Tab 1	SB 998 by Collins; (Similar to CS/H 00815) Sale of Liquefied Petroleum Gas							
Tab 2	CS/SB 1350 by TR, DiCeglie; (Similar to CS/H 01517) Salvage							
Tab 3	SB 152	6 by A	vila ; (Simil	ar to H 01647) Local Regulatio	n of Nonconforming or Unsafe Structo	ures		
568282	D	S	RCS	EN, Avila	Delete everything after	01/30 01:50 PM		
Tab 4	SB 1766 by Rodriguez; (Identical to H 00749) Flood Damage Prevention							
628218	Α	S	RS	EN, Rodriguez	Delete L.74 - 85:	01/30 01:50 PM		
262940	SA	S	RCS	EN, Rodriguez	Delete L.74 - 88:	01/30 01:50 PM		

The Florida Senate

COMMITTEE MEETING EXPANDED AGENDA

ENVIRONMENT AND NATURAL RESOURCES Senator Rodriguez, Chair Senator Harrell, Vice Chair

MEETING DATE: Tuesday, January 30, 2024

TIME: 1:00—3:00 p.m.
PLACE: 301 Senate Building

MEMBERS: Senator Rodriguez, Chair; Senator Harrell, Vice Chair; Senators Martin, Mayfield, Polsky, Stewart,

and Wright

TAB	BILL NO. and INTRODUCER	BILL DESCRIPTION and SENATE COMMITTEE ACTIONS	COMMITTEE ACTION
1	SB 998 Collins (Similar CS/H 815)	Sale of Liquefied Petroleum Gas; Defining the terms "licensed location" and "remote bulk storage"; authorizing up to two remote bulk storage locations for specified licenses; authorizing the Department of Agriculture and Consumer Services to condemn unsafe equipment and order the immediate removal of liquefied petroleum gas from certain bulk storage locations; requiring persons servicing, testing, repairing, maintaining, or installing liquefied petroleum gas equipment and systems to include specified information on certain documents, etc. CM 01/23/2024 Favorable	Favorable Yeas 6 Nays 0
		EN 01/30/2024 Favorable FP	
2	CS/SB 1350 Transportation / DiCeglie (Similar CS/H 1517)	Salvage; Revising provisions relating to obtaining a salvage certificate of title or certificate of destruction; exempting the Department of Highway Safety and Motor Vehicles from liability to certain persons as a result of the issuance of such certificates; providing requirements for an independent entity's release of a damaged or dismantled vessel to the owner; authorizing the independent entity to apply for certain certificates for an unclaimed vessel, etc. TR 01/23/2024 Fav/CS EN 01/30/2024 Favorable FP	Favorable Yeas 6 Nays 0
3	SB 1526 Avila (Similar H 1647)	Local Regulation of Nonconforming or Unsafe Structures; Designating the "Resiliency and Safe Structures Act"; prohibiting local governments from prohibiting, restricting, or preventing the demolition of certain structures unless necessary for public safety; authorizing local governments to review demolition permit applications only for a specified purpose; prohibiting additional local land development regulations or public hearings, etc.	Fav/CS Yeas 5 Nays 0
		CA 01/16/2024 Temporarily Postponed CA 01/22/2024 Favorable EN 01/30/2024 Fav/CS RC	

COMMITTEE MEETING EXPANDED AGENDA

Environment and Natural Resources Tuesday, January 30, 2024, 1:00—3:00 p.m.

TAB	BILL NO. and INTRODUCER	BILL DESCRIPTION and SENATE COMMITTEE ACTIONS	COMMITTEE ACTION
4	SB 1766 Rodriguez (Identical H 749)	Flood Damage Prevention; Citing this act as the "Flood Damage Prevention Act of 2024"; providing specified maximum voluntary freeboard requirements for new construction and substantial improvements to existing construction; prohibiting voluntary freeboard from being used in the calculation of the maximum allowable height for certain construction; requiring the Florida Building Commission to develop and adopt by rule minimum freeboard requirements by a specified date and to incorporate such requirements into the next edition of the Florida Building Code, etc.	Fav/CS Yeas 6 Nays 0
		CA 01/22/2024 Favorable EN 01/30/2024 Fav/CS RC	

S-036 (10/2008) Page 2 of 2

The Florida Senate BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

Pre	pared By: The	Profession	al Staff of the Co	ommittee on Enviro	nment and Natur	al Resources	
BILL:	SB 998						
INTRODUCER:	Senator Col	lins					
SUBJECT:	Sale of Liqu	efied Pet	roleum Gas				
DATE:	January 29,	2024	REVISED:				
ANAL	YST	STAFF	DIRECTOR	REFERENCE		ACTION	
. McKay		McKay	,	CM	Favorable		
2. Carroll		Rogers		EN	Favorable		
3.				FP			

I. Summary:

SB 998 makes a number of changes with regard to the regulation of liquefied petroleum (LP) gas by the Department of Agriculture and Consumer Services (DACS):

- Provides that a category I liquefied petroleum gas dealer license may include up to two remote bulk storage locations to meet minimum bulk storage requirements, and that remote bulk storage locations must be located within 75 miles of the licensed location and included in the category I liquefied petroleum gas dealer license application.
- Specifies that a competency exam must be completed within 90 days after the application has been accepted by the DACS.
- Requires that qualifiers must have one year of verifiable LP gas experience.
- Provides that a person may not act as a master qualifier for more than one licensee.
- Gives the DACS the authority to condemn unsafe equipment and order immediate removal of LP gas that is deemed a threat to public health.
- Adjusts language relating to aggregate capacity of containers.
- Requires LP gas technicians to provide their name, qualifier number, and license number on all work orders.
- Prohibits anyone other than those authorized from adding or removing gas from a customer's tank
- Revises and clarifies the minimum storage requirement to account for aggregate storage.

The bill provides an effective date of July 1, 2024.

II. Present Situation:

The Present Situation for each section in the bill is discussed below in conjunction with the Effect of Proposed Changes.

III. Effect of Proposed Changes:

The Bureau of Compliance within the Department of Agriculture and Consumer Services (DACS) is the primary agency charged with regulating the liquefied petroleum (LP) gas industry, including licensing, inspection, training, and examination requirements, pursuant to Ch. 527, F.S.¹ LP gas is defined in statute as any material composed predominantly of any of the following hydrocarbons, or mixtures of the same: propane; propylene; butanes (normal butane or isobutane); and butylenes.²

Definitions and Licensure

Section 527.01, F.S., provides definitions for use in ch. 527, F.S., concerning the sale of liquefied petroleum gas.

Pursuant to s. 527.02, F.S., it is unlawful for any person in Florida to engage in any of the following activities without first obtaining a license from the DACS to do so:

- Category I liquefied petroleum gas dealer any person selling or offering to sell by delivery or at a stationary location any liquefied petroleum gas to the consumer for industrial, commercial, or domestic use; any person leasing or offering to lease, or exchanging or offering to exchange, any apparatus, appliances, and equipment for the use of liquefied petroleum gas; any person designing, installing, servicing, altering, or modifying apparatus, piping, tubing, appliances, and equipment for the use of liquefied petroleum or natural gas; any person installing carburetion equipment; or any person requalifying cylinders.³
- Category II liquefied petroleum gas dispenser any person engaging in the business of operating a liquefied petroleum gas dispensing unit for the purpose of serving liquid products to the consumer for industrial, commercial, or domestic use, and selling or offering to sell, or leasing or offering to lease, apparatus, appliances, and equipment for the use of liquefied petroleum gas, including maintaining a cylinder storage rack at the licensed business location for the purpose of storing cylinders filled by the licensed business for sale or use at a later date.⁴
- Category III liquefied petroleum gas cylinder exchange operator any person operating a storage facility used for the purpose of storing filled propane cylinders of not more than 43.5 pounds propane capacity or 104 pounds water capacity, while awaiting sale to the consumer, or a facility used for the storage of empty or filled containers which have been offered for exchange.⁵
- Category IV dealer in appliances and equipment any person selling or offering to sell, or leasing or offering to lease, apparatus, appliances, and equipment for the use of liquefied petroleum gas.⁶
- Category V LP gas installer any person who is engaged in the liquefied petroleum gas business and whose services include the design, installation, servicing, altering, or modifying

¹ See The Florida Department of Agriculture and Consumer Services, Liquefied Petroleum Gas Licenses, available at https://www.fdacs.gov/Business-Services/LP-Gas-Licenses (last visited Jan. 22, 2024).

² Section 527.01(1), F.S.

³ Section 527.01(6), F.S.

⁴ Section 527.01(7), F.S.

⁵ Section 527.01(8), F.S.

⁶ Section 527.01(9), F.S.

of apparatus, piping, tubing, tanks, and equipment for the use of liquefied petroleum or natural gas and selling or offering to sell, or leasing or offering to lease, apparatus, appliances, and equipment for the use of liquefied petroleum or natural gas.⁷

 Category VI miscellaneous operator - any person who is engaged in operation as a manufacturer of LP gas appliances and equipment; a fabricator, repairer, and tester of vehicles and cargo tanks; a requalifier of LP gas cylinders; or a pipeline system operator.⁸

The sale of liquefied petroleum gas cylinders with a volume of 10 pounds water capacity or 4.2 pounds liquefied petroleum gas capacity or less is exempt. It is a felony of the third degree⁹ to intentionally or willfully engage in any of these activities without first obtaining appropriate licensure from the DACS. Each business location of a person having multiple locations must be separately licensed.¹⁰

Section 1 amends s. 527.01, F.S., to provide definitions for the following terms:

- "Licensed location" means the premises on which category I, category II, category III, category IV, category V, or category VI liquefied petroleum gas operations are performed.
- "Remote bulk storage" means the location of liquefied petroleum gas stored for the sole purpose of filling delivery vehicles used in delivery to an end user.

Section 2 amends s. 527.02, F.S., to provide that a category I liquefied petroleum gas dealer license may include up to two remote bulk storage locations to meet the minimum bulk storage requirements of s. 527.11, F.S. Remote bulk storage locations must be located within 75 miles of the licensed location and included in the category I liquefied petroleum gas dealer license application.

Qualifiers and Master Qualifiers

A person applying for a license to engage in category I, category II, or category V activities must prove competency by passing a written examination administered by the DACS or its agent with a grade of 70 percent or above in each area tested, and each applicant for examination must submit a \$20 nonrefundable fee.¹¹

Application for examination for competency may be made by an individual or by an owner, a partner, or any person employed by the license applicant. Upon successful completion of the competency examination, the DACS must register the examinee.¹²

Qualifier registration automatically expires if the individual terminates active employment in the area of examination for a period exceeding 24 months, or fails to provide documentation of

⁷ Section 527.01(10), F.S.

⁸ Section 527.01(11), F.S.

⁹ See ss. 775.082, 775.083, and 775.084, F.S., which provide that a "felony of the third degree" is punishable by a term of imprisonment not to exceed 5 years, and a fine not to exceed \$5,000.

¹⁰ Section 527.02(1), F.S.

¹¹ Section 527.0201(1), F.S.

¹² Section 527.0201(2), F.S.

continuing education. If the qualifier registration has expired, the individual must apply for and successfully complete an examination by the DACS in order to reestablish qualifier status. ¹³ Every business organization in license category I, category II, or category V must employ at all times a full-time qualifier who has successfully completed an examination in the corresponding category of the license held by the business organization. A person may not act as a qualifier for more than one licensed location. ¹⁴ A qualifier for a business must actually function in a supervisory capacity of other company employees performing licensed activities. A separate qualifier is required for every 10 such employees. ¹⁵

In addition to all other licensing requirements, each category I and category V licensee must, at the time of application for licensure, identify to the DACS one master qualifier who is a full-time employee at the licensed location. This person must be a manager, owner, or otherwise primarily responsible for overseeing the operations of the licensed location and must provide documentation to the DACS. The master qualifier requirement is in addition to the requirements of s. 527.0201(1), F.S.¹⁶

In order to apply for certification as a master qualifier, each applicant must have a minimum of 3 years of verifiable LP gas experience or hold a professional certification by an LP gas manufacturer, each applicant must be employed by a licensed category I or category V licensee or an applicant for such license, and each applicant must pass a master qualifier competency examination administered by the DACS or its agent. Master qualifier examinations must be based on Florida's laws, rules, and adopted codes governing liquefied petroleum gas safety, general industry safety standards, and administrative procedures. The applicant must successfully pass the examination with a grade of 70 percent or above. Each applicant for master qualifier registration must submit to the DACS a nonrefundable \$30 examination fee before the examination.¹⁷

Upon successful completion of the master qualifier examination, the DACS must issue the examinee a master qualifier registration. A master qualifier may transfer from one licenseholder to another upon becoming employed by the company and providing a written request to the DACS.¹⁸

A master qualifier registration expires three years after the date of issuance and may be renewed by submission of documentation of completion of at least 16 hours of approved continuing education courses during the three-year period, proof of employment, and a \$30 certificate renewal fee. The DACS must define approved courses of continuing education.¹⁹

Section 3 amends s. 527.0201(2), F.S., to provide that the examination for competency must be completed within 90 days after the application has been accepted by the DACS.

¹³ Section 527.0201(2)(a), F.S.

¹⁴ Section 527.0201(2)(b), F.S.

¹⁵ Section 527.0201(4), F.S.

¹⁶ Section 527.0201(5), F.S.

¹⁷ Section 527.0201(5)(a), F.S.

¹⁸ Section 527.0201(5)(b), F.S.

¹⁹ Section 527.0201(5)(c), F.S.

The bill also provides that in order to apply for certification as a qualifier, each applicant must have a minimum of one year of verifiable LP gas experience. A person may not act as a qualifier for more than one licensed *or remote bulk storage* location.

A qualifier for a business must actually function in a position with authority to monitor and enforce safety provisions under ch. 527, F.S., at the licensed location.

The bill replaces a requirement that each category I and category V licensee must identify to the DACS one master qualifier who is a full-time employee *at the licensed location* with a requirement that the identification be of a master qualifier who is a full-time employee *of the licensee*. A person may not act as a master qualifier for more than one licensee.

Powers and Duties of the DACS

The DACS is empowered to enforce all statutory provisions and adopted rules related to:

- The safe handling, installing, storing, selling, utilizing, transporting, servicing, testing, repairing, or maintaining of liquefied petroleum gas, liquefied petroleum gas equipment, and liquefied petroleum gas systems.²⁰
- Reasonable standards of competency required of persons to safely engage in the business of handling, installing, storing, selling, utilizing, transporting, servicing, testing, repairing, or maintaining liquefied petroleum gas, liquefied petroleum gas equipment, or liquefied petroleum gas systems, including, but not limited to, the training, licensure, testing, and qualifying of such persons.²¹

The DACS has the powers and authority expressly conferred on it by, or reasonably implied from, the provisions of ch. 527, F.S., and may conduct such investigations as it may deem proper to determine whether any person has violated any provision of ch. 527, F.S., or adopted rule, or to secure information useful in the lawful administration of any law or rule promulgated pursuant to ch. 527, F.S.²² The DACS may collect, propose, publish, and disseminate information relating to the subject matter of any duties imposed upon it by law.²³

Section 4 amends s. 527.055, F.S., to provide that the DACS has the powers and authority to condemn unsafe equipment and order the immediate removal of LP gas from storage that does not comply with ch. 527, F.S, and is deemed a threat to the public health, safety, and welfare.

Bulk Storage Locations

The provisions of ch. 527, F.S., apply to LP gas bulk storage locations when:

- A single container in the bulk storage location has a capacity of 2,000 gallons or more;
- The aggregate container capacity of the bulk storage location is 4,000 gallons or more; or
- A container or containers are installed for the purpose of serving the public the liquid product.²⁴

²⁰ Section 527.055(1)(a), F.S.

²¹ Section 527.055(1)(b), F.S.

²² See ss. 527.055(2), and 527.055(3), F.S.

²³ Section 527.055(4), F.S.

²⁴ Section 527.0605, F.S.

No newly installed container may be placed in operation until it has been inspected and approved by the DACS.²⁵

Section 5 amends s. 527.0605(1)(b), F.S., to provide that the provisions of ch. 527, F.S., apply to liquefied petroleum gas bulk storage locations when the aggregate container capacity of the bulk storage location is *more than* 4,000 gallons.

Responsibilities of Persons Engaged in Servicing Liquefied Petroleum Gas Equipment

All persons engaged in the business of servicing, testing, repairing, maintaining, or installing LP gas equipment and systems must initially present proof of licensure to consumers, owners, or end users prior to working on said equipment or systems. Additionally, such persons must subsequently present proof of licensure upon the request of consumers, owners, end users, or persons who have authorized such work.²⁶

Any consumer, owner, end user, or person who alters or modifies his or her LP gas equipment or system in any way must, for informational purposes, notify the licensed dealer who next fills or otherwise services his or her LP gas system that such work has been performed. The DACS may promulgate rules prescribing the method of notification. Such notification must be made within a reasonable time prior to the date the liquefied petroleum gas equipment or system is next filled or otherwise serviced in order that the equipment or system may be serviced in a safe manner.²⁷

A category I liquefied petroleum gas dealer may not render a consumer's LP gas equipment or system inoperable or discontinue service without providing written or electronic notification to the consumer at least 5 business days before rendering the LP gas equipment or system inoperable or discontinuing service. This notification does not apply in the event of a hazardous condition known to the category I liquefied petroleum gas dealer.²⁸

Section 6 amends s. 527.067, F.S., to add a provision that all persons engaged in the business of servicing, testing, repairing, maintaining, or installing liquefied petroleum gas equipment and systems must include on all work orders, estimates, invoices, and similar documentation the name, qualifier number, and license number of the person performing the work.

Restriction on Use of Containers

A person, other than the owner and those authorized by the owner, may not sell, fill, refill, remove gas from, deliver, permit to be delivered, or use in any manner any LP gas container or receptacle for any gas or compound, or for any other purpose.²⁹

Section 7 amends s. 527.07, F.S., to add a provision that a person, other than those authorized by the end user, may not add gas to or remove gas from any container or receptacle that contains LP gas purchased or contracted for transfer by, and in the lawful possession of, the end user.

²⁵ *Id*.

²⁶ Section 527.067(1), F.S.

²⁷ Section 527.067(2), F.S.

²⁸ Section 527.067(3), F.S.

²⁹ Section 527.07, F.S.

Minimum Storage

Every person who engages in the distribution of LP gas for resale to domestic, commercial, or industrial consumers as a prerequisite to obtaining an LP gas license must install, own, or lease a bulk storage filling plant of not less than 18,000 gallons (water capacity) within Florida and must be located within a 75-mile radius of the licensed company's business location. This bulk storage filling plant must have loading and unloading provisions solely for the licenseholder and be operated and maintained in compliance with ch. 527, F.S., for the duration of the license.³⁰

A dealer in LP gas licensed as of August 31, 2000, who has entered or who enters into a written agreement with a wholesaler that the wholesaler will provide liquefied petroleum gas to the dealer for a period of 12 continuous months is exempt from the requirements in s. 527.11(1), F.S., if the wholesaler has at least 18,000 gallons (water capacity) of bulk storage within Florida permanently connected for storage, which is used as such for each dealer to whom gas is sold, and if the wholesaler has loading and unloading provisions. Such dealer must provide certification of this agreement on a form provided by the DACS to the DACS before her or his license may be issued. The form must be signed by both the wholesaler or his or her agent and the dealer or his or her agent and must be submitted annually with the license renewal application. A dealer who does not provide written proof of minimum storage may have her or his license denied, suspended, or revoked. A wholesaler may not enter into written agreements that allocate an amount of storage that exceeds the wholesaler's total storage capacity minus 18,000 gallons (water capacity).³¹

Section 8 amends s. 527.11(1), F.S., to provide that the necessary bulk storage requirement is *aggregate capacity* of not less than 18,000 gallons, and deletes the requirement that the bulk storage be located within 75 miles of the licensed company's business location.

The bill deletes an outdated provision in s. 527.11(2), F.S., and provides that a wholesaler *or a dealer* may not enter into written agreements that allocate an amount that exceeds the total storage capacity minus 18,000 gallons.

Effective Date

Section 9 provides an effective date of July 1, 2024.

IV. Constitutional Issues:

A.	Municipality/County Mandates Restrictions
	None.

B. Public Records/Open Meetings Issues:

None.

³⁰ Section 527.11(1), F.S.

³¹ Section 527.11(2), F.S.

	C.	Trust Funds Restrictions:			
		None.			
	D.	State Tax or Fee Increases:			
		None.			
	E.	Other Constitutional Issues:			
		None Identified.			
٧.	Fisc	al Impact Statement:			
	A.	Tax/Fee Issues:			
		None.			
	B.	Private Sector Impact:			
		None.			
	C.	Government Sector Impact:			
		None.			
VI.	Tech	nical Deficiencies:			
	None	•			
VII.	Rela	ted Issues:			
	None	•			
VIII.	Statu	utes Affected:			
		bill substantially amends sections 527.01, 527.02, 527.0201, 527.055, 527.0605, 527.067, 97, and 527.11 of the Florida Statutes.			
IX.	Additional Information:				
	A.	Committee Substitute – Statement of Changes: (Summarizing differences between the Committee Substitute and the prior version of the bill.)			
		None.			
	B.	Amendments:			
		None.			

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.

By Senator Collins

1

2

3

4

5

6

7

8

10

11

1213

1415

16

17

18

19

20

21

22

23

24

25

2627

28

29

14-00349-24 2024998

A bill to be entitled An act relating to the sale of liquefied petroleum gas; amending s. 527.01, F.S.; defining the terms "licensed location" and "remote bulk storage"; amending s. 527.02, F.S.; authorizing up to two remote bulk storage locations for specified licenses; requiring such bulk storage locations to be located within a specified distance of the licensed location; amending s. 527.0201, F.S.; requiring that competency examinations be completed within a specified timeframe; providing eligibility criteria for certification as a qualifier; prohibiting a person from acting as a qualifier for more than one remote bulk storage location; requiring qualifiers to function in a position with specified authority; prohibiting a person from acting as a master qualifier for more than one licensee; amending s. 527.055, F.S.; authorizing the Department of Agriculture and Consumer Services to condemn unsafe equipment and order the immediate removal of liquefied petroleum gas from certain bulk storage locations; amending s. 527.0605, F.S.; revising the applicability of specified provisions for bulk storage locations; amending s. 527.067, F.S.; requiring persons servicing, testing, repairing, maintaining, or installing liquefied petroleum gas equipment and systems to include specified information on certain documents; amending s. 527.07, F.S.; prohibiting unauthorized persons from adding liquefied petroleum gas to or removing

14-00349-24 2024998 30 liquefied petroleum gas from certain containers and 31 receptacles; amending s. 527.11, F.S.; revising 32 minimum bulk storage requirements for liquefied petroleum gas licenses; removing an exemption from 33 34 such requirements; prohibiting dealers from entering into certain agreements; providing an effective date. 35 36 37 Be It Enacted by the Legislature of the State of Florida: 38 39 Section 1. Subsections (19) and (20) are added to section 40 527.01, Florida Statutes, to read: 527.01 Definitions.—As used in this chapter: 41 42 (19) "Licensed location" means the premises on which 43 category I, category II, category III, category IV, category V, 44 or category VI liquefied petroleum gas operations are performed. 45 (20) "Remote bulk storage" means the location of liquefied 46 petroleum gas stored for the sole purpose of filling delivery 47 vehicles used in delivery to an end user. 48 Section 2. Paragraph (d) is added to subsection (3) of 49 section 527.02, Florida Statutes, to read: 527.02 License; penalty; fees.-50 51 (3) (d) A category I lique fied petroleum gas dealer license may 52 53 include up to two remote bulk storage locations to meet the minimum bulk storage requirements of s. 527.11. Remote bulk 54 55 storage locations must be located within 75 miles of the 56 licensed location and included in the category I liquefied 57 petroleum gas dealer license application.

Section 3. Subsections (2), (4), and (5) of section

14-00349-24 2024998

527.0201, Florida Statutes, are amended to read:

527.0201 Qualifiers; master qualifiers; examinations.-

- (2) Application for examination for competency may be made by an individual or by an owner, a partner, or any person employed by the license applicant. The examination for competency must be completed within 90 days after the application has been accepted by the department. Upon successful completion of the competency examination, the department shall register the examinee.
- (a) Qualifier registration automatically expires if the individual terminates active employment in the area of examination for a period exceeding 24 months, or fails to provide documentation of continuing education. If the qualifier registration has expired, the individual must apply for and successfully complete an examination by the department in order to reestablish qualifier status.
- (b) Every business organization in license category I, category II, or category V shall employ at all times a full-time qualifier who has successfully completed an examination in the corresponding category of the license held by the business organization. In order to apply for certification as a qualifier, each applicant must have a minimum of 1 year of verifiable LP gas experience. A person may not act as a qualifier for more than one licensed or remote bulk storage location.
- (4) A qualifier for a business must actually function in a position with authority to monitor and enforce safety provisions under this chapter at the licensed location supervisory capacity of other company employees performing licensed activities. A

14-00349-24 2024998

separate qualifier shall be required for every 10 such employees.

- (5) In addition to all other licensing requirements, each category I and category V licensee must, at the time of application for licensure, identify to the department one master qualifier who is a full-time employee of the licensee at the licensed location. This person shall be a manager, an owner, or otherwise primarily responsible for overseeing the operations of the licensed location and must provide documentation to the department as provided by rule. A person may not act as a master qualifier for more than one licensee. The master qualifier requirement shall be in addition to the requirements of subsection (1).
- (a) In order to apply for certification as a master qualifier, each applicant must have a minimum of 3 years of verifiable LP gas experience or hold a professional certification by an LP gas manufacturer as adopted by department rule immediately preceding submission of the application, must be employed by a licensed category I or category V licensee or an applicant for such license, and must pass a master qualifier competency examination administered by the department or its agent. Master qualifier examinations shall be based on Florida's laws, rules, and adopted codes governing liquefied petroleum gas safety, general industry safety standards, and administrative procedures. The applicant must successfully pass the examination with a grade of 70 percent or above. Each applicant for master qualifier registration must submit to the department a nonrefundable \$30 examination fee before the examination.
 - (b) Upon successful completion of the master qualifier

14-00349-24 2024998

examination, the department shall issue the examinee a master qualifier registration. A master qualifier may transfer from one licenseholder to another upon becoming employed by the company and providing a written request to the department.

- (c) A master qualifier registration expires 3 years after the date of issuance and may be renewed by submission to the department of documentation of completion of at least 16 hours of approved continuing education courses during the 3-year period; proof of employment; and a \$30 certificate renewal fee. The department shall define by rule approved courses of continuing education.
- Section 4. Subsection (5) is added to section 527.055, Florida Statutes, to read:
 - 527.055 General powers and duties.-
- (5) The department shall have the powers and authority to condemn unsafe equipment and order the immediate removal of liquefied petroleum gas from storage that does not comply with this chapter and is deemed a threat to the public health, safety, and welfare.
- Section 5. Subsection (1) of section 527.0605, Florida Statutes, is amended to read:
- 527.0605 Liquefied petroleum gas bulk storage locations; jurisdiction.—
- (1) The provisions of this chapter apply to liquefied petroleum gas bulk storage locations when:
- (a) A single container in the bulk storage location has a capacity of 2,000 gallons or more;
- (b) The aggregate container capacity of the bulk storage location is more than 4,000 gallons or more; or

14-00349-24 2024998

(c) A container or containers are installed for the purpose of serving the public the liquid product.

Section 6. Present subsections (2) and (3) of section 527.067, Florida Statutes, are redesignated as subsections (3) and (4), respectively, and a new subsection (2) is added to that section, to read:

- 527.067 Responsibilities of persons engaged in servicing liquefied petroleum gas equipment and systems and consumers, end users, or owners of liquefied petroleum gas equipment or systems.—
- (2) All persons engaged in the business of servicing, testing, repairing, maintaining, or installing liquefied petroleum gas equipment and systems shall include on all work orders, estimates, invoices, and similar documentation the name, qualifier number, and license number of the person performing the work.

Section 7. Section 527.07, Florida Statutes, is amended to read:

- 527.07 Restriction on use of containers.-
- (1) A person, other than the owner and those authorized by the owner, may not sell, fill, refill, remove gas from, deliver, permit to be delivered, or use in any manner any liquefied petroleum gas container or receptacle for any gas or compound, or for any other purpose.
- (2) A person, other than those authorized by the end user, may not add gas to or remove gas from any container or receptable that contains liquefied petroleum gas purchased or contracted for transfer by, and in the lawful possession of, the end user.

14-00349-24 2024998

Section 8. Subsections (1) and (2) of section 527.11, Florida Statutes, are amended to read:

527.11 Minimum storage.-

- (1) Every person who engages in the distribution of liquefied petroleum gas for resale to domestic, commercial, or industrial consumers as a prerequisite to obtaining a liquefied petroleum gas license shall install, own, or lease a bulk storage with an aggregate capacity filling plant of not less than 18,000 gallons (water capacity) within this the state and shall be located within a 75-mile radius of the licensed company's business location. The This bulk storage filling plant must have loading and unloading provisions solely for the licenseholder and be operated and maintained in compliance with this chapter for the duration of the license.
- (2) A dealer in liquefied petroleum gas licensed as of August 31, 2000, who has entered or who enters into a written agreement with a wholesaler that the wholesaler will provide liquefied petroleum gas to the dealer for a period of 12 continuous months is exempt from the requirements of subsection (1), if the wholesaler has at least 18,000 gallons (water capacity) of bulk storage within this state permanently connected for storage, which is used as such for each dealer to whom gas is sold, and if the wholesaler has loading and unloading provisions. Such dealer must provide certification of this agreement on a form provided by the department to the department before her or his license may be issued. The form must be signed by both the wholesaler or his or her agent and the dealer or his or her agent and must be submitted annually with the license renewal application. A dealer who does not

205

206

207

208

209

14-00349-24 2024998___

provide written proof of minimum storage may have her or his license denied, suspended, or revoked. A <u>dealer or</u> wholesaler may not enter into written agreements that allocate an amount of storage that exceeds the <u>dealer's or</u> wholesaler's total storage capacity minus 18,000 gallons (water capacity).

Section 9. This act shall take effect July 1, 2024.

The Florida Senate BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

Pre	epared By: The	Professional Staff of the Co	ommittee on Enviro	onment and Natural Resources		
BILL:	CS/SB 1350					
INTRODUCER: Transportati		ion Committee and Sen	ator DiCeglie			
SUBJECT:	Salvage					
DATE: January 2		2024 REVISED:				
ANAL	YST	STAFF DIRECTOR	REFERENCE	ACTION		
. Johnson		Vickers	TR	Fav/CS		
C 11	Rogers		EN	Favorable		
. Carroll						

Please see Section IX. for Additional Information:

COMMITTEE SUBSTITUTE - Substantial Changes

I. Summary:

CS/SB 1350 relates to salvage motor vehicles, mobile homes, and vessels. The bill:

- Incorporates vessels into the definition of "independent entity" for purposes of incorporating vessels into the salvage certificate of title statute.
- Defines "major component parts" of electric, hybrid, and plug-in hybrid motor vehicles for verifying the sources of these parts during the rebuilt inspection process.
- Requires, if the owner maintains possession of a total loss motor vehicle or mobile home, that the owner or insurance company or owner notify the Department of Highway Safety and Motor Vehicles (DHSMV), and DHSMV must issue a salvage certificate of title or a certificate of destruction directly to the owner of such motor vehicle or mobile home.
- Incorporates damaged or dismantled "vessel" to the salvage statute and provides procedures for the release and application for titling by an independent entity in possession of the vessel.
- Reenacts statutes relating to the sale of specified motor vehicles and the rebuilt motor vehicle inspection program to incorporate changes to the definition of "major component parts."

The bill takes effect July 1, 2024.

II. Present Situation:

Electric, Hybrid, and Plug-in Hybrid Vehicle Major Component Parts

Salvage motor vehicle dealers who purchase a major component part of a vehicle must record the date of purchase and the name, address, and personal identification card number of the seller, as well as the vehicle identification number, if available. Before a salvage motor vehicle dealer can resell a salvage motor vehicle or its parts, the motor vehicle's title must indicate it is rebuilt, which requires a rebuilt inspection to assure the identity of the vehicle and all major component parts repaired or replaced.²

The current definition of "major component parts" provided in s. 319.30(1)(j), F.S., is specific to combustion engines and does not include parts of electric, hybrid, and plug-in hybrid motor vehicles that may be considered major component parts.

Total Loss Motor Vehicles or Mobile Homes

Under current law, the owner, including persons who are self-insured, of a motor vehicle or mobile home that is considered salvage must, within 72 hours after the motor vehicle or mobile home becomes salvage, forward the title to the motor vehicle or mobile home to the Department of Highway Safety and Motor Vehicles (DHSMV) for processing. However, an insurance company that pays money as compensation for the total loss of a motor vehicle or mobile home must obtain the certificate of title for the motor vehicle or mobile home, make the required notification to the National Motor Vehicle Title Information System (NMVTIS),³ and, within 72 hours after receiving such certificate of title, forward such title to DHSMV for processing.

The owner or insurance company, as applicable, may not dispose of a vehicle or mobile home that is a total loss before it obtains, from DHSMV, a salvage certificate of title or certificate of destruction. Effective January 1, 2020:

- Thirty days after payment of a claim for compensation, the insurance company may receive, from DSHMV, a salvage certificate of title or certificate of destruction if the insurance company is unable to obtain a properly assigned certificate of title from the owner or lienholder of the motor vehicle or mobile home, if the motor vehicle or mobile home does not carry an electronic lien on the title and the insurance company:
 - o Has obtained the release of all liens on the motor vehicle or mobile home;
 - Has attested on a DHSMV-provided form that payment of the total loss claim has been distributed; and
 - Has attested on a DHSMV-provided form and signed by the insurance company or its authorized agent stating the attempts that have been made to obtain the title from the owner or lienholder and further stating that all attempts are to no avail. The form must

¹ Section 319.30(6)(a), F.S.

² Sections 319.141 and 319.14, F.S.

³ Section 319.30(1)(o), F.S., defines the term "National Motor Vehicle Title Information System" to mean the national mandated vehicle history database maintained by the United States Department of Justice to link the states' motor vehicle title records, including Florida's Department of Highway Safety and Motor Vehicles' title records, and ensure that states, law enforcement agencies, and consumers have access to vehicle titling, branding, and other information that enables them to verify the accuracy and legality of a motor vehicle title before purchase or title transfer of the vehicle occurs.

include a request that the salvage certificate of title or certificate of destruction be issued in the insurance company's name due to payment of a total loss claim to the owner or lienholder. The attempts to contact the owner may be by written request delivered in person or by first-class mail with a certificate of mailing to the owner's or lienholder's last known address.

- If the owner or lienholder is notified of the request for title in person, the insurance company must provide an affidavit attesting to the in-person request for a certificate of title.
- The request to the owner or lienholder for the certificate of title must include a complete description of the motor vehicle or mobile home and a statement that a total loss claim has been paid on the motor vehicle or mobile home.⁴

Independent Entities Possessing Damaged or Dismantled Vehicles or Vessels

For purposes of s. 319.30, F.S., the term "independent entity" means a business or entity that may temporarily store damaged or dismantled motor vehicles pursuant to an agreement with an insurance company and is engaged in the same or resale of damaged motor vehicle. The term does not include a wrecker operator, a towing company, or repair facility.⁵

Under current law, when an independent entity is in possession of a damaged or dismantled motor vehicle, an insurance company can notify the independent entity, with a DHSMV-prescribed form, authorizing the release of the motor vehicle to the owner. The form contains: the policy and claim number, the name and address of the insured, the vehicle identification number, and the signature of an authorized representative of the insurance company.⁶

Upon receiving this form, the independent entity must notify the owner that the motor vehicle is available for pickup. The notification must be sent by certified mail or another commercially available delivery service that provides proof of delivery to the owner at the owner's address contained in the DHSMV's records. If the vehicle is not claimed within 30 days after delivery or attempted delivery of the notice, the independent entity may apply for a certificate of destruction or a certificate of title.⁷

If DHSMV's records do not contain the motor vehicle owner's address, the independent entity must:

- Send the required notification to the owner's address that is provided by the insurance company in the release statement; and
- Identify the latest titling jurisdiction of the vehicle though NMVTIS or an equivalent commercially available system in an attempt to obtain the owner's address from that jurisdiction. If the jurisdiction provides an address that is different from the owner's address provided by the insurance company, the independent entity must provide the required notice to both addresses.⁸

⁴ Section 319.30(3)(b), F.S

⁵ Section 319.30(1)(g), F.S.

⁶ Section 319.30(9)(a), F.S.

⁷ Section 319.30(9)(b), F.S.

⁸ Section 319.30(9)(c), F.S.

The independent entity must maintain all records related to the 30-day notice and searches in the NMVTIS for three years. Upon applying for a certificate of destruction or salvage certificate of title, the independent entity must provide a copy of the release statement from the insurance company, proof of the 30-day notice sent to the owner, proof of notification to the NMVTIS, proof of all lien satisfactions or proof of a release of all liens on the motor vehicle, and applicable fees. 10

Currently, the above process does not currently include vessels. The need to include a process for returning to owners, or obtaining salvage certificates of title, for damaged or dismantled vessels in the possession of independent entities became evident following Hurricane Ian in 2022.

III. Effect of Proposed Changes:

Electric, Hybrid, and Plug-in Hybrid Vehicle Major Component Parts

The bill amends s. 319.30(1)(j), F.S., defining the term "major component parts" to include for electric, hybrid, or plug-in hybrid motor vehicles or trucks, in addition to parts currently listed, any electric traction motor, electronic transmission, charge port, DC power converter, onboard charger, power electronics controller, thermal system, traction battery pack, or airbag.

Total Loss Motor Vehicles or Mobile Homes

The bill amends s. 319.30(3)(b), F.S., providing that if the owner maintains possession of a motor vehicle or mobile home in connection with a total loss claim settlement for such motor vehicle or mobile home, the owner must, within 72 hours of the motor vehicle or mobile home becoming salvage, or the insurance company must, within 72 hours after receiving the certificate of title for motor vehicle or mobile home, forward the certificate of title to the motor vehicle or mobile home to DHSMV for processing, and DHSMV must issue a salvage certificate of title or certificate of destruction directly to the motor vehicle or mobile home owner rather than to the insurance company or its agent.

The bill clarifies that the certificate of title may be either paper or electronic.

The bill provides that as an alternative for the insurance company having received a release of all liens, it may pay the amount due to the lienholder and obtain proof that the lienholder accepts payment as satisfying the amount due to the lienholder.

The bill clarifies that attempts to contact to the owner or lienholder must be to the owner or lienholder's last known address.

The bill adds that the request to the owner or lienholder for the assignment of title, in lieu of the certificate of title, must include a complete description of the motor vehicle or mobile home and that a total loss claim has been paid on the motor vehicle or mobile home.

⁹ Section 319.30(9)(d), F.S.

¹⁰ Section 319.30(9)(f), F.S.

The bill provides that DHSMV is not liable and may not be held liable to an owner, lienholder, or any other person as a result of the issuance of a salvage certificate of title or a certificate of destruction.

Independent Entities Possessing Damaged or Dismantled Vehicles or Vessels

The bill amends s. 319.30, F.S., expanding the authority of independent entities to allow them to temporarily store damaged or dismantled vessels pursuant to an agreement with an insurance company and participate in the sale or resale of such vessels. For this purpose, a vessel is defined as every description of a watercraft, barge, and airboat used or capable of being used as a means of transportation on water.¹¹

The bill treats vessels the same as motor vehicles in possession of an independent entity with the following exceptions:

- On the DHSMV-prescribed form, the vessel's hull identification number is reported, instead of the vehicle identification number.
- If the vessel is hull-damaged, the independent entity must comply, as applicable, with the "Hull Damaged" title brand designation requirements outlined in s. 328.045, F.S., and that the application must indicate "Hull Damaged."
- The independent entity is not required to notify NMVTIS before releasing the vessel to the owner or before applying for a certificate of title as defined in s. 328.0015, F.S¹².

Conforming Changes

The bill reenacts s. 319.14(1)(b), F.S., relating to the sale of specified motor vehicles, and s. 319.141(1)(b), F.S., relating to the rebuilt motor vehicle inspection program, incorporating changes made by the bill to the term "major component parts" to other provisions of statute.

Effective Date

The bill takes effect July 1, 2024.

IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None.

B. Public Records/Open Meetings Issues:

None.

¹¹ This is as provided in s. 713.78(1)(b), F.S., which excludes a seaplane or a vessel for which a valid certificate of documentation is outstanding pursuant to 46 C.F.R. part 67.

¹² Section 328.0015(1)(f), F.S., defines the term "certificate of title" to mean a record, created by DSHMV or by a governmental agency of another jurisdiction under the law of that jurisdiction, that is designated as a certificate of title by DHSMV or agency and is evidence of ownership of a vessel.

C.	Truct	Funds	Postri	ctions:
().	1111151	Tunus.	K 62111	JIIOHS.

None.

D. State Tax or Fee Increases:

None.

E. Other Constitutional Issues:

None.

V. Fiscal Impact Statement:

A. Tax/Fee Issues:

None.

B. Private Sector Impact:

The Department of Highway Safety and Motor Vehicles' (DHSMV's) direct issuance of a certificate of title or certificate of destruction when the owner retains a total loss vehicle or vessel will have an indeterminate positive impact on insurance companies due to the streamlined process.

C. Government Sector Impact:

The bill may have an indeterminate negative fiscal impact on DHSMV associated with the inspection of electric, hybrid, and plug-in hybrid motor vehicles.

VI. Technical Deficiencies:

None.

VII. Related Issues:

None.

VIII. Statutes Affected:

This bill substantially amends section 319.30 of the Florida Statutes.

This bill reenacts portions of sections 319.14 and 319.141 of the Florida Statutes.

IX. Additional Information:

A. Committee Substitute – Statement of Substantial Changes:

(Summarizing differences between the Committee Substitute and the prior version of the bill.)

CS by Transportation on January 23, 2024:

The committee substitute:

• Defines the term "major component parts" for electric, hybrid, or plug-in hybrid motor vehicles or trucks.

- Clarifies the titling for salvage motor vehicles and mobile homes being retained by the owner.
- Revises the lien release process for total loss motor vehicles.
- Provides a titling process for abandoned vessels.
- Removes the changes to the statutory definition of "hull damaged" as it relates to vessels.
- Makes technical and conforming changes.

B. Amendments:

None.

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.

2

3

4

5

6

7

8

9

10

11

12

13

1415

16

17

18

1920

21

22

23

25

2627

28

29

By the Committee on Transportation; and Senator DiCeglie

596-02420-24 20241350c1 A bill to be entitled

An act relating to salvage; amending s. 319.30, F.S.; revising and defining terms; revising provisions relating to obtaining a salvage certificate of title or certificate of destruction; exempting the Department of Highway Safety and Motor Vehicles from liability to certain persons as a result of the issuance of such certificates; providing requirements for an independent entity's release of a damaged or dismantled vessel to the owner; authorizing the independent entity to apply for certain certificates for an unclaimed vessel; providing requirements for such application; specifying provisions to which the independent entity is subject; prohibiting the independent entity from charging vessel storage fees; reenacting ss. 319.14(1)(b) and 319.141(1)(b), F.S., relating to the sale of motor vehicles registered or used as specified vehicles and the definition of the term "rebuilt inspection services" as used in the

24

Be It Enacted by the Legislature of the State of Florida:

rebuilt motor vehicle inspection program,

effective date.

Section 1. Paragraphs (g) and (j) of subsection (1), paragraph (b) of subsection (3), and subsection (9) of section 319.30, Florida Statutes, are amended, and paragraph (y) is

respectively, to incorporate the amendment made to s.

319.30, F.S., in references thereto; providing an

596-02420-24 20241350c1

added to subsection (1) of that section, to read:

319.30 Definitions; dismantling, destruction, change of identity of motor vehicle, vessel, or mobile home; salvage.—

- (1) As used in this section, the term:
- (g) "Independent entity" means a business or entity that may temporarily store damaged or dismantled motor vehicles or vessels pursuant to an agreement with an insurance company and that is engaged in the sale or resale of damaged or dismantled motor vehicles or vessels. The term does not include a wrecker operator, a towing company, or a repair facility.
 - (j) "Major component parts" means:
- 1. Except as provided in subparagraph 3., for motor vehicles other than motorcycles, any fender, hood, bumper, cowl assembly, rear quarter panel, trunk lid, door, decklid, floor pan, engine, frame, transmission, catalytic converter, or airbag.
- 2. Except as provided in subparagraph 3., for trucks, in addition to those parts listed in subparagraph 1., any truck bed, including dump, wrecker, crane, mixer, cargo box, or any bed which mounts to a truck frame.
- 3. For electric, hybrid, or plug-in hybrid motor vehicles or trucks, in addition to the parts listed in subparagraphs 1. and 2., respectively, any electric traction motor, electronic transmission, charge port, DC power converter, onboard charger, power electronics controller, thermal system, traction battery pack, or airbag.
- $\underline{4}$. For motorcycles, the body assembly, frame, fenders, gas tanks, engine, cylinder block, heads, engine case, crank case, transmission, drive train, front fork assembly, and wheels.

596-02420-24 20241350c1

5.4. For mobile homes, the frame.

- (y) "Vessel" has the same meaning as in s. 713.78(1)(b).
- (3)

59

60

6162

63

6465

66 67

68 69

70

7172

73

74

75

76

77

78

79

80 81

8283

8485

86

87

(b) The owner, including persons who are self-insured, of a motor vehicle or mobile home that is considered to be salvage shall, within 72 hours after the motor vehicle or mobile home becomes salvage, forward the title to the motor vehicle or mobile home to the department for processing. However, and except as provided in this paragraph for a motor vehicle or mobile home retained by the owner in connection with a total loss claim settlement, an insurance company that pays money as compensation for the total loss of a motor vehicle or mobile home shall obtain the certificate of title for the motor vehicle or mobile home, make the required notification to the National Motor Vehicle Title Information System, and, within 72 hours after receiving such certificate of title, forward such title by the United States Postal Service, by another commercial delivery service, or by electronic means, when such means are made available by the department, to the department for processing. However, if the owner retains possession of a motor vehicle or mobile home in connection with a total loss claim settlement for such motor vehicle or mobile home, the owner must, within 72 hours after the motor vehicle or mobile home becomes salvage, or the insurance company must, within 72 hours after receiving the certificate of title for such motor vehicle or mobile home, forward the certificate of title to the motor vehicle or mobile home to the department for processing, and the department must issue a salvage certificate of title or certificate of destruction directly to the motor vehicle or mobile home owner

596-02420-24 20241350c1

rather than to the insurance company or its agent. The owner or insurance company, as applicable, may not dispose of a <u>motor</u> vehicle or mobile home that is a total loss before it obtains a salvage certificate of title or certificate of destruction from the department. Effective January 1, 2020:

- 1. Thirty days after payment of a claim for compensation pursuant to this paragraph, the insurance company may receive a salvage certificate of title or certificate of destruction from the department if the insurance company is unable to obtain a properly assigned paper certificate of title from the owner or lienholder of the motor vehicle or mobile home or a properly completed assignment of an electronic certificate of title from the owner of, if the motor vehicle or mobile home does not carry an electronic lien on the title and the insurance company:
- a. Has obtained the release of all liens on the motor vehicle or mobile home, or has paid the amount due to the lienholder and has obtained proof that the lienholder accepts payment as satisfying the amount due to the lienholder;
- b. Has attested on a form provided by the department that payment of the total loss claim has been distributed; and
- c. Has attested on a form provided by the department and signed by the insurance company or its authorized agent stating the attempts that have been made to obtain the paper certificate of title or a properly completed assignment of an electronic certificate of title from the owner or lienholder and further stating that all attempts are to no avail. The form must include a request that the salvage certificate of title or certificate of destruction be issued in the insurance company's name due to payment of a total loss claim to the owner or lienholder. The

596-02420-24 20241350c1

attempts to contact the owner <u>or lienholder</u> may be by written request delivered in person or by first-class mail with a certificate of mailing to the owner's <u>last known address</u> or lienholder's last known address, respectively.

- 2. If the owner or lienholder is notified of the request for title or assignment of title in person, the insurance company must provide an affidavit attesting to the in-person request for a certificate of title or assignment of title.
- 3. The request to the owner or lienholder for the certificate of title or to the owner or lienholder for the assignment of title must include a complete description of the motor vehicle or mobile home and the statement that a total loss claim has been paid on the motor vehicle or mobile home.
- 4. The department is not liable and may not be held liable to an owner, a lienholder, or any other person as a result of the issuance of a salvage certificate of title or a certificate of destruction pursuant to subparagraph 1.
- (9) (a) An insurance company may notify an independent entity that obtains possession of a damaged or dismantled motor vehicle or vessel to release the vehicle or vessel to the owner. The insurance company shall provide the independent entity a release statement on a form prescribed by the department authorizing the independent entity to release the vehicle or vessel to the owner or lienholder. The form must, at a minimum, contain the following:
 - 1. The policy and claim number.
 - 2. The name and address of the insured.
- 3. The vehicle identification number $\underline{\text{or vessel hull}}$ identification number.

147

148149

150

151152

153

154

155

156

157

158

159

160

161

162

163

164

165

166

167

168

169

170171

172173

174

596-02420-24 20241350c1

4. The signature of an authorized representative of the insurance company.

- (b) The independent entity in possession of a motor vehicle or vessel must send a notice to the owner that the motor vehicle or vessel is available for pickup when it receives a release statement from the insurance company. The notice must shall be sent by certified mail or by another commercially available delivery service that provides proof of delivery to the owner at the owner's address contained in the department's records. The notice must state that the owner has 30 days after delivery of the notice to the owner at the owner's address to pick up the motor vehicle or vessel from the independent entity. If the motor vehicle or vessel is not claimed within 30 days after the delivery or attempted delivery of the notice, the independent entity may apply for a certificate of destruction, a salvage certificate of title, or a certificate of title for a motor vehicle or a certificate of title as defined in s. 328.0015 for a vessel. For a vessel that is hull damaged as defined in s. 328.0015, the application must indicate "Hull Damaged."
- (c) If the department's records do not contain the owner's address, the independent entity must do all of the following:
- 1. Send a notice that meets the requirements of paragraph (b) to the owner's address that is provided by the insurance company in the release statement.
- 2. For a motor vehicle, identify the latest titling jurisdiction of the vehicle through use of the National Motor Vehicle Title Information System or an equivalent commercially available system and attempt to obtain the owner's address from that jurisdiction. If the jurisdiction returns an address that

596-02420-24 20241350c1

is different from the owner's address provided by the insurance company, the independent entity must send a notice that meets the requirements of paragraph (b) to both addresses.

- (d) The independent entity shall maintain for at least a minimum of 3 years the records related to the 30-day notice sent to the owner. For motor vehicles, the independent entity shall also maintain for at least 3 years the results of searches of the National Motor Vehicle Title Information System or an equivalent commercially available system, and the notification to the National Motor Vehicle Title Information System made pursuant to paragraph (e).
- (e) The independent entity shall make the required notification to the National Motor Vehicle Title Information System before releasing any damaged or dismantled motor vehicle to the owner or before applying for a certificate of destruction or salvage certificate of title. The independent entity is not required to notify the National Motor Vehicle Title Information System before releasing any damaged or dismantled vessel to the owner or before applying for a certificate of title as defined in s. 328.0015.
- (f) Upon applying for a certificate of destruction, or salvage certificate of title, or certificate of title for a motor vehicle or for a certificate of title as described in paragraph (b) for a vessel, the independent entity shall provide a copy of the release statement from the insurance company to the independent entity, proof of providing the 30-day notice to the owner, proof of notification to the National Motor Vehicle Title Information System if required, proof of all lien satisfactions or proof of a release of all liens on the motor

205

206

207

208

209

210

211

212213

214

215

216

217

218219

220

221

222

223

224

225

226

227

228

229

230

231232

596-02420-24 20241350c1

vehicle or vessel, and applicable fees. If the independent entity is unable to obtain a lien satisfaction or a release of all liens on the motor vehicle or vessel, the independent entity must provide an affidavit stating that notice was sent to all lienholders that the motor vehicle or vessel is available for pickup, 30 days have passed since the notice was delivered or attempted to be delivered pursuant to this section, attempts have been made to obtain a release from all lienholders, and all such attempts have been to no avail. The notice to lienholders and attempts to obtain a release from lienholders may be by written request delivered in person or by certified mail or another commercially available delivery service that provides proof of delivery to the lienholder at the lienholder's address as provided on the certificate of title for a motor vehicle or on the certificate of title as defined in s. 328.0015 for a vessel and to the address designated with the Department of State pursuant to s. 655.0201(2) if such address is different.

(g) The independent entity may not charge an owner of the vehicle <u>or vessel</u> storage fees or apply for a title under s. 713.585 or s. 713.78.

Section 2. For the purpose of incorporating the amendment made by this act to section 319.30, Florida Statutes, in a reference thereto, paragraph (b) of subsection (1) of section 319.14, Florida Statutes, is reenacted to read:

319.14 Sale of motor vehicles registered or used as taxicabs, police vehicles, lease vehicles, rebuilt vehicles, nonconforming vehicles, custom vehicles, or street rod vehicles; conversion of low-speed vehicles.—

(1)

234

235

236

237

238

239

240

241242

243

244

245

246247

248

249

250

251

252

253

254

255

256

257

258

259

260

261

596-02420-24 20241350c1

(b) A person may not knowingly offer for sale, sell, or exchange a rebuilt vehicle until the department has stamped in a conspicuous place on the certificate of title for the vehicle words stating that the vehicle has been rebuilt or assembled from parts, or is a kit car, glider kit, replica, flood vehicle, custom vehicle, or street rod vehicle unless proper application for a certificate of title for a vehicle that is rebuilt or assembled from parts, or is a kit car, glider kit, replica, flood vehicle, custom vehicle, or street rod vehicle has been made to the department in accordance with this chapter and the department has conducted the physical examination of the vehicle to assure the identity of the vehicle and all major component parts, as defined in s. 319.30(1), which have been repaired or replaced. Thereafter, the department shall affix a decal to the vehicle, in the manner prescribed by the department, showing the vehicle to be rebuilt.

Section 3. For the purpose of incorporating the amendment made by this act to section 319.30, Florida Statutes, in a reference thereto, paragraph (b) of subsection (1) of section 319.141, Florida Statutes, is reenacted to read:

- 319.141 Rebuilt motor vehicle inspection program.-
- (1) As used in this section, the term:
- (b) "Rebuilt inspection services" means an examination of a rebuilt vehicle and a properly endorsed certificate of title, salvage certificate of title, or manufacturer's statement of origin and an application for a rebuilt certificate of title, a rebuilder's affidavit, a photograph of the junk or salvage vehicle taken before repairs began, if available, a photograph of the interior driver and passenger sides of the vehicle if

	596-02420-24 20241350c1
262	airbags were previously deployed and replaced, receipts or
263	invoices for all major component parts, as defined in s. 319.30,
264	and repairs which were changed, and proof that notice of
265	rebuilding of the vehicle has been reported to the National
266	Motor Vehicle Title Information System.

Section 4. This act shall take effect July 1, 2024.

Page 10 of 10

The Florida Senate BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

Pre	pared By: The P	Profession	al Staff of the C	committee on Enviro	nment and Natural Resources
BILL:	CS/SB 1526				
INTRODUCER:	Committee o	on Enviro	onment and N	atural Resources	and Senator Avila
SUBJECT:	Local Regula	ation of 1	Nonconformi	ng or Unsafe Stru	ectures
DATE:	January 31, 2	2024	REVISED:		
ANAL	YST	STAFF	DIRECTOR	REFERENCE	ACTION
. Hunter		Ryon		CA	Favorable
2. Barriero		Rogers		EN	Fav/CS
·			_	RC	

Please see Section IX. for Additional Information:

COMMITTEE SUBSTITUTE - Substantial Changes

I. Summary:

CS/SB 1526 creates the Resiliency and Safe Structures Act, providing that a local government may not prohibit, restrict, or prevent the demolition of the following structures for any reason other than public safety:

- Nonconforming structures;
- Structures or buildings determined to be unsafe by a local building official; and
- Structures or buildings ordered to be demolished by a local government that has proper jurisdiction.

The bill provides that a local government must authorize replacement structures for qualifying buildings to be developed to the maximum height and overall building size authorized by local development regulations for a similarly situated parcel within the same zoning district. The bill prohibits a local government from imposing certain restrictions and limitations on a replacement structure to be built on the property where a qualifying structure was demolished. A local government may only administratively review an application for a demolition permit for compliance with the Florida Building Code, the Florida Fire Prevention Code, and the Life Safety Code, or local amendments thereto, and any regulation applicable to a similarly situated parcel. The local government may not impose additional local land development regulations or public hearings on an applicant for a permit under this bill.

The provisions of the bill do not apply to:

• Structures or buildings individually listed in the National Register of Historic Places;

- Single-family homes;
- Contributing structures or buildings within a historic district which was listed in the National Register of Historic Places before January 1, 2000;

• Structures or buildings located on a barrier island in a municipality with a population of less than 10,000 according to the most recent decennial census and which has at least six city blocks that are not located in zones V, VE, AO, or AE, as identified in the Flood Insurance Rate Map issued by the Federal Emergency Management Agency.

II. Present Situation:

The Florida Building Code

In 1974, Florida passed legislation requiring all local governments to adopt and enforce a minimum building code that would ensure that Florida's minimum standards were met. Local governments could choose from four separate model codes. The state's role was limited to adopting all or relevant parts of new editions of the four model codes. Local governments could amend and enforce their local codes as they saw fit.

In 1992, Hurricane Andrew destroyed many structures that were built according to code, demonstrating that Florida's system of local codes was flawed. ³ The Governor appointed a study commission to review the system of local codes and make recommendations for its modernization. The 1998 Legislature adopted the study commission's recommendations for a single state building code and enhanced the oversight role of the state over local code enforcement. The 2000 Legislature authorized implementation of the Building Code, and that first edition replaced all local codes on March 1, 2002.⁴

The Building Code is updated every three years.⁵ The current edition of the Building Code is the 8th edition, which is referred to as the 2023 Florida Building Code. Among other things, the Building Code sets limitations on building height and size.⁶ Height restrictions are determined based on the type of construction, occupancy classification, and whether there is an automatic sprinkler system installed throughout the building.⁷

The Florida Building Commission was statutorily created to implement the Building Code. The commission, which is housed within the Department of Business and Professional Regulation, is a 19-member technical body made up of design professionals, contractors, and government

¹ Dep't of Community Affairs, *The Florida Building Commission Report to the 2006 Legislature*, 4 (2006), *available at* http://www.floridabuilding.org/fbc/publications/2006_Legislature_Rpt_rev2.pdf.

² *Id*.

 $^{^3}$ Id.

⁴ *Id.*; Dep't of Business and Professional Regulation, *Building Code Information System*, https://floridabuilding.org/c/default.aspx (last visited Jan. 25 2024).

⁵ See Fla. Bldg. Commission, Florida Building Codes and Effective Dates, 1 (2023), available at https://www.floridabuilding.org/fbc/Publications/2023_Effective_Dates.pdf.

⁶ Florida Building Code, 2023 Florida Building Code, Building: 8th Edition, s. 503 (2023), available at https://codes.iccsafe.org/content/FLBC2020P1/chapter-5-general-building-heights-and-areas#FLBC2020P1_Ch05_Sec502.
⁷ Id. at s. 504.1.

⁸ See section 553.74(1), F.S.

experts in various disciplines covered by the Building Code. The commission reviews International Codes published by the International Code Council, the National Electric Code, and other nationally adopted model codes during its triennial update of the Building Code. Local governments may adopt amendments to the technical provisions of the Building Code that apply solely within the jurisdiction of such government and that provide for more stringent requirements than those specified in the Building Code. A local government must determine there is a need to strengthen the requirements of the Building Code based on a review of local conditions. Such amendments may not introduce a new subject not addressed in the Building Code. Most technical amendments sunset upon adoption of the newest edition of the Building Code, unless adopted into the Building Code.

Local Enforcement of the Florida Building Code

Local governments have the power to inspect all buildings, structures, and facilities within their jurisdiction in protection of the public's health, safety, and welfare. ¹⁶ Every local government must enforce the Building Code and issue building permits. ¹⁷ It is unlawful for a person, firm, or corporation to construct, erect, alter, repair, secure, or demolish any building without first obtaining a permit from the local government enforcing agency or from such persons as may, by resolution or regulation, be directed to issue such permit. ¹⁸ Any construction work that requires a building permit also requires plans and inspections to ensure the work complies with the Building Code, including certain building, electrical, plumbing, mechanical, and gas inspections. ¹⁹ Construction work may not be done beyond a certain point until it passes an inspection. ²⁰

Demolition Permits

Under state law, a permit is required to demolish a building.²¹ The enforcing agency may revoke any such permit if the demolition is in violation of, or not in conformity with, the provisions of the Building Code.²² However, an application for a demolition permit may only be reviewed administratively for compliance with the Building Code, the Florida Fire Prevention Code, and the Life Safety Code (or local amendments thereto), and any regulations applicable to a similarly

⁹ *Id*.

¹⁰ The International Code Council (ICC) is an association that develops model codes and standards used in the design, building, and compliance process to construct safe, sustainable, affordable and resilient structures. ICC, *About the ICC*, https://www.iccsafe.org/about/who-we-are/ (last visited Jan. 25, 2024).

¹¹ Section 553.73(3), F.S.

¹² Section 553.73(4)(b), F.S.

¹³ Section 553.73(4)(b)1., F.S.

¹⁴ Section 553.73(4)(b)3., F.S.

¹⁵ Section 553.73(4)(e), F.S.

¹⁶ Section 553.72(2), F.S.

¹⁷ Sections 125.01(1)(bb), 125.56(1), and 553.80(1), F.S.

¹⁸ Sections 125.56(4)(a) and 553.79(1), F.S.

¹⁹ Florida Building Code, *2023 Florida Building Code: 8th Edition*, s. 110 (2023), *available at* https://codes.iccsafe.org/content/FLBC2023P1/chapter-1-scope-and-administration#FLBC2023P1_Ch01_SubCh02_Sec110.

²⁰ *Id.*

²¹ Section 553.79(1)(a), F.S.

²² *Id*.

situated parcel.²³ A local government may not subject applications to any additional local land development regulations or public hearings or penalize a private property owner for a demolition that is in compliance with the demolition permit.²⁴

However, a local law, ordinance, or regulation may restrict demolition permits for certain designated historic structures:²⁵

- Structure designated on the National Register of Historic Places;²⁶
- Privately owned single-family residential structure designated historic by a local, state, or federal governmental agency on or before January 1, 2022; or
- Privately owned single-family residential structure designated historic after January 1, 2022, by a local, state, or federal governmental agency with the consent of its owner.

National Flood Insurance Program

The National Flood Insurance Program (NFIP) was created by the passage of the National Flood Insurance Act of 1968.²⁷ The NFIP is administered by the Federal Emergency Management Agency (FEMA) and provides homeowners, business owners, and renters in flood-prone areas the ability to purchase flood insurance protection from the federal government.²⁸ The general purpose of the NFIP is both to offer primary flood insurance to properties with significant flood risk and to reduce flood risk through the adoption of floodplain management standards. Participation in the NFIP is voluntary.²⁹ Within participating communities, the federal government makes flood insurance available throughout the community.³⁰ To join, a community must:

- Complete an application;
- Adopt a resolution of intent to participate and cooperate with FEMA; and
- Adopt and submit a floodplain management ordinance that meets or exceeds the minimum NFIP criteria.³¹

In coordination with participating communities, FEMA develops flood maps called Flood Insurance Rate Maps (FIRMs) that depict the community's flood risk and floodplain.³² While FEMA is largely responsible for the creation of the FIRM, the community itself must pass the

²³ Section 553.79(26)(b), F.S.

²⁴ *Id*.

²⁵ Section 553.79(25)(d), F.S.

²⁶ The National Register of Historic Places is the federal government's official list of historic places in the United States. The National Historic Preservation Act of 1966 authorized the register, which is administered by the National Park Service. In order to be listed on the register, the owner of the property must not object. National Park Service, *What is the National Register of Historic Places*, https://www.nps.gov/subjects/nationalregister/what-is-the-national-register.htm (last visited Jan. 25, 2024).

²⁷ FEMA, *50 Years of the NFIP*, 2 (2020), *available at* https://www.fema.gov/sites/default/files/2020-05/NFIP_50th_Final_8.5x11_Regional_Printable.pdf.

²⁸ Benefits.gov, National Flood Insurance Program (NFIP), https://www.benefits.gov/benefit/435 (last visited Jan. 25, 2024).

²⁹ FEMA, *Participation in the NFIP*, https://www.fema.gov/glossary/participation-nfip#:~:text=Participation%20in%20the%20National%20Flood%20Insurance%20Program%20%28NFIP%29.of%20intent%20to%20participate%20and%20cooperate%20with%20FEMA%3B (last visited Jan. 25, 2024).

 $^{^{30}}$ *Id*.

³¹ *Id*.

³² See Congressional Research Service, *Introduction to the National Flood Insurance Program*, 3 (2023), *available at* https://crsreports.congress.gov/product/pdf/R/R44593.

map into its local regulations in order for the map to be effective.³³ An area of specific focus on the FIRM is the Special Flood Hazard Area (SFHA).³⁴ The SFHA is intended to distinguish the flood risk zones that have a chance of flooding during a 1-in-100 year flood or greater frequency. This means that properties in the SFHA have a risk of 1 percent or greater risk of flooding every year³⁵ and at least a 26 percent chance of flooding over the course of a 30-year mortgage.³⁶ Flood maps along the coasts show areas at high risk of flooding within the coastal SFHA.³⁷ The coastal SFHA includes several flood hazard zones:

- Zone V, or coastal high-hazard area, are coastal areas with a 1 percent or greater chance of flooding and an additional hazard associated with storm waves;³⁸
- Zone VE, also known as the coastal high-hazard area, is where wave action and fast-moving water can cause extensive damage during a base flood event;³⁹
- Zone AE indicates areas that have at least a 1 percent-annual-chance of being flooded, but where wave heights are less than 3 feet;⁴⁰
- Zone AO is used to map areas at risk of shallow flooding during a base flood (1 percent-annual-chance), where water with average depths of one to three feet flows over sloping ground. On flood maps in coastal communities, Zone AO usually marks areas at risk of flooding from wave overtopping, where waves are expected to wash over the crest of a dune or bluff and flow into the area beyond.⁴¹

In a community that participates in the NFIP, owners of properties in the mapped SFHA are required to purchase flood insurance as a condition of receiving a federally backed mortgage.⁴²

Key conditions of the NFIP minimum floodplain management standards include, among things, that communities:

- Require permits for development in the SFHA;
- Require elevation of the lowest floor of all new residential buildings in the SFHA to or above the base flood elevation;
- Restrict development in floodways to prevent increasing the risk of flooding; and
- Require certain construction materials and methods that minimize future flood damage.⁴³

³³ *Id*.

³⁴ *Id*.

³⁵ *Id*.

³⁶ FEMA, *Coastal Hazards & Flood Mapping: A Visual Guide*, 6, *available at* https://www.fema.gov/sites/default/files/documents/fema_coastal-glossary.pdf.

³⁷ FEMA, Features of Flood Insurance Rate Maps in Coastal Areas, https://www.fema.gov/flood-maps/coastal/insurance-rate-maps (last visited Jan. 25, 2024).

³⁸ FEMA, Zone V, https://www.fema.gov/glossary/zone-v (last visited Jan. 25, 2024); see also FEMA, Coastal High Hazard Areas, https://www.fema.gov/node/404318 (last visited Jan. 25, 2024).

³⁹ FEMA, *Features of Flood Insurance Rate Maps in Coastal Areas*, https://www.fema.gov/flood-maps/coastal/insurance-rate-maps (last visited Jan. 25, 2024).

⁴⁰ *Id*.

⁴¹ *Id*.

⁴² Congressional Research Service, *Introduction to the National Flood Insurance Program*, 10 (2023), *available at* https://crsreports.congress.gov/product/pdf/R/R44593. Such lenders include federal agency lenders, such as the Department of Veterans Affairs, government-sponsored enterprises Fannie Mae, Freddie Mac, and federally regulated lending institutions, such as banks covered by the Federal Deposit Insurance Corporation or the Office of the Comptroller of the Currency.

⁴³ *Id.* at 6.

New Construction Requirements in Coastal Flood Hazard Zones

For communities participating in the NFIP, FEMA places requirements on any new construction built in flood hazard areas.⁴⁴ Generally, new construction in flood-prone areas must be:⁴⁵

- Designed and adequately anchored to prevent flotation, collapse, or lateral movement of the structure resulting from hydrodynamic and hydrostatic loads, including the effects of buoyancy;
- Constructed with materials resistant to flood damage;
- Constructed by methods and practices that minimize flood damages; and
- Constructed with electrical, heating, ventilation, plumbing, and air conditioning equipment
 and other service facilities that are designed and/or located to prevent water from entering or
 accumulating within the components during conditions of flooding.⁴⁶

Specific conditions for new construction in coastal flood hazard zones include requiring all new construction to:⁴⁷

- Be located landward of the reach of mean high tide;
- Be elevated on pilings and columns so that the bottom of the lowest horizontal structural member of the lowest floor (excluding the pilings or columns) is elevated to or above the base flood level;⁴⁸
- Be elevated on pilings and columns so that the pile or column foundation and structure attached thereto is anchored to resist flotation, collapse, and lateral movement due to the effects of wind and water loads acting simultaneously on all building components; and
- Have the space below the lowest floor either free of obstruction or constructed with non-supporting breakaway walls, open wood lattice-work, or insect screening intended to collapse under wind and water loads without causing collapse, displacement, or other structural damage to the elevated portion of the building or supporting foundation system. Such space may be used only for parking vehicles, building access, or storage.⁴⁹

Coastal Construction Control Line (CCCL)

The CCCL defines the portion of the beach-dune system that is subject to severe fluctuations caused by a 100-year storm surge, storm waves, or other forces such as wind, wave, or water level changes.⁵⁰ DEP establishes CCCLs on a county basis along the sand beaches of the state fronting on the Atlantic Ocean, the Gulf of Mexico, or the Straits of Florida.⁵¹

⁴⁴ See 44 C.F.R. § 60.3.

⁴⁵ 44 C.F.R. § 60.3(a)(3).

⁴⁶ *Id*.

⁴⁷ 44 C.F.R. § 60.3(e)(3)-(5).

⁴⁸ The base flood level is how high floodwater is likely to rise during a 1-percent-annual-chance flood event and represents the minimum elevation of construction allowed. FEMA, *Coastal Hazards & Flood Mapping: A Visual Guide*, 6, *available at* https://www.fema.gov/sites/default/files/documents/fema_coastal-glossary.pdf.

⁴⁹ 44 C.F.R. § 60.3(e)(3)-(5).

⁵⁰ Section 161.053(1)(a), F.S.; Fla. Admin. Code R. 62B-33.005(1); DEP, *The Homeowner's Guide to the Coastal Construction Control Line Program*, 3 (2017), available at

https://floridadep.gov/sites/default/files/Homeowner%27s%20Guide%20to%20the%20CCCL%20Program%206_2012%20%28002%29 0.pdf.

⁵¹ Section 161.053(1)(a), F.S.

CCCLs are established by DEP after it has been determined from a comprehensive engineering study and topographic survey that the establishment of such control lines is necessary for the protection of upland properties and the control of beach erosion.⁵² DEP may establish a segment or segments of a CCCL further landward than the impact zone of a 100-year storm surge provided such segment or segments do not extend beyond the landward toe of the coastal barrier dune structure that intercepts the 100-year storm surge.⁵³ Such segment or segments may not be established if adequate dune protection is provided by a state-approved dune management plan.⁵⁴

Seaward of the CCCL, new construction and improvements to existing structures require a CCCL permit from DEP.⁵⁵ The line defines the landward limit of DEP's authority to regulate construction.⁵⁶ CCCLs currently exist for large portions of Florida's coast.⁵⁷

A coastal county or coastal municipality may establish coastal construction zoning and building codes if such zones and codes are approved by DEP as being adequate to preserve and protect the beaches and coastal barrier dunes adjacent to such beaches from imprudent construction that will jeopardize the stability of the beach-dune system, accelerate erosion, provide inadequate protection to upland structures, endanger adjacent properties, or interfere with public beach access.⁵⁸

III. Effect of Proposed Changes:

Section 1 creates s. 553.8991, F.S., which establishes the Resiliency and Safe Structures Act. The bill applies to any structure or building on a property in which all or a portion of such property is seaward of the coastal construction control line and the structure or building is:

- A nonconforming structure;
- A structure or building determined to be unsafe by a local building official; or
- A structure or building ordered to be demolished by a local government that has proper jurisdiction.

The bill defines "nonconforming structure" as a structure or building that does not conform to the base flood elevation requirements for new construction issued by the National Flood Insurance Program for the applicable flood zone. The bill defines "coastal construction control line" as the boundary established under current law pursuant to s. 161.053, F.S., which requires the Department of Environmental Protection to establish coastal construction control lines to define that portion of the beach-dune system which is subject to severe fluctuations based on a 100-year storm surge, storm waves, or other predictable weather conditions.

The bill does not apply to any of the following structures or buildings:

• A structure or building individually listed in the National Register of Historic Places;

https://geodata.dep.state.fl.us/datasets/4674ee6d93894168933e99aa2f14b923_2/explore (last visited Jan. 18, 2023).

⁵² Section 161.053(2)(a), F.S.

⁵³ Section 161.053(1)(a), F.S.

⁵⁴ Id.

⁵⁵ DEP, The Homeowner's Guide to the Coastal Construction Control Line Program at 2.

⁵⁶ *Id*.

⁵⁷ DEP, Geospatial Open Data, CCCL,

⁵⁸ Section 161.053(3), F.S.

- A single-family home;
- A contributing structure or building within a historic district which was listed in the National Register of Historic Places before January 1, 2000;
- A structure or building located on a barrier island in a municipality with a population of less than 10,000 according to the most recent decennial census and which has at least six city blocks that are not located in zones V, VE, AO, or AE, as identified in the Flood Insurance Rate Map issued by the Federal Emergency Management Agency.⁵⁹

The bill provides that a "local government"—defined as any municipality, county, special district, or any other political subdivision of the state—may not prohibit, restrict, or prevent the demolition of any structure or building identified in this section for any reason other than public safety. A local government may only administratively review an application for a demolition permit for compliance with the Florida Building Code, the Florida Fire Prevention Code, and the Life Safety Code, or local amendments thereto, and any regulation applicable to a similarly situated parcel. The local government may not impose additional local land development regulations or public hearings on an applicant for a permit under this bill.

In addition, the bill provides that local governments must authorize "replacement structures" for qualifying buildings to be developed to the maximum height and overall building size authorized by local development regulations for a similarly situated parcel within the same zoning district. The bill defines "replacement structure" as a new structure built on a property where a structure was demolished or will be demolished in accordance with this section. A local government may not:

- Limit, for any reason, the development potential of replacement structures below the maximum development potential allowed by local development regulations for a similarly situated parcel within the same zoning district.
- Require replication of a demolished structure.
- Require the preservation of any elements of a demolished structure.
- Impose additional regulatory or building requirements on replacement structures which
 would not otherwise be applicable to a similarly situated vacant parcel located in the same
 zoning district.
- Impose additional public hearings or administrative processes that would not otherwise be applicable to a similarly situated vacant parcel within the same zoning district.

The bill provides that development applications submitted for replacement structures for qualifying buildings must be processed in accordance with the process outlined in local land development regulations including any required public hearings in front of the local historic board.

The bill applies prospectively and retroactively to any "law"—defined as any statute, ordinance, rule, regulation, policy, resolution, code enforcement order, agreement, or other governmental act—that is contrary to the bill or its intent. The bill must be liberally construed to effectuate its

⁵⁹ Municipalities meeting this description may include, but are not limited to: Bal Harbour, Briny Breezes, Cape Canaveral, Golden Beach, Gulf Stream, Hillsboro Beach, Indian River Shores, Indian Harbour Beach, Jupiter Island, Manalapan, Ocean Ridge, Palm Beach, Palm Beach Shores, Sanibel Island, Sea Ranch Lakes, and Surfside.

intent. However, the bill does not apply to s. 553.79(25), F.S., regarding the demolition of single-family residential structures located in certain high-hazard areas and flood zones.

The bill also includes a preemption provision that prohibits a local government from adopting or enforcing a law that in any way limits the demolition of a qualifying structure or that limits the development of a replacement structure. A local government may not penalize an owner or a developer of a replacement structure or otherwise enact laws that defeat the intent of the bill. Any local government law contrary to this bill is void.

Section 2 provides that the act will take effect upon becoming a law.

IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

D. State Tax or Fee Increases:

None.

V. Fiscal Impact Statement:

A. Tax/Fee Issues:

None.

B. Private Sector Impact:

The bill may allow more structures to be demolished and new structures to be built in their places, which would increase construction and development.

C. Government Sector Impact:

Local governments may have to expend funds to process a possible increase in demolition permits. However, local governments may collect fees to cover the cost of their expenses to enforce the Building Code, which includes reviewing building permit applications.

VI. Technical Deficiencies:

None.

VII. Related Issues:

None.

VIII. Statutes Affected:

This bill creates section 553.8991 of the Florida Statutes.

IX. Additional Information:

A. Committee Substitute – Statement of Changes:

(Summarizing differences between the Committee Substitute and the prior version of the bill.)

CS by Environment and Natural Resources on January 30, 2024:

- Provides that the bill applies to any qualifying structure and building on a property in which all or a portion of such property is seaward of the coastal construction control line (CCCL);
- Defines CCCL as the boundary established under s. 161.053, F.S.;
- Removes provision that, to be a qualifying structure under the bill, nonconforming structures must be located within one-half mile of the coastline and within flood zones V, VE, AO, or AE;
- Provides that the bill does not apply to:
 - A contributing structure or building within a historic district which was listed in the National Register of Historic Places before January 1, 2000; or
 - A structure or building located on a barrier island in a municipality with a
 population of less than 10,000 according to the most recent decennial census and
 which has at least six city blocks that are not located in flood zones V, VE, AO, or
 AE;
- Clarifies that a local government must authorize replacement structures for qualifying buildings to be developed in accordance with local development regulations for a similarly situated parcel within the same zoning district;
- Prohibits a local government from imposing additional public hearings or administrative processes that would not otherwise be applicable to a similarly situated vacant parcel within the same zoning district;
- Provides that development applications submitted for replacement structures for qualifying buildings must be processed in accordance with the process outlined in local land development regulations including any required public hearings in front of the local historic board; and
- Corrects a citation.

B. Amendments:

None.

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.



	LEGISLATIVE ACTION	
Senate		House
Comm: RCS		
01/30/2024		
	•	
	•	

The Committee on Environment and Natural Resources (Avila) recommended the following:

Senate Amendment (with title amendment)

Delete everything after the enacting clause and insert:

Section 1. Section 553.8991, Florida Statutes, is created to read:

553.8991 Resiliency and Safe Structures Act.-

- (1) SHORT TITLE.—This section may be cited as the "Resiliency and Safe Structures Act."
 - (2) DEFINITIONS.—As used in this section, the term:

1 2 3

4

5

6

7

8

9

10



11 (a) "Coastal construction control line" means the boundary established under s. 161.053. 12 13 (b) "Law" means any statute, ordinance, rule, regulation, 14 policy, resolution, code enforcement order, agreement, or other 15 governmental act. 16 (c) "Local government" means a municipality, county, 17 special district, or any other political subdivision of the 18 state. (d) "Nonconforming structure" means a structure or building 19 20 that does not conform to the base flood elevation requirements 21 for new construction issued by the National Flood Insurance 22 Program for the applicable flood zone. 23 (e) "Replacement structure" means a new structure or 24 building built on a property where a structure or building was 2.5 demolished or will be demolished in accordance with this 26 section. 27 (3) QUALIFYING STRUCTURES AND BUILDINGS.-(a) Subject to paragraph (b), this section applies to any 28 structure or building on a property in which all or a portion of 29 30 such property is seaward of the coastal construction control 31 line and the structure or building is: 32 1. A nonconforming structure; 33 2. A structure or building determined to be unsafe by a local building official; or 34 35 3. A structure or building ordered to be demolished by a 36 local government that has proper jurisdiction. 37 (b) This section does not apply to any of the following

1. A structure or building individually listed in the

structures or buildings:

38

39

41

42

43

44

45

46 47

48

49

50

51 52

53

54

55

56

57 58

59

60

61

62

6.3 64

65

66

67

68



National Register of Historic Places.

- 2. A single-family home.
- 3. A contributing structure or building within a historic district which was listed in the National Register of Historic Places before January 1, 2000.
- 4. A structure or building located on a barrier island in a municipality with a population of less than 10,000 according to the most recent decennial census and which has at least six city blocks that are not located in zones V, VE, AO, or AE, as identified in the Flood Insurance Rate Map issued by the Federal Emergency Management Agency.
- (4) RESTRICTIONS ON DEMOLITION PROHIBITED.—A local government may not prohibit, restrict, or prevent the demolition of any structure or building identified in paragraph (3)(a) for any reason other than public safety. A local government may only administratively review an application for a demolition permit sought under this section for compliance with the Florida Building Code, the Florida Fire Prevention Code, and the Life Safety Code, or local amendments thereto, and any regulation applicable to a similarly situated parcel. The local government may not impose additional local land development regulations or public hearings on an applicant for a permit under this section.
- (5) RESTRICTIONS ON REDEVELOPMENT PROHIBITED.—A local government shall authorize replacement structures for qualifying buildings identified in paragraph (3)(a) to be developed to the maximum height and overall building size authorized by local development regulations for a similarly situated parcel within the same zoning district. A local government may not do any of the following:

70

71

72

73

74

75

76

77

78

79

80

81

82

83

84

85

86

87

88

89

90

91

92

93

94 95

96

97



- (a) Limit, for any reason, the development potential of replacement structures below the maximum development potential allowed by local development regulations for a similarly situated parcel within the same zoning district.
 - (b) Require replication of a demolished structure.
- (c) Require the preservation of any elements of a demolished structure.
- (d) Impose additional regulatory or building requirements on replacement structures which would not otherwise be applicable to a similarly situated vacant parcel located in the same zoning district.
- (e) Impose additional public hearings or administrative processes that would not otherwise be applicable to a similarly situated vacant parcel within the same zoning district.
- (6) DEVELOPMENT APPLICATIONS.—Development applications submitted for replacement structures for qualifying buildings identified in paragraph (3)(a) must be processed in accordance with the process outlined in local land development regulations including any required public hearings in front of the local historic board. However, a local government may not impose additional public hearings or administrative processes that would not otherwise be applicable to a similarly situated vacant parcel within the same zoning district.
- (7) APPLICATION AND CONSTRUCTION.—This section applies retroactively to any law adopted contrary to this section or its intent and must be liberally construed to effectuate its intent. This section does not apply to or affect s. 553.79(26).
- (8) PREEMPTION.—A local government may not adopt or enforce a law that in any way <u>limits the demolition of a structure</u>



identified in paragraph (3)(a) or that limits the development of a replacement structure in violation of subsection (5). A local government may not penalize an owner or a developer of a replacement structure for a demolition pursuant to this section or otherwise enact laws that defeat the intent of this section. Any local government law contrary to this section is void.

Section 2. This act shall take effect upon becoming a law.

105 106

107

108

109

111

112

113

114

115

116

117

118

119

120

121

122

123

124

125

126

98

99

100 101

102

103

104

======== T I T L E A M E N D M E N T ========== And the title is amended as follows:

Delete everything before the enacting clause and insert:

110 A bill to be entitled

> An act relating to local regulation of nonconforming and unsafe structures; creating s. 553.8991, F.S.; providing a short title; defining terms; providing applicability; prohibiting local governments from prohibiting, restricting, or preventing the demolition of certain structures and buildings unless necessary for public safety; authorizing a local government to administratively review an application for a demolition permit only for a specified purpose; prohibiting local governments from imposing additional local land development regulations or public hearings on permit applicants; requiring a local government to authorize replacement structures to be developed in accordance with certain regulations; prohibiting local governments from taking certain actions regarding replacement structures; requiring development

128

129

130

131

132

133

134



applications to be processed in a specified manner; providing for retroactive application; providing construction; preempting regulation of the demolition or development of certain structures and buildings to the state under certain circumstances; prohibiting a local government from penalizing an owner or a developer for taking certain actions taken under this act; providing an effective date.

By Senator Avila

39-01119A-24 20241526

A bill to be entitled

An act relating to local regulation of nonconforming or unsafe structures; creating s. 553.8991, F.S.; providing a short title; defining terms; providing applicability; prohibiting local governments from prohibiting, restricting, or preventing the demolition of certain structures unless necessary for public safety; authorizing local governments to review demolition permit applications only for a specified purpose; prohibiting additional local land development regulations or public hearings; requiring that replacement structures be permitted to be developed in accordance with applicable development regulations; prohibiting local governments from taking certain actions regarding replacement structures; providing for retroactive application; providing applicability and construction; preempting regulation of the demolition or replacement of certain structures to the state under certain circumstances; providing an effective date.

2122

23

2425

2627

28

29

1

2

3

4

5

6

7

8

9

10

11

1213

1415

1617

18

19

20

WHEREAS, it is of paramount importance to replace older, unsafe, or nonconforming structures that are a threat to life and safety with new, resilient buildings built to contemporary building codes and standards, and

WHEREAS, nonconforming structures that are within one-half mile of the coast and that are also within a coastal special flood hazard area, in addition to any structures that are ordered to be demolished or that are deemed unsafe by local

31

32

3334

35

36

37

38 39

40

41

42

4344

4546

47

48 49

5051

52

53

54

5556

57

58

39-01119A-24 20241526

building officials, pose an increased risk of collapse, may affect the integrity or stability of neighboring buildings or structures, and may cause injury to persons or property, and

WHEREAS, local governmental laws, procedures, and policies that prohibit or limit the demolition of nonconforming or unsafe structures or limit the construction of new, resilient structures pose a threat to life and public safety, and

WHEREAS, nonconforming structures that are within one-half mile of the coast and that are also within a coastal special flood hazard area, regardless of whether the structures are deemed unsafe by a local building official or are subject to a demolition order, must be permitted to be demolished and to have replacement structures authorized, allowing owners or developers to enjoy all land use and development rights that would apply to the property without regard to any local restrictions that may restrict future development as a result of the demolition, and

WHEREAS, to make the application and enforcement of this act uniform throughout this state, the Legislature intends to preempt the regulation of the demolition of certain structures and buildings to the state, NOW, THEREFORE,

Be It Enacted by the Legislature of the State of Florida:

Section 1. Section 553.8991, Florida Statutes, is created to read:

553.8991 Resiliency and Safe Structures Act.-

- (1) SHORT TITLE.—This section may be cited as the "Resiliency and Safe Structures Act."
 - (2) DEFINITIONS.—As used in this section, the term:

39-01119A-24 20241526

(a) "Law" means any statute, ordinance, rule, regulation, policy, resolution, code enforcement order, agreement, or other governmental act.

- (b) "Local government" means a municipality, county, special district, or any other political subdivision of the state.
- (c) "Nonconforming structure" means a structure that does not conform to the requirements for new construction issued by the National Flood Insurance Program.
- (d) "Replacement structure" means a new structure built on a property where a structure was demolished or will be demolished in accordance with this section.
- (3) QUALIFYING STRUCTURES AND BUILDINGS.—This section applies to all of the following structures, unless the structure is individually listed in the National Register of Historic Places or is a single-family home:
- (a) Nonconforming structures located within one-half mile of the coastline which are also within zones V, VE, AO, or AE, as identified on the Flood Insurance Rate Map issued by the Federal Emergency Management Agency.
- (b) Any structure determined to be unsafe by a local building official.
- (c) Any structure ordered to be demolished by a local government that has proper jurisdiction.
- (4) RESTRICTIONS ON DEMOLITION PROHIBITED.—A local government may not prohibit, restrict, or prevent the demolition of any structure identified in subsection (3) for any reason other than public safety. A local government may review an application for a demolition permit sought pursuant to this

39-01119A-24 20241526

Building Code, the Florida Fire Prevention Code, and the Life Safety Code, or local amendments thereto, and any regulation applicable to a similarly situated parcel. The local government may not subject an application to additional local land development regulations or public hearings.

- (5) RESTRICTIONS ON REDEVELOPMENT PROHIBITED.—A local government shall authorize replacement structures to be developed to the maximum height and overall building size authorized by local development regulations. A local government may not do any of the following:
- (a) Limit, for any reason, the development potential of replacement structures below the maximum allowed by local development regulations.
 - (b) Require replication of a demolished structure.
- $\underline{\mbox{(c)}}$ Require the preservation of any element of a demolished structure.
- (d) Impose additional regulatory or building requirements on a replacement structure which would not otherwise be applicable to a similarly situated vacant parcel.
- (6) APPLICATION AND CONSTRUCTION.—This section applies prospectively and retroactively to any law adopted contrary to this section or its intent and must be liberally construed to effectuate its intent. This section does not apply to or affect s. 553.79(25).
- (7) PREEMPTION.—A local government may not adopt or enforce a law that in any way limits the demolition of a structure identified in subsection (3) or that limits the development of a replacement structure in violation of subsection (5). A local

20241526 39-01119A-24 117 government may not penalize an owner or a developer of a 118 replacement structure for a demolition pursuant to this section 119 or otherwise enact laws that defeat the intent of this section. 120 Any local government law contrary to this section is void. 121 Section 2. This act shall take effect upon becoming a law.

The Florida Senate BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

•			RC		
. Barriero	Roge	Rogers		Fav/CS	
. Hunter	Ryon	ı	CA	Favorable	
ANAL	YST STA	FF DIRECTOR	REFERENCE	ACTION	
DATE:	January 30, 2024	REVISED:			
SUBJECT:	Flood Damage Pres	vention			
NTRODUCER:	Committee on Environment and Natural Resources and Senator Rodriguez				
BILL:	CS/SB 1766				
Pre	pared By: The Professi	onal Staff of the C	ommittee on Enviro	nment and Natural Resources	

Please see Section IX. for Additional Information:

COMMITTEE SUBSTITUTE - Substantial Changes

I. Summary:

CS/SB 1766, cited as the Flood Damage Prevention Act of 2024, provides that voluntary freeboard may not be used in the calculation of the maximum allowable height in the applicable zoning district for certain new and substantially improved structures. The bill provides that in all areas, including coastal high-hazard areas, the maximum voluntary freeboard is 10 feet. Freeboard generally refers to elevating a building's lowest floor above the Base Flood Elevation (BFE) and is usually expressed in terms of feet. The BFE is how high floodwater is likely to rise during a 1-percent-annual-chance flood event ("base flood") and represents the minimum elevation of construction allowed.

The bill authorizes a local government to adopt by ordinance minimum voluntary freeboard requirements or a maximum voluntary freeboard that exceeds the requirements in the bill or the Florida Building Code.

In addition, the bill directs the Florida Building Commission to develop and adopt minimum freeboard requirements by November 1, 2024, and incorporate such requirements into the next edition of the Florida Building Code. Beginning January 2029, and every five years thereafter, the commission must review the freeboard requirements in the Florida Building Code and make recommendations to the Legislature regarding any necessary revisions to such requirements.

II. Present Situation:

The Florida Building Code

In 1974, Florida adopted legislation requiring all local governments to adopt and enforce a minimum building code that would ensure that Florida's minimum standards were met. Local governments could choose from four separate model codes. The state's role was limited to adopting all or relevant parts of new editions of the four model codes. Local governments could amend and enforce their local codes, as they desired.

In 1992, Hurricane Andrew demonstrated that Florida's system of local codes did not work. Hurricane Andrew easily destroyed those structures that were allegedly built according to the strongest code. The Governor appointed a study commission to review the system of local codes and make recommendations for modernizing the system. The 1998 Legislature adopted the study commission's recommendations for a single state building code and enhanced the oversight role of the state over local code enforcement. The 2000 Legislature authorized implementation of the Building Code, and that first edition replaced all local codes on March 1, 2002.³

The Building Code is updated every three years.⁴ The current edition of the Building Code is the eighth edition, which is referred to as the 2023 Florida Building Code.⁵

Chapter 553, part IV, F.S., is known as the Florida Building Codes Act. The purpose and intent of the act is to provide a mechanism for the uniform adoption, updating, interpretation, and enforcement of a single, unified state building code. The Building Code must be applied, administered, and enforced uniformly and consistently from jurisdiction to jurisdiction.⁶

Local governments may, not more than once every 6 months, adopt amendments to the technical provisions of the Building Code that apply solely within the jurisdiction of such government and that provide for more stringent requirements than those specified in the Building Code.⁷ A local government must determine there is a need to strengthen the requirements of the Building Code based on a review of local conditions.⁸ Such amendments may not introduce a new subject not addressed in the Building Code.⁹ Most technical amendments sunset upon adoption of the newest edition of the Building Code, unless adopted into the Building Code.¹⁰

¹ The Florida Building Commission Report to the 2006 Legislature, *Florida Department of Community Affairs*, p. 4, available at http://www.floridabuilding.org/fbc/publications/2006 Legislature Rpt rev2.pdf (last visited Jan. 17, 2024).

 $^{^{2}}$ Id.

³ *Id.*; Dep't of Business and Professional Regulation, *Building Code Information System*, available at: https://floridabuilding.org/c/default.aspx# (last visited Jan. 17, 2024).

⁴ See Florida Building Commission, Florida Building Codes and Effective Dates, available at https://www.floridabuilding.org/fbc/Publications/2023_Effective_Dates.pdf.

⁵ See Florida Building Code, 2023 Florida Building Code: 8th Edition, available at https://codes.iccsafe.org/content/FLBC2023P1.

⁶ Section 553.72(1), F.S.

⁷ Section 553.73 (4)(b), F.S.

⁸ *Id*.

⁹ *Id*.

¹⁰ Section 553.73(4)(e), F.S.

The Florida Building Commission was statutorily created to implement the Building Code. The commission, which is housed within the Department of Business and Professional Regulation, is a 19-member technical body made up of design professionals, contractors, and government experts in various disciplines covered by the Building Code. The commission reviews International Codes published by the International Code Council, 11 the National Electric Code, and other nationally adopted model codes during its triennial update of the Building Code. 12

Local Enforcement of the Florida Building Code

Local governments have the power to inspect all buildings, structures, and facilities within their jurisdiction in protection of the public's health, safety, and welfare. ¹³ Every local government must enforce the Building Code and issue building permits. ¹⁴ It is unlawful for a person, firm, or corporation to construct, erect, alter, repair, secure, or demolish any building without first obtaining a permit from the local government enforcing agency or from such persons as may, by resolution or regulation, be directed to issue such permit, upon the payment of reasonable fees as set forth in a schedule of fees adopted by the enforcing agency. ¹⁵

Any construction work that requires a building permit also requires plans and inspections to ensure the work complies with the Building Code, including certain building, electrical, plumbing, mechanical, and gas inspections.¹⁶ Construction work may not be done beyond a certain point until it passes an inspection.¹⁷

National Flood Insurance Program

The National Flood Insurance Program (NFIP) was created by the passage of the National Flood Insurance Act of 1968. The NFIP is administered by the Federal Emergency Management Agency (FEMA) and provides homeowners, business owners, and renters in flood-prone areas the ability to purchase flood insurance protection from the federal government. The general purpose of the NFIP is both to offer primary flood insurance to properties with significant flood risk and to reduce flood risk through the adoption of floodplain management standards. Participation in the NFIP is voluntary. Within participating communities, the federal

¹¹ The International Code Council is an association that develops model codes and standards used in the design, building, and compliance process to "construct safe, sustainable, affordable and resilient structures." International Code Council, *About the ICC*, *available at* https://www.iccsafe.org/about/who-we-are/ (last visited Jan. 17, 2024).

¹² Sections 553.73 and 553.74, F.S.

¹³ Section 553.72, F.S.

¹⁴ Sections 125.01(1)(bb), 125.56(1), and 553.80(1), F.S.

¹⁵ Sections 125.56(4)(a) and 553.79(1), F.S.

¹⁶ Florida Building Code, 2023 Florida Building Code: 8th Edition, s. 110, available at https://codes.iccsafe.org/content/FLBC2023P1/chapter-1-scope-and-administration#FLBC2023P1_Ch01_SubCh02_Sec110.

¹⁷ Id.

¹⁸ FEMA, *50 Years of the NFIP, available at* https://www.fema.gov/sites/default/files/2020-05/NFIP 50th Final 8.5x11 Regional Printable.pdf (last visited Jan. 17, 2024).

¹⁹ Benefits.gov, *National Flood Insurance Program (NFIP)*, available at https://www.benefits.gov/benefit/435 (last visited Jan. 17, 2024).

²⁰ FEMA, *Participation in the NFIP*, https://www.fema.gov/glossary/participation-nfip#:~:text=Participation%20in%20the%20National%20Flood%20Insurance%20Program%20%28NFIP%29,of%20intent%20to%20participate%20and%20cooperate%20with%20FEMA%3B (last visited Mar. 21, 2023).

government makes flood insurance available throughout the community.²¹ To join, a community must:

- Complete an application;
- Adopt a resolution of intent to participate and cooperate with FEMA; and
- Adopt and submit a floodplain management ordinance that meets or exceeds the minimum NFIP criteria.²²

FEMA collaborates with participating communities to develop flood maps called Flood Insurance Rate Maps (FIRMs) that depict the community's flood risk and floodplain.²³ While FEMA is largely responsible for the creation of the FIRM, the community itself must pass the map into its local regulations in order for the map to be effective.²⁴ An area of specific focus on the FIRM is the Special Flood Hazard Area (SFHA).²⁵ The SFHA is intended to distinguish the flood risk zones that have a chance of flooding during a 1-in-100 year flood or greater frequency. This means that properties in the SFHA have a risk of 1 percent or greater risk of flooding every year²⁶ and a one-in-four change of flooding during a 30-year mortgage.²⁷ In a community that participates in the NFIP, owners of properties in the mapped SFHA are required to purchase flood insurance as a condition of receiving a federally backed mortgage.²⁸

Key conditions of the NFIP minimum floodplain management standards include, among many other conditions, that communities:

- Require permits for development in the SFHA;
- Require elevation of the lowest floor of all new residential buildings in the SFHA to or above the Base Flood Elevation:
- Restrict development in floodways to prevent increasing the risk of flooding; and
- Require certain construction materials and methods that minimize future flood damage.²⁹

Base Flood Elevation and Freeboard

A base flood is a flood that has a one percent chance of occurring during any given year.³⁰ The Base Flood Elevation (BFE) is how high floodwater is likely to rise during a 1-percent-annual-chance flood event (base flood).³¹ BFEs are measured from a reference point called

²¹ *Id*.

²² *Id*.

²³ See Congressional Research Service, *Introduction to the National Flood Insurance Program*, 3 (2023), *available at* https://crsreports.congress.gov/product/pdf/R/R44593.

²⁴ *Id*.

²⁵ *Id*.

²⁶ *Id*.

²⁷ FEMA, *Coastal Hazards & Flood Mapping: A Visual Guide*, 6, *available at* https://www.fema.gov/sites/default/files/documents/fema_coastal-glossary.pdf.

²⁸ Such lenders include federal agency lenders, such as the Department of Veterans Affairs, government-sponsored enterprises Fannie Mae, Freddie Mac, and federally regulated lending institutions, such as banks covered by the Federal Deposit Insurance Corporation (FDIC) or the Office of the Comptroller of the Currency (OCC).

²⁹ Congressional Research Service, *Introduction to the National Flood Insurance Program* (Updated Dec. 20, 2023), p. 6, available at https://crsreports.congress.gov/product/pdf/R/R44593.

³⁰ FEMA, Coastal Hazards & Flood Mapping: A Visual Guide, 6, available at https://www.fema.gov/sites/default/files/documents/fema_coastal-glossary.pdf.

³¹ Id.

NAVD88, which is approximately equal to sea level, and vary widely across geographies.³² The BFE represents the minimum elevation of construction allowed by the NFIP.³³



Freeboard

Freeboard is an additional amount of height above the BFE used as a factor of safety in determining the level at which a structure's lowest floor must be elevated or floodproofed to be in accordance with state or community floodplain management regulations. Freeboard is usually expressed in feet above flood level and helps compensate for the many unknown factors that could contribute to flood heights greater than the height calculated for a selected size flood and floodway conditions, such as wave action, bridge openings, and the hydrological effect of urbanization of the watershed. Freeboard is not required by NFIP standards, but FEMA encourages communities to adopt at least one foot of freeboard. Freeboard results in significantly lower flood insurance rates due to lower flood risk. Typically, two feet of freeboard will save a homeowner more than 40 percent off flood insurance through the NFIP.

The Building Code requires all buildings located in a flood hazard area to be built an additional one foot higher.³⁷ However, many Florida communities adopt requirements for additional elevation above the minimum in the Building Code, ranging from two to five feet above the BFE. Local freeboard requirements are incorporated via technical amendments to the Building

³² *Id*.

³³ See generally FEMA, Residential Buildings with Basements, https://www.fema.gov/floodplain-management/manage-risk/residential-buildings-

basements#:~:text=Since%201971%2C%20the%20National%20Flood%20Insurance%20Program%20%28NFIP%29,Zones %20only%29%20to%20the%20Base%20Flood%20Elevation%20%28BFE%29 (last visited Mar. 21, 2023). FEMA, *Coastal Hazards & Flood Mapping: A Visual Guide* at 6 (depicting BFE graphic).

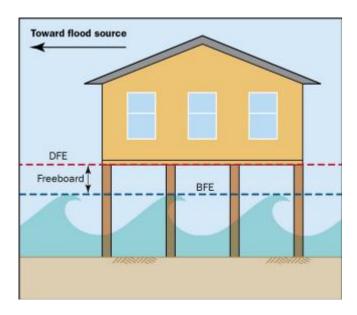
³⁴ FEMA, Freeboard, https://www.fema.gov/glossary/freeboard (last visited Jan. 17, 2024).

³⁵ Id.

³⁶ FEMA, *Local Government Officials - Floodplain Management Resources*, https://www.fema.gov/floodplain-management/manage-risk/local (last visited Jan. 24, 2024).

³⁷ Florida Building Code, 2023 Florida Building Code: Eighth Edition, Residential, s. R322.2.1, available at https://codes.iccsafe.org/content/FLRC2023P1/chapter-3-building-planning#FLRC2023P1_Pt03_Ch03_SecR322.2.1; Florida Building Code-Building, Table 2-1 Elevation Requirements.

Code.³⁸ Florida Statutes specifically authorizes counties and municipalities to adopt administrative or technical amendment to the Building Code relating to flood resistance in order to implement the NFIP or other incentives.³⁹ Flood-related local amendments that require a design flood elevation above the BFE are not subject to sunset upon adoption of the newest edition of the Building Code.⁴⁰



Following Hurricane Ian, FEMA published a Mitigation Assessment Team Report to assess the performance of buildings and building-related damage from the hurricane.⁴¹ The report concluded, among other things, that incorporating additional freeboard into the minimum building elevation helped mitigate flood damage.⁴²

III. Effect of Proposed Changes:

Section 1 provides that this act may be cited as the "Flood Damage Prevention Act of 2024."

Section 2 creates s. 553.845, F.S., regarding flood damage prevention. The bill includes the following findings:

- The state is vulnerable to the adverse effects of flooding resulting from the frequency and intensity of rainfall and an increase in storm surge and sea level rise. These adverse effects pose a significant risk to existing and future structures in the state.
- Public and private investments in our communities are important for economic growth, and protecting all structures from flooding is essential to maintaining resilient communities.

³⁸ Wilton Manors, FL. Ordinance No, 2020-004 § 2, 5-26-20, City of Miami Beach Flood Plain Management, Sec. 54-35.

³⁹ Section 553.73(5) F.S.

⁴⁰ *Id.* FEMA, *Designing for Flood Levels Above the Minimum Required Elevation After Hurricane Ian*, 456 (2023), *available at* https://www.fema.gov/sites/default/files/documents/fema_rm-hurriance-ian-mat-report-12-2023.pdf (depicting graphic of freeboard). "DFE" means Design Flood Elevation, or the minimum building elevation. *Id.* at 455.

⁴¹ FEMA, Mitigation Assessment Team Report: Hurricane Ian in Florida, 7 (2023), available at https://www.fema.gov/sites/default/files/documents/fema_rm-hurriance-ian-mat-report-12-2023.pdf.

⁴² Id. at 335, 422.

• The mitigation of property damage constitutes a valid and recognized objective of the Florida Building Code.

- It is important to develop a consistent, statewide approach to minimizing flooding in the state to mitigate property damage and encourage continued investment in our communities.
- Minimum freeboard requirements are critical to addressing the devastating effects of flooding, and delaying the adoption and implementation of such requirements constitutes a threat to the health, safety, and welfare of the state.

The bill provides that the maximum voluntary freeboard for all new construction and substantial improvements to existing construction, whether residential, commercial, industrial, or nonresidential, is ten feet, including within a coastal high-hazard area. The bill defines "coastal high-hazard area" as a special flood hazard area (SFHA) along the coast, as delineated by a flood insurance rate map (FIRM) issued by the Federal Emergency Management Agency (FEMA), which has additional hazards due to wind and wave action.

The bill defines "freeboard" as the additional height, usually expressed as a factor of safety in feet, above the base flood elevation (BFE) in determining the level at which a structure's lowest floor or the bottom of the lowest horizontal structural member must be elevated in accordance with floodplain management regulations and the Florida Building Code. If a BFE is not determined for a structure that is not located in a SFHA as designated by a FIRM issued by FEMA, the term "freeboard" means the highest adjacent grade at the foundation of a structure.

The bill defines "voluntary freeboard" as the additional height above the freeboard required by floodplain management regulations and the Florida Building Code. If freeboard is not required by floodplain management regulations and the Florida Building Code, the term "voluntary freeboard" means the additional height above the highest adjacent grade at the foundation of a structure.

The bill provides that for all new construction and "substantial improvements" to an existing commercial, industrial, nonresidential, or residential structure, including a manufactured home, voluntary freeboard may not be used in the calculation of the "maximum allowable height" for the structure. The bill defines "maximum allowable height" as the maximum height allowed for a structure in the applicable zoning district.

The bill authorizes a local government to adopt by ordinance a minimum voluntary freeboard requirement or a maximum voluntary freeboard that exceeds the requirements in the Florida Building Code or established in the bill.

The bill directs the Florida Building Commission to develop and adopt by rule minimum freeboard requirements by November 1, 2024, which must take immediate effect, and incorporate such requirements into the next edition of the Florida Building Code. The bill also provides that, beginning in January 2029, and every five years thereafter, the commission must

⁴³ "Substantial improvement" means any repair, reconstruction, rehabilitation, or improvement of a structure when the actual cost of the improvement or repair of the structure to its pre-damage condition equals or exceeds 50 percent of the market value of the structure either before the improvement or repair is started or, if the structure has been damaged and is being restored, before the damage occurred. *See* section 161.54(12) F.S.

review the freeboard requirements in the Florida Building Code and make recommendations to the Legislature regarding any necessary revisions to such requirements.

Section 3 provides an effective date of July 1, 2024.

IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

D. State Tax or Fee Increases:

None.

V. Fiscal Impact Statement:

A. Tax/Fee Issues:

None.

B. Private Sector Impact:

Building owners who incorporate voluntary freeboard may receive flood insurance discounts and reduce their exposure to flood events.

C. Government Sector Impact:

The Florida Building Commission may incur costs to develop and adopt new freeboard requirements. However, these costs can likely be absorbed with existing resources.

VI. Technical Deficiencies:

None.

VII. Related Issues:

None.

VIII. Statutes Affected:

This bill creates section 553.845 of the Florida Statutes.

IX. Additional Information:

A. Committee Substitute – Statement of Changes:

(Summarizing differences between the Committee Substitute and the prior version of the bill.)

CS by Environment and Natural Resources on January 30, 2024:

The amendment:

- Reorganizes language to eliminate redundancies and clarify which structures may not
 use voluntary freeboard in the calculation of the maximum allowable height (i.e., all
 new construction or substantial improvements to existing commercial, industrial,
 nonresidential, or residential structures); and
- Inserts the word "voluntary" to clarify that local governments may adopt minimum *voluntary* freeboard requirements.

B. Amendments:

None.

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.



	LEGISLATIVE ACTION	
Senate	•	House
Comm: RS	•	
01/30/2024	•	
	•	
	•	
	•	

The Committee on Environment and Natural Resources (Rodriguez) recommended the following:

Senate Amendment

2 3

5

6

7

8

1

Delete lines 74 - 85

4 and insert:

> (3) The maximum voluntary freeboard for all new construction and substantial improvements to existing construction, whether residential, commercial, industrial, or nonresidential, is 10 feet, including within a coastal high-

9 hazard area. 10

(4) For all new construction or substantial improvements to



11	an existing commercial, industrial, nonresidential, or
12	residential structure, including a manufactured home, voluntary
13	freeboard may



	LEGISLATIVE ACTION	
Senate	•	House
Comm: RCS	•	
01/30/2024	•	
	•	
	•	
	•	

The Committee on Environment and Natural Resources (Rodriguez) recommended the following:

Senate Substitute for Amendment (628218) (with title amendment)

4 Delete lines 74 - 88

and insert:

1 2

3

5

6

7

8

9

10

(3) The maximum voluntary freeboard for all new construction and substantial improvements to existing construction, whether residential, commercial, industrial, or nonresidential, is 10 feet, including within a coastal highhazard area.



(4) For all new construction or substantial improvements to
an existing commercial, industrial, nonresidential, or
residential structure, including a manufactured home, voluntary
freeboard may not be used in the calculation of the maximum
allowable height for the structure.
(5) A local government may adopt by ordinance a minimum
<u>voluntary</u>
========= T I T L E A M E N D M E N T ==========
And the title is amended as follows:
Between lines 10 and 11
insert:
voluntary

By Senator Rodriguez

40-01713-24 20241766

A bill to be entitled

An act relating to flood damage prevention; providing a short title; creating s. 553.845, F.S.; providing legislative findings; providing definitions; providing specified maximum voluntary freeboard requirements for new construction and substantial improvements to existing construction; prohibiting voluntary freeboard from being used in the calculation of the maximum allowable height for certain construction; authorizing local governments to adopt by ordinance a minimum freeboard requirement or a maximum voluntary freeboard that exceeds certain requirements; requiring the Florida Building Commission to develop and adopt by rule minimum freeboard requirements by a specified date and to incorporate such requirements into the next edition of the Florida Building Code; requiring the commission to review the freeboard requirements in the Florida Building Code every 5 years beginning on a specified date and to make certain recommendations to the Legislature; providing an effective date.

2122

1

2

3

4

5

6

7

8

9

10

11

12

13

1415

1617

18

19

20

Be It Enacted by the Legislature of the State of Florida:

2324

25

28

29

Section 1. This act may be cited as the "Flood Damage Prevention Act of 2024."

Section 2. Section 553.845, Florida Statutes, is created to read:

553.845 Flood damage prevention.-

(1) The Legislature finds that:

Page 1 of 4

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

40-01713-24 20241766

(a) The state is vulnerable to the adverse effects of flooding resulting from the frequency and intensity of rainfall and an increase in storm surge and sea level rise. These adverse effects pose a significant risk to existing and future structures in the state.

- (b) Public and private investments in our communities are important for economic growth, and protecting all structures from flooding is essential to maintaining resilient communities.
- (c) The mitigation of property damage constitutes a valid and recognized objective of the Florida Building Code.
- (d) It is important to develop a consistent, statewide approach to minimizing flooding in the state to mitigate property damage and encourage continued investment in our communities.
- (e) Minimum freeboard requirements are critical to addressing the devastating effects of flooding, and delaying the adoption and implementation of such requirements constitutes a threat to the health, safety, and welfare of the state.
 - (2) For purposes of this section, the term:
- (a) "Coastal high-hazard area" means a special flood hazard area along the coast, as delineated by a Flood Insurance Rate

 Map issued by the Federal Emergency Management Agency, which has additional hazards due to wind and wave action.
- (b) "Freeboard" means the additional height, usually expressed as a factor of safety in feet, above the base flood elevation in determining the level at which a structure's lowest floor or the bottom of the lowest horizontal structural member must be elevated in accordance with floodplain management regulations and the Florida Building Code. If a base flood

40-01713-24 20241766

elevation is not determined for a structure that is not located in a special flood hazard area as designated by a Flood

Insurance Rate Map issued by the Federal Emergency Management

Agency, the term "freeboard" means the highest adjacent grade at the foundation of a structure.

- (c) "Maximum allowable height" means the maximum height allowed for a structure in the applicable zoning district.
- (d) "Substantial improvement" has the meaning as in s. 161.54(12).
- (e) "Voluntary freeboard" means the additional height above the freeboard required by floodplain management regulations and the Florida Building Code. If freeboard is not required by floodplain management regulations and the Florida Building Code, the term "voluntary freeboard" means the additional height above the highest adjacent grade at the foundation of a structure.
- (3) (a) The maximum voluntary freeboard for all new construction and substantial improvements to existing construction, whether residential, commercial, industrial, or nonresidential, is 10 feet.
- (b) Within a coastal high-hazard area, the maximum voluntary freeboard for all new construction and substantial improvements to existing construction, whether residential, commercial, industrial, or nonresidential, is 10 feet.
- (4) For all new construction of a residential structure and substantial improvements to an existing residential structure, including a manufactured home, or an existing commercial, industrial, or nonresidential structure, voluntary freeboard may not be used in the calculation of the maximum allowable height for the structure.

89

90

91

92

93

94

95

96

97

98

99

100101

40-01713-24 20241766

(5) A local government may adopt by ordinance a minimum freeboard requirement or a maximum voluntary freeboard that exceeds the requirements in the Florida Building Code or those established in this section.

- (6) The commission shall develop and adopt by rule minimum freeboard requirements by November 1, 2024, which shall take immediate effect, and shall incorporate such requirements into the next edition of the Florida Building Code.
- (7) Beginning in January 2029, and every 5 years thereafter, the commission shall review the freeboard requirements in the Florida Building Code and make recommendations to the Legislature regarding any necessary revisions to such requirements.
 - Section 3. This act shall take effect July 1, 2024.