1 A bill to be entitled 2 An act relating to local government impact fees and 3 development permits and orders; amending s. 125.022, 4 F.S.; prohibiting a county from requiring an applicant 5 to take certain actions as a condition of processing 6 or issuing a development permit or development order; 7 providing that any ordinance or regulation in conflict 8 is void and unenforceable; amending s. 163.3164, F.S.; 9 defining the term "plan-based methodology"; amending 10 s. 163.31801, F.S.; defining the term "extraordinary 11 circumstances"; requiring the completion of a 12 demonstrated-need study using a plan-based methodology before the adoption of an impact fee increase which 13 expressly demonstrates certain extraordinary 14 15 circumstances; prohibiting increases in certain impact 16 fees unless specified extraordinary circumstances are demonstrated; prohibiting a local government from 17 increasing an impact fee rate under certain 18 circumstances; amending s. 166.033, F.S.; prohibiting 19 a municipality from requiring an applicant to take 20 21 certain actions as a condition of processing or 22 issuing a development permit or development order; 23 providing that any ordinance or regulation in conflict is void and unenforceable; amending s. 212.055, F.S.; 24 25 conforming a cross-reference; providing an effective

Page 1 of 12

26 date. 27 28 Be It Enacted by the Legislature of the State of Florida: 29 30 Section 1. Subsection (8) is added to section 125.022, Florida Statutes, to read: 31 32 125.022 Development permits and orders.-33 (8) A county may not as a condition of processing or 34 issuing any development permit or development order require an 35 applicant to install a work of art, pay a fee for a work of art, or reimburse the county for any costs that the county may incur 36 37 related to a work of art. Any ordinance or regulation in conflict with this subsection is void and unenforceable. 38 39 Section 2. Subsections (39) through (54) of section 40 163.3164, Florida Statutes, are renumbered as subsections (40) through (55), respectively, and a new subsection (39) is added 41 42 to that section to read: 43 163.3164 Community Planning Act; definitions.—As used in this act: 44 "Plan-based methodology" means the use of the most 45 46 recent and localized data to project growth within a jurisdiction over a 6-year period and the anticipated capacity 47 48 impacts created by that projected growth, and the creation of a 49 list of capital improvements or infrastructure as defined in s. 50 163.31801(3) to be constructed in a defined time period to

Page 2 of 12

mitigate those impacts as part of a new or updated impact fee
study.

Section 3. Paragraphs (a) and (b) of subsection (3) of section 163.31801, Florida Statutes, are redesignated as paragraphs (b) and (c), respectively, a new paragraph (a) is added to that subsection, and paragraph (g) of subsection (6) of that section is amended, to read:

163.31801 Impact fees; short title; intent; minimum requirements; audits; challenges.—

- (3) For purposes of this section, the term:
- (a) "Extraordinary circumstances" means the measurable effects of development which will require mitigation by the affected local government and which exceed the total of the current adopted impact fee amount combined with any increase as provided in paragraphs (6)(c), (d), and (e) in less than 4 years.
- (6) A local government, school district, or special district may increase an impact fee only as provided in this subsection.
- (g) A local government, school district, or special district may increase an impact fee rate beyond the phase-in limitations established under paragraph (b), paragraph (c), paragraph (d), or paragraph (e) by establishing the need for such increase in full compliance with the requirements of subsection (4), provided the following criteria are met:

Page 3 of 12

1. A demonstrated-need study <u>using a plan-based</u>

<u>methodology</u> justifying any increase in excess of those

authorized in paragraph (b), paragraph (c), paragraph (d), or

paragraph (e) has been completed within the 12 months before the

adoption of the impact fee increase and expressly demonstrates

the extraordinary circumstances necessitating the need to exceed

the phase-in limitations.

- <u>a. An increase in a nontransportation impact fee may not</u>
 <u>be adopted unless the extraordinary circumstances demonstrated</u>
 <u>in the demonstrated-need study include at least two of the</u>
 <u>following:</u>
- (I) The population of the local government jurisdiction over the past 5 years exceeds, by at least 10 percent, the population estimates and projections used to justify the most recent impact fee increase.
- (II) The average number of building permits issued by the local government over the past 5 years exceeds, by at least 10 percent, the building permit estimates and projections used to justify the most recent impact fee increase.
- (III) The employment base within the local jurisdiction over the past 5 years exceeds the employment estimates and projections used to justify the most recent impact fee.
- (IV) The existing level of service grade will be lowered without an increase in the impact fee rate.
 - b. An increase in a transportation impact fee may not be

101	adopted unless the extraordinary circumstances demonstrated in
102	the demonstrated-need study include at least three of the
103	following:
104	(I) Any condition provided in sub-subparagraph a.
105	(II) Cost growth over the past 5 years which exceeds, by
106	an average of at least 10 percent, the Federal Highway
L07	Administration's National Highway Construction Cost Index
108	average used to justify the previous impact fee increase.
109	(III) The vehicle miles traveled in the past 5 years
110	exceed, by at least 10 percent, the Department of
111	Transportation's vehicle miles traveled index average used to
112	justify the most recent impact fee.
113	(IV) The per-lane mile cost estimates for construction for
114	the past 5 years exceed, by at least 10 percent, the Department
115	of Transportation's average used to justify the most recent
116	<pre>impact fee.</pre>
L17	c. An increase in an impact fee for an independent special
118	district may not be adopted unless the extraordinary
119	circumstances demonstrated in the demonstrated-need study
L20	include all of the following:
L21	(I) The amount of growth experienced in the past 5 years
L22	and anticipated within the district requires a significant
L23	immediate infrastructure investment to serve such growth which

Page 5 of 12

will need to be financed by the special district with impact

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

124

125

fe<u>es.</u>

126	(II) The cost of infrastructure investment required to be
127	financed by the district in the next 5 years is increasing the
128	need for public facilities and has a direct impact on the fee
129	amount needed to finance the additional infrastructure for the
130	benefit of the growth.
131	(III) The existing level of service will be impacted
132	without an increase in the impact fee rate.
133	2. The local government jurisdiction has held not fewer
134	less than two publicly noticed workshops dedicated to the
135	extraordinary circumstances necessitating the need to exceed the
136	phase-in limitations set forth in paragraph (b), paragraph (c),
137	paragraph (d), or paragraph (e).
138	3. The impact fee increase ordinance is approved by at
139	least a two-thirds vote of the governing body.
140	
141	A local government may not increase an impact fee rate beyond
142	the phase-in limitations under this paragraph if the local
143	government has not increased the impact fee within the past 5
144	years. Any year in which the local government is prohibited from
145	increasing an impact fee because the jurisdiction is in a
146	hurricane disaster area is not included in the 5-year period.
147	Section 4. Subsection (8) is added to section 166.033,
148	Florida Statutes, to read:
149	166.033 Development permits and orders
150	(8) A municipality may not as a condition of processing or

Page 6 of 12

issuing any development permit or development order require an applicant to install a work of art, pay a fee for a work of art, or reimburse the municipality for any costs that the municipality may incur related to a work of art. Any ordinance or regulation in conflict with this subsection is void and unenforceable.

Section 5. Paragraph (d) of subsection (2) of section 212.055, Florida Statutes, is amended to read:

212.055 Discretionary sales surtaxes; legislative intent; authorization and use of proceeds.—It is the legislative intent that any authorization for imposition of a discretionary sales surtax shall be published in the Florida Statutes as a subsection of this section, irrespective of the duration of the levy. Each enactment shall specify the types of counties authorized to levy; the rate or rates which may be imposed; the maximum length of time the surtax may be imposed, if any; the procedure which must be followed to secure voter approval, if required; the purpose for which the proceeds may be expended; and such other requirements as the Legislature may provide. Taxable transactions and administrative procedures shall be as provided in s. 212.054.

- (2) LOCAL GOVERNMENT INFRASTRUCTURE SURTAX. -
- (d) The proceeds of the surtax authorized by this subsection and any accrued interest shall be expended by the school district, within the county and municipalities within the

Page 7 of 12

176

177

178

179

180

181

182

183

184

185

186

187

188

189

190

191

192

193

194

195

196

197

198

199

200

county, or, in the case of a negotiated joint county agreement, within another county, to finance, plan, and construct infrastructure; to acquire any interest in land for public recreation, conservation, or protection of natural resources or to prevent or satisfy private property rights claims resulting from limitations imposed by the designation of an area of critical state concern; to provide loans, grants, or rebates to residential or commercial property owners who make energy efficiency improvements to their residential or commercial property, if a local government ordinance authorizing such use is approved by referendum; or to finance the closure of countyowned or municipally owned solid waste landfills that have been closed or are required to be closed by order of the Department of Environmental Protection. Any use of the proceeds or interest for purposes of landfill closure before July 1, 1993, is ratified. The proceeds and any interest may not be used for the operational expenses of infrastructure, except that a county that has a population of fewer than 75,000 and that is required to close a landfill may use the proceeds or interest for longterm maintenance costs associated with landfill closure. Counties, as defined in s. 125.011, and charter counties may, in addition, use the proceeds or interest to retire or service indebtedness incurred for bonds issued before July 1, 1987, for infrastructure purposes, and for bonds subsequently issued to refund such bonds. Any use of the proceeds or interest for

Page 8 of 12

purposes of retiring or servicing indebtedness incurred for refunding bonds before July 1, 1999, is ratified.

1. For the purposes of this paragraph, the term "infrastructure" means:

- a. Any fixed capital expenditure or fixed capital outlay associated with the construction, reconstruction, or improvement of public facilities that have a life expectancy of 5 or more years, any related land acquisition, land improvement, design, and engineering costs, and all other professional and related costs required to bring the public facilities into service. For purposes of this sub-subparagraph, the term "public facilities" means facilities as defined in s.163.3164 (41), s. 163.3221(13), or s. 189.012(5), and includes facilities that are necessary to carry out governmental purposes, including, but not limited to, fire stations, general governmental office buildings, and animal shelters, regardless of whether the facilities are owned by the local taxing authority or another governmental entity.
- b. A fire department vehicle, an emergency medical service vehicle, a sheriff's office vehicle, a police department vehicle, or any other vehicle, and the equipment necessary to outfit the vehicle for its official use or equipment that has a life expectancy of at least 5 years.
- c. Any expenditure for the construction, lease, or maintenance of, or provision of utilities or security for,

Page 9 of 12

226 facilities, as defined in s. 29.008.

227

228

229230

231

232

233

234

235236

237

238

239

240

241

242

243

244

245

246

247

248

249250

- Any fixed capital expenditure or fixed capital outlay associated with the improvement of private facilities that have a life expectancy of 5 or more years and that the owner agrees to make available for use on a temporary basis as needed by a local government as a public emergency shelter or a staging area for emergency response equipment during an emergency officially declared by the state or by the local government under s. 252.38. Such improvements are limited to those necessary to comply with current standards for public emergency evacuation shelters. The owner must enter into a written contract with the local government providing the improvement funding to make the private facility available to the public for purposes of emergency shelter at no cost to the local government for a minimum of 10 years after completion of the improvement, with the provision that the obligation will transfer to any subsequent owner until the end of the minimum period.
- e. Any land acquisition expenditure for a residential housing project in which at least 30 percent of the units are affordable to individuals or families whose total annual household income does not exceed 120 percent of the area median income adjusted for household size, if the land is owned by a local government or by a special district that enters into a written agreement with the local government to provide such housing. The local government or special district may enter into

Page 10 of 12

a ground lease with a public or private person or entity for nominal or other consideration for the construction of the residential housing project on land acquired pursuant to this sub-subparagraph.

- f. Instructional technology used solely in a school district's classrooms. As used in this sub-subparagraph, the term "instructional technology" means an interactive device that assists a teacher in instructing a class or a group of students and includes the necessary hardware and software to operate the interactive device. The term also includes support systems in which an interactive device may mount and is not required to be affixed to the facilities.
- 2. For the purposes of this paragraph, the term "energy efficiency improvement" means any energy conservation and efficiency improvement that reduces consumption through conservation or a more efficient use of electricity, natural gas, propane, or other forms of energy on the property, including, but not limited to, air sealing; installation of insulation; installation of energy-efficient heating, cooling, or ventilation systems; installation of solar panels; building modifications to increase the use of daylight or shade; replacement of windows; installation of energy controls or energy recovery systems; installation of electric vehicle charging equipment; installation of systems for natural gas fuel as defined in s. 206.9951; and installation of efficient

276 lighting equipment.

277

278

279

280

281

282

283

284

285

286

287

3. Notwithstanding any other provision of this subsection, a local government infrastructure surtax imposed or extended after July 1, 1998, may allocate up to 15 percent of the surtax proceeds for deposit into a trust fund within the county's accounts created for the purpose of funding economic development projects having a general public purpose of improving local economies, including the funding of operational costs and incentives related to economic development. The ballot statement must indicate the intention to make an allocation under the authority of this subparagraph.

Section 6. This act shall take effect July 1, 2025.

Page 12 of 12