A bill to be entitled

An act relating to special districts; amending s. 189.4042, F.S.; revising provisions relating to merger and dissolution procedures for special districts; requiring certain merger and dissolution procedures to include referenda; providing an exception; providing that such provisions preempt certain special acts; providing for a local government to assume the indebtedness of, and receive the title to property owned by, a special district

under certain circumstances; amending s. 189.4044, F.S.; revising dissolution procedures for special districts

declared inactive by a governing body; providing an

13 effective date.

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

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Section 1. Section 189.4042, Florida Statutes, is amended to read:

189.4042 Merger and dissolution procedures.-

- (1) (a) The merger or dissolution of dependent special districts may be effectuated by an ordinance of the general-purpose local governmental entity wherein the geographical area of the district or districts is located. However, a county may not dissolve a special district that is dependent to a municipality or vice versa, or a dependent district created by special act.
- (b) A copy of any ordinance and of any changes to a charter affecting the status or boundaries of one or more

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special districts shall be filed with the Special District Information Program within 30 days of such activity.

- (2) (a) Unless otherwise provided by general law, the merger or dissolution of an independent special district or a dependent special district created and operating pursuant to a special act may only be effectuated by the Legislature unless otherwise provided by general law.
- (b) If a local general-purpose government seeks to dissolve an active independent special district created and operating pursuant to a special act whose board objects by resolution to the dissolution, the dissolution of the active independent special district is not effective until a special act of the Legislature is approved by a majority of the resident electors of the district or landowners voting in the same manner by which the independent special district's governing board is elected. This paragraph also applies if an independent special district's governing board elects to dissolve the district by less than a supermajority vote of the board.
- an active independent special district or districts created and operating pursuant to a special act whose board or boards object by resolution to the merger, the merger of the active independent special district or districts is not effective until the special act of the Legislature is approved at separate referenda of the impacted local governments by a majority of the resident electors or landowners voting in the same manner by which each independent special district's governing board is elected. The special act shall include a plan of merger that

addresses transition issues such as the effective date of the merger, governance, administration, powers, pensions, and assumption of all assets and liabilities.

- (d) The political subdivisions proposing the involuntary dissolution or merger of an active independent special district shall be responsible for payment of any expenses associated with the referenda required under paragraphs (b) and (c).
- (e) Independent and dependent special districts that meet any criteria for being declared inactive, or that have already been declared inactive, pursuant to s. 189.4044 may be dissolved or merged by special act without a referendum.
- (f) If an inactive independent <u>special</u> district was created by a county or municipality through a referendum, the county or municipality that created the district may dissolve the district after publishing notice as described in s.

  189.4044. If an independent <u>special</u> district was created by a county or municipality by referendum or any other procedure, the county or municipality that created the district may merge or dissolve the district pursuant to <u>a referendum and any other the same</u> procedure by which the independent district was created. <u>If the However, for any</u> independent <u>special</u> district that has ad valorem taxation powers, the <u>same</u> procedure <u>by which the required to grant such independent</u> district <u>was granted</u> ad valorem taxation powers shall also be <u>followed required to dissolve or merge the district</u>.
- (g) This subsection preempts any special act to the contrary unless a specific dissolution date of the independent district is provided in the special act.

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(3) The government formed by merger of an existing independent special district or districts with another government shall assume all indebtedness of, and receive title to all property owned by, the preexisting independent special district or districts.

- (4) Financial allocations of the assets and indebtedness of a dissolved independent special district shall be pursuant to s. 189.4045.
- (5) (3) The provisions of This section does shall not apply to community development districts implemented pursuant to chapter 190 or to water management districts created and operated pursuant to chapter 373.
- Section 2. Paragraph (a) of subsection (1) and subsection (4) of section 189.4044, Florida Statutes, are amended to read:

  189.4044 Special procedures for inactive districts.—
- (1) The department shall declare inactive any special district in this state by documenting that:
- (a) The special district meets one of the following criteria:
- 1. The registered agent of the district, the chair of the governing body of the district, or the governing body of the appropriate local general-purpose government notifies the department in writing that the district has taken no action for 2 or more years;
- 2. Following an inquiry from the department, the registered agent of the district, the chair of the governing body of the district, or the governing body of the appropriate local general-purpose government notifies the department in

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writing that the district has not had a governing board or a sufficient number of governing board members to constitute a quorum for 2 or more years or the registered agent of the district, the chair of the governing body of the district, or the governing body of the appropriate local general-purpose government fails to respond to the department's inquiry within 21 days; or

- 3. The department determines, pursuant to s. 189.421, that the district has failed to file any of the reports listed in s. 189.419; or
- 4. The governing body of the district provides

  documentation to the department that it has unanimously adopted
  a resolution declaring the district inactive. The district shall
  be responsible for payment of any expenses associated with its
  dissolution.
- (4) The entity that created a special district declared inactive under this section must dissolve the special district by repealing its enabling laws or by other appropriate means.

  Any special district declared inactive pursuant to subparagraph (1) (a) 4. may be dissolved without a referendum.
- Section 3. This act shall take effect July 1, 2011.