# Bill No. CS for CS for CS for SB 1928

## Barcode 844626

	CHAMBER ACTION <u>Senate</u> <u>House</u>
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11	Senator Baker moved the following amendment:
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13	Senate Amendment (with title amendment)
14	On page 66, line 20, through
15	page 70, line 13, delete those lines
16	
17	and insert:
18	Section 28. Section 334.30, Florida Statutes, is
19	amended to read:
20	334.30 Public-private transportation facilitiesThe
21	Legislature hereby finds and declares that there is a public
22	need for the rapid construction of safe and efficient
23	transportation facilities for the purpose of <u>traveling</u> travel
24	within the state, and that it is in the public's interest to
25	provide for the construction of additional safe, convenient,
26	and economical transportation facilities.
27	(1) The department may receive or solicit proposals
28	and, with legislative approval as evidenced by approval of the
29	project in the department's work program, enter into
30	agreements with private entities, or consortia thereof, for
31	the building, operation, ownership, or financing of 1
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1	transportation facilities which increase transportation
2	capacity. Except as provided in s. 337.25, s. 337.251, s.
3	338.234, or s. 338.235, the department may not sell or lease
4	any transportation facility owned by the department. The
5	department may advance projects programmed in the adopted
6	5-year work program using funds provided by public-private
7	partnerships or private entities to be reimbursed from
8	department funds for the project as programmed in the adopted
9	work program. The department shall by rule establish an
10	application fee for the submission of <u>unsolicited</u> proposals
11	under this section. The fee must be sufficient to pay the
12	costs of evaluating the proposals. The department may engage
13	the services of private consultants to assist in the
14	evaluation. Before approval, the department must determine
15	that the proposed project:
16	(a) Is in the public's best interest;
17	(b) Would not require state funds to be used unless
18	the project is on the State Highway System; and
19	(c) Would have adequate safeguards in place to ensure
20	that no additional costs or service disruptions would be
21	realized by the traveling public and <u>residents</u> citizens of the
22	state in the event of default or cancellation of the agreement
23	by the department <u>;-</u>
24	(d) Would have adequate safequards in place to ensure
25	that the department or the private entity has the opportunity
26	to add capacity to the proposed project and other
27	transportation facilities serving similar origins and
28	destinations; and
29	(e) Would be owned by the department upon completion
30	or termination of the agreement.
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1 The department shall ensure that all reasonable costs to the state, related to transportation facilities that are not part 2 of the State Highway System, are borne by the private entity. 3 4 The department shall also ensure that all reasonable costs to the state and substantially affected local governments and 5 utilities, related to the private transportation facility, are 6 7 borne by the private entity for transportation facilities that are owned by private entities. For projects on the State 8 Highway System, the department may use state resources to 9 participate in funding and financing the project as provided 10 11 for under the department's enabling legislation. (2) Agreements entered into pursuant to this section 12 13 may authorize the private entity to impose tolls or fares for the use of the facility. However, the amount and use of toll 14 15 or fare revenues shall be regulated by the department to avoid unreasonable costs to users of the facility. 16 (3) Each private transportation facility constructed 17 pursuant to this section shall comply with all requirements of 18 19 federal, state, and local laws; state, regional, and local 20 comprehensive plans; department rules, policies, procedures, 21 and standards for transportation facilities; and any other 22 conditions which the department determines to be in the public's best interest. 23 2.4 (4) The department may exercise any power possessed by it, including eminent domain, with respect to the development 25 and construction of state transportation projects to 26 facilitate the development and construction of transportation 27 28 projects pursuant to this section. The department may provide 29 services to the private entity. Agreements for maintenance, law enforcement, and other services entered into pursuant to 30 this section shall provide for full reimbursement for services 31 3:34 PM 04/28/07 s1928.20tr.aaa

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1 rendered for projects not on the State Highway System.

(5) Except as herein provided, the provisions of this section are not intended to amend existing laws by granting additional powers to, or further restricting, local governmental entities from regulating and entering into cooperative arrangements with the private sector for the planning, construction, and operation of transportation facilities.

9 (6) The department may request proposals from private 10 entities for public-private transportation projects or, if the 11 department receives an unsolicited proposal, the department shall publish a notice in the Florida Administrative Weekly 12 13 and a newspaper of general circulation at least once a week for 2 weeks stating that the department has received the 14 15 proposal and will accept, for 60 days after the initial date of publication, other proposals for the same project purpose. 16 A copy of the notice must be mailed to each local government 17 in the affected area. After the public notification period has 18 19 expired, the department shall rank the proposals in order of 20 preference. In ranking the proposals the department may 21 consider factors, including, but not limited to, professional 22 qualifications, general business terms, innovative engineering or cost-reduction terms, finance plans, and the need for state 23 24 funds to deliver the project. If the department is not satisfied with the results of the negotiations, the department 25 may, at its sole discretion, terminate negotiations with the 26 proposer. If these negotiations are unsuccessful, the 27 28 department may go to the second-ranked and lower-ranked firms, 29 in order, using this same procedure. If only one proposal is 30 received, the department may negotiate in good faith and, if 31 the department is not satisfied with the results of the 3:34 PM 04/28/07 s1928.20tr.aaa

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1	negotiations, the department may, at its sole discretion,
2	terminate negotiations with the proposer. Notwithstanding this
3	subsection, The department may, at its discretion, reject all
4	proposals at any point in the process up to completion of a
5	contract with the proposer.
6	(7) The department may lend funds from the Toll
7	Facilities Revolving Trust Fund, as outlined in s. 338.251, to
8	private entities that construct projects on the State Highway
9	System containing toll facilities that are approved under this
10	section. To be eligible, a private entity must comply with s.
11	338.251 and must provide an indication from a nationally
12	recognized rating agency that the senior bonds for the project
13	will be investment grade, or must provide credit support such
14	as a letter of credit or other means acceptable to the
15	department, to ensure that the loans will be fully repaid. The
16	state's liability for the funding of a facility is limited to
17	the amount approved for that specific facility in the
18	department's 5-year work program adopted pursuant to s.
19	339.135.
20	(8) A fixed-guideway transportation system authorized
21	by the department to be wholly or partially within the
22	department's right-of-way pursuant to a lease granted under s.
23	337.251 may operate at any safe speed.
24	Section 29. Section 338.234, Florida Statutes, is
25	amended to read:
26	338.234 Granting concessions or selling along the
27	turnpike system; immunity from taxation
28	(1) The department may enter into contracts or
29	licenses with any person for the sale of services or products
30	or business opportunities on the turnpike system, or the
31	turnpike enterprise may sell services, products, or business
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1 opportunities on the turnpike system, which benefit the traveling public or provide additional revenue to the turnpike 2 system. Services, business opportunities, and products 3 4 authorized to be sold include, but are not limited to, motor fuel, vehicle towing, and vehicle maintenance services; food 5 with attendant nonalcoholic beverages; lodging, meeting rooms, 6 7 and other business services opportunities; advertising and other promotional opportunities, which advertising and 8 promotions must be consistent with the dignity and integrity 9 10 of the state; state lottery tickets sold by authorized 11 retailers; games and amusements that operate by the application of skill, not including games of chance as defined 12 13 in s. 849.16 or other illegal gambling games; Florida citrus, goods promoting the state, or handmade goods produced within 14 15 the state; and travel information, tickets, reservations, or other related services. However, the department, pursuant to 16 the grants of authority to the turnpike enterprise under this 17 18 section, shall not exercise the power of eminent domain solely 19 for the purpose of acquiring real property in order to provide 20 business services or opportunities, such as lodging and meeting-room space on the turnpike system. 21 22 (2) The effectuation of the authorized purposes of the Florida Intrastate Highway System and Florida Turnpike 23 24 Enterprise, created under this chapter, is for the benefit of the people of the state, for the increase of their commerce 25 and prosperity, and for the improvement of their health and 26 living conditions and, because the system and enterprise 27 perform essential government functions in effectuating such 28 29 purposes, neither the turnpike enterprise nor any nongovernment lessee or licensee renting, leasing, or 30 31 licensing real property from the turnpike enterprise, pursuant 6 3:34 PM 04/28/07 s1928.20tr.aaa

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1 to an agreement authorized by this section are required to pay any commercial rental tax imposed under s. 212.031 on any 2 capital improvements constructed, improved, acquired, 3 4 installed, or used for such purposes. Section 30. Subsection (9) of section 348.0004, 5 Florida Statutes, is amended to read: 6 7 348.0004 Purposes and powers.--(9) The Legislature declares that there is a public 8 need for the rapid construction of safe and efficient 9 10 transportation facilities for traveling travel within the 11 state and that it is in the public's interest to provide for public-private partnership agreements to effectuate the 12 13 construction of additional safe, convenient, and economical transportation facilities. 14 15 (a) Notwithstanding any other provision of the Florida Expressway Authority Act, any expressway authority\_ 16 transportation authority, bridge authority, or toll authority 17 18 may receive or solicit proposals and enter into agreements 19 with private entities, or consortia thereof, for the building, 20 operation, ownership, or financing of expressway authority transportation facilities or new transportation facilities 21 22 within the jurisdiction of the expressway authority which 23 increase transportation capacity. An authority may not sell or 2.4 lease any transportation facility owned by the authority. An expressway authority is authorized to adopt rules to implement 25 this subsection and shall, by rule, establish an application 2.6 fee for the submission of unsolicited proposals under this 27 28 subsection. The fee must be sufficient to pay the costs of 29 evaluating the proposals. An expressway authority may engage private consultants to assist in the evaluation. Before 30 31 approval, an expressway authority must determine that a 7 3:34 PM 04/28/07 s1928.20tr.aaa

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1 proposed project:

-	proposed project.
2	1. Is in the public's best interest.
3	2. Would not require state funds to be used unless the
4	project is on or provides increased mobility on the State
5	Highway System.
6	3. Would have adequate safeguards to ensure that no
7	additional costs or service disruptions would be realized by
8	the traveling public and <u>residents</u> citizens of the state in
9	the event of default or the cancellation of the agreement by
10	the expressway authority.
11	4. Would have adequate safeguards in place to ensure
12	that the department, the authority, or the private entity has
13	the opportunity to add capacity to the proposed project and
14	other transportation facilities serving similar origins and
15	destinations.
16	5. Would be owned by the authority upon completion or
17	termination of the agreement.
18	(b) An <del>expressway</del> authority shall ensure that all
19	reasonable costs to the state <u>which are</u> , related to
20	transportation facilities that are not part of the State
21	Highway System, are borne by the private entity. An expressway
22	authority shall also ensure that all reasonable costs to the
23	state and substantially affected local governments and
24	utilities related to the private transportation facility are
25	borne by the private entity for transportation facilities that
26	are owned by private entities. For projects on the State
27	Highway System, the department may use state resources to
28	participate in funding and financing the project as provided
29	for under the department's enabling legislation.
30	(c) The <del>expressway</del> authority may request proposals for
31	public-private transportation projects or, if it receives an 8
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1 unsolicited proposal, it must publish a notice in the Florida Administrative Weekly and a newspaper of general circulation 2 in the county in which it is located at least once a week for 3 4 2 weeks, stating that it has received the proposal and will accept, for 60 days after the initial date of publication, 5 other proposals for the same project purpose. A copy of the 6 7 notice must be mailed to each local government in the affected areas. After the public notification period has expired, the 8 expressway authority shall rank the proposals in order of 9 10 preference. In ranking the proposals, the expressway authority 11 shall consider professional qualifications, general business terms, innovative engineering or cost-reduction terms, finance 12 13 plans, and the need for state funds to deliver the proposal. If the expressway authority is not satisfied with the results 14 15 of the negotiations, it may, at its sole discretion, terminate negotiations with the proposer. If these negotiations are 16 unsuccessful, the expressway authority may go to the second 17 18 and lower-ranked firms, in order, using the same procedure. If 19 only one proposal is received, the expressway authority may 20 negotiate in good faith, and if it is not satisfied with the results, it may, at its sole discretion, terminate 21 22 negotiations with the proposer. Notwithstanding this 23 paragraph, The expressway authority may, at its discretion, 2.4 reject all proposals at any point in the process up to completion of a contract with the proposer. 25 (d) The department may lend funds from the Toll 26 Facilities Revolving Trust Fund, as outlined in s. 338.251, to 27 public-private partnerships. To be eligible a private entity 28 29 must comply with s. 338.251 and must provide an indication from a nationally recognized rating agency that the senior 30 bonds for the project will be investment grade or must provide 31 3:34 PM 04/28/07 s1928.20tr.aaa

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credit support, such as a letter of credit or other means
 acceptable to the department, to ensure that the loans will be
 fully repaid.

4 (e) Agreements entered into pursuant to this
5 subsection may authorize the public-private entity to impose
6 tolls or fares for the use of the facility. However, the
7 amount and use of toll or fare revenues shall be regulated by
8 the expressway authority to avoid unreasonable costs to users
9 of the facility.

10 (f) Each public-private transportation facility 11 constructed pursuant to this subsection shall comply with all requirements of federal, state, and local laws; state, 12 13 regional, and local comprehensive plans; the expressway authority's rules, policies, procedures, and standards for 14 15 transportation facilities; and any other conditions that the 16 expressway authority determines to be in the public's best interest. 17

18 (g) An expressway authority may exercise any power 19 possessed by it, including eminent domain, to facilitate the development and construction of transportation projects 20 21 pursuant to this subsection. An expressway authority may pay 22 all or part of the cost of operating and maintaining the facility or may provide services to the private entity for 23 24 which it receives full or partial reimbursement for services rendered. 25

(h) Except as herein provided, this subsection is not 2.6 27 intended to amend existing laws by granting additional powers to or further restricting the governmental entities from 28 29 regulating and entering into cooperative arrangements with the private sector for the planning, construction, and operation 30 of transportation facilities. <u>Use of the powers granted in</u> 31 10 3:34 PM 04/28/07 s1928.20tr.aaa

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1 this subsection do not subject a statutorily created expressway authority, transportation authority, bridge 2 authority, or toll authority, other than one created under 3 this part, to any of the requirements of this part other than 4 5 those contained in this subsection. б 7 (Redesignate subsequent sections.) 8 9 ======== T I T L E A M E N D M E N T ============ 10 11 And the title is amended as follows: On page 6, line 25, after the semicolon 12 13 insert: 14 15 amending s. 334.30, F.S.; authorizing the Department of Transportation to enter into 16 agreements with private entities for the 17 building, operation, ownership, or financing of 18 transportation facilities; revising criteria 19 for approving agreements; amending s. 338.234, 20 21 F.S.; granting the Florida Turnpike Enterprise, 22 its lessees, and licensees an exemption from paying commercial rental tax on capital 23 24 improvements; 25 26 27 28 29 30 31 11 3:34 PM 04/28/07 s1928.20tr.aaa