

Transportation & Economic Development Appropriations Subcommittee

Monday, March 24, 2014 12:30 PM - 2:30 PM Reed Hall (102 HOB)

MEETING PACKET

Will Weatherford Speaker Ed Hooper Chair



The Florida House of Representatives

Appropriations Committee

Transportation & Economic Development Appropriations Subcommittee

Will Weatherford Speaker

Ed Hooper Chair

March 24, 2014

AGENDA 12:30 PM – 2:30 PM Reed Hall

- I. Call to Order/Roll Call
- II. Consideration of Bills
 - CS/HB 3 Freight Logistics Zones by Rep. Ray
 - CS/HB 147 Concrete Masonry Education by Rep. Caldwell
 - CS/HB 311 Orlando-Orange County Expressway Authority by Rep. Artiles

HB 7005 Department of Transportation by Rep. Artiles

HB 7063 Certificates of Destruction by Rep. Ray

III. Closing Remarks/Adjourn

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HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #:CS/HB 3Freight Logistics ZonesSPONSOR(S):Transportation & Highway Safety Subcommittee; Ray and othersTIED BILLS:IDEN./SIM. BILLS:CS/SB 136

REFERENCE	ACTION	ANALYST	STAFF DIRECTOR or BUDGET/POLICY CHIEF
1) Transportation & Highway Safety Subcommittee	13 Y, 0 N, As CS	Johnson	Miller
2) Transportation & Economic Development Appropriations Subcommittee		Proctor	Davis (
3) Economic Affairs Committee			

SUMMARY ANALYSIS

The bill creates s. 311.103, F.S., defining a freight logistics zone as a grouping of activities and infrastructure dealing with freight transportation and related services within a defined area, and allows a county, or two or more contiguous counties to designate a freight logistics zone. Projects within freight logistics zones, which are consistent with the Department of Transportation's (DOT) Freight Logistics and Trade plan, may be eligible for priority in state funding for certain incentive programs. Currently, freight logistics zones are not defined or designated.

The bill has an indeterminate fiscal impact on both state and local governments.

The bill has an effective date of July 1, 2014.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Current Situation

Freight

The U.S. economy's success depends on a complex, interconnected transportation network comprised of highways, railways, seaports, and airports. The growing importance of freight movement in the overall economy is reflected in the recently enacted federal transportation authorization legislation, Moving Ahead for Progress in the 21st Century (MAP-21).¹ MAP 21 creates a streamlined, performance-based, and multimodal program to address the many challenges facing all modes of U.S. transportation. In terms of freight, MAP-21 policies and provisions outline the requirements for developing a 27,000 mile National Freight Network that is critical to the nation's long-term economic growth. Additionally, MAP-21 provides a number of new funding opportunities, including up to 95 percent match for certain freight-related projects.

In recent years, Florida has taken a number of steps to address freight mobility needs and diversify the state's economy. The Department of Transportation (DOT) is pursuing a goal to develop a coordinated multi-modal transportation system for freight movement in Florida. In furthering that goal, DOT established the Office of Freight Mobility and Passenger Operations.

In 2012, the Legislature enacted HB 599,² which created the Florida Freight Mobility and Trade Plan (FMTP).³ The FMTP will play an important role in transforming the state's economy to become a global hub of trade, logistics, and export oriented manufacturing activities. The four main objectives of the FMTP include:

- Increasing the flow of domestic and international trade through the state's seaports and airports, including specific policies and investments that will recapture cargo currently shipped through seaports and airports located outside the state;
- Increasing the development of intermodal logistic centers in the state, including specific strategies, policies, and investments that capitalize on the state's empty backhaul trucking and rail market;
- Increasing the development of manufacturing industries in the state, including specific policies and investments in transportation facilities that will promote the successful development and expansion of manufacturing facilities; and
- Increasing the implementation of compressed natural gas (CNG), liquefied natural gas (LNG), and propane energy policies that reduce transportation costs for businesses and residents located in the state.⁴

The FMTP is being developed in two phases. The Policy Element was adopted on June 19, 2013, and lays out the policy framework through the development of objectives, strategies, and action items.⁵ The Implementation Element will develop a collaborative and transparent project prioritization process to match funding for short-term and long-term investment.

¹ P.L. 112-141

² Ch. 2012-174, L.O.F.

³ Information on the development of the FMTP is available at <u>http://www.freightmovesflorida.com/freight-mobility-and-trade-plan/freight-mobility-and-trade-plan-overview</u> (Last visited October 28, 2013).

⁴ S. 334.044(4)(a), F.S.

⁵ A copy of the Policy Element of the FMTP is available at <u>http://www.freightmovesflorida.com/freight-mobility-and-trade-plan/policy-element</u> (Last visited October 28, 2013).

Another key element of Florida's freight mobility strategy is the establishment of intermodal logistics centers (ILCs). Section 311.101(2), F.S., defines an ILC as a facility or group of facilities serving as a point of intermodal transfer of freight in a specific area physically separated from a seaport where activities related to the transport, logistics, goods distribution, consolidation, or value-added activities are carried out and whose activities and services are designed to support or be supported by conveyance or shipping through one or more seaports listed in s. 311.09, F.S.⁶

Section 311.101, F.S., also establishes the ILC Infrastructure Support Program which provides \$5 million in funds annually to support projects that create or improve the movement of freight goods along all modes of transportation. This program is open to state, local, or private entities that have obtained local support and funding for their project. The eligibility of a project is determined by DOT and the Department of Economic Opportunity (DEO). Eligible projects must show a benefit to the community as well as demonstrate the improvement of freight movement within the affected region.

Finally in 2012, ILCs were added to the list of transportation facilities eligible to receive funding for transportation capacity improvements under the Strategic Intermodal System (SIS).⁷ Designation as part of the SIS requires review and approval by DOT. DOT is currently finalizing updated SIS eligibility criteria for ILCs.

Currently, freight logistics zones are not defined or designated.

Incentive Programs: Parts I, III, and V of ch. 288, F.S.

Current law provides a number of economic development incentives in various forms, including tax credits, tax refunds, tax exemptions, infrastructure funding, and cash grants.⁸

With respect to part I of ch. 288, F.S., the Quick Response Training Program is intended to meet the short-term, immediate, workforce-skill needs of certain "business and industries that support the state's economic development goals, particularly high value-added businesses or businesses that locate in and provide jobs the state's distressed urban areas."⁹

The Rural Infrastructure Fund facilitates "the planning, preparing, and financing of infrastructure projects in rural communities that will encourage job creation, capital investment, and the strengthening and diversification of rural economies by promoting tourism, trade, and economic development."¹⁰

Section 288.106, F.S., establishes a tax refund program for qualified, eligible target industry businesses for projects that create a new business or expand an existing business.

Part III of ch. 288, F.S., authorizes any corporation or government agency to apply to federal authorities for a grant of privilege of establishing, operating, and maintaining foreign trade zones and subzones in or adjacent to ports of entry of the United States pursuant to the Foreign Trade Zone Act of 1934. A grant includes authority to select and describe the location of zones or subzones and to make rules as may be necessary to comply with the rules and regulations made in accordance with the Act.

Part V of ch. 288, F.S., creates the Florida Export Finance Corporation as a not-for-profit corporation. The corporation's intended purpose is to assist small and medium-sized Florida businesses in the expansion of international trade and to expand job opportunities for Florida's workforce.

Each of the various programs under parts I, III, and V of ch. 288, F.S., has its own set of eligibility criteria and related requirements.

⁶ Section 311.09(1), F.S. lists the following seaports: Jacksonville, Port Canaveral, Port Citrus, Fort Pierce, Palm Beach, Port Everglades, Miami, Port Manatee, St. Petersburg, Tampa, Port St. Joe, Panama City, Pensacola, Key West, and Fernandina. ⁷ The SIS is created pursuant to ss. 339.61 through 339.65, F.S.

⁸ See ch. 288, F.S., relating to Commercial Development and Capital Improvements.

⁹ S. 288.047, F.S.

¹⁰ S. 288.0655. F.S.

Proposed Changes

The bill creates s. 311.103, F.S., defining a freight logistics zone as a grouping of activities and infrastructure associated with freight transportation and related services around an ILC. The bill allows a county, or two or more contiguous counties, to designate a geographic area or areas within its jurisdiction as a freight logistics zone. The plan must be accompanied by a strategic plan adopted by the county or counties. At a minimum, the strategic plan must include, but is not limited to:

- A map depicting the geographic area or areas to be included within the designation.
- Identification of existing or planned freight facilities or logistics clusters located within the zone.
- Identification of existing transportation infrastructure, such as roads, rail, airports, and seaports, within or in close proximity to the proposed freight logistics zone.
- Identification of existing workforce availability within or in close proximity to the proposed zone.
- Identification of any existing or planned local, state, or federal workforce training capabilities available for a business seeking to expand or locate within the proposed zone.
- Identification of any local, state, or federal plans, including transportation, seaport, or airport plans, concerning the movement of freight within or in close proximity to the proposed zone.
- Identification of financial or other local government incentives to encourage new development, expansion of existing development, or redevelopment within the proposed zone.
- Documentation that the plan is consistent with applicable local government comprehensive plans and adopted long range transportation plans of a Metropolitan Planning Organization, where applicable.

The bill provides that projects within freight logistics zones, which are consistent with DOT's Freight Mobility and Trade Plan,¹¹ may be eligible for priority in state funding and incentive programs relating to freight logistics zones under applicable programs in parts I, III, and V of ch. 288, F.S.

The bill provides criteria for evaluating projects within a designated freight logistics zone to determine funding or incentive program eligibility, consideration must be given to:

- The presence of an existing or planned intermodal logistics center within the freight logistics zone.
- The ability of the project to serve a strategic state interest.
- The ability of the project to facilitate the cost-effective and efficient movement of goods.
- The extent to which the project contributes to economic activity, including job creation, increased wages, and revenues.
- The extent to which the project efficiently interacts with and supports the existing or planned transportation network.
- The amount of investment or commitments made by the owner or developer of the existing or proposed facility.
- The extent to which the county or counties have commitments with private sector businesses planning to locate operations within the freight logistics zone.
- Demonstrated local financial support and commitment to the project, including in-kind contributions.

The bill has an effective date of July 1, 2014.

B. SECTION DIRECTORY:

Section 1 Creates s. 311.103, F.S., relating to the designation of state freight logistics zones.

Section 2 Provides an effective date.

¹¹ DOT's Freight Mobility and Trade Plan is developed pursuant to s. 334.044(33), F.S. **STORAGE NAME:** h0003b.TEDAS.DOCX **DATE:** 3/20/2014

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

A. FISCAL IMPACT ON STATE GOVERNMENT:

1. Revenues:

None.

2. Expenditures:

Indeterminate. Creating new freight logistics zones that are eligible for priority incentive funding under applicable programs in parts I, III, and V of ch. 288, F.S., may promote more use of the state's economic incentive programs. The extent to which any projects are deemed viable for utilizing state incentive programs, however, would still be determined by the Department of Economic Opportunity, and subject to the availability of funding through legislative appropriation in the annual General Appropriations Act.

B. FISCAL IMPACT ON LOCAL GOVERNMENTS:

1. Revenues:

Indeterminate. The growth of the freight industry and related businesses in the freight logistics zones may have a positive impact on revenues generated from local taxes and fees.

2. Expenditures:

Indeterminate. Financial or other local government incentives are to be identified in the strategic plan for a designated freight logistics zone and will vary from project to project.

Counties that choose to designate freight logistics zones will incur expenses, in unknown amounts, associated with creating strategic plans and designating freight logistics zones.

Local government financial support and commitment, in unknown amounts, are to be identified in the required strategic plans.

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

The bill may promote the growth of the freight industry and related businesses in freight logistics zones.

D. FISCAL COMMENTS:

There is no direct impact to DOT. Projects within freight logistic zones may be given priority consideration for funding during the development of the Five-Year Tentative Work Program, but there are no requirements placed on the department.¹² The eligibility incentivizes coordination of local, regional and state planning of, and investment in, intermodal infrastructure.

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 expenditures 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.

¹² DOT's work program is developed pursuant to s. 339.135, F.S. **STORAGE NAME**: h0003b.TEDAS.DOCX **DATE**: 3/20/2014

2. Other:

None.

B. RULE-MAKING AUTHORITY:

None.

C. DRAFTING ISSUES OR OTHER COMMENTS:

None.

IV. AMENDMENTS/ COMMITTEE SUBSTITUTE CHANGES

On January 9, 2014, the Transportation & Highway Safety Subcommittee adopted a strike-all amendment and reported the bill favorably as a committee substitute. The strike-all amendment:

- Corrects bill drafting errors.
- Provides for the identification of existing or planned workforce training capabilities.
- Clarifies that projects within freight logistics zones are being evaluated for incentive programs.
- Provides that a project may support an existing or planned transportation network.
- Allows for the consideration of in-kind contributions as it relates to financial support at commitment.

The analysis is drafted to the committee substitute.

FLORIDA HOUSE OF REPRESENTATIVES

CS/HB 3

2014

1	A bill to be entitled
2	An act relating to freight logistics zones; creating
3	s. 311.103, F.S.; defining the term "freight logistics
4	zone"; authorizing a county or two or more contiguous
5	counties to designate a geographic area or areas
6	within its jurisdiction as a freight logistics zone;
7	requiring the adoption of a strategic plan which must
8	include certain information; providing that certain
9	projects within freight logistics zones may be
10	eligible for priority in state funding and certain
11	incentive programs; providing evaluation criteria for
12	freight logistics zones; providing an effective date.
13	
14	Be It Enacted by the Legislature of the State of Florida:
15	
16	Section 1. Section 311.103, Florida Statutes, is created
17	to read:
18	311.103 Designation of state freight logistics zones
19	(1) As used in this section, the term "freight logistics
20	zone" means a grouping of activities and infrastructure
21	associated with freight transportation and related services
22	within a defined area around an intermodal logistics center as
23	defined in s. 311.101(2).
24	(2) A county, or two or more contiguous counties, may
25	designate a geographic area or areas within its jurisdiction as
26	
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CODING: Words stricken are deletions; words <u>underlined</u> are additions.

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2014

27	a strategic plan adopted by the county or counties. At a
28	minimum, the strategic plan must include, but is not limited to:
29	(a) A map depicting the geographic area or areas to be
30	included within the designation.
31	(b) Identification of the existing or planned freight
32	facilities or logistics clusters located within the designated
33	zone.
34	(c) Identification of existing transportation
35	infrastructure, such as roads, rail, airports, and seaports,
36	within or in close proximity to the proposed freight logistics
37	zone.
38	(d) Identification of existing workforce availability
39	within or in close proximity to the proposed zone.
40	(e) Identification of any existing or planned local,
41	state, or federal workforce training capabilities available for
42	a business seeking to locate or expand within the proposed zone.
43	(f) Identification of any local, state, or federal plans,
44	including transportation, seaport, or airport plans, concerning
45	the movement of freight within or in close proximity to the
46	proposed zone.
47	(g) Identification of financial or other local government
48	incentives to encourage new development, expansion of existing
49	development, or redevelopment within the proposed zone.
50	(h) Documentation that the plan is consistent with
51	applicable local government comprehensive plans and adopted
52	long-range transportation plans of a Metropolitan Planning
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53	Organization, where applicable.
54	(3) Projects within freight logistics zones designated
55	pursuant to this section, which are consistent with the Freight
56	Mobility and Trade Plan developed in accordance with s.
57	334.044(33), may be eligible for priority in state funding and
58	incentive programs relating to freight logistics zones,
59	including applicable programs identified in parts I, III, and V
60	of chapter 288.
61	(4) When evaluating projects within a designated freight
62	logistics zone for purposes of determining funding or incentive
63	program eligibility under this section, consideration must be
64	given to:
65	(a) The presence of an existing or planned intermodal
66	logistics center within the freight logistics zone.
67	(b) Whether the project serves a strategic state interest.
68	(c) Whether the project facilitates the cost-effective and
69	efficient movement of goods.
70	(d) The extent to which the project contributes to
71	economic activity, including job creation, increased wages, and
72	revenues.
73	(e) The extent to which the project efficiently interacts
74	with and supports the existing or planned transportation
75	network.
76	(f) The amount of investment or commitments made by the
77	owner or developer of the existing or proposed facility.
78	(g) The extent to which the county or counties have
·	Page 3 of 4

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79	commitments with private sector businesses planning to locate
80	operations within the freight logistics zone.
81	(h) Demonstrated local financial support and commitment to
82	the project, including in-kind contributions.
83	Section 2. This act shall take effect July 1, 2014.

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NOBERING COMMITTEE/SUBCOMMITTEE AMENDMENT

Bill No. CS/HB 3 (2014)

Amendment No. 1

COMMITTEE/SUBCOMMITTEE	ACTION
ADOPTED	(Y/N)
ADOPTED AS AMENDED	(Y/N)
ADOPTED W/O OBJECTION	(Y/N)
FAILED TO ADOPT	(Y/N)
WITHDRAWN	(Y/N)
OTHER	

1 Committee/Subcommittee hearing bill: Transportation & Economic 2 Development Appropriations Subcommittee 3

Representative Ray offered the following:

Amendment (with title amendment)

Remove everything after the enacting clause and insert: Section 1. Paragraph (b) of subsection (3) of section 311.07, Florida Statutes, is amended to read:

9 311.07 Florida seaport transportation and economic 10 development funding.-

(3)

4 5

6

7

8

11

Projects eligible for funding by grants under the 12 (b) 13 program are limited to the following port facilities or port 14 transportation projects:

15 Transportation facilities within the jurisdiction of 1. 16 the port.

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Bill No. CS/HB 3

(2014)

Amendment No. 1

17 2. The dredging or deepening of channels, turning basins,18 or harbors.

The construction or rehabilitation of wharves, docks,
 structures, jetties, piers, storage facilities, cruise
 terminals, automated people mover systems, or any facilities
 necessary or useful in connection with any of the foregoing.

4. The acquisition of vessel tracking systems, container
cranes, or other mechanized equipment used in the movement of
cargo or passengers in international commerce.

5. The acquisition of land to be used for port purposes.

27 6. The acquisition, improvement, enlargement, or extension
28 of existing port facilities.

29 7. Environmental protection projects which are necessary because of requirements imposed by a state agency as a condition 30 of a permit or other form of state approval; which are necessary 31 for environmental mitigation required as a condition of a state, 32 33 federal, or local environmental permit; which are necessary for 34 the acquisition of spoil disposal sites and improvements to 35 existing and future spoil sites; or which result from the 36 funding of eligible projects listed in this paragraph.

37 8. Transportation facilities as defined in s. 334.03(30)
38 which are not otherwise part of the Department of
39 Transportation's adopted work program.

40

26

9. Intermodal access projects.

41 10. Construction or rehabilitation of port facilities as
42 defined in s. 315.02, excluding any park or recreational

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MARCHE AMENDMENT

Bill No. CS/HB 3 (2014)

Amendment No. 1

43 facilities, in ports listed in s. 311.09(1) with operating 44 revenues of \$5 million or less, provided that such projects 45 create economic development opportunities, capital improvements, 46 and positive financial returns to such ports.

47 11. Seaport master plan or strategic plan development or
48 updates, including the purchase of data to support such plans.
49 and asset management plans.

50 Section 2. Subsection (7) of section 311.101, Florida 51 Statutes, is amended to read:

311.101 Intermodal Logistics Center Infrastructure Support
 Program.-

(7) Beginning in fiscal year <u>2014-2015</u>, at least 2012- 2013, up to \$5 million per year shall be made available from the State Transportation Trust Fund for the program. The Department of Transportation shall include projects proposed to be funded under this section in the tentative work program developed pursuant to s. 339.135(4).

60 Section 3. Section 311.103, Florida Statutes, is created 61 to read:

62 <u>311.103 Designation of state freight logistics zones.</u>
63 (1) As used in this section, the term "freight logistics
64 zone" means a grouping of activities and infrastructure
65 associated with freight transportation and related services
66 within a defined area around an intermodal logistics center as
67 defined in s. 311.101(2).

68

(2) A county, or two or more contiguous counties, may

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Bill No. CS/HB 3 (2014)

Amendment No. 1

	Amendment No. 1
69	designate a geographic area or areas within its jurisdiction as
70	a freight logistics zone. The designation must be accompanied by
71	a strategic plan adopted by the county or counties. At a
72	minimum, the strategic plan must include, but is not limited to:
73	(a) A map depicting the geographic area or areas to be
74	included within the designation.
75	(b) Identification of the existing or planned freight
76	facilities or logistics clusters located within the designated
77	zone.
78	(c) Identification of existing transportation
79	infrastructure, such as roads, rail, airports, and seaports,
80	within or in close proximity to the proposed freight logistics
81	zone.
82	(d) Identification of existing workforce availability
83	within or in close proximity to the proposed zone.
84	(e) Identification of any existing or planned local,
85	state, or federal workforce training capabilities available for
86	a business seeking to locate or expand within the proposed zone.
87	(f) Identification of any local, state, or federal plans,
88	including transportation, seaport, or airport plans, concerning
89	the movement of freight within or in close proximity to the
90	proposed zone.
91	(g) Identification of financial or other local government
92	incentives to encourage new development, expansion of existing
93	development, or redevelopment within the proposed zone.
94	(h) Documentation that the plan is consistent with
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Bill No. CS/HB 3 (2014)

Amendment No. 1

95	applicable local government comprehensive plans and adopted
96	long-range transportation plans of a Metropolitan Planning
97	Organization, where applicable.
98	(3) Projects within freight logistics zones designated
99	pursuant to this section, which are consistent with the Freight
100	Mobility and Trade Plan developed in accordance with s.
101	334.044(33), may be eligible for priority in state funding and
102	incentive programs relating to freight logistics zones,
103	including applicable programs identified in parts I, III, and V
104	of chapter 288.
105	(4) When evaluating projects within a designated freight
106	logistics zone for purposes of determining funding or incentive
107	program eligibility under this section, consideration must be
108	given to:
109	(a) The presence of an existing or planned intermodal
110	logistics center within the freight logistics zone.
111	(b) Whether the project serves a strategic state interest.
112	(c) Whether the project facilitates the cost-effective and
113	efficient movement of goods.
114	(d) The extent to which the project contributes to
115	economic activity, including job creation, increased wages, and
116	revenues.
117	(e) The extent to which the project efficiently interacts
118	with and supports the existing or planned transportation
119	network.
120	(f) The amount of investment or commitments made by the
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Bill No. CS/HB 3 (2014)

Amendment No. 1

121	owner or developer of the existing or proposed facility.
122	(g) The extent to which the county or counties have
123	commitments with private sector businesses planning to locate
124	operations within the freight logistics zone.
125	(h) Demonstrated local financial support and commitment to
126	the project, including in-kind contributions.
127	Section 4. Section 311.141, Florida Statutes, is created
128	to read:
129	311.141 Florida seaports continuity of operations and
130	resumption of trade plan, and asset management planning
131	(1) The Department of Transportation, in consultation with
132	the Division of Emergency Management and the Florida Seaport
133	Transportation and Economic Development Council, and other
134	appropriate partners, shall review the need for, and, if needed,
135	develop, a statewide all-hazards economic recovery and
136	resumption of trade plan for Florida's seaports listed in s.
137	311.09. The review shall examine existing continuity of
138	operations plans at the seaports and at other appropriate
139	agencies and shall identify any gaps or needed linkages to
140	ensure expedited resumption of business operations following any
141	major incident at a Florida port. This review shall also include
142	examining current procedures and planning developed pursuant to
143	s. 252.35 to identify any changes needed to ensure appropriate
144	integration of this plan into statewide emergency management
145	plans.
146	(2) The Department of Transportation, in consultation with
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Bill No. CS/HB 3 (2014)

Amendment No. 1

147	the Florida Seapert Transportation and Economic Development
	the Florida Seaport Transportation and Economic Development
148	Council, shall examine the need for, and possible benefits from,
149	implementation of a consistent asset management program at each
150	of Florida's seaports listed in s. 311.09(1). Any asset
151	management plans developed will identify systematic and
152	coordinated activities and practices to optimally and
153	sustainably manage assets and asset systems, their associated
154	performance, risks and expenditures over their lifecycles for
155	the purposes of achieving statewide transportation and economic
156	development goals as well as goals of the seaport's strategic
157	plan.
158	Section 5. Subsection (2) of section 320.525, Florida
159	Statutes, is amended to read:
160	320.525 Port vehicles and equipment; definition;
161	exemption
162	(2) Port vehicles and equipment shall be exempt from the
163	provisions of this chapter which require the registration of
164	motor vehicles, the payment of license taxes, and the display of
165	license plates when operated or used within the port facility of
166	any deepwater port of this state, as listed in s. 403.021(9)(b),
167	for the purpose of transporting cargo, containers, or other
168	equipment:
169	(a) From wharves to storage areas or terminals and return
170	to wharves within the port; and
171	(b) From such storage areas or terminals to other storage
172	areas or terminals within the port <u>; and</u> -
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NOBELLO COMMITTEE/SUBCOMMITTEE AMENDMENT

Bill No. CS/HB 3 (2014)

Amendment No. 1

173	(c) On public roads connecting port facilities of a single	
174	deepwater port listed in s. 403.021(9)(b), that are designated	
175	as Port District Roads for the purpose of transporting cargo,	
176	containers, and other equipment. Port District Roads shall be	
177	designated by the Department of Transportation with appropriate	
178	signage.	
179	Section 6. This act shall take effect July 1, 2014.	
180		
181		
182		
183		
184	TITLE AMENDMENT	
185	Remove everything before the enacting clause and insert:	
186	An act relating to freight and trade; amending s. 311.07, F.S.,	
187	providing that seaport asset management plans are eligible for	
188	funding from the Florida Seaport Transportation and Economic	
189	Development Program; amending s. 311.101, F.S.; revising the	
190	amount of funds to be annually made available from the State	
191	Transportation Trust Fund for the Intermodal Logistics Center	
192	Infrastructure Support Program; creating s. 311.103, F.S.;	
193	defining the term "freight logistics zone"; authorizing a county	
194	or two or more contiguous counties to designate a geographic	
195	area or areas within its jurisdiction as a freight logistics	
196	zone; requiring the adoption of a strategic plan which must	
197	include certain information; providing that certain projects	
198	within freight logistics zones may be eligible for priority in	
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Bill No. CS/HB 3 (2014)

Amendment No. 1

199 state funding and certain incentive programs; providing 200 evaluation criteria for freight logistics zones; creating s. 201 311.141, F.S.; providing for a review and the development of a 202 all-hazard recovery plan for seaports; providing for asset 203 management programs for seaports; amending s. 320.525, F.S., 204 providing that certain public roads may be designated as port 205 district roads; requiring authorization from the Department of 206 Transportation and signage; providing an effective date.

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HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #:CS/HB 147Concrete Masonry EducationSPONSOR(S):Higher Education & Workforce Subcommittee, Caldwell and othersTIED BILLS:IDEN./SIM. BILLS:CS/SB 286

REFERENCE	ACTION	ANALYST	STAFF DIRECTOR or BUDGET/POLICY CHIEF
1) Higher Education & Workforce Subcommittee	11 Y, 2 N, As CS	Ammel	Sherry
2) Transportation & Economic Development Appropriations Subcommittee		Proctor	Davis gr
3) Economic Affairs Committee			

SUMMARY ANALYSIS

The bill creates the "Concrete Masonry Education Act," and establishes the Florida Concrete Masonry Education Council, Inc., (council) as a nonprofit corporation operating as a direct-support organization of the Department of Economic Opportunity (DEO). The bill:

- Outlines administrative powers and duties of the council including the power to plan, implement, and conduct educational programs related to the field of concrete masonry, particularly for individuals seeking employment.
- Provides for the appointment of a 13 member governing board.
- Allows the council to accept grants, donations, contributions, gifts, and to collect self-imposed, voluntary assessments on concrete masonry units produced and sold by concrete masonry manufacturers in the state.
- Requires the council to adopt bylaws that must be approved by DEO.
- Prohibits the council from participating or intervening in any political campaign on behalf of or in
 opposition to any candidate for public office or any state or local ballot initiative.

There is no fiscal impact on state revenues or expenditures. There is an indeterminate fiscal impact on concrete masonry manufacturers. (See fiscal section for more details.)

The bill provides an effective date of July 1, 2014.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Present Situation

Concrete Masonry Education Programs

Educational programs to train individuals in the field of concrete masonry are currently offered by school districts, colleges and apprenticeship programs throughout Florida. The Florida Department of Education develops Career and Technical Education programs in 'Concrete Masonry' as well as 'Brick and Block Masonry.' These programs are provided through a "network of service providers, which include District Technical Centers, Adult Education Providers and Florida colleges."¹ Career and Technical Education programs are reviewed on a three-year cycle by programmatic review committees,² with industry members comprising 50 percent of the review committees in the case of masonry programs.³ The 2012 review of the Concrete Masonry program recommended deletion of the program due to low enrollment.⁴ The program will be removed from inventory in the 2014-2015 school year.⁵

The Florida Masonry Apprentice and Educational Foundation, Inc., was created in 2002 as a non-profit educational foundation associated with the Masonry Association of Florida and the Florida Concrete & Products Association, coordinates and provides apprenticeship education of the masonry trade. The sole financial support for the Florida Masonry Apprentice & Educational Foundation comes from voluntary contributions.⁶

Effect of Proposed Changes

The bill creates the Concrete Masonry Education Act and establishes the Florida Concrete Masonry Education Council (council) as a nonprofit corporation acting as a direct-support organization of DEO. The council must operate under a written contract with DEO, and the contract requires, at a minimum, that the council's articles of incorporation, bylaws, and budget be approved by DEO. The contract also provides for a reversion of funds to DEO should the council cease to exist.

The bill requires the council to:

- Plan, implement, and conduct programs of education to train individuals in the field of concrete masonry.
- Develop and improve access to education for individuals seeking employment in the field of concrete masonry.
- Develop and implement outreach programs to ensure diversity among individuals trained in the programs.
- Coordinate educational programs with national programs and programs of other states.
- Inform and educate the public about the sustainability and economic benefits of concrete masonry products in order to increase employment opportunities.

¹ Florida Department of Education, Career and Adult Education, available at

http://www.fldoe.org/workforce/dwdframe/arch_cluster_frame13.asp (last visited Feb. 7, 2014).

² Section 1004.92(2)(b)4, F.S.

³ Department of Education, Senate Bill 286 Agency Legislative Bill Analysis (Oct. 23, 2013).

⁴ In the 2012-2013 school year, the concrete masonry program was offered in three school districts with only 24 students statewide. Conversation with Florida Department of Education representative (Dec. 11, 2013).

⁵ Id.

⁶ Fourteen apprentice programs throughout the state have approximately 300 enrollees. Florida Masonry Apprentice & Educational Foundation, About Us, available at <u>http://www.masonryeducation.org/about.html</u> (last visited Feb. 7, 2014). **STORAGE NAME:** h0147a.TEDAS.DOCX PAGE

- Develop, implement, and monitor a system for the collection of self-imposed voluntary assessments.
- Keep a separate accounting of all money received through voluntary assessments and provide for an annual financial audit in accordance with s. 215.981, F.S.
- Adopt bylaws by September 30, 2014.
- Provide a report, by January 15 of each year, to the Governor, President of the Senate and Speaker of the House of Representatives outlining the following: revenues received; use of funds received; annual goals and objectives and methods for achieving those; the number of individuals who received training or assistance from the programs; and information related to job placements and industry workforce needs.

The bill provides that the council may:

- Provide to governmental bodies, upon request, information relating to the concrete masonry industry.
- Sue and be sued as a council.
- Maintain a financial reserve for emergency use, not to exceed 10 percent of the council's anticipated income.
- Employ officers and employees of the council, prescribe their duties, and determine their compensation and terms of employment.
- Cooperate with other agencies or organizations in work or activities consistent with the council's objectives.
- Meet with masonry manufacturers to coordinate the collection of self-imposed voluntary assessments.
- Accept grants, donations, contributions, or gifts to be used for activities consistent with the council's objectives.
- Make payments to other organizations for work or services performed and if so, must secure a
 written agreement that recipients submit, at least annually, a written report detailing the activities
 and use of such funds.

The bill prohibits the council from:

- Participating in a political campaign, or state or local ballot initiatives.
- Using receipts to benefit directors, officers, or other private persons, not including reasonable compensation for services.
- Participating in activities prohibited for non-profit corporations under federal tax law.

The bill provides that each manufacturer who agrees to pay the self-imposed voluntary assessment shall collect such moneys and submit them quarterly to the council and must commit to paying the assessment for at least one year. The assessment shall be paid for each masonry unit produced and sold by the manufacturer.

The bill also establishes a 13-member board of directors for the council. Members are appointed by the Governor, President of the Senate, and the Speaker of the House as follows:

The Governor shall appoint three members:

- Two representing concrete masonry manufacturers.
- One representing a major building industry association in the state.

The President of the Senate shall appoint five members:

• Three representing concrete masonry manufacturers.

- One who is a stakeholder in the masonry industry, but is not a masonry contractor or manufacturer or employee of such.
- One who is a masonry contractor and is a member of the Masonry Association of Florida.

The Speaker of the House of Representatives shall appoint five members:

- Three representing concrete masonry manufacturers.
- One who has expertise in apprenticeship or has workforce education training.
- One who is a masonry contractor and is also a member of the Masonry Association of Florida.

The initial board members will be assigned to staggered terms. Thereafter, members shall be appointed to 3-year terms and may be reappointed to serve an additional consecutive term. All members serve without compensation but may be reimbursed for per diem and travel expenses.

B. SECTION DIRECTORY:

Section 1. Creates the Concrete Masonry Education Act in an unspecified section of Florida Statutes.

Section 2. Establishes the Concrete Masonry Education Council as a direct-support organization to DEO; outlines specific duties, responsibilities, and prohibitions for the council; establishes a 13-member governing board with specific membership requirements; and requires an annual report to the Governor, President of the Senate and Speaker of the House of Representatives.

Section 3. Provides an effective date of July 1, 2014.

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

A. FISCAL IMPACT ON STATE GOVERNMENT:

1. Revenues:

None.

2. Expenditures:

None.

B. FISCAL IMPACT ON LOCAL GOVERNMENTS:

1. Revenues:

None.

2. Expenditures:

None.

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

Proposed payments by concrete masonry manufacturers to Florida Concrete Masonry Education Council, Inc., are self-imposed voluntary assessments on concrete masonry units produced and sold in the state. Additionally, the council may accept grants, donations, contributions, or gifts.

The fiscal impact cannot be determined because of the voluntary nature of the anticipated revenue.

D. FISCAL COMMENTS:

None.

III. COMMENTS

- A. CONSTITUTIONAL ISSUES:
 - 1. Applicability of Municipality/County Mandates Provision: None.
 - 2. Other:

None.

- B. RULE-MAKING AUTHORITY: None.
- C. DRAFTING ISSUES OR OTHER COMMENTS: None.

IV. AMENDMENTS/ COMMITTEE SUBSTITUTE CHANGES

FLORIDA HOUSE OF REPRESENTATIVES

CS/HB 147

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1	A bill to be entitled
2	An act relating to concrete masonry education;
3	providing a short title; creating the Florida Concrete
4	Masonry Education Council, Inc.; requiring the council
5	to operate under a written contract with the
6	Department of Economic Opportunity; providing powers
7	and duties of the council; providing restrictions;
8	providing for appointment and terms of the governing
9	board of the council; authorizing the council to
10	accept grants, donations, contributions, and gifts
11	under certain circumstances; authorizing the council
12	to make payments to other organizations under certain
13	circumstances; providing for collection of a voluntary
14	assessment on concrete masonry units; requiring
15	manufacturers who elect to pay the assessment to
16	commit to paying the assessment for a specified
17	period; requiring the council to adopt bylaws;
18	providing for the adoption of bylaws and amendments to
19	bylaws; providing an effective date.
20	
21	Be It Enacted by the Legislature of the State of Florida:
22	
23	Section 1. This section may be cited as the "Concrete
24	Masonry Education Act."
25	Section 2. <u>Concrete masonry education.</u>
26	(1)(a) The Florida Concrete Masonry Education Council,
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27	Inc., is created as a nonprofit corporation organized under the
28	laws of this state and operating as a direct-support
29	organization of the Department of Economic Opportunity.
30	(b) The council shall operate under a written contract
31	with the department which provides, at a minimum, for:
32	1. Approval of the articles of incorporation and bylaws of
33	the council by the department.
34	2. Submission of an annual budget for approval by the
35	department.
36	3. Reversion of moneys and property held in trust by the
37	council for concrete masonry education to the department if the
38	council ceases to exist or to the state if the department ceases
39	to exist.
40	(c) The council shall:
41	1. Plan, implement, and conduct programs of education for
42	the purpose of training individuals in the field of concrete
43	masonry.
44	2. Develop and improve access to education for individuals
45	seeking employment in the field of concrete masonry.
46	3. Develop and implement outreach programs to ensure
47	diversity among individuals trained in the programs conducted
48	pursuant to this section.
49	4. Coordinate educational programs with national programs
50	or programs of other states.
51	5. Inform and educate the public about the sustainability
52	and economic benefits of concrete masonry products in order to
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53	increase employment opportunities for individuals trained in the
54	programs conducted pursuant to this section.
55	6. Develop, implement, and monitor a system for the
56	collection of a self-imposed voluntary assessment on each
57	concrete masonry unit produced and sold by concrete masonry
58	manufacturers in this state.
59	7. Submit a report to the Governor, the President of the
60	Senate, and the Speaker of the House of Representatives by
61	January 15 of each year outlining the revenues received by the
62	council, the percentage of the industry participating in the
63	programs, the use of the funds received, goals and objectives
64	for the year and methods of achieving such goals and objectives,
65	the number of individuals who have received training or
66	assistance from the programs supported by the council, and
67	information relating to job placements and industry workforce
68	needs.
69	(d) The council may:
70	1. Provide to governmental bodies, on request, information
71	relating to subjects of concern to the concrete masonry industry
72	and act jointly or in cooperation with the state or Federal
73	Government, and agencies thereof, in the development or
74	administration of programs that the council considers to be
75	consistent with the objectives of this section.
76	2. Sue and be sued as a council without individual
77	liability of the members for actions of the council when acting
78	within the scope of the powers conferred by this section and in
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79	the manner prescribed by the laws of this state.
80	3. Maintain a financial reserve for emergency use, the
81	total of which must not exceed 10 percent of the council's
82	anticipated annual income.
83	4. Employ subordinate officers and employees of the
84	council, prescribe their duties, and fix their compensation and
85	terms of employment.
86	5. Cooperate with any local, state, regional, or
87	nationwide organization or agency engaged in work or activities
88	consistent with the objectives of this section.
89	6. Meet with concrete masonry manufacturers in this state
90	to coordinate the collection of self-imposed voluntary
91	assessments on concrete masonry units.
92	(e)1. The council may not participate or intervene in any
93	political campaign on behalf of or in opposition to any
94	candidate for public office or any state or local ballot
95	initiative, including, but not limited to, the publication or
96	distribution of any statement.
97	2. The net receipts of the council may not in any part
98	inure to the benefit of or be distributable to its directors,
99	its officers, or other private persons; however, the council may
100	pay reasonable compensation for services rendered by council
101	officers and employees and may make payments and distributions
102	in furtherance of the purposes of this section.
103	3. Notwithstanding any other provision of law, the council
104	may not carry on any other activity not permitted to be carried
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105	on by a corporation:
106	a. That is exempt from federal income taxation under s.
107	501(c)(3) of the Internal Revenue Code; or
108	b. To which charitable contributions are deductible under
109	s. 170(c)(2) of the Internal Revenue Code.
110	(2)(a) The Florida Concrete Masonry Education Council,
111	Inc., shall be governed by a board of directors composed of 13
112	voting members as follows:
113	1. Eight members representing concrete masonry
114	manufacturers of various sizes. After receiving recommendations
115	from the Masonry Association of Florida, the Governor shall
116	appoint two of these board members, and the President of the
117	Senate and the Speaker of the House of Representatives shall
118	each appoint three of these board members. Of the eight board
119	members appointed under this subparagraph, at least five members
120	must be representatives of manufacturers that are members of the
121	Masonry Association of Florida. A manufacturer may not be
122	represented by more than one board member.
123	2. One member representing a major building industry
124	association in the state appointed by the Governor.
125	3. One member having expertise in apprenticeship or
126	workforce education training appointed by the Speaker of the
127	House of Representatives.
128	4. One member who is not a masonry contractor or
129	manufacturer or an employee of a masonry contractor or
130	manufacturer but who is otherwise a stakeholder in the masonry
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131	industry. This member shall be appointed by the President of the
132	Senate.
133	5. Two members who are masonry contractors and who are
134	members of the Masonry Association of Florida, one of whom shall
135	be appointed by the President of the Senate and one of whom
136	shall be appointed by the Speaker of the House of
137	Representatives.
138	(b)1. Five of the initial board members shall be appointed
139	to serve 1-year terms. Of the five members, one shall be
140	appointed by the Governor, two shall be appointed by the
141	President of the Senate, and two shall be appointed by the
142	Speaker of the House of Representatives.
143	2. Four of the initial board members shall be appointed to
144	serve 2-year terms. Of the four members, one shall be appointed
145	by the Governor, one shall be appointed by the President of the
146	Senate, and two shall be appointed by the Speaker of the House
147	of Representatives.
148	3. Four of the initial board members shall be appointed to
149	serve 3-year terms. Of the four members, one shall be appointed
150	by the Governor, two shall be appointed by the President of the
151	Senate, and one shall be appointed by the Speaker of the House
152	of Representatives.
153	4. Each subsequent vacancy on the board of directors shall
154	be filled in accordance with the initial appointment.
155	Thereafter, each board member shall be appointed to serve a 3-
156	year term and may be reappointed to serve an additional
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157	consecutive term. However, a member may not serve more than two
158	consecutive terms.
159	(c) A board member may not be required to participate in a
160	voluntary assessment on concrete masonry units as a condition of
161	appointment. A member representing a manufacturer must have been
162	employed by a manufacturer engaging in the trade of manufacture
163	of concrete masonry products for at least 5 years immediately
164	preceding the first day of his or her service on the board. All
165	members of the board shall serve without compensation but are
166	entitled to reimbursement for per diem and travel expenses
167	incurred in carrying out the intents and purposes of this
168	section in accordance with s. 112.061, Florida Statutes.
169	(d) In addition to the 13 voting members described in
170	paragraph (a), the executive director of the Department of
171	Economic Opportunity, or his or her designee, shall serve ex
172	officio as a nonvoting member of the board of directors of the
173	council.
174	(3) The council may accept grants, donations,
175	contributions, or gifts from any source if the use of such
176	resources is not restricted in a manner that the council
177	considers to be inconsistent with the objectives of this
178	section.
179	(4)(a) The council may make payments to other
180	organizations for work or services performed that are consistent
181	with the objectives of this section.
182	(b) Before making payments described in this subsection,
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183	the council must secure a written agreement that the
184	organization receiving payment will furnish at least annually,
185	or more frequently upon request of the council, written or
186	printed reports of program activities and reports of financial
187	data that are relative to the council's funding of such
188	activities.
189	(c) The council may require adequate proof of security
190	bonding on the payments to any individual, business, or other
191	organization.
192	(5)(a) The self-imposed voluntary assessment shall be paid
193	for each masonry unit produced and sold by the manufacturer.
194	(b) Each manufacturer that elects to pay the self-imposed
195	voluntary assessment must commit to paying the assessment for at
196	least 1 year. Thereafter, the manufacturer may elect to
197	terminate payment or continue payment for the next year.
198	(c) The manufacturer shall collect all such moneys and
199	forward them quarterly to the council.
200	(d) The council shall maintain within its financial
201	records a separate accounting of all moneys received under this
202	subsection. The council shall provide for an annual financial
203	audit of its accounts and records in accordance with s. 215.981,
204	Florida Statutes.
205	(6)(a) The council shall, by September 30, 2014, adopt
206	bylaws to carry out the intents and purposes of this section.
207	Before adoption by the council, the bylaws must be approved by
208	the department. The bylaws must conform to the requirements of
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209	this section but may also address any matter not in conflict
210	with the general laws of this state.
211	(b) Amendments to adopted bylaws may be proposed with 30
212	days' notice to board members at any regular or special meeting
213	called for such purpose and may be adopted by the council
214	following approval by the department.
215	Section 3. This act shall take effect July 1, 2014.

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HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #:CS/HB 311Orlando-Orange County Expressway AuthoritySPONSOR(S):Transportation & Highway Safety Subcommittee, NelsonTIED BILLS:IDEN./SIM. BILLS:CS/SB 230

REFERENCE	ACTION	ANALYST	STAFF DIRECTOR or BUDGET/POLICY CHIEF
1) Transportation & Highway Safety Subcommittee	10 Y, 2 N, As CS	Johnson	Miller
2) Local & Federal Affairs Committee	18 Y, 0 N	Flegiel	Rojas
3) Transportation & Economic Development Appropriations Subcommittee		Davis	Davis
4) Economic Affairs Committee			

SUMMARY ANALYSIS

The bill renames the Orlando-Orange County Expressway Authority Law as the Central Florida Expressway Authority Law. Specifically, the bill:

- Creates the Central Florida Expressway Authority (CFX) and provides for the transfer of governance and control, legal rights and powers, responsibilities, terms and obligations of the Orlando-Orange County Expressway Authority (OOCEA) to CFX.
- Provides for the composition of the governing body of CFX and the appointment of its officers.
- Provides that the area served by CFX is within the geographical boundaries of Orange, Seminole, Lake, and Osceola Counties.
- Removes the existing OOCEA requirement that the route of a project be approved by a municipality before the right-of-way can be acquired.
- Requires that CFX encourage the inclusion of local-, small-, minority-, and women-owned businesses in its procurement and contracting opportunities.
- Removes the existing OOCEA authority to waive payment and performance bonds for certain public works projects awarded pursuant to an economic development program.
- Provides that upon termination of the lease-purchase agreement of the Central Florida Expressway System, title will be retained by the state, and extends the terms of lease-purchase agreements from 40 to 99 years.
- Provides for the transfer of the Osceola County Expressway System to CFX and provides for the repeal of part V of ch. 348, F.S., when the Osceola County Expressway System is transferred to CFX.
- Makes numerous conforming, grammatical, and editorial changes.

The bill does not have a fiscal impact on state or local governments.

The bill has an effective date of July 1, 2015.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Current Situation

Orlando Orange County Expressway Authority

The Orlando Orange County Expressway Authority (OOCEA), created in part III of ch. 348, F.S.,¹ currently serves Orange County and is authorized to construct, operate, and maintain roads, bridges, avenues of access, thoroughfares, and boulevards in the county, as well as outside the jurisdictional boundaries of Orange County with the consent of the county within whose jurisdiction the activities occur.²

The OOCEA's governing body consists of five members. The Governor appoints three members who are citizens of Orange County and who serve four year terms and may be reappointed. The Orange County Mayor and the Department of Transportation's (DOT) district five secretary serve as *ex-officio* members of the Board.³

The OOCEA currently owns and operates 105 centerline miles of roadway in Orange County, which includes:

- 22 miles of the Spessard L. Holland East-West Expressway (SR 408);
- 23 miles of the Martin Andersen Beachline Expressway (SR 528);
- 33 miles of the Central Florida GreeneWay (SR 417);
- 22 miles of the Daniel Webster Western Beltway (SR 429); and
- 5 miles of the John Land Apopka Expressway (SR 414).

Pursuant to an existing Memorandum of Understanding (MOU) and lease-purchase agreement between DOT and OOCEA, OOCEA will independently finance, build, own, and manage certain portions of the Wekiva Parkway. In order to ensure that funds are available to DOT for the Wekiva Parkway, in 2012, the Legislature codified references to the existing MOU and lease-purchase agreements, and established a repayment schedule for OOCEA to reimburse DOT for the costs of operation and maintenance of the Orlando-Orange County Expressway System in accordance with terms of the MOU.⁴

The OOCEA was required to pay DOT \$10 million on July 1, 2012, and is required to pay \$20 million every July 1 thereafter to pay off the long-term debt obligation to DOT. When the debt has been fully repaid, DOT's obligation to pay any cost of operation, maintenance, repair, or rehabilitation of the OOCEA system will terminate, and ownership of the system will remain with OOCEA. DOT advises that OOCEA's current long-term debt is over \$211 million.⁵

Osceola County Expressway Authority

Created in 2010, as part V of ch. 348, F.S.,⁶ the Osceola County Expressway Authority (OCX) currently serves Osceola County and has the purposes and powers identified in the Florida Expressway

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DATE: 3/20/2014

¹ Part III of ch. 348, F.S., consists of ss. 348.751 through 348.765, F.S.

² S. 348.754(2)(n), F.S.

³ S. 348.753(2), F.S.

⁴ Ch. 2012-128, L.O.F.

⁵ Florida Department of Transportation bill analysis of SB 230. On file with Transportation & Highway Safety Subcommittee staff. ⁶ Part V of ch. 348, F.S., consists of ss. 348.9950 through 348.9961, F.S.

Authority Act,⁷ including the power to acquire, hold, construct, improve, maintain, operate, and own an expressway system.⁸

The OCX governing board consists of six members. Five members, one of which must be a member of a racial or ethnic minority, must be residents of Osceola County. Three of the five members are appointed by the governing body of the county and the remaining two are appointed by the Governor. DOT's district five secretary serves as an *ex-officio*, non-voting member.⁹

OCX is not currently operating any facility and has no funding or staffing. Staff assistance and other support have been provided by Osceola County. The Florida Transportation Commission indicates that in 2012, DOT provided \$2.5 million in funding to OCX, which will primarily be used for two Project Development & Environment Studies to be conducted by Florida's Turnpike Enterprise. OCX has developed a master plan that includes construction of four proposed tolled expressways: Poinciana Parkway, Southport Connector Expressway, Northeast Connector Expressway, and Osceola Parkway Extension. OCX has an agreement with Osceola County under which the county will advance funds for operation and startup costs until OCX has a revenue-producing project and which requires OCX to repay the county within 15 years of receiving the funds. A 2012 agreement calls for the issuance of bonds by the county to pay for the Poinciana Parkway project costs incurred by OCX. OCX will design and construct the parkway pursuant to a lease-purchase agreement with the county.¹⁰

Seminole County and Lake County

In 2011, the Legislature abolished the Seminole County Expressway authority,¹¹ and Seminole County is currently not served by an expressway authority. Lake County is also not currently served by an expressway authority.

Proposed Changes

Short Title (Section 1)

The bill amends s. 348.751, F.S., changing the short title of part III of ch. 348, F.S., from the "Orlando-Orange County Expressway Authority Law" to the "Central Florida Expressway Authority Law."

Definitions (Section 2)

The bill amends s. 348.752, F.S., revising various definitions used in part III of ch. 348, F.S.

The bill defines "Central Florida Expressway Authority" to mean the body politic and corporate and agency of the state created by this part.

The bill defines "Central Florida Expressway System" to mean any expressway or appurtenant facilities within the jurisdiction of the authority, including all approaches, roads, bridges, and avenues for the expressway and any rapid transit transportation system, tram, or fixed-guideway system located within the right-of-way of an expressway.

The bill defines "transportation facilities" to mean and include the mobile and fixed assets, and the associated real or personal property or rights, used in the transportation of persons or property by any means of conveyance and all appurtenances, such as, but not limited to, highways; limited or controlled access lanes, avenues of access, and facilities; vehicles; fixed guideway facilities, including maintenance facilities; and administrative and other office space for the exercise by the authority of the powers and obligations granted in this part.

¹¹ Ch. 2011-64, L.O.F.

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⁷ Part I of ch. 348, F.S.

⁸ S. 348.0004, F.S.

⁹ S. 348.9952, F.S.

¹⁰ Florida Transportation Commission Transportation Authority Monitoring and Oversight Fiscal Year 2012 Report, p. 171.

The bill deletes the definitions for "city" and "county," and revises various definitions making plainlanguage changes and conforming terminology to the renaming.

The bill removes a provision providing that the singular includes the plural and vice versa, and words importing persons include firms and corporations. This provision is redundant to s. 1.01, F.S., regarding general statutory construction.

Central Florida Expressway Authority (Section 3)

The bill amends s. 348.753, F.S., changing the catchline from Orlando-Orange County Expressway Authority to Central Florida Expressway Authority.

The bill provides that effective July 1, 2015; the Central Florida Expressway Authority (CFX) assumes the governance and control of the OOCEA system, including its assets, personnel, contracts, obligations, liabilities, facilities, and tangible and intangible property. Any rights in such property and other legal rights of the authority are transferred to CFX. CFX succeeds and assumes the powers, responsibilities, and obligations of OOCEA on July 1, 2015.

The transfer is subject to the terms and covenants provided for the protection of the OOCEA bondholders and in the lease-purchase agreement and the resolutions adopted in connection with the issuance of the bonds. Further, the transfer does not impair the terms of the contract between the OOCEA and the bondholders, does not act to the detriment of the bondholders, and does not diminish the security of the bonds.

After the transfer, CFX shall operate and maintain the expressway system and any other facilities of the OOCEA in accordance with the terms, conditions, and covenants contained in the bond resolutions and lease-purchase agreement securing the bonds of the authority. CFX shall collect toll revenues and apply them to the payment of debt service as provided in the bond resolution securing the bonds and shall expressly assume all obligations relating to the bonds to ensure that the transfer will have no adverse impact on the security for the bonds. The transfer does not make the obligation to pay the principal and interest on the bonds a general liability of CFX or pledge additional expressway system revenues to payment of the bonds.

Revenues that are generated by the expressway system and other facilities of CFX which were pledged by OOCEA to payment of the bonds will remain subject to the pledge for the benefit of the bondholders. The transfer does not modify or eliminate any prior obligation of DOT to pay certain costs of the expressway system from sources other than revenues of the expressway system.

The bill also provides for an 11 member governing board for CFX. The chairs of the boards of the county commissions of Seminole, Lake, and Osceola Counties each appoint one member, who may be a commission member or chair. The Governor appoints six citizen members; two must be citizens of Orange County, one member each must be a citizen of Seminole, Lake, or Osceola Counties, and one member may be a citizen of any of the identified counties. The 10th member is the mayor of Orange County and the 11th member is the mayor of the City of Orlando. The executive director of the Florida Turnpike Enterprise serves as a non-voting advisor to the governing body of the authority.

Each board member appointed by the Governor serves a four-year term, and county appointed members serve a two-year term. Standing board members complete their terms. Except as provided, a person who is an officer or employee of a municipality or county is not eligible for appointment to the authority.

Purposes and Powers (Section 4)

The bill amends s. 348.754, F.S., relating to the purposes and powers of CFX. The bill provides that except otherwise specifically provided; the area served by the authority is within the geographical boundaries of Orange, Seminole, Lake, and Osceola Counties. The bill authorizes CFX to construct the

Central Florida Expressway System including rapid transit, trams, fixed guideways, thoroughfares, and boulevards.

To ensure the continued financial feasibility of the portion of the Wekiva Parkway to be constructed by DOT, CFX may not, without prior consent of the secretary of DOT, construct any extensions, additions, or improvements to the expressway system in Lake County.

The bill changes from 40 years to 99 years the length of time CFX is authorized to enter into and make lease-purchase agreements with DOT.

The bill provides that CFX is a party to a lease-purchase agreement between DOT and OOCEA dated December 23, 1985, as supplemented by a first supplement to the lease purchase agreement dated November 25, 1986, and a second supplement to the lease-purchase agreement dated October 28, 1988. CFX may not enter into another lease-purchase agreement with DOT and may not amend the existing agreement in a manner that expands or increases DOT's obligation unless DOT determines that the agreement or amendment is necessary to permit the refunding of bonds issued before July 1, 2013.

The bill provides that toll revenues attributable to an increase in toll rates charged on or after July 1, 2015, for use of a facility or portion of a facility may not be used to construct or expand a different facility unless a two-thirds majority of the members of the authority votes to approve such use. This requirement does not apply if and to the extent that:

- Application of the requirement would violate any covenant established in a resolution or trust indenture under which bonds were issued by OOCEA on or before July 1, 2015; or
- Application of the requirement would cause the authority to be unable to meet its obligations under there terms of the MOU between the authority and DOT as ratified by the OOCEA board on February 22, 2012.

Notwithstanding s. 338.165, F.S.,¹² except as otherwise prohibited by part III of ch. 348, F.S., to the extent revenues of the expressway system exceed amounts required to comply with any covenants made with holders of the bonds, revenues may be used, within the right-of-way of the expressway system, for the financing or refinancing the planning design, acquisition, construction, extension, rehabilitation, equipping, preservation, maintenance, or improvement of an intermodal facility of facilities, a multimodal corridor or corridors, or any programs or projects that will improve the levels of service on the expressway system, provide the expenditures are consistent with the metropolitan planning organization's long-range plan.

The bill provides that CFX shall encourage the inclusion of local businesses, small businesses, and minority-owned and women-owned businesses in its procurement and contracting opportunities.

The requirement for approval of the municipal governing board of a project route prior to the acquisition of right-of-way for a project within the boundaries of Orange County is removed, as are provisions authorizing CFX to waive payment and performance bonds on certain construction contracts and related small business provisions.

Conforming Changes (Sections 5 through11)

The bill amends the following sections conforming terminology, and make grammatical and editorial changes:

- Section 348.7543, F.S., relating to improvements, bond financing authority for.
- Section 348.7544, F.S., relating to Northwest Beltway Part A, construction authorized; financing.
- Section 348.7545, F.S., relating to Western Beltway part C, construction authorized; financing.

 ¹² Section 338.165, F.S., relates to the continuation of tolls.
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- Section 348.7546, F.S., relating to Wekiva Parkway, construction authorized; financing.
- Section 348.7547, F.S., relating to Maitland Boulevard Extension and Northwest Beltway Part A Realignment construction authorized; financing.
- Section 348.755, F.S., relating to bonds of the authority.
- Section 348.756, F.S., relating to remedies of the bondholders.

Lease-Purchase Agreements (Section 12)

The bill amends s. 348.757, F.S., providing that upon the termination of the current lease-purchase agreement between OOCEA and DOT, title in fee simple absolute to the former OOCEA system must be transferred to the state. The bill also makes conforming, grammatical, and editorial changes to that section.

Conforming Changes (Sections 13 through 18)

The bill amends the following sections conforming terminology, and make grammatical and editorial changes:

- Section 348.758, F.S., relating to appointment of DOT as agent of authority for construction.
- Section 348.759, F.S., relating to acquisition of land and property.
- Section 348.760, F.S., relating to cooperation with other units, boards, agencies, and individuals.¹³
- Section 348.761, F.S., relating to covenant of the state.
- Section 348.765, F.S., relating to this part complete and additional authority.
- Section 369.317, F.S., relating to the Wekiva Parkway.

Wekiva River Basin Commission (Section 19)

The bill amends s. 369.324(1), F.S., removing and replacing references to the OOCEA and previously repealed Seminole County Expressway Authority, and revises the composition of the Wekiva River Basin Commission due to the previous repeal of the Seminole County Expressway Authority.

Transfer of the Osceola County Expressway System (Section 20)

The bill provides that effective upon the completion of the Poinciana Parkway,¹⁴ a limited-access facility of approximately nine miles in Osceola County between the intersection of County Road 54 and U.S. 17/U.S. 92 and the intersection of Rhododendron and Cypress Parkway, described in OCX's May 8, 2012, master plan,¹⁵ all powers, governance, and control of the Osceola County Expressway System¹⁶ is transferred to CFX, and the assets, liabilities, facilities, tangible and intangible property and any rights in the property, and any other legal rights of OCX are transferred to CFX. The effective date of the transfer shall be extended until completion of construction of such portions of the Southport Connector Expressway, the Northeast Connector Expressway, such portions of the Poinciana Parkway to connect to State Road 429, and the Osceola Parkway Connection, as each is described in OCX's May 8, 2012, Master Plan, which are included in any design contract executed by OCX before July 1, 2020. Since it is based on contingencies, there is not a date certain when OCX will be transferred to CFX.

The bill requires CFX to reimburse any and all obligations of any other governmental entities with respect to the Osceola County Expressway System, including any obligations of Osceola County with respect to operations and maintenance of the Osceola County Expressway System and any loan

¹³ This section also removes a reference to the previously repealed Seminole County Expressway Authority.

¹⁴ Information on the Poinciana Parkway is available at: <u>http://www.osceolaxway.com/ocx/297-21261-</u>

^{21262/}poinciana_parkway_project.cfm (Last visited November 14, 2013).

¹⁵ The Poinciana Parkway is expected to be completely open to traffic in June 2016. Ground Broken on Poinciana Parkway. Lakeland Ledger, December 18, 2013. Available at: <u>http://www.theledger.com/article/20131218/NEWSCHIEF/131219179</u> (Last Visited: February 10, 2014).

¹⁶ The Osceola County Expressway System is created pursuant to part V of Ch. 348, F.S.

¹⁷ Part V of ch. 348, F.S., consists of ss. 348.9950 through 348.9961, F.S.

repayment obligations, including repayment obligations with respect to state infrastructure bank loans. Such reimbursement shall be made from revenues available for such purpose after payment of all amounts required:

- Otherwise by law;
- By the terms of any resolution authorizing the issuance of bonds by CFX, OOCEA, or OCX;
- By the terms of any resolution under which bonds are issued by Osceola County for the purpose of constructing improvements to the Osceola County Expressway System; and
- By the terms of the MOU between OOCEA and DOT as ratified by the board of OOCEA on February 22, 2012.

Effective Date (Section 21)

The bill has an effective date of July 1, 2015.

B. SECTION DIRECTORY:

Section 1	Amends s. 348.751, F.S, providing a short title.
Section 2	Amends s. 348.752, F.S., providing definitions.
Section 3	Amends s. 348.753, F.S., relating to the Central Florida Expressway Authority.
Section 4	Amends s. 348.754, F.S., relating to purposes and powers.
Section 5	Amends s. 348.7543, F.S., relating to improvements, bond financing authority for.
Section 6	Amends s. 348.7544, F.S., relating to Northwest Beltway Part A, construction authorized; financing.
Section 7	Amends s. 348.7545, F.S., relating to Western Beltway Part C, construction authorized; financing.
Section 8	Amends s. 348.7546, F.S., relating to Wekiva Parkway, construction authorized; financing.
Section 9	Amends s. 348.7547, F.S., relating to Maitland Boulevard Extension and Northwest Beltway Part A Realignment construction authorized; financing.
Section 10	Amends s. 348.755, F.S., relating to bonds of the authority.
Section 11	Amends s. 348.756, F.S., relating to remedies of bondholders.
Section 12	Amends s. 348.757, F.S., relating to lease-purchase agreements.
Section 13	Amends s. 348.758, F.S., relating to appointment of the department as agent of authority for construction.
Section 14	Amends s. 348.759, F.S., relating to acquisition of lands and property.
Section 15	Amend s. 348.760, F.S., relating to cooperation with other unites, boards, agencies, and individuals.
Section 16	Amends s. 348.761, F.S., relating to covenant of the state.
Section 17	Amends s. 348.765, F.S., relating to this part complete and additional authority.

- Section 18 Amends s. 369.317, F.S., relating to the Wekiva Parkway.
- Section 19 Amends s. 369.324, F.S., relating to the Wekiva River Basin Commission.
- Section 20 Provides for the transfer of the Osceola County Expressway Authority to the Central Florida Expressway Authority.
- Section 21 Provides an effective date.

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

- A. FISCAL IMPACT ON STATE GOVERNMENT:
 - 1. Revenues:

None.

2. Expenditures:

None.

- **B. FISCAL IMPACT ON LOCAL GOVERNMENTS:**
 - 1. Revenues:

None.

2. Expenditures:

None.

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

None.

D. FISCAL COMMENTS:

The bill provides that the existing lease-purchase agreement may not be amended to expand or increase DOT's obligations unless the department determines that such amendment is necessary to permit the refunding of bonds issued before July 1, 2013. OOCEA's current long-term debt is over \$211 million.

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 expenditures 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:

None.

C. DRAFTING ISSUES OR OTHER COMMENTS:

In section 7, the bill makes conforming changes to s. 348.7545, F.S. This statute authorizes OOCEA to construct the Western Beltway, Part C. According to DOT, since the statute's original passage, Western Beltway, Part C, has been constructed and opened. However, although the statute authorizes OOCEA to build the entire roadway segment, OOCEA only built one half of the segment. This section could be corrected to reflect the roadway limits actually constructed, owned, and operated by OOCEA.

IV. AMENDMENTS/ COMMITTEE SUBSTITUTE CHANGES

N/A

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1	A bill to be entitled
2	An act relating to the Orlando-Orange County
3	Expressway Authority; amending s. 348.751, F.S.;
4	revising a short title; amending s. 348.752, F.S.;
5	revising and providing definitions; amending s.
6	348.753, F.S.; creating the Central Florida Expressway
7	Authority; providing for the Central Florida
8	Expressway Authority to assume the governance and
9	control of the Orlando-Orange County Expressway
10	Authority System; providing for transfer of governance
11	and control, legal rights and powers,
12	responsibilities, terms, and obligations; providing
13	conditions for the transfer; providing for membership
14	and organization of the governing body of the Central
15	Florida Expressway Authority; providing quorum and
16	voting requirements; providing for agents and
17	employees; amending s. 348.754, F.S.; providing that
18	the area served by the authority is within the
19	geographical boundaries of Orange, Seminole, Lake, and
20	Osceola Counties; requiring the authority to have
21	prior consent from the secretary of the Department of
22	Transportation to construct an extension, addition, or
23	improvement to the expressway system in Lake County;
24	extending the term of lease-purchase agreements;
25	limiting the authority's authority to enter into a
26	lease-purchase agreement; limiting the use of certain
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27	toll-revenues; providing exceptions; removing the
28	requirement that the route of a project be approved by
29	a municipality before the right-of-way can be
30	acquired; requiring that the authority encourage the
31	inclusion of local, small, minority-owned, and women-
32	owned businesses in its procurement and contracting
33	opportunities; removing the authority and criteria for
34	an authority to waive payment and performance bonds
35	for certain public works projects that are awarded
36	pursuant to an economic development program; amending
37	ss. 348.7543, 348.7544, 348.7545, 348.7546, 348.7547,
38	348.755, and 348.756, F.S.; conforming terminology;
39	amending s. 348.757, F.S.; providing that upon
40	termination of the lease-purchase agreement of the
41	former Orlando-Orange County Expressway System, title
42	in fee simple to the former system will be retained by
43	the authority; amending ss. 348.758, 348.759, 348.760,
44	348.761, 348.765, and 369.317, F.S.; conforming
45	terminology; amending s. 369.324, F.S.; revising the
46	membership of the Wekiva River Basin Commission;
47	providing criteria for the transfer of the Osceola
48	County Expressway Authority System to the Central
49	Florida Expressway Authority; providing for the repeal
50	of part V of ch. 348, F.S., relating to the Osceola
51	County Expressway Authority, when such system is
52	transferred to the Central Florida Expressway
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53	Authority; requiring the Central Florida Expressway
54	Authority to reimburse other governmental entities for
55	obligations related to the Osceola County Expressway
56	System; providing an effective date.
57	
58	Be It Enacted by the Legislature of the State of Florida:
59	
60	Section 1. Section 348.751, Florida Statutes, is amended
61	to read:
62	348.751 Short title.—This part shall be known and may be
63	cited as the " <u>Central Florida</u> Orlando-Orange County Expressway
64	Authority Law."
65	Section 2. Section 348.752, Florida Statutes, is amended
66	to read:
67	348.752 Definitions.— <u>As used in this part, the term</u> The
68	following terms, whenever used or referred to in this law, shall
69	have the following meanings, except in those instances where the
70	context-clearly indicates otherwise:
71	(1) The-term "Agency of the state" means and includes the
72	state and any department of, or corporation, agency, or
73	instrumentality heretofore or hereafter created, designated, or
74	established by, the state.
75	(2) The term "Authority" means the <u>Central Florida</u>
76	Expressway Authority body politic and corporate, and agency of
77	the state created by this part.
78	(3) The term "Bonds" means and includes the notes, bonds,
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79	refunding bonds, or other evidences of indebtedness or
80	obligations, in either temporary or definitive form, <u>that</u> which
81	the authority <u>may</u> is authorized to issue pursuant to this part.
82	(4) "Central Florida Expressway Authority" means the body
83	politic and corporate and agency of the state created by this
84	part.
85	(5) "Central Florida Expressway System" means any
86	expressway and appurtenant facilities within the jurisdiction of
87	the authority, including all approaches, roads, bridges, and
88	avenues for the expressway and any rapid transit transportation
89	system, tram, or fixed-guideway system located within the right-
90	of-way of an expressway.
91	(4) The term "city" means the City of Orlando.
92	(5) The term "county" means the County of Orange.
93	(6) The term "Department" means the Department of
94	Transportation existing under chapters 334-339 .
95	(7) The term "Expressway" <u>has the same meaning</u> is the same
96	as limited access expressway.
97	(8) The term "Federal agency" means and includes the
98	United States, the President of the United States, and any
99	department of, or corporation, agency, or instrumentality
100	heretofore or hereafter created, designated, or established by,
101	the United States.
102	(9) The term "Lease-purchase agreement" means the lease-
103	purchase agreements <u>that</u> which the authority <u>may</u> is authorized
104	pursuant to this part to enter into with the Department of
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105 Transportation <u>pursuant to this part</u>.

(10) The term "Limited access expressway" means a street 106 107 or highway specifically especially designed for through traffic τ 108 and over, from, or to which a, no person does not shall have the 109 right of easement, use, or access except in accordance with the 110 rules of and regulations promulgated and established by the 111 authority governing its use for the use of such facility. Such 112 highways or streets may be parkways that do not allow traffic 113 by, from which trucks, buses, and other commercial vehicles 114 shall be excluded, or they may be freeways open to use by all 115 customary forms of street and highway traffic.

(11) The term "members" means the governing body of the authority, and the term "Member" means an individual who serves on the one of the individuals constituting such governing body of the authority.

(12) The term "Orange County gasoline tax funds" means all the revenue derived from the 80-percent surplus gasoline tax funds accruing in each year to the Department of Transportation for use in Orange County under the provisions of s. 9, Art. XII of the State Constitution, after <u>deducting deduction only of</u> any amounts of said gasoline tax funds <u>previously heretofore</u> pledged by the department or the county for outstanding obligations.

127 (13) The term "Orlando-Orange County Expressway-System" 128 means any and all expressways and appurtement facilities 129 thereto, including, but not limited to, all approaches, roads, 130 bridges, and avenues of access for said expressway or

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131	expressways.
132	(13) (14) The term "State Board of Administration" means
133	the body corporate existing under the provisions of s. 4, Art.
134	IV of the State Constitution, or any successor thereto .
135	(14) "Transportation facilities" means and includes the
136	mobile and fixed assets, and the associated real or personal
137	property or rights, used in the transportation of persons or
138	property by any means of conveyance and all appurtenances, such
139	as, but not limited to, highways; limited or controlled access
140	lanes, avenues of access, and facilities; vehicles; fixed
141	guideway facilities, including maintenance facilities; and
142	administrative and other office space for the exercise by the
143	authority of the powers and obligations granted in this part.
144	(15) Words importing singular number include the plural
145	number in each case and vice versa, and words importing persons
146	include firms and corporations.
147	Section 3. Section 348.753, Florida Statutes, is amended
148	to read:
149	348.753 <u>Central Florida</u> Orlando-Orange County Expressway
150	Authority
151	(1) There is hereby created and established a body politic
152	and corporate, an agency of the state, to be known as the
153	Central Florida Orlando-Orange County Expressway Authority $_{\cdot au}$
154	hereinafter referred to as "authority."
155	(2)(a) Effective July 1, 2015, the Central Florida
156	Expressway Authority shall assume the governance and control of
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157	the Orlando-Orange County Expressway Authority System, including
158	its assets, personnel, contracts, obligations, liabilities,
159	facilities, and tangible and intangible property. Any rights in
160	such property and other legal rights of the authority are
161	transferred to the Central Florida Expressway Authority. The
162	Central Florida Expressway Authority shall succeed to and assume
163	the powers, responsibilities, and obligations of the Orlando-
164	Orange County Expressway Authority on July 1, 2015.
165	(b) The transfer pursuant to this subsection is subject to
166	the terms and covenants provided for the protection of the
167	holders of the Orlando-Orange County Expressway Authority bonds
168	in the lease-purchase agreement and the resolutions adopted in
169	connection with the issuance of the bonds. Further, the transfer
170	does not impair the terms of the contract between the Orlando-
171	Orange County Expressway Authority and the bondholders, does not
172	act to the detriment of the bondholders, and does not diminish
173	the security for the bonds. After the transfer, the Central
174	Florida Expressway Authority shall operate and maintain the
175	expressway system and any other facilities of the Orlando-Orange
176	County Expressway Authority in accordance with the terms,
177	conditions, and covenants contained in the bond resolutions and
178	lease-purchase agreement securing the bonds of the authority.
179	The Central Florida Expressway Authority shall collect toll
180	revenues and apply them to the payment of debt service as
181	provided in the bond resolution securing the bonds and shall
182	expressly assume all obligations relating to the bonds to ensure
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183	that the transfer will have no adverse impact on the security
184	for the bonds. The transfer does not make the obligation to pay
185	the principal and interest on the bonds a general liability of
186	the Central Florida Expressway Authority or pledge additional
187	expressway system revenues to payment of the bonds. Revenues
188	that are generated by the expressway system and other facilities
189	of the Central Florida Expressway Authority which were pledged
190	by the Orlando-Orange County Expressway Authority to payment of
191	the bonds will remain subject to the pledge for the benefit of
192	the bondholders. The transfer does not modify or eliminate any
193	prior obligation of the department to pay certain costs of the
194	expressway system from sources other than revenues of the
195	expressway system.
196	(3) (2) The governing body of the authority shall consist
197	of <u>11</u> five members. The chairs of the boards of the county
198	commissions of Seminole, Lake, and Osceola Counties shall each
199	appoint one member, who may be a commission member or chair. The
200	Governor shall appoint six citizen members. Of the Governor's
201	<u>appointments, two</u> Three members <u>must</u> shall be citizens of Orange
202	County, one member each must be a citizen of Seminole, Lake, and
203	Osceola Counties, and one member may be a citizen of any of the
204	identified counties who shall be appointed by the Covernor. The
205	<u>10th</u> fourth member <u>must</u> shall be , ex officio, the <u>Mayor of</u> chair
206	of the County Commissioners of Orange County. The 11th member
207	must be the Mayor of the City of Orlando. The executive director
208	of the Florida Turnpike Enterprise shall serve as a nonvoting
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advisor to the governing body of the authority, and the fifth 209 member shall be, ex officio, the district secretary of the 210 211 Department of Transportation serving in the district that 212 contains Orange County. The term of Each appointed member 213 appointed by the Governor shall serve be for 4 years. Each 214 county-appointed member shall serve for 2 years. Standing board 215 members shall complete their terms. Each appointed member shall hold office until his or her successor has been appointed and 216 217 has qualified. A vacancy occurring during a term must shall be filled only for the balance of the unexpired term. Each 218 219 appointed member of the authority must shall be a person of outstanding reputation for integrity, responsibility, and 220 221 business ability, but, except as provided in this subsection, a no person who is an officer or employee of a municipality or any 222 223 city or of Orange county may not in any other capacity shall be 224 an appointed member of the authority. Any member of the 225 authority is shall be eligible for reappointment.

226 (4)(3)(a) The authority shall elect one of its members as 227 chair of the authority. The authority shall also elect one of its members as vice chair, one of its members as a secretary, 228 229 and one of its members as a treasurer who may or may not be 230 members of the authority. The chair, vice chair, secretary, and treasurer shall hold such offices at the will of the authority. 231 Six Three members of the authority shall constitute a quorum, 232 233 and the vote of six three members is shall be necessary for any 234 action taken by the authority. A No vacancy in the authority Page 9 of 47

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235 <u>does not</u> shall impair the right of a quorum of the authority to 236 exercise all of the rights and perform all of the duties of the 237 authority.

(b) Upon the effective date of his or her appointment, or
as soon thereafter as practicable, each appointed member of the
authority shall enter upon his or her duties.

241 (c) Members of the authority may be removed from office by 242 the Governor for misconduct, malfeasance, misfeasance, or 243 nonfeasance in office.

(d) Members of the authority may receive from the
authority travel and other necessary expenses incurred in
connection with the business of the authority as provided in s.
112.061 but may not draw salaries or other compensation.

248 (5) (4) (a) The authority may employ an executive secretary, 249 an executive director, its own counsel and legal staff, 250 technical experts, and the such engineers, and such employees 251 that, permanent or temporary, as it requires. The authority may 252 require and may determine the qualifications and fix the 253 compensation of such persons, firms, or corporations and may 254 employ a fiscal agent or agents; , provided, however, that the 255 authority shall solicit sealed proposals from at least three persons, firms, or corporations for the performance of any 256 257 services as fiscal agents. The authority may delegate to one or 258 more of its agents or employees the such of its power as it 259 deems shall deem necessary to carry out the purposes of this 260 part, subject always to the supervision and control of the Page 10 of 47

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261 authority. Members of the authority may be removed from their 262 office by the Governor for misconduct, malfeasance, misfeasance, 263 or nonfeasance in office. 264 (b) Members of the authority shall be entitled to receive 265 from the authority their travel and other necessary expenses 266 incurred in connection with the business of the authority as provided in s. 112.061, but they shall draw no salaries or other 267 268 compensation. 269 Section 4. Section 348.754, Florida Statutes, is amended 270 to read: 271 348.754 Purposes and powers.-272 (1)(a) The authority created and established under by the 273 provisions of this part is hereby granted and has shall have the 274 right to acquire, hold, construct, improve, maintain, operate, 275 own, and lease in the capacity of lessor $_{\tau}$ the Central Florida Orlando-Orange County Expressway System, hereinafter referred to 276 277 as "system." Except as otherwise specifically provided by law, 278 including paragraph (2)(n), the area served by the authority 279 shall be within the geographical boundaries of Orange, Seminole, 280 Lake, and Osceola Counties. 281 (b) It is the express intention of this part that said 282 authority, In the construction of the Central Florida said 283 Orlando-Orange County Expressway System, the authority may shall 284 be authorized to construct any extensions, additions, or 285 improvements to the said system or appurtenant facilities, 286 including all necessary approaches, roads, bridges, and avenues

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287 of access, rapid transit, trams, fixed guideways, thoroughfares, 288 and boulevards with any such changes, modifications, or 289 revisions of the said project which are as shall be deemed 290 desirable and proper. 291 (c) Notwithstanding any other provision of this section, 292 to ensure the continued financial feasibility of the portion of 293 the Wekiva Parkway to be constructed by the department, the 294 authority may not, without the prior consent of the secretary of 295 the department, construct any extensions, additions, or 296 improvements to the expressway system in Lake County. 297 The authority is hereby granted, and shall have and (2)298 may exercise all powers necessary, appurtenant, convenient, or 299 incidental to the implementation carrying out of the stated 300 aforesaid purposes, including, but not without being limited to, 301 the following rights and powers: 302 To sue and be sued, implead and be impleaded, (a) 303 complain, and defend in all courts. 304 To adopt, use, and alter at will a corporate seal. (b)

305 To acquire by donation or otherwise, purchase, hold, (C)lease as lessee, and use any franchise or any $_{ au}$ property, real, 306 personal, or mixed, or tangible or intangible, or any options 307 308 thereof in its own name or in conjunction with others, or 309 interest in those options therein, necessary or desirable to carry for carrying out the purposes of the authority, and to 310 sell, lease as lessor, transfer, and dispose of any property or 311 interest in the property therein at any time acquired by it. 312 Page 12 of 47

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313 To enter into and make leases for terms not exceeding (d) 314 99 years, as either lessee or lessor, in order to carry out the right to lease as specified set forth in this part. 315 316 To enter into and make lease-purchase agreements with (e) 317 the department for terms not exceeding 99 40 years, or until any 318 bonds secured by a pledge of rentals pursuant to the agreement thereunder, and any refundings pursuant to the agreement 319 320 thereof, are fully paid as to both principal and interest, 321 whichever is longer. The authority is a party to a lease-322 purchase agreement between the department and the Orlando-Orange 323 County Expressway Authority dated December 23, 1985, as 324 supplemented by a first supplement to the lease-purchase 325 agreement dated November 25, 1986, and a second supplement to 326 the lease-purchase agreement dated October 27, 1988. The 327 authority may not enter into other lease-purchase agreements 328 with the department and may not amend the existing agreement in 329 a manner that expands or increases the department's obligations 330 unless the department determines that the agreement or amendment 331 is necessary to permit the refunding of bonds issued before July 332 1, 2013. (f) 333 To fix, alter, charge, establish, and collect rates, 334 fees, rentals, and other charges for the services and facilities 335 of the Central Florida Orlando-Orange County Expressway System, 336 which must rates, fees, rentals and other charges shall always be sufficient to comply with any covenants made with the holders 337 338 of any bonds issued pursuant to this part; provided, however,

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339	that such right and power may be assigned or delegated $_{m au}$ by the
340	authority $_{m{ au}}$ to the department. Toll revenues attributable to an
341	increase in the toll rates charged on or after July 1, 2015, for
342	the use of a facility or portion of a facility may not be used
343	to construct or expand a different facility unless a two-thirds
344	majority of the members of the authority votes to approve such
345	use. This requirement does not apply if and to the extent that:
346	1. Application of the requirement would violate any
347	covenant established in a resolution or trust indenture under
348	which bonds were issued by the Orlando-Orange County Expressway
349	Authority on or before July 1, 2015; or
350	2. Application of the requirement would cause the
351	authority to be unable to meet its obligations under the terms
352	of the memorandum of understanding between the authority and the
353	department as ratified by the Orlando-Orange County Expressway
354	Authority board on February 22, 2012.
355	
356	Notwithstanding s. 338.165 and except as otherwise prohibited by
357	this part, to the extent revenues of the expressway system
358	exceed amounts required to comply with any covenants made with
359	the holders of bonds issued pursuant to this part, revenues may
360	be used for purposes enumerated in subsection (6), provided the
361	expenditures are consistent with the metropolitan planning
362	organization's adopted long-range plan.
363	(g) To borrow money; to $_{m{ au}}$ make and issue negotiable notes,
364	bonds, refunding bonds, and other evidences of indebtedness or
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365 obligations, either in temporary or definitive form, hereinafter 366 in this chapter sometimes called "bonds" of the authority, for the purpose of financing all or part of the improvement or 367 368 extension of the Central Florida Orlando-Orange County 369 Expressway System, and appurtenant facilities, including all 370 approaches, streets, roads, bridges, and avenues of access for 371 the Central Florida said Orlando-Orange County Expressway System 372 and for any other purpose authorized by this part; -- said bonds 373 to mature in not exceeding 40 years from the date of the 374 issuance thereof, and to secure the payment of such bonds or any 375 part thereof by a pledge of any or all of its revenues, rates, 376 fees, rentals, or other charges, including all or any portion of 377 the Orange County gasoline tax funds received by the authority 378 pursuant to the terms of any lease-purchase agreement between 379 the authority and the department; and in general to provide for 380 the security of the said bonds and the rights and remedies of 381 the holders thereof. Provided, However, that no portion of the 382 Orange County gasoline tax funds may shall be pledged for the 383 construction of any project for which a toll is to be charged unless the anticipated toll is tolls are reasonably estimated by 384 385 the board of county commissioners, at the date of its resolution 386 pledging the said funds, to be sufficient to cover the principal 387 and interest of such obligations during the period when the said 388 pledge of funds is shall be in effect. The bonds issued under 389 this paragraph must mature not more than 40 years after their 390 issue dates.

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391 1. The authority shall reimburse Orange County for any 392 sums expended from <u>the</u> said gasoline tax funds used for the 393 payment of such obligations. Any gasoline tax funds so disbursed 394 <u>must</u> shall be repaid when the authority deems it practicable, 395 together with interest at the highest rate applicable to any 396 obligations of the authority.

397 If, pursuant to this section, In the event the 2. authority funds shall determine to fund or refunds refund any 398 399 bonds previously theretofore issued by the said authority τ or 400 the by said commission before the bonds mature as aforesaid prior to the maturity thereof, the proceeds of such funding or 401 402 refunding must bonds shall, pending the prior redemption of 403 these the bonds to be funded or refunded, be invested in direct 404 obligations of the United States, and it is the express 405 intention of this part that such outstanding bonds may be funded 406 or refunded by the issuance of bonds pursuant to this part.

(h) To make contracts of every name and nature, including,
but not limited to, partnerships providing for participation in
ownership and revenues, and to execute all instruments necessary
or convenient for conducting the carrying on of its business.

(i) <u>Notwithstanding paragraphs (a)-(h)</u> Without limitation of the foregoing, to borrow money and accept grants from, and to enter into contracts, leases, or other transactions with, any federal agency, the state, any agency of the state, <u>Orange the</u> County of Orange, the City of Orlando, or with any other public body of the state.

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(j) To have The power of eminent domain, including the procedural powers granted under both chapters 73 and 74.

(k) To pledge, hypothecate, or otherwise encumber all or any part of the revenues, rates, fees, rentals, or other charges or receipts of the authority, including all or any portion of the Orange County gasoline tax funds received by the authority pursuant to the terms of any lease-purchase agreement between the authority and the department, as security for all or any of the obligations of the authority.

6 (1) To enter into partnership and other agreements
7 respecting ownership and revenue participation in order to
8 facilitate financing and constructing the Western Beltway₇ or
9 portions thereof.

(m) To do <u>everything</u> all<u>acts and things</u> necessary or convenient for the conduct of its business and the general welfare of the authority τ in order to <u>comply with</u> carry out the powers granted to it by this part or any other law.

With the consent of the county within whose (n) 435 jurisdiction the following activities occur, the authority shall 436 have the right to construct, operate, and maintain roads, 437 bridges, avenues of access, transportation facilities, 438 thoroughfares, and boulevards outside the jurisdictional 439 boundaries of Orange, Seminole, Lake, and Osceola Counties 440 County, and together with the right to construct, repair, 441 replace, operate, install, and maintain electronic toll payment 442 systems thereon, with all necessary and incidental powers to Page 17 of 47

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443 accomplish the foregoing.

444 (3) The authority may not shall have no power at any time 445 or in any manner to pledge the credit or taxing power of the 446 state or any political subdivision or agency thereof, including 447 any city or any county the City of Orlando and the County of 448 Orange, nor may shall any of the authority's obligations be 449 deemed to be obligations of the state or of any political . 450 subdivision or agency thereof, nor may shall the state or any political subdivision or agency thereof, except the authority, 451 be liable for the payment of the principal of or interest on 452 453 such obligations.

454 (4) Anything in this part to the contrary notwithstanding,
455 acquisition of right-of-way for a project of the authority which
456 is within the boundaries of any municipality in Orange County
457 shall not be begun unless and until the route of said project
458 within said municipality has been given prior approval by the
459 governing body of said municipality.

460 (4) (5) The authority has shall have no power, other than
461 by consent of an affected Orange county or any affected city, to
462 enter into any agreement that which would legally prohibit the
463 construction of a any road by the respective county or city
464 Orange County or by any city within Orange County.

465 (5) The authority shall encourage the inclusion of local 466 businesses, small businesses, and minority-owned and women-owned 467 businesses in its procurement and contracting opportunities. 468 (6) (a) The authority may, within the right-of-way of the Page 18 of 47

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469	expressway system, finance or refinance the planning, design,
470	acquisition, construction, extension, rehabilitation, equipping,
471	preservation, maintenance, or improvement of an intermodal
472	facility or facilities, a multimodal corridor or corridors, or
473	any programs or projects that will improve the levels of service
474	on the expressway system Notwithstanding s. 255.05, the Orlando-
475	Orange-County Expressway Authority may waive payment and
476	performance bonds on construction contracts for the construction
477	of a public building, for the prosecution and completion of a
478	public work, or for repairs on a public building or public work
479	that has a cost of \$500,000 or less and when the project is
480	awarded pursuant to an economic development program for the
481	encouragement of local small businesses that has been adopted by
482	the governing body of the Orlando-Orange County Expressway
483	Authority pursuant to a resolution or policy.
484	(b) The authority's adopted criteria for participation in
485	the economic development program for local small businesses
486	requires that a participant:
487	1. Be an independent business.
488	2. Be principally domiciled in the Orange County Standard
489	Metropolitan Statistical Area.
490	3. Employ 25 or fewer full-time employees.
491	4. Have gross annual sales averaging \$3 million or less
492	over the immediately preceding 3 calendar years with regard to
493	any construction element of the program.
494	5. Be accepted as a participant in the Orlando-Orange
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495	County Expressway Authority's microcontracts program or such
496	other small business program as may be hereinafter enacted by
497	the Orlando-Orange County-Expressway Authority.
498	6. Participate in an educational curriculum or technical
499	assistance program for business development that will assist the
500	small business in becoming eligible for bonding.
501	(c) The authority's adopted procedures for waiving payment
502	and performance bonds on projects with values not less than
503	\$200,000 and not exceeding \$500,000 shall provide that payment
504	and performance bonds may only be waived on projects that have
505	been set aside to be competitively bid on by participants in an
506	economic development program for local small businesses. The
507	authority's executive director or his or her designee shall
508	determine whether specific construction projects are suitable
509	for:
510	1. Bidding under the authority's microcontracts program by
511	registered local small businesses; and
512	2. Waiver of the payment and performance bond.
513	
514	The decision of the authority's executive director or deputy
515	executive director to waive the payment and performance bond
516	shall be based upon his or her investigation and conclusion that
517	there-exists sufficient competition so that the authority
518	receives a fair price and does not undertake any unusual risk
519	with respect to such project.
520	(d) For any contract for which a payment and performance
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521 bond has been waived pursuant to the authority set forth in this 522 section, the Orlando-Orange County Expressway Authority shall 523 pay all persons defined in s. 713.01 who furnish labor, 524 services, or materials for the prosecution of the work provided 525 for in the contract to the same extent and upon the same 526 conditions that a surety on the payment bond under s. 255.05 527 would have been obligated to pay such persons if the payment and 528 performance bond had not been waived. The authority shall record 529 notice of this obligation in the manner and location that surety bonds are recorded. The notice shall include the information 530 531 describing the contract-that s. 255.05(1) requires be stated on 532 the front page of the bond. Notwithstanding that s. 255.05(9) 533 generally applies when a performance and payment bond is 534 required, s. 255.05(9) shall apply under this subsection to any 535 contract on which performance or payment bonds are waived and 536 any claim to payment under this subsection shall be treated as a 537 contract claim pursuant to s. 255.05(9). 538 A small business that has been the successful bidder 539 on six projects for which the payment and performance bond was 540 waived by the authority pursuant to paragraph (a) shall be incligible to bid on additional projects for which the payment 541 542 and performance bond is to be waived. The local small business 543 may continue to participate in other elements of the economic 544 development program for local small businesses as long as it is 545 eligible. (f) The authority shall conduct bond eligibility training 546 Page 21 of 47

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547 for businesses qualifying for bond waiver under this subsection 548 to encourage and promote bond eligibility for such businesses. 549 (g) The authority shall prepare a biennial report on the 550 activities undertaken pursuant to this subsection to be 551 submitted to the Orange County legislative delegation. The 552 initial report shall be due December 31, 2010. 553 Section 5. Section 348.7543, Florida Statutes, is amended 554 to read: 555 348.7543 Improvements, bond financing authority for.-556 Pursuant to s. 11(f), Art. VII of the State Constitution, the 557 Legislature hereby approves for bond financing by the Central 558 Florida Orlando-Orange County Expressway Authority improvements 559 to toll collection facilities, interchanges to the legislatively 560 approved expressway system, and any other facility appurtenant, 561 necessary, or incidental to the approved system. Subject to 562 terms and conditions of applicable revenue bond resolutions and 563 covenants, such costs may be financed in whole or in part by 564 revenue bonds issued pursuant to s. 348.755(1)(a) or (b), 565 whether currently issued or issued in the future, or by a combination of such bonds. 566 567 Section 6. Section 348.7544, Florida Statutes, is amended to read: 568

569 348.7544 Northwest Beltway Part A, construction 570 authorized; financing.-Notwithstanding s. 338.2275, the <u>Central</u> 571 <u>Florida</u> Orlando-Orange County Expressway Authority <u>may</u> is hereby 572 authorized to construct, finance, operate, own, and maintain Page 22 of 47

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573 that portion of the Western Beltway known as the Northwest 574 Beltway Part A, extending from Florida's Turnpike near Ocoee north to U.S. 441 near Apopka, as part of the authority's 20-575 576 year capital projects plan. This project may be financed with 577 any funds available to the authority for such purpose or revenue 578 bonds issued by the Division of Bond Finance of the State Board 579 of Administration on behalf of the authority pursuant to s. 11, 580 Art. VII of the State Constitution and the State Bond Act, ss. 581 215.57-215.83.

582 Section 7. Section 348.7545, Florida Statutes, is amended 583 to read:

584 348.7545 Western Beltway Part C, construction authorized; 585 financing.-Notwithstanding s. 338.2275, the Central Florida 586 Orlando Orange County Expressway Authority may is authorized to 587 exercise its condemnation powers over, construct, finance, 588 operate, own, and maintain that portion of the Western Beltway 589 known as the Western Beltway Part C, extending from Florida's 590 Turnpike near Ocoee in Orange County southerly through Orange 591 and Osceola Counties to an interchange with I-4 near the 592 Osceola-Polk County line, as part of the authority's 20-year 593 capital projects plan. This project may be financed with any 594 funds available to the authority for such purpose or revenue bonds issued by the Division of Bond Finance of the State Board 595 596 of Administration on behalf of the authority pursuant to s. 11, 597 Art. VII of the State Constitution and the State Bond Act, ss. 598 215.57-215.83. This project may be refinanced with bonds issued

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599 by the authority pursuant to s. 348.755(1)(d).

600 Section 8. Section 348.7546, Florida Statutes, is amended 601 to read:

602 348.7546 Wekiva Parkway, construction authorized;603 financing.-

604 (1)The Central Florida Orlando-Orange County Expressway 605 Authority may is authorized to exercise its condemnation powers 606 and to construct, finance, operate, own, and maintain those 607 portions of the Wekiva Parkway which are identified by agreement 608 between the authority and the department and which are included 609 as part of the authority's long-range capital improvement plan. 610 The "Wekiva Parkway" means any limited access highway or 611 expressway constructed between State Road 429 and Interstate 4 612 specifically incorporating the corridor alignment recommended by Recommendation 2 of the Wekiva River Basin Area Task Force final 613 report dated January 15, 2003, and the recommendations of the SR 614 615 429 Working Group which were adopted January 16, 2004. This 616 project may be financed with any funds available to the 617 authority for such purpose or revenue bonds issued by the 618 authority under s. 11, Art. VII of the State Constitution and s. 348.755(1)(b). This section does not invalidate the exercise by 619 the authority of its condemnation powers or the acquisition of 620 621 any property for the Wekiva Parkway before July 1, 2012.

(2) Notwithstanding any other provision of law to the
 contrary, in order to ensure that funds are available to the
 department for its portion of the Wekiva Parkway, beginning July
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1, 2012, the authority shall repay the expenditures by the 625 626 department for costs of operation and maintenance of the Central 627 Florida Orlando-Orange County Expressway System in accordance 628 with the terms of the memorandum of understanding between the 629 authority and the department as ratified by the authority board 630 on February 22, 2012, which requires the authority to pay the 631 department \$10 million on July 1, 2012, and \$20 million on each 632 successive July 1 until the department has been fully reimbursed for all costs of the Central Florida Orlando-Orange County 633 634 Expressway System which were paid, advanced, or reimbursed to 635 the authority by the department, with a final payment in the 636 amount of the balance remaining. Notwithstanding any other law 637 to the contrary, the funds paid to the department pursuant to 638 this subsection must shall be allocated by the department for 639 construction of the Wekiva Parkway.

(3) The department's obligation to construct its portions
of the Wekiva Parkway is contingent upon the timely payment by
the authority of the annual payments required of the authority
and receipt of all required environmental permits and approvals
by the Federal Government.

645 Section 9. Section 348.7547, Florida Statutes, is amended 646 to read:

348.7547 Maitland Boulevard Extension and Northwest
Beltway Part A Realignment construction authorized; financing.Notwithstanding s. 338.2275, the <u>Central Florida</u> Orlando-Orange
County Expressway Authority <u>may</u> is hereby authorized to exercise
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its condemnation powers over, construct, finance, operate, own, 651 652 and maintain the portion of State Road 414 known as the Maitland 653 Boulevard Extension and the realigned portion of the Northwest 654 Beltway Part A as part of the authority's long-range capital 655 improvement plan. The Maitland Boulevard Extension extends will 656 extend from the current terminus of State Road 414 at U.S. 441 657 west to State Road 429 in west Orange County. The realigned 658 portion of the Northwest Beltway Part A runs will run from the 659 point at or near where the Maitland Boulevard Extension connects 660 will connect with State Road 429 and proceeds will proceed to 661 the west and then north resulting in the northern terminus of 662 State Road 429 moving farther west before reconnecting with U.S. 441. However, under no circumstances may shall the realignment 663 of the Northwest Beltway Part A conflict with or contradict with 664 665 the alignment of the Wekiva Parkway as defined in s. 348.7546. 666 This project may be financed with any funds available to the 667 authority for such purpose or revenue bonds issued by the authority under s. 11, Art. VII of the State Constitution and s. 668 669 348.755(1)(b).

670 Section 10. Subsections (2) and (3) of section 348.755, 671 Florida Statutes, are amended to read:

672

348.755 Bonds of the authority.-

(2) Any such resolution that authorizes or resolutions
authorizing any bonds issued under this section hereunder may
contain provisions that must which shall be part of the contract
with the holders of such bonds, relating as to:
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677 (a) The pledging of all or any part of the revenues, 678 rates, fees, rentals, (including all or any portion of the 679 Orange County gasoline tax funds received by the authority 680 pursuant to the terms of any lease-purchase agreement between the authority and the department, or any part thereof+, or other 681 charges or receipts of the authority, derived by the authority, 682 from the Central Florida Orlando-Orange County Expressway 683 684 System. 685 (b) The completion, improvement, operation, extension, 686 maintenance, repair, and lease or lease-purchase agreement of 687 the said system, and the duties of the authority and others, 688 including the department, with reference thereto. Limitations on the purposes to which the proceeds of 689 (C) 690 the bonds, then or thereafter to be issued, or of any loan or 691 grant by the United States or the state may be applied. 692 The fixing, charging, establishing, and collecting of (d) 693 rates, fees, rentals, or other charges for use of the services 694 and facilities of the Central Florida Orlando-Orange County 695 Expressway System or any part thereof. 696 The setting aside of reserves or sinking funds or (e) 697 repair and replacement funds and the regulation and disposition 698 thereof. 699 (f) Limitations on the issuance of additional bonds. 700 The terms and provisions of any lease-purchase (q) 701 agreement, deed of trust, or indenture securing the bonds, or

102 under which the same may be issued.

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703 Any other or additional agreements with the holders of (h) 704 the bonds which the authority may deem desirable and proper. 705 The authority may employ fiscal agents as provided by (3)706 this part or the State Board of Administration of Florida may, 707 upon request of the authority, act as fiscal agent for the 708 authority in the issuance of any bonds that which may be issued 709 pursuant to this part, and the State Board of Administration 710 may, upon request of the authority, take over the management, control, administration, custody, and payment of any or all debt 711 712 services or funds or assets now or hereafter available for any 713 bonds issued pursuant to this part. The authority may enter into 714 any deeds of trust, indentures or other agreements with its 715 fiscal agent, or with any bank or trust company within or 716 without the state, as security for such bonds, and may, under 717 such agreements, sign and pledge all or any of the revenues, 718 rates, fees, rentals or other charges or receipts of the 719 authority, including all or any portion of the Orange County gasoline tax funds received by the authority pursuant to the 720 721 terms of any lease-purchase agreement between the authority and 722 the department, thereunder. Such deed of trust, indenture, or 723 other agreement may contain such provisions as are customary in 724 such instruments τ or τ as the authority may authorize, including, 725 but without limitation, provisions as to:

(a) The completion, improvement, operation, extension,
maintenance, repair, and lease of, or lease-purchase agreement
relating to, the <u>Central Florida</u> Orlando-Orange County

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729 Expressway System, and the duties of the authority and others,
730 including the department, with reference thereto.

(b) The application of funds and the safeguarding of fundson hand or on deposit.

(c) The rights and remedies of the trustee and the holdersof the bonds.

(d) The terms and provisions of the bonds or the
resolutions authorizing the issuance of <u>the bonds</u> same.

737 Section 11. Subsections (3) and (4) of section 348.756,738 Florida Statutes, are amended to read:

348.756 Remedies of the bondholders.-

740 When a Any trustee is when appointed pursuant to (3) 741 subsection (1) as aforesaid, or is acting under a deed of trust, 742 indenture, or other agreement, regardless of and whether or not 743 all bonds have been declared due and payable, the trustee is 744 shall be entitled as of right to the appointment of a receiver. 745 The receiver, who may enter upon and take possession of the 746 Central Florida Orlando-Orange County Expressway System or the 747 facilities or any part of the system or facilities and or parts thereof, the rates, fees, rentals, or other revenues, charges, 748 749 or receipts that from which are, or may be, applicable to the 750 payment of the bonds so in default_{au} and, subject to and in 751 compliance with the provisions of any lease-purchase agreement 752 between the authority and the department, may operate and 753 maintain the same τ for and on behalf of and in the name of τ the 754 authority, the department, and the bondholders, and may collect Page 29 of 47

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755 and receive all rates, fees, rentals, and other charges or 756 receipts or revenues arising therefrom in the same manner as the 757 authority or the department might do_{au} and shall deposit all such 758 moneys in a separate account and apply the same in such manner 759 as the court directs shall direct. In any suit, action, or 760 proceeding by the trustee, the fees, counsel fees, and expenses 761 of the trustee, and the said receiver, if any, and all costs and 762 disbursements allowed by the court must shall be a first charge 763 on any rates, fees, rentals, or other charges, revenues, or 764 receipts, derived from the Central Florida Orlando-Orange County 765 Expressway System, or the facilities or services or any part of 766 the system or facilities or parts thereof, including payments under any such lease-purchase agreement, as aforesaid which said 767 768 rates, fees, rentals, or other charges, revenues, or receipts 769 shall or may be applicable to the payment of the bonds that are 770 so in default. The Such trustee has shall, in addition to the 771 foregoing, have and possess all of the powers necessary or 772 appropriate for the exercise of any functions specifically set 773 forth in this section herein or incident to the representation 774 of the bondholders in the enforcement and protection of their 775 rights.

(4) Nothing in This section or any other section of this
part does not shall authorize any receiver appointed pursuant
hereto for the purpose, subject to and in compliance with the
provisions of any lease-purchase agreement between the authority
and the department, of operating and maintaining the <u>Central</u>
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781 Florida Orlando-Orange County Expressway System or any 782 facilities or part of the system or facilities or parts thereof, 783 to sell, assign, mortgage, or otherwise dispose of any of the 784 assets of whatever kind and character belonging to the 785 authority. It is the intention of this part to limit The powers 786 of the such receiver, subject to and in compliance with the 787 provisions of any lease-purchase agreement between the authority 788 and the department, are limited to the operation and maintenance 789 of the Central Florida Orlando-Orange County Expressway System, 790 or any facility σ or part of the system or facility σ - parts 791 thereof, as the court may direct, in the name and for and on 792 behalf of the authority, the department, and the bondholders. A 793 receiver may not, and, in any suit, action, or proceeding at law 794 or in equity, a bondholder or trustee may not compel nor may a 795 court no holder of bonds on the authority nor any trustee, shall 796 ever have the right in any suit, action or proceeding at law or 797 in equity, to compel a receiver, nor shall any receiver be 798 authorized or any court be empowered to direct the receiver to 799 sell, assign, mortgage, or otherwise dispose of any assets of 800 whatever kind or character belonging to the authority. 801 Section 12. Subsections (1) through (7) of section 802 348.757, Florida Statutes, are amended to read: 803 348.757 Lease-purchase agreement.-804 In order to effectuate the purposes of this part and (1)805 as authorized by this part, The authority may enter into a 806 lease-purchase agreement with the department relating to and Page 31 of 47

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807 covering the former Orlando-Orange County Expressway System.

808 The Such lease-purchase agreement must shall provide (2)809 for the leasing of the former Orlando-Orange County Expressway 810 System₇ by the authority₇ as lessor₇ to the department₇ as 811 lessee, must shall prescribe the term of such lease and the 812 rentals to be paid, thereunder and must shall provide that upon 813 the completion of the faithful performance thereunder and the 814 termination of the such lease-purchase agreement, title in fee 815 simple absolute to the former Orlando-Orange County Expressway 816 System as then constituted shall be transferred in accordance 817 with law by the authority τ to the state and the authority shall 818 deliver to the department such deeds and conveyances as shall be 819 necessary or convenient to vest title in fee simple absolute in 820 the state.

821 (3)The Such lease-purchase agreement may include such 822 other provisions, agreements, and covenants that as the 823 authority and the department deem advisable or required, 824 including, but not limited to, provisions as to the bonds to be 825 issued under, and for the purposes of, this part, the 826 completion, extension, improvement, operation, and maintenance of the former Orlando-Orange County Expressway System and the 827 expenses and the cost of operation of the said authority, the 828 829 charging and collection of tolls, rates, fees, and other charges 830 for the use of the services and facilities of the system thereof, the application of federal or state grants or aid that 831 which may be made or given to assist the authority in the 832 Page 32 of 47

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completion, extension, improvement, operation, and maintenance of the <u>former Orlando-Orange County</u> Orlando Expressway System, which the authority is <u>hereby</u> authorized to accept and apply to such purposes, the enforcement of payment and collection of rentals, and any other terms, provisions, or covenants necessary, incidental, or appurtenant to the making of and full performance under <u>the such</u> lease-purchase agreement.

840 (4) The department as lessee under the such lease-purchase 841 agreement may, is hereby authorized to pay as rentals under the 842 agreement thereunder any rates, fees, charges, funds, moneys, 843 receipts, or income accruing to the department from the 844 operation of the former Orlando-Orange County Expressway System 845 and the Orange County gasoline tax funds and may also pay as 846 rentals any appropriations received by the department pursuant 847 to any act of the Legislature of the state heretofore or 848 hereafter enacted; provided, however, this part or the that 849 nothing herein nor in such lease-purchase agreement is not 850 intended to and does not nor shall this part or such lease-851 purchase agreement require the making or continuance of such 852 appropriations, and nor shall any holder of bonds issued 853 pursuant to this part does not ever have any right to compel the 854 making or continuance of such appropriations.

(5) <u>A No pledge of the said</u> Orange County gasoline tax
funds as rentals under <u>a such</u> lease-purchase agreement <u>may not</u>
shall be made without the consent of <u>Orange</u> the County of Orange
evidenced by a resolution duly adopted by the board of county
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859 commissioners of Orange said County at a public hearing held 860 pursuant to due notice thereof published at least once a week 861 for 3 consecutive weeks before the hearing in a newspaper of 862 general circulation in Orange County. The Said resolution, among 863 other things, must shall provide that any excess of the said 864 pledged gasoline tax funds which is not required for debt 865 service or reserves for the such debt service for any bonds issued by the said authority shall be returned annually to the 866 department for distribution to Orange County as provided by law. 867 868 Before making any application for a such pledge of gasoline tax funds, the authority shall present the plan of its proposed 869 870 project to the Orange County planning and zoning commission for its comments and recommendations. 871

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872 (6)The Said department may shall have power to covenant 873 in any lease-purchase agreement that it will pay all or any part 874 of the cost of the operation, maintenance, repair, renewal, and replacement of the said system, and any part of the cost of 875 876 completing the said system to the extent that the proceeds of 877 bonds issued therefor are insufficient, from sources other than the revenues derived from the operation of the said system and 878 the said Orange County gasoline tax funds. The said department 879 880 may also agree to make such other payments from any moneys available to the said commission, the said county, or the said 881 city in connection with the construction or completion of the 882 said system as shall be deemed by the said department to be fair 883 884 and proper under any such covenants heretofore or hereafter Page 34 of 47

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885 entered into.

886 The said system must shall be a part of the state road (7)887 system, and the said department may is hereby authorized, upon 888 the request of the authority, to expend out of any funds 889 available for such the purpose the such moneys, and to use such 890 of its engineering and other forces, as may be necessary and 891 desirable in the judgment of said department, for the operation 892 of the said authority and for traffic surveys, borings, surveys, 893 preparation of plans and specifications, estimates of cost, and 894 other preliminary engineering and other studies; provided, 895 however, that the aggregate amount of moneys expended for such 896 said purposes by the said department may shall not exceed the 897 sum of \$375,000.

898 Section 13. Section 348.758, Florida Statutes, is amended 899 to read:

900 348.758 Appointment of department as may be appointed 901 agent of authority for construction.-The department may be 902 appointed by the said authority as its agent for the purpose of 903 constructing improvements and extensions to the Central Florida 904 Orlando-Orange-County Expressway System and for its the 905 completion thereof. In such event, the authority shall provide 906 the department with complete copies of all documents, 907 agreements, resolutions, contracts, and instruments relating 908 thereto; and shall request the department to do such 909 construction work, including the planning, surveying, and actual construction of the completion, extensions, and improvements to 910 Page 35 of 47

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911 the Central Florida Orlando-Orange-County Expressway System; and 912 shall transfer to the credit of an account of the department in 913 the State Treasury of the state the necessary funds. therefor 914 and The department may then shall thereupon be authorized, 915 empowered and directed to proceed with such construction and to 916 use the said funds for such purpose in the same manner that it 917 is now authorized to use the funds otherwise provided by law for the its use in construction of roads and bridges. 918

919 Section 14. Section 348.759, Florida Statutes, is amended 920 to read:

921

348.759 Acquisition of lands and property.-

922 For the purposes of this part, the Central Florida (1)923 Orlando-Orange County Expressway Authority may acquire private 924 or public property and property rights, including rights of 925 access, air, view, and light, by gift, devise, purchase, or 926 condemnation by eminent domain proceedings, as the authority 927 deems may deem necessary for any of the purposes of this part, 928 including, but not limited to, any lands reasonably necessary 929 for securing applicable permits, areas necessary for management 930 of access, borrow pits, drainage ditches, water retention areas, 931 rest areas, replacement access for landowners whose access is 932 impaired due to the construction of a facility, and replacement 933 rights-of-way for relocated rail and utility facilities; for 934 existing, proposed, or anticipated transportation facilities on 935 the Central Florida Orlando-Orange County Expressway System or 936 in a transportation corridor designated by the authority; or for Page 36 of 47

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937 the purposes of screening, relocation, removal, or disposal of 938 junkyards and scrap metal processing facilities. The authority 939 <u>may shall also have the power to</u> condemn any material and 940 property necessary for such purposes.

941 (2) The right of eminent domain herein conferred shall be
942 exercised by the authority shall exercise the right of eminent
943 domain in the manner provided by law.

944 (3)When the authority acquires property for a 945 transportation facility or in a transportation corridor, it is 946 not subject to any liability imposed by chapter 376 or chapter 947 403 for preexisting soil or groundwater contamination due solely 948 to its ownership. This section does not affect the rights or 949 liabilities of any past or future owners of the acquired 950 property and nor does not it affect the liability of any 951 governmental entity for the results of its actions which create 952 or exacerbate a pollution source. The authority and the 953 Department of Environmental Protection may enter into 954 interagency agreements for the performance, funding, and 955 reimbursement of the investigative and remedial acts necessary 956 for property acquired by the authority.

957 Section 15. Section 348.760, Florida Statutes, is amended 958 to read:

959 348.760 Cooperation with other units, boards, agencies, 960 and individuals.—<u>A</u> Express authority and power is hereby given 961 and granted any county, municipality, drainage district, road 962 and bridge district, school district or any other political Page 37 of 47

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subdivision, board, commission, or individual in, or of, the 963 964 state may to make and enter into with the authority, contracts, 965 leases, conveyances, partnerships, or other agreements pursuant 966 to within the provisions and purposes of this part. The 967 authority may is hereby expressly authorized to make and enter 968 into contracts, leases, conveyances, partnerships, and other 969 agreements with any political subdivision, agency, or 970 instrumentality of the state and any and all federal agency, 971 corporation, or individual agencies, corporations, and 972 individuals, for the purpose of carrying out the provisions of 973 this part or with the consent of the Seminole County Expressway 974 Authority, for the purpose of carrying out and implementing part 975 VIII of this-chapter.

976 Section 16. Section 348.761, Florida Statutes, is amended 977 to read:

978 348.761 Covenant of the state.-The state pledges does 979 hereby pledge to, and agrees, with any person, firm, or 980 corporation_{τ} or federal or state agency subscribing to_{τ} or 981 acquiring the bonds to be issued by the authority for the 982 purposes of this part that the state will not limit or alter the rights that are hereby vested in the authority and the 983 department until all issued bonds and interest at any time 984 985 issued, together with the interest thereon, are fully paid and 986 discharged insofar as the pledge same affects the rights of the 987 holders of bonds issued pursuant to this part hereunder. The state does further pledge to τ and agree τ with the United States 988 Page 38 of 47

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989 that in the event any federal agency constructs or contributes 990 shall construct or contribute any funds for the completion, extension, or improvement of the Central Florida Orlando-Orange 991 992 County Expressway System, or any part or portion of the system 993 thereof, the state will not alter or limit the rights and powers 994 of the authority and the department in any manner that which 995 would be inconsistent with the continued maintenance and 996 operation of the Central Florida Orlando-Orange County 997 Expressway System or the completion, extension, or improvement 998 of the system thereof, or that which would be inconsistent with 999 the due performance of any agreements between the authority and 1000 any such federal agency, and the authority and the department 1001 shall continue to have and may exercise all powers herein 1002 granted in this part, so long as the powers are same shall be 1003 necessary or desirable for the carrying out of the purposes of 1004 this part and the purposes of the United States in the 1005 completion, extension, or improvement of the Central Florida 1006 Orlando-Orange County Expressway System_{τ} or any part of the 1007 system or portion thereof.

1008 Section 17. Section 348.765, Florida Statutes, is amended 1009 to read:

348.765 This part complete and additional authority.-

1011 (1) The powers conferred by this part <u>are shall be</u> in 1012 addition and supplemental to the existing powers of <u>the</u> said 1013 board and the department, and this part <u>may shall</u> not be 1014 construed as repealing any of the provisions, of any other law, Page 39 of 47

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general, special, or local, but to supersede such other laws in 1015 1016 the exercise of the powers provided in this part_{τ} and to provide a complete method for the exercise of the powers granted in this 1017 1018 part. The extension and improvement of the Central Florida said 1019 Orlando-Orange County Expressway System, and the issuance of 1020 bonds pursuant to this part hereunder to finance all or part of the cost of the system thereof, may be accomplished upon 1021 1022 compliance with the provisions of this part without regard to or necessity for compliance with the provisions, limitations, or 1023 1024 restrictions contained in any other general, special, or local 1025 law, including, but not limited to, s. 215.821, and no approval 1026 of any bonds issued under this part by the qualified electors or 1027 qualified electors who are freeholders in the state or in Orange 1028 said County of Orange, the or in said City of Orlando, or in any other political subdivision of the state is, shall be required 1029 1030 for the issuance of such bonds pursuant to this part.

This part does shall not be deemed to repeal, rescind, 1031 (2)1032 or modify any other law or laws relating to the said State Board of Administration, the said Department of Transportation, or the 1033 1034 Division of Bond Finance of the State Board of Administration $_{T}$ 1035 but supersedes any shall be deemed to and shall supersede such 1036 other law that is or laws as are inconsistent with the 1037 provisions of this part, including, but not limited to, s. 215.821. 1038

Section 18. Subsections (6) and (7) of section 369.317,
Florida Statutes, are amended to read:
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1041 369.317 Wekiva Parkway.-1042 (6)The Central Florida Orlando-Orange County Expressway Authority may is hereby granted the authority to act as a third-1043 party acquisition agent, pursuant to s. 259.041 on behalf of the 1044 Board of Trustees or chapter 373 on behalf of the governing 1045 1046 board of the St. Johns River Water Management District, for the 1047 acquisition of all necessary lands, property, and all interests 1048 in property identified herein, including fee simple or lessthan-fee simple interests. The lands subject to this authority 1049 are identified in paragraph 10.a., State of Florida, Office of 1050 1051 the Governor, Executive Order 03-112 of July 1, 2003, and in 1052 Recommendation 16 of the Wekiva Basin Area Task Force created by 1053 Executive Order 2002-259, such lands otherwise known as 1054 Neighborhood Lakes, a 1,587+/-acre parcel located in Orange and 1055 Lake Counties within Sections 27, 28, 33, and 34 of Township 19 South, Range 28 East, and Sections 3, 4, 5, and 9 of Township 20 1056 1057 South, Range 28 East; Seminole Woods/Swamp, a 5,353+/-acre 1058 parcel located in Lake County within Section 37, Township 19 1059 South, Range 28 East; New Garden Coal; a 1,605+/-acre parcel in 1060 Lake County within Sections 23, 25, 26, 35, and 36, Township 19 1061 South, Range 28 East; Pine Plantation, a 617+/-acre tract 1062 consisting of eight individual parcels within the Apopka City 1063 limits. The Department of Transportation, the Department of Environmental Protection, the St. Johns River Water Management 1064 District, and other land acquisition entities shall participate 1065 1066 and cooperate in providing information and support to the third-Page 41 of 47

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1067 party acquisition agent. The land acquisition process authorized 1068 by this subsection paragraph shall begin no later than December 1069 31, 2004. Acquisition of the properties identified as 1070 Neighborhood Lakes, Pine Plantation, and New Garden Coal τ or 1071 approval as a mitigation bank shall be concluded no later than 1072 December 31, 2010. Department of Transportation and Central 1073 Florida Orlando-Orange County Expressway Authority funds 1074 expended to purchase an interest in those lands identified in 1075 this subsection shall be eligible as environmental mitigation 1076 for road-construction-related road construction related impacts 1077 in the Wekiva Study Area. If any of the lands identified in this 1078 subsection are used as environmental mitigation for road-1079 construction-related impacts incurred by the Department of 1080 Transportation or the Central Florida Orlando-Orange County 1081 Expressway Authority, or for other impacts incurred by other 1082 entities, within the Wekiva Study Area or within the Wekiva 1083 parkway alignment corridor, and if the mitigation offsets these 1084 impacts, the St. Johns River Water Management District and the 1085 Department of Environmental Protection shall consider the 1086 activity regulated under part IV of chapter 373 to meet the 1087 cumulative impact requirements of s. 373.414(8)(a).

(a) Acquisition of the land described in this section is
required to provide right-of-way for the Wekiva Parkway, a
limited access roadway linking State Road 429 to Interstate 4,
an essential component in meeting regional transportation needs
to provide regional connectivity, improve safety, accommodate

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1093 projected population and economic growth, and satisfy critical 1094 transportation requirements caused by increased traffic volume 1095 growth and travel demands.

Acquisition of the lands described in this section is 1096 (b) 1097 also required to protect the surface water and groundwater 1098 resources of Lake, Orange, and Seminole Counties, otherwise 1099 known as the Wekiva Study Area, including recharge within the 1100 springshed that provides for the Wekiva River system. Protection of this area is crucial to the long-term long term viability of 1101 1102 the Wekiva River and springs and the central Florida region's water supply. Acquisition of the lands described in this section 1103 1104 is also necessary to alleviate pressure from growth and development affecting the surface and groundwater resources 1105 1106 within the recharge area.

Lands acquired pursuant to this section that are 1107 (C) 1108 needed for transportation facilities for the Wekiva Parkway 1109 shall be determined not necessary for conservation purposes pursuant to ss. 253.034(6) and 373.089(5) and shall be 1110 1111 transferred to or retained by the Central Florida Orlando-Orange 1112 County Expressway Authority or the Department of Transportation 1113 upon reimbursement of the full purchase price and acquisition 1114 costs.

1115 (7) The Department of Transportation, the Department of 1116 Environmental Protection, the St. Johns River Water Management 1117 District, <u>the Central Florida</u> Orlando-Orange County Expressway 1118 Authority, and other land acquisition entities shall cooperate Page 43 of 47

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1119 and establish funding responsibilities and partnerships by 1120 agreement to the extent funds are available to the various 1121 entities. Properties acquired with Florida Forever funds shall 1122 be in accordance with s. 259.041 or chapter 373. The Central 1123 Florida Orlando-Orange County Expressway Authority shall acquire 1124 land in accordance with this section of law to the extent funds 1125 are available from the various funding partners τ but shall not 1126 be required or nor assumed to fund the land acquisition beyond 1127 the agreement and funding provided by the various land 1128 acquisition entities.

1129 Section 19. Subsection (1) of section 369.324, Florida 1130 Statutes, is amended to read:

1131

369.324 Wekiva River Basin Commission.-

The Wekiva River Basin Commission is created to 1132 (1)1133 monitor and ensure the implementation of the recommendations of 1134 the Wekiva River Basin Coordinating Committee for the Wekiva 1135 Study Area. The East Central Florida Regional Planning Council 1136 shall provide staff support to the commission with funding 1137 assistance from the Department of Economic Opportunity. The 1138 commission shall be comprised of a total of 18 19 members 1139 appointed by the Governor, 9 of whom shall be voting members and 1140 9 of whom $\frac{10}{10}$ shall be ad hoc nonvoting members.

(a) The voting members shall include:

1142 <u>1.(a)</u> One member of each of the Boards of County 1143 Commissioners for Lake, Orange, and Seminole Counties.

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2.(b) One municipal elected official to serve as a

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1145 representative of the municipalities located within the Wekiva 1146 Study Area of Lake County. 1147 3.(c) One municipal elected official to serve as a representative of the municipalities located within the Wekiva 1148 1149 Study Area of Orange County. 1150 4.(d) One municipal elected official to serve as a 1151 representative of the municipalities located within the Wekiva 1152 Study Area of Seminole County. 1153 5.(e) One citizen representing an environmental or 1154 conservation organization, one citizen representing a local 1155 property owner, a land developer, or an agricultural entity, and 1156 one at-large citizen who shall serve as chair of the council. 1157 (b) (f) The ad hoc nonvoting members shall include one 1158 representative from each of the following entities: 1159 St. Johns River Management District. 1. 1160 2. Department of Economic Opportunity. 1161 3. Department of Environmental Protection. 1162 4. Department of Health. Department of Agriculture and Consumer Services. 1163 5. 6. 1164 Fish and Wildlife Conservation Commission. 1165 7. Department of Transportation. 1166 8. MetroPlan Orlando. 1167 9. Central Florida Orlando-Orange-County Expressway 1168 Authority. 1169 10. Seminole County Expressway Authority. 1170 Section 20. (1) Effective upon the completion of Page 45 of 47

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1171	construction of the Poinciana Parkway, a limited access facility
1172	of approximately 9 miles in length in Osceola County with its
1173	northwestern terminus at the intersection of County Road 54 and
1174	U.S. 17/U.S. 92 and its southeastern terminus at the current
1175	intersection of Rhododendron and Cypress Parkway, described in
1176	the Osceola County Expressway Authority May 8, 2012, Master
1177	Plan, all powers, governance, and control of the Osceola County
1178	Expressway System, created pursuant to part V of chapter 348,
1179	Florida Statutes, is transferred to the Central Florida
1180	Expressway Authority, and the assets, liabilities, facilities,
1181	tangible and intangible property and any rights in the property,
1182	and any other legal rights of the Osceola County Expressway
1183	Authority are transferred to the Central Florida Expressway
1184	Authority. The effective date of such transfer shall be extended
1185	until completion of construction of such portions of the
1186	Southport Connector Expressway, the Northeast Connector
1187	Expressway, such portions of the Poinciana Parkway to connect to
1188	State Road 429, and the Osceola Parkway Extension, as each is
1189	described in the Osceola County Expressway Authority May 8,
1190	2012, Master Plan, which are included in any design contract
1191	executed by the Osceola County Expressway Authority before July
1192	1, 2020. Part V of chapter 348, Florida Statutes, consisting of
1193	ss. 348.9950-348.9961, Florida Statutes, is repealed on the same
1194	date that the Osceola County Expressway System is transferred to
1195	the Central Florida Expressway Authority.
1196	(2) The Central Florida Expressway Authority shall

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1197	reimburse any and all obligations of any other governmental
1198	entities with respect to the Osceola County Expressway System,
1199	including any obligations of Osceola County with respect to
1200	operations and maintenance of the Osceola County Expressway
1201	System and any loan repayment obligations, including repayment
1202	obligations with respect to state infrastructure bank loans.
1203	Such reimbursement shall be made from revenues available for
1204	such purpose after payment of all amounts required:
1205	(a) Otherwise by law;
1206	(b) By the terms of any resolution authorizing the
1207	issuance of bonds by the authority, the Orlando-Orange County
1208	Expressway Authority, or the Osceola County Expressway
1209	Authority;
1210	(c) By the terms of any resolution under which bonds are
1211	issued by Osceola County for the purpose of constructing
1212	improvements to the Osceola County Expressway System; and
1213	(d) By the terms of the memorandum of understanding
1214	between the Orlando-Orange County Expressway Authority and the
1215	Department of Transportation as ratified by the board of the
1216	Orlando-Orange County Expressway Authority on February 22, 2012.
1217	Section 21. This act shall take effect July 1, 2015.

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HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #:HB 7005PCB THSS 14-01Department of TransportationSPONSOR(S):Transportation & Highway Safety Subcommittee, ArtilesTIED BILLS:IDEN./SIM. BILLS:

REFERENCE	ACTION	ANALYST	STAFF DIRECTOR or BUDGET/POLICY CHIEF
Orig: Comm.: Transportation & Highway Safety Subcommittee	10 Y, 3 N	Johnson	Miller
1) Transportation & Economic Development Appropriations Subcommittee		Davis 607	Davis
2) Economic Affairs Committee			

SUMMARY ANALYSIS

The bill is a comprehensive bill related to transportation. In summary, the bill:

- Extends the Florida Transportation Commission's (FTC) oversight of expressway and bridge authorities to the Mid-Bay Bridge Authority.
- Repeals the Florida Statewide Passenger Rail Commission.
- Removes the local government authorization to further install and enforce additional traffic infraction detectors, better known as red light cameras.
- Reduces the red light camera penalties by the amount local governments are allocated and revises the distribution of the remaining penalty amount.
- Authorizes local governments to impose a surcharge for red light camera infractions at intersections with existing cameras to fund existing contractual agreements.
- Prohibits charges from being imposed on public parking within the right-of-way limits of the State Highway System.
- Modifies the terms and conditions under which the Department of Transportation (DOT) may sell or lease properties acquired for rights-of-way.
- Clarifies DOT's authority and responsibilities when DOT receives an unsolicited proposal to enter into a lease of DOT property for joint public-private development or commercial development by aligning the process for unsolicited proposals for such uses with the process for unsolicited proposals for publicprivate transportation projects.
- Clarifies DOT's authority to enter into agreements with public or private transportation facility owners for the use of DOT systems to collect and enforce tolls, fares, administrative fees, and other applicable charges due in connection with the use of the owner's facility.
- Revises provisions related to environmental mitigation for transportation projects.
- Allows toll revenues on the Pinellas Bayway to be used for maintenance.

The Revenue Estimating Conference (REC) projects a significant negative impact on General Revenue funds in FY 2014-15 related to the red light camera provisions of the legislation. This first-year impact is negative \$23.1 million, with a recurring negative impact of \$13.8 million. The REC also projects a first-year negative impact of \$4.5 million to state trust funds, with a recurring negative impact of \$2.7 million. The remainder of the bill has an indeterminate fiscal impact on both state and local government revenues and expenditures. See the Fiscal Analysis & Economic Impact statement of this analysis for specific details.

The bill has an effective date of July 1, 2014.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

The bill is a comprehensive bill related to transportation. For ease of understanding, this analysis is arranged by topic.

Florida Transportation Commission (Section 1)

Current Situation

The Florida Transportation Commission (FTC) has long been charged with periodically reviewing the status of the state transportation system, including rail and other component modes, and with recommending system improvements to the Governor and the Legislature. Beginning in 2007, the Legislature also directed the FTC to:

Monitor the efficiency, productivity, and management of the authorities created under chapters 348 and 349, F.S.,¹ including any authority formed using the provisions of part I of ch. 348, F.S., and any authority formed under ch. 343, F.S., which is not monitored under subsection (3). The commission shall also conduct periodic reviews of each authority's operations and budget, acquisition of property, management of revenue and bond proceeds, and compliance with applicable laws and generally accepted accounting principles.²

There is no state entity currently charged with monitoring the Mid-Bay Bridge Authority, which was created by special law.³

Proposed Changes

The bill amends s. 20.23(2)(b)8., F.S., giving the FTC oversight authority over the Mid-Bay Bridge Authority.

Florida Statewide Passenger Rail Commission (Section 1)

Current Situation

In 2009, the Legislature provided a statutory framework for enhancing the consideration of passenger rail as a modal choice in the development and operation of Florida's transportation network.⁴ The Legislature created the Florida Rail Enterprise,⁵ modeled after the Florida Turnpike Enterprise, to coordinate the development and operation of passenger rail services statewide, and established the Florida Statewide Passenger Rail Commission (FSPRC) to monitor, advise, and review publicly-funded passenger rail systems.⁶

Specifically, and similar to the duty of the FTC, the Legislature charged the FSPRC with the function of:

¹ Chapter 343, F.S., entities include the South Florida Regional Transportation Authority, the Central Florida Regional Transportation Authority, the Northwest Florida Transportation Corridor Authority, and the Tampa Bay Area Regional Transportation Authority. Chapter 348, F.S., entities include the Miami-Dade Expressway Authority, the Tampa-Hillsborough County Expressway Authority, the Orlando-Orange County Expressway Authority, the Santa Rosa Bay Bridge Authority, and the Osceola County Expressway Authority. Chapter 349, F.S., establishes the Jacksonville Transportation Authority.

² S. 20.23(2)(b)8., F.S.

³ Ch. 2000-411, L.O.F.

⁴ Ch. 2009-271, L.O.F.

⁵ The Florida Rail Enterprise is created in ss. 341.8201 through 341.842, F.S.

⁶ The first phase (31 miles) of a commuter rail project, SunRail, – an eventual 61-mile stretch of existing rail freight tracks through Orange, Seminole, Volusia and Osceola counties and the City of Orlando -- is under construction, and service could begin as early as 2014.

Monitoring the efficiency, productivity, and management of all publicly funded passenger rail systems in the state, including, but not limited to, any authority created under chapters 343, 349, or 163, F.S., if the authority receives public funds for the provision of passenger rail service. The commission shall advise each monitored authority of its findings and recommendations. The commission shall also conduct periodic reviews of each monitored authority's passenger rail and associated transit operations and budget, acquisition of property, management of revenue and bond proceeds, and compliance with applicable laws and generally accepted accounting principles. The commission may seek the assistance of the Auditor General in conducting such reviews and shall report the findings of such reviews to the Legislature. This paragraph does not preclude the Florida Transportation Commission from conducting its performance and work program monitoring responsibilities.⁷

The only publicly-funded passenger rail system in the state (Tri-Rail) then and now existing is operated by the South Florida Regional Transportation Authority, which is established in part II of ch. 343, F.S. No publicly-funded statewide passenger rail service has been built since the creation of the FSPRC nor is any type of service planned.⁸ In addition, the FTC provides most of the same roles as the FSPRC for all areas of transportation in the state.

DOT provides administrative support and service to the FSPRC. The commission last met in July 2012. Six of the nine seats on the FSPRC are currently vacant and the three seats expire in August 2014.⁹

Proposed Changes

The bill repeals s. 20.23(3), F.S., eliminating the Florida Statewide Passenger Rail Commission.

Red Light Cameras (Sections 2 through 5)

Current Situation

Red Light Cameras Generally

Traffic infraction detectors¹⁰ or red light cameras enforce traffic laws by automatically photographing vehicles running red lights. The cameras are connected to the traffic signal and to sensors that monitor traffic flow at the crosswalk or stop line. The system photographs vehicles that enter the intersection above a pre-set minimum speed after the signal has turned red; a second photograph typically shows the driver in the intersection. In some cases, video cameras are used. Red light cameras also record the license plate number, the date and time of day, the time elapsed since the beginning of the red signal, and the vehicle's speed.

Red Light Cameras in Florida

In 2010, the Florida Legislature enacted ch. 2010-80, L.O.F.¹¹ The law expressly preempted to the state regulation of the use of cameras for enforcing the provisions of Ch. 316, F.S.¹² The law also

¹¹ House Bill 325 (2010).

¹² S. 316.0076, F.S. STORAGE NAME: h7005.TEDAS.DOCX DATE: 3/20/2014

⁷ S. 20.23(3)(b)1., F.S.

⁸ All Aboard Florida is privately funded.

⁹ October 8, 2013, and February 24, 2014 e-mails from DOT to House Transportation & Highway Safety Subcommittee Staff. Copies on file with subcommittee staff.

¹⁰ Section 316.003(87), F.S., defines "traffic infraction detector" as "[a] vehicle sensor installed to work in conjunction with a traffic control signal and a camera or cameras synchronized to automatically record two or more sequenced photographic or electronic images or streaming video of only the rear of a motor vehicle at the time the vehicle fails to stop behind the stop bar or clearly marked stop line when facing a traffic control signal steady red light. Any notification under s. 316.0083(1)(b) or traffic citation issued by the use of a traffic infraction detector must include a photograph or other recorded image showing both the license tag of the offending vehicle and the traffic control device being violated."

authorized the Department of Highway Safety and Motor Vehicles (DHSMV), counties, and municipalities to employ red light camera programs.¹³

Jurisdiction, Installation, and Awareness

Every red light camera must meet requirements established by DOT and must be tested at regular intervals according to procedures prescribed by DOT.¹⁴ If DHSMV, a county, or a municipality installs a red light camera at an intersection, the respective governmental entity must notify the public that a camera is in use at that intersection, including specific notification of enforcement of right-on-red violations.¹⁵ Such signage must meet specifications adopted by DOT pursuant to s. 316.0745, F.S.¹⁶

Notifications and Citations

If a red light camera captures an image of a driver running a red light, the visual information is reviewed by a traffic infraction enforcement officer. A notice of violation must be issued to the registered owner of the vehicle within 30 days of the alleged violation.¹⁷ The notice must be accompanied by a photograph or other recorded image of the violation, and must include a statement of the vehicle owner's right to review images or video of the violation, and the time, place, and Internet location where the evidence may be reviewed.¹⁸ Violations may not be issued if the driver is making a right-hand turn in a "careful and prudent manner."¹⁹

A person who has been issued a notice of violation for a red light camera violation is authorized to elect to receive a hearing within 60 days following the date of the notice of violation. No payment or fee may be required in order to receive the hearing. Further, if a person elects to receive a hearing, the person waives his or her right to challenge delivery of the notice of violation.²⁰ If the notice of violation is upheld, the local hearing officer must require the petitioner to pay the \$158 penalty and may also require the petitioner to pay county or municipal costs, not to exceed \$250.²¹

If the registered owner of the vehicle does not pay the violation within 60 days of the notification described above, the traffic infraction enforcement officer must issue a uniform traffic citation (UTC) to the owner.²² The UTC must be mailed by certified mail, and must be issued no later than 60 days after the violation.²³ The UTC must also include the photograph and statements described above regarding review of the photographic or video evidence.²⁴ The report of an officer and images provided by a traffic infraction detector are admissible in court and provide a rebuttable presumption the vehicle was used to commit the violation.²⁵

A traffic infraction enforcement officer must provide by electronic transmission a replica of the citation data when issued under s. 316.0083, F.S., to the court having jurisdiction over the alleged offense or its traffic violations bureau within five days after the issuance date of a UTC to the violator.²⁶

Exemptions

The registered owner of the motor vehicle is responsible for payment of the penalty unless the owner can establish that the:

¹³ S. 316.0083, F.S. ¹⁴ S. 316.0776, F.S. ¹⁵ S. 316.0776(2), F.S. ¹⁶ Id. ¹⁷ S. 316.0083(1)(b), F.S. ¹⁸ Id. ¹⁹ S. 316.0083(2), F.S. ²⁰ Id. ²¹ SS. 316.0083(5)(e), and 318.18(22), F.S. ²² S. 316.0083(1)(c), F.S. ²³ Id. ²⁴ Id. ²⁵ S. 316.0083(1)(e), F.S. ²⁶ S. 316.650(3)(c), F.S. STORAGE NAME: 17005.TEDAS.DOCX DATE: 3/20/2014

- Vehicle passed through the intersection to yield the right-of-way to an emergency vehicle or as part of a funeral procession;
- Vehicle passed through the intersection at the direction of a law enforcement officer;
- Vehicle was, at the time of the violation, in the care, custody, or control of another person;
- Driver received a UTC for the alleged violation issued by a law enforcement officer; or
- Vehicle owner was deceased on or before the date that the UTC was issued.²⁷

To establish any of these exemptions, the registered owner of the vehicle must furnish an affidavit to the appropriate governmental entity that provides detailed information supporting an exemption as provided above, including relevant documents such as a police report (if the car had been reported stolen) or a copy of the UTC, if issued.²⁸ If the registered owner submits an affidavit that another driver was behind the wheel, the affidavit must contain the name, address, date of birth, and if known, the driver's license number of the driver.²⁹ A UTC may be issued to the driver, and the affidavit from the registered owner may be used as evidence in a further proceeding regarding the driver's alleged violation of ss. 316.074(1) or 316.075(1)(c)1., F.S.³⁰ Submission of a false affidavit is a second degree misdemeanor.

If the vehicle is leased, the owner of the leased vehicle is not responsible for paying the UTC, nor required to submit an affidavit, if the motor vehicle is registered in the name of the lessee.³¹ If a person presents documentation from the appropriate governmental entity that a UTC was issued in error, the clerk of court may dismiss the UTC and may not charge for such service.³²

Penalties

Red light camera citations carry a \$158 penalty. When the \$158 penalty is the result of local government enforcement, \$75 is retained by the local government and \$83 is deposited with the Department of Revenue (DOR).³³ DOR subsequently distributes the penalty by depositing \$70 in the General Revenue Fund, \$10 in the Department of Health (DOH) Administrative Trust Fund, and \$3 in the Brain and Spinal Cord Injury Trust Fund.³⁴

When the \$158 penalty is the result of enforcement by DHSMV, \$45 is retained by the local government and \$113 is deposited with DOR.³⁵ DOR subsequently distributes the penalty by depositing \$100 in the General Revenue Fund, \$10 in the DOH Administrative Trust Fund, and \$3 in the Brain and Spinal Cord Injury Trust Fund.³⁶ DHSMV does not currently operate any red light cameras.³⁷

If a law enforcement officer cites a motorist for the same offense, the penalty is still \$158, but the revenue is distributed from the local clerk of court to DOR, where \$30 is distributed to the General Revenue Fund, \$65 is distributed to the Department of Health Administrative Trust Fund, and \$3 is distributed to the Brain and Spinal Cord Injury Trust Fund. The remaining \$60 is distributed in small percentages to a number of funds pursuant to s. 318.21, F.S.³⁸

²⁷ S. 316.0083(1)(d), F.S.
²⁸ Id.
²⁹ Id.
³⁰ Id.
³¹ Id.
³² S. 318.18(15), F.S.
³³ S. 318.18(15), F.S., s. 316.0083(1)(b)3., F.S.
³⁴ Id.
³⁵ Id.
³⁶ Id.
³⁷ December 6, 2013 e-mail from DHSMV to Transportation & Highway Safety Subcommittee Staff. Copy on file with the subcommittee.
³⁸ S. 318.18(15), F.S.
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Red light camera citations may not result in points assessed against the driver's driver license and may not be used for the purpose of setting motor vehicle insurance rates.³⁹

Actual Revenue

In FY 2012 – 2013, there were 77 jurisdictions operating red light camera programs throughout the state. The following chart details the state portion of the penalties remitted from participating local governments to DOR as a result of red light camera programs in place for FY 2012 - 2013.40

JURISDICTION	COUNTY	Total
COCOA BEACH	Brevard	\$273,485
PALM BAY	Brevard	\$167,743
CORAL SPRINGS	Broward	\$206,919
DAVIE	Broward	\$422,350
FORT LAUDERDALE	Broward	\$1,347,417
HALLANDALE BEACH	Broward	\$122,840
HOLLYWOOD	Broward	\$1,756,529
MARGATE	Broward	\$444,299
PEMBROKE PINES	Broward	\$926,280
SUNRISE	Broward	\$747,041
WEST PARK	Broward	\$153,467
GREEN COVE SPRINGS	Clay	\$695,042
COLLIER COUNTY BOCC	Collier	\$471,268
PALM COAST	Flagler	\$590,047
CLEWISTON	Hendry	\$157,285
BROOKSVILLE	Hernando	\$1,233,546
HILLSBOROUGH COUNTY BOCC	Hillsborough	\$1,458,376
ТАМРА	Hillsborough	\$3,083,943
TEMPLE TERRACE	Hillsborough	\$479,740
CAMPBELLTON	Jackson	\$36,668
GROVELAND	Lake	\$129,406
TALLAHASSEE	Leon	\$863,532
BRADENTON	Manatee	\$455,172
COUNTY OF MANATEE BOARD OF COUNTY		
COMMISSIONERS	Manatee	\$253,399
DUNNELLON	Marion	\$443,801
AVENTURA	Miami-Dade	\$1,574,925
BAL HARBOUR VILLAGE	Miami-Dade	\$1,056,731
CORAL GABLES	Miami-Dade	\$392,451
CUTLER BAY	Miami-Dade	\$222,855
DORAL	Miami-Dade	\$763,015
EL PORTAL	Miami-Dade	\$54,614
FLORIDA CITY	Miami-Dade	\$924,108
HIALEAH GARDENS	Miami-Dade	\$225,922
HOMESTEAD	Miami-Dade	\$419,482
KEY BISCAYNE	Miami-Dade	\$58,847
MEDLEY	Miami-Dade	\$450,690
MIAMI	Miami-Dade	\$6,464,870
MIAMI BEACH	Miami-Dade	\$227,088
MIAMI GARDENS	Miami-Dade	\$3,198,239

³⁹ S. 322.27(3)(d)6., F.S.

⁴⁰ The Department of Revenue makes its most-recent data available online at <u>http://dor.myflorida.com/dor/taxes/distributions.html</u> (Last visited on November 25, 2013). STORAGE NAME: h7005.TEDAS.DOCX

MIAMI SPRINGS	Miami-Dade	\$586,477
NORTH BAY VILLAGE	Miami-Dade	\$534,105
NORTH MIAMI FLORIDA	Miami-Dade	\$2,016,729
OPA LOCKA	Miami-Dade	\$509,699
SURFSIDE	Miami-Dade	\$366,362
SWEETWATER	Miami-Dade	\$1,388,081
WEST MIAMI	Miami-Dade	\$750,113
АРОРКА	Orange	\$2,031,425
EDGEWOOD	Orange	\$662,547
MAITLAND	Orange	\$1,116,516
OCOEE	Orange	\$487,542
ORANGE COUNTY BOCC	Orange	\$699,524
ORLANDO	Orange	\$1,909,332
WINTER PARK	Orange	\$1,055,511
KISSIMMEE	Osceola	\$1,450,591
BOCA RATON	Palm Beach	\$1,588,258
BOYNTON BEACH	Palm Beach	\$936,616
JUNO BEACH	Palm Beach	\$401,068
PALM BEACH COUNTY BOARD OF C	Palm Beach	\$299,213
PALM SPRINGS	Palm Beach	\$413,838
WEST PALM BEACH	Palm Beach	\$438,113
NEW PORT RICHEY	Pasco	\$931,924
PORT RICHEY	Pasco	\$542,943
CLEARWATER	Pinellas	\$542,737
GULFPORT	Pinellas	\$164,423
KENNETH CITY	Pinellas	\$486,712
OLDSMAR	Pinellas	\$440,082
SOUTH PASADENA	Pinellas	\$621,982
ST PETERSBURG	Pinellas	\$1,585,901
HAINES CITY	Polk	\$1,156,190
LAKELAND	Polk	\$511,730
PALATKA	Putnam	\$181,688
GULF BREEZE	Santa Rosa	\$388,523
MILTON	Santa Rosa	\$151,807
SARASOTA	Sarasota	\$1,135,108
WINTER SPRINGS	Seminole	\$0
DAYTONA BEACH	Volusia	\$797,464
HOLLY HILL	Volusia	\$220,614
Grand Total		\$62,454,920
\$70 General Revenue portion		\$52,663,609
\$10 Health Admin. Trust Fund		\$7,510,916
\$3 Brain & Spinal Cord Injury TF		\$2,257,262

Litigation

Preemption

Prior to passage of Ch. 2010-80, L.O.F., some cities in Florida implemented red light camera programs of their own through local ordinances, notwithstanding concerns stated by the Florida Attorney General's office. A 1997 Attorney General opinion concluded that nothing precludes the use of unmanned cameras to record violations of s. 316.075, F.S., but "a photographic record of a vehicle violating traffic control laws may not be used as the [sole] basis for issuing a citation for such

violations.^{*41} A 2005 Attorney General opinion reached the same conclusion, stating that, "legislative changes are necessary before local governments may issue traffic citations and penalize drivers who fail to obey red light indications on traffic signal devices" as collected from a photographic record from unmanned cameras monitoring intersections.⁴²

In at least some cases, lawsuits were successful in attacking pre-2010 red light camera ordinances on the grounds that a camera cannot "observe" a driver's commission of a traffic infraction to the extent necessary to issue a citation. Other lawsuits were unsuccessful, on the grounds that the violation was merely a violation of a municipal ordinance, not a uniform traffic citation. The legality of the use of red light cameras prior to the 2010 legislative preemption is currently pending before the Florida Supreme Court.⁴³

Due Process

Courts have rejected claims that red light camera ordinances and statutes violate due process. A lawsuit filed in the 15th Judicial Circuit argues that as a result of ch. 2010-80 L.O.F., the "burden of proof" has been unconstitutionally shifted from the state to the motorist, because the statute provides that "if the state is able to prove that a vehicle registered to the Petitioner was involved in the commission of a red light camera violation, [the owner] is presumed to be guilty."⁴⁴ The suit further asserts that "the State is not required to prove the identity of the driver who committed the red light camera violation."⁴⁵ In a Motion for Summary Judgment (Motion), the state and city of West Palm Beach, among other defenses, argued that the law affords adequate due process to violators by creating a 'rebuttable presumption' that the owner was also the operator. The burden-shifting created by this rebuttable presumption, the state argued, is appropriate in "noncriminal situations... [that] contemplate reasonable notice and an opportunity to hear and be heard."⁴⁶ The Motion was granted, and the Florida Fourth District Court of Appeal affirmed the circuit court's decision.⁴⁷.

Impacts

Insurance Institute for Highway Safety (IIHS) Analysis

In February 2011, the IIHS published an analysis titled, 'Effects of Red Light Camera Enforcement on Fatal Crashes in Large US Cities.⁴⁸ For the analysis, IIHS researchers studied 14 cities with red light camera programs (RLCs) and forty-eight cities without RLCs. The IIHS analysis concluded that the "average annual rate of fatal red light running crashes declined for both groups, but the decline was larger for cities with red light camera enforcement programs," than those without, 35 percent versus 14 percent, respectively.⁴⁹ Further, "[a]fter controlling for population density and land area, the rate of fatal red light running crashes during 2004-2008 for RLC cities was an estimated 24 percent lower than what would have been expected without cameras."⁵⁰

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⁴¹ Attorney General Opinion AGO 97-06.

⁴² Attorney General Opinion AGO 2005-41.

 ⁴³ City of Orlando v. Udowychenko, 98 So. 3d 589 (Fla. Dist. Ct. App. 2011), review granted, 2012 WL 5991338 (Fla. Nov. 6, 2012) (No. SC12-1471).
 ⁴⁴ Action for Declaratory Judgment, Salvatore Altimari vs. State of Florida; City of West Palm Beach, 2010 CA 022083, (15th Cir.)

⁴⁴ Action for Declaratory Judgment, Salvatore Altimari vs. State of Florida; City of West Palm Beach, 2010 CA 022083, (15th Cir.) ⁴⁵ Id at 2.

⁴⁶ Defendant State of Florida's Motion to Dismiss, Salvatore Altimari vs. State of Florida; City of West Palm Beach, 2010 CA 022083, (15th Cir.)

⁴⁷ Altimari v. State of Florida; City of West Palm Beach, 107 So.3d 552 (Fla. 4th DCA 2013).

⁴⁸ "Effects of Red Light Camera Enforcement on Fatal Crashes in Large US Cities." Wen Hu, Anne T. McCartt and Eric R. Teoh. Insurance Institute for Highway Safety, February 2011. The IIHS press release on this analysis may be viewed at

http://www.iihs.org/news/rss/pr020111.html (Last visited November 26, 2013). The IIHS study is on file with the Transportation and Highway Safety Subcommittee.

⁴⁹ Id.

In a January 2012 report, University of South Florida (USF) researchers argued that the IIHS analysis (mentioned above) was "logically flawed" and violated "basic scientific methods."⁵¹ Specifically, the USF report argued that the IIHS analysis actually found that RLCs had a 25 percent higher red light running fatality rate during the 'after' period than non-RLCs.⁵² In addition, USF researchers pointed out, but did not limit their concerns to the following, regarding the IIHS analysis:

- It analyzed city-wide data, not specific to camera sites.
- It excluded variables known to be associated with traffic fatalities, such as changes in public policy or engineering improvements made during or between the periods.
- It expressed its findings as a "percentage change in the rate of red light running fatalities," instead of a "change in the number of fatalities." In other words, USF researchers argued the results of the IIHS analysis are misleading because certain variables – namely those relating to population – are reported multiple times. For example, population is a denominator, "fatalities per 100,000," as well as a numerator, "population per square mile."
- It was biased in its selection of both RLCs and non-RLCs. Specifically, USF researchers argued "the authors of the IIHS study ignored the fact that the non-RLCs had substantially fewer red light running related fatalities in the 'before' period . . . [0]f even greater impact, 23 [percent] of the non-RLCs had two or fewer (including zero) red light running related accidents." Essentially, USF researchers argued that the non-RLCs had very little room to reduce the total number – or percentage rate – of accidents during the 'after' period.
- It alleges the IIHS data is incorrect and the research suspect because IIHS is supported by insurers.⁵³

IIHS Response to Florida Public Health Review Report

In response to the USF study, IIHS provided that, generally, regarding the validity of its research, IIHS "... examined fatal crashes before and after the cities implemented red light camera programs, and then compared the results... The idea was to see how the rate of fatal crashes changed after the introduction of photo enforcement. The independent, peer-reviewed *Journal of Safety Research* published the study in August 2011."⁵⁴

Regarding USF's finding that RLCs had a 25 percent higher red light running fatality rate during the 'after' period than non-RLCs, IIHS rebuts that, "[i]t is true that crash rates were 25 percent higher, but..." the USF report, "...ignores the fact that they were 65 percent higher in the "before" period."⁵⁵

Furthermore, IIHS provides that, "[t]he measure that matters is what happened to fatal crashes after photo enforcement was implemented, compared with what would have been expected without it." The IIHS study stands by its claims that, "camera cities experienced a bigger drop in fatal crash rates. In the 14 cities that had cameras in 2004-08 but didn't have them in an earlier comparison period, automated red light enforcement saved 159 lives."⁵⁶

Regarding the USF claim that IIHS is biased because insurers benefit from photo enforcement by raising rates on ticketed drivers, IIHS rebuts, "in most jurisdictions, including Florida, there is no insurance consequence from photo enforcement. Florida law prohibits insurers from using the violations to set rates, and in most other states tickets from cameras don't go on driver records, and no

⁵¹ "Counterpoint: The Insurance Institute for Highway Safety Study Actually Found Cities Using Red Light Cameras Had Higher Red Light Running Fatality Rates." Barbara Langland-Orban, PhD, Etienne E. Pracht, PhD, and John T. Large, PhD. *Florida Public Health Review*, 2012, Volume 9. This study may be viewed at <u>http://health.usf.edu/publichealth/fphr/current.htm</u> (Last visited November 26, 2013).

⁵² Id.

⁵³ Id.

⁵⁴ "Institute responds to criticism of red light camera research." Status Report, Vol. 47, No. 3; April 12, 2012. Insurance Institute for Highway Safety, February 2011. The IIHS status report on this analysis may be viewed at

http://www.iihs.org/iihs/sr/statusreport/article/47/3/4 (Last visited November 26, 2013).

⁵⁵ Id.

points are assessed. Many studies have concluded that red light cameras are effective, and most of them were conducted by government agencies and other traffic safety experts not connected to the insurance industry."^{57, 58}

DHSMV – 2013 Red Light Camera Program Analysis

Florida law requires each county or municipality operating a red light camera program to annually selfreport data to DHSMV containing:

- Red light camera program results over the preceding fiscal year;
- The procedures for enforcement; and
- Other statistical data and information required by DHSMV.⁵⁹

Based on this data covering the period between July 1, 2012 and June 30, 2013 (survey period), DHSMV submitted a summary report to the Governor and Legislature containing the following findings:

- Seventy-five agencies reported that there are 922 approaches to intersections across the state with red light cameras installed.
- Historical traffic crash data was the most important factor considered when selecting red light camera locations (roughly 61 percent); however, roughly 39 percent did not consider historical traffic crash data as the most important factor. The next most important factors were law enforcement officer observations, and video evidence of red light violations. In addition to the choices provided, the agencies considered overall traffic volume.
- During the survey period, the agencies issued a total of 1,094,106 Notices of Violation.⁶⁰
- The number of Notices of Violation challenged was 36,063. Of those violations challenged, 24,285 were dismissed (nearly 70 percent).
- In calendar year 2012, 342,308 Uniform Traffic Citations (UTC) were issued to owners who failed to pay the red light camera fine or contest the Notice of Violation within 60 days.⁶¹
- Florida law states that "a notice of violation and a traffic citation may not be issued for failure to stop at a red light if the driver is making a right-hand turn in a careful and prudent manner at an intersection where right-hand turns are permissible." Of the 75 agencies, 44 issue Notices of Violation and UTCs for right-on-red violations, but only 15 agencies have a policy defining 'careful and prudent.'
- Effect on Crashes According to DHSMV, At least one-fourth of the agencies are not tracking crash data at red light camera intersections and an additional 15 percent that do track overall crash data are not collecting data related to specific collision types (side impact, front to rear impact, etc.). Respondents who reported crash data indicated an overall decrease in crashes at intersections with red light cameras. However, crash data maintained by DHSMV indicates that crashes at all red light intersections typically increased, both statewide and in the surveyed jurisdictions.
- Agencies also reported that traffic safety improved throughout their jurisdictions. The most common improvements were reductions in drivers running red lights at intersections using

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⁵⁷ Id.

⁵⁸ Section 322.27(3)(d)6., F.S., provides, "... no points shall be imposed for a violation of s. 316.074(1) or s. 316.075(1)(c)1. when a driver has failed to stop at a traffic signal and when enforced by a traffic infraction enforcement officer. In addition, a violation of s. 316.074(1) or s. 316.075(1)(c)1. when a driver has failed to stop at a traffic signal and when enforced by a traffic infraction enforced by a traffic infraction of s. 316.075(1)(c)1. when a driver has failed to stop at a traffic signal and when enforced by a traffic infraction enforced by a traffic enfo

enforcement officer may not be used for purposes of setting motor vehicle insurance rates." ⁵⁹ S. 316.0083(4), F.S. DHSMV uses an on-line questionnaire to facilitate data collection.

⁶⁰ According to DHSMV, 72,465 citations were issued to drivers who ran red lights by law enforcement officers in calendar year 2012.

⁶¹ While the reporting period for the DHMSV report was from July 1, 2012 through June 30, 2013, information regarding the number of UTCs issued was reported for calendar year 2012.

cameras, increased driver and public awareness, and a jurisdiction-wide increase in cautious driving.⁶²

Since its inception, Florida's red light camera program has been the topic of much debate – particularly with regard to the impact that red light cameras have on accidents. As stated in the report, surveyed jurisdictions reported an overall decrease in crashes in most cases; however, it must be noted that 25 percent of the agencies did not submit crash data. Further, 39 percent of the agencies did not consider historical traffic crash data as the most important factor when deciding on camera placement. Instead, these agencies may have considered video evidence of red light violations, law enforcement officer observations, citizen complaints, or historical traffic citation data as the most important factor.

To be clear, however, while there was a requirement that agencies self-report the details of the results of using red light cameras to DHSMV, there is no clear statutory requirement that this data include crash statistics.

Proposed Changes

The bill removes the local government authorization to further install and enforce additional red light camera systems. In addition, the bill reduces red light camera penalties by the amount that local governments are allocated, revises the distribution of the remaining penalty amounts, and allows local governments to impose a surcharge for violations in order to fund existing red light camera contractual agreements. To accomplish the installation and enforcement prohibition, the bill:

- Amends s. 316.0076, F.S., (the section of law that expressly preempts to the state regulation and use of red light cameras) expressly prohibiting counties and municipalities from using cameras for enforcing ch. 316, F.S., at any traffic control signal device location that did not have an active traffic infraction detector installed prior to July 1, 2014;
- Amends s. 316.0083(1)(a), F.S., (the section of law that provides criteria for when a notice of violation and citation can be sent) restricting counties and municipalities to only issue the notice and citation at intersections that had an active red light camera system installed prior to July 1, 2014;
- Amends s. 316.0776(1), F.S., (the section of law that provides engineering specifications for installation of red light cameras) including the requirement that county and municipal red light cameras are only allowed when installed and active prior to July 1, 2014; and
- Amends s. 316.0776(2)(b), F.S., removing the county and municipal requirement to make a public announcement and conduct a public awareness campaign before commencing a new red light camera enforcement program.

To reduce red light camera penalties by the amount that local governments are allocated and revise the distribution of the penalties, the bill:

- Amends s. 316.0083(1)(b)1.a., F.S., correcting a cross reference relating to the penalty amount specified in the notification to the registered owner of a motor vehicle involved in a violation;
- Amends s. 316.0083(1)(b)2., F.S., removing county and municipal authority to retain penalties from red light camera violations; and
- Amends s. 316.0083(1)(b)3., F.S., making the following changes:
 - > When enforcement is by DHSMV, the bill:
 - Reduces the penalty from \$158 to \$83;
 - Removes the \$45 amount of the penalty that is distributed to counties and municipalities; and;
 - Reduces from \$100 to \$70 the amount of the penalty that the Department of Revenue (DOR) deposits in the General Revenue Fund.

 ⁶² See the Department of Highway Safety and Motor Vehicles' "Red Light Camera Summary Report" December 17, 2013 (Revised January 8, 2014). Available at: <u>http://www.flhsmv.gov/html/safety.html</u> (Last visited January 10, 2013).
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- > When enforcement is by a county or municipality, the bill:
 - Reduces the penalty from \$158 to \$83; and
 - Removes the \$75 amount of the penalty that is distributed to counties and municipalities.

The bill also amends s. 318.18(15), F.S., making conforming changes regarding the amount of red light camera penalties and distributions required for noncriminal dispositions⁶³ and criminal offenses.⁶⁴

The bill amends ss. 316.0083(5)(e), and 318.18(22), F.S., reducing the amount of county and municipal costs that may be assessed and collected when a notice of violation is upheld by a local hearing officer, from \$250 to the current amount of the penalty, which will be \$83 if the bill becomes law.

The bill does not remove all authority for local governments to receive funds from red light camera penalties. The bill allows counties and municipalities to impose a surcharge for red light camera violations to fund existing camera systems. Specifically, a county or municipality may impose by ordinance at a public hearing and by majority vote, a surcharge for violations of s. 316.074(1), F.S.; or s. 316.075(1)(c)1., F.S. The surcharge is:

- Only valid for such violations that occur at intersections that had an active traffic infraction detector installed prior to July 1, 2014; and
- Solely purposed to fund administrative costs and contractual agreements with manufacturers and vendors of traffic infraction detectors.

The bill requires surcharge revenue to be distributed quarterly to the manufacturer or vendor in accordance with each respective contractual agreement. Surplus revenue must be sent to DOR for deposit in the General Revenue Fund.

The bill also provides a reporting requirement for local governments that enact a surcharge ordinance. No later than 30 days after the end of each quarter, each county or municipality is required to report in an electronic format to DOR the amount of surcharge funds collected during each quarter of the fiscal year. The bill also requires DOR to submit the report in an electronic format to the Governor, President of the Senate, and Speaker of the House of Representatives.

Parking Meters (Section 6)

Current Situation

Existing throughout the state today within the right-of-way limits of state roads under DOT's jurisdiction are parking meters or other parking time-limit devices whose revenue is collected and used by the local jurisdictions that installed the devices. Parking meters and other parking time-limit devices facilitate commerce by ensuring that parking spaces turn over at regular intervals, and provide convenient customer access to abutting businesses.

There is no statute authorizing parking time-limit devices on DOT right-of-way. DOT has no rule or statewide procedure for issuance of permits for parking time-limit devices installed within the right-of-way limits of state roads under the DOT's jurisdiction. DOT does not receive any portion of this revenue and reports the number and location of these existing devices is unknown. Costs incurred by the local jurisdictions to purchase, install, and maintain the existing devices are unknown, as are costs incurred to enforce time limits reflected on the devices.

Proposed Changes

The bill creates s, 335,10(4), F.S., providing that no charge may be imposed for public parking within designated parking spaces located within the right-of-way limits of a road on the State Highway System.

Surplus Property (Section 7)

Current Situation

Section 337.25, F.S., authorizes DOT to purchase, lease, exchange, or otherwise acquire any land. property interests, buildings or other improvements necessary for rights-of-way for existing or anticipated transportation facilities on the State Highway System, on the State Park Road System, or in a DOT designated rail or transportation corridor. DOT may also accept donations of land, building, or other improvements for transportation rights-of-way and may compensate an entity by providing replacement facilities when the land, building, or other improvements are needed for transportation purposes but are held by a federal, state, or local governmental entity and used for public purposes other than transportation.

DOT is required to conduct a complete inventory of all real or personal property immediately upon acquisition, including an itemized listing of all appliances, fixtures, and other severable items, a statement of the location or site of each piece of realty, structure, or severable item, and the serial number assigned to each. DOT must evaluate the inventory of real property which has been owned for at least 10 years and which is not within a transportation corridor or the right-of-way of a transportation facility.⁶⁵ If the property is not located within a transportation corridor or is not needed for a transportation facility. DOT is authorized to dispose of the property. According to the DOT. approximately 79 percent of its currently-owned surplus property is valued at under \$50,000.

Sale of Property

DOT is authorized to sell any land, building, or other real or personal property it acquired if the DOT determines the property is not needed for a transportation facility. DOT is required to first offer the property ("first right of refusal") to the local government in whose jurisdiction the property is located. with the following exceptions:

- DOT may negotiate the sale of property at no less than fair market value as determined by an • independent appraisal, to the owner holding title to abutting property, if in DOT's discretion public sale would be inequitable.
- DOT may sell property acquired for use as a borrow pit, at no less than fair market value, to the • owner of abutting land from which the pit was originally acquired, if the pit is no longer needed.
- DOT may convey to a county without consideration any property acquired by a county or by • DOT using constitutional gas tax funds for a right-of-way or borrow pit for a road on the State Highway System, State Park Road System, or county road system if the property is no longer used or needed by DOT: and the county may sell the property on receipt of competitive bids.
- A governmental entity may authorize re-conveyance to the original donor of property donated to • the state for transportation purposes if the facility has not been constructed for at least five years, no plans have been prepared for construction of the facility, and the property is not located within a transportation corridor.
- DOT may negotiate the sale of property as replacement housing if the property was originally • acquired for persons displaced by transportation projects and if the state receives no less than its investment in such properties or fair market value, whichever is lower. This benefit extends only to persons actually displaced by a project, and dispositions to any other person must be for fair market value.

⁶⁵ Section 334.03(30), F.S., defines "transportation facility" as "any means for the transportation of people or property from place to place which is constructed, operated, or maintained in whole or in part from public funds. The term includes the property or property rights, both real and personal, which have been or may be established by public bodies for the transportation of people or property from place to place. STORAGE NAME: h7005.TEDAS.DOCX

Once DOT determines the property is not needed for a transportation facility and has extended and received rejection of required first rights of refusal, DOT is also authorized to:

- Negotiate the sale of property if its value is \$10,000 or less as determined by DOT estimate;
- Sell the property to the highest bidder through "due advertisement" of receipt of sealed competitive bids or by public auction if its value exceeds \$10,000 as determined by the DOT estimate;
- Determine the fair market value of property through appraisal conducted by an DOT appraiser, if the DOT begins the process for disposing of property on its own initiative, either by authorized negotiation or by authorized receipt of sealed competitive bids or public auction;
- Convey the property without consideration to a governmental entity if the property is to be used for a public purpose; and
- Use the projected maintenance costs of the property over the next five years to offset the market value in establishing a value for disposal of the property, even if that value is zero, if the DOT determines that the property will require significant costs to be incurred or that continued ownership of the property exposes the DOT to significant liability risks.

Lease of Property

DOT is further authorized to convey a leasehold interest for commercial or other purposes to any acquired land, building, or other property, real or personal, subject to the following:

- DOT may negotiate a lease at the prevailing market value with the owner from whom the property was acquired, with the holders of leasehold estates existing at the time of DOT's acquisition, or, if public bidding would be inequitable, with the owner of privately owned abutting property, after reasonable notice to all other abutting property owners.
- All other leases must be by competitive bid, and limited to five years; however the DOT may renegotiate a lease for an additional five year term without rebidding.
- Each lease must require that any improvements made to the property during the lease term be removed at the lessee's expense.
- Property that is to be used for a public purpose, including a fair, art show, or other educational, cultural, or fundraising activity may be leased at no cost to a governmental entity or school board.
- DOT may enter into a long-term lease agreement without compensation with certain public ports for rail corridors used in the operation of a short-line railroad to the port.

The appraisals currently required under ss. 337.25(4)(c) and (d), F.S., must be prepared in accordance with DOT guidelines and rules by an independent appraiser certified by DOT. When "due advertisement" is required, an advertisement in a newspaper of general circulation in the area of the improvements of not less than 14 calendar days prior to the date of the receipt of bids or the date on which a public auction is to be held satisfies the requirement.

Proposed Changes

The bill amends s. 337.25, F.S., revising the terms and conditions under which DOT may sell or lease properties acquired for transportation rights-of-way and authorizing DOT to contract for auction services used in the conveyance of real or personal property or leasehold interest⁶⁶ and authorizing such contracts to allow the contractor to retain a portion of the proceeds as compensation.

DOT is authorized to "convey" rather than "sell" land, buildings, or other real or personal property after determining the property isn't needed for a transportation facility and to dispose of property through negotiations, sealed competitive bids, auctions, or any other means deemed to be in DOT's best interest. Due advertisement is required for property valued at more than \$10,000, and no property may be sold at less than fair market value except as specified. DOT is authorized, rather than required, to

afford the right of first refusal to a political subdivision, or local government in which the parcel is located, except in conveyances when the property has been donated to the state for transportation purposes and a facility has not been constructed for at least five years, the property was originally required for replacement housing for persons displaced by transportation projects, or property which DOT has determined a sale to anyone other than the abutting land owner would be inequitable.

DOT is prohibited from conveying a leasehold interest at a price less than DOT's current estimate of value and specifies that a lease may be created through negotiations, sealed competitive bids, auctions, or any other means deemed to be in the best interest by DOT. A lease shall not be for a period of more than five years; however, DOT may extend the lease for an additional five years without rebidding.

DOT's estimate of value must be prepared in accordance with DOT procedures, guidelines, and rules of valuation of real property, if the value of the property exceeds \$50,000; the sale will be negotiated at a price not less than fair market value as determined by an independent appraisal. If the estimate of value is \$50,000 or less, DOT may use a staff appraiser or obtain an independent appraisal.

The bill provides that s. 337.25, F.S., does not modify the requirements of s. 73.013, F.S.⁶⁷

Unsolicited Lease Proposals (Section 8)

Current Situation

Section 337.251, F.S., authorizes DOT to request proposals for the lease of DOT property for joint public-private development or commercial development. DOT may also receive and consider unsolicited proposals for such uses. If DOT receives an unsolicited proposal to negotiate a lease, the DOT must publish a notice in a newspaper of general circulation at least once a week for two weeks, stating that it has received the proposal and will accept, for 60 days after the date of publication, other proposals for use of the space. DOT must also mail a copy of the notice to each local government in the affected area.

Any unsolicited lease proposal must be selected based on competitive bidding, and DOT is authorized to consider such factors as the value of property exchanges, the cost of construction, and other recurring costs for the benefit of DOT by the lessee in lieu of direct revenue to DOT if such other factors are of equal value including innovative proposals to involve minority businesses. Before entering into any lease, DOT must determine that the property subject to the lease has a permanent transportation use related to DOT responsibilities, has the potential for such future transportation uses, or constitutes airspace or subsurface rights attached to property having such uses, and is therefore not available for sale as surplus property.

Section 334.30, F.S., authorizes DOT to lease certain toll facilities through public-private partnerships and also authorizes DOT to receive unsolicited proposals. That section directs DOT to establish by rule an application fee sufficient to pay the costs of evaluating a proposal. DOT is further authorized to engage the services of private consultants to assist in the evaluation.

Unlike s. 337.251, F.S., before approving a proposal, DOT must determine that the proposed project is in the public's best interest; would not require state funds to be used unless the project is on the State Highway System; would have adequate safeguards in place to ensure that no additional costs or service disruptions would be realized by the traveling public and residents of the state in the event of default or cancellation of the agreement by DOT; would have adequate safeguards in place to ensure that DOT or the private entity has the opportunity to add capacity to the proposed project and other transportation facilities serving similar origins and destinations; and would be owned by the DOT upon

⁶⁷ Chapter 73.013, F.S., relates to conveyance of property taken by eminent domain; preservation of government entity communications services eminent domain limitation; exception to restrictions on power of eminent domain. **STORAGE NAME**: h7005.TEDAS.DOCX DATE: 3/20/2014

completion or termination of the agreement.⁶⁸ In addition, before awarding a contract for lease of an existing toll facility through a public-private partnership. DOT is required to provide an independent analysis of the proposed lease that demonstrates the cost-effectiveness and overall public benefit.

If DOT receives an unsolicited proposal for a lease through a public-private partnership, DOT must publish a notice in the Florida Administrative Register and a newspaper of general circulation at least once a week for two weeks stating that the DOT has received the proposal and will accept, for 120 days after the initial date of publication, other proposals for the same project purpose. DOT must also mail a copy of the notice to each local government in the affected area.

Proposed Changes

The bill amends s. 337.251(2), F.S., providing statutory guidance regarding unsolicited lease proposals. It changes the time period in which DOT will accept other proposals for the lease of a particular property from 60 days to 120 days. It requires DOT to establish an application fee for the submission of proposals by rule. The fee must be limited to the amount needed to pay for the anticipated costs of evaluating the proposals. DOT may engage the services of private consultants to assist in the evaluation. Before approval, DOT must determine that the proposed lease:

- Is in the public's best interest; •
- Would not require state funds to be used;
- Would have adequate safeguards in place to ensure that no additional costs or service disruptions would be realized by the traveling public and residents of the state in the event of default by the private lessee or upon termination or expiration of the lease.

Toll Interoperability (Section 9)

Current Situation

HB 599⁶⁹ and SB 1998⁷⁰ both passed in 2012 and both contained language relating to DOT's authority to enter into agreements with public or private transportation facility owners (whose systems become interoperable with DOT's systems) for the use of DOT systems to collect and enforce tolls, fares, administrative fees, and other applicable charges due in connection with use of the owner's facility. However, the bills were not identical. Language contained in the last passed bill, HB 599, is potentially ambiguous as to whether DOT is collecting tolls, fares, and fees on behalf of the facility owner or whether the facility owner would be collecting them on behalf of DOT, leading to more than one possible interpretation.

Proposed Changes

The bill amends s. 338.161(5), F.S., clarifying that DOT may collect and enforce tolls, fares, administrative fees, and other applicable charges due in connection with use of the public or private transportation facility.

Environmental Mitigation (Section 10)

Current Situation

Under existing law, DOT and participating transportation authorities offset adverse environmental impacts of transportation projects through the use of mitigation banks and other mitigation options. including the payment of funds to water management districts (WMDs) to develop and implement mitigation plans. The mitigation plan is developed by the WMDs and is ultimately approved by the Department of Environmental Protection (DEP). The ability to exclude a project from the mitigation plan is provided to DOT, a participating transportation authority, or a WMD.

⁷⁰ Ch. 2012-128, L.O.F.

⁶⁸ The ownership requirement in s. 334.30, F.S., would not, of course, apply to a lease arrangement under s. 337.251, F.S. ⁶⁹ Ch. 2012-174, L.O.F.

More specifically s. 373.4137, F.S., enacted in 1996,⁷¹ created mitigation requirements for specified transportation projects. Historically, the statute directed DOT and transportation authorities⁷² to fund, and the WMD to develop and implement, mitigation plans to mitigate these impacts. In 2012, HB 599⁷³ modified the statute to reflect that adverse impacts be offset by the use of mitigation banks and any other option that satisfies state and federal requirements. "Other" mitigation plan is based on an environmental impact inventory created by DOT reflecting habitats that would be adversely impacted by transportation projects listed in the next three years of DOT's tentative work program. DOT provides funding in its work program to DEP or WMDs for its mitigation requirements. To fund the programs, the statute directs DOT and the authorities to pay \$75,000, as adjusted by a calculation using the CPI, per impacted acre.⁷⁴

The statute provides that WMD developed mitigation plans should use sound ecosystem management to address significant water resource needs and focus on activities of DEP and WMDs in wetlands and surface waters, including preservation, restoration and enhancement, as well as control of invasive and exotic vegetation. WMDs must also consider the purchase of credits from public and private mitigation banks when such purchase provides equal benefit to water resources and is the most cost effective option. Before each transportation project is added to the WMD mitigation plan, DOT must investigate the use of mitigation bank credits considering cost-effectiveness, time saved, transfer of liability and long-term maintenance. Final approval of the mitigation plan rests with DEP.

DOT and participating expressway authorities are required to transfer funds to pay for mitigation of that year's projected impact acreage resulting from projects identified in the inventory. Quarterly, the projected impact acreage and costs are reconciled with the actual impact acreage, and costs and the balances are adjusted.

Under existing law, the statute provides for exclusion of specific transportation projects from the mitigation plan at the discretion of DOT, participating transportation authorities and the WMDs.

Proposed Changes

The bill amends s. 373.4137, F.S., providing that mitigation take place in a manner that promotes efficiency, timeliness in project delivery, and cost-effectiveness. The bill requires the following for the development of environmental impact inventories for transportation projects proposed by DOT or a transportation authority:⁷⁵

- DOT must submit an environmental impact inventory of habitat impacts⁷⁶ and the anticipated amount of mitigation needed to offset the impacts to the WMDs by July 1, and may include in the inventory the habitat impacts and the anticipated amount of mitigation needed for future projects; and
- The environmental impact inventory must include the proposed amount of mitigation needed based on the Uniform Mitigation Assessment Method (UMAM)^{77, 78} and identification of the proposed mitigation option.

⁷¹ Ch. 96-238, L.O.F.

⁷² The statute applies to transportation authorities created in ch. 348 or 349, F.S.

⁷³ Ch. 2012-174, L.O.F.

⁷⁴ The fiscal year 2014-2015 cost per acre is \$111,426.

⁷⁵ The statute applies to transportation authorities established pursuant to ch. 348 or ch. 349, F.S.

⁷⁶ The environmental impact inventory is based on the rules adopted pursuant to part IV of ch. 373, F.S., relating to the management of storage and surface waters and s. 404 of the Clean Water Act (33 U.S.C. s. 1344).

⁷⁷ UMAM is adopted in ch. 62-345, F.A.C. Information on UMAM is available at:

http://www.dep.state.fl.us/water/wetlands/mitigation/umam/index.htm (Last visited November 7, 2013).

⁷⁸ Rule 62-345.100(1), F.A.C., implements s. 373.414(18), F.S. requiring "the establishment of an uniform mitigation assessment method to determine the amount of mitigation needed to offset adverse impacts to wetlands and other surface waters and to award and deduct mitigation bank credits." Rule 62-345.100(2), F.A.C., recites that the assessment method is "a standardized procedure for STORAGE NAME: h7005.TEDAS.DOCX PAGE: 17 DATE: 3/20/2014

The bill requires DOT to consider using credits from a permitted mitigation bank before projects are identified for inclusion in a WMD plan, taking into account state and federal requirements, maintenance, and liability.

The bill allows DOT to implement the mitigation option identified in the environmental impact inventory by:

- Purchasing credits for current and future use directly from a mitigation bank;
- Purchasing mitigation services through the WMDs or the DEP;
- Conducting its own mitigation; or

.

• Using other mitigation options that meet state and federal requirements.

The bill requires funding for the identified mitigation option in the inventory to be included in DOT's work program,⁷⁹ and requires and the amount programmed each year to correspond to an estimated cost of \$150,000 per mitigation credit, multiplied by the projected number of credits identified in the inventory. The estimated cost per credit will be adjusted every two years by DOT based on the average cost per UMAM credit.

The bill specifies that for mitigation implemented by the WMDs or the DEP, the amount paid each year must be based on mitigation services provided by the WMD or the DEP pursuant to an approved WMD mitigation plan. The WMDs or the DEP may request payment no sooner than 30 days before the date the funds are needed.

The bill requires that each quarter, the projected amount of mitigation must be reconciled with the actual amount of mitigation needed for projects as permitted. The programming of funds must be adjusted to reflect the mitigation as permitted.

DOT may use the associated funds for the purchase of mitigation bank credits or any other mitigation option that satisfies the requirements, if the:

- WMD excludes a project from an approved WMD mitigation plan;
- WMD cannot timely permit a mitigation site to offset the impacts of a DOT project identified in the inventory; or
- Proposed mitigation does not meet state and federal requirements.

The bill specifies that the WMD or the DEP, as appropriate, has continuing responsibility for the mitigation project upon final payment for mitigation and DOT's or the participating transportation authority's obligation is satisfied.

The bill requires each WMD or the DEP to invoice DOT for mitigation services to offset only the impacts of a DOT project identified in the inventory, beginning with the March 2015 WMD plans. If the WMD identifies the use of mitigation bank credits to offset a DOT impact, the WMD must exclude that purchase from the mitigation plan and DOT must purchase the bank credits.

The bill requires that for mitigation activities occurring on existing WMD or DEP mitigation sites initiated with DOT mitigation funds prior to July 1, 2013, the WMD or the DEP is required to invoice DOT at \$75,000 per acre multiplied by the projected acres of impact. The cost per acre must be adjusted by a calculation using the CPI.

The WMD must maintain records of the costs incurred including:

assessing the functions provided by wetlands and other surface waters, the amount that those functions are reduced by a proposed impact, and the amount of mitigation necessary to offset that loss."

- Planning;
- Land acquisition;
- Design and construction;
- Staff support, long-term maintenance and monitoring of the mitigation site; and
- Other costs necessary to meet federal requirements.⁸⁰

The bill requires the funds identified in DOT's work program or participating transportation authorities' escrow accounts, for preparing and implementing the mitigation plans, adopted by the WMDs on or before March 1, 2014, to correspond to \$75,000 per acre multiplied by the projected acres of impact, adjusted by the CPI. The WMD must maintain records of the costs incurred in implementing the mitigation. If monies paid to a WMD exceed the amount spent by the WMD to implement the mitigation, the funds must be refunded to FDOT or the participating transportation authority. This provision expires June 30, 2015.

The bill requires each WMD to develop a plan to offset only the impacts of transportation projects in the inventory for which a WMD is implementing mitigation. The WMD plan must identify the site where the WMD will mitigate, the scope of the mitigation activities at each mitigation site, and the functional gain at each mitigation site as determined using UMAM. The mitigation plan must be submitted to the WMD's governing board for review and approval. The bill requires that the WMD provide a copy of the draft mitigation plan to the DEP at least 14 days before governing board approval. The plan may not be implemented until it is subsequently approved by the DEP. The bill also requires the plan to describe how the mitigation offsets the impacts of each transportation project and provide a schedule for the mitigation services.

Pinellas Bayway (Section 11)

Current Situation

Opened in 1962, the Pinellas Bayway is a series of toll bridges on State Roads 682 and 679 in Pinellas County, which are owned and operated by DOT. All tolls collected on the Pinellas Bayway shall first be used for the payment of annual operating costs and second to discharge the current bond indebtedness. Thereafter, tolls collected shall be used, together with the interest earned, by DOT for the construction of Blind Pass Road, State Road 699 improvements, and for Phase II of the Pinellas Bayway improvements.⁸¹

Proposed Changes

The bill amends section 2 of ch. 85-364, L.O.F., as amended by ch. 95-382, L.O.F., providing that payment of maintenance costs will become an eligible use of Pinellas Bayway toll revenue before it is deposited into the toll construction account. Additionally, the bill removes references to Blind Pass Road and State Road 699 improvements which have been completed.

Conforming Changes (Section 12)

The bill amends ss. 110.205(2)(j) and (m)3., F.S., conforming cross-references.

Effective Date (Section 13)

The bill has an effective date of July 1, 2014.

B. SECTION DIRECTORY:

Section 1 Amends s. 20.23, F.S., relating to the Department of Transportation.

Section 2 Amends s. 316.0076, F.S., relating to the regulation and use of cameras.

⁸¹ Ch. 95-382, L.O.F., amending section 2 of ch. 85-364, L.O.F.

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⁸⁰ The federal requirements are pursuant to 33 U.S.C. s. 1344 and 33 C.F.R. s. 332

- Section 3 Amends s. 316.0083, F.S., relating to the Mark Wandali Traffic Safety Program; administration: report. Section 4 Amends s. 316.0776, F.S., relating to traffic infraction detectors; placement and installation Section 5 Amends s. 318.18, F.S., relating to the amount of penalties. Section 6 Amends s. 335.10, F.S., relating to the State Highway System; vehicle regulation; prohibited use and traffic; liability for damage; parking. Section 7 Amends s. 337.25, F.S., relating to the acquisition, lease, and disposal of real and personal property. Section 8 Amends s. 337.251, F.S., relating to the lease of property for joint public-private development and areas above or below department property. Section 9 Amends s. 338.161, F.S., relating to the authority of department or toll agencies to advertise and promote electronic toll collection; expanded uses of electronic toll collection system; authority of department to collect tolls, fares, and fees for private and public entities.
- Section 10 Amends s. 373.4137, F.S., relating to mitigation requirements for specified transportation projects.
- Section 11 Amends s. 2 of ch. 85-386, L.O.F., as amended by ch. 95-382, L.O.F., relating to the Pinellas Bayway.
- Section 12 Amends s. 110.205, F.S., relating to career service; exemptions to conform.
- Section 13 Provides an effective date.

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

A. FISCAL IMPACT ON STATE GOVERNMENT:

1. Revenues:

On January 10, 2014, the Revenue Estimating Conference projected a significant negative fiscal impact on state revenues due to the red light camera provisions of this bill. This includes a loss of \$23.1 million of General Revenue and \$4.5 million in state trust funds in the first year, with a recurring negative impact of \$13.8 million from General Revenue and \$2.7 million from state trust funds. The trust funds impacted include: the Emergency Medical Services Trust Fund, the Brain and Spinal Cord Injury Trust Fund, the State Courts Revenue Trust Fund, the State Attorneys Revenue Trust Fund, the Public Defenders Revenue Trust Fund, the State Radio System Trust Fund, and the Additional Court Cost Clearing Trust Fund.

In FY 2012 – 2013, the state portion of the penalties collected from red light camera violations has resulted in \$62,454,920, of which \$52,663,609 was distributed to the General Revenue Fund; \$7,510,916 to the DOH Administrative Trust Fund; and \$2,257,262 to the Brain and Spinal Cord Injury Program Trust Fund.

The bill reduces from \$100 to \$70 the amount of the penalty that DOR deposits in the General Revenue Fund when the fine is the result of a DHSMV red light camera. However, DHSMV does STORAGE NAME: h7005.TEDAS.DOCX DATE: 3/20/2014 not currently operate red light camera programs or enforce such violations. The bill does not change the \$70 amount of the penalty that DOR deposits in the General Revenue Fund when the fine is the result of a local government's red light camera. Also, revenue from penalties levied as a result of a law enforcement officer's citation, as opposed to a red light camera, would continue to be distributed to these funds.

Unsolicited lease proposals of DOT property for joint public-private development or commercial development may bring an indeterminate amount of revenue to DOT through fees DOT would be authorized to collect to defray the cost of reviewing such proposals. Such fees would be sufficient to pay the costs of evaluating these proposals; and this authorization is consistent with authority already provided to the department for evaluating similar public-private partnership proposals.

2. Expenditures:

The Florida Transportation Commission may incur an indeterminate, but insignificant increase in expenses associated with its monitoring of the Mid-Bay Bridge Authority.

The changes to provisions relating to the disposal of DOT's surplus property could reduce the cost of sale and leasing. While indeterminate, there could be nominal savings associated with eliminating the need for outside contracted appraisals of certain properties.

DOT may incur an indeterminate negative fiscal impact associated with reviewing unsolicited lease proposals for development of DOT property. However, the expenses should be offset by the fees DOT is authorized to collect.

DOT anticipates an indeterminate reduction in costs associated with the change to the environmental mitigation provisions.

B. FISCAL IMPACT ON LOCAL GOVERNMENTS:

1. Revenues:

On January 10, 2014, the Revenue Estimating Conference projected a significant negative fiscal impact on local revenues due to the red light camera provisions of this bill. This includes a loss of \$27.1 million in the first year with a recurring negative impact of \$16.3 million.

Current law requires local governments to retain up to \$75 out of each \$158 red light camera penalty. The bill would eliminate this source of revenue for local governments. The bill also removes the local government authorization to further install and enforce additional red light camera systems. However, the bill allows local governments to impose a surcharge limited to the amount necessary for funding administrative costs and contracts related to existing red light cameras.

Although the bill reduces the amount of county and municipal costs that may be assessed and collected from red light camera violations through the local hearing process from \$250 to the current amount of the penalty, this still would allow for local governments to assess and collect \$83 in such costs, which are in addition to the \$83 penalty amount.

Local governments may see a decrease in revenues due to the prohibition of charging for public parking within the right-of-way limits of the State Highway System. However, the amount of the potential decrease is indeterminate.

If disposal of surplus DOT property becomes more efficient, there will likely be a positive impact to local governments as more of these parcels are returned to the property tax rolls. However, due to widely varying factors that could impact the amount, it is impossible to estimate a dollar amount.

2. Expenditures:

Expenditures from the red light camera surcharge are only to be used to fund administrative costs and contractual agreements with manufacturers and vendors of red light camera systems.

For those local governments that have implemented red light camera programs as a result of the 2010 legislation, the bill would eliminate the revenues currently expected by those governments, but would also reduce expenses related to enforcement, legal challenges, and initial costs of implementation, related to additional red light camera systems.

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

The bill reduces the possibility of motor vehicle operators being issued a \$158 penalty for violations occurring at additional red light cameras, and reduces the penalty amount to \$83 for violations occurring at existing red light cameras. The bill also reduces the amount of county and municipal costs that may be assessed and collected when a notice of violation is upheld by a local hearing officer, from \$250 to the current amount of the penalty, which will be \$83 if the bill is enacted into law. Consequently, the bill will reduce the overall amount that motor vehicle operators would have to pay from \$158 (original penalty alone) to \$108 (reduced penalty + surcharge), and when an infraction is upheld through the local hearing process from a maximum of \$408 (original penalty + original county and municipal fee) to \$191 (reduced penalty + reduced county and municipal fee + surcharge).

D. FISCAL COMMENTS:

In Fiscal Year 2009-2010, DOT implemented the FSPRC without any additional resources or appropriations. Eliminating the FSPRC enables these resources to be directed back to their original purpose.

Although the bill reduces the red light camera penalty from \$158 to \$83, it does not change the \$158 penalty for when a law enforcement officer cites a motorist for a red light violation on the street. It is important to note the difference in costs between a red light citation that is issued on the street and one that is issued from photographic evidence. Procedurally, red light camera notices of violation may be contested and paid through a local hearing process before the violation becomes a more costly uniform traffic citation (additional costs include court costs and fees). From an enforcement standpoint, a red light camera violation does not require a law enforcement officer to make the traffic stop and issue the citation on the street. This would provide for cheaper enforcement, and additional officers to focus on other crimes.

Local governments will see a decrease in revenues due to the prohibition of charging for public parking within the right-of-way limits of the State Highway System. It is unknown whether any local governments have issued bonds secured by revenues from parking meters or other parking time-limit devices located on state right-of-way.

DOT advised environmental mitigation projects are currently included in DOT's work program budget submitted annually for legislative approval, and the additional tracking and accounting requirements will have no fiscal impact.

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 expenditures 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 requires DOT to establish by rule an application fee for the submission of unsolicited lease. proposals.

C. DRAFTING ISSUES OR OTHER COMMENTS:

None.

IV. AMENDMENTS/ COMMITTEE SUBSTITUTE CHANGES

On January 9, 2014, the Transportation & Highway Safety Subcommittee adopted two amendments to PCB THSS 14-01 before reporting it favorably. The amendments:

- Revise the surcharge that the cities and counties are allowed to impose for a red light camera violation.
- Prohibit charges from being imposed on public parking within the right-of-way limits of the State
 Highway System
- Highway System.

The analysis is drafted to the PCB as amended.

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1	A bill to be entitled
2	An act relating to the Department of Transportation;
3	amending s. 20.23, F.S.; revising provisions relating
4	to functions of the Florida Transportation Commission
5	to add certain monitoring of the Mid-Bay Bridge
6	Authority; repealing provisions for the Florida
7	Statewide Passenger Rail Commission; amending s.
8	316.0076, F.S.; prohibiting the use of cameras at
9	certain locations to enforce the Florida Uniform
10	Traffic Control Law; amending s. 316.0083, F.S.;
11	revising provisions for enforcement by a traffic
12	infraction enforcement officer of specified provisions
13	requiring vehicular traffic facing a steady red signal
14	to stop; reducing the penalty for notices of
15	violations; restricting issuance by such officer of
16	notices and citations to violations at certain
17	locations; revising penalties and distribution of
18	penalties collected; authorizing counties and
19	municipalities to impose a surcharge for certain
20	purposes; providing procedures and requirements for
21	imposing the local surcharge; providing for the
22	distribution and use of funds collected from the local
23	surcharge; requiring counties and municipalities to
24	make certain reports; revising limits on amounts that
25	may be assessed for certain costs; amending s.
26	316.0776, F.S.; revising provisions authorizing the
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27	use of traffic infraction detectors; revising
28	provisions for implementation of a traffic infraction
29	detector program; amending s. 318.18, F.S.; conforming
30	penalty provisions; conforming provisions for
31	assessment of county and municipal costs; amending s.
32	335.10, F.S.; prohibiting charges for public parking
33	in certain parking spaces; amending s. 337.25, F.S.;
34	revising provisions for disposition of property by the
35	department; authorizing the department to contract for
36	auction services for conveyance of property; revising
37	requirements for an inventory of property; amending s.
38	337.251, F.S.; revising provisions for lease of
39	property; requiring the department to publish a notice
40	of receipt of a proposal for lease of particular
41	department property and accept other proposals;
42	revising notice procedures; requiring the department
43	to establish by rule an application fee for lease
44	proposals; authorizing the department to engage the
45	services of private consultants to assist in
46	evaluating proposals; requiring the department to make
47	specified determinations before approving a proposed
48	lease; amending s. 338.161, F.S.; revising provisions
49	for the department to enter into agreements for
50	certain purposes with public or private transportation
51	facility owners whose systems become interoperable
52	with the department's systems; amending s. 373.4137,
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F.S.; providing legislative intent that environmental mitigation be implemented in a manner that promotes efficiency, timeliness, and cost-effectiveness in project delivery; revising the criteria of the environmental impact inventory; revising the criteria for mitigation of projected impacts identified in the environmental impact inventory; requiring the Department of Transportation to include funding for environmental mitigation for its projects in its work program; revising the process and criteria for the payment by the department or participating transportation authorities of mitigation implemented by water management districts or the Department of Environmental Protection; revising the requirements for the payment to a water management district or the Department of Environmental Protection of the costs of mitigation planning and implementation of the mitigation required by a permit; revising the payment criteria for preparing and implementing mitigation plans adopted by water management districts for transportation impacts based on the environmental impact inventory; adding federal requirements for the development of a mitigation plan; providing for transportation projects in the environmental mitigation plan for which mitigation has not been specified; revising a water management district's Page 3 of 53

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responsibilities relating to a mitigation plan;
amending s. 2 of ch. 85-364, Laws of Florida, as
amended by ch. 95-382, Laws of Florida, relating to
the Department of Transportation; authorizing tolls
from the Pinellas Bayway to be used for maintenance
costs; removing certain projects from the flow of
funds; amending s. 110.205, F.S.; conforming cross-
references; providing an effective date.
Be It Enacted by the Legislature of the State of Florida:
Section 1. Subsections (2) and (3) of section 20.23,
Florida Statutes, are amended to read:
20.23 Department of TransportationThere is created a
Department of Transportation which shall be a decentralized
agency.
(2)
(b) The commission shall have the primary functions to :
1. Recommend major transportation policies for the
Governor's approval, and assure that approved policies and any
revisions thereto are properly executed.
2. Periodically review the status of the state
transportation system including highway, transit, rail, seaport,
intermodal development, and aviation components of the system
and recommend improvements therein to the Governor and the
Legislature.

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105 3. Perform an in-depth evaluation of the annual department 106 budget request, the Florida Transportation Plan, and the 107 tentative work program for compliance with all applicable laws and established departmental policies. Except as specifically 108 109 provided in s. 339.135(4)(c)2., (d), and (f), the commission may not consider individual construction projects, but shall 110 111 consider methods of accomplishing the goals of the department in the most effective, efficient, and businesslike manner. 112 113 4. Monitor the financial status of the department on a 114 regular basis to assure that the department is managing revenue 115 and bond proceeds responsibly and in accordance with law and 116 established policy. 117 5. Monitor on at least a quarterly basis, the efficiency, 118 productivity, and management of the department, using performance and production standards developed by the commission 119 120 pursuant to s. 334.045. 121 6. Perform an in-depth evaluation of the factors causing 122 disruption of project schedules in the adopted work program and 123 recommend to the Legislature and the Governor methods to

124 eliminate or reduce the disruptive effects of these factors.

125 7. Recommend to the Governor and the Legislature 126 improvements to the department's organization in order to 127 streamline and optimize the efficiency of the department. In 128 reviewing the department's organization, the commission shall 129 determine if the current district organizational structure is 130 responsive to Florida's changing economic and demographic

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development patterns. The initial report by the commission must be delivered to the Governor and Legislature by December 15, 2000, and each year thereafter, as appropriate. The commission may retain such experts as are reasonably necessary to effectuate this subparagraph, and the department shall pay the expenses of such experts.

137 8. Monitor the efficiency, productivity, and management of 138 the authorities created under chapters 348 and 349, including any authority formed using the provisions of part I of chapter 139 140 348; the Mid-Bay Bridge Authority created pursuant to chapter 141 2000-411, Laws of Florida; and any authority formed under 142 chapter 343 which is not monitored under subsection (3). The 143 commission shall also conduct periodic reviews of each 144 authority's operations and budget, acquisition of property, 145 management of revenue and bond proceeds, and compliance with 146 applicable laws and generally accepted accounting principles.

147 (3) There is created the Florida Statewide Passenger Rail
 148 Commission.

149 (a)1. The commission shall consist of nine voting members 150 appointed as follows:

a. Three members shall be appointed by the Governor, one
 of whom must have a background in the area of environmental
 concerns, one of whom must have a legislative background, and
 one of whom must have a general business background.
 b. Three members shall be appointed by the President of
 the Senate, one of whom must have a background in civil

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157	engineering, one of whom must have a background in
158	transportation construction, and one of whom must have a general
159	business-background.
160	c. Three-members shall be appointed by the Speaker of the
161	House-of Representatives, one of whom must-have a legal
162	background, one of whom must have a background in financial
163	matters, and one of whom must have a general business
164	background.
165	2. The initial term of each member appointed by the
166	Governor shall be for 4 years. The initial term of each member
167	appointed by the President of the Senate shall be for 3 years.
168	The initial term of each member appointed by the Speaker of the
169	House of Representatives shall be for 2 years. Succeeding terms
170	for all members shall be for 4 years.
171	3. A vacancy occurring during a term shall be filled by
172	the respective appointing authority in the same manner as the
173	original appointment and only for the balance of the unexpired
174	term. An appointment to fill a vacancy shall be made within 60
175	days after the occurrence of the vacancy.
176	4. The commission shall elect one of its members as chair
177	of the commission. The chair shall hold office at the will of
178	the commission. Five members of the commission shall constitute
179	a quorum, and the vote of five members shall be necessary for
180	any action taken by the commission. The commission may meet upon
181	the constitution of a quorum. A vacancy in the commission does
182	not impair the right of a quorum to exercise all rights and
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183	perform all duties of the commission.
184	5. The members of the commission are not entitled to
185	compensation but are entitled to reimbursement for travel and
186	other necessary expenses as provided in s. 112.061.
187	(b) The commission shall have the primary functions of:
188	1. Monitoring the efficiency, productivity, and management
189	of all publicly funded passenger rail systems in the state,
190	including, but not limited to, any authority created under
191	chapter 343, chapter 349, or chapter 163-if-the-authority
192	receives public funds for the provision of passenger rail
193	service. The commission shall advise each monitored authority of
194	its findings and recommendations. The commission shall also
195	conduct periodic reviews of each monitored authority's passenger
196	rail-and-associated-transit-operations-and-budget, acquisition
197	of property, management of revenue and bond proceeds, and
198	compliance with applicable laws and generally accepted
199	accounting principles. The commission may seek the assistance of
200	the Auditor General in conducting such reviews and shall report
201	the findings of such reviews to the Legislature. This paragraph
202	does-not preclude the Florida Transportation Commission from
203	conducting its performance and work program monitoring
204	responsibilities.
205	2. Advising the department on policies and strategies used
206	in planning, designing, building, operating, financing, and
207	maintaining a coordinated statewide system of passenger rail
208	services.
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209	3. Evaluating passenger rail policies and providing advice
210	and recommendations to the Legislature on passenger rail
211	operations in the state.
212	(c) The commission or a member of the commission may not
213	enter into the day-to-day operation of the department or a
214	monitored authority and is specifically prohibited from taking
215	part in:
216	1. The awarding of contracts.
217	2. The selection of a consultant or contractor or the
218	prequalification of any individual consultant or contractor.
219	However, the commission-may-recommend to the secretary-standards
220	and policies governing the procedure for selection and
221	prequalification of consultants and contractors.
222	3. The selection of a route for a specific project.
223	4. The specific location of a transportation facility.
224	5. The acquisition of rights-of-way.
225	6. The employment, promotion, demotion, suspension,
226	transfer, or discharge of any department personnel.
227	7. The granting, denial, suspension, or revocation of any
228	license or permit-issued by the department.
229	(d) The commission is assigned to the Office of the
230	Secretary of the Department of Transportation for administrative
231	and fiscal accountability purposes, but it shall otherwise
232	function independently of the control and direction of the
233	department except that reasonable expenses of the commission
234	shall be-subject to approval by the Secretary of Transportation.
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235 The department shall provide administrative support and service 236 to-the commission. 237 Section 2. Section 316.0076, Florida Statutes, is amended 238 to read: 239 316.0076 Regulation and use of cameras.-Regulation of the use of cameras for enforcing the provisions of this chapter is 240 241 expressly preempted to the state. Notwithstanding any other 242 provision of law, a county or municipality may not use cameras 243 for enforcing this chapter at any traffic control signal device 244 location that did not have an active traffic infraction detector 245 installed before July 1, 2014. The regulation of the use of 246 cameras for enforcing the provisions of this chapter is not 247 required to comply with provisions of chapter 493. Section 3. Paragraphs (a) and (b) of subsection (1) and 248 249 paragraph (e) of subsection (5) of section 316.0083, Florida 250 Statutes, are amended to read: 251 316.0083 Mark Wandall Traffic Safety Program; 252 administration; report.-253 (1) (a) For purposes of administering this section, the 254 department, a county, or a municipality may authorize a traffic 255 infraction enforcement officer under s. 316.640 to issue a 256 traffic citation for a violation of s. 316.074(1) or s. 257 316.075(1)(c)1. A notice of violation and a traffic citation may 258 not be issued for failure to stop at a red light if the driver 259 is making a right-hand turn in a careful and prudent manner at 260 an intersection where right-hand turns are permissible. A notice Page 10 of 53

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261 of violation and a traffic citation may not be issued under this 262 section if the driver of the vehicle came to a complete stop 263 after crossing the stop line and before turning right if 264 permissible at a red light, but failed to stop before crossing 265 over the stop line or other point at which a stop is required. A 266 notice of violation and a traffic citation may only be issued by 267 a county or municipality under this section for violations at 268 intersections that had an active traffic infraction detector 269 installed before July 1, 2014. This paragraph does not prohibit 270 a review of information from a traffic infraction detector by an 271 authorized employee or agent of the department, a county, or a 272 municipality before issuance of the traffic citation by the 273 traffic infraction enforcement officer. This paragraph does not 274 prohibit the department, a county, or a municipality from 275 issuing notification as provided in paragraph (b) to the 276 registered owner of the motor vehicle involved in the violation 277 of s. 316.074(1) or s. 316.075(1)(c)1.

278 (b)1.a. Within 30 days after a violation, notification 279 must be sent to the registered owner of the motor vehicle 280 involved in the violation specifying the remedies available 281 under s. 318.14 and that the violator must pay the penalty of 282 \$83 \$158 to the department, county, or municipality, or furnish 283 an affidavit in accordance with paragraph (d), or request a 284 hearing within 60 days following the date of the notification in 285 order to avoid the issuance of a traffic citation. The 286 notification must be sent by first-class mail. The mailing of Page 11 of 53

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the notice of violation constitutes notification.

b. Included with the notification to the registered owner of the motor vehicle involved in the infraction must be a notice that the owner has the right to review the photographic or electronic images or the streaming video evidence that constitutes a rebuttable presumption against the owner of the vehicle. The notice must state the time and place or Internet location where the evidence may be examined and observed.

Notwithstanding any other provision of law, a person с. 296 who receives a notice of violation under this section may 297 request a hearing within 60 days following the notification of 298 violation or pay the penalty pursuant to the notice of 299 violation, but a payment or fee may not be required before the 300 hearing requested by the person. The notice of violation must be 301 accompanied by, or direct the person to a website that provides, 302 information on the person's right to request a hearing and on 303 all court costs related thereto and a form to request a hearing. 304 As used in this sub-subparagraph, the term "person" includes a 305 natural person, registered owner or coowner of a motor vehicle, 306 or person identified on an affidavit as having care, custody, or 307 control of the motor vehicle at the time of the violation.

308 d. If the registered owner or coowner of the motor 309 vehicle, or the person designated as having care, custody, or 310 control of the motor vehicle at the time of the violation, or an 311 authorized representative of the owner, coowner, or designated 312 person, initiates a proceeding to challenge the violation

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313 pursuant to this paragraph, such person waives any challenge or 314 dispute as to the delivery of the notice of violation. 315 2. Penalties assessed and collected by the department, 316 county, or municipality authorized to collect the funds provided 317 for in this paragraph, less the amount retained by the county or 318 municipality pursuant to subparagraph 3., shall be paid to the 319 Department of Revenue weekly. Payment by the department, county, 320 or municipality to the state shall be made by means of 321 electronic funds transfers. In addition to the payment, summary detail of the penalties remitted shall be reported to the 322 323 Department of Revenue. 324 3. Penalties to be assessed and collected by the 325 department, county, or municipality are as follows: 326 Eighty-three One-hundred-fifty-eight dollars for a a. 327 violation of s. 316.074(1) or s. 316.075(1)(c)1. when a driver 328 failed to stop at a traffic signal if enforcement is by the 329 department's traffic infraction enforcement officer. Seventy One 330 hundred dollars shall be remitted to the Department of Revenue 331 for deposit into the General Revenue Fund, \$10 shall be remitted 332 to the Department of Revenue for deposit into the Department of 333 Health Emergency Medical Services Trust Fund, and \$3 shall be 334 remitted to the Department of Revenue for deposit into the Brain 335 and Spinal Cord Injury Trust Fund, and \$45 shall be distributed 336 to the municipality in which the violation occurred, or, if the 337 violation occurred in an unincorporated area, to the county in 338 which the violation occurred. Funds deposited into the

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339 Department of Health Emergency Medical Services Trust Fund under 340 this sub-subparagraph shall be distributed as provided in s. 341 395.4036(1). Proceeds of the infractions in the Brain and Spinal 342 Cord Injury Trust Fund shall be distributed quarterly to the 343 Miami Project to Cure Paralysis and used for brain and spinal 344 cord research.

345 Eighty-three One hundred fifty-eight dollars for a b. violation of s. 316.074(1) or s. 316.075(1)(c)1. when a driver 346 347 failed to stop at a traffic signal if enforcement is by a county 348 or municipal traffic infraction enforcement officer. Seventy 349 dollars shall be remitted by the county or municipality to the 350 Department of Revenue for deposit into the General Revenue Fund, 351 \$10 shall be remitted to the Department of Revenue for deposit 352 into the Department of Health Emergency Medical Services Trust 353 Fund, and \$3 shall be remitted to the Department of Revenue for 354 deposit into the Brain and Spinal Cord Injury Trust Fund, and 355 \$75 shall be retained by the county or municipality enforcing 356 the ordinance enacted pursuant to this section. Funds deposited 357 into the Department of Health Emergency Medical Services Trust 358 Fund under this sub-subparagraph shall be distributed as 359 provided in s. 395.4036(1). Proceeds of the infractions in the 360 Brain and Spinal Cord Injury Trust Fund shall be distributed 361 quarterly to the Miami Project to Cure Paralysis and used for 362 brain and spinal cord research.

363 <u>4. A county or municipality, by majority vote of the</u> 364 <u>governing board of the respective county or municipality, may</u> Page 14 of 53

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365	impose a surcharge for violations of s. 316.074(1) or s.
366	316.075(1)(c)1. which occur at any intersection that had an
367	active traffic infraction detector installed before July 1,
368	2014, for the sole purpose of funding administrative costs and
369	contractual agreements with manufacturers and vendors of traffic
370	infraction detectors. The surcharge must be authorized by an
371	ordinance requiring public hearings.
372	a. Revenue collected from the surcharge under this
373	subparagraph must be distributed quarterly to the manufacturer
374	or vendor in accordance with each respective contractual
375	agreement.
376	b. Surplus revenue from the surcharge under this
377	subparagraph shall be remitted to the Department of Revenue for
378	deposit into the General Revenue Fund.
379	c. Each county or municipality shall, no later than 30
380	days after the end of each quarter, report in an electronic
381	format to the Department of Revenue the amount of funds
382	collected under this subparagraph during each quarter of the
383	fiscal year. The Department of Revenue shall submit the report
384	annually in an electronic format to the Governor, the President
385	of the Senate, and the Speaker of the House of Representatives.
386	5.4. An individual may not receive a commission from any
387	revenue collected from violations detected through the use of a
388	traffic infraction detector. A manufacturer or vendor may not
389	receive a fee or remuneration based upon the number of
390	violations detected through the use of a traffic infraction
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391 detector.

392 (5) Procedures for a hearing under this section are as 393 follows:

394 (e) At the conclusion of the hearing, the local hearing 395 officer shall determine whether a violation under this section 396 has occurred, in which case the hearing officer shall uphold or 397 dismiss the violation. The local hearing officer shall issue a 398 final administrative order including the determination and, if 399 the notice of violation is upheld, require the petitioner to pay 400 the penalty previously assessed under paragraph (1)(b), and may 401 also require the petitioner to pay county or municipal costs, 402 not to exceed the amount of the penalty assessed and collected 403 by the county or municipality \$250. The final administrative 404 order shall be mailed to the petitioner by first-class mail.

405Section 4.Section 316.0776, Florida Statutes, is amended406to read:

407 316.0776 Traffic infraction detectors; placement and 408 installation.-

Traffic infraction detectors are allowed on state 409 (1)410 roads when permitted by the Department of Transportation and 411 under placement and installation specifications developed by the 412 Department of Transportation. Traffic infraction detectors are 413 allowed on streets and highways under the jurisdiction of 414 counties or municipalities in accordance with placement and 415 installation specifications developed by the Department of 416 Transportation, only if such traffic infraction detectors were

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417 installed and active before July 1, 2014. 418 (2) (a) If the department, county, or municipality installs 419 a traffic infraction detector at an intersection, the 420 department, county, or municipality shall notify the public that 421 a traffic infraction device may be in use at that intersection 422 and must specifically include notification of camera enforcement 423 of violations concerning right turns. Such signage used to 424 notify the public must meet the specifications for uniform 425 signals and devices adopted by the Department of Transportation 426 pursuant to s. 316.0745. 427 (b) If the department, county, or municipality begins a 428 traffic infraction detector program in a county or municipality 429 that has never conducted such a program, the respective 430 department, county, or municipality shall also make a public 431 announcement and conduct a public awareness campaign of the 432 proposed use of traffic infraction detectors at least 30 days 433 before starting commencing the enforcement program. 434 Section 5. Subsections (15) and (22) of section 318.18, 435 Florida Statutes, are amended to read: 436 318.18 Amount of penalties.-The penalties required for a 437 noncriminal disposition pursuant to s. 318.14 or a criminal offense listed in s. 318.17 are as follows: 438 439 (15) (a)1. One hundred and fifty-eight dollars for a violation of s. 316.074(1) or s. 316.075(1)(c)1. when a driver 440 441 has failed to stop at a traffic signal and when enforced by a

law enforcement officer. Sixty dollars shall be distributed as

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443 provided in s. 318.21, \$30 shall be distributed to the General 444 Revenue Fund, \$3 shall be remitted to the Department of Revenue 445 for deposit into the Brain and Spinal Cord Injury Trust Fund, 446 and the remaining \$65 shall be remitted to the Department of 447 Revenue for deposit into the Emergency Medical Services Trust 448 Fund of the Department of Health.

449 2. Eighty-three One-hundred and fifty-eight dollars for a 450 violation of s. 316.074(1) or s. 316.075(1)(c)1. when a driver 451 has failed to stop at a traffic signal and when enforced by the 452 department's traffic infraction enforcement officer. Seventy One 453 hundred dollars shall be remitted to the Department of Revenue 454 for deposit into the General Revenue Fund, \$45 shall be 455 distributed to the county for any violations occurring in any 456 unincorporated areas of the county or to the municipality for 457 any violations occurring in the incorporated boundaries of the 458 municipality in which the infraction occurred, \$10 shall be 459 remitted to the Department of Revenue for deposit into the 460 Department of Health Emergency Medical Services Trust Fund for 461 distribution as provided in s. 395.4036(1), and \$3 shall be 462 remitted to the Department of Revenue for deposit into the Brain 463 and Spinal Cord Injury Trust Fund.

3. <u>Eighty-three</u> One hundred and fifty-eight dollars for a violation of s. 316.074(1) or s. 316.075(1)(c)1. when a driver has failed to stop at a traffic signal and when enforced by a county's or municipality's traffic infraction enforcement officer. <u>Seventy dollars</u> Seventy-five dollars shall be

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469 distributed to the county or municipality issuing the traffic citation, \$70 shall be remitted to the Department of Revenue for 470 471 deposit into the General Revenue Fund, \$10 shall be remitted to 472 the Department of Revenue for deposit into the Department of Health Emergency Medical Services Trust Fund for distribution as 473 474 provided in s. 395.4036(1), and \$3 shall be remitted to the 475 Department of Revenue for deposit into the Brain and Spinal Cord 476 Injury Trust Fund.

477 (b) Amounts deposited into the Brain and Spinal Cord
478 Injury Trust Fund pursuant to this subsection shall be
479 distributed quarterly to the Miami Project to Cure Paralysis and
480 shall be used for brain and spinal cord research.

If a person who is mailed a notice of violation or 481 (C) cited for a violation of s. 316.074(1) or s. 316.075(1)(c)1., as 482 483 enforced by a traffic infraction enforcement officer under s. 484 316.0083, presents documentation from the appropriate 485 governmental entity that the notice of violation or traffic citation was in error, the clerk of court or clerk to the local 486 487 hearing officer may dismiss the case. The clerk of court or 488 clerk to the local hearing officer may not charge for this 489 service.

(d) An individual may not receive a commission or perticket fee from any revenue collected from violations detected
through the use of a traffic infraction detector. A manufacturer
or vendor may not receive a fee or remuneration based upon the
number of violations detected through the use of a traffic
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495	infraction detector.
496	(e) Funds deposited into the Department of Health
497	Emergency Medical Services Trust Fund under this subsection
498	shall be distributed as provided in s. 395.4036(1).
499	(22) In addition to the penalty prescribed under s.
500	316.0083 for violations enforced under s. 316.0083 which are
501	upheld, the local hearing officer may also order the payment of
502	county or municipal costs, not to exceed the amount of the
503	penalty assessed and collected by the county or municipality
504	\$250 .
505	Section 6. Subsection (4) is added to section 335.10,
506	Florida Statutes, to read:
507	335.10 State Highway System; vehicle regulation;
508	prohibited use and traffic; liability for damage; parking
509	(4) No charge may be imposed for public parking within
510	designated parking spaces located within the right-of-way limits
511	of a road on the State Highway System.
512	Section 7. Section 337.25, Florida Statutes, is amended to
513	read:
514	337.25 Acquisition, lease, and disposal of real and
515	personal property
516	(1)(a) The department may purchase, lease, exchange, or
517	otherwise acquire any land, property interests, or buildings or
518	other improvements, including personal property within such
519	buildings or on such lands, necessary to secure or utilize
520	transportation rights-of-way for existing, proposed, or
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521 anticipated transportation facilities on the State Highway 522 System, on the State Park Road System, in a rail corridor, or in 523 a transportation corridor designated by the department. Such 524 property shall be held in the name of the state.

525 (b) The department may accept donations of any land or 526 buildings or other improvements, including personal property 527 within such buildings or on such lands with or without such 528 conditions, reservations, or reverter provisions as are 529 acceptable to the department. Such donations may be used as 530 transportation rights-of-way or to secure or utilize 531 transportation rights-of-way for existing, proposed, or 532 anticipated transportation facilities on the State Highway 533 System, on the State Park Road System, or in a transportation 534 corridor designated by the department.

535 When lands, buildings, or other improvements are (C) 536 needed for transportation purposes, but are held by a federal, 537 state, or local governmental entity and utilized for public 538 purposes other than transportation, the department may 539 compensate the entity for such properties by providing 540 functionally equivalent replacement facilities. The providing of 541 replacement facilities under this subsection may only be 542 undertaken with the agreement of the governmental entity 543 affected.

544 (d) The department may contract pursuant to s. 287.055 for 545 auction services used in the conveyance of real or personal 546 property or the conveyance of leasehold interests under the Page 21 of 53

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547 provisions of subsections (4) and (5). The contract may allow 548 for the contractor to retain a portion of the proceeds as 549 compensation for its services. 550 A complete inventory shall be made of all real or (2)551 personal property immediately upon possession or acquisition. 552 Such inventory shall include an itemized listing of all 553 appliances, fixtures, and other severable items; a statement of 554 the location or site of each piece of realty, structure, or 555 severable item + and the serial number assigned to each. Copies 556 of each inventory shall be filed in the district office in which 557 the property is located. Such inventory shall be carried forward 558 to show the final disposition of each item of property, both 559 real and personal. 560 The inventory of real property which was acquired by (3) 561 the state after December 31, 1988, which has been owned by the 562 state for 10 or more years, and which is not within a 563 transportation corridor or within the right-of-way of a 564 transportation facility shall be evaluated to determine the 565 necessity for retaining the property. If the property is not 566 needed for the construction, operation, and maintenance of a 567 transportation facility, or is not located within a 568 transportation corridor, the department may dispose of the 569 property pursuant to subsection (4).

(4) The department may <u>convey</u> sell, in the name of the state, any land, building, or other property, real or personal, which was acquired under the provisions of subsection (1) and Page 22 of 53

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573	which the department has determined is not needed for the
574	construction, operation, and maintenance of a transportation
575	facility. With the exception of any pareel governed by paragraph
576	(c), paragraph (d), paragraph (f), paragraph (g), or paragraph
577	(i), the department shall afford first right of refusal to the
578	local-government in the jurisdiction of which the parcel is
579	situated. When such a determination has been made, property may
580	be disposed of through negotiation, sealed competitive bid,
581	auction, or any other means that the department deems to be in
582	its best interest, with due advertisement for property valued by
583	the department at more than \$10,000. A sale may not occur at a
584	price less than the department's current estimate of value
585	except as provided in paragraphs (a)-(d). The department may
586	afford the right of first refusal to the local government or
587	other political subdivision in the jurisdiction in which the
588	parcel is situated, except in conveyances transacted under
589	paragraph (a), paragraph (c), or paragraph (e). in the following
590	manner4
591	(a) If <u>a</u> the value of the property <u>has been donated to the</u>
592	state for transportation purposes, the facility has not been
593	constructed for a period of at least 5 years, no plans have been
594	prepared for the construction of such facility, and the property
595	is not located in a transportation corridor, the governmental
596	entity may authorize reconveyance of the donated property
597	without consideration to the original donor or the donor's
598	heirs, successors, assigns, or representatives is \$10,000 or
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599	less as determined by department estimate, the department may
600	negotiate the sale.
601	(b) If the value of the property <u>is to be used for a</u>
602	public purpose, the property may be conveyed to a governmental
603	entity without consideration exceeds \$10,000 as determined by
604	department estimate, such property may be sold to the highest
605	bidder through receipt of sealed competitive bids, after due
606	advertisement, or by public auction held at the site of the
607	improvement which is being sold.
608	(c) If the property was originally acquired specifically
609	to provide replacement housing for persons displaced by
610	transportation projects, the department may negotiate for the
611	sale of such property as replacement housing. As compensation,
612	the state shall receive no less than its investment in such
613	properties or the department's current estimate of value,
614	whichever is lower. It is expressly intended that this benefit
615	be extended only to those persons actually displaced by such
616	project. Disposition to any other person must be for no less
617	than the department's current estimate of value , in the
618	discretion of the department, public sale would be inequitable,
619	properties may be sold by negotiation to the owner holding title
620	to the property abutting the property to be sold, provided such
621	sale-is at a negotiated price not less than fair market value as
622	determined by an independent appraisal, the cost of which shall
623	be paid by the owner of the abutting land. If negotiations do
624	not result in the sale of the property to the owner of the
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abutting land and the property is sold to someone else, the cost of the independent appraisal shall be borne by the purchaser; and the owner of the abutting land shall have the cost of the appraisal refunded to him or her. If, however, no purchase takes place, the owner of the abutting land shall forfeit the sum paid by him or her for the independent appraisal. If, due to action of the department, the property is removed from eligibility for sale, the cost of any appraisal prepared shall be refunded to the owner of the abutting land. (d) If the department determines that the property will require significant costs to be incurred or that continued ownership of the property exposes the department to significant liability risks, the department may use the projected maintenance costs over the next 10 years to offset the property's value in establishing a value for disposal of the property, even if that value is zero property acquired for use as a borrow pit is no longer needed, the department may sell such property to the owner of the parcel of abutting land from which the borrow pit was originally acquired, provided the sale is at a negotiated price not less than fair market value as determined by an independent appraisal, the cost of which shall be paid by the owner of such abutting land. If, in the discretion of the department, a sale to (e) anyone other than an abutting property owner would be inequitable, the property may be sold to the abutting owner for the department's current estimate of value the department begins

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651	the process for disposing of the property on its own initiative,
652	either by negotiation under the provisions of paragraph (a),
653	paragraph (c), paragraph (d), or paragraph (i), or by receipt of
654	sealed competitive bids or public auction under the provisions
655	of paragraph (b) or paragraph (i), a department staff appraiser
656	may determine the fair market value of the property by an
657	appraisal.
658	(f) Any property which was acquired by a county or by the
659	department using constitutional gas tax funds for the purpose of
660	a-right-of-way or borrow pit for a road on the State Highway
661	System, State Park Road System, or county road system and which
662	is no longer used or needed by the department may be conveyed
663	without consideration to that county. The county may then sell
664	such surplus property upon receipt of competitive bids in the
665	same manner prescribed in this section.
666	(g) If a property has been donated to the state for
667	transportation purposes and the facility has not been
668	constructed for a period of at least 5 years and no plans have
669	been prepared for the construction of such facility and the
670	property is not-located in a transportation corridor, the
671	governmental entity may authorize reconveyance of the donated
672	property for no consideration to the original donor or the
673	donor's heirs, successors, assigns, or representatives.
674	(h) If property is to be used for a public purpose, the
675	property-may be conveyed without consideration to a governmental
676	entity.

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677	(i) If property was originally acquired specifically to
678	provide replacement housing for persons displaced by
679	transportation projects, the department may negotiate for the
680	sale of such property as replacement housing. As compensation,
681	the state shall receive no less than its investment in such
682	properties or fair market value, whichever is lower. It is
683	expressly intended that this benefit be extended only to those
684	persons actually displaced by such project. Dispositions to any
685	other persons must be for fair market value.
686	(j) If the department determines that the property will
687	require significant costs to be incurred or that continued
688	ownership-of-the property exposes the department to significant
689	liability risks, the department may use the projected
690	maintenance costs over the next 5 years to offset the market
691	value in establishing a value for disposal of the property, even
692	if that value is zero.
693	(5) The department may convey a leasehold interest for
694	commercial or other purposes, in the name of the state, to any
695	land, building, or other property, real or personal, which was
696	acquired under the provisions of subsection (1). A lease may not
697	occur at a price less than the department's current estimate of
698	value. The department's estimate of value shall be prepared in
699	accordance with department procedures, guidelines, and rules for
700	valuation of real property, the cost of which shall be paid by
701	the party seeking to lease the property.
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702	(a) All leases shall be entered into by negotiation,
703	sealed competitive bid, auction, or any other means that the
704	department deems to be in its best interest. The department may
705	negotiate such a lease at the prevailing market value with the
706	owner from whom the property was acquired; with the holders of
707	leaschold estates existing at the time of the department's
708	acquisition; or, if public bidding would be inequitable, with
709	the owner holding title to privately owned abutting property, if
710	reasonable notice is provided to all other owners of abutting
711	property. The department may allow an outdoor advertising sign
712	to remain on the property acquired, or be relocated on
713	department property, and such sign shall not be considered a
714	nonconforming sign pursuant to chapter 479.
715	(b) If, in the discretion of the department, a lease to
716	anyone other than an abutting property owner or a tenant with a
717	leasehold interest in the abutting property would be
718	inequitable, the property may be leased to the abutting owner or
719	tenant for no less than the department's current estimate of
720	value All other leases shall be by competitive bid.
721	(c) A No lease signed pursuant to paragraph (a) may not Θr
722	paragraph (b) shall be for a period of more than 5 years;
723	however, the department may renegotiate <u>or extend</u> such a lease
724	for an additional term of 5 years as the department deems
725	appropriate without rebidding.
726	(d) Each lease shall provide that <u>unless otherwise</u>
727	directed by the lessor, any improvements made to the property
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728 during the term of the lease shall be removed at the lessee's 729 expense. 730 (e) If property is to be used for a public purpose, 731 including a fair, art show, or other educational, cultural, or 732 fundraising activity, the property may be leased without 733 consideration to a governmental entity or school board. Any 734 public-purpose lease is exempt from the term limits provided in 735 paragraph (c). 736 Paragraphs (c) and (e) (d) do not apply to leases (f) 737 entered into pursuant to s. 260.0161(3), except as provided in 738 such a lease. 739 A No lease executed under this subsection may not be (q) 740 used utilized by the lessee to establish the 4-years' standing 741 required by s. 73.071(3)(b) if the business had not been 742 established for the specified number of 4 years on the date 743 title passed to the department. 744 (h) The department may enter into a long-term lease 745 without compensation with a public port listed in s. 746 403.021(9)(b) for rail corridors used for the operation of a 747 short-line railroad to the port.

(6) Nothing in this chapter prevents the joint use of
right-of-way for alternative modes of transportation; provided
that the joint use does not impair the integrity and safety of
the transportation facility.

(7) The <u>department's estimate of value</u>, as required in
 subsection (4), shall be prepared in accordance with department
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procedures, guidelines, and rules for valuation of real 754 755 property. If the value of the property exceeds \$50,000 as 756 determined by department estimate, the sale will be at a 757 negotiated price of not less than fair market value as 758 determined by an independent appraisal prepared in accordance with department procedures, guidelines, and rules for valuation 759 760 of real property, the cost of which shall be paid by the party 761 seeking the purchase of the property. If the estimated value is 762 \$50,000 or less, the department may use a department staff 763 appraiser or obtain an independent appraisal required by 764 paragraphs (4) (c) and (d) shall be prepared in accordance with 765 department quidelines and rules by an independent appraiser who 766 has been certified by the department. If federal funds were used 767 in the acquisition of the property, the appraisal shall also be 768 subject to the approval of the Federal Highway Administration.

(8) A "due advertisement" under this section is an advertisement in a newspaper of general circulation in the area of the improvements of not less than 14 calendar days <u>before</u> prior to the date of the receipt of bids or the date on which a public auction is to be held.

(9) The department, with the approval of the Chief
Financial Officer, <u>may</u> is authorized to disburse state funds for
real estate closings in a manner consistent with good business
practices and in a manner minimizing costs and risks to the
state.

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(10) The department <u>may</u> is authorized to purchase title Page 30 of 53

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insurance in those instances where it is determined that such insurance is necessary to protect the public's investment in property being acquired for transportation purposes. The department shall adopt procedures to be followed in making the determination to purchase title insurance for a particular parcel or group of parcels which, at a minimum, shall set forth criteria which the parcels shall must meet.

787 (11) This section does not modify the requirements of s.
788 73.013.

789 Section 8. Subsection (2) of section 337.251, Florida
790 Statutes, is amended to read:

791337.251Lease of property for joint public-private792development and areas above or below department property.-

793 (2)The department may request proposals for the lease of 794 such property or, if the department receives a proposal for to 795 negotiate a lease of particular department property that the 796 department desires to consider, it shall publish a notice in a 797 newspaper of general circulation at least once a week for 2 798 weeks τ stating that it has received the proposal and will 799 accept, for 120 60 days after the date of publication, other 800 proposals for lease of the particular property use of the space. 801 A copy of the notice must be mailed to each local government in 802 the affected area. The department shall adopt rules establishing 803 an application fee for the submission of proposals under this 804 section. The fee must be limited to the amount needed to pay the 805 anticipated costs of evaluating the proposals. The department Page 31 of 53

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806	may engage the services of private consultants to assist in the
807	evaluation. Before approval, the department must determine that
808	the proposed lease:
809	(a) Is in the public's best interest;
810	(b) Would not require state funds to be used; and
811	(c) Would have adequate safeguards in place to ensure that
812	no additional costs or service disruptions would be realized by
813	the traveling public and residents of the state in the event of
814	default by the private lessee or upon termination or expiration
815	of the lease.
816	Section 9. Subsection (5) of section 338.161, Florida
817	Statutes, is amended to read:
818	338.161 Authority of department or toll agencies to
819	advertise and promote electronic toll collection; expanded uses
820	of electronic toll collection system; authority of department to
821	collect tolls, fares, and fees for private and public entities
822	(5) If the department finds that it can increase nontoll
823	revenues or add convenience or other value for its customers,
824	and if a public or private transportation facility owner agrees
825	that its facility will become interoperable with the
826	department's electronic toll collection and video billing
827	systems, the department <u>may</u> is authorized to enter into an
828	agreement with the owner of such facility under which the
829	department uses private or public entities for the department's
830	use of its electronic toll collection and video billing systems
831	to collect and enforce for the owner tolls, fares,
1	Page 32 of 53

832 administrative fees, and other applicable charges due imposed in 833 connection with use of the owner's facility transportation 834 facilities of the private or public entities that become 835 interoperable with the department's electronic toll collection 836 system. The department may modify its rules regarding toll 837 collection procedures and the imposition of administrative 838 charges to be applicable to toll facilities that are not part of 839 the turnpike system or otherwise owned by the department. This 840 subsection may not be construed to limit the authority of the 841 department under any other provision of law or under any agreement entered into before prior to July 1, 2012. 842

843 Section 10. Section 373.4137, Florida Statutes, is amended 844 to read:

845 373.4137 Mitigation requirements for specified 846 transportation projects.—

847 The Legislature finds that environmental mitigation (1)848 for the impact of transportation projects proposed by the 849 Department of Transportation or a transportation authority 850 established pursuant to chapter 348 or chapter 349 can be more 851 effectively achieved by regional, long-range mitigation planning 852 rather than on a project-by-project basis. It is the intent of 853 the Legislature that mitigation to offset the adverse effects of 854 these transportation projects be funded by the Department of 855 Transportation and be carried out by the use of mitigation banks 856 and any other mitigation options that satisfy state and federal 857 requirements in a manner that promotes efficiency, timeliness in

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858 project delivery, and cost-effectiveness. 859 (2) Environmental impact inventories for transportation 860 projects proposed by the Department of Transportation or a 861 transportation authority established pursuant to chapter 348 or 862 chapter 349 shall be developed as follows: 863 By July 1 of each year, the Department of (a) 864 Transportation, or a transportation authority established 865 pursuant to chapter 348 or chapter 349 which chooses to participate in the program, shall submit to the water management 866 867 districts a list of its projects in the adopted work program and 868 an environmental impact inventory of habitat impacts and the 869 anticipated amount of mitigation needed to offset impacts as 870 described in paragraph (b). The environmental impact inventory 871 must be based on habitats addressed in the rules adopted 872 pursuant to this part, and s. 404 of the Clean Water Act, 33 873 U.S.C. s. 1344, and the Department of Transportation's which may 874 be impacted by its plan of construction for transportation 875 projects in the next 3 years of the tentative work program. The 876 Department of Transportation or a transportation authority 877 established pursuant to chapter 348 or chapter 349 may also 878 include in its environmental impact inventory the habitat 879 impacts and the anticipated amount of mitigation needed for of 880 any future transportation project. The Department of 881 Transportation and each transportation authority established 882 pursuant to chapter 348 or chapter 349 may fund any mitigation 883 activities for future projects using current year funds.

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The environmental impact inventory must shall include 884 (b) 885 a description of these habitat impacts, including their location, acreage, and type; the anticipated amount of 886 887 mitigation needed based on the functional loss as determined through the uniform mitigation assessment method (UMAM) adopted 888 889 by rule of the Department of Environmental Protection pursuant 890 to s. 373.414(18); identification of the proposed mitigation 891 option; state water quality classification of impacted wetlands 892 and other surface waters; any other state or regional 893 designations for these habitats; and a list of threatened 894 species, endangered species, and species of special concern 895 affected by the proposed project. 896 Before projects are identified for inclusion in a (C) 897 water management district mitigation plan as described in 898 subsection (4), the Department of Transportation must consider 899 using credits from a permitted mitigation bank. The Department 900 of Transportation must consider the availability of suitable and 901 sufficient mitigation bank credits within the transportation 902 project's area, the ability to satisfy commitments to regulatory 903 and resource agencies, the availability of suitable and 904 sufficient mitigation purchased or developed through this section, the ability to complete existing water management 905 906 district or Department of Environmental Protection suitable 907 mitigation sites initiated with Department of Transportation 908 mitigation funds, and the ability to satisfy state and federal 909 requirements including long-term maintenance and liability. Page 35 of 53

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910 To implement the mitigation option fund development (3) (a) 911 and implementation of the mitigation plan for the projected 912 impacts identified in the environmental impact inventory 913 described in subsection (2), the Department of Transportation 914 may purchase credits for current and future use directly from a 915 mitigation bank, purchase mitigation services through the water 916 management districts or the Department of Environmental 917 Protection, conduct its own mitigation, or use other mitigation 918 options that meet state and federal requirements. Funding for 919 the identified mitigation option as described in the 920 environmental impact inventory must be included in shall 921 identify funds quarterly in an escrow account within the State 922 Transportation Trust Fund for the environmental mitigation phase 923 of projects budgeted by the Department of Transportation's work 924 program developed pursuant to s. 339.135. The amount programmed 925 each year by the Department of Transportation and participating 926 transportation authorities established pursuant to chapter 348 927 or chapter 349 must correspond to an estimated cost per credit of \$150,000 multiplied by the projected number of credits 928 929 identified in the environmental impact inventory described in subsection (2). This estimated cost per credit will be adjusted 930 931 every 2 years by the Department of Transportation based on the 932 average cost per UMAM credit paid through this section. 933 Transportation for the current fiscal year. The escrow account 934 shall be maintained by the Department of Transportation for the 935 benefit of the water management districts. Any interest carnings Page 36 of 53

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936 from the escrow account shall remain with the Department of 937 Transportation. 938 Each transportation authority established pursuant to (b) 939 chapter 348 or chapter 349 that chooses to participate in this 940 program shall create an escrow account within its financial 941 structure and deposit funds in the account to pay for the 942 environmental mitigation phase of projects budgeted for the 943 current fiscal year. The escrow account shall be maintained by 944 the authority for the benefit of the water management districts. 945 Any interest earnings from the escrow account shall remain with 946 the authority. 947 (C) For mitigation implemented by the water management 948 district or the Department of Environmental Protection, as 949 appropriate, the amount paid each year must be based on 950 mitigation services provided by the water management districts 951 or Department of Environmental Protection pursuant to an 952 approved water management district plan, as described in 953 subsection (4). Except for current mitigation projects in the 954 monitoring and maintenance phase and except as allowed by 955 paragraph (d), The water management districts or the Department 956 of Environmental Protection, as appropriate, may request payment 957 a transfer of funds from an escrow account no sooner than 30 958 days before the date the funds are needed to pay for activities 959 associated with development or implementation of permitted 960 mitigation meeting the requirements pursuant to this part, 33 961 U.S.C. s. 1344, and 33 C.F.R. part 332 in the approved Page 37 of 53

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962	mitigation plan described in subsection (4) for the current
963	fiscal year , including, but not limited to, design, engineering,
964	production, and staff support. Actual conceptual plan
965	preparation costs incurred before plan approval may be submitted
966	to-the Department of Transportation or the appropriate
967	transportation authority each year with the plan. The conceptual
968	plan preparation costs of each water management district will be
969	paid from mitigation funds associated with the environmental
970	impact inventory for the current year. The amount transferred to
971	the egerow accounts each year by the Department of
972	Transportation and participating transportation authorities
973	established-pursuant-to-chapter-348-or-chapter-349-shall
974	correspond to a cost per acre of \$75,000 multiplied by the
975	projected acres of impact identified in the environmental impact
976	inventory described in subsection (2). However, the \$75,000 cost
977	per-acre-does-not-constitute an-admission-against-interest by
978	the state or its subdivisions and is not admissible as evidence
979	of full compensation for any property acquired by eminent domain
980	or through inverse condemnation. Each July 1, the cost per acre
981	shall be adjusted by the percentage change in the average of the
982	Consumer Price Index issued by the United States Department of
983	Labor for the most recent 12-month period ending September 30,
984	compared to the base year average, which is the average for the
985	12-month period ending September 30, 1996. Each quarter, the
986	projected <u>amount of mitigation must</u> acreage of impact shall be
987	reconciled with the actual amount of mitigation needed for
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988	acreage of impact of projects as permitted, including permit
989	modifications, pursuant to this part and s. 404 of the Clean
990	Water Act, 33 U.S.C. s. 1344. The subject year's programming
991	transfer of funds shall be adjusted accordingly to reflect the
992	mitigation acreage of impacts as permitted. If the water
993	management district excludes a project from an approved water
994	management district mitigation plan, if the water management
995	district cannot timely permit a mitigation site to offset the
996	impacts of a Department of Transportation project identified in
997	the environmental impact inventory, or if the proposed
998	mitigation does not meet state and federal requirements, the
999	Department of Transportation may use the associated funds for
1000	the purchase of mitigation bank credits or any other mitigation
1001	option that satisfies state and federal requirements. The
1002	Department of Transportation and participating transportation
1003	authorities established pursuant to chapter 348 or chapter 349
1004	are authorized to transfer such funds from the escrow accounts
1005	to the water management districts to earry out the mitigation
1006	programs. Environmental mitigation funds that are identified for
1007	or maintained in an escrow account for the benefit of a water
1008	management district may be released if the associated
1009	transportation project is excluded in whole or part from the
1010	mitigation plan. For a mitigation project that is in the
1011	maintenance-and monitoring phase, the water management district
1012	may request and receive a one-time payment based on the
1013	project's expected future maintenance and monitoring costs. Upon
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1014	final disbursement of the final maintenance and monitoring
1015	payment for mitigation of a transportation project as permitted,
1016	the obligation of the Department of Transportation or the
1017	participating transportation authority is satisfied and the
1018	water management district or the Department of Environmental
1019	Protection, as appropriate, will have continuing responsibility
1020	for the mitigation project, the escrow account for the project
1021	established by the Department of Transportation or the
1022	participating transportation authority may be closed. Any
1023	interest earned on these disbursed funds shall remain with the
1024	water management district and must be used as authorized under
1025	this section.
1026	(d) Beginning with the March 2015 water management
1027	district mitigation plans in the 2005-2006 fiscal year, each
1028	water management district or the Department of Environmental
1029	Protection, as appropriate, shall invoice the Department of
1030	Transportation for mitigation services to offset only the
1031	impacts of a Department of Transportation project identified in
1032	the environmental impact inventory, including planning, design,
1033	construction, maintenance, monitoring, and other costs necessary
1034	to meet requirements under this section, 33 U.S.C. s. 1344, and
1035	33 C.F.R. part 332. If the water management district identifies
1036	the use of mitigation bank credits to offset a Department of
1037	Transportation impact, the water management district shall
1038	exclude that purchase from the mitigation plan, and the
1039	Department of Transportation must purchase the bank credits. be
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1040	paid a lump-sum amount of \$75,000 per acre, adjusted as provided
1041	under-paragraph (c), for federally funded transportation
1042	projects that are included on the environmental impact inventory
1043	and that have an approved mitigation plan. Beginning in the
1044	2009-2010 fiscal year, each water management district shall be
1045	paid a lump sum amount of \$75,000 per acre, adjusted as provided
1046	under paragraph (c), for federally funded and nonfederally
1047	funded transportation projects that have an approved mitigation
1048	plan. All mitigation costs, including, but not limited to, the
1049	costs of preparing conceptual plans and the costs of design,
1050	construction, staff support, future maintenance, and monitoring
1051	the-mitigated acres shall be funded through these lump-sum
1052	amounts.
1053	(e) For mitigation activities occurring on existing water
1054	management district or Department of Environmental Protection
1055	mitigation sites initiated with Department of Transportation
1056	mitigation funds before July 1, 2013, the water management
1057	district or the Department of Environmental Protection shall
1058	invoice the Department of Transportation or a participating
1059	transportation authority at a cost per acre of \$75,000
1060	multiplied by the projected acres of impact as identified in the
1061	environmental impact inventory. The cost per acre must be
1062	adjusted by the percentage change in the average of the Consumer
1063	Price Index issued by the United States Department of Labor for
1064	the most recent 12-month period ending September 30, compared to
1065	the base year average, which is the average for the 12-month
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1066	period ending September 30, 1996. When implementing the
1067	mitigation activities necessary to offset the permitted impacts
1068	as provided in the approved mitigation plan, the water
1069	management district shall maintain records of the costs incurred
1070	in implementing the mitigation. The records must include, but
1071	are not limited to, costs for planning, land acquisition,
1072	design, construction, staff support, long-term maintenance and
1073	monitoring of the mitigation site, and other costs necessary to
1074	meet the requirements of 33 U.S.C. s. 1344 and 33 C.F.R. part
1075	332.
1076	(f) For purposes of preparing and implementing the
1077	mitigation plans to be adopted by the water management districts
1078	on or before March 1, 2014, for impacts based on the July 1,
1079	2013, environmental impact inventory, the funds identified in
1080	the Department of Transportation's work program or participating
1081	transportation authorities' escrow accounts must correspond to a
1082	cost per acre of \$75,000 multiplied by the projected acres of
1083	impact as identified in the environmental impact inventory. The
1084	cost per acre shall be adjusted by the percentage change in the
1085	average of the Consumer Price Index issued by the United States
1086	Department of Labor for the most recent 12-month period ending
1087	September 30, compared to the base year average, which is the
1088	average for the 12-month period ending September 30, 1996.
1089	Payment as provided under this paragraph is limited to those
1090	mitigation activities that are identified in the first year of
1091	the 2013 mitigation plan and for which the transportation
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1092	project is permitted and is in the Department of
1093	Transportation's adopted work program, or equivalent for a
1094	transportation authority. When implementing the mitigation
1095	activities necessary to offset the permitted impacts as provided
1096	in the approved mitigation plan, the water management district
1097	shall maintain records of the costs incurred in implementing the
1098	mitigation. The records must include, but are not limited to,
1099	costs for planning, land acquisition, design, construction,
1100	staff support, long-term maintenance and monitoring of the
1101	mitigation site, and other costs necessary to meet the
1102	requirements of 33 U.S.C. s. 1344 and 33 C.F.R. part 332. To the
1103	extent moneys paid to a water management district by the
1104	Department of Transportation or a participating transportation
1105	authority exceed the amount expended by the water management
1106	districts in implementing the mitigation to offset the permitted
1107	impacts, these funds must be refunded to the Department of
1108	Transportation or participating transportation authority. This
1109	paragraph expires June 30, 2015.
1110	(4) Before March 1 of each year, each water management
1111	district shall develop a mitigation plan to offset only the
1112	impacts of transportation projects in the environmental impact
1113	inventory for which a water management district is implementing
1114	mitigation that meets the requirements of this section, 33
1115	U.S.C. s. 1344, and 33 C.F.R. part 332. The water management
1116	district mitigation plan must be developed $_{m{ au}}$ in consultation with
1117	the Department of Environmental Protection, the United States
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1118 Army Corps of Engineers, the Department of Transportation, 1119 participating transportation authorities established pursuant to chapter 348 or chapter 349, and other appropriate federal, 1120 state, and local governments, and other interested parties, 1121 1122 including entities operating mitigation banks, -shall develop a plan for the primary purpose of complying with the mitigation 1123 1124 requirements adopted pursuant to this part and 33 U.S.C. s. 1125 1344. In developing such plans, the water management districts 1126 shall use sound ecosystem management practices to address 1127 significant water resource needs and consider shall focus on 1128 activities of the Department of Environmental Protection and the 1129 water management districts, such as surface water improvement 1130 and management (SWIM) projects and lands identified for 1131 potential acquisition for preservation, restoration, or 1132 enhancement, and the control of invasive and exotic plants in 1133 wetlands and other surface waters, to the extent that the 1134 activities comply with the mitigation requirements adopted under 1135 this part, and 33 U.S.C. s. 1344, and 33 C.F.R. part 332. The 1136 water management district mitigation plan must identify each 1137 site where the water management district will mitigate for a 1138 transportation project. For each mitigation site, the water 1139 management district shall provide the scope of the mitigation 1140 services, provide the functional gain as determined through the 1141 UMAM adopted by rule of the Department of Environmental Protection pursuant to s. 373.414(18), describe how the 1142 mitigation offsets the impacts of each transportation project as 1143 Page 44 of 53

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1144	permitted, and provide a schedule for the mitigation services.
1145	The water management districts shall maintain records of costs
1146	incurred and payments received for providing these services.
1147	Records must include, but are not limited to, planning, land
1148	acquisition, design, construction, staff support, long-term
1149	maintenance and monitoring of the mitigation site, and other
1150	costs necessary to meet the requirements of 33 U.S.C. s. 1344
1151	and 33 C.F.R. part 332. To the extent moneys paid to a water
1152	management district by the Department of Transportation or a
1153	participating transportation authority exceed the amount
1154	expended by the water management districts in providing the
1155	mitigation services to offset the permitted transportation
1156	project impacts, these moneys must be refunded to the Department
1157	of Transportation or participating transportation authority. In
1158	determining the activities to be included in the plans, the
1159	districts shall consider the purchase of credits from public or
1160	private mitigation banks permitted under s. 373.4136 and
1161	associated federal authorization and shall include the purchase
1162	as a part of the mitigation plan when the purchase would offset
1163	the impact of the transportation project, provide equal benefits
1164	to the water resources than other mitigation options being
1165	considered, and provide the most cost-effective mitigation
1166	option. The mitigation plan shall be submitted to the water
1167	management district governing board, or its designee, for review
1168	and approval. At least 14 days before approval by the governing
1169	board, the water management district shall provide a copy of the
1	Page 45 of 53

1170 draft mitigation plan to <u>the Department of Environmental</u> 1171 <u>Protection and</u> any person who has requested a copy. <u>The</u> 1172 <u>mitigation plan, after governing board approval, must be</u> 1173 <u>submitted to the Department of Environmental Protection for</u> 1174 <u>approval.</u> The plan may not be implemented until it is submitted 1175 to and approved, in part or in its entirety, by the Department 1176 of Environmental Protection.

1177 (a) For each transportation project with a funding request 1178 for the next fiscal year, the mitigation plan must include a 1179 brief explanation of why a mitigation bank was or was not chosen 1180 as a mitigation option, including an estimation of identifiable 1181 costs of the mitigation bank and nonbank options and other 1182 factors such as time saved, liability for success of the 1183 mitigation, and long-term maintenance.

1184 (a) (b) Specific projects may be excluded from the 1185 mitigation plan, in whole or in part, and are not subject to this section upon the election of the Department of 1186 1187 Transportation, a transportation authority if applicable, or the 1188 appropriate water management district. The Department of 1189 Transportation or a participating transportation authority may not exclude a transportation project from the mitigation plan 1190 1191 when mitigation is scheduled for implementation by the water 1192 management district in the current fiscal year, except when the 1193 transportation project is removed from the Department of 1194 Transportation's work program or transportation authority 1195 funding plan, the mitigation cannot be timely permitted to

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1196	offset the impacts of a Department of Transportation project
1197	identified in the environmental impact inventory, or the
1198	proposed mitigation does not meet state and federal
1199	requirements. If a project is removed from the work program or
1200	the mitigation plan, costs expended by the water management
1201	district before removal are eligible for reimbursement by the
1202	Department of Transportation or participating transportation
1203	authority.
1204	(b) (c) When determining which projects to include in or
1205	exclude from the mitigation plan, the Department of
1206	Transportation shall investigate using credits from a permitted
1207	mitigation bank before those projects are submitted for
1208	inclusion in <u>a water management district mitigation</u> the plan.
1209	The Department of Transportation shall exclude a project from
1210	the mitigation plan if the investigation undertaken pursuant to
1211	this paragraph results in the conclusion that the use of credits
1212	from a permitted mitigation bank promotes efficiency, timeliness
1213	in project delivery, cost-effectiveness, and transfer of
1214	liability for success and long-term maintenance. The
1215	investigation shall consider the cost-effectiveness of
1216	mitigation bank credits, including, but not limited to, factors
1217	such as time saved, transfer of liability for success of the
1218	mitigation, and long-term maintenance.
1219	(5) The water management district shall ensure that
1220	mitigation requirements pursuant to 33 U.S.C. s. 1344 and 33
1221	C.F.R. part 332 are met for the impacts identified in the
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1222 environmental impact inventory for which the water management 1223 district will implement mitigation described in subsection (2), 1224 by implementation of the approved mitigation plan described in 1225 subsection (4) to the extent funding is provided by the 1226 Department of Transportation, or a transportation authority 1227 established pursuant to chapter 348 or chapter 349, if 1228 applicable. In developing and implementing the mitigation plan, 1229 the water management district shall comply with federal 1230 permitting requirements pursuant to 33 U.S.C. s. 1344 and 33 1231 C.F.R. part 332. During the federal permitting process, the 1232 water management district may deviate from the approved 1233 mitigation plan in order to comply with federal permitting 1234 requirements upon notice and coordination with the Department of 1235 Transportation or participating transportation authority. 1236 The water management district mitigation plans shall (6) 1237 be updated annually to reflect the most current Department of 1238 Transportation work program and project list of a transportation 1239 authority established pursuant to chapter 348 or chapter 349, if 1240 applicable, and may be amended throughout the year to anticipate 1241 schedule changes or additional projects which may arise. Before 1242 amending the mitigation plan to include new projects, the 1243 Department of Transportation shall consider mitigation banks and 1244 other available mitigation options that meet state and federal 1245 requirements. Each update and amendment of the mitigation plan 1246 shall be submitted to the governing board of the water 1247 management district or its designee for approval. However, such Page 48 of 53

1248 approval shall not be applicable to a deviation as described in 1249 subsection (5).

(7) Upon approval by the governing board of the water 1250 1251 management district and the Department of Environmental 1252 Protection or its-designee, the mitigation plan shall be deemed 1253 to satisfy the mitigation requirements under this part for 1254 impacts specifically identified in the environmental impact 1255 inventory described in subsection (2) and any other mitigation 1256 requirements imposed by local, regional, and state agencies for 1257 these same impacts. The approval of the governing board of the 1258 water management district and the Department of Environmental 1259 Protection or its designee shall authorize the activities 1260 proposed in the mitigation plan, and no other state, regional, 1261 or local permit or approval shall be necessary.

1262 (8) This section shall not be construed to eliminate the 1263 need for the Department of Transportation or a transportation 1264 authority established pursuant to chapter 348 or chapter 349 to 1265 comply with the requirement to implement practicable design 1266 modifications, including realignment of transportation projects, 1267 to reduce or eliminate the impacts of its transportation 1268 projects on wetlands and other surface waters as required by 1269 rules adopted pursuant to this part, or to diminish the 1270 authority under this part to regulate other impacts, including 1271 water quantity or water quality impacts, or impacts regulated 1272 under this part that are not identified in the environmental 1273 impact inventory described in subsection (2).

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1274	(9) The process for environmental-mitigation for the
1275	impact of transportation projects under this section shall be
1276	available to an expressway, bridge, or transportation authority
1277	established under chapter 348 or chapter 349. Use of this
1278	process may be initiated by an authority depositing the
1279	requisite funds into an escrow account set up by the authority
1280	and filing an environmental impact inventory with the
1281	appropriate water management district. An authority that
1282	initiates the environmental mitigation process established by
1283	this section shall comply with subsection (6) by timely
1284	providing the appropriate water management district with the
1285	requisite work program information. A water management district
1286	may draw down funds from the escrow account as provided in this
1287	section.
1288	Section 11. Section 2 of chapter 85-364, Laws of Florida,
1289	as amended by chapter 95-382, Laws of Florida, is amended to
1290	read:
1291	Section 2. All tolls collected shall first be used for the
1292	payment of annual operating and maintenance costs and second to
1293	discharge the current bond indebtedness related to the Pinellas
1294	Bayway. Thereafter, tolls collected shall be used to establish a
1295	reserve construction account to be used, together with interest
1296	earned thereon, by the department for the construction of Blind
1297	Pass Road, State Road 699 improvements, and for Phase II of the
1298	Pinellas Bayway improvements. A portion of the tolls collected
1299	shall first be used specifically for the construction of the
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1300 Blind Pass Road improvements, which improvements consist of 1301 widening to four lanes the Blind Pass Road, State Road 699, from 1302 75th Avenue north to the approach of the Blind Pass Bridge, 1303 including necessary right-of-way acquisition along said portion 1304 of Blind Pass Road, and intersection improvements at 75th Avenue 1305 and Blind Pass Road in Pinellas County. Said improvements shall 1306 be included in the department's current 5-year work program. 1307 Upon completion of the Blind Pass Road improvements, the tolls 1308 collected shall be used, together with interest carned thereon, 1309 by the department for Phase II of the Pinellas Bayway 1310 improvements, which improvements consists of widening to four 1311 lanes the Pinellas Bayway from State Road 679 west to Gulf 1312 Boulevard, including necessary approaches, bridges, and avenues 1313 of access. Upon completion of the Phase II improvements, the 1314 department shall continue to collect tolls on the Pinellas 1315 Bayway for purposes of reimbursing the department for all 1316 accrued maintenance costs for the Pinellas Bayway. 1317 Section 12. Paragraphs (j) and (m) of subsection (2) of section 110.205, Florida Statutes, are amended to read: 1318 1319 110.205 Career service; exemptions.-1320 (2)EXEMPT POSITIONS.-The exempt positions that are not 1321 covered by this part include the following: 1322 The appointed secretaries and the State Surgeon (j) 1323 General, assistant secretaries, deputy secretaries, and deputy 1324 assistant secretaries of all departments; the executive 1325 directors, assistant executive directors, deputy executive Page 51 of 53

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1326 directors, and deputy assistant executive directors of all departments; the directors of all divisions and those positions 1327 determined by the department to have managerial responsibilities 1328 comparable to such positions, which positions include, but are 1329 1330 not limited to, program directors, assistant program directors, 1331 district administrators, deputy district administrators, the 1332 Director of Central Operations Services of the Department of Children and Family Services, the State Transportation 1333 1334 Development Administrator, State Public Transportation and Modal 1335 Administrator, district secretaries, district directors of 1336 transportation development, transportation operations, 1337 transportation support, and the managers of the offices 1338 specified in s. 20.23(3)(b) s = 20.23(4)(b), of the Department of 1339 Transportation. Unless otherwise fixed by law, the department 1340 shall set the salary and benefits of these positions in 1341 accordance with the rules of the Senior Management Service; and 1342 the county health department directors and county health 1343 department administrators of the Department of Health.

(m) All assistant division director, deputy division director, and bureau chief positions in any department, and those positions determined by the department to have managerial responsibilities comparable to such positions, which include, but are not limited to:

Positions in the Department of Health and the
 Department of Children and Family Services that are assigned
 primary duties of serving as the superintendent or assistant
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1352 superintendent of an institution.

1353 2. Positions in the Department of Corrections that are 1354 assigned primary duties of serving as the warden, assistant 1355 warden, colonel, or major of an institution or that are assigned 1356 primary duties of serving as the circuit administrator or deputy 1357 circuit administrator.

1358 3. Positions in the Department of Transportation that are 1359 assigned primary duties of serving as regional toll managers and 1360 managers of offices, as defined in <u>s. 20.23(3)(b) and (4)(c)</u> s. 1361 $\frac{20.23(4)(b)}{20.23(4)(b)}$.

4. Positions in the Department of Environmental Protection
that are assigned the duty of an Environmental Administrator or
program administrator.

1365 5. Positions in the Department of Health that are assigned 1366 the duties of Environmental Administrator, Assistant County 1367 Health Department Director, and County Health Department 1368 Financial Administrator.

1369 6. Positions in the Department of Highway Safety and Motor
1370 Vehicles that are assigned primary duties of serving as captains
1371 in the Florida Highway Patrol.

1373 Unless otherwise fixed by law, the department shall set the 1374 salary and benefits of the positions listed in this paragraph in 1375 accordance with the rules established for the Selected Exempt 1376 Service.

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Section 13. This act shall take effect July 1, 2014. Page 53 of 53

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Bill No. HB 7005 (2014)

Amendment No. 1

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COMMITTEE/SUBCOMMITTEE	ACTION
ADOPTED	(Y/N)
ADOPTED AS AMENDED	(Y/N)
ADOPTED W/O OBJECTION	(Y/N)
FAILED TO ADOPT	(Y/N)
WITHDRAWN	(Y/N)
OTHER	

Committee/Subcommittee hearing bill: Transportation & Economic Development Appropriations Subcommittee

Representative Artiles offered the following:

Amendment (with title amendment)

Remove lines 237-505 and insert:

Section 1. Section 316.0083, Florida Statutes, is amended to read:

9 316.0083 Mark Wandall Traffic Safety Program;
10 administration; report.-

For purposes of administering this section, the 11 (1)(a) department, a county, or a municipality may authorize a traffic 12 infraction enforcement officer under s. 316.640 to issue a 13 14 traffic citation for a violation of s. 316.074(1) or s. 15 316.075(1)(c)1. A notice of violation and a traffic citation may 16 not be issued for failure to stop at a red light at an 17 intersection where right hand or left hand turns on red signal 039251 - h7005 line 237 Artiles 1.docx

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are permissible if the driver is making a right-hand or left-18 19 hand turn, unless pedestrians are in or immediately adjacent to the crosswalk in a careful and prudent manner at an intersection 20 21 where right-hand turns are permissible. A notice of violation 22 may be issued at an intersection where right or left hand turns 23 on red signal are permissible if in the reviewing traffic 24 infraction enforcement officer's discretion the driver is making 25 a turn and one or more of the following factors is present at 26 the time of violation: 27 1. The operator of the motor vehicle fails to yield to a 28 pedestrian or bicyclist; or 29 2. The operator of the motor vehicle fails to yield to 30 another vehicle. 31 (b) A notice of violation and a traffic citation may not be 32 issued under this section if the driver of the vehicle came to a complete stop after crossing the stop line and before turning 33 34 right if permissible at a red light, but failed to stop before crossing over the stop line or other point at which a stop is 35 36 required. This paragraph does not prohibit a review of 37 information from a traffic infraction detector by an authorized 38 employee or agent of the department, a county, or a municipality 39 before issuance of the notice of violation traffic citation by the traffic infraction enforcement officer. This paragraph does 40 not prohibit the department, a county, or a municipality from 41 42 issuing notification as provided in paragraph (b) to the

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43 registered owner of the motor vehicle involved in the violation 44 of s. 316.074(1) or s. 316.075(1)(c)1.

(c) (b) 1.a. Within 30 days after a violation, notification 45 must be sent to the registered owner of the motor vehicle 46 involved in the violation specifying the remedies available 47 48 under s. 318.14 and that the violator must pay the penalty of 49 \$158 as described in this section to the department, county, or 50 municipality, or furnish an affidavit in accordance with 51 paragraph (c) (d), or request a hearing within 60 days following the date of the notification in order to avoid a hold on the 52 53 vehicle's registration pursuant to s. 320.03(8) the issuance of 54 a traffic citation. The notification must be sent by first-class mail. The mailing of the notice of violation constitutes 55 notification. 56

57 b. Included with the notification to the registered owner 58 of the motor vehicle involved in the infraction must be a notice 59 that the owner has the right to review the photographic or 60 electronic images or the streaming video evidence that 61 constitutes a rebuttable presumption against the owner of the 62 vehicle. The notice must state the time and place or Internet 63 location where the evidence may be examined and observed.

c. Notwithstanding any other provision of law, a person
who receives a notice of violation under this section may
request a hearing within 60 days following the notification of
violation or pay the penalty pursuant to the notice of
violation, but a payment or fee may not be required before the

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69 hearing requested by the person. The notice of violation must be 70 accompanied by, or direct the person to a website that provides, 71 information on the person's right to request a hearing and on 72 all court costs related thereto and a form to request a hearing. 73 As used in this sub-subparagraph, the term "person" includes a 74 natural person, registered owner or coowner of a motor vehicle, 75 or person identified on an affidavit as having care, custody, or control of the motor vehicle at the time of the violation. 76

77 d. If the registered owner or coowner of the motor 78 vehicle, or the person designated as having care, custody, or 79 control of the motor vehicle at the time of the violation, or an 80 authorized representative of the owner, coowner, or designated 81 person, initiates a proceeding to challenge the violation 82 pursuant to this paragraph, such person waives any challenge or 83 dispute as to the delivery of the notice of violation.

Penalties assessed and collected by the department, 2. 84 85 county, or municipality authorized to collect the funds provided for in this paragraph, less the amount retained by the county or 86 municipality pursuant to subparagraph 3., shall be paid to the 87 88 Department of Revenue weekly. Payment by the department, county, 89 or municipality to the state shall be made by means of 90 electronic funds transfers. In addition to the payment, summary detail of the penalties remitted shall be reported to the 91 92 Department of Revenue.

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3. Penalties to be assessed and collected by the department, county, or municipality are as follows: 94

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95 a. One hundred fifty-eight dollars for a violation of s. 316.074(1) or s. 316.075(1)(c)1. when a driver failed to stop at 96 97 a traffic signal if enforcement is by the department's traffic 98 infraction enforcement officer. One hundred dollars shall be 99 remitted to the Department of Revenue for deposit into the 100 General Revenue Fund, \$10 shall be remitted to the Department of 101 Revenue for deposit into the Department of Health Emergency 102 Medical Services Trust Fund, \$3 shall be remitted to the 103 Department of Revenue for deposit into the Brain and Spinal Cord 104 Injury Trust Fund, and \$45 shall be distributed to the 105 municipality in which the violation occurred, or, if the 106 violation occurred in an unincorporated area, to the county in 107 which the violation occurred. Funds deposited into the 108 Department of Health Emergency Medical Services Trust Fund under 109 this sub-subparagraph shall be distributed as provided in s. 110 395.4036(1). Proceeds of the infractions in the Brain and Spinal 111 Cord Injury Trust Fund shall be distributed quarterly to the 112 Miami Project to Cure Paralysis and used for brain and spinal 113 cord-research.

b. One hundred fifty-eight dollars for a violation of s. 316.074(1) or s. 316.075(1)(c)1. when a driver failed to stop at a traffic signal if enforcement is by a county or municipal traffic infraction enforcement officer. Seventy dollars shall be remitted by the county or municipality to the Department of Revenue for deposit into the General Revenue Fund, \$10 shall be remitted to the Department of Revenue for deposit into the

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121 Department of Health Emergency Medical Services Trust Fund, \$3 122 shall be remitted to the Department of Revenue for deposit into the Brain and Spinal Cord Injury Trust Fund, and \$75 shall be 123 124 retained by the county or municipality enforcing the ordinance enacted pursuant to this section. Seventy percent of the funds 125 retained by the county or municipality must be used for traffic 126 127 safety projects. Funds deposited into the Department of Health 128 Emergency Medical Services Trust Fund under this sub-129 subparagraph shall be distributed as provided in s. 395.4036(1). 130 Proceeds of the infractions in the Brain and Spinal Cord Injury 131 Trust Fund shall be distributed quarterly to the Miami Project 132 to Cure Paralysis and used for brain and spinal cord research. An individual may not receive a commission from any 133 4. revenue collected from violations detected through the use of a 134

135 traffic infraction detector. A manufacturer or vendor may not 136 receive a fee or remuneration based upon the number of 137 violations detected through the use of a traffic infraction 138 detector.

139 (c)1.a. A traffic citation issued under this section shall 140 be issued by mailing the traffic citation by certified mail to 141 the address of the registered owner of the motor vehicle 142 involved in the violation if payment has not been made within 60 143 days after notification under paragraph (b), if the registered 144 owner has not requested a hearing as authorized under paragraph 145 (b), or if the registered owner has not submitted an affidavit 146 under this section.

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147 b. - Delivery of the traffic citation constitutes 148 notification under this paragraph. If the registered owner or coowner of the motor vehicle, or the person designated as having 149 150 care, custody, or control of the motor vehicle at the time of 151 the violation, or a duly authorized representative of the owner, 152 coowner, or designated person, initiates a proceeding to 153 challenge the citation pursuant to this section, such person 154 waives any challenge or dispute as to the delivery of the 155 traffic citation. 156 c. In the case of joint ownership of a motor vehicle, the traffic citation shall be mailed to the first name appearing on 157 158 the registration, unless the first name appearing on the 159 registration is a business organization, in which case the 160 second name appearing on the registration may be used. 161 2. Included with the notification to the registered owner 162 of the motor vehicle involved in the infraction shall be a 163 notice that the owner has the right to review, in person or 164 remotely, the photographic or electronic images or the streaming video evidence that constitutes a rebuttable presumption against 165 the owner of the vehicle. The notice must state the time and 166 167 place or Internet location where the evidence may be examined 168 and observed. 169 The owner of the motor vehicle involved in the (d)(d)1. 170

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violation is responsible and liable for paying <u>the notice of</u> violation the uniform traffic citation issued for a violation of

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172 s. 316.074(1) or s. 316.075(1)(c)1. when the driver failed to 173 stop at a traffic signal, unless the owner can establish that: 174 a. The motor vehicle passed through the intersection in 175 order to yield right-of-way to an emergency vehicle or as part 176 of a funeral procession;

b. The motor vehicle passed through the intersection at the direction of a law enforcement officer;

c. The motor vehicle was, at the time of the violation, in the care, custody, or control of another person;

d. A uniform traffic citation was issued by a law enforcement officer to the driver of the motor vehicle for the alleged violation of s. 316.074(1) or s. 316.075(1)(c)1.; or

e. The motor vehicle's owner was deceased on or before the date that the <u>notice of violation</u> uniform traffic citation was issued, as established by an affidavit submitted by the representative of the motor vehicle owner's estate or other designated person or family member.

2. In order to establish such facts, the owner of the motor vehicle shall, within 30 days after the date of issuance of the <u>notice of violation</u> traffic citation, furnish to the appropriate governmental entity an affidavit setting forth detailed information supporting an exemption as provided in this paragraph.

a. An affidavit supporting an exemption under subsubparagraph 1.c. must include the name, address, date of birth,
and, if known, the driver license number of the person who

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198 leased, rented, or otherwise had care, custody, or control of 199 the motor vehicle at the time of the alleged violation. If the 200 vehicle was stolen at the time of the alleged offense, the 201 affidavit must include the police report indicating that the 202 vehicle was stolen.

b. If a traffic citation for a violation of s. 316.074(1)
or s. 316.075(1)(c)1. was issued at the location of the
violation by a law enforcement officer, the affidavit must
include the serial number of the uniform traffic citation.

207 c. If the motor vehicle's owner to whom <u>a notice of</u> 208 <u>violation</u> a traffic citation has been issued is deceased, the 209 affidavit must include a certified copy of the owner's death 210 certificate showing that the date of death occurred on or before 211 the issuance of the uniform traffic citation and one of the 212 following:

(I) A bill of sale or other document showing that the deceased owner's motor vehicle was sold or transferred after his or her death, but on or before the date of the alleged violation.

(II) Documentary proof that the registered license plate belonging to the deceased owner's vehicle was returned to the department or any branch office or authorized agent of the department, but on or before the date of the alleged violation.

(III) A copy of a police report showing that the deceasedowner's registered license plate or motor vehicle was stolen

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223 after the owner's death, but on or before the date of the 224 alleged violation.

225

226 Upon receipt of the affidavit and documentation required under 227 this sub-subparagraph, the governmental entity must dismiss the 228 <u>notice of violation citation</u> and provide proof of such dismissal 229 to the person that submitted the affidavit.

230 3. Upon receipt of an affidavit, the person designated as 231 having care, custody, or control of the motor vehicle at the time of the violation may be issued a notice of violation 232 233 pursuant to paragraph (b) for a violation of s. 316.074(1) or s. 234 316.075(1)(c)1. when the driver failed to stop at a traffic 235 signal. The affidavit is admissible in a proceeding pursuant to 236 this section for the purpose of providing proof that the person 237 identified in the affidavit was in actual care, custody, or 238 control of the motor vehicle. The owner of a leased vehicle for 239 which a notice of violation traffic citation is issued for a 240 violation of s. 316.074(1) or s. 316.075(1)(c)1. when the driver 241 failed to stop at a traffic signal is not responsible for paying the notice of violation traffic citation and is not required to 242 243 submit an affidavit as specified in this subsection if the motor 244 vehicle involved in the violation is registered in the name of 245 the lessee of such motor vehicle.

246 4. <u>Paragraph</u> Paragraphs (b) and (c) <u>applies</u> apply to the
247 person identified on the affidavit, except that the notification
248 under sub-subparagraph (b) 1.a. must be sent to the person

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(2014)

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249 identified on the affidavit within 30 days after receipt of an 250 affidavit.

5. The submission of a false affidavit is a misdemeanor of
the second degree, punishable as provided in s. 775.082 or s.
775.083.

254 (e) (e) The photographic or electronic images or streaming 255 video attached to or referenced in the notice of violation 256 traffic citation is evidence that a violation of s. 316.074(1) 257 or s. 316.075(1)(c)1. when the driver failed to stop at a 258 traffic signal has occurred and is admissible in any proceeding 259 to enforce this section and raises a rebuttable presumption that 260 the motor vehicle named in the report or shown in the 261 photographic or electronic images or streaming video evidence 262 was used in violation of s. 316.074(1) or s. 316.075(1)(c)1. 263 when the driver failed to stop at a traffic signal. The 264 photographic or electronic images or streaming video are not 265 admissible as evidence in any other proceeding.

(2) A notice of violation and a traffic citation may not
be issued for failure to stop at a red light <u>at an intersection</u>
where right-hand or left-hand turns on red signal are
permissible if the driver is making a right-hand <u>or left-hand</u>
turn, unless pedestrians are in or immediately adjacent to the
<u>crosswalk in a careful and prudent manner at an intersection</u>
where right-hand turns are permissible.

(a) A notice of violation may be issued at an intersection
 where right or left hand turns on red signal are permissible if

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Amendment No. 1

275	in the reviewing traffic infraction enforcement officer's
276	discretion the driver is making a turn and one or more of the
277	following factors is present at the time of violation:
278	1. The operator of the motor vehicle fails to yield to a
279	pedestrian or bicyclist; or
280	2. The operator of the motor vehicle fails to yield to
281	another vehicle.
282	(3) This section supplements the enforcement of s.
283	316.074(1) or s. 316.075(1)(c)1. by law enforcement officers
284	when a driver fails to stop at a traffic signal and does not
285	prohibit a law enforcement officer from issuing a traffic
286	citation for a violation of s. 316.074(1) or s. 316.075(1)(c)1.
287	when a driver fails to stop at a traffic signal in accordance
288	with normal traffic enforcement techniques.
289	(4)(a) Each county or municipality that operates a traffic
290	infraction detector shall submit a report by October 1, and
291	April 1, 2014-2012, and semiannually on these dates annually
292	thereafter, to the department. The report shall detail which
293	details the results of using the traffic infraction detector and
294	the procedures for enforcement for the preceding state fiscal
295	year. The department shall notify the Department of
296	Transportation which counties and municipalities fail to submit
297	the report. The information submitted by the counties and
298	municipalities must include statistical data and information
299	required by the department to complete the report required under

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300 paragraph (b), including details of engineering countermeasures, 301 traffic studies performed, and crash data by type of crash. 302 (b) Within 30 days following the semiannual reporting date,

303 the Department of Transportation shall notify by certified mail 304 any county or municipality that fails to submit the semiannual 305 report that the report is overdue. A county or municipality that 306 does not submit the report within 60 days following receipt of 307 the notice by the Department of Transportation shall immediately 308 disable all traffic infraction detectors within the county or 309 municipality until the report is submitted to the department.

310 On or before January December 31, of each year 2012, (C) 311 and annually thereafter, the department shall provide a summary 312 report to the Governor, the President of the Senate, and the 313 Speaker of the House of Representatives regarding the use and 314 operation of traffic infraction detectors under this section, 315 along with the department's recommendations and any necessary 316 legislation. The summary report must include a review of the 317 information submitted to the department by the counties and municipalities and must describe the enhancement of the traffic 318 319 safety and enforcement programs, details of engineering 320 countermeasures taken, traffic studies performed, and crash data 321 by type of crash.

322 (5) Procedures for a hearing under this section are as 323 follows:

324 (a) The department shall publish and make available325 electronically to each county and municipality a model Request

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(2014)

Amendment No. 1

326 for Hearing form to assist each local government administering 327 this section.

(b) The charter county, noncharter county, or municipality
electing to authorize traffic infraction enforcement officers to
issue notices of violation traffic citations under paragraph
(1) (a) shall designate by resolution existing staff to serve as
the clerk to the local hearing officer.

333 Any person, herein referred to as the "petitioner," (C) 334 who elects to request a hearing under paragraph (1)(b) shall be 335 scheduled for a hearing by the clerk to the local hearing 336 officer to appear before a local hearing officer with notice to be sent by first-class mail. Upon receipt of the notice, the 337 petitioner may reschedule the hearing once by submitting a 338 339 written request to reschedule to the clerk to the local hearing 340 officer, at least 5 calendar days before the day of the 341 originally scheduled hearing. The petitioner may cancel his or 342 her appearance before the local hearing officer by paying the 343 penalty assessed under paragraph (1)(b), plus \$25 \$50 in 344 administrative costs, before the start of the hearing.

(d) All testimony at the hearing shall be under oath and shall be recorded. The local hearing officer shall take testimony from a traffic infraction enforcement officer and the petitioner, and may take testimony from others. The local hearing officer shall review the photographic or electronic images or the streaming video made available under sub-

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351 subparagraph(1)(b)1.b. Formal rules of evidence do not apply,352 but due process shall be observed and govern the proceedings.

353 At the conclusion of the hearing, the local hearing (e) officer shall determine whether a violation under this section 354 355 has occurred, in which case the hearing officer shall uphold or 356 dismiss the violation. The local hearing officer shall issue a 357 final administrative order including the determination and, if 358 the notice of violation is upheld, require the petitioner to pay 359 the penalty previously assessed under paragraph (1)(b), and may 360 also require the petitioner to pay county or municipal costs, 361 not to exceed \$100 \$250. The final administrative order shall be 362 mailed to the petitioner by first-class mail.

363 (f) An aggrieved party may appeal a final administrative
 364 order consistent with the process provided under s. 162.11.

365 Section 2. Subsection (1) of section 316.0776, Florida 366 Statutes, is amended to read:

367 316.0776 Traffic infraction detectors; placement and 368 installation.-

369 Traffic infraction detectors are allowed on state (1)370 roads when permitted by the Department of Transportation and 371 under placement and installation specifications developed by the 372 Department of Transportation. Traffic infraction detectors are 373 allowed on streets and highways under the jurisdiction of 374 counties or municipalities in accordance with placement and 375 installation specifications developed by the Department of 376 Transportation. In addition, the Department of Transportation

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COMMITTEE/SUBCOMMITTEE AMENDMENT

Bill No. HB 7005 (2014)

Amendment No. 1

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377	shall identify engineering countermeasures intended to reduce
378	violations of s. 316.074(1) and s. 316.075(1)(c)1. to be
379	considered prior to the installation of a traffic infraction
380	detector on any roadway. The determination to place a traffic
381	infraction detector on any roadway must be based on the results
382	of a traffic engineering study which documents the
383	implementation and failure of any engineering countermeasure
384	appropriate for the specific location. The study must be signed
385	and sealed by a professional engineer licensed in this state.
386	Section 3. Paragraph (b) of subsection (1) of section
387	316.640, Florida Statutes, is amended to read:
388	316.640 EnforcementThe enforcement of the traffic laws
389	of this state is vested as follows:
390	(1) STATE
391	(b)1. The Department of Transportation has authority to
392	enforce on all the streets and highways of this state all laws
393	applicable within its authority.
394	2.a. The Department of Transportation shall develop
395	training and qualifications standards for toll enforcement
396	officers whose sole authority is to enforce the payment of tolls
397	pursuant to s. 316.1001. Nothing in this subparagraph shall be
398	construed to permit the carrying of firearms or other weapons,
399	nor shall a toll enforcement officer have arrest authority.
400	b. For the purpose of enforcing s. 316.1001, governmental
401	entities, as defined in s. 334.03, which own or operate a toll
402	facility may employ independent contractors or designate
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403 employees as toll enforcement officers; however, any such toll 404 enforcement officer must successfully meet the training and 405 qualifications standards for toll enforcement officers 406 established by the Department of Transportation.

407 3. For the purpose of enforcing s. 316.0083, the 408 department may designate employees as traffic infraction 409 enforcement officers. A traffic infraction enforcement officer 410 must successfully complete instruction in traffic enforcement 411 procedures and court presentation through the Selective Traffic 412 Enforcement Program as approved by the Division of Criminal Justice Standards and Training of the Department of Law 413 414 Enforcement, or through a similar program, but may not 415 necessarily otherwise meet the uniform minimum standards 416 established by the Criminal Justice Standards and Training 417 Commission for law enforcement officers or auxiliary law enforcement officers under s. 943.13. This subparagraph does not 418 419 authorize the carrying of firearms or other weapons by a traffic 420 infraction enforcement officer and does not authorize a traffic 421 infraction enforcement officer to make arrests. The department's 422 traffic infraction enforcement officers must be physically 423 located in the state.

424 Section 4. Subsection (3) of section 318.15, Florida 425 Statutes, is amended to read:

426 318.15 Failure to comply with civil penalty or to appear; 427 penalty.-

428

nalty.-(3) The clerk shall <u>provide</u> notify the department <u>with a</u>

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429 list of persons who were mailed a notice of violation of s. 430 316.074(1) or s. 316.075(1)(c)1. pursuant to s. 316.0083 and who 431 failed to enter into, or comply with the terms of, a penalty payment plan, or order with the clerk to the local hearing 432 433 officer or failed to appear at a scheduled hearing within 10 days after such failure, and shall reference the person's driver 434 435 license number, and vehicle registration number that is 436 identified on the notice of violation, or in the case of a 437 business entity, the vehicle registration number identified on 438 the notice of violation.

(a) <u>Pursuant to s. 320.03(8)</u>, upon receipt of such notice,
the department, or authorized agent thereof, may not issue a
license plate or revalidation sticker <u>to a person on the list</u>
for <u>the any</u> motor vehicle <u>that is identified on the traffic</u>
<u>infraction detector violation</u> owned or coowned by that person
pursuant to s. 320.03(8) until the amounts assessed have been
fully paid.

446 The clerk shall notify the department to remove a (b) 447 person's name from the list upon payment of the outstanding 448 fines and civil penalties After the issuance of the person's 449 license plate or revalidation sticker is withheld pursuant to 450 paragraph (a), the person may challenge the withholding of the 451 license plate or revalidation sticker only on the basis that the 452 outstanding fines and civil penalties have been paid pursuant to 453 s. 320.03(8).

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TEVER AMENDMENT & COMMITTEE/SUBCOMMITTEE AMENDMENT

Bill No. HB 7005

(2014)

Amendment No. 1

454 Section 5. Subsections (15) and (22) of section 318.18, 455 Florida Statutes, is amended to read:

456 318.18 Amount of penalties.—The penalties required for a 457 noncriminal disposition pursuant to s. 318.14 or a criminal 458 offense listed in s. 318.17 are as follows:

459 (15) (a) 1. One hundred and fifty-eight dollars for a violation of s. 316.074(1) or s. 316.075(1)(c)1. when a driver 460 461 has failed to stop at a traffic signal and when enforced by a 462 law enforcement officer. Sixty dollars shall be distributed as 463 provided in s. 318.21, \$30 shall be distributed to the General 464 Revenue Fund, \$3 shall be remitted to the Department of Revenue 465 for deposit into the Brain and Spinal Cord Injury Trust Fund, 466 and the remaining \$65 shall be remitted to the Department of 467 Revenue for deposit into the Emergency Medical Services Trust 468 Fund of the Department of Health.

469 2. One hundred and fifty-eight dollars for a violation of 470 s. 316.074(1) or s. 316.075(1)(c)1. when a driver has failed to 471 stop at a traffic signal and when enforced by the department's 472 traffic infraction enforcement officer. One hundred dollars 473 shall be remitted to the Department of Revenue for deposit into 474 the General Revenue Fund, \$45 shall be distributed to the county 475 for any violations occurring in any unincorporated areas of the 476 county or to the municipality for any violations occurring in 477 the incorporated boundaries of the municipality in which the 478 infraction occurred, \$10 shall be remitted to the Department of 479 Revenue for deposit into the Department of Health Emergency

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Bill No. HB 7005

(2014)

Amendment No. 1

480 Medical Services Trust Fund for distribution as provided in s.
481 395.4036(1), and \$3 shall be remitted to the Department of
482 Revenue for deposit into the Brain and Spinal Cord Injury Trust
483 Fund.

2.3. One hundred and fifty-eight dollars for a violation 484 485 of s. 316.074(1) or s. 316.075(1)(c)1. when a driver has failed 486 to stop at a traffic signal and when enforced by a county's or municipality's traffic infraction enforcement officer. Seventy-487 five dollars shall be distributed to the county or municipality 488 489 issuing the traffic citation, \$70 shall be remitted to the 490 Department of Revenue for deposit into the General Revenue Fund, 491 \$10 shall be remitted to the Department of Revenue for deposit 492 into the Department of Health Emergency Medical Services Trust 493 Fund for distribution as provided in s. 395.4036(1), and \$3 494 shall be remitted to the Department of Revenue for deposit into 495 the Brain and Spinal Cord Injury Trust Fund. Seventy percent of 496 the revenue distributed to the municipality or county must be 497 used for traffic safety.

(b) Amounts deposited into the Brain and Spinal Cord
Injury Trust Fund pursuant to this subsection shall be
distributed quarterly to the Miami Project to Cure Paralysis and
shall be used for brain and spinal cord research.

(c) If a person who is mailed a notice of violation or cited for a violation of s. 316.074(1) or s. 316.075(1)(c)1., as enforced by a traffic infraction enforcement officer under s. 316.0083, presents documentation from the appropriate

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E B C A COMMITTEE/SUBCOMMITTEE AMENDMENT

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(2014)

Amendment No. 1

506 governmental entity that the notice of violation or traffic 507 citation was in error, the clerk of court or clerk to the local 508 hearing officer may dismiss the case. The clerk of court or 509 clerk to the local hearing officer may not charge for this 510 service.

(d) An individual may not receive a commission or perticket fee from any revenue collected from violations detected through the use of a traffic infraction detector. A manufacturer or vendor may not receive a fee or remuneration based upon the number of violations detected through the use of a traffic infraction detector.

(e) Funds deposited into the Department of Health
Emergency Medical Services Trust Fund under this subsection
shall be distributed as provided in s. 395.4036(1).

(22) In addition to the penalty prescribed under s.
316.0083 for violations enforced under s. 316.0083 which are
upheld, the local hearing officer may also order the payment of
county or municipal costs, not to exceed \$100 \$250.

524 Section 6. Subsection (8) of section 320.03, Florida 525 Statutes, is amended to read:

526 320.03 Registration; duties of tax collectors; 527 International Registration Plan.-

(8) If the applicant's name appears on the list referred
to in s. 316.1001(4), s. 316.1967(6), s. 318.15(3), or s.
713.78(13), a license plate or revalidation sticker may not be
issued for the traffic infraction detector violation until that

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Amendment No. 1

Bill No. HB 7005 (2014)

532 person's name no longer appears on the list; the governmental 533 entity has notified the department to remove the person's name from the list pursuant to s. 318.15(3), or until the person 534 535 presents a receipt from the governmental entity or the clerk of 536 court that provided the data showing that the fines outstanding 537 have been paid. This subsection does not apply to the owner of a 538 leased vehicle if the vehicle is registered in the name of the 539 lessee of the vehicle. The tax collector and the clerk of the 540 court are each entitled to receive monthly 10 percent of the 541 civil penalties and fines recovered from such persons to 542 reimburse them for the cost of r as costs for implementing and 543 administering this subsection, 10 percent of the civil penalties 544 and fines recovered from such persons. As used in this 545 subsection, the term "civil penalties and fines" does not 546 include a wrecker operator's lien as described in s. 713.78(13); 547 and for civil penalties and fines assessed in s. 316.0083(1)(b)3 548 and 318.18(15)(a)2, the term does not include funds remitted to 549 the Department of Revenue for deposit into the General Revenue 550 Fund. If the tax collector has private tag agents, such tag 551 agents are entitled to receive a pro rata share of the amount 552 paid to the tax collector, based upon the percentage of license 553 plates and revalidation stickers issued by the tag agent 554 compared to the total issued within the county. The authority of 555 any private agent to issue license plates shall be revoked, 556 after notice and a hearing as provided in chapter 120, if he or 557 she issues any license plate or revalidation sticker contrary to

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E COMMITTEE/SUBCOMMITTEE AMENDMENT

Amendment No. 1

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Bill No. HB 7005 (2014)

558 the provisions of this subsection. This section applies only to 559 the annual renewal in the owner's birth month of a motor vehicle registration and does not apply to the transfer of a 560 registration of a motor vehicle sold by a motor vehicle dealer 561 licensed under this chapter, except for the transfer of 562 registrations which includes the annual renewals. This section 563 does not affect the issuance of the title to a motor vehicle, 564 565 notwithstanding s. 319.23(8)(b).

TITLE AMENDMENT

Remove lines 10-31 and insert: 571 572 Traffic Control Law; amending s. 316.0083, F.S.; clarifying 573 provisions relating to failure to stop at a red light where a 574 turn on red is permissible; revising remedies available that a 575 violator must pay replacing the uniform traffic citation from an 576 unpaid notice of violation to a registration hold on the 577 vehicle; removes the department's authority for red light 578 cameras; provides a funding requirement for counties and 579 municipalities; revises the annual reporting requirements for 580 counties and municipalities; revises the department's reporting 581 requirements; reduces administrative costs and county and 582 municipal costs relating to local hearings; amending s. 583 316.0776, F.S.; requires the Department of Transportation to

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Amendment No. 1

Bill No. HB 7005 (2014)

584 identify engineering countermeasure for traffic infraction 585 detectors; requires traffic infraction detectors placement 586 determinations be based on a traffic engineering study; amending s. 316.640, F.S.; removes the department's authority to 587 588 designate traffic infraction enforcement officers; removes 589 traffic infraction enforcement officer criminal justice 590 standards and law enforcement training requirements; amending s. 591 318.15, F.S.; revising clerks of court requirements when a 592 person fails to comply with a notice of violation; amending s. 593 318.18, F.S.; conforming penalties and local funding 594 requirements; amending s. 320.03, F.S.; revising criteria for 595 when a license plate or revalidation sticker may be issued; 596 revises allocation of revalidation penalties and fines for tax 597 collectors; amending s.

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COMMITTEE/SUBCOMMITTEE AMENDMENT Bill No. HB 7005

(2014)

Amendment No. Am 1 to 1

COMMITTEE/SUBCOMMI	TTEE ACTION
ADOPTED	(Y/N)
ADOPTED AS AMENDED	(Y/N)
ADOPTED W/O OBJECTION	(Y/N)
FAILED TO ADOPT	(Y/N)
WITHDRAWN	(Y/N)
OTHER	

1 Committee/Subcommittee hearing bill: Transportation & Economic 2 Development Appropriations Subcommittee 3 Representative Peters offered the following: 4 5 Amendment to Amendment (039251) by Representative Artiles 6 (with title amendment)

Remove lines 28-30 of the amendment and insert:

8 pedestrian or bicyclist;

7

9 2. The operator of the motor vehicle fails to yield to 10 another vehicle; or

11 3. The operator of the motor vehicle does not 12 substantially reduce the speed of the motor vehicle before 13 turning and the vehicle speed reported is 8 miles per hour or 14 more. 15

A county or municipality that installs a traffic infraction 16 17 detector at an intersection shall install a sign notifying the

075923 - h7005 line 28 Am 1-to Am 1 Peters.docx Published On: 3/24/2014 9:33:23 AM

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 $|| \rangle \rightarrow \neq \langle \langle | \rangle$ COMMITTEE/SUBCOMMITTEE AMENDMENT

Bill No. HB 7005 (2014) Amendment No. Am 1 to 1 18 public that the intersection is photo enforced. Such signage 19 must specifically include in a conspicuous manner notification 20 of camera enforcement of violations for turns at that 21 intersection. Such signage must meet the specifications for 22 uniform signals and devices adopted by the Department of 23 Transportation. 24 25 26 TITLE AMENDMENT 27 Remove line 572 of the amendment and insert: 28 Traffic Control Law; amending s. 316.0083, F.S.; revising 075923 - h7005 line 28 Am 1-to Am 1 Peters.docx Published On: 3/24/2014 9:33:23 AM

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COMMITTEE/SUBCOMMITTEE AMENDMENT

Bill No. HB 7005 (2014)

Amendment No. Am 2 to 1

COMMITTEE/SUBCOMMITT	EE ACTION
ADOPTED	(Y/N)
ADOPTED AS AMENDED	(Y/N)
ADOPTED W/O OBJECTION	(Y/N)
FAILED TO ADOPT	(Y/N)
WITHDRAWN	(Y/N)
OTHER	

1 Committee/Subcommittee hearing bill: Transportation & Economic 2 Development Appropriations Subcommittee 3 Representative Peters offered the following: 4 5 Amendment to Amendment (039251) by Representative Artiles (with title amendment) 6 7 Remove lines 279-281 of the amendment and insert: 8 pedestrian or bicyclist; 9 2. The operator of the motor vehicle fails to yield to 10 another vehicle; or 3. The operator of the motor vehicle does not 11 12 substantially reduce the speed of the motor vehicle before turning and the vehicle speed reported is 8 miles per hour or 13 14 more. 15 16 A county or municipality that installs a traffic infraction 17 detector at an intersection shall install a sign notifying the 075189 - h7005 line 279 Am2 to Am 1 Peters.docx Published On: 3/24/2014 9:34:16 AM

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Bill No. HB 7005 (2014) Amendment No. Am 2 to 1 18 public that the intersection is photo enforced. Such signage 19 must specifically include in a conspicuous manner notification 20 of camera enforcement of violations for turns at that intersection. Such signage must meet the specifications for 21 22 uniform signals and devices adopted by the Department of 23 Transportation. 24 25 26 TITLE AMENDMENT 27 Remove line 572 of the amendment and insert: 28 Traffic Control Law; amending s. 316.0083, F.S.; revising 075189 - h7005 line 279 Am2 to Am 1 Peters.docx Published On: 3/24/2014 9:34:16 AM

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Bill No. HB 7005 (2014)

Amendment No. 2

COMMITTEE/SUBCOMMITTEE	ACTION
ADOPTED	(Y/N)
ADOPTED AS AMENDED	(Y/N)
ADOPTED W/O OBJECTION	(Y/N)
FAILED TO ADOPT	(Y/N)
WITHDRAWN	(Y/N)
OTHER	

1 Committee/Subcommittee hearing bill: Transportation & Economic 2 Development Appropriations Subcommittee Representative Artiles offered the following: 3 4 5 Amendment (with title amendment) 6 Between lines 1376 and 1377, insert: 7 Section 13. The sum of \$5,100,000 of recurring general revenue is transferred to trust funds in agencies that may be 8 9 negatively impacted by the provisions of this bill as follows: 10 \$700,000 to the Brain and Spinal Cord Injury Trust Fund within 11 the Department of Health; \$2,700,000 to The Emergency Medical 12 Services Trust Fund within the Department of Health; \$500,000 to the State Courts Revenue Trust Fund in the State Courts System; 13 \$400,000 to the State Attorneys Revenue Trust Fund in the 14 15 Justice Administrative Commission; \$200,000 to the Public 16 Defender Revenue Trust Fund in the Justice Administrative 17 Commission; \$300,000 to the State Agency Law Enforcement Radio 231599 - h7005 line 1376 Artiles 2.docx Published On: 3/21/2014 6:42:33 PM

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$\subset 231599\Omega \in$ COMMITTEE/SUBCOMMITTEE AMENDMENT

	Bill No. HB 7005 (2014)
	Amendment No. 2
18	System Trust Fund in the Department of Management Services; and,
19	\$300,000 to the Additional Court Cost Clearing Trust Fund in the
20	Department of Revenue.
21	
22	
23	
24	
25	TITLE AMENDMENT
26	Remove line 86 and insert:
27	references; providing an appropriation; providing an effective
28	date.
29	

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HB 7063

HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #:HB 7063PCB THSS 14-04Certificates of DestructionSPONSOR(S):Transportation & Highway Safety Subcommittee, RayTIED BILLS:IDEN./SIM. BILLS:SB 754

REFERENCE	ACTION	ANALYST	STAFF DIRECTOR or BUDGET/POLICY CHIEF
Orig. Comm.: Transportation & Highway Safety Subcommittee	13 Y, 0 N	Thompson	Miller
1) Transportation & Economic Development Appropriations Subcommittee		Perkins	Davis
2) Economic Affairs Committee			

SUMMARY ANALYSIS

Currently, when a vehicle is considered a "total loss," it is considered "salvage," and may be acquired by a salvage motor vehicle dealer. However, before a total loss vehicle may be acquired by a salvage motor vehicle dealer, the vehicle owner (usually the insurance company) must apply for a salvage certificate of title (Salvage Title) or a certificate of destruction (COD). A Salvage Title indicates that the vehicle is repairable and a COD indicates that the vehicle is not repairable. When applying for a Salvage Title or COD, the insurance company must provide the Department of Highway Safety and Motor Vehicles (DHSMV) with an estimate of the costs of repairing the physical and mechanical damage. If the estimated costs of repairing the vehicle are equal to or more than 80 percent of the current retail cost of the vehicle, as established in any official used car or used mobile home guide, DHSMV is required to declare the vehicle unrebuildable and print a COD.

House Bill 7063 revises the process for applying for a Salvage Title or COD for a total loss motor vehicle. The bill removes the 80 percent threshold that requires DHSMV to declare the vehicle unrebuildable and print a COD, and replaces it with a requirement that DHSMV print a COD if a motor vehicle or mobile home:

- Is damaged, wrecked or burned to the extent that the only residual value of the vehicle is as a source of parts or scrap metal; or
- Comes into this state under a title or other ownership that indicates that the vehicle is non-repairable, junked, or for parts or dismantling only.

In either case, the owner or insurance company which pays money as compensation for total loss of a motor vehicle or mobile home would be required to obtain a COD.

The Revenue Estimating Conference met on March 7, 2014, and projected an insignificant positive fiscal impact on both general revenue and state trust funds.

The bill provides an effective date of July 1, 2014.

FULL ANALYSIS

I. SUBSTANTIVE ANALYSIS

A. EFFECT OF PROPOSED CHANGES:

Present Situation

Total Loss

Currently, Florida law defines a motor vehicle (vehicle or mobile home) as a 'total loss'¹ when:

- an insurance company pays the vehicle owner to replace the wrecked or damaged vehicle with one of like kind and quality or when an insurance company pays the vehicle owner upon the theft of the vehicle²; or
- an uninsured vehicle is wrecked or damaged and the cost, at the time of loss, of repairing or rebuilding the vehicle is 80 percent or more of the cost to the vehicle owner of replacing the wrecked or damaged vehicle with one of like kind and quality.³

However, the vehicle owner and the owner's insurance company may reach an agreement to repair, rather than replace, the vehicle. In this case, the vehicle is not considered a 'total loss,' unless the actual cost to repair the vehicle to the insurance company exceeds 100 percent of the cost of replacing the vehicle with one of like kind and quality. If the cost to repair does in fact exceed 100 percent of the replacement cost, the vehicle owner must request that DHSMV brand the vehicle's certificate of title with the words 'Total Loss Vehicle.'⁴

Salvage Titles

From a national perspective, the purpose of a salvage motor vehicle title is to indicate that a vehicle has been severely damaged or declared a total loss at some point in its history, and to provide a traceable record for such vehicles the titles to which have been surrendered. Before disposing of or selling a total loss vehicle, the owner or insurance company is usually required to apply for some type of a salvage motor vehicle title. In such cases, the certificate of title is submitted to the respective state's titling agency, and depending on the state and level of damages, the vehicle may be designated rebuildable or unrebuildable⁵ and, thereby receive the appropriate title designation. If the vehicle is deemed rebuildable, some states, including Florida, allow it to be repaired, inspected, and ultimately returned to the road. If the vehicle is deemed unrebuildable, the vehicle must be destroyed or dismantled.

Typically, the insurance company has its own procedure for the disposition of rebuildable or unrebuildable total loss vehicles. In Florida, many insurance companies have an agreement with a

¹ s. 319.30(3)(a), F.S.

² s. 319.30(3)(a)1.a., F.S.

³ s. 319.30(3)(a)1.b., F.S.

⁴ s. 319.30(3)(a)(2), F.S.

⁵ The American Association of Motor Vehicle Administrators, Best Practices for Title and Registration of Rebuilt and Specially Constructed Vehicles, November 2012, at page 3, defines a "non-repairable vehicle" as a motor vehicle that is damaged, destroyed, wrecked, burned or submerged in water to the extent that the only residual value of the vehicle is as a source of parts or scrap metal or identified by a jurisdiction or insurer that it is not rebuildable. Vehicles designated as non-repairable cannot be rebuilt for operation on public roads. The AAMVA defines a "rebuilt vehicle" as a motor vehicle that has been previously titled or registered, or both, that was incapable of operation or use on highways due to damage and that has been rebuilt to the original design of the vehicle by replacing major component parts with like make and model parts. Prior to being rebuilt, the vehicle may have been declared a total loss by an insurance company and branded salvage but does not extend to include unrepairable branded vehicles. On file with the House Transportation & Highway Safety Subcommittee.

motor vehicle auction company⁶ to acquire, apply for title of, and sell, the vehicle. The auction company, in turn, charges a fee to the insurance company, for their services. Buyers at an auto auction must be licensed motor vehicle dealers,⁷ and may include salvage motor vehicle dealers⁸ who are defined in Florida law as, "any person who engages in the business of acquiring salvaged or wrecked motor vehicles for the purpose of reselling them and their parts." In Florida, most buyers of rebuildable vehicles are auto dealers, or exporters. Buyers of unrebuildable vehicles are primarily automobile dismantlers and recyclers.

In Florida, a rebuildable designation is called a Salvage Title,⁹ and an unrebuildable designation is called a COD.¹⁰ Before a total loss vehicle may be acquired by a salvage motor vehicle dealer, the vehicle owner or insurance company must apply for a Salvage Title or a COD. Since 1989, Florida has utilized a percentage-based threshold to determine whether a total loss vehicle receives a Salvage Title or a COD.¹¹ When applying for a Salvage Title or COD, the insurance company must provide DHSMV with an estimate of the costs of repairing the physical and mechanical damage.¹² If the estimated costs of repairing the vehicle are equal to 80 percent or more of the current retail cost of the vehicle, as established in any official used car or used mobile home guide, DHSMV is required to declare the vehicle unrebuildable and print a COD.¹³ The specific reason why that particular percentage threshold was originally established is unknown.

During the last five years, Florida has issued 171,742 Salvage Titles, compared to 822,778 CODs, or approximately 130,000 more CODs than Salvage Titles issued annually.¹⁴ There is a \$2 fee for each Salvage Title, and a \$3 fee for each COD, both of which are deposited into the General Revenue Fund.¹⁵

Rebuilt Inspections

Before a salvage motor vehicle dealer resells a salvage motor vehicle, the salvage motor vehicle must go through a physical rebuilt inspection conducted by DHSMV.¹⁶ The purpose of the rebuilt inspection is to assure the identity of the vehicle and all major component parts which have been repaired or replaced.¹⁷ After the rebuilt inspection, DHSMV affixes a decal to the vehicle that identifies the vehicle as a rebuilt vehicle.¹⁸

⁶ s. 320.27(1)(c)4., F.S., defines a "motor vehicle auction" as any person offering motor vehicles or recreational vehicles for sale to the highest bidder where buyers are licensed motor vehicle dealers. Such person shall not sell a vehicle to anyone other than a licensed motor vehicle dealer.

⁷ s. 320.27(1)(c), F.S., defines "motor vehicle dealer" as person engaged in the business of buying, selling, or dealing in motor vehicles or offering or displaying motor vehicles for sale at wholesale or retail, or who may service and repair motor vehicles pursuant to an agreement as defined in s. 320.60(1). Any person who buys, sells, or deals in three or more motor vehicles in any 12-month period or who offers or displays for sale three or more motor vehicles in any 12-month period shall be prima facie presumed to be engaged in such business.

⁸ s. 320.27(1)(c)5., F.S.

⁹ s. 319.30(1)(t), F.S.

¹⁰ s. 319.30(1)(a), F.S.

¹¹ s. 17, chapter 89-333, Laws of Florida.

¹² s. 319.30(3)(b), F.S.

¹³ Id.

¹⁴ Information received from the Department of Highway Safety & Motor Vehicles (9/19/2013), on file with the Transportation & Highway Safety Subcommittee.

¹⁵ ss. 319.32(1), 713.78(11)(b), and 713.785(7)(b), F.S.

¹⁶ s. 319.14(1)(b), F.S.

¹⁷ Id.

¹⁸ Id.

There is a \$40 fee for the initial rebuilt inspection, which is deposited into the General Revenue Fund. If a subsequent inspection is required, there is a \$20 fee, which is deposited into the Highway Safety Operating Trust Fund.¹⁹

Other States

A federal law governing the salvage title process uniformly across the country does not exist. The result is considerable variation in state salvage title laws, processes, and nomenclature.²⁰ The methods used to determine whether or not a vehicle is unrebuildable also vary, but similar to total loss methods, tend to be damage or theft driven. Such methods tend to be based on "non-repairable" criteria and include a narrative definition, or a value-based criteria and include a specific damage-to-value threshold.

According to a review of other states' motor vehicle titling regulations, approximately 27 states do not provide a specific level of damage that would prevent the most heavily damaged vehicles from being rebuilt and retitled, 19 states provide some form of a narrative definition describing a level of damage. and three states, including Florida, provide a specific percentage-based threshold that requires a vehicle to be declared unrebuildable if the estimate of damages is equal to or greater than the respective percentage threshold. Florida,²¹ Michigan,²² and Virginia²³ each provide a specific percentage-based threshold to determine whether a salvage motor vehicle is designated as unrebuildable. Florida sets its damage threshold at 80 percent. Michigan is 91 percent, and Virginia is 90 percent. The one remaining state, Connecticut, provides a narrative definition, but provides that if a specific number of major component parts are damaged, the vehicle may not be driven.²⁴

Proposed Changes

The bill revises the process for applying for a Salvage Title or COD for a salvage motor vehicle. The bill removes the 80 percent threshold that requires DHSMV to declare the vehicle unrebuildable in order to print a COD. In doing so, the bill replaces the 80 percent threshold with a requirement that DHSMV print a COD if a motor vehicle or mobile home:

- is damaged, wrecked or burned to the extent that the only residual value of the vehicle is as a • source of parts or scrap metal; or
- comes into this state under a title or other ownership that indicates that the vehicle is non-• repairable, junked, or for parts or dismantling only.

In either case, the owner or insurance company which pays money as compensation for total loss of a motor vehicle or mobile home is required to obtain a COD.

Replacing a specific percentage-based threshold, with criteria related to a vehicle being non-repairable. would allow a vehicle owner or insurance company to determine whether or not a total loss vehicle is rebuildable based on the criteria. The effect of the proposed change is that a greater number of salvage motor vehicles will be able to be repaired to the extent that they may be resold as rebuilt vehicles and returned to the road.

¹⁹ Regarding the \$20 re-inspection fee, according to DHSMV, "[t]he owner can continue to pay the fee until the vehicle passes inspection. Multiple (3 or more) inspections are exceedingly rare." Email on file with the Transportation & Highway Safety Subcommittee.

²⁰ National Conference of Commissioners on Uniform State Laws website at

http://www.uniformlaws.org/ActSummary.aspx?title=Certificate%20of%20Title%20Act (Last viewed 1/17/14).

s. 319.30(3)(b), F.S.

²² s. 257.217C(2)(b)(i), M.V.C.

²³ s. 46.2-1600, V.S.C.

²⁴ s. 14-16C(2)(A), C.S., requires the insurer to stamp the word "SALVAGE" in one-inch-high letters not to exceed three inches in length on the certificate of title except that if the insurance company determines that such motor vehicle has ten or more major component parts which are damaged beyond repair and must be replaced, the insurer taking possession of such motor vehicle shall stamp the words "SALVAGE PARTS ONLY" in one-inch-high letters not to exceed three inches in length on the motor vehicle's certificate of title and shall return such certificate to such person, firm or corporation. STORAGE NAME: h7063.TEDAS.DOCX

As a salvage motor vehicle that can ultimately be sold to repair and drive is generally valued higher than a salvage motor vehicle that must be destroyed and only used for parts, this could result in a reduction in the overall number of vehicles that are given a COD and required to be destroyed.

B. SECTION DIRECTORY:

Section 1: Amends s. 319.30, F.S., relating to salvage motor vehicles.

Section 2: Provides an effective date of July 1, 2014.

II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

- A. FISCAL IMPACT ON STATE GOVERNMENT:
 - 1. Revenues:

See Fiscal Comments.

2. Expenditures:

See Fiscal Comments.

- B. FISCAL IMPACT ON LOCAL GOVERNMENTS:
 - 1. Revenues:

None.

2. Expenditures:

None.

C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

Because of a lack of data, the private sector impacts cannot be accurately quantified. Allowing a greater number of salvage motor vehicles to be issued a Salvage Title and repaired so that they may be resold as rebuilt vehicles and returned to the road, will likely have a positive fiscal impact on insurance companies, the insurance salvage automobile auction industry, auto dealers and exporters, and to individual motorists who may purchase such vehicles. Reducing the number of vehicles that are issued a COD and required to be destroyed will likely have a negative fiscal impact on the automotive recycling and parts industry.

D. FISCAL COMMENTS:

The bill revises the process for applying for a Salvage Title or COD. A Salvage Title indicates that the vehicle is repairable and a COD indicates that the vehicle is not repairable. There is a \$2 fee for each Salvage Title and a \$3 fee for each COD, both of which are deposited into the General Revenue Fund.

Before a salvage motor vehicle dealer resells a salvage motor vehicle or its parts, the salvage motor vehicle must go through a physical rebuilt inspection conducted by DHSMV. The purpose of the rebuilt inspection is to assure the identity of the vehicle and all major component parts which have been repaired or replaced. After the rebuilt inspection, DHSMV affixes a decal to the vehicle that identifies the vehicle as a rebuilt vehicle. There is a \$40 fee for the initial rebuilt inspection, which is deposited into the General Revenue Fund. If a subsequent inspection is required, there is a \$20 fee, which is deposited into the Highway Safety Operating Trust Fund.

The effect of the proposed change is that a greater number of salvage vehicles will be able to be repaired to the extent that they may be resold as rebuilt vehicles and returned to the road. As a result, the amount of fees collected from the issuance of certificates of destruction may decrease, but the amount of fees collected from the issuance of salvage certificates of title may increase.

Additionally, because rebuilt vehicles must go through a rebuilt inspection process by DHSMV, the amount collected from rebuilt inspection fees may increase. As mentioned, the \$40 initial rebuilt inspection fee is deposited into the General Revenue Fund and the \$20 re-inspection fee is deposited in the Highway Safety Operating Trust Fund. The Revenue Estimating Conference met on March 7, 2014, and projected an insignificant positive fiscal impact on both the General Revenue Fund and on the Highway Safety Operating Trust Fund.

III. COMMENTS

A. CONSTITUTIONAL ISSUES:

1. Applicability of Municipality/County Mandates Provision:

None.

2. Other:

None.

B. RULE-MAKING AUTHORITY:

None.

C. DRAFTING ISSUES OR OTHER COMMENTS:

None.

IV. AMENDMENTS/ COMMITTEE SUBSTITUTE CHANGES

HB 7063

2014

1	A bill to be entitled
2	An act relating to certificates of destruction;
3	amending s. 319.30, F.S.; revising the requirements
4	for an owner or insurance company to obtain a
5	certificate of destruction for certain motor vehicles
6	or mobile homes; providing an effective date.
7	
8	Be It Enacted by the Legislature of the State of Florida:
9	
10	Section 1. Paragraph (b) of subsection (3) of section
11	319.30, Florida Statutes, is amended to read:
12	319.30 Definitions; dismantling, destruction, change of
13	identity of motor vehicle or mobile home; salvage
14	(3)
15	(b) The owner, including persons who are self-insured, of
16	<u>a</u> any motor vehicle or mobile home <u>that</u> which is considered to
17	be salvage shall, within 72 hours after the motor vehicle or
18	mobile home becomes salvage, forward the title to the motor
19	vehicle or mobile home to the department for processing.
20	However, an insurance company <u>that</u> which pays money as
21	compensation for <u>the</u> total loss of a motor vehicle or mobile
22	home shall obtain the certificate of title for the motor vehicle
23	or mobile home, make the required notification to the National
24	Motor Vehicle Title Information System, and, within 72 hours
25	after receiving such certificate of title, shall forward such
26	title to the department for processing. The owner or insurance
	Page 1 of 3

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FLORIDA HOUSE OF REPRESENTATIVES

HB 7063

2014

27 company, as applicable the case may be, may not dispose of a 28 vehicle or mobile home that is a total loss before it obtains 29 has obtained a salvage certificate of title or certificate of 30 destruction from the department. When applying for a salvage 31 certificate of title or certificate of destruction, the owner or 32 insurance company must provide the department with an estimate 33 of the costs of repairing the physical and mechanical damage 34 suffered by the vehicle for which a salvage certificate of title 35 or certificate of destruction is sought. If a motor vehicle or 36 mobile home is damaged, wrecked, or burned to the extent that 37 the only residual value of the motor vehicle or mobile home is 38 as a source of parts or scrap metal, or if the motor vehicle or 39 mobile home comes into this state under a title or other 40 ownership document that indicates that the motor vehicle or mobile home is not repairable, is junked, or is for parts or 41 dismantling only, the owner or insurance company that pays money 42 43 as compensation for total loss of a motor vehicle or mobile home 44 shall obtain the estimated costs of repairing the physical and 45 mechanical damage to the vehicle are equal to 80 percent or more 46 of the current retail cost of the vehicle, as established in any 47 official used car or used mobile home guide, the department 48 shall-declare the vehicle unrebuildable and print a certificate 49 of destruction, which authorizes the dismantling or destruction of the motor vehicle or mobile home described therein. However, 50 51 if the damaged motor vehicle is equipped with custom-lowered floors for wheelchair access or a wheelchair lift, the insurance 52 Page 2 of 3

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

HB 7063

2014

53 company may, upon determining that the vehicle is repairable to 54 a condition that is safe for operation on public roads, submit 55 the certificate of title to the department for reissuance as a 56 salvage rebuildable title and the addition of a title brand of "insurance-declared total loss." The certificate of destruction 57 58 shall be reassignable a maximum of two times before dismantling 59 or destruction of the vehicle is shall be required, and shall 60 accompany the motor vehicle or mobile home for which it is 61 issued, when such motor vehicle or mobile home is sold for such 62 purposes, in lieu of a certificate of title., and, thereafter, 63 The department may not issue a shall refuse issuance of any 64 certificate of title for that vehicle. Nothing in This 65 subsection is not shall be applicable if when a vehicle is worth 66 less than \$1,500 retail in undamaged condition in any official 67 used motor vehicle guide or used mobile home guide or when a 68 stolen motor vehicle or mobile home is recovered in 69 substantially intact condition and is readily resalable without 70 extensive repairs to or replacement of the frame or engine. A 71 Any person who knowingly violates this paragraph or falsifies 72 documentation any document to avoid the requirements of this 73 paragraph commits a misdemeanor of the first degree, punishable 74 as provided in s. 775.082 or s. 775.083.

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Section 2. This act shall take effect July 1, 2014.

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COMMITTEE/SUBCOMMITTEE AMENDMENT Bill No. HB 7063

(2014)

Amendment No. 1

COMMITTEE/SUBCOMMITT	EE ACTION
ADOPTED	(Y/N)
ADOPTED AS AMENDED	(Y/N)
ADOPTED W/O OBJECTION	(Y/N)
FAILED TO ADOPT	(Y/N)
WITHDRAWN	(Y/N)
OTHER	

Committee/Subcommittee hearing bill: Transportation & Economic Development Appropriations Subcommittee Representative Ray offered the following:

Amendment (with title amendment)

Remove everything after the enacting clause and insert: Section 1. Present paragraphs (o) through (w) of subsection (1) of section 319.30, Florida Statutes, are redesignated as paragraphs (p) through (x), respectively, a new paragraph (o) is added to that subsection, and paragraph (b) of subsection (3) of that section is amended, to read:

319.30 Definitions; dismantling, destruction, change of 12 identity of motor vehicle or mobile home; salvage.-13

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(1) As used in this section, the term:

15 (o) "Late model vehicle" means a motor vehicle that has a manufacturer's model year of 7 years or newer. 16

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(3)

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COMMITTEE/SUBCOMMITTEE AMENDMENT

Bill No. HB 7063

(2014)

Amendment No. 1

18 The owner, including persons who are self-insured, of (b) 19 a any motor vehicle or mobile home that which is considered to be salvage shall, within 72 hours after the motor vehicle or 20 21 mobile home becomes salvage, forward the title to the motor vehicle or mobile home to the department for processing. 22 23 However, an insurance company that which pays money as compensation for the total loss of a motor vehicle or mobile 24 home shall obtain the certificate of title for the motor vehicle 25 26 or mobile home, make the required notification to the National 27 Motor Vehicle Title Information System, and, within 72 hours 28 after receiving such certificate of title, shall forward such 29 title to the department for processing. The owner or insurance 30 company, as applicable the case may be, may not dispose of a 31 vehicle or mobile home that is a total loss before it obtains has obtained a salvage certificate of title or certificate of 32 33 destruction from the department. When applying for a salvage 34 certificate of title or certificate of destruction, the owner or 35 insurance company must provide the department with an estimate 36 of the costs of repairing the physical and mechanical damage 37 suffered by the vehicle for which a salvage certificate of title 38 or certificate of destruction is sought. If the estimated costs 39 of repairing the physical and mechanical damage to the mobile home vehicle are equal to 80 percent or more of the current 40 retail cost of the mobile home vehicle, as established in any 41 42 official used car or used mobile home quide, the department shall declare the mobile home vehicle unrebuildable and print a 43

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 $|| \neq \rangle / \langle | \neq 4|$ COMMITTEE/SUBCOMMITTEE AMENDMENT

Amendment No. 1

Bill No. HB 7063 (2014)

44 certificate of destruction, which authorizes the dismantling or 45 destruction of the motor vehicle or mobile home described 46 therein. For a late model vehicle with a current retail cost of 47 at least \$7,500 just prior to sustaining the damage that 48 resulted in the total loss, as established in any official used 49 car guide, if the owner or insurance company determines that the 50 estimated costs of repairing the physical and mechanical damage 51 to the vehicle are equal to 90 percent or more of the current 52 retail cost of the vehicle, as established in any official used 53 motor vehicle guide, the department shall declare the vehicle unrebuildable and print a certificate of destruction, which 54 55 authorizes the dismantling or destruction of the motor vehicle. 56 However, if the damaged motor vehicle is equipped with custom-57 lowered floors for wheelchair access or a wheelchair lift, the 58 insurance company may, upon determining that the vehicle is 59 repairable to a condition that is safe for operation on public 60 roads, submit the certificate of title to the department for 61 reissuance as a salvage rebuildable title and the addition of a title brand of "insurance-declared total loss." The certificate 62 63 of destruction shall be reassignable a maximum of two times before dismantling or destruction of the vehicle is shall be 64 required, and shall accompany the motor vehicle or mobile home 65 for which it is issued, when such motor vehicle or mobile home 66 67 is sold for such purposes, in lieu of a certificate of title. τ 68 and, thereafter, The department may not issue a shall refuse 69 issuance of any certificate of title for that vehicle. Nothing 974109 - h7063 strike Ray 1.docx

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 $|| \neq \rangle / \langle | \neq 4 ||$ COMMITTEE/SUBCOMMITTEE AMENDMENT Bill No. HB 7063

(2014)

Amendment No. 1

70 in This subsection is not shall be applicable if when a mobile 71 home vehicle is worth less than \$1,500 retail just prior to sustaining the damage that resulted in the total loss in 72 73 undamaged condition in any official used motor vehicle quide or 74 used mobile home quide or when a stolen motor vehicle or mobile 75 home is recovered in substantially intact condition and is 76 readily resalable without extensive repairs to or replacement of 77 the frame or engine. If a motor vehicle has a current retail 78 cost of less than \$7,500 just prior to sustaining the damage 79 that resulted in the total loss, as established in any official used motor vehicle guide, or if the vehicle is not a late model 80 81 vehicle, the owner or insurance company that pays money as 82 compensation for the total loss of the motor vehicle shall obtain a certificate of destruction, if the motor vehicle is 83 84 damaged, wrecked, or burned to the extent that the only residual 85 value of the motor vehicle is as a source of parts or scrap metal, or if the motor vehicle comes into this state under a 86 87 title or other ownership document that indicates that the motor 88 vehicle is not repairable, is junked, or is for parts or 89 dismantling only. A Any person who knowingly violates this 90 paragraph or falsifies documentation any document to avoid the 91 requirements of this paragraph commits a misdemeanor of the 92 first degree, punishable as provided in s. 775.082 or s. 775.083. 93 94 Section 2. This act shall take effect July 1, 2014. 95

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|≠**)/**₇**|**≠ **4|** COMMITTEE/SUBCOMMITTEE AMENDMENT

Bill No. HB 7063 (2014)

Amendment No. 1

	Amendment No. 1
96	
97	TITLE AMENDMENT
98	Remove everything before the enacting clause and insert:
99	A bill to be entitled
100	An act relating to certificates of destruction;
101	amending s. 319.30, F.S.; defining a term; revising
102	requirements for the Department of Highway Safety and
103	Motor Vehicles to declare certain mobile homes and
104	motor vehicles unrebuildable and to issue a
105	certificate of destruction; requiring the department
106	to issue certificates of destruction for motor
107	vehicles that are worth less than a specified amount
108	and are above a certain age under certain
109	circumstances; providing an effective date.
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