LEGISLATIVE ACTION

Senate Comm: RCS 04/16/2025 House

The Committee on Rules (McClain) recommended the following: Senate Amendment (with title amendment) Delete lines 17 - 155 and insert: Section 1. Paragraphs (a) and (c) of subsection (3) of section 202.18, Florida Statutes, are amended, and subsection (4) is added to that section, to read: 202.18 Allocation and disposition of tax proceeds.—The proceeds of the communications services taxes remitted under this chapter shall be treated as follows:

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(3)(a) Notwithstanding any law to the contrary, the

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12 proceeds of each local communications services tax levied by a 13 municipality or county pursuant to s. 202.19(1) or s. 202.20(1), 14 less 7.5 percent distributed to the Department of Commerce to 15 fund the Utility Relocation Reimbursement Grant Program created 16 in subsection (4) and less the department's costs of 17 administration, shall be transferred to the Local Communications 18 Services Tax Clearing Trust Fund and held there to be 19 distributed to such municipality or county. However, the 20 proceeds of any communications services tax imposed pursuant to 21 s. 202.19(5) shall be deposited and disbursed in accordance with 22 ss. 212.054 and 212.055. For purposes of this section, the 23 proceeds of any tax levied by a municipality, county, or school board under s. 202.19(1) or s. 202.20(1) are all funds collected 24 25 and received by the department pursuant to a specific levy 26 authorized by such sections, including any interest and 27 penalties attributable to the tax levy.

28 (c)1. Except as otherwise provided in this paragraph, 29 proceeds of the taxes levied pursuant to s. 202.19, less 7.5 30 percent distributed to the Department of Commerce to fund the 31 Utility Relocation Reimbursement Grant Program created in 32 subsection (4) and less amounts deducted for costs of 33 administration in accordance with paragraph (b), shall be 34 distributed monthly to the appropriate jurisdictions. The 35 proceeds of taxes imposed pursuant to s. 202.19(5) shall be 36 distributed in the same manner as discretionary surtaxes are 37 distributed, in accordance with ss. 212.054 and 212.055.

38 2. The department shall make any adjustments to the 39 distributions pursuant to this section which are necessary to 40 reflect the proper amounts due to individual jurisdictions or



41 trust funds. In the event that the department adjusts amounts 42 due to reflect a correction in the situsing of a customer, such 43 adjustment shall be limited to the amount of tax actually 44 collected from such customer by the dealer of communication 45 services.

46 3.a. Adjustments in distributions which are necessary to correct misallocations between jurisdictions shall be governed 47 by this subparagraph. If the department determines that 48 49 misallocations between jurisdictions occurred, it shall provide written notice of such determination to all affected 50 51 jurisdictions. The notice shall include the amount of the 52 misallocations, the basis upon which the determination was made, 53 data supporting the determination, and the identity of each 54 affected jurisdiction. The notice shall also inform all affected 55 jurisdictions of their authority to enter into a written 56 agreement establishing a method of adjustment as described in 57 sub-subparagraph c.

b. An adjustment affecting a distribution to a jurisdiction
which is less than 90 percent of the average monthly
distribution to that jurisdiction for the 6 months immediately
preceding the department's determination, as reported by all
communications services dealers, shall be made in the month
immediately following the department's determination that

c. If an adjustment affecting a distribution to a
jurisdiction equals or exceeds 90 percent of the average monthly
distribution to that jurisdiction for the 6 months immediately
preceding the department's determination, as reported by all
communications services dealers, the affected jurisdictions may



70 enter into a written agreement establishing a method of 71 adjustment. If the agreement establishing a method of adjustment 72 provides for payments of local communications services tax 73 monthly distributions, the amount of any such payment agreed to 74 may not exceed the local communications services tax monthly 75 distributions available to the jurisdiction that was allocated 76 amounts in excess of those to which it was entitled. If affected 77 jurisdictions execute a written agreement specifying a method of 78 adjustment, a copy of the written agreement shall be provided to 79 the department no later than the first day of the month 80 following 90 days after the date the department transmits notice 81 of the misallocation. If the department does not receive a copy 82 of the written agreement within the specified time period, an 83 adjustment affecting a distribution to a jurisdiction made 84 pursuant to this sub-subparagraph shall be prorated over a time 85 period that equals the time period over which the misallocations 86 occurred.

(4) There is created within the Department of Commerce a Utility Relocation Reimbursement Grant Program. The purpose of the program is to reimburse providers of communications services which are subject to this chapter for eligible costs incurred in relocating facilities at the request of a county or municipal authority.

(a) Beginning October 1, 2025, the department shall deposit the proceeds to be distributed to the Department of Commerce under subsection (3) into an account to fund the Utility Relocation Reimbursement Grant Program. The department shall ensure the transfer of such funds on a monthly basis. (b) The Department of Commerce shall establish by rule all

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99 <u>of the following:</u> 100 1. The criteria a

1. The criteria and process by which service providers may apply for reimbursement.

2. The minimum documentation required to verify eligible relocation costs, which may not be excessive or burdensome.

3. The timeline for application review and reimbursement disbursement, which may not exceed 90 days from submission.

(c) Program funds may be used only to reimburse actual, documented expenses directly attributable to the physical relocation of facilities required by a county or municipal authority. Reimbursement may not be made to a service provider for indirect or administrative costs.

(d) Program funds are exempt from s. 215.20 and any interest earnings shall accrue to the program's fund.

Section 2. Subsection (1) of section 337.403, Florida Statutes, is amended, and subsection (4) is added to that section, to read:

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337.403 Interference caused by utility; expenses.-

117 (1) If a utility that is placed upon, under, over, or 118 within the right-of-way limits of any public road or publicly 119 owned rail corridor is found by the authority to be unreasonably 120 interfering in any way with the convenient, safe, or continuous 121 use, or the maintenance, improvement, extension, or expansion, 122 of such public road or publicly owned rail corridor, the utility 123 owner must shall, within 30 days after upon 30 days' written 124 notice to the utility or its agent by the authority, initiate 125 the work necessary to alleviate the interference at its own 126 expense except as provided in paragraphs (a)-(k)  $\frac{(a)-(j)}{(a)-(j)}$ . The 127 work must be completed within such reasonable time as stated in



128 the notice or such time as agreed to by the authority and the 129 utility owner.

(a) If the relocation of utility facilities, as referred to 130 131 in s. 111 of the Federal-Aid Highway Act of 1956, Pub. L. No. 132 84-627, is necessitated by the construction of a project on the 133 federal-aid interstate system, including extensions thereof 134 within urban areas, and the cost of the project is eligible and 135 approved for reimbursement by the Federal Government to the 136 extent of 90 percent or more under the Federal-Aid Highway Act, or any amendment thereof, then in that event the utility owning 137 138 or operating such facilities must shall perform any necessary 139 work upon notice from the department, and the state must shall 140 pay the entire expense properly attributable to such work after 141 deducting therefrom any increase in the value of a new facility 142 and any salvage value derived from an old facility.

143 (b) When a joint agreement between the department and the 144 utility is executed for utility work to be accomplished as part 145 of a contract for construction of a transportation facility, the 146 department may participate in those utility work costs that 147 exceed the department's official estimate of the cost of the 148 work by more than 10 percent. The amount of such participation is limited to the difference between the official estimate of 149 150 all the work in the joint agreement plus 10 percent and the 151 amount awarded for this work in the construction contract for 152 such work. The department may not participate in any utility 153 work costs that occur as a result of changes or additions during 154 the course of the contract.

155 (c) When an agreement between the department and utility is156 executed for utility work to be accomplished in advance of a

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157 contract for construction of a transportation facility, the 158 department may participate in the cost of clearing and grubbing 159 necessary to perform such work.

160 (d) If the utility facility was initially installed to exclusively serve the authority or its tenants, or both, the 161 162 authority must shall bear the costs of the utility work. However, the authority is not responsible for the cost of 163 164 utility work related to any subsequent additions to that 165 facility for the purpose of serving others. For a county or 166 municipality, if such utility facility was installed in the 167 right-of-way as a means to serve a county or municipal facility 168 on a parcel of property adjacent to the right-of-way and if the 169 intended use of the county or municipal facility is for a use 170 other than transportation purposes, the obligation of the county 171 or municipality to bear the costs of the utility work shall 172 extend only to utility work on the parcel of property on which 173 the facility of the county or municipality originally served by 174 the utility facility is located.

175 (e) If, under an agreement between a utility and the 176 authority entered into after July 1, 2009, the utility conveys, 177 subordinates, or relinquishes a compensable property right to 178 the authority for the purpose of accommodating the acquisition 179 or use of the right-of-way by the authority, without the agreement expressly addressing future responsibility for the 180 181 cost of necessary utility work, the authority must shall bear 182 the cost of removal or relocation. This paragraph does not 183 impair or restrict, and may not be used to interpret, the terms of any such agreement entered into before July 1, 2009. 184 (f) If the utility is an electric facility being relocated 185



186 underground in order to enhance vehicular, bicycle, and 187 pedestrian safety and in which ownership of the electric 188 facility to be placed underground has been transferred from a 189 private to a public utility within the past 5 years, the 190 department <u>must shall</u> incur all costs of the necessary utility 191 work.

(g) An authority may bear the costs of utility work required to eliminate an unreasonable interference when the utility is not able to establish that it has a compensable property right in the particular property where the utility is located if:

1. The utility was physically located on the particular property before the authority acquired rights in the property;

199 2. The utility demonstrates that it has a compensable 200 property right in adjacent properties along the alignment of the 201 utility or, after due diligence, certifies that the utility does 202 not have evidence to prove or disprove that it has a compensable 203 property right in the particular property where the utility is 204 located; and

3. The information available to the authority does not establish the relative priorities of the authority's and the utility's interests in the particular property.

(h) If a municipally owned utility or county-owned utility is located in a rural area of opportunity, as defined in s. 288.0656(2), and the department determines that the utility is unable, and will not be able within the next 10 years, to pay for the cost of utility work necessitated by a department project on the State Highway System, the department may pay, in whole or in part, the cost of such utility work performed by the

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department or its contractor.



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(i) If the relocation of utility facilities is necessitated 216 217 by the construction of a commuter rail service project or an 218 intercity passenger rail service project and the cost of the 219 project is eligible and approved for reimbursement by the 220 Federal Government, then in that event the utility owning or 221 operating such facilities located by permit on a department-222 owned rail corridor must shall perform any necessary utility 223 relocation work upon notice from the department, and the 224 department must shall pay the expense properly attributable to 225 such utility relocation work in the same proportion as federal 226 funds are expended on the commuter rail service project or an 227 intercity passenger rail service project after deducting 228 therefrom any increase in the value of a new facility and any 229 salvage value derived from an old facility. In no event is shall 230 the state be required to use state dollars for such utility 231 relocation work. This paragraph does not apply to any phase of 232 the Central Florida Commuter Rail project, known as SunRail.

233 (j) If a utility is lawfully located within an existing and 234 valid utility easement granted by recorded plat, regardless of 235 whether such land was subsequently acquired by the authority by 236 dedication, transfer of fee, or otherwise, the authority must 237 bear the cost of the utility work required to eliminate an 2.38 unreasonable interference. The authority shall pay the entire 239 expense properly attributable to such work after deducting any 240 increase in the value of a new facility and any salvage value 241 derived from an old facility.

242 <u>(k)1. Except as provided in subparagraph 2., if the</u> 243 authority requires a provider of communications services which

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244	is subject to chapter 202 to relocate a facility used to provide
245	such communications services, the service provider owning or
246	operating such facility must perform any necessary work upon
247	notice from the authority. The authority requiring the
248	relocation shall pay the entire expense properly attributable to
249	such work.
250	2. If a county or municipal authority requires a provider
251	of communications services which is subject to chapter 202 to
252	relocate a facility used to provide such communications
253	services, the service provider owning or operating such facility
254	must perform any necessary work upon notice from the authority.
255	The county or municipal authority requiring such relocation is
256	not responsible for paying the expense of such work. The service
257	provider may apply for reimbursement of relocation expenses from
258	the Utility Relocation Reimbursement Grant Program pursuant to
259	s. 202.18(4), subject to the availability of funds and in
260	compliance with the requirements of the program.
261	(4) Notwithstanding paragraph (1)(k), a department shall
262	notify providers of communications services that are subject to
263	chapter 202 which have permitted infrastructure within a planned
264	or existing public right-of-way within 90 days after a project
265	is added to the department's project schedule which may require
266	the provider to relocate its infrastructure for roadway
267	improvements to increase safety or reduce congestion. For
268	purposes of this subsection, the term "department" means the
269	Department of Transportation or an agency of the state created
270	under chapter 348 or chapter 349.
271	(a) The notification provided under this subsection must
272	include an estimated project schedule and timeline, including

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273	the anticipated year of construction.
274	(b) Within 90 days after receipt of the notification, the
275	provider shall respond to the department with an estimated
276	timeframe and project cost for the relocation of the provider's
277	infrastructure. The response must include a draft relocation
278	schedule within or adjacent to the existing or planned public
279	right-of-way.
280	(c) Notwithstanding any other provision of this section,
281	the department shall provide a reasonable offer for joint
282	participation in relocation costs, so long as the provider
283	begins work within a mutually agreed upon timeframe and, if the
284	infrastructure relocation is a result of roadway improvements
285	within the public right-of-way to increase safety or reduce
286	congestion and the impacted infrastructure was, at the time of
287	notification under this subsection, installed within the past 7
288	state fiscal years, the department must incur at least 50
289	percent of the costs for relocation work as described in a joint
290	participation agreement.
291	(d) This subsection may not be construed to prevent a
292	department from pursuing the additional relocation processes,
293	agreements, or payment options authorized under this section or
294	to prevent a provider from using grant funds provided through
295	other government sources to support all or a portion of the
296	relocation costs.
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299	And the title is amended as follows:
300	Delete lines 3 - 10
301	and insert:

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302 202.18, F.S.; requiring that a specified percentage of 303 a local communications services tax levied by 304 municipalities and counties be distributed to the 305 Department of Commerce to fund a Utility Relocation 306 Reimbursement Grant Program; creating the program 307 within the department; providing the purpose of the 308 program; requiring the Department of Revenue to 309 deposit certain proceeds into an account to fund the 310 program beginning on a certain date; requiring the 311 Department of Commerce to establish program 312 requirements by rule; authorizing certain uses of 313 program funds; exempting program funds from a certain 314 service charge; providing that interest earned on 315 program funds accrues to the program's fund; amending 316 s. 337.403, F.S.; requiring a service provider to 317 perform communications services facility relocation 318 work under certain circumstances; requiring the 319 authority to pay the expense properly attributable to 320 such work; providing an exception for county and 321 municipal authorities; authorizing a service provider 322 to apply to the Utility Relocation Reimbursement Grant 323 Program for reimbursement of relocation expenses; 324 requiring a department to notify certain providers of 325 communications services of certain projects within a 326 specified timeframe; defining the term "department"; 327 providing notification requirements; requiring a 328 provider to respond to the notification with certain 329 information within a specified timeframe; requiring a 330 department to provide a reasonable offer for joint

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331	participation in certain relocation costs under
332	certain conditions; providing construction; amending
333	s. 125.42, F.S.; conforming a

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