994, marinas may not adopt, maintain, or enforce policies pertaining to evacuation of vessels which require vessels to be removed from marinas following the issuance of a hurricane watch or warning, in order to ensure that protecting the lives and safety of vessel owners is placed before interests of protecting property.

373 (5) Upon the issuance of a hurricane watch affecting the 374 waters of marinas located in a deepwater seaport, vessels under

Page 13 of 58

315656

576-04167-20

Ì

375	500 gross tons may not remain in the waters of such marinas that
376	have been deemed not suitable for refuge during a hurricane.
377	Vessel owners shall promptly remove their vessels from the
378	waterways upon issuance of an evacuation order by the deepwater
379	seaport. If the United States Coast Guard captain of the port
380	sets the port condition to "Yankee" and a vessel owner has
381	failed to remove a vessel from the waterway, the marina owner,
382	operator, employee, or agent, regardless of any existing
383	contractual provisions between the marina owner and the vessel
384	owner, shall remove the vessel, or cause the vessel to be
385	removed, if reasonable, from its slip and may charge the vessel
386	owner a reasonable fee for any such services rendered. A marina
387	owner, operator, employee, or agent may not be held liable for
388	any damage incurred to a vessel from a hurricane and is held
389	harmless as a result of such actions to remove the vessel from
390	the waterways. Nothing in this section may be construed to
391	provide immunity to a marina owner, operator, employee, or agent
392	for any damage caused by intentional acts or negligence when
393	removing a vessel pursuant to this section. After the hurricane
394	watch has been issued, the owner or operator of any vessel that
395	has not been removed from the waterway of the marina, pursuant
396	to an order from the deepwater seaport, may be subject to a
397	fine, which must be imposed and collected by the deepwater
398	seaport that issued the evacuation order if assessed, in an
399	amount not exceeding three times the cost associated with
400	removing the vessel from the waterway.
401	Section 10. Paragraph (c) of subsection (1) of section
402	333.03, Florida Statutes, is amended to read:
403	333.03 Requirement to adopt airport zoning regulations
I	

Page 14 of 58

315656

576-04167-20 404 (1)405 (c) Airport protection zoning regulations adopted under 406 paragraph (a) must, at a minimum, require: 407 1. A permit for the construction or alteration of any 408 obstruction.+ 409 2. Obstruction marking and lighting for obstructions.+ 3. Documentation showing compliance with the federal 410 requirement for notification of proposed construction or 411 412 alteration of structures and a final valid determination from 413 the Federal Aviation Administration aeronautical study submitted 414 by each person applying for a permit.+ 415 4. Consideration of the criteria in s. $333.025(6)_{T}$ when 416 determining whether to issue or deny a permit.; and 417 5. That approval of a permit not be based solely on the 418 determination by the Federal Aviation Administration that the 419 proposed structure is not an airport hazard. 420 Section 11. Section 334.275, Florida Statutes, is created 421 to read: 422 334.275 Road and bridge maintenance and construction 423 vehicle safety.-424 (1) Notwithstanding any other provision of law: 425 (a) If a road or bridge maintenance or construction vehicle 426 displaying warning lights is on the roadside without advanced 427 signs or channeling devices, the driver of every other vehicle, 428 as soon as it is safe, shall vacate the lane closest to the road 429 or bridge maintenance or construction vehicle when driving on an 430 interstate highway or other highway with two or more lanes 431 traveling in the direction of the road or bridge maintenance or

432 construction vehicle, except when otherwise directed by a law

315656

576-04167-20

	576-04167-20
433	enforcement officer. If such movement cannot be safely
434	accomplished, the driver of every other vehicle shall slow to a
435	speed that is 20 miles per hour less than the speed limit when
436	the speed limit is 25 miles per hour or greater; or travel at 5
437	miles per hour when the posted speed limit is 20 miles per hour
438	or less, when driving on a two-lane road, except when otherwise
439	directed by a law enforcement officer.
440	(b) Portable radar speed display units in advance of a work
441	zone on roadways with a posted speed limit of 55 miles per hour
442	or more may show or display flashing red and blue lights when
443	workers are present in the work zone for the purpose of road or
444	bridge maintenance or construction.
445	(2) The Department of Highway Safety and Motor Vehicles
446	shall include the requirements of this section in its
447	educational awareness campaign relating to the Move Over Act and
448	in all newly printed driver license educational materials.
449	(3) Every pedestrian using the road right-of-way shall
450	yield the right-of-way to an authorized road or bridge
451	maintenance or construction vehicle, unless otherwise directed
452	by a law enforcement officer.
453	(4) This section applies to maintenance or construction
454	being performed for a governmental transportation entity as
455	defined in s. 334.27(1).
456	(5) This section does not diminish or enlarge any rules of
457	evidence or liability in any case involving the operation of a
458	road or bridge maintenance or construction vehicle.
459	(6) This section does not relieve the driver of an
460	authorized road or bridge maintenance or construction vehicle
461	from the duty to drive with due regard for the safety of all
ļ	

Page 16 of 58

315656

576-04167-20

462 persons using the highway.

463 (7) A violation of this section is a noncriminal traffic 464 infraction, punishable pursuant to chapter 318 as either a moving violation for infractions of paragraph (1)(a) or as a 466 pedestrian violation for infractions of subsection (5).

467 Section 12. Subsection (7) of section 337.14, Florida 468 Statutes, is amended to read:

469 337.14 Application for qualification; certificate of 470 qualification; restrictions; request for hearing.-

(7) (a) A "contractor" as defined in s. 337.165(1)(d) or his 471 472 or her "affiliate" as defined in s. 337.165(1)(a) qualified with 473 the department under this section may not also qualify under s. 474 287.055 or s. 337.105 to provide testing services, construction, 475 engineering, and inspection services to the department. This 476 limitation does not apply to any design-build prequalification 477 under s. 337.11(7) and does not apply when the department 478 otherwise determines by written order entered at least 30 days 479 before advertisement that the limitation is not in the best 480 interests of the public with respect to a particular contract 481 for testing services, construction, engineering, and inspection 482 services. This subsection does not authorize a contractor to provide testing services, or provide construction, engineering, 483 484 and inspection services, to the department in connection with a 485 construction contract under which the contractor is performing 486 any work.

487 (b) Notwithstanding any other provision of law to the 488 contrary, for a project that is wholly or partially funded by 489 the department and administered by a local governmental entity, except for a seaport listed in s. 311.09 or an airport as 490

465

315656

576-04167-20

491	defined in s. 332.004, the entity performing design and
492	construction engineering and inspection services may not be the
493	same entity.
494	1. By January 1, 2021, each seaport and airport shall adopt
495	necessary controls for oversight and prevention of conflicts of
496	interest when an entity is engaged to provide design services
497	and to provide construction engineering and inspection services
498	for the same seaport or airport project.
499	2. Conflict of interest controls must, at a minimum,
500	address:
501	a. Conflict of interest guidance and policies for
502	contracting entities.
503	b. Conflict of interest identification, disclosure, and
504	mitigation requirements for both the seaport or airport staff
505	and the entity's staff.
506	c. Management and oversight resources and guidance.
507	d. Monitoring and evaluating compliance with applicable
508	federal and state laws and regulations.
509	e. Training requirements and programs for seaport or
510	airport staff and the entity's staff on contract management.
511	3. Conflict of interest controls required by subparagraphs
512	1. and 2. shall be incorporated by reference into any contract
513	entered into by a seaport or an airport under this paragraph.
514	The contract must also clearly define each contracting party's
515	roles, responsibilities, and duties for a project.
516	4. The requirements of this paragraph apply only to
517	contracts executed after January 1, 2021, under which an entity
518	is providing design services and construction engineering and
519	inspection services on the same project.

Page 18 of 58

315656

576-04167-20

520 <u>5. Upon the request of a seaport or an airport, the</u>
 521 <u>department may provide technical assistance in developing the</u>
 522 <u>conflict of interest controls required by this paragraph.</u>
 523 Section 13. Subsection (4) of section 337.25, Florida

524 Statutes, is amended to read:

525 337.25 Acquisition, lease, and disposal of real and 526 personal property.-

527 (4) The department may convey, in the name of the state, 52.8 any land, building, or other property, real or personal, which 529 was acquired under subsection (1) and which the department has 530 determined is not needed for the construction, operation, and 531 maintenance of a transportation facility. When such a 532 determination has been made, property may be disposed of through 533 negotiations, sealed competitive bids, auctions, or any other 534 means the department deems to be in its best interest, with due 535 advertisement for property valued by the department at greater 536 than \$10,000. A sale may not occur at a price less than the 537 department's current estimate of value, except as provided in 538 paragraphs (a) - (d). The department may afford a right of first refusal to the local government or other political subdivision 539 540 in the jurisdiction in which the parcel is situated, except in a 541 conveyance transacted under paragraph (a), paragraph (c), or 542 paragraph (e). Notwithstanding any provision of this section to 543 the contrary, before any conveyance under this subsection may be 544 made, except a conveyance under paragraph (a) or paragraph (c), 545 the department shall first afford a right of first refusal to 546 the previous property owner for the department's current 547 estimate of value of the property. The right of first refusal must be made in writing and sent to the previous owner via 548

Page 19 of 58

315656

576-04167-20

549 <u>certified mail or hand delivery, effective upon receipt. The</u> 550 <u>right of first refusal must provide the previous owner with a</u> 551 <u>minimum of 30 days to exercise the right in writing and must be</u> 552 <u>sent to the originator of the offer by certified mail or hand</u> 553 <u>delivery, effective upon dispatch. If the previous owner</u> 554 <u>exercises his or her right of first refusal, the previous owner</u> 555 <u>has a minimum of 90 days to close on the property.</u>

556 (a) If the property has been donated to the state for 557 transportation purposes and a transportation facility has not 558 been constructed for at least 5 years, plans have not been 559 prepared for the construction of such facility, and the property 560 is not located in a transportation corridor, the governmental 561 entity may authorize reconveyance of the donated property for no 562 consideration to the original donor or the donor's heirs, successors, assigns, or representatives. 563

(b) If the property is to be used for a public purpose, the property may be conveyed without consideration to a governmental entity.

567 (c) If the property was originally acquired specifically to 568 provide replacement housing for persons displaced by 569 transportation projects, the department may negotiate for the 570 sale of such property as replacement housing. As compensation, 571 the state shall receive at least its investment in such property 572 or the department's current estimate of value, whichever is 573 lower. It is expressly intended that this benefit be extended 574 only to persons actually displaced by the project. Dispositions 575 to any other person must be for at least the department's current estimate of value. 576

577

(d) If the department determines that the property requires

315656

576-04167-20

578 significant costs to be incurred or that continued ownership of 579 the property exposes the department to significant liability 580 risks, the department may use the projected maintenance costs 581 over the next 10 years to offset the property's value in 582 establishing a value for disposal of the property, even if that 583 value is zero.

(e) If, at the discretion of the department, a sale to a
person other than an abutting property owner would be
inequitable, the property may be sold to the abutting owner for
the department's current estimate of value.

588 Section 14. Paragraph (c) of subsection (4) and paragraph 589 (g) of subsection (7) of section 339.135, Florida Statutes, are 590 amended to read:

339.135 Work program; legislative budget request;
definitions; preparation, adoption, execution, and amendment.-

593

(4) FUNDING AND DEVELOPING A TENTATIVE WORK PROGRAM.-

(c)1. For purposes of this section, the board of county commissioners shall serve as the metropolitan planning organization in those counties <u>that</u> which are not located in a metropolitan planning organization and shall be involved in the development of the district work program to the same extent as a metropolitan planning organization.

600 2. The district work program shall be developed 601 cooperatively from the outset with the various metropolitan 602 planning organizations of the state and include, to the maximum 603 extent feasible, the project priorities of metropolitan planning 604 organizations which have been submitted to the district by 605 <u>August October</u> 1 of each year pursuant to s. 339.175(8)(b); 606 however, the department and a metropolitan planning organization

Page 21 of 58

315656

576-04167-20

607 may, in writing, cooperatively agree to vary this submittal date. To assist the metropolitan planning organizations in 608 609 developing their lists of project priorities, the district shall disclose to each metropolitan planning organization any 610 611 anticipated changes in the allocation or programming of state 612 and federal funds which may affect the inclusion of metropolitan 613 planning organization project priorities in the district work 614 program.

615 3. Before Prior to submittal of the district work program 616 to the central office, the district shall provide the affected 617 metropolitan planning organization with written justification 618 for any project proposed to be rescheduled or deleted from the 619 district work program which project is part of the metropolitan 620 planning organization's transportation improvement program and is contained in the last 4 years of the previous adopted work 621 622 program. By no later than 14 days after submittal of the 623 district work program to the central office, the affected metropolitan planning organization may file an objection to such 624 625 rescheduling or deletion. When an objection is filed with the 626 secretary, the rescheduling or deletion may not be included in 627 the district work program unless the inclusion of such 628 rescheduling or deletion is specifically approved by the 629 secretary. The Florida Transportation Commission shall include 630 such objections in its evaluation of the tentative work program 631 only when the secretary has approved the rescheduling or 632 deletion.

633

(7) AMENDMENT OF THE ADOPTED WORK PROGRAM.-

(g)1. <u>A</u> Any work program amendment <u>that</u> which also requires
 the transfer of fixed capital outlay appropriations between

315656

576-04167-20

636 categories within the department or the increase of an
637 appropriation category is subject to the approval of the
638 Legislative Budget Commission.

639 2. If a meeting of the Legislative Budget Commission cannot 640 be held within 30 days after the department submits an amendment 641 to the Legislative Budget Commission, the chair and vice chair 642 of the Legislative Budget Commission may authorize such 643 amendment to be approved pursuant to s. 216.177. This 644 subparagraph expires July 1, 2020.

645 Section 15. Paragraph (b) of subsection (8) of section 646 339.175, Florida Statutes, is amended to read:

647

339.175 Metropolitan planning organization.-

648 (8) TRANSPORTATION IMPROVEMENT PROGRAM.-Each M.P.O. shall, 649 in cooperation with the state and affected public transportation 650 operators, develop a transportation improvement program for the 651 area within the jurisdiction of the M.P.O. In the development of the transportation improvement program, each M.P.O. must provide 652 653 the public, affected public agencies, representatives of 654 transportation agency employees, freight shippers, providers of 655 freight transportation services, private providers of 656 transportation, representatives of users of public transit, and 657 other interested parties with a reasonable opportunity to 658 comment on the proposed transportation improvement program.

(b) Each M.P.O. annually shall prepare a list of project priorities and shall submit the list to the appropriate district of the department by <u>August October</u> 1 of each year; however, the department and a metropolitan planning organization may, in writing, agree to vary this submittal date. Where more than one M.P.O. exists in an urbanized area, the M.P.O.'s shall

315656

576-04167-20

665 coordinate in the development of regionally significant project 666 priorities. The list of project priorities must be formally 667 reviewed by the technical and citizens' advisory committees, and 668 approved by the M.P.O., before it is transmitted to the 669 district. The approved list of project priorities must be used 670 by the district in developing the district work program and must be used by the M.P.O. in developing its transportation 671 improvement program. The annual list of project priorities must 672 673 be based upon project selection criteria that, at a minimum, 674 consider the following: 675 1. The approved M.P.O. long-range transportation plan.+ 676 2. The Strategic Intermodal System Plan developed under s. 339.64. 677 678 3. The priorities developed pursuant to s. 339.2819(4). 679 4. The results of the transportation management systems.+ 680 and 681 5. The M.P.O.'s public-involvement procedures. Section 16. Section 339.2821, Florida Statutes, is 682 683 repealed. 684 Section 17. Paragraph (b) of subsection (17) of section 685 341.302, Florida Statutes, is amended to read: 686 341.302 Rail program; duties and responsibilities of the 687 department.-The department, in conjunction with other 688 governmental entities, including the rail enterprise and the 689 private sector, shall develop and implement a rail program of statewide application designed to ensure the proper maintenance, 690 691 safety, revitalization, and expansion of the rail system to assure its continued and increased availability to respond to 692 693 statewide mobility needs. Within the resources provided pursuant

315656

576-04167-20

694 to chapter 216, and as authorized under federal law, the 695 department shall:

(17) In conjunction with the acquisition, ownership,
construction, operation, maintenance, and management of a rail
corridor, have the authority to:

699 (b) Purchase liability insurance, which amount shall not exceed \$295 \$200 million, and establish a self-insurance 700 701 retention fund for the purpose of paying the deductible limit 702 established in the insurance policies it may obtain, including 703 coverage for the department, any freight rail operator as 704 described in paragraph (a), National Railroad Passenger 705 Corporation, commuter rail service providers, governmental 706 entities, or any ancillary development, which self-insurance 707 retention fund or deductible shall not exceed \$10 million. The 708 insureds shall pay a reasonable monetary contribution to the cost of such liability coverage for the sole benefit of the 709 710 insured. Such insurance and self-insurance retention fund may 711 provide coverage for all damages, including, but not limited to, 712 compensatory, special, and exemplary, and be maintained to 713 provide an adequate fund to cover claims and liabilities for 714 loss, injury, or damage arising out of or connected with the 715 ownership, operation, maintenance, and management of a rail 716 corridor.

717

Neither the assumption by contract to protect, defend, indemnify, and hold harmless; the purchase of insurance; nor the establishment of a self-insurance retention fund shall be deemed to be a waiver of any defense of sovereign immunity for torts nor deemed to increase the limits of the department's or the

315656

576-04167-20

723 governmental entity's liability for torts as provided in s. 724 768.28. The requirements of s. 287.022(1) shall not apply to the 725 purchase of any insurance under this subsection. The provisions 726 of this subsection shall apply and inure fully as to any other 727 governmental entity providing commuter rail service and 728 constructing, operating, maintaining, or managing a rail 729 corridor on publicly owned right-of-way under contract by the 730 governmental entity with the department or a governmental entity 731 designated by the department. Notwithstanding any law to the 732 contrary, procurement for the construction, operation, 733 maintenance, and management of any rail corridor described in 734 this subsection, whether by the department, a governmental 735 entity under contract with the department, or a governmental 736 entity designated by the department, shall be pursuant to s. 737 287.057 and shall include, but not be limited to, criteria for the consideration of qualifications, technical aspects of the 738 proposal, and price. Further, any such contract for design-build 739 740 shall be procured pursuant to the criteria in s. 337.11(7).

741Section 18. Effective July 1, 2023, section 341.302,742Florida Statutes, as amended by this act, is amended to read:

743 341.302 Rail program; duties and responsibilities of the 744 department.-The department, in conjunction with other 745 governmental entities, including the rail enterprise and the 746 private sector, shall develop and implement a rail program of 747 statewide application designed to ensure the proper maintenance, 748 safety, revitalization, and expansion of the rail system to 749 assure its continued and increased availability to respond to 750 statewide mobility needs. Within the resources provided pursuant 751 to chapter 216, and as authorized under federal law, the

Page 26 of 58

315656

576-04167-20

752 department shall:

(1) Provide the overall leadership, coordination, and financial and technical assistance necessary to <u>ensure</u> assure the effective responses of the state's rail system to current and anticipated mobility needs.

7 (2) <u>Coordinate the development, general rail safety, and</u> 8 <u>operation of publicly funded passenger</u> Promote and facilitate 9 the implementation of advanced rail systems <u>in this state</u>, 0 including high-speed rail and magnetic levitation systems.

761 (3) Develop and periodically update the rail system plan₇
762 on the basis of an analysis of statewide transportation needs.

763 (a) The plan may contain detailed regional components, 764 consistent with regional transportation plans, as needed to 765 ensure connectivity within the state's regions, and it shall be 766 consistent with the Florida Transportation Plan developed 767 pursuant to s. 339.155. The rail system plan shall include an 768 identification of priorities, programs, and funding levels 769 required to meet statewide and regional needs. The rail system 770 plan shall be developed in a manner that will ensure assure the 771 maximum use of existing facilities and the optimum integration and coordination of the various modes of transportation, public 772 773 and private, in the most cost-effective manner possible. The 774 rail system plan shall be updated no later than January 1, 2011, and at least every 5 years thereafter, and include plans for 775 776 both passenger rail service and freight rail service, 777 accompanied by a report to the Legislature regarding the status 778 of the plan.

(b) In recognition of the department's role in theenhancement of the state's rail system to improve freight and

2/27/2020 8:07:29 AM

315656

576-04167-20

781 passenger mobility, the department shall:

1. Work closely with all affected communities along an
impacted freight rail corridor to identify and address
anticipated impacts associated with an increase in freight rail
traffic due to implementation of passenger rail.

786 2. In coordination with the affected local governments and 787 CSX Transportation, Inc., finalize all viable alternatives from 788 the department's Rail Traffic Evaluation Study to identify and 789 develop an alternative route for through freight rail traffic 790 moving through Central Florida, including the counties of Polk 791 and Hillsborough, which would address, to the extent 792 practicable, the effects of commuter rail.

793 3. Provide technical assistance to a coalition of local 794 governments in Central Florida, including the counties of 795 Brevard, Citrus, Hernando, Hillsborough, Lake, Marion, Orange, 796 Osceola, Pasco, Pinellas, Polk, Manatee, Sarasota, Seminole, 797 Sumter, and Volusia, and the municipalities within those 798 counties, to develop a regional rail system plan that addresses 799 passenger and freight opportunities in the region, is consistent 800 with the Florida Rail System Plan, and incorporates appropriate 801 elements of the Tampa Bay Area Regional Authority Master Plan, 802 the Metroplan Orlando Regional Transit System Concept Plan, 803 including the SunRail project, and the Florida Department of 804 Transportation Alternate Rail Traffic Evaluation.

805 (4) As part of the work program of the department,
806 formulate a specific program of projects and financing to
807 respond to identified railroad needs.

808 (5) Provide technical and financial assistance to units of809 local government to address identified rail transportation

315656

576-04167-20

810 needs.

811 (6) Secure and administer federal grants, loans, and
812 apportionments for rail projects within this state when
813 necessary to further the statewide program.

(7) Develop and administer state standards concerning the safety and performance of rail systems, hazardous material handling, and operations. Such standards shall be developed jointly with representatives of affected rail systems, with full consideration given to nationwide industry norms, and shall define the minimum acceptable standards for safety and performance.

821 (8) Conduct, at a minimum, inspections of track and rolling 822 stock; train signals and related equipment; hazardous materials 823 transportation, including the loading, unloading, and labeling 824 of hazardous materials at shippers', receivers', and transfer 825 points; and train operating practices to determine adherence to 826 state and federal standards. Department personnel may enforce 827 any safety regulation issued under the Federal Government's 828 preemptive authority over interstate commerce.

(9) Assess penalties, in accordance with the applicable
federal regulations, for the failure to adhere to the state
standards.

(10) Administer rail operating and construction programs, which programs shall include the regulation of <u>maximum</u> maxi-mum train operating speeds, the opening and closing of public grade crossings, the construction and rehabilitation of public grade crossings, and the installation of traffic control devices at public grade crossings, the administering of the programs by the department including participation in the cost of the programs.

315656

576-04167-20

(11) Coordinate and facilitate the relocation of railroads
from congested urban areas to nonurban areas when relocation has
been determined feasible and desirable from the standpoint of
safety, operational efficiency, and economics.

(12) Implement a program of branch line continuance
projects when an analysis of the industrial and economic
potential of the line indicates that public involvement is
required to preserve essential rail service and facilities.

847

856

(13) Provide new rail service and equipment when:

848 (a) Pursuant to the transportation planning process, a849 public need has been determined to exist;

(b) The cost of providing such service does not exceed the
sum of revenues from fares charged to users, services purchased
by other public agencies, local fund participation, and specific
legislative appropriation for this purpose; and

854 (c) Service cannot be reasonably provided by other855 governmental or privately owned rail systems.

The department may own, lease, and otherwise encumber facilities, equipment, and appurtenances thereto, as necessary to provide new rail services, \div or the department may provide such service by contracts with privately owned service providers.

(14) Furnish required emergency rail transportation service
if no other private or public rail transportation operation is
available to supply the required service and such service is
clearly in the best interest of the people in the communities
being served. Such emergency service may be furnished through
contractual arrangement, actual operation of state-owned

2/27/2020 8:07:29 AM

315656

576-04167-20

868 equipment and facilities, or any other means determined 869 appropriate by the secretary.

870 (15) Assist in the development and implementation of
871 marketing programs for rail services and of information systems
872 directed toward assisting rail systems users.

873 (16) Conduct research into innovative or potentially
874 effective rail technologies and methods and maintain expertise
875 in state-of-the-art rail developments.

(17) In conjunction with the acquisition, ownership,
construction, operation, maintenance, and management of a rail
corridor, have the authority to:

879

(a) Assume obligations pursuant to the following:

880 1.a. The department may assume the obligation by contract 881 to forever protect, defend, indemnify, and hold harmless the 882 freight rail operator, or its successors, from whom the 883 department has acquired a real property interest in the rail 884 corridor, and that freight rail operator's officers, agents, and 885 employees, from and against any liability, cost, and expense, 886 including, but not limited to, commuter rail passengers and rail 887 corridor invitees in the rail corridor, regardless of whether 888 the loss, damage, destruction, injury, or death giving rise to any such liability, cost, or expense is caused in whole or in 889 890 part, and to whatever nature or degree, by the fault, failure, 891 negligence, misconduct, nonfeasance, or misfeasance of such 892 freight rail operator, its successors, or its officers, agents, 893 and employees, or any other person or persons whomsoever; or

b. The department may assume the obligation by contract to
forever protect, defend, indemnify, and hold harmless National
Railroad Passenger Corporation, or its successors, and officers,



576-04167-20

897 agents, and employees of National Railroad Passenger 898 Corporation, from and against any liability, cost, and expense, 899 including, but not limited to, commuter rail passengers and rail 900 corridor invitees in the rail corridor, regardless of whether the loss, damage, destruction, injury, or death giving rise to 901 902 any such liability, cost, or expense is caused in whole or in 903 part, and to whatever nature or degree, by the fault, failure, 904 negligence, misconduct, nonfeasance, or misfeasance of National 905 Railroad Passenger Corporation, its successors, or its officers, 906 agents, and employees, or any other person or persons 907 whomsoever.

908 2. The assumption of liability of the department by 909 contract pursuant to sub-subparagraph 1.a. or sub-subparagraph 910 1.b. may not in any instance exceed the following parameters of 911 allocation of risk:

a. The department may be solely responsible for any loss,
injury, or damage to commuter rail passengers, or rail corridor
invitees, or trespassers, regardless of circumstances or cause,
subject to sub-subparagraph b. and subparagraphs 3., 4., 5., and
6.

917 b.(I) In the event of a limited covered accident, the authority of the department to protect, defend, and indemnify 918 the freight operator for all liability, cost, and expense, 919 920 including punitive or exemplary damages, in excess of the 921 deductible or self-insurance retention fund established under 922 paragraph (b) and actually in force at the time of the limited 923 covered accident exists only if the freight operator agrees, 924 with respect to the limited covered accident, to protect, 925 defend, and indemnify the department for the amount of the

315656

576-04167-20

926 deductible or self-insurance retention fund established under 927 paragraph (b) and actually in force at the time of the limited 928 covered accident.

929 (II) In the event of a limited covered accident, the 930 authority of the department to protect, defend, and indemnify 931 National Railroad Passenger Corporation for all liability, cost, 932 and expense, including punitive or exemplary damages, in excess 933 of the deductible or self-insurance retention fund established under paragraph (b) and actually in force at the time of the 934 935 limited covered accident exists only if National Railroad 936 Passenger Corporation agrees, with respect to the limited 937 covered accident, to protect, defend, and indemnify the 938 department for the amount of the deductible or self-insurance 939 retention fund established under paragraph (b) and actually in 940 force at the time of the limited covered accident.

3. When only one train is involved in an incident, the department may be solely responsible for any loss, injury, or damage if the train is a department train or other train pursuant to subparagraph 4., but only if:

a. When an incident occurs with only a freight train
involved, including incidents with trespassers or at grade
crossings, the freight rail operator is solely responsible for
any loss, injury, or damage, except for commuter rail passengers
and rail corridor invitees; or

b. When an incident occurs with only a National Railroad
Passenger Corporation train involved, including incidents with
trespassers or at grade crossings, National Railroad Passenger
Corporation is solely responsible for any loss, injury, or
damage, except for commuter rail passengers and rail corridor

2/27/2020 8:07:29 AM

315656

576-04167-20

955 invitees.

956

4. For the purposes of this subsection:

957 a. Any train involved in an incident that is neither the 958 department's train nor the freight rail operator's train, 959 hereinafter referred to in this subsection as an "other train," 960 may be treated as a department train, solely for purposes of any 961 allocation of liability between the department and the freight 962 rail operator only, but only if the department and the freight 963 rail operator share responsibility equally as to third parties 964 outside the rail corridor who incur loss, injury, or damage as a 965 result of any incident involving both a department train and a 966 freight rail operator train, and the allocation as between the 967 department and the freight rail operator, regardless of whether 968 the other train is treated as a department train, shall remain 969 one-half each as to third parties outside the rail corridor who 970 incur loss, injury, or damage as a result of the incident. The 971 involvement of any other train shall not alter the sharing of 972 equal responsibility as to third parties outside the rail 973 corridor who incur loss, injury, or damage as a result of the 974 incident; or

975 b. Any train involved in an incident that is neither the 976 department's train nor the National Railroad Passenger 977 Corporation's train, hereinafter referred to in this subsection 978 as an "other train," may be treated as a department train, 979 solely for purposes of any allocation of liability between the 980 department and National Railroad Passenger Corporation only, but 981 only if the department and National Railroad Passenger 982 Corporation share responsibility equally as to third parties 983 outside the rail corridor who incur loss, injury, or damage as a

Page 34 of 58

315656

576-04167-20

984 result of any incident involving both a department train and a 985 National Railroad Passenger Corporation train, and the 986 allocation as between the department and National Railroad 987 Passenger Corporation, regardless of whether the other train is 988 treated as a department train, shall remain one-half each as to 989 third parties outside the rail corridor who incur loss, injury, 990 or damage as a result of the incident. The involvement of any 991 other train shall not alter the sharing of equal responsibility 992 as to third parties outside the rail corridor who incur loss, 993 injury, or damage as a result of the incident.

994

995

996

997

998

999

1000

1001 1002

1003

5. When more than one train is involved in an incident: a.(I) If only a department train and freight rail operator's train, or only an other train as described in subsubparagraph 4.a. and a freight rail operator's train, are involved in an incident, the department may be responsible for its property and all of its people, all commuter rail passengers, and rail corridor invitees, but only if the freight rail operator is responsible for its property and all of its people, and the department and the freight rail operator each share one-half responsibility as to trespassers or third parties

1004 outside the rail corridor who incur loss, injury, or damage as a 1005 result of the incident; or

(II) If only a department train and a National Railroad Passenger Corporation train, or only an other train as described in sub-subparagraph 4.b. and a National Railroad Passenger Corporation train, are involved in an incident, the department may be responsible for its property and all of its people, all commuter rail passengers, and rail corridor invitees, but only if National Railroad Passenger Corporation is responsible for

Page 35 of 58

315656

576-04167-20

1013 its property and all of its people, all National Railroad 1014 Passenger Corporation's rail passengers, and the department and 1015 National Railroad Passenger Corporation each share one-half 1016 responsibility as to trespassers or third parties outside the 1017 rail corridor who incur loss, injury, or damage as a result of 1018 the incident.

1019 b.(I) If a department train, a freight rail operator train, and any other train are involved in an incident, the allocation 1020 1021 of liability between the department and the freight rail 1022 operator, regardless of whether the other train is treated as a 1023 department train, shall remain one-half each as to third parties 1024 outside the rail corridor who incur loss, injury, or damage as a 1025 result of the incident; the involvement of any other train shall 1026 not alter the sharing of equal responsibility as to third 1027 parties outside the rail corridor who incur loss, injury, or damage as a result of the incident; and, if the owner, operator, 1028 1029 or insurer of the other train makes any payment to injured third parties outside the rail corridor who incur loss, injury, or 1030 1031 damage as a result of the incident, the allocation of credit 1032 between the department and the freight rail operator as to such 1033 payment shall not in any case reduce the freight rail operator's 1034 third-party-sharing allocation of one-half under this paragraph 1035 to less than one-third of the total third party liability; or

(II) If a department train, a National Railroad Passenger Corporation train, and any other train are involved in an incident, the allocation of liability between the department and National Railroad Passenger Corporation, regardless of whether the other train is treated as a department train, shall remain one-half each as to third parties outside the rail corridor who

2/27/2020 8:07:29 AM
315656

576-04167-20

1042 incur loss, injury, or damage as a result of the incident; the 1043 involvement of any other train shall not alter the sharing of 1044 equal responsibility as to third parties outside the rail corridor who incur loss, injury, or damage as a result of the 1045 1046 incident; and, if the owner, operator, or insurer of the other 1047 train makes any payment to injured third parties outside the 1048 rail corridor who incur loss, injury, or damage as a result of the incident, the allocation of credit between the department 1049 1050 and National Railroad Passenger Corporation as to such payment 1051 shall not in any case reduce National Railroad Passenger 1052 Corporation's third-party-sharing allocation of one-half under 1053 this sub-subparagraph to less than one-third of the total third 1054 party liability.

1055 6. Any such contractual duty to protect, defend, indemnify, 1056 and hold harmless such a freight rail operator or National 1057 Railroad Passenger Corporation shall expressly include a 1058 specific cap on the amount of the contractual duty, which amount shall not exceed \$200 million without prior legislative 1059 1060 approval, and the department to purchase liability insurance and 1061 establish a self-insurance retention fund in the amount of the 1062 specific cap established under this subparagraph, provided that:

a. No such contractual duty shall in any case be effective nor otherwise extend the department's liability in scope and effect beyond the contractual liability insurance and selfinsurance retention fund required pursuant to this paragraph; and

b.(I) The freight rail operator's compensation to the department for future use of the department's rail corridor shall include a monetary contribution to the cost of such

315656

576-04167-20

1071 liability coverage for the sole benefit of the freight rail 1072 operator.

1073 (II) National Railroad Passenger Corporation's compensation 1074 to the department for future use of the department's rail corridor shall include a monetary contribution to the cost of such liability coverage for the sole benefit of National Railroad Passenger Corporation.

1078 (b) Purchase liability insurance, which amount shall not 1079 exceed \$295 million, and establish a self-insurance retention 1080 fund for the purpose of paying the deductible limit established 1081 in the insurance policies it may obtain, including coverage for 1082 the department, any freight rail operator as described in 1083 paragraph (a), National Railroad Passenger Corporation, commuter 1084 rail service providers, governmental entities, or any ancillary 1085 development, which self-insurance retention fund or deductible 1086 shall not exceed \$10 million. The insureds shall pay a 1087 reasonable monetary contribution to the cost of such liability coverage for the sole benefit of the insured. Such insurance and 1088 1089 self-insurance retention fund may provide coverage for all 1090 damages, including, but not limited to, compensatory, special, 1091 and exemplary, and be maintained to provide an adequate fund to 1092 cover claims and liabilities for loss, injury, or damage arising 1093 out of or connected with the ownership, operation, maintenance, 1094 and management of a rail corridor.

(c) Incur expenses for the purchase of advertisements, 1096 marketing, and promotional items.

(d) Without altering any of the rights granted to the department under this section, agree to assume the obligations to indemnify and insure, pursuant to s. 343.545, freight rail

315656

576-04167-20

1104

1100 service, intercity passenger rail service, and commuter rail 1101 service on a department-owned rail corridor, whether ownership 1102 is in fee or by easement, or on a rail corridor where the 1103 department has the right to operate.

1105 Neither the assumption by contract to protect, defend, 1106 indemnify, and hold harmless; the purchase of insurance; nor the establishment of a self-insurance retention fund shall be deemed 1107 1108 to be a waiver of any defense of sovereign immunity for torts 1109 nor deemed to increase the limits of the department's or the 1110 governmental entity's liability for torts as provided in s. 1111 768.28. The requirements of s. 287.022(1) shall not apply to the 1112 purchase of any insurance under this subsection. The provisions 1113 of This subsection shall apply and inure fully as to any other 1114 governmental entity providing commuter rail service and 1115 constructing, operating, maintaining, or managing a rail corridor on publicly owned right-of-way under contract by the 1116 1117 governmental entity with the department or a governmental entity designated by the department. Notwithstanding any law to the 1118 1119 contrary, procurement for the construction, operation, 1120 maintenance, and management of any rail corridor described in 1121 this subsection, whether by the department, a governmental 1122 entity under contract with the department, or a governmental 1123 entity designated by the department, shall be pursuant to s. 1124 287.057 and shall include, but not be limited to, criteria for 1125 the consideration of qualifications, technical aspects of the 1126 proposal, and price. Further, any such contract for design-build 1127 shall be procured pursuant to the criteria in s. 337.11(7). 1128 (18) Exercise such other functions, powers, and duties in

Page 39 of 58

315656

576-04167-20

1129 connection with the rail system plan as are necessary to develop a safe, efficient, and effective statewide transportation 1130 1131 system.

1132 Section 19. Effective July 1, 2023, subsections (5) and (6) 1133 of section 341.303, Florida Statutes, are amended to read:

1134 341.303 Funding authorization and appropriations; 1135 eligibility and participation.-

(5) FUND PARTICIPATION; FLORIDA RAIL ENTERPRISE. - The 1136 1137 department may, through the Florida Rail Enterprise, is 1138 authorized to use funds provided pursuant to s. 201.15(4)(a)4. 1139 to fund:

(a) Up to 50 percent of the nonfederal share of the costs 1141 of any eligible passenger rail capital improvement project.

1142 (b) Up to 100 percent of planning and development costs related to the provision of a passenger rail system, including, 1143 1144 but not limited to, preliminary engineering, revenue studies, environmental impact studies, financial advisory services, 1145 1146 engineering design, and other appropriate professional services.

1147

1140

(c) The high-speed rail system.

1148 (d) Projects necessary to identify or address anticipated 1149 impacts of increased freight rail traffic resulting from the 1150 implementation of passenger rail systems as provided in s. 1151 341.302(3)(b).

(e) Projects necessary to identify or address needed or desirable safety improvements to passenger rail systems in this state.

1155

1152

1153

1154

(6) FLORIDA RAIL ENTERPRISE; BUDGET.-

(a) The Florida Rail Enterprise shall be a single budget 1156 1157 entity and shall develop a budget pursuant to chapter 216. The

Page 40 of 58

315656

576-04167-20

1158 enterprise's budget shall be submitted to the Legislature along 1159 with the department's budget. All passenger rail funding by the 1160 department shall be included in this budget entity.

1161 (b) Notwithstanding the provisions of s. 216.301 to the contrary and in accordance with s. 216.351, the Executive Office 1162 of the Governor shall, on July 1 of each year, certify forward 1163 all unexpended funds appropriated or provided pursuant to this 1164 section for the enterprise. Of the unexpended funds certified 1165 1166 forward, any unencumbered amounts shall be carried forward. Such 1167 funds carried forward shall not exceed 5 percent of the original 1168 approved operating budget of the enterprise pursuant to s. 1169 216.181(1). Funds carried forward pursuant to this section may be used for any lawful purpose, including, but not limited to, 1170 1171 promotional and market activities, technology, and training. Any 1172 certified-forward funds remaining undisbursed on September 30 of 1173 each year shall be carried forward.

Section 20. Effective July 1, 2023, section 341.8201, Florida Statutes, is repealed.

Section 21. Effective July 1, 2023, section 341.8203, Florida Statutes, is amended to read:

1178 341.8203 Definitions.—As used in <u>ss. 341.822-341.842</u> ss. 1179 341.8201-341.842, unless the context clearly indicates 1180 otherwise, the term:

(1) "Associated development" means property, equipment, buildings, or other related facilities which are built, installed, used, or established to provide financing, funding, or revenues for the planning, building, managing, and operation of a high-speed rail system and which are associated with or part of the rail stations. The term includes air and subsurface

315656

576-04167-20

1187 rights, services that provide local area network devices for 1188 transmitting data over wireless networks, parking facilities, 1189 retail establishments, restaurants, hotels, offices, 1190 advertising, or other commercial, civic, residential, or support 1191 facilities.

(2) "Communication facilities" means the communication 1192 1193 systems related to high-speed passenger rail operations, including those which are built, installed, used, or established 1194 1195 for the planning, building, managing, and operating of a high-1196 speed rail system. The term includes the land; structures; 1197 improvements; rights-of-way; easements; positive train control 1198 systems; wireless communication towers and facilities that are 1199 designed to provide voice and data services for the safe and 1200 efficient operation of the high-speed rail system; voice, data, and wireless communication amenities made available to crew and 1201 1202 passengers as part of a high-speed rail service; and any other 1203 facilities or equipment used for operation of, or the 1204 facilitation of communications for, a high-speed rail system. 1205 Owners of communication facilities may not offer voice or data 1206 service to any entity other than passengers, crew, or other 1207 persons involved in the operation of a high-speed rail system.

1208

(3) "Enterprise" means the Florida Rail Enterprise.

1209 (4) "High-speed rail system" means any high-speed fixed 1210 guideway system for transporting people or goods, which system 1211 is, by definition of the United States Department of 1212 Transportation, reasonably expected to reach speeds of at least 1213 110 miles per hour, including, but not limited to, a monorail 1214 system, dual track rail system, suspended rail system, magnetic 1215 levitation system, pneumatic repulsion system, or other system

2/27/2020 8:07:29 AM

315656

576-04167-20

1216 approved by the department enterprise. The term includes a 1217 corridor, associated intermodal connectors, and structures 1218 essential to the operation of the line, including the land, 1219 structures, improvements, rights-of-way, easements, rail lines, 1220 rail beds, guideway structures, switches, yards, parking 1221 facilities, power relays, switching houses, and rail stations 1222 and also includes facilities or equipment used exclusively for 1223 the purposes of design, construction, operation, maintenance, or 1224 the financing of the high-speed rail system.

1225 <u>(4) (5)</u> "Joint development" means the planning, managing, 1226 financing, or constructing of projects adjacent to, functionally 1227 related to, or otherwise related to a high-speed rail system 1228 pursuant to agreements between any person, firm, corporation, 1229 association, organization, agency, or other entity, public or 1230 private.

1231 (5)(6) "Rail station," "station," or "high-speed rail 1232 station" means any structure or transportation facility that is 1233 part of a high-speed rail system designed to accommodate the 1234 movement of passengers from one mode of transportation to 1235 another at which passengers board or disembark from 1236 transportation conveyances and transfer from one mode of 1237 transportation to another.

1238 (6)(7) "Railroad company" means a person developing, or 1239 providing service on, a high-speed rail system.

1240 <u>(7) (8)</u> "Selected person or entity" means the person or 1241 entity to whom the <u>department</u> enterprise awards a contract to 1242 establish a high-speed rail system pursuant to <u>ss. 341.822-</u> 1243 <u>341.842</u> ss. 341.8201-341.842.

1244

Section 22. Effective July 1, 2023, section 341.822,

315656

576-04167-20

1245 Florida Statutes, is amended to read:

341.822 Powers and duties.-

(1) The <u>department</u> enterprise shall locate, plan, design,
 finance, construct, maintain, own, operate, administer, and
 manage the high-speed rail system in the state.

(2) (a) In addition to the powers granted to The department, the enterprise has full authority to exercise all powers granted to it under this chapter. Powers shall include, but are not limited to, the ability to plan, construct, maintain, repair, and operate a high-speed rail system, to acquire corridors, and to coordinate the development and operation of publicly funded passenger rail systems in the state.

(b) It is the express intention of <u>ss. 341.822-341.842</u> ss. 341.8201-341.842 that the <u>department</u> enterprise be authorized to plan, develop, own, purchase, lease, or otherwise acquire, demolish, construct, improve, relocate, equip, repair, maintain, operate, and manage the high-speed rail system; to expend funds to publicize, advertise, and promote the advantages of using the high-speed rail system and its facilities; and to cooperate, coordinate, partner, and contract with other entities, public and private, to accomplish these purposes.

1266 (c) The department enterprise shall establish a process to issue permits to railroad companies for the construction of 1267 1268 communication facilities within a new or existing public or 1269 private high-speed rail system. The department enterprise may 1270 adopt rules to administer such permits, including rules 1271 regarding the form, content, and necessary supporting documentation for permit applications; the process for 1272 1273 submitting applications; and the application fee for a permit

Page 44 of 58

315656

576-04167-20

1274 under s. 341.825. The <u>department</u> enterprise shall provide a copy 1275 of a completed permit application to municipalities and counties 1276 where the high-speed rail system will be located. The <u>department</u> 1277 enterprise shall allow each such municipality and county 30 days 1278 to provide comments to the <u>department</u> enterprise regarding the 1279 application, including any recommendations regarding conditions 1280 that may be placed on the permit.

1281 (3) The department may The enterprise shall have the 1282 authority to employ procurement methods available to the 1283 department under chapters 255, 287, 334, and 337, or otherwise 1284 in accordance with law. The enterprise may also solicit 1285 proposals and, with legislative approval as evidenced by 1286 approval of the project in the department's work program, enter 1287 into agreements with private entities, or consortia thereof, for the building, operation, ownership, or financing of the high-1288 1289 speed rail system.

1290 (4) The executive director of the enterprise shall appoint
1291 staff, who shall be exempt from part II of chapter 110.

1292 (5) The powers conferred upon the department enterprise under ss. 341.822-341.842 ss. 341.8201-341.842 shall be in 1293 1294 addition and supplemental to the existing powers of the 1295 department, and these powers shall not be construed as repealing 1296 any provision of any other law, general or local, but shall 1297 supersede such other laws that are inconsistent with the 1298 exercise of the powers provided under ss. 341.822-341.842 ss. 1299 341.8201-341.842 and provide a complete method for the exercise 1300 of such powers granted.

1301(5) (6)Any proposed rail enterprise project or improvement1302shall be developed in accordance with the Florida Transportation

315656

576-04167-20

1303 Plan and the work program under s. 339.135.

1304 Section 23. Subsection (1) of section 348.754, Florida
1305 Statutes, is amended to read:

1306

348.754 Purposes and powers.-

1307 (1) (a) The authority created and established under this 1308 part is granted and has the right to acquire, hold, construct, 1309 improve, maintain, operate, own, and lease in the capacity of 1310 lessor the Central Florida Expressway System, hereinafter 1311 referred to as "system." Except as otherwise specifically 1312 provided by law, including paragraph (2) (n), the area served by 1313 the authority shall be within the geographical boundaries of 1314 Orange, Seminole, Lake, Brevard, and Osceola Counties.

(b) In the construction of the Central Florida Expressway System, the authority may construct any extensions, additions, or improvements to the system or appurtenant facilities, including all necessary approaches, roads, bridges, avenues of access, rapid transit, trams, fixed guideways, thoroughfares, and boulevards with any changes, modifications, or revisions of the project which are deemed desirable and proper.

1322 (c) Notwithstanding any other provision of this section to 1323 the contrary, to ensure the continued financial feasibility of 1324 the portion of the Wekiva Parkway to be constructed by the 1325 department, the authority may not, without the prior consent of 1326 the secretary of the department, construct any extensions, 1327 additions, or improvements to the expressway system in Lake 1328 County.

Section 24. Paragraph (a) of subsection (7) of section
288.0656, Florida Statutes, is amended to read:
288.0656 Rural Economic Development Initiative.-

Page 46 of 58

315656

576-04167-20

1332 (7) (a) REDI may recommend to the Governor up to three rural 1333 areas of opportunity. The Governor may by executive order 1334 designate up to three rural areas of opportunity which will 1335 establish these areas as priority assignments for REDI as well 1336 as to allow the Governor, acting through REDI, to waive 1337 criteria, requirements, or similar provisions of any economic 1338 development incentive. Such incentives shall include, but are 1339 not limited to, the Qualified Target Industry Tax Refund Program 1340 under s. 288.106, the Quick Response Training Program under s. 1341 288.047, the Quick Response Training Program for participants in 1342 the welfare transition program under s. 288.047(8), 1343 transportation projects under s. 339.2821, the brownfield redevelopment bonus refund under s. 288.107, and the rural job 1344 1345 tax credit program under ss. 212.098 and 220.1895. 1346 Section 25. Paragraph (f) of subsection (1) of section 339.08, Florida Statutes, is amended to read: 1347 1348 339.08 Use of moneys in State Transportation Trust Fund.-1349 (1) The department shall expend moneys in the State 1350 Transportation Trust Fund accruing to the department, in 1351 accordance with its annual budget. The use of such moneys shall 1352 be restricted to the following purposes: 1353 (f) To pay the cost of economic development transportation 1354 projects in accordance with s. 339.2821. 1355 Section 26. Effective July 1, 2023, subsections (2) and 1356 (3), paragraph (b) of subsection (4), and subsection (5) of 1357 section 341.825, Florida Statutes, are amended to read: 1358 341.825 Communication facilities.-(2) APPLICATION SUBMISSION.-A railroad company may submit 1359 1360 to the department enterprise an application to obtain a permit

315656

576-04167-20

1361 to construct communication facilities within a new or existing 1362 high-speed rail system. The application shall include an 1363 application fee limited to the amount needed to pay the 1364 anticipated cost of reviewing the application, not to exceed 1365 \$10,000, which shall be deposited into the State Transportation 1366 Trust Fund. The application must include the following 1367 information:

1368

1369

(a) The location of the proposed communication facilities.

(b) A description of the proposed communication facilities.

1370 (c) Any other information reasonably required by the
 1371 <u>department</u> enterprise.

(3) APPLICATION REVIEW.—The <u>department</u> enterprise shall
review each application for completeness within 30 days after
receipt of the application.

(a) If the <u>department</u> enterprise determines that an
application is not complete, the <u>department</u> enterprise shall,
within 30 days after the receipt of the initial application,
notify the applicant in writing of any errors or omissions. An
applicant shall have 30 days within which to correct the errors
or omissions in the initial application.

1381 (b) If the department enterprise determines that an 1382 application is complete, the department enterprise shall act upon the permit application within 60 days of the receipt of the 1383 1384 completed application by approving in whole, approving with 1385 conditions as the department enterprise deems appropriate, or 1386 denying the application, and stating the reason for issuance or 1387 denial. In determining whether an application should be approved, approved with modifications or conditions, or denied, 1388 1389 the department enterprise shall consider any comments or

Page 48 of 58

315656

576-04167-20

1390 recommendations received from a municipality or county and the 1391 extent to which the proposed communication facilities:

1392 1. Are located in a manner that is appropriate for the 1393 communication technology specified by the applicant.

1394 2. Serve an existing or projected future need for1395 communication facilities.

3. Provide sufficient wireless voice and data coverage and capacity for the safe and efficient operation of the high-speed rail system and the safety, use, and efficiency of its crew and passengers.

1400 (c) The failure to adopt any recommendation or comment may1401 not be a basis for challenging the issuance of a permit.

1402

(4) EFFECT OF PERMIT.-

(b) A permit may include conditions that constitute variances and exemptions from rules of the <u>department</u> enterprise or any other agency, which would otherwise be applicable to the communication facilities within the new or existing high-speed rail system.

1408 (5) MODIFICATION OF PERMIT.—A permit may be modified by the 1409 applicant after issuance upon the filing of a petition with the 1410 <u>department enterprise</u>.

1411 (a) A petition for modification must set forth the proposed 1412 modification and the factual reasons asserted for the 1413 modification.

1414 (b) The <u>department</u> enterprise shall act upon the petition 1415 within 30 days by approving or denying the application, and 1416 stating the reason for issuance or denial.

1417 Section 27. Effective July 1, 2023, section 341.836,1418 Florida Statutes, is amended to read:

315656

576-04167-20

341.836 Associated development.-

(1) The department enterprise, alone or as part of a joint 1420 1421 development, may undertake associated developments to be a 1422 source of revenue for the establishment, construction, 1423 operation, or maintenance of the high-speed rail system. Such 1424 associated developments must be consistent, to the extent 1425 feasible, with applicable local government comprehensive plans 1426 and local land development regulations and otherwise be in 1427 compliance with ss. 341.822-341.842 ss. 341.8201-341.842.

(2) <u>Sections 341.822-341.842</u> Sections 341.8201-341.842 do not prohibit the <u>department</u> enterprise, the selected person or entity, or a party to a joint venture with the <u>department</u> enterprise or its selected person or entity from obtaining approval, pursuant to any other law, for any associated development that is reasonably related to the high-speed rail system.

Section 28. Effective July 1, 2023, section 341.838,Florida Statutes, is amended to read:

1437

341.838 Fares, rates, rents, fees, and charges.-

1438 (1) The department enterprise may establish, revise, 1439 charge, and collect fares, rates, rents, fees, charges, and 1440 revenues for the use of and for the services furnished, or to be 1441 furnished, by the system and to contract with any person, 1442 partnership, association, corporation, or other body, public or 1443 private, in respect thereof. Such fares, rates, rents, fees, and 1444 charges shall be reviewed annually by the department enterprise 1445 and may be adjusted as set forth in the contract setting such 1446 fares, rates, rents, fees, or charges. The funds collected 1447 pursuant to this section shall, with any other funds available,

315656

576-04167-20

1448 be used to pay the cost of designing, building, operating, 1449 financing, and maintaining the system and each and every portion 1450 thereof, to the extent that the payment of such cost has not 1451 otherwise been adequately provided for.

(2) Fares, rates, rents, fees, and charges established,
revised, charged, and collected by the <u>department</u> enterprise
pursuant to this section shall not be subject to supervision or
regulation by any other department, commission, board, body,
bureau, or agency of this state other than the <u>department</u>
enterprise.

1458Section 29. Effective July 1, 2023, section 341.839,1459Florida Statutes, is amended to read:

1460 341.839 Alternate means.-Sections 341.822-341.842 Sections 1461 341.8201-341.842 provide an additional and alternative method 1462 for accomplishing the purposes authorized therein and are 1463 supplemental and additional to powers conferred by other laws. 1464 Except as otherwise expressly provided in ss. 341.822-341.842 ss. 341.8201-341.842, none of the powers granted to the 1465 1466 department enterprise under ss. 341.822-341.842 ss. 341.8201-1467 341.842 are subject to the supervision or require the approval 1468 or consent of any municipality or political subdivision or any 1469 commission, board, body, bureau, or official.

1470 Section 30. Effective July 1, 2023, section 341.840,1471 Florida Statutes, is amended to read:

1472

341.840 Tax exemption.-

(1) The exercise of the powers granted under <u>ss. 341.822-</u> 341.842 <u>ss. 341.8201-341.842</u> will be in all respects for the benefit of the people of this state, for the increase of their commerce, welfare, and prosperity, and for the improvement of

2/27/2020 8:07:29 AM

315656

576-04167-20

1477 their health and living conditions. The design, construction, 1478 operation, maintenance, and financing of a high-speed rail 1479 system by the <u>department enterprise</u>, its agent, or the owner or 1480 lessee thereof, as herein authorized, constitutes the 1481 performance of an essential public function.

(2) (a) For the purposes of this section, the term <u>"department"</u> <u>"enterprise"</u> does not include agents of the <u>department</u> <u>enterprise</u> other than contractors who qualify as such pursuant to subsection (7).

(b) For the purposes of this section, any item or property that is within the definition of the term "associated development" in s. 341.8203(1) may not be considered part of the high-speed rail system as defined in <u>s. 341.8203(3)</u> s. 341.8203(4).

(3) (a) Purchases or leases of tangible personal property or 1491 real property by the department enterprise, excluding agents of 1492 1493 the department enterprise, are exempt from taxes imposed by chapter 212 as provided in s. 212.08(6). Purchases or leases of 1494 1495 tangible personal property that is incorporated into the high-1496 speed rail system as a component part thereof, as determined by 1497 the department enterprise, by agents of the department 1498 enterprise or the owner of the high-speed rail system are exempt from sales or use taxes imposed by chapter 212. Leases, rentals, 1499 1500 or licenses to use real property granted to agents of the 1501 department enterprise or the owner of the high-speed rail system 1502 are exempt from taxes imposed by s. 212.031 if the real property 1503 becomes part of such system. The exemptions granted in this 1504 subsection do not apply to sales, leases, or licenses by the 1505 department enterprise, agents of the department enterprise, or

Page 52 of 58



576-04167-20

1506 the owner of the high-speed rail system.

1507 (b) The exemption granted in paragraph (a) to purchases or 1508 leases of tangible personal property by agents of the department 1509 enterprise or by the owner of the high-speed rail system applies 1510 only to property that becomes a component part of such system. 1511 It does not apply to items, including, but not limited to, 1512 cranes, bulldozers, forklifts, other machinery and equipment, 1513 tools and supplies, or other items of tangible personal property 1514 used in the construction, operation, or maintenance of the high-1515 speed rail system when such items are not incorporated into the 1516 high-speed rail system as a component part thereof.

1517 (4) Any bonds or other security, and all notes, mortgages, 1518 security agreements, letters of credit, or other instruments 1519 that arise out of or are given to secure the repayment of bonds 1520 or other security, issued by the department enterprise, or on 1521 behalf of the department enterprise, their transfer, and the income therefrom, including any profit made on the sale thereof, 1522 1523 shall at all times be free from taxation of every kind by the 1524 state, the counties, and the municipalities and other political 1525 subdivisions in the state. This subsection, however, does not 1526 exempt from taxation or assessment the leasehold interest of a 1527 lessee in any project or any other property or interest owned by the lessee. The exemption granted by this subsection is not 1528 1529 applicable to any tax imposed by chapter 220 on interest income 1530 or profits on the sale of debt obligations owned by 1531 corporations.

(5) When property of the <u>department</u> enterprise is leased to
another person or entity, the property shall be exempt from ad
valorem taxation only if the use by the lessee qualifies the

315656

576-04167-20

1535 property for exemption under s. 196.199.

(6) A leasehold interest held by the <u>department</u> enterprise
is not subject to intangible tax. However, if a leasehold
interest held by the <u>department</u> enterprise is subleased to a
nongovernmental lessee, such subleasehold interest shall be
deemed to be an interest described in s. 199.023(1)(d), Florida
Statutes 2005, and is subject to the intangible tax.

(7) (a) In order to be considered an agent of the <u>department</u> enterprise for purposes of the exemption from sales and use tax granted by subsection (3) for tangible personal property incorporated into the high-speed rail system, a contractor of the <u>department</u> enterprise that purchases or fabricates such tangible personal property must be certified by the <u>department</u> enterprise as provided in this subsection.

(b)1. A contractor must apply for a renewal of the exemption not later than December 1 of each calendar year.

1551 2. A contractor must apply to the <u>department</u> enterprise on 1552 the application form adopted by the <u>department</u> enterprise, which 1553 shall develop the form in consultation with the Department of 1554 Revenue.

1555 3. The department enterprise shall review each submitted 1556 application and determine whether it is complete. The department 1557 enterprise shall notify the applicant of any deficiencies in the 1558 application within 30 days. Upon receipt of a completed 1559 application, the department enterprise shall evaluate the 1560 application for exemption under this subsection and issue a 1561 certification that the contractor is qualified to act as an 1562 agent of the department enterprise for purposes of this section 1563 or a denial of such certification within 30 days. The department

315656

576-04167-20

1564 enterprise shall provide the Department of Revenue with a copy 1565 of each certification issued upon approval of an application. 1566 Upon receipt of a certification from the <u>department</u> enterprise, 1567 the Department of Revenue shall issue an exemption permit to the 1568 contractor.

1569 (c)1. The contractor may extend a copy of its exemption 1570 permit to its vendors in lieu of paying sales tax on purchases of tangible personal property qualifying for exemption under 1571 1572 this section. Possession of a copy of the exemption permit 1573 relieves the seller of the responsibility of collecting tax on 1574 the sale, and the Department of Revenue shall look solely to the 1575 contractor for recovery of tax upon a determination that the 1576 contractor was not entitled to the exemption.

1577 2. The contractor may extend a copy of its exemption permit to real property subcontractors supplying and installing 1578 1579 tangible personal property that is exempt under subsection (3). 1580 Any such subcontractor may extend a copy of the permit to the 1581 subcontractor's vendors in order to purchase qualifying tangible 1582 personal property tax-exempt. If the subcontractor uses the 1583 exemption permit to purchase tangible personal property that is 1584 determined not to qualify for exemption under subsection (3), 1585 the Department of Revenue may assess and collect any tax, 1586 penalties, and interest that are due from either the contractor 1587 holding the exemption permit or the subcontractor that extended 1588 the exemption permit to the seller.

(d) Any contractor authorized to act as an agent of the department enterprise under this section shall maintain the necessary books and records to document the exempt status of purchases and fabrication costs made or incurred under the

2/27/2020 8:07:29 AM

315656

576-04167-20

1593 permit. In addition, an authorized contractor extending its 1594 exemption permit to its subcontractors shall maintain a copy of 1595 the subcontractor's books, records, and invoices indicating all 1596 purchases made by the subcontractor under the authorized 1597 contractor's permit. If, in an audit conducted by the Department 1598 of Revenue, it is determined that tangible personal property 1599 purchased or fabricated claiming exemption under this section 1600 does not meet the criteria for exemption, the amount of taxes 1601 not paid at the time of purchase or fabrication shall be 1602 immediately due and payable to the Department of Revenue, 1603 together with the appropriate interest and penalty, computed 1604 from the date of purchase, in the manner prescribed by chapter 1605 212.

1606 (e) If a contractor fails to apply for a high-speed rail 1607 system exemption permit, or if a contractor initially determined 1608 by the department enterprise to not qualify for exemption is 1609 subsequently determined to be eligible, the contractor shall receive the benefit of the exemption in this subsection through 1610 1611 a refund of previously paid taxes for transactions that 1612 otherwise would have been exempt. A refund may not be made for 1613 such taxes without the issuance of a certification by the 1614 department enterprise that the contractor was authorized to make 1615 purchases tax-exempt and a determination by the Department of 1616 Revenue that the purchases qualified for the exemption.

1617 (f) The <u>department</u> enterprise may adopt rules governing the 1618 application process for exemption of a contractor as an 1619 authorized agent of the <u>department</u> enterprise.

1620 (g) The Department of Revenue may adopt rules governing the 1621 issuance and form of high-speed rail system exemption permits,

315656

576-04167-20

1622 the audit of contractors and subcontractors using such permits, 1623 the recapture of taxes on nonqualified purchases, and the manner 1624 and form of refund applications.

1625 Section 31. Effective July 1, 2023, paragraph (b) of 1626 subsection (4) of section 343.58, Florida Statutes, is amended 1627 to read:

1628 343.58 County funding for the South Florida Regional1629 Transportation Authority.-

(4) Notwithstanding any other provision of law to the contrary and effective July 1, 2010, until as provided in paragraph (d), the department shall transfer annually from the State Transportation Trust Fund to the South Florida Regional Transportation Authority the amounts specified in subparagraph (a) 1. or subparagraph (a) 2.

(b) Funding required by this subsection may not be provided
from the funds dedicated to the <u>State Transportation Trust Fund</u>
Florida Rail Enterprise pursuant to s. 201.15(4)(a)4.

1639 Section 32. Paragraph (a) of subsection (4) of section 1640 377.809, Florida Statutes, is amended to read:

1641

377.809 Energy Economic Zone Pilot Program.-

1642 (4) (a) Beginning July 1, 2012, all the incentives and 1643 benefits provided for enterprise zones pursuant to state law shall be available to the energy economic zones designated 1644 1645 pursuant to this section on or before July 1, 2010. In order to 1646 provide incentives, by March 1, 2012, each local governing body 1647 that has jurisdiction over an energy economic zone must, by 1648 local ordinance, establish the boundary of the energy economic zone, specify applicable energy-efficiency standards, and 1649 1650 determine eligibility criteria for the application of state and

315656

576-04167-20

1651 local incentives and benefits in the energy economic zone. 1652 However, in order to receive benefits provided under s. 288.106, 1653 a business must be a qualified target industry business under s. 1654 288.106 for state purposes. An energy economic zone's boundary may be revised by local ordinance. Such incentives and benefits 1655 include those in ss. 212.08, 212.096, 220.181, 220.182, 220.183, 1656 1657 288.106, and 624.5105 and the public utility discounts provided 1658 in s. 290.007(8). The exemption provided in s. 212.08(5)(c) 1659 shall be for renewable energy as defined in s. 377.803. For 1660 purposes of this section, any applicable requirements for 1661 employee residency for higher refund or credit thresholds must 1662 be based on employee residency in the energy economic zone or an enterprise zone. A business in an energy economic zone may also 1663 1664 be eligible for funding under ss. 288.047 and 445.003, and a transportation project in an energy economic zone shall be 1665 provided priority in funding under s. 339.2821. Other projects 1666 1667 shall be given priority ranking to the extent practicable for grants administered under state energy programs. 1668

1669 Section 33. Except as otherwise expressly provided in this 1670 act, this act shall take effect July 1, 2020.