

HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #: CS/CS/HB 57 Transportation

SPONSOR(S): Commerce Committee; Tourism, Infrastructure & Energy Subcommittee, Andrade

TIED BILLS: **IDEN./SIM. BILLS:** CS/SB 1194

REFERENCE	ACTION	ANALYST	STAFF DIRECTOR or BUDGET/POLICY CHIEF
1) Tourism, Infrastructure & Energy Subcommittee	18 Y, 0 N, As CS	Johnson	Keating
2) Commerce Committee	21 Y, 0 N, As CS	Johnson	Hamon

SUMMARY ANALYSIS

The bill contains various provisions related to transportation. In summary, the bill:

- Provides terms for counties and municipalities to convey roads to community development districts.
- Prohibits governmental entities from prohibiting certain entities holding a certificate of qualification from the Department of Transportation (DOT) or the appropriate construction license from bidding on road, bridge, or other specified public construction projects.
- Revises the definition of autocycle.
- Increases the statutory weight limit of a personal delivery device from 80 pounds to 550 pounds, excluding cargo.
- Authorizes vehicles to display flashing lights if certain conditions exist.
- Authorizes construction vehicles to display flashing green, amber, and red lights under certain circumstances.
- Provides that if a motor carrier requires safety improvements on a commercial motor vehicle, this does not change an owner-operators' employment status.
- Requires that certain notifications to the Department of Highway Safety and Motor Vehicles (DHSMV) regarding salvage titles must be on DHSMV-provided forms.
- Clarifies that permanent registration stickers for for-hire vehicles are required only for rental vehicles.
- Closes a gap in the law regarding insurance and surety bond requirements for motor vehicle dealers.
- Defines the term electric vertical takeoff and landing aircraft.
- Revises statutory provisions regarding innovative transportation projects.
- Revises financial statement requirements for certificates for qualification of DOT contractors.
- Clarifies that the submission of an application for qualification and subsequent approval does not affect an applicant's ability factor or maximum capacity rating.
- Revises construction, engineering, and inspection requirements for airports.
- Revises statutory provisions regarding the State Arbitration Board within DOT, by clarifying court review, providing subpoena power, and increasing payments to certain board members.
- Requires the Central Florida Expressway Authority to consult with, instead of obtain consent from, the Secretary of DOT prior to making any extensions, additions, or improvements to the expressway system in Lake County.
- Defines the term "borrow pit" and requires notification to the Department of Environmental Protection for certain activities relating to borrow pits, and authorizes DOT and its contractors to extract certain materials from these borrow pits.
- Authorizes revenues from high-occupancy toll lanes and express lanes to be used for certain public transportation projects.
- Repeals a provision prohibiting metropolitan planning organizations in certain counties from assessing membership fees.
- Repeals the inactive Northwest Florida Transportation Corridor Authority.
- Makes clarifying changes regarding the Tampa Bay Area Regional Transit Authority.
- Extends the maximum term for Jacksonville Transportation Authority leases to 99 years.
- Requires DOT to create and implement an electronic database of outdoor advertising permits.

The bill does not appear to impact state or local government revenues, but may impact state and local government expenditures. See Fiscal Analysis for details.

The bill has an effective date of July 1, 2021.

This document does not reflect the intent or official position of the bill sponsor or House of Representatives.

STORAGE NAME: h0057c.COM

DATE: 4/20/2021

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Conveyance of Roads to Community Development Districts

Current Situation

A community development district (CDD) is a local unit of special-purpose government which is created pursuant to the Uniform Community Development District Act of 1980¹ (Act) and limited to the performance of those specialized functions authorized by the Act.²

A CDD is authorized to finance, fund, plan, establish, acquire, construct or reconstruct, enlarge or extend, equip, operate, and maintain district roads equal to or exceeding the applicable specifications of the county in which such roads are located.³ However, current law does not authorize the transfer of a municipal or county road to a CDD.

Section 336.125, F.S., authorizes a county to abandon roads and rights-of-way dedicated in a residential subdivision and simultaneously convey the county's interest in such roads to a subdivision's homeowners' association (HOA), if the following conditions have been met:

- The HOA has requested the abandonment and conveyance in writing for the purpose of converting the subdivision to a gated neighborhood with restricted public access.
- No fewer than four-fifths of the owners of record of property located in the subdivision have consented in writing to the abandonment and simultaneous conveyance to the HOA.
- The HOA is a corporation not-for-profit with the power to levy and collect assessments for routine and periodic major maintenance and operation of street lighting, drainage, sidewalks, and pavement in the subdivision.
- The HOA has entered into and executed agreements, covenants, warranties, and other instruments; has provided, or has provided assurance of, such funds, reserve funds, and funding sources; and has satisfied other requirements and conditions established or imposed by the county with respect to the ongoing operation, maintenance, and repair and the periodic reconstruction or replacement of the roads, drainage, street lighting, and sidewalks in the subdivision after the abandonment by the county.⁴

The HOA must install, operate, maintain, repair, and replace all signs, signals, markings, striping, guardrails, and other traffic control devices necessary or useful for the private roads unless an agreement has been entered into between the county and the HOA expressly providing that the county has traffic control jurisdiction.⁵

Upon abandonment of the roads and rights-of-way and their conveyance, the HOA has all the rights, title, and interest in the roads and rights-of-way, including all appurtenant drainage facilities, as were previously vested in the county. Thereafter, the HOA must hold the roads and rights-of-way in trust for the benefit of the owners of the property in the subdivision, and must operate, maintain, repair, and, from time to time, replace and reconstruct the roads, street lighting, sidewalks, and drainage facilities as necessary to ensure their use and enjoyment by the property owners, tenants, and residents of the subdivision and their guests and invitees.⁶

Effect of the Bill

Similar to the law that authorizes a county to convey roads and rights-of-way an HOA, the bill authorizes the governing body of a municipality or county to abandon roads and rights-of-way dedicated in a recorded subdivision plat and simultaneously convey its interest in such roads, rights-of-

¹ Ch. 190, F.S.

² S. 190.003(6), F.S.

³ S. 190.012(1)(d)1., F.S.

⁴ S. 336.125(1)(a), F.S.

⁵ S. 336.125(1)(b), F.S.

⁶ S. 336.125(2), F.S.

way, and appurtenant drainage facilities to a CDD in which the subdivision is located if all of the following conditions are met:

- The CDD has requested the abandonment and conveyance by written resolution for the purpose of converting the subdivision to a gated neighborhood with monitored public access.
- The CDD has received approval of the conveyance by a vote of two-thirds of the landowners who are subject to the non-ad valorem assessment of the CDD and who are present by person or by proxy at a properly noticed landowners meeting.
- The CDD has executed an interlocal agreement with the municipality or county, as applicable, requiring the CDD to do all of the following:
 - Maintain the roads and any associated drainage, street lighting, or sidewalks identified in the interlocal agreement to municipal or county standards, as applicable.
 - Every five years, conduct a reserve study of the roads and any associated drainage, street lighting, or sidewalks identified in the interlocal agreement.
 - Levy special assessments in amounts sufficient to maintain the roads and any drainage, street lighting or sidewalks identified in the interlocal agreement to municipal or county standards, as applicable.
 - Annually fund the amounts set forth in the reserve study.

The CDD must install, operate, maintain, repair, and replace all signs, signals, markings, striping, guardrails, and other traffic control devices necessary or useful for the roads unless an agreement has been entered between the municipality or county and the CDD,⁷ expressly providing that the municipality or county has traffic control jurisdiction.

Upon abandonment of the roads and rights-of-way and the conveyance to the CDD, the CDD has all the rights, title, and interest in the roads and rights-of-way, including all appurtenant drainage facilities, as were previously vested in the municipality or county. Thereafter, the CDD must hold the roads and rights-of-way in trust for the benefit of the public and owners of the property, and must operate, maintain, repair, and from time to time, replace and reconstruct the roads and any associated street lighting, sidewalks, or drainage facilities identified in the interlocal agreement as necessary to ensure their use and enjoyment by the public and property owners, tenants, and residents and their guests and invitees.

This provision is supplemental and additional to powers of counties and municipalities.

Procurement of Public Construction Services

Current Situation

State Procurement Law

Chapter 287, F.S., governs the state's procurement of personal property and services.

The Legislature recognizes that fair and open competition is a basic tenet of public procurement. It is essential to the effective and ethical procurement of commodities and contractual services that there be a system of uniform procedures utilized by state agencies in managing and procuring commodities and contractual services, that detailed justification of agency⁸ decisions in the procurement of commodities and contractual services be maintained, and that adherence by the agency and the vendor to specific ethical considerations be required.⁹

Depending on the cost and characteristics of the needed goods or services, agencies may utilize a variety of procurement methods, which include:¹⁰

⁷ This is as authorized in ss. 316.006(2)(b) and (3)(b), F.S.

⁸ Section 287.012(1), F.S., defines the term "agency" as any of the various state officers, departments, boards, commissions, divisions, bureaus, and councils and any other unit of organization, however designated, of the executive branch of state government. "Agency" does not include the university and college boards of trustees or the state universities and colleges.

⁹ S. 287.001, F.S.

¹⁰ See ss. 287.012(6) and 287.057, F.S.

- Single source contracts, which are used when an agency determines that only one vendor is available to provide a commodity or service at the time of purchase;
- Invitations to bid, which are used when an agency determines that standard services or goods will meet needs, wide competition is available, and the vendor's experience will not greatly influence the agency's results;
- Requests for proposal, which are used when the procurement requirements allow for consideration of various solutions and the agency believes more than two or three vendors exist who can provide the required goods or services; and
- Invitations to negotiate, which are used when negotiations are determined to be necessary to obtain the best value and involve a request for highly complex, customized, mission-critical services.

Construction Contracting

Administered by the Department of Business and Professional Regulation, ch. 489, F.S., relates to various forms of construction contracting and generally requires licensing of construction contractors. However, there is an exemption for road and railroad construction and services incidental to such work.¹¹

Department of Transportation Certification for Qualification

Florida law requires that any contractor desiring to bid on any Department of Transportation (DOT) construction contract in excess of \$250,000 must first be certified by DOT as qualified pursuant to state law¹² and DOT's rules.¹³ DOT's rules must include requirements with respect to the equipment, past record, experience, financial resources, and organizational personnel of the applying contractor which are necessary to perform the specific class of work for which the contractor seeks certification.¹⁴ DOT's rules provide the requirements for contractors to be certified as qualified to bid for the performance of road, bridge, or public transportation construction contracts in excess of \$250,000.¹⁵

Effect of the Bill

The bill provides that a governmental entity¹⁶ procuring certain services via a competitive solicitation¹⁷ may not prohibit a response from a vendor that possesses a valid certificate of qualification or license under ch. 489, F.S., corresponding to the contractual services being procured. Specifically, this provision applies to procurement of contractual services¹⁸ that are limited to the classes of work for which DOT issues certificates of qualification and that do not involve the construction, remodeling,

¹¹ S. 489.103(1), F.S. Rule 61G4-12.011, F.A.C., defines the term "services incidental thereto" for the purpose of s. 489.103(1), F.S., only, to mean all work on bridges, roads, streets, highways, and railroads except building construction and those subcontractor categories, defined in Sections 489.105(3)(d)-(q), F.S. However, notwithstanding the previous provision, services incidental thereto specifically includes storm drainage and excavation work necessary for the construction of bridges, roads, streets, highways, and railroads; and includes directly contracting with a governmental entity for work on bridges, roads, street, highways, and railroads when any building construction included in the contract is subcontracted to a contractor appropriately licensed under ch. 489, Part I, F.S., to perform building construction or those subcontractor categories defined in ss. 489.105(3)(d)-(q), F.S., and such building construction does not constitute more than 50 percent of the total contract amount.

¹² S. 337.14, F.S.

¹³ DOT's rules regarding contractor qualification are codified in Rule 14-22, F.A.C.

¹⁴ S. 337.14(1), F.S.

¹⁵ R. 14-22.0011(1), F.A.C.

¹⁶ Section 287.102(14), F.S., defines the term "governmental entity" as a political subdivision or agency of this state or of any state of the United States, including, but not limited to, state government, county, municipality, school district, nonprofit public university or college, single-purpose or multipurpose special district, single-purpose or multipurpose public authority, metropolitan or consolidated government, separate legal entity or administrative entity, or any agency of the Federal Government.

¹⁷ Section 287.012(6), F.S., defines the term "competitive solicitation" as the process of requesting and receiving two or more sealed bids, proposals, or replies submitted by responsive vendors in accordance with the terms of a competitive process, regardless of the method of procurement.

¹⁸ Section 287.012(8), F.S., defines the term "contractual service" as the rendering by a contractor of its time and effort rather than the furnishing of specific commodities. The term applies only to those services rendered by individuals and firms who are independent contractors, and such services may include, but are not limited to, evaluations; consultations; maintenance; accounting; security; management systems; management consulting; educational training programs; research and development studies or reports on the findings of consultants engaged thereunder; and professional, technical, and social services. The term does not include a contract for the furnishing of labor or materials for the construction, renovation, repair, modification, or demolition of a facility, building, portion of building, utility, park, parking lot, or structure or other improvement to real property entered into pursuant to Ch. 255, F.S., and rules adopted thereunder.

repair, or improvement of any building. This applies to all competitive solicitations issued by a governmental entity on or after October 1, 2021.

Autocycles

Current Situation

An “autocycle” is a three-wheeled motorcycle that is equipped with a roll cage or roll hoops, a seat belt for each occupant, antilock brakes, a steering wheel, and seating that does not require the operator to straddle or sit astride it. An autocycle must be manufactured in accordance with the applicable federal motorcycle safety standards by a manufacturer registered with the National Highway Traffic Safety Administration.¹⁹ An autocycle driver is not required to hold a motorcycle endorsement on his or her driver license.²⁰

Federal Motor Vehicle Safety Standard No. 122²¹ provides standards for all motorcycle braking systems.

Effect of the Bill

The bill amends the definition of the term “autocycle” to provide that it must have a “steering mechanism” rather than a “steering wheel.” The bill also requires an autocycle to have brakes meeting federal safety standards for motorcycle brakes, rather than specifying antilock brakes.

Personal Delivery Devices

Current Situation

A personal delivery device (PDD) is an electrically powered device that:

- Is operated on sidewalks and crosswalks and intended primarily for transporting property;
- Weighs less than 80 pounds, excluding cargo;
- Has a maximum speed of 10 miles per hour; and
- Is equipped with technology to allow for operation of the device with or without the active control or monitoring of a natural person.²²

A PDD may operate on sidewalks and crosswalks where it has all the rights and duties applicable to a pedestrian, except that a PDD may not unreasonably interfere with pedestrians or traffic and must yield the right-of-way to pedestrians on the sidewalk or crosswalk.²³

A PDD must obey all official traffic and pedestrian control signals and devices, display identifying information, and be equipped with a braking system.²⁴ A PDD may not:

- Operate on a public highway except to the extent necessary to cross a crosswalk;
- Operate on a sidewalk or crosswalk unless the PDD operator is actively controlling or monitoring its navigation and operation; or
- Transport hazardous materials.²⁵

Effect of the Bill

The bill increases the statutory weight limit of a PDD from 80 pounds to 550 pounds, excluding cargo. This will allow larger PDDs to assist with such tasks as package delivery.

Flashing Lights on Construction Equipment

Current Situation

¹⁹ S. 316.003(2), F.S.

²⁰ Ss. 322.03(4) and 322.12, F.S.

²¹ 49 C.F.R. 571.122

²² S. 316.003(56), F.S.

²³ S. 316.2071(1), F.S.

²⁴ S. 316.0271(2), F.S.

²⁵ S. 316.2071(3), F.S.

Road or street maintenance equipment, road or street maintenance vehicles, road service vehicles, refuse collection vehicles, petroleum tankers, and mail carrier vehicles may display amber lights when in operation or where a hazard exists.²⁶ Additionally, road maintenance and construction equipment and vehicles may display flashing white lights or flashing white strobe lights when in operation and where a hazard exists.²⁷

Effect of the Bill

The bill authorizes construction equipment in a work zone on roadways with a posted speed limit of 55 mph or higher to show or display a combination of flashing green, amber, and red lights when workers are present.

Flashing Lights on Vehicles

Current Situation

Florida law prohibits the use of flashing lights on vehicles except:

- As a means of indicating a right or left turn, to change lanes, or to indicate that the vehicle is lawfully stopped or disabled upon the highway;
- When a motorist intermittently flashes his or her vehicle's headlamps at an oncoming vehicle notwithstanding the motorist's intent for doing so; and
- For certain lamps authorized in statute, which may flash, including various types of emergency vehicles.²⁸

With the exception of funeral processions,²⁹ Florida law does not expressly authorize the use of hazard lights on moving vehicles. The Florida Driver Handbook indicates that a driver should not use emergency flashers in instances of low visibility or rain, and may only use emergency flashers when a vehicle is disabled or stopped on the side of the road.³⁰

Effect of the Bill

The bill authorizes the use of flashing lights on vehicles during periods of extreme low visibility on roadways with a posted speed limit of 55 mph or higher.

Commercial Motor Vehicle Employment Contracts

Current Situation

In Florida law, the term "independent contractor" is defined for purposes of the Whistle-blowers Act,³¹ the Florida Retirement System,³² workers' compensation law,³³ and the Structural Pest Control Act.³⁴ Florida law is silent as to the status of the employer/employee relationship between motor carriers and motor vehicle owner-operators who transport goods under contract.

Effect of the Bill

The bill provides that the deployment, implementation, or use of a motor carrier safety improvement by or as required by a motor carrier, its related entity, or a third-party, including by contract, may not be considered when evaluating an individual's status as an employee or independent contractor, or as a jointly employed employee under any state law.

The bill defines the term "motor carrier safety improvement" as any device, equipment, software, technology, procedure, training, policy, program, or operational practice intended and primarily used to improve or facilitate:

²⁶ S. 316.2397(4), F.S.

²⁷ S. 316.2397(5), F.S.

²⁸ S. 316.2397(7), F.S.

²⁹ S. 316.1974(3)(c), F.S.

³⁰ Department of Highway Safety and Motor Vehicles, *Florida Driver Handbook*, <https://www3.flhsmv.gov/handbooks/englishdriverhandbook.pdf> (last visited Dec, 14, 2020).

³¹ S. 112.2187(3)(d), F.S.

³² S. 121.021(50), F.S.

³³ S. 440.02, F.S.

³⁴ S. 482.021(13), F.S.

- Compliance with traffic safety or motor carrier safety laws;
- Safety of a motor vehicle
- Safety of the operator of a motor vehicle; or
- Safety of third-party users of public roadways.

Salvage Certificates of Title

Current Situation

Under Florida law, the owner of a motor vehicle or mobile home that is considered to be salvage³⁵ must, within 72 hours after the motor vehicle or mobile home becomes salvage, forward its title to the Department of Highway Safety and Motor Vehicles (DHSMV) for processing. However, an insurance company that pays money as compensation for the total loss of a motor vehicle or mobile home must obtain the certificate of title for the motor vehicle or mobile home, make the required notification to the National Motor Vehicle Title Information System,³⁶ and, within 72 hours after receiving such certificate of title, forward such title to DHSMV for processing. The owner or insurance company may not dispose of a vehicle or mobile home that is a total loss before it obtains a salvage certificate of title or certificate of destruction from DHSMV. Effective January 1, 2020:

- Thirty days after payment of a claim for compensation, the insurance company may receive a salvage certificate of title or certificate of destruction from DHSMV if the insurance company is unable to obtain a properly assigned certificate of title from the owner or lienholder of the motor vehicle or mobile home, if the motor vehicle or mobile home does not carry an electronic lien on the title and the insurance company:
 - Has obtained the release of all liens on the motor vehicle or mobile home;
 - Has provided proof of payment of the total loss claim; and
 - Has provided an affidavit on letterhead signed by the insurance company or its authorized agent stating the attempts that have been made to obtain the title from the owner or lienholder and further stating that all attempts are to no avail.
- If the owner or lienholder is notified of the request for title in person, the insurance company must provide an affidavit attesting to the in-person request for a certificate of title.
- The request to the owner or lienholder for the certificate of title must include a complete description of the motor vehicle or mobile home and the statement that a total loss claim has been paid on the motor vehicle or mobile home.³⁷

Effect of the Bill

The bill provides that an insurance company may receive a salvage certificate of title or certificate of destruction from DHSMV if the insurance company is unable to obtain a properly assigned certificate of title from the owner or lienholder of a motor vehicle or mobile home, if the motor vehicle or mobile home does not carry an electronic lien on the title and the insurance company:

- Has obtained the release of all liens on the motor vehicle or mobile home;
- Has attested on a form provided by DHSMV that payment of the total loss claim has been distributed; and
- Has attested on a form provided by DHSMV and signed by the insurance company or its authorized agent stating the attempts that have been made to obtain the title from the owner or lienholder and further stating that all attempts are to no avail.

Rental Car Registrations

Current Situation

For purposes of motor vehicle licensing, the term “for-hire vehicle” includes any motor vehicle, when used for transporting persons or goods for compensation, that is: let or rented to another for

³⁵ Section 319.30(1)(t), F.S., defines the term “salvage” as a motor vehicle or mobile home which is a total loss as defined in s. 319.30(3)(a), F.S.

³⁶ The National Motor Vehicle Title Information System (NMVTIS) is overseen by the United States Department of Justice and is designed to prevent the introduction of stolen motor vehicles into interstate commerce, protect states and consumers from fraud, reduce the use of stolen vehicles for illicit purposes and provide consumers protection from unsafe vehicles. <https://vehiclehistory.bja.ojp.gov/faq/list#faq-who-operates-and-manages-nmvtis> (last visited Apr. 12, 2021).

³⁷ S. 319.30(3)(b), F.S.

consideration; offered for rent or hire as a means of transportation for compensation; advertised in a newspaper or generally held out as being for rent or hire; used in connection with a travel bureau; or offered or used to provide transportation for persons solicited through personal contact or advertised on a share-expense basis.³⁸

Under Florida law, registration license plates for such vehicles are issued for a 10-year period. At the end of the 10-year period, upon renewal, the plate must be replaced. With each license plate, a validation sticker must be issued showing the owner's birth month, license plate number, and the year of expiration or the appropriate renewal period if the owner is not a natural person. The license plate and validation sticker are issued based on the applicant's appropriate renewal period.

License plates equipped with validation stickers subject are valid for not more than 12 months and expire at midnight on the last day of the registration period. A registration license plate equipped with a validation sticker subject to the extended registration period³⁹ is valid for not more than 24 months and expires at midnight on the last day of the extended registration period.⁴⁰

Validation stickers issued to for-hire vehicles holding less than nine passengers⁴¹ for any company that owns 250 vehicles or more may be placed on any vehicle in its fleet so long as the vehicle receiving the validation sticker has the same owner's name and address as the vehicle to which the validation sticker was originally assigned.⁴²

Effective July 1, 2021, vehicles taxed as for-hire vehicles that carry under nine passengers may elect a permanent motor vehicle registration period, provided that the appropriate license taxes and fees are paid annually. The bill also provides that these validation stickers are void if the appropriate license taxes and fees are not paid annually. The bill also requires a license plate with a permanent registration to have a validation sticker showing permanent registration.

Effect of the Bill

The bill provides that the permanent registration period for for-hire vehicles applies only to rental vehicles.

Insurance and Surety Bond Requirements for Motor Vehicle Dealers

Garage Liability Insurance

Under current law, motor vehicle dealers are required to have garage liability insurance or general liability insurance coupled with a business automobile policy in order to ensure a licensed dealer has coverage for the day-to-day operations of businesses in the automotive industry that are not covered under most commercial or business liability insurance, including providing coverage for all dealer-owned vehicles driven by prospective purchasers.⁴³

While Florida law requires motor vehicle dealers to provide proof of coverage at the time of licensure⁴⁴ for the duration of the licensure period and again at the beginning of each licensure renewal period, the law does not cover the issue of a gap in coverage during the licensure period. Gaps in coverage may occur as a result of various actions - a dealer may cancel a policy in the middle of the term or the insurer may cancel the policy in the middle of the term for nonpayment of the premium or for other reasons.⁴⁵

A gap in insurance coverage during the licensure period has the potential to result in direct consumer harm, as any dealer-owned vehicles taken for test drives or driven as program models by the dealer, or

³⁸ S. 320.01(15)(a), F.S.

³⁹ Section 320.01(19)(b), F.S., defines the term "extended registration period" as a period of 24 months during which a motor vehicle or mobile home registration is valid.

⁴⁰ S. 320.06(1)(c), F.S.

⁴¹ These vehicles are taxed pursuant to s. 320.08(6)(a), F.S.

⁴² S. 320.06(1)(c), F.S.

⁴³ S. 320.27(3), F.S.

⁴⁴ Motor vehicle dealers are licensed by DHSMV.

⁴⁵ Department of Highway Safety and Motor Vehicles, Agency Analysis of SB. 1500, pp. 3-4. (Mar. 5, 2021).

any consumer-owned vehicles damaged while on the dealer's lot, or any other property or personal injury situations that would otherwise be covered under a garage liability policy are not otherwise covered.⁴⁶

Surety Bond Requirements

Under current law, motor vehicle dealers are required to provide DHSMV a surety bond or irrevocable letter of credit in the sum of \$25,000 to ensure customers who suffer losses or are otherwise harmed by them in the course of doing business have an avenue to file a claim against the surety bond or irrevocable letter of credit in order to be made whole or compensated for any loss or harm.⁴⁷

While Florida law requires dealers to provide proof of the required surety bond or irrevocable letter of credit at the time of licensure application and again at the beginning of any licensure renewal period, the law does not cover the issue of a gap in coverage during the licensure period. Gaps in coverage can, and do, occur as a result of various actions – a dealer may cancel their bond or letter of credit in the middle of the term, or the insurer itself may cancel the bond or letter of credit in the middle of the term for nonpayment of the premium or for other reasons.⁴⁸

A gap in the surety bond coverage at any time during the licensure period has the potential to result in direct consumer harm, as a customer who has suffered loss or harm as a result of an entity's actions would have no bond or letter of credit through which to make a claim.⁴⁹

Effect of the Bill

The bill requires motor vehicle dealers to deliver to DHSMV proof of continuous insurance coverage during the licensure period and notification to DHSMV of any change during the licensure period. The bill provides that a licensee must deliver to DHSMV a new policy or copy of the policy within ten calendar days of a renewal, continuation, or change in policy.

The bill requires continuous bond coverage by motor vehicle dealers during the licensure period and notification to DHSMV of any change during the licensure period. The licensee is required to provide proof, in a manner prescribed by DHSMV, of a renewal, continuation, or change of a surety bond or irrevocable letter of credit or surety bond and cash bond within ten calendar days of any issuance of such surety bond or irrevocable letter of credit.

Electric Vertical Takeoff and Landing Aircraft

Current Situation

Electric vertical takeoff and landing (eVTOL) aircraft are aircraft that takeoff and land vertically. These aircraft have a 185 mile range, a speed of 185 miles per hour, and in addition to the pilot, can hold four passengers. One company, Lilium, expects to provide service in Florida in 2024.⁵⁰ Currently, eVTOL aircraft are not mentioned in Florida law.

Effect of the Bill

The bill defines the term "electric vertical takeoff and landing aircraft" as a type of aircraft that uses electric power to hover, takeoff, and land vertically.

Innovative Transportation Projects

Current Situation

Innovative Transportation Projects

Current law authorizes DOT to establish a program for transportation projects that demonstrate innovative techniques of highway and bridge design, construction, maintenance, and finance which

⁴⁶ *Id.* at 4.

⁴⁷ S. 320.27(10), F.S.

⁴⁸ Department of Highway Safety and Motor Vehicles, Agency Analysis of 2020 Senate Bill 1500. p.5 (Mar. 5, 2021)

⁴⁹ *Id.*

⁵⁰ Attachment to E-mail from RJ Myers, Lilium, eVTOL slides. (Mar. 15, 2021).

have the intended effect of measuring resiliency and structural integrity and controlling time and cost increases on construction projects. These techniques may include, but are not limited to, state-of-the-art technology for pavement, safety, and other aspects of highway and bridge design, construction, and maintenance; innovative bidding and financing techniques; accelerated construction procedures; and techniques that have the potential to reduce project life cycle costs. To the maximum extent practical, DOT must use the existing standard process to award and administer construction and maintenance contracts. When specific innovative techniques are to be used, DOT is not required to adhere to provisions of law that would prevent it from using the innovative technique. However, before using an innovative technique that is inconsistent with another provision of law, DOT must document the need for the exception and identify what benefits the traveling public and the affected community are anticipated to receive.⁵¹

DOT may enter into no more than \$120 million in contracts annually for the purposes of innovative transportation projects.⁵² This annual cap on contracts for innovative transportation projects does not apply to:

- Turnpike enterprise projects.
- Transportation projects funded by the American Recovery and Reinvestment Act of 2009.⁵³

Effect of the Bill

The bill removes redundant language regarding the exception for turnpike enterprise projects and the exception for projects funded by the American Recovery and Reinvestment Act of 2009. The bill provides that the annual cap on contracts does not apply to low-bid design-build milling⁵⁴ and resurfacing contracts.

Borrow Pits

Current Situation

Federal Law

The Federal Mine Safety and Health Act of 1977,⁵⁵ authorizes the United States Secretary of Labor to promulgate and enforce safety and health standards regarding working conditions of employees engaged in underground and surface mineral extraction (mining), related operations, and preparation and milling of the minerals extracted.⁵⁶

The Occupational Safety and Health Act of 1970⁵⁷ (OSHAct) gives the United States Secretary of Labor authority over all working conditions of employees engaged in business affecting commerce except those conditions with respect to which other Federal agencies exercise statutory authority to prescribe or enforce regulations affecting occupational safety or health. The OSHAct also provides that states may operate their own occupational safety and health programs under a plan approved by the United States Secretary of Labor.⁵⁸

Pursuant to a 1979 interagency agreement between the federal Mine Safety and Health Administration and the Occupational Safety and Health Administration (OSHA), "borrow pits" are subject to OSHA jurisdiction except those borrow pits located on mine property or related to mining.⁵⁹

⁵¹ S. 337.025(1), F.S.

⁵² *Id.*

⁵³ S. 337.025(2), F.S.

⁵⁴ Pavement milling, is a process that removes part of a paved surface, such as a parking lot or road. Milling can remove just the surface of the pavement, or anywhere up to the entire depth, referred to as full depth removal. <https://www.dykespaving.com/blog/how-does-pavement-milling-work/> (last visited Jan. 22, 2021).

⁵⁵ Pub. L. 91-173 as amended by Pub. L. 95-164

⁵⁶ United States Department of Labor, Mine Safety and Health Administration, *Interagency Agreement Between the Mine Safety and Health Administration and the Occupational Safety and Health Administration*, <https://www.msha.gov/msha-and-osha-memorandum> (last visited Jan. 21, 2021).

⁵⁷ Pub. L. 91-596

⁵⁸ United States Department of Labor, Mine Safety and Health Administration, *Interagency Agreement Between the Mine Safety and Health Administration and the Occupational Safety and Health Administration*.

⁵⁹ *Id.* For purposes of the federal interagency agreement, the term "borrow pit" means an area of land where the overburden, consisting of unconsolidated rock, glacial debris, other earth material overlying bedrock is extracted from the surface. Extraction occurs on a one-

State Law

Currently, the term “borrow pit” is not defined in Florida law.

Part III of Ch. 378, F.S., contains the Resource Extraction Reclamation Act,⁶⁰ which prohibits an operator⁶¹ from beginning the process of extracting clay, peat, gravel, sand, or any other solid substance of commercial value found in natural deposits or in the earth, except fuller's earth clay, heavy minerals, limestone, or phosphate, which are regulated elsewhere in Ch. 378, F.S., at a new mine⁶² without notifying the secretary of the Department of Environmental Protection (DEP) of the intention to mine.⁶³ The operator's notice of intent to mine must consist of the operator's estimated life of the mine and the operator's signed acknowledgment of the performance standards provided in s. 378.803, F.S.⁶⁴

The act also provides that after January 1, 1989, all operators of existing mines for the extraction of resources as described above must meet the performance standards provided by s. 378.803, F.S., for any new surface area disturbed at such mines.⁶⁵

Section 378.803, F.S., provides the following performance standards for the reclamation of other resources:⁶⁶

- Reclamation must achieve the stormwater, drainage, wetlands, and other surface and groundwater requirements of DEP and the appropriate water management district.
- The final slopes must be at such an angle as to minimize the possibility of slides and may not exceed the natural angle of repose of the material being mined.
- Provisions for safety to persons, wildlife, and adjoining property must be provided.
- Any overburden and spoil must be left in a configuration which is in accordance with accepted soil conservation practices and which is suitable for the proposed future use of the land.
- Reclamation must be designed to avoid the collection of water in pools which are, or are likely to become, noxious, odious, or foul.
- All reclamation activities must, to the extent possible, be coordinated with resource extraction and in any event must be initiated at the earliest practicable time.
- Reclamation activities must be consistent with all applicable local government ordinances at least as stringent as the criteria and standards contained in s. 378.803, F.S.

Effect of the Bill

The bill defines the term “borrow pit” for purposes of the Resource Extraction Reclamation Act, as an area of land upon which excavation of surface resources has been conducted, is being conducted, or is planned to be conducted, as the term is commonly used in the trade, and is not considered a mine. Such resources are limited to soil, organic soil, sand, or clay that can be removed with construction excavating equipment and loaded on a haul truck with no additional processing.

The bill prohibits DOT, and any contractor or subcontractor of DOT, from purchasing or using any clay, peat, gravel, sand, or other solid substance extracted from a borrow pit unless:

- The operator certifies to DOT, the contractor, or the subcontractor that the borrow pit is in compliance with the notice requirement and the substantive requirements of s. 378.801, F.S., and

time only basis or only intermittently as need occurs, for use as fill materials by the extracting party in the form in which it is extracted. No milling is involved, except for the use of a scalping screen to remove large rocks, wood and trash. The material is used by the extracting party more for its bulk than its intrinsic qualities on land which is relatively near the borrow pit.

⁶⁰ S.378.401, F.S.

⁶¹ S. 378.403(13), F.S., defines the term “operator” as any person engaged in an operation.

⁶² Section 348.403(10), F.S., defines the term “mine” as an area of land upon which mining operations have been conducted, are being conducted, or are planned to be conducted, as the term is commonly used in the trade.

⁶³ S. 378.801(1), F.S.

⁶⁴ S. 378.801(2), F.S.

⁶⁵ S. 378.802, F.S.

⁶⁶ Section 378.403(17), F.S., defines the term “resource” as soil, clay, peat, stone, gravel, sand, limerock, metallic ore, or any other solid substance of commercial value found in natural deposits on or in the earth, except phosphate, which is regulated by part III.

- The operator is in compliance with the performance standards specified in s. 378.803, F.S., including without limitation, providing proof of currently valid permits required by DEP and the appropriate water management district.

The bill requires that all contracts and purchase orders executed by DOT and all subcontracts and purchase orders executed by contractors or subcontractors after July 1, 2021, must include specific requirements for compliance with the bill's provisions.

If DOT determines that substances are being obtained and used from a borrow pit not in compliance with the bill's provisions, DOT is required to cease accepting any substances from that pit within 48 hours but may resume acceptance once the borrow pit has re-established compliance with the bill's provisions.

The bill provides that an operator may not begin the operation of a borrow pit at a new location without notifying the secretary of DEP of the intention to extract. The operator's notice of intent to extract must consist of the operator's estimated life of the extraction location and the operator's signed acknowledgment of the performance standards provided by s. 378.803, F.S.

The bill provides that all operators of existing locations, instead of mines, for the extraction of resources as described in s. 378.801, F.S., must meet the performance standards provided by s. 378.803, F.S. for any new surface area disturbed at such locations.

Application for Qualification

Current Situation

Any contractor that desires to bid for the performance of any DOT construction contract in excess of \$250,000 must first be certified by DOT as qualified.⁶⁷

A contractor who is not already qualified and in good standing with DOT as of January 1, 2019, and who desires to bid on DOT contracts in excess of \$50 million must have satisfactorily completed two projects, each in excess of \$15 million, for DOT or for any other state's department of transportation.⁶⁸

Each application for certification must be accompanied by the contractor's latest annual financial statement, which must have been completed within the last 12 months. If the application or the annual financial statement shows the contractor's financial condition more than four months prior to the date on which DOT receives the application, the contractor must also submit an interim financial statement and an updated application. Each required annual or interim financial statement must be audited and accompanied by the opinion of a certified public accountant.⁶⁹

Effect of the Bill

The bill provides that any contractor who desires to bid on contracts in excess of \$50 million must be certified by DOT as qualified in addition to meeting existing experience requirements.

The bill requires each application for certification to be accompanied by audited, certified financial statements prepared in accordance with United States generally accepted accounting principles and United States generally accepted auditing standards by a certified public accountant licensed in this state or another state. The applying contractor's audited, certified financial statements must specifically address the applying contractor and must have been prepared within the immediately preceding 12 months. DOT may not consider any financial information relating to the parent entity of the applying contractor, if any. DOT may not certify as qualified any applying contractor that fails to submit the required audited, certified financial statements.

If the application or the annual financial statement shows the applying contractor's financial condition more than four months before the date on which DOT receives the application, the bill authorizes DOT

⁶⁷ S. 337.14(1), F.S. DOT's rules regarding qualifications to bid are contained in Rule. 14-22, F.A.C.

⁶⁸ S. 337.14(1), F.S.

⁶⁹ *Id.*

to request, rather than require, the applying contractor to also submit interim audited, certified financial statements prepared in accordance with United States generally accepted accounting and auditing principles and standards. Financial statements must be prepared by a certified public accountant licensed in this state or another state.

Certificate of Qualification

Current Situation

Current law provides that if an applicant for a certificate of qualification is found to possess the prescribed qualifications, DOT must issue to him or her a certificate of qualification that, unless revoked by DOT for good cause, will be valid for a period of 18 months after the date of the applicant's financial statement or such shorter period as DOT prescribes. Submission of a new application does not affect expiration of the certificate of qualification.⁷⁰

The ability factor is a performance score which a contractor receives from DOT upon completion of a project. The initial ability factor is based on the applicant's organization, management, work experience, and letters of recommendation.⁷¹

The maximum capacity rating is the total aggregate dollar amount of uncompleted work an applicant may have under contract at one time either as a prime contractor and/or subcontractor, regardless of its location or with whom contracted.⁷²

Effect of the Bill

The bill provides that the submission of an application of qualification and subsequent approval of such application do not affect the ability factor of the applicant, or the maximum capacity rating of the applicant.

Construction, Engineering, and Inspection at Airports

Current Situation

Under current law, a contractor,⁷³ or his or her affiliate⁷⁴ qualified with DOT may not also qualify to provide testing services, or construction, engineering, and inspection (CEI) services to DOT.⁷⁵ This limitation does not apply to any design-build prequalification⁷⁶ and does not apply when DOT otherwise determines by written order entered at least 30 days before advertisement that the limitation is not in the public's best interests with respect to a particular contract for testing services or CEI services.

DOT has adopted procedures governing conflicts of interest involving professional services consultant contracts and design-build contracts. The procedures contain a set of matrices illustrating the variety of scenarios encountered with prime contractor or subcontractors and when DOT would consider the arrangement a conflict.⁷⁷

⁷⁰ S. 337.14(4), F.S.

⁷¹ R. 14-22-003, F.A.C.

⁷² R. 14-22.003, F.A.C.

⁷³ Section 337.165(1)(d), F.S., defines the term "contractor" as any person who bids or applies to bid on work let by the department or any counterpart agency of any other state or of the Federal Government or who provides professional services to the department or other such agency. The term "contractor" includes the officers, directors, executives, shareholders active in management, employees, and agents of the contractor.

⁷⁴ Section 337.165(1)(a), F.S., defines the term "affiliate" as a predecessor or successor of a contractor under the same, or substantially the same, control or a group of business entities which are connected or associated so that one entity controls or has the power to control each of the other business entities. The term "affiliate" includes the officers, directors, executives, shareholders active in management, employees, and agents of the affiliate. The ownership by one business entity of a controlling interest in another business entity or a pooling of equipment or income among business entities shall be prima facie evidence that one business entity is an affiliate of another.

⁷⁵ S. 337.14, F.S.

⁷⁶ Design-build prequalification is pursuant to s. 337.11(7), F.S.

⁷⁷ DOT Topic No.: 375-030-006-c, Conflict of Interest Procedure for Department Contracts. (Aug. 2008)

In 2019, the Legislature passed HB 905,⁷⁸ which provided that for a construction project wholly or partially funded by DOT and administered by a local governmental entity, the same entity may not perform both design services and CEI services. That bill exempted certain seaports from that provision.

According to the Florida Airports Council, the 2019 statutory changes relating to CEI requirements will increase construction costs, increase project schedules due to additional coordination with consultants, and reduce project efficiency. Depending on the project, airports may leverage different delivery methods for CEI activities. Additionally, airports indicate that they deliver more than road projects and that DOT's professional services requirements do not always accommodate airport construction projects.⁷⁹ The Florida Airports Council maintains that due to the unique and specialized nature of airports, they need to remain agile in the projects they deliver to ensure that each project is completed in a safe, timely, and cost effective manner.⁸⁰

Effect of the Bill

The bill amends s. 337.14(7), F.S., by providing an exemption for airports from the requirement that, for a project wholly or partially funded by DOT and administered by a local governmental entity, the same entity may not perform both design services and CEI services. This exemption is identical to the one currently in place for seaports.

State Arbitration Board

Current Situation

Florida law creates the State Arbitration Board (board) within DOT to facilitate the prompt settlement of claims⁸¹ for additional compensation arising out of construction and maintenance contracts between DOT and its various contractors.⁸²

Florida law provides that every contractual claim in an amount up to \$250,000 per contract or, at the claimant's option, up to \$1 million per contract or, upon agreement of the parties, up to \$2 million per contract, which cannot be resolved by negotiation between DOT and the contractor must be arbitrated by the board after DOT's acceptance of the project. However, either party may request that the claim be submitted to binding private arbitration. A court of law may not consider the settlement of a claim until the board arbitration process has been exhausted.⁸³

The board is composed of three members: one member is appointed by the head of DOT;⁸⁴ one member is elected by those construction or maintenance companies who are under contract with DOT; and the third member is chosen by agreement of the other two members. Whenever the third member has a conflict of interest regarding an affiliation with one of the parties, the other two members select an alternate member for that hearing. The head of DOT may select an alternative or substitute to serve as DOT's member for any hearing or term. Each member serves a two-year term. The board elects a chair, each term, who is the administrator of the board and custodian of its records.⁸⁵

An arbitration hearing may be requested by DOT or by a contractor who has a dispute with DOT which, under the board's rules,⁸⁶ may be the subject of arbitration. For all contracts entered into after June 30, 1993, the request must be made to the board within 820 days after the final acceptance of the work. The board must conduct the hearing within 45 days of the request. The party requesting the board's consideration must give notice of the hearing to each board member. If the board finds that a third party

⁷⁸ Ch. 2019-153, L.O.F.

⁷⁹ Email from Darrick McGhee, Florida Airports Council, Re. HB: 1441-Airport Contracts. (Jan. 21, 2020).

⁸⁰ Email from Darrick McGhee, Florida Airports Council, Re. House Bill: 1441-Contracted Airport Projects. (Feb. 1, 2020).

⁸¹ For the purpose of s. 337.185, F.S., the term "claim" means the aggregate of all outstanding claims by a party arising out of a construction or maintenance contract.

⁸² S. 337.185(1), F.S.

⁸³ S. 337.185(1), F.S.

⁸⁴ The head of DOT is the Secretary of Transportation.

⁸⁵ S. 337.185(2), F.S.

⁸⁶ Current State Arbitration Board procedures are available at: https://cdn.ymaws.com/ftba.site-ym.com/resource/resmgr/website_files/arbitration_board/11-19-20_State_Arbitration_B.pdf (last visited Dec. 22, 2020).

is necessary to resolve the dispute, the board may vote to dismiss the claim, which may thereafter be pursued in accordance with the Florida law.⁸⁷

All members must be present to conduct a meeting. Upon being called into session, the board must promptly proceed to a determination of the issue or issues in dispute.⁸⁸

When a valid contract is in effect defining the rights, duties, and liabilities of the parties with respect to any matter in dispute, the board may only determine the proper interpretation and application of the appropriate contract provisions. Any investigation made by less than the whole membership of the board must be by authority of a written directive by the chair, and the investigation must be summarized in writing and considered by the board as part of the record of its proceedings.⁸⁹

The board must hand down its order within 60 days after it is called into session. If all three members of the board do not agree, the order of the majority constitutes the order of the board.⁹⁰

The board members may receive compensation for the performance of their duties from administrative fees received by the board, except that a DOT employee may not receive compensation from the board. The compensation amount is determined by the board, but may not exceed \$125 per hour, up to \$1,000 per day for each member authorized to receive compensation. This does not prevent the member elected by construction or maintenance companies from being an employee of an association affiliated with the industry, even if the sole responsibility of that member is service on the board. Travel expenses for the industry member may be paid by an industry association, if necessary. The board may allocate funds annually for clerical and other administrative services.⁹¹

The party requesting arbitration must pay a fee to the board in accordance with a schedule established by it, to cover the cost of administration and compensation of the board, not to exceed:

- \$500 per claim which is \$25,000 or less;
- \$1,000 per claim which is in excess of \$25,000 but not exceeding \$50,000;
- \$1,500 per claim which is in excess of \$50,000 but not exceeding \$100,000;
- \$2,000 per claim which is in excess of \$100,000 but not exceeding \$200,000;
- \$3,000 per claim which is in excess of \$200,000 but not exceeding \$300,000;
- \$4,000 per claim which is in excess of \$300,000 but not exceeding \$400,000; and
- \$5,000 per claim which is in excess of \$400,000.⁹²

The board in its order may apportion the above fees, and the cost of recording and preparing a transcript of the hearing, among the parties in accordance with the board's finding of liability.⁹³

Effect of the Bill

The bill revises statutory provisions relating to the State Arbitration Board. The bill defines the following terms for purposes of the board:

"Claim" -- the aggregate of all outstanding written requests for additional monetary compensation, time, or other adjustments to the contract, the entitlement or impact of which is disputed with DOT and could not be resolved by negotiations between DOT and the contractor.

"Contractor" -- a person or firm having a contract for rendering services to DOT relating to the construction or maintenance of a transportation facility.

"Final acceptance" -- the contractor has completely performed the work provided for under the contract, DOT or its agent has determined that the contractor has satisfactorily completed the work

⁸⁷ S. 337.185(3), F.S.

⁸⁸ S. 337.185(4), F.S.

⁸⁹ S. 337.185(5), F.S.

⁹⁰ S. 337.185(6), F.S.

⁹¹ S. 337.185(7), F.S.

⁹² S. 337.185(8), F.S.

⁹³ S. 337.185(9), F.S.

provided for under the contract, and DOT or its agent has submitted written notice of final acceptance to the contractor.

The bill requires that every claim of up to \$250,000 per contract that could not be resolved by negotiations between DOT and the contractor be arbitrated by the board and may not go to private arbitration. An award issued by the board pursuant to this provision is final and enforceable by a court of competent jurisdiction.

A contractor may submit a claim greater than \$250,000 up to \$1 million per contract or, upon agreement of the parties, up to \$2 million per contract to be arbitrated by the board. An award issued by the board pursuant to this provision is final if a request for a trial de novo⁹⁴ is not filed within the time provided by Rule 1.830, Florida Rules of Civil Procedure.⁹⁵ At the trial de novo, the court may not admit evidence that there has been an arbitration proceeding, the nature or amount of the award, or any other matter concerning the conduct of the arbitration proceeding, except that testimony given at an arbitration hearing may be used for any purpose otherwise permitted by the Florida Evidence Code.⁹⁶ If a request for trial de novo is not filed within the time provided, the award issued by the board is final and enforceable by a court of competent jurisdiction.

An arbitration request may not be made to the board before final acceptance, but must be made within 820 days after final acceptance.

The board must still schedule a hearing within 45 days after an arbitration request and, if possible, must now conduct the hearing within 90 days after the request instead of the previous 45 day deadline.

The bill authorizes the board to administer oaths and conduct the proceedings as provided by the Florida Rules of Civil Procedure and the Florida Evidence Code. The bill requires the hearing must be conducted informally, with the presentation of testimony and evidence being kept to a minimum. The bill requires matters to be presented to the arbitrators primarily through the statements and arguments of counsel. The board must address the scope of discovery, presentation of testimony, and evidence at a preliminary hearing by considering the size, subject matter, and complexity of the dispute. Any party to the arbitration may petition the board, for good cause shown, to issue subpoenas for the attendance of witnesses and the production of books, records, documents, and other evidence at the arbitration and may petition the board for orders compelling such attendance and production at the arbitration. Subpoenas must be served and are enforceable in the manner provided in the Florida Rules of Civil Procedure.

The board must issue its award within 45 days after the conclusion of the arbitration hearing. If all three members of the board do not agree, the award agreed to by the majority of the board constitutes the award of the board.

The board is still composed of three members who are selected in the same manner as in current law. If a member has a conflict of interest, an alternative member is appointed in the same manner as the original appointment. Each member serves a 4-year term instead of the current 2-year term. The board still elects a chair for each term, who is the administrator of the board and custodian of its records.

The presence of all board members is required to conduct a meeting. A meeting may be conducted either in person or via communications media technology⁹⁷ in accordance with rules established by the Administration Commission.⁹⁸

⁹⁴ A trial de novo refers to a new trial on the entire case and is conducted as if there had been no trial in the first instance. <https://definitions.uslegal.com/t/trial-de-novo/> (last visited Dec. 22, 2020).

⁹⁵ Rule 1.830, Florida Rules of Civil Procedure relates to voluntary binding arbitration. The rule provides that a voluntary binding arbitration decision may be appealed within 30 days after service of the decision on the parties. Appeal is limited to the grounds specified in s. 44.104(10), F.S.

⁹⁶ Ch. 90, F.S.

⁹⁷ Section 120.54(5)(b)2., F.S., defines the term “communications media technology” as the electronic transmission of printed matter, audio, full-motion video, freeze-frame video, compressed video, and digital video by any method available.

⁹⁸ The Administration Commission has adopted rules pursuant to s. 120.54(5), F.S. These rules are codified in R. 28-109, F.A.C.

The bill requires all board members, including DOT employees appointed to serve, to receive compensation for the performance of their duties from deposits made by the parties based on an estimate of compensation. All deposits will be held in escrow by the chair in advance of the hearing. Each member eligible for compensation is compensated at \$200 per hour (currently \$150 per hour), up to \$1,500 per day (currently up to \$1,000 per day). A member must be reimbursed for the actual cost of his or her travel expenses. The board may annually allocate funds for clerical and other administrative services.

The bill maintains the filing fees provided in current law keeps the authorization for the board to apportion the filing fees and the cost of recording and preparing a transcript of the hearing among the parties in its award.

High-Occupancy Toll Lanes/Express Lanes

Current Situation

For design purposes, DOT defines the term “express lane” as a type of managed travel lane physically separated from general use lanes, or general toll lanes, within a roadway corridor. Express lanes use dynamic pricing through electronic tolling in which toll amounts are set based on traffic conditions.⁹⁹

High-occupancy toll (HOT) lanes are lanes that allow vehicles that don’t meet occupancy requirements to pay a toll to use the lane. Variable pricing is used to manage the lane so that reliable performance is maintained at all times.¹⁰⁰

Under s. 11, Art. VII of the State Constitution, DOT may request the Division of Bond Finance to issue bonds secured by toll revenues collected on high-occupancy toll lanes or express lanes established on DOT-owned facilities.¹⁰¹ DOT may continue to collect the toll on the high-occupancy toll lanes or express lanes after the discharge of any bond indebtedness related to such project. All tolls so collected must first be used to pay the annual cost of the operation, maintenance, and improvement of the high-occupancy toll lanes or express lanes project or associated transportation system.¹⁰²

Any remaining toll revenue from the high-occupancy toll lanes or express lanes must be used by DOT for the construction, maintenance, or improvement of any road on the State Highway System within the county or counties in which the toll revenues were collected or to support express bus service on the facility where the toll revenues were collected.¹⁰³

The above does not apply to the turnpike system as defined under the Florida Turnpike Enterprise Law.¹⁰⁴

Effect of the Bill

The bill provides that any remaining toll revenue from HOT lanes or express lanes may be used for public transportation projects that benefit the operation of HOT lanes or express lanes on the State Highway System within the county or counties in which the toll revenues were collected.

Metropolitan Planning Organization Fees

Current Situation

Section 125.011(1), F.S., defines a “county” as:

⁹⁹ Florida Department of Transportation, *2021 Design Manual, Glossary of Terms*, p. 4.

<https://fdotwww.blob.core.windows.net/sitefinity/docs/default-source/roadway/fdm/2021/2021fdm102glossary.pdf?> (last visited Apr. 5, 2021).

¹⁰⁰ United States Department of Transportation, Federal Highway Administration, Office of Operations, HOT Lanes, Cool Facts. <https://ops.fhwa.dot.gov/publications/fhwahop12031/fhwahop12027/index.htm> (last visited Apr. 5, 2021).

¹⁰¹ S. 338.166(1), F.S.

¹⁰² S. 338.166(2), F.S.

¹⁰³ S. 338.166(3), F.S.

¹⁰⁴ S. 338.166(7), F.S.

[A]ny county operating under a home rule charter adopted pursuant to ss. 10, 11, and 24, Art. VIII of the Constitution of 1885, as preserved by Art. VIII, s. 6(e) of the Constitution of 1968, which county, by resolution of its board of county commissioners, elects to exercise the powers herein conferred. Use of the word “county” within the above provisions shall include “board of county commissioners” of such county.

Local governments authorized to operate under a home rule charter by the State Constitutions of 1885 and 1968 are the City of Key West and Monroe,¹⁰⁵ Dade,¹⁰⁶ and Hillsborough counties.¹⁰⁷ Of these, only Miami-Dade County operates under a home-rule charter adopted on May 21, 1957, under this constitutional provision.¹⁰⁸ Therefore, Miami-Dade County is the only county that meets the definition of “county” in s. 125.011(1), F.S.

Federal Law

Metropolitan Planning Organizations (MPOs), also referred to as transportation planning organizations, are federally mandated transportation planning organizations comprised of representatives from local governments and transportation authorities. The MPO’s role is to develop and maintain the required transportation plans for a metropolitan area to ensure that federal funds support local priorities. Federal law requires MPOs in urbanized areas with populations of 50,000 or more individuals.¹⁰⁹

State Law

Section 339.175, F.S., governs MPOs and generally mirrors applicable federal law. MPOs carry out four primary activities:

- Developing and maintaining a Long-range Transportation Plan, addressing no less than a 20-year planning horizon.
- Updating and approving a Transportation Improvement Program, a four-year program for highway and transit improvements.
- Developing and adopting a Unified Planning Work Program, identifying the budget and planning activities to be undertaken in the metropolitan planning area.
- Preparing a Public Participation Plan, describing the involvement of the public and stakeholder communities in transportation planning.

Section 339.175(6)(f)2., F.S., prohibits the MPO in a county as defined in s. 125.011(1), from assessing any fees for municipalities, counties, or other governmental entities that are members of the MPO.

Effect of the Bill

The bill repeals s. 339.175(6)(f)2., F.S., thus allowing the Miami-Dade County MPO to assess fees for municipalities, counties, or other governmental entities that are members of the MPO.

Tampa Bay Area Regional Transit Authority

Current Situation

Tampa Bay Area Regional Transit Authority

Part V of Ch. 343, F.S., creates the Tampa Bay Area Regional Transit Authority (TBARTA)¹¹⁰ as an agency of the state, covering Hernando, Hillsborough, Manatee, Pasco, and Pinellas counties and any other contiguous county that is party to an agreement of participation.¹¹¹

¹⁰⁵ Art. VIII, s. 6, n. 2, Fla. Const.

¹⁰⁶ Art. VIII, s. 6, n. 3, Fla. Const.

¹⁰⁷ Art. VIII, s. 6, n. 4, Fla. Const.

¹⁰⁸ Florida Association of Counties, *Charter County Information*, available at <http://www.fl-counties.com/charter-county-information> (last visited Apr. 20, 2021).

¹⁰⁹ 23 U.S.C. s. 134

¹¹⁰ Prior to 2017, TBARTA was named the Tampa Bay Area Regional Transportation Authority.

¹¹¹ Ss. 343.90 and 343.91(1)(a), F.S.

TBARTA's purpose is to plan, develop, fund, implement, and operate a regional transit system in the Tampa Bay area.¹¹² TBARTA must produce a regional transit development plan, integrating the transit development plans of participant counties, with priority assigned to regionally significant transit projects and facilities.¹¹³

TBARTA's governing board consists of 13 voting members and two non-voting advisors. The secretary of DOT appoints two non-voting advisors to the board who are the district secretaries for the two DOT districts within TBARTA's designated area. The 13 voting members of the board are appointed as follows:

- The county commissions of Hernando, Hillsborough, Manatee, Pasco, and Pinellas counties each appoint one county commissioner to the board;
- Two members of the board are the mayors of the municipalities with the largest populations within the service area of each of the following independent transit agencies: Pinellas Suncoast Transit Authority (St. Petersburg) and Hillsborough Area Regional Transit Authority (Tampa);
- The following independent transit agencies each appoint from the membership of their governing bodies one member to the board: Pinellas Suncoast Transit Authority and Hillsborough Area Regional Transit Authority; and
- The Governor appoints four members from the regional business community, each of whom must reside in one of the counties governed by the authority and may not be an elected official.¹¹⁴

Seven members of the board constitutes a quorum, and the vote of seven members is necessary for TBARTA to take any action.¹¹⁵ A vacancy does not impair the right of a quorum of the board to exercise all rights and perform all duties of TBARTA.¹¹⁶

Beginning July 1, 2017, TBARTA's board was required to evaluate the abolishment, continuance, modification, or establishment of the following committees:

- Planning committee;
- Policy committee;
- Finance committee;
- Citizens advisory committee;
- TBARTA Metropolitan Planning Organization Chairs Coordinating Committee;
- Transit management committee; and
- Technical advisory committee.

After the board completed its evaluation, it was required to submit its recommendations for abolishment, continuance, modification, or establishment of the committees to the President of the Senate and the Speaker of the House of Representatives before the beginning of the 2018 Regular Legislative Session.¹¹⁷ The report was submitted in January 2018.

TBARTA Metropolitan Planning Organization Chairs Coordinating Committee

The TBARTA Metropolitan Planning Organization Chairs Coordinating Committee (committee) is created within TBARTA, and is composed of the MPO's serving Citrus, Hernando, Hillsborough, Manatee, Pasco, Pinellas, Polk, and Sarasota counties. TBARTA is required to provide administrative support and direction to the committee. The committee must, at a minimum:

- Coordinate transportation projects deemed to be regionally significant by the committee;
- Review the impact of regionally significant land use decisions on the region;
- Review all proposed regionally significant transportation projects in the respective transportation improvement programs which affect more than one of the MPO's represented on the committee; and

¹¹² S. 343.922(1), F.S.

¹¹³ S. 343.922(3), F.S.

¹¹⁴ S. 343.92(2), F.S.

¹¹⁵ S. 343.92(8), F.S.

¹¹⁶ *Id.*

¹¹⁷ S. 343.92(9), F.S.

- Institute a conflict resolution process to address any conflict that may arise in the planning and programming of such regionally significant projects.¹¹⁸

The committee conducts two meetings a year, one in the summer and one in the fall. Every year, the committee receives public comment and adopts the West Central Florida Regional Roadway Network, Transportation Regional Incentive Program Priority Projects, and Regional Multi-Use Trail Priority Projects. The committee transmits these priorities to DOT. The committee also makes a yearly recommendation to TBARTA's board for the TBARTA regional priority projects.¹¹⁹

Effect of the Bill

The bill authorizes the mayors of the largest municipalities within the service areas of the Pinellas Suncoast Transit Authority (St. Petersburg) and the Hillsborough Regional Transit Authority (Tampa) to designate alternates. The mayor's designated alternate must be an elected member of the municipality's city council and approved as the mayor's designated alternate by the municipality's city council. In the event that the mayor is unable to attend a TBARTA board meeting, the mayor's designated alternate must attend the meeting on the mayor's behalf and has the full right to vote.

The bill revises the quorum requirements for TBARTA's board meeting, allowing for a simple majority of the TBARTA board to constitute a quorum. It also provides that a simple majority of the voting members present, rather than seven members, are necessary for any action to be taken by the board.

The bill removes obsolete language that required TBARTA to submit recommendations for abolishment, continuance, modification, or establishment of TBARTA committees to the Legislature before the 2018 Regular Session.

The bill renames the TBARTA Metropolitan Planning Organization Chairs Coordinating Committee as the Chairs Coordinating Committee, modifies its organization so it is no longer created within TBARTA, and deletes the requirement that TBARTA provide administrative support and direction to the committee. The bill does not change the committee's membership.

The bill also removes requirements that TBARTA present regional transit development plans to the committee and coordinate plans and projects with the committee.

Northwest Florida Transportation Corridor Authority

Current Situation

Created in 2005, and codified in part III of ch. 343, F.S.,¹²⁰ the Northwest Florida Transportation Corridor Authority (NFTCA), is an agency of the state. NFTCA's primary purpose is to improve mobility on the U.S. 98 corridor in Northwest Florida, enhance traveler safety, identify and develop hurricane evacuation routes, promote economic development, and implement transportation projects to alleviate current or anticipated traffic congestion.¹²¹

On September 20, 2018, the NFTCA Board voted unanimously to become inactive as an authority.¹²² On August 23, 2019, the Department of Economic Opportunity issued a letter indicating that the authority met all of the statutory requirements to become an inactive special district and that pursuant to s. 189.062(4), F.S., must be dissolved by the Legislature.

Effect of the Bill

The bill repeals and dissolves the inactive NFTCA. The NFTCA must: discharge or make provisions for its debts, obligations, and other liabilities; settle and close its activities and affairs; and provide for distribution of its assets, or the proceeds of such assets, such that each local general-purpose

¹¹⁸ S. 339.175(6)(i), F.S.

¹¹⁹ TBARTA, *MPOs Chairs Coordinating Committee*, <https://tbarta.com/en/boards-meetings/mpos-chairs-coordinating-committee/> (last visited Jan. 28, 2021).

¹²⁰ Ch. 2005-281, Laws of Fla.

¹²¹ Section 343.81(1), F.S.

¹²² Northwest Florida Transportation Corridor Authority, Resolution 18-02, Sept. 20, 2018.

government represented on the NFTCA's board receives a distribution generally in proportion to each entity's contribution to the acquisition of the assets.

Central Florida Expressway Authority

Current Situation

Central Florida Expressway Authority

Part III of ch. 348, F.S., creates the Central Florida Expressway Authority (CFX).¹²³ CFX may acquire, hold, construct, improve, maintain, operate, own, and lease in the capacity of lessor the Central Florida Expressway System within the geographical boundaries of Orange, Seminole, Lake, Brevard, and Osceola Counties.¹²⁴ However, to ensure the continued financial feasibility of the portion of the Wekiva Parkway to be constructed by DOT, the authority may not, without the prior consent of the secretary of DOT, construct any extensions, additions, or improvements to the expressway system in Lake County.¹²⁵

CFX operates a series of expressways in Central Florida including the East-West Expressway (SR 408), the Apopka Expressway (SR 414), the Central Florida Greenway (SR 417) and the Beachline Expressway (SR 528).¹²⁶

Wekiva Parkway

The Wekiva Parkway (SR 429) is a cooperative effort between DOT, CFX, and the Florida Turnpike Enterprise.¹²⁷ The Wekiva Parkway will connect to the Central Florida Greenway (SR 417), completing the beltway around Central Florida, while helping to protect the natural resources surrounding the Wekiva River. This estimated \$1.6 billion project includes \$500 million of non-toll road improvements including:

- Widening seven miles of SR 46 in Lake and Seminole Counties;
- Rebuilding the US 441/SR 46 interchange in Mount Dora;
- Shifting the CR 46A connection to SR 46 so wildlife can more safely move between habitats;
- Providing non-tolled, one-lane service roads parallel to the parkway in part of east Lake and Seminole Counties; and
- Building a 10-mile, multi-use trail along portions of the parkway in Lake and Seminole Counties.

In 2020, 13 miles of the parkway were open to traffic, and some of the non-tolled, roadway improvements had been made. The entire parkway is scheduled to be open to traffic in 2023.¹²⁸

Effect of the Bill

The bill amends CFX's purposes and powers as it relates to obtaining consent from the secretary of DOT to construct any extensions, additions, or improvements to the expressway system in Lake County. The bill changes the requirement to obtain consent from the secretary of DOT to a requirement that CFX consult with the secretary of DOT prior to constructing any extensions, additions, or improvements to the expressway system in Lake County.

Jacksonville Transportation Authority Leases

Current Situation

Created in 1955,¹²⁹ the Jacksonville Transportation Authority (JTA) is a body politic and corporate and an agency of the state.¹³⁰ JTA designs and constructs bridges and highways and provides varied mass transit services, including express and regular bus service, a downtown Skyway monorail, the St. Johns

¹²³ S. 348.753(1), F.S. CFX was previously known as the Orland-Orange County Expressway Authority.

¹²⁴ S. 248.754(1)(a), F.S.

¹²⁵ S. 348.754(1)(c), F.S.

¹²⁶ CFX, <https://www.cfxway.com/> (last visited Feb. 17, 2021).

¹²⁷ The Florida Turnpike Enterprise is part of DOT and operates Florida's turnpike system.

¹²⁸ Wekiva Parkway, <http://www.wekivaparkway.com/> (last visited Feb. 17, 2021).

¹²⁹ Ch. 29996, 1955.

¹³⁰ S. 349.03(1), F.S.

River Ferry, the Gameday Xpress for various sporting events, paratransit for the disabled and elderly, and ride request on-demand services.¹³¹

Currently, JTA has the authority to enter into and make leases for terms not exceeding 40 years, as either lessee or lessor, in order to carry out the right to lease as set forth in Ch. 349, F.S.¹³²

While JTA is authorized to enter into 40-year leases, the Central Florida Expressway Authority is authorized to enter into leases not exceeding 99 years.¹³³ Additionally, DOT is authorized to enter into 99-year leases for the use of DOT property, including rights-of-way, for certain purposes.¹³⁴ Statutes creating other transportation authorities are silent on the terms of these leases.

Effect of the Bill

The bill changes JTA's 40 year limit on leases to 99 years, which is consistent with that authorized for the Central Florida Expressway Authority and DOT.

Outdoor Advertising

Current Situation

Since the passage of the Highway Beautification Act (HBA) in 1965, the Federal Highway Administration (FHWA) has established controls for outdoor advertising along Federal-aid Primary, Interstate, and National Highway System roads. The HBA allows the location of billboards in commercial or industrial areas, mandates a state compliance program, requires the development of state standards, promotes the expeditious removal of illegal signs, and requires just compensation for takings.¹³⁵

Florida's outdoor advertising laws are found in ch. 479, F.S., and are based on federal law and regulations and a 1972 agreement between the state and FHWA. Chapter 479, F.S. expressly provides that its provisions do not supersede the rights and powers of counties and municipalities to enact outdoor advertising or sign ordinances.¹³⁶

Permitting and Metal Tags

Florida law prohibits a person from engaging in the business of outdoor advertising without first obtaining a license from DOT. Except as otherwise provided, a person may not erect, operate, use, or maintain, or cause to be erected, operated, used, or maintained, any sign on the State Highway System outside an urban area, or on any portion of the interstate or federal-aid primary highway system without first obtaining a permit for the sign from DOT (and paying the required annual fee).¹³⁷

Once obtaining an outdoor advertising license and having been issued DOT permit, DOT must furnish to a permittee a serially numbered, permanent metal permit tag which the permittee is responsible for maintaining on each permitted sign facing at all times. The tag must be securely attached to the upper 50 percent of the sign structure in such a manner as to be plainly visible from the main traveled way. The tag must be properly and permanently displayed at the permitted site within 30 days after the date of permit issuance and, if the permittee fails to erect a completed sign on the permitted site within 270 days after the date of permit issuance, the permit becomes void. DOT may not issue a new permit to that permittee for the same locations for 270 days after the date on which the permit becomes void. Current law also provides for DOT issuance of a replacement tag in the event a permit tag is lost, stolen, or destroyed. Permits tags that are not renewed must be returned to DOT for cancellation by the expiration date. Permits that are not renewed or are canceled must be certified in writing as canceled or

¹³¹ JTA Website, <https://www.jtafla.com/about-jta/> (last visited Jan. 14, 2021).

¹³² S. 349.04(2)(d), F.S.

¹³³ S. 348.754(1)(d), F.S.

¹³⁴ S. 337.251, F.S.

¹³⁵ Pub. L. 89-285.

¹³⁶ Section 479.155, F.S.

¹³⁷ Section 479.04, F.S. However, a person is not required to obtain the license to erect outdoor advertising signs or structures as an incidental part of a building construction contract.

not renewed by the permittee, and permit tags for such permits must be returned to DOT or accounted for in writing by the permittee.¹³⁸

Effect of the Bill

The bill requires DOT, as soon as practicable, to create and implement a publicly accessible electronic database which includes permit details for each permit issued by DOT. The details in the database must include at a minimum the:

- Name and contact information of the permit operator,
- Structure identification number or numbers,
- Panel or face identification number or numbers,
- Latitude and longitude of the permitted sign,
- Compass bearing, and
- Most recent date DOT visually inspected the permitted sign.

Additionally, the database must also include images of the permitted sign once constructed.

Upon implementation of the database, DOT may not:

- Furnish permanent metal permit tags or replacement tags to permittees, or
- Enforce specified provisions of current law relating to permanent metal permit tags or replacement tags.

In addition, permittees are not then required to return permit tags to DOT, as currently required by law.

Cross-Reference

The bill amends s 330.30, F.S., to conform cross-references.

Effective Date

The bill has an effective date of July 1, 2020.

B. SECTION DIRECTORY:

Section 1 Creates s. 177.107, F.S., relating to the closing and abandonment of roads; optional conveyance to a community development district; traffic control jurisdiction.

Section 2 Creates s. 287.05705, F.S., relating to procurements of road, bridge, and other specified public construction services.

Section 3 Amends s. 316.003, F.S., providing definitions.

Section 4 Amends s. 316.2397, F.S., relating to certain lights prohibited; exceptions.

Section 5 Amends s. 316.302, F.S., relating to commercial motor vehicle safety regulations; transporters and shippers of hazardous materials; enforcement.

Section 6 Amends s. 319.30, F.S., relating to definitions; dismantling, destruction, change of identity of motor vehicles or mobile homes; salvage.

Section 7 Amends s. 320.06, F.S., relating to registration certificates, license plates, and validation stickers, generally.

Section 8 Amends s. 320.27, F.S., relating to motor vehicle dealers.

Section 9 Amends s. 330.27, F.S., providing definitions.

Section 10 Amends s. 330.30, F.S., conforming a cross-reference.

Section 11 Amends s. 337.025, F.S., relating to innovative transportation projects.

Section 12 Amends s. 337.0262, F.S., relating to the purchase and use of clay, peat, gravel, sand, or any other solid substance extracted from borrow pits.

Section 13 Amends s. 337.14, F.S., relating to application for qualification; certificate of qualification; restrictions; request for hearing.

Section 14 Amends s. 337.185, F.S., relating to the State Arbitration Board.

Section 15 Amends s. 338.166, F.S., relating to high-occupancy toll lanes or express lanes.

Section 16 Amends s. 339.175, F.S., relating to metropolitan planning organizations.

Section 17 Repeals part III of ch. 343, F.S., relating to the Northwest Florida Regional Transportation Corridor Authority.

Section 18 Dissolves the Northwest Florida Regional Transportation Corridor Authority and provides for the disposition of its assets.

Section 19 Amends s. 343.92, F.S., relating to the Tampa Bay Area Regional Transit Authority.

Section 20 Amends s. 343.922, F.S., providing powers and duties of the Tampa Bay Area Regional Transit Authority.

Section 21 Amends s. 348.754, F.S., providing the purposes and powers of the Central Florida Expressway Authority.

Section 22 Amends s. 349.04, F.S., relating to the purposes and powers of the Jacksonville Transportation Authority.

Section 23 Amends s. 378.403, F.S., providing definitions.

Section 24 Amends s. 378.801, F.S., relating to other resources; notice of intent to extract required.

Section 25 Amends s. 378.802, F.S., relating to existing extraction locations.

Section 26 Amends s. 479.07, F.S., relating to sign permits.

Section 27 Provides an effective date of July 1, 2020.

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

A. FISCAL IMPACT ON STATE GOVERNMENT:

1. Revenues:

None.

2. Expenditures:

The bill requires and increases hourly compensation for members of the State Arbitration Board from \$150 to \$200, and increases the daily maximum compensation from \$1,000 to \$1,500 per member. However, both current law and the bill require parties bringing arbitrations to the board to

pay filing fees, based on the amount of the dispute, to defray the costs of operating the board. However, the filing fees do not increase, and it is unknown if they will cover the increased cost of the board.

DOT may incur expenditures associated with creating a digital database of outdoor advertising permits. However, this impact is indeterminate at this time.

B. FISCAL IMPACT ON LOCAL GOVERNMENTS:

1. Revenues:

None.

2. Expenditures:

Local governments operating airports may see a reduction in expenditures due to the exemption from the construction, engineering, and inspection requirements in the bill. However, the cost savings are associated with specific projects; therefore, this reduction in expenditures is indeterminate.

Local governments that are members of the MPO in Miami-Dade County may again be assessed fees for membership in the MPO.

The bill will reduce TBARTA's expenditures, as TBARTA will no longer be required to staff the Chair's Coordinating Committee.

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

The ability for JTA to enter into leases with a term of up to 99 years may make it more attractive for private entities to enter into leases with JTA.

D. FISCAL COMMENTS:

None.

III. COMMENTS

A. CONSTITUTIONAL ISSUES:

1. Applicability of Municipality/County Mandates Provision:

Not applicable. This bill does not appear to require counties or municipalities to spend funds or take action requiring the expenditure of funds; reduce the authority that counties or municipalities have to raise revenues in the aggregate; or reduce the percentage of state tax shared with counties or municipalities.

2. Other:

None.

B. RULE-MAKING AUTHORITY:

The bill does not authorize rulemaking, nor does it require rulemaking.

C. DRAFTING ISSUES OR OTHER COMMENTS:

None.

IV. AMENDMENTS/ COMMITTEE SUBSTITUTE CHANGES

On February 17, 2021, the Tourism, Infrastructure & Energy Subcommittee adopted a strike-all amendment as amended and reported the bill favorably as a committee substitute. The committee substitute:

- Removes a provision from the bill requiring a \$50 reduction on the sales tax for every motor vehicle sold in this state in fiscal years 2021-2022.
- Clarifies that the provision regarding the procurements of roads, bridges, and other specified construction projects applies to all governmental entities.
- Limits the bill's authorization for flashing blue lights on construction vehicles to paving machines and compaction rollers.
- Returns \$120 million annual cap on innovative transportation projects to apply to all projects.
- Authorizes DOT to request interim financial statements from contractors under certain circumstances, instead of requiring the contractor to submit them.
- Clarifies that the ability factor and the maximum capacity rating apply to the applicant instead of the project.
- Revises and clarifies provisions regarding the State Arbitration Board, including references to the Florida Rules of Civil Procedure and the Florida Evidence Code, and meetings being conducted via communications media technology.
- Requires CFX to consult with, instead of obtain consent from, the secretary of DOT prior to constructing any extensions, additions, or improvements to the expressway system in Lake County.

On April 19, 2021, the Commerce Committee adopted a strike-all amendment and reported the bill favorably as a committee substitute. In addition to what was previously in the bill, the committee substitute:

- Authorized counties and municipalities to convey roads to community development districts under certain circumstances.
- Amended the definition of autocycle.
- Authorized flashing green, amber, and red lights on construction vehicles under certain circumstances.
- Provided that if a motor carrier requires safety improvements on a commercial motor vehicle, this does not change an owner-operators employment status.
- Required certain notifications to DHSMV regarding salvage titles to be made on specified forms.
- Defined the term electric vertical takeoff and landing aircraft.
- Clarified that permanent registration stickers for for-hire vehicles are authorized only for rental vehicles.
- Revised provisions regarding insurance and surety bond requirements for motor vehicle dealers.
- Allowed DOT and its contractors to extract certain materials from borrow pits meeting statutory requirements already in the bill.
- Authorized revenues from high-occupancy toll lanes and express lanes to be used for certain public transportation projects.
- Authorized the MPO in Miami-Dade County to assess membership fees.
- Repealed the inactive Northwest Florida Transportation Corridor Authority.
- Made clarifying changes regarding the Tampa Bay Area Regional Transit Authority.
- Extended the maximum term for the Jacksonville Transportation Authority to enter into leases from 40 years to 99 years.
- Required DOT to create and implement an electronic database of outdoor advertising permits.

This analysis is drafted to the committee substitute as approved by the Commerce Committee.