By Senator Stargel

	15-00419B-16 2016956
1	A bill to be entitled
2	An act relating to special districts; amending s.
3	11.40, F.S.; conforming cross-references; amending s.
4	189.011, F.S.; revising legislative intent with
5	respect to the Uniform Special District Accountability
6	Act to include dependent special districts; amending
7	s. 189.016, F.S.; specifying the period of time for
8	which certain budget information must remain on the
9	special district's website; deleting provisions
10	requiring a special district to transmit certain
11	budgets to the local government under specific
12	circumstances; reenacting s. 165.0615(16), F.S.,
13	relating to municipal conversion of independent
14	special districts upon an elector-initiated and
15	approved referendum, to incorporate the amendment to
16	s. 189.016, F.S., in references thereto; amending s.
17	189.02, F.S.; specifying the Legislature's authority
18	to create dependent special districts by special act;
19	creating s. 189.022, F.S.; providing for the
20	identification of a dependent special district as
21	dependent in its charter; amending s. 189.031, F.S.;
22	providing for the identification of an independent
23	special district as independent in its charter;
24	transferring, renumbering, and amending ss. 189.034
25	and 189.035, F.S.; authorizing the Legislative
26	Auditing Committee, for districts created by special
27	act, or local general-purpose governments, for
28	districts created by local ordinance or enacted by
29	local resolution, to convene public hearings for

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30	special districts that fail to file specified required
31	reports or requested information; deleting related
32	provisions requiring the committee to provide certain
33	notice to the Legislature or local general-purpose
34	government, as appropriate, when a special district
35	fails to file certain required reports or requested
36	information, to conform; amending s. 189.061, F.S.;
37	requiring the Department of Economic Opportunity to
38	exclude inactive special districts from the official
39	list of special districts; revising procedures for
40	maintaining the official list of special districts;
41	specifying that the official list or determination of
42	status of a special district does not constitute final
43	agency action; providing procedures for use in
44	resolving inconsistencies in status determinations of
45	special districts as identified in the official lists;
46	requiring the Auditor General to notify the department
47	of entities that attempt to report as special
48	districts in certain reports; amending s. 189.062,
49	F.S.; revising the criteria that must be documented
50	before a special district may be declared inactive;
51	authorizing the repeal of certain special acts of
52	inactive special districts by general law; providing
53	criteria for initiating such general law; revising the
54	circumstances under which a declaration of inactive
55	status may be invalidated; requiring the department to
56	remove special districts declared inactive from the
57	official list of special districts; requiring the
58	department to keep a separate list of inactive
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59	districts; amending s. 189.064, F.S.; revising the
60	required content of the special district handbook;
61	creating s. 189.0653, F.S.; requiring special
62	districts created by special act or local ordinance to
63	provide specified information to the committee or
64	local general-purpose government, as appropriate;
65	amending s. 189.067, F.S.; conforming cross-
66	references; amending s. 189.068, F.S.; conforming
67	cross-references; specifying that certain dependent
68	special districts may be reviewed by specified local
69	general-purpose governments; amending s. 189.069,
70	F.S.; revising the list of items required to be
71	included on the websites of special districts;
72	amending ss. 189.071 and 189.072, F.S.; conforming
73	provisions to changes made by the act; reenacting s.
74	189.074(2)(e) and (3)(g), F.S., relating to the
75	voluntary merger of independent special districts, to
76	incorporate the amendment to s. 189.016, F.S., in
77	references thereto; providing an effective date.
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79	Be It Enacted by the Legislature of the State of Florida:
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81	Section 1. Paragraph (b) of subsection (2) of section
82	11.40, Florida Statutes, is amended to read:
83	11.40 Legislative Auditing Committee
84	(2) Following notification by the Auditor General, the
85	Department of Financial Services, or the Division of Bond
86	Finance of the State Board of Administration of the failure of a
87	local governmental entity, district school board, charter

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88	school, or charter technical career center to comply with the
89	applicable provisions within s. 11.45(5)-(7), s. 218.32(1), s.
90	218.38, or s. 218.503(3), the Legislative Auditing Committee may
91	schedule a hearing to determine if the entity should be subject
92	to further state action. If the committee determines that the
93	entity should be subject to further state action, the committee
94	shall:
95	(b) In the case of a special district created by:
96	1. A special act, notify the President of the Senate, the
97	Speaker of the House of Representatives, the standing committees
98	of the Senate and the House of Representatives charged with
99	special district oversight as determined by the presiding
100	officers of each respective chamber, the legislators who
101	represent a portion of the geographical jurisdiction of the
102	special district <del>pursuant to s. 189.034(2)</del> , and the Department
103	of Economic Opportunity that the special district has failed to
104	comply with the law. Upon receipt of notification, the
105	Department of Economic Opportunity shall proceed pursuant to s.
106	189.062 or s. 189.067. If the special district remains in
107	noncompliance after the process set forth in s. $\underline{189.0651}$
108	<del>189.034(3)</del> , or if a public hearing is not held, the Legislative
109	Auditing Committee may request the department to proceed
110	pursuant to s. 189.067(3).
111	2. A local ordinance, notify the chair or equivalent of the

112 local general-purpose government pursuant to s. <u>189.0652</u> 113 <del>189.035(2)</del> and the Department of Economic Opportunity that the 114 special district has failed to comply with the law. Upon receipt 115 of notification, the department shall proceed pursuant to s. 116 189.062 or s. 189.067. If the special district remains in

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15-00419B-16 2016956 117 noncompliance after the process set forth in s. 189.0652 118 189.034(3), or if a public hearing is not held, the Legislative 119 Auditing Committee may request the department to proceed 120 pursuant to s. 189.067(3). 121 3. Any manner other than a special act or local ordinance, notify the Department of Economic Opportunity that the special 122 123 district has failed to comply with the law. Upon receipt of 124 notification, the department shall proceed pursuant to s. 125 189.062 or s. 189.067(3). Section 2. Subsection (2) of section 189.011, Florida 126 127 Statutes, is amended to read: 128 189.011 Statement of legislative purpose and intent.-129 (2) The Legislature finds that special districts serve a 130 necessary and useful function by providing services to residents 131 and property in the state. The Legislature finds further that 132 special districts operate to serve a public purpose and that 133 this is best secured by certain minimum standards of 134 accountability designed to inform the public and appropriate 135 local general-purpose governments of the status and activities 136 of special districts. It is the intent of the Legislature that 137 this public trust be secured by requiring each independent 138 special district in the state to register and report its 139 financial and other activities. The Legislature further finds 140 that failure of a an independent special district to comply with the minimum disclosure requirements set forth in this chapter 141 142 may result in action against the special officers of such 143 district body. 144 Section 3. Subsections (4) and (7) of section 189.016, 145 Florida Statutes, are amended to read:

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          189.016 Reports; budgets; audits.-
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          (4) The tentative budget must be posted on the special
     district's official website at least 2 days before the budget
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     hearing, held pursuant to s. 200.065 or other law, to consider
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     such budget and must remain on the website for at least 45 days.
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     The final adopted budget must be posted on the special
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     district's official website within 30 days after adoption and
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     must remain on the website for at least 2 years. If the special
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     district does not operate an official website, the special
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     district must, within a reasonable period of time as established
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     by the local general-purpose government or governments in which
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     the special district is located or the local governing authority
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     to which the district is dependent, transmit the tentative
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     budget or final budget to the manager or administrator of the
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     local general-purpose government or the local governing
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     authority. The manager or administrator shall post the tentative
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     budget or final budget on the website of the local general-
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     purpose government or governing authority. This subsection and
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     subsection (3) do not apply to water management districts as
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     defined in s. 373.019.
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          (7) If the governing body of a special district amends the
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     budget pursuant to paragraph (6)(c), the adopted amendment must
     be posted on the official website of the special district within
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     5 days after adoption and must remain on the website for at
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     least 2 years. If the special district does not operate an
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     official website, the special district must, within a reasonable
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     period of time as established by the local general-purpose
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173 government or governments in which the special district is

174 located or the local governing authority to which the district

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175	is dependent, transmit the adopted amendment to the manager or
176	administrator of the local general-purpose government or
177	governing authority. The manager or administrator shall post the
178	adopted amendment on the website of the local general-purpose
179	government or governing authority.
180	Section 4. For the purpose of incorporating the amendment
181	made by this act to section 189.016, Florida Statutes, in a
182	reference thereto, subsection (16) of section 165.0615, Florida
183	Statutes, is reenacted to read:
184	165.0615 Municipal conversion of independent special
185	districts upon elector-initiated and approved referendum
186	(16) If the incorporation plan is approved by a majority of
187	the votes cast in the independent special district, the district
188	shall notify the special district accountability program
189	pursuant to s. 189.016(2) and the local general-purpose
190	governments in which any part of the independent special
191	district is situated pursuant to s. 189.016(7).
192	Section 5. Subsection (5) is added to section 189.02,
193	Florida Statutes, to read:
194	189.02 Dependent special districts
195	(5) The Legislature may create a dependent special district
196	by special act at the request or with the consent of the local
197	government upon which the special district will be dependent.
198	Section 6. Section 189.022, Florida Statutes, is created to
199	read:
200	189.022 Status statementThe charter of a newly created
201	dependent special district shall contain, and where practical
202	and feasible, the charter of an existing dependent special
203	district shall be amended to contain, a reference to the status

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204	of the special district as dependent. When necessary, the status
205	statement shall be amended to conform to the department's
206	determination or declaratory statement regarding the status of
207	the district.
208	Section 7. Subsection (5) of section 189.031, Florida
209	Statutes, is amended to read:
210	189.031 Legislative intent for the creation of independent
211	special districts; special act prohibitions; model elements and
212	other requirements; local general-purpose government/Governor
213	and Cabinet creation authorizations
214	(5) STATUS STATEMENT.— <del>After October 1, 1997,</del> The charter of
215	<u>a</u> any newly created <u>independent</u> special district shall contain <u>,</u>
216	and, where as practical and feasible, the charter of an existing
217	<u>independent</u> a preexisting special district shall be amended to
218	contain, a reference to the status of the special district as
219	<del>dependent or</del> independent. When necessary, the status statement
220	shall be amended to conform <u>to</u> with the department's
221	determination or declaratory statement regarding the status of
222	the district.
223	Section 8. Section 189.034, Florida Statutes, is
224	transferred, renumbered as section 189.0651, Florida Statutes,
225	and amended to read:
226	<u>189.0651</u> <del>189.034</del> Oversight of special districts created by
227	special act of the Legislature
228	(1) This section applies to any special district created by
229	special act of the Legislature.
230	(2) If a special district fails to file required reports or
231	requested information under <u>s. 11.45(6),</u> s. 11.45(7), s. 218.32,
232	<u>s. 218.38(3)</u> , s. 218.39, or s. 218.503(3) $_{\tau}$ with the appropriate

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1	15-00419B-16 2016956
233	state agency or office, the Legislative Auditing Committee <del>or</del>
234	its designee shall provide written notice of the district's
235	noncompliance to the President of the Senate, the Speaker of the
236	House of Representatives, the standing committees of the Senate
237	and the House of Representatives charged with special district
238	oversight as determined by the presiding officers of each
239	respective chamber, and the legislators who represent a portion
240	of the geographical jurisdiction of the special district.
241	(3) the Legislative Auditing Committee may convene a public
242	hearing on the issue of <u>such</u> noncompliance, as well as general
243	oversight of the special district as provided in s. 189.068, at
244	the direction of the President of the Senate and the Speaker of
245	the House of Representatives.
246	(4) Before the public hearing as provided in subsection
247	(3), the special district shall provide the following
248	information at the request of the Legislative Auditing
249	Committee:
250	(a) The district's annual financial report for the prior
251	fiscal year.
252	(b) The district's audit report for the previous fiscal
253	<del>year.</del>
254	(c) An annual report for the previous fiscal year providing
255	a detailed review of the performance of the special district,
256	including the following information:
257	1. The purpose of the special district.
258	2. The sources of funding for the special district.
259	3. A description of the major activities, programs, and
260	initiatives the special district undertook in the most recently
261	completed fiscal year and the benchmarks or criteria under which
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262	the success or failure of the district was determined by its
263	governing body.
264	4. Any challenges or obstacles faced by the special
265	district in fulfilling its purpose and related responsibilities.
266	5. Ways the special district believes it could better
267	fulfill its purpose and related responsibilities and a
268	description of the actions that it intends to take during the
269	ensuing fiscal year.
270	6. Proposed changes to the special act that established the
271	special district and justification for such changes.
272	7. Any other information reasonably required to provide the
273	Legislative Auditing Committee with an accurate understanding of
274	the purpose for which the special district exists and how it is
275	fulfilling its responsibilities to accomplish that purpose.
276	8. Any reasons for the district's noncompliance.
277	9. Whether the district is currently in compliance.
278	10. Plans to correct any recurring issues of noncompliance.
279	11. Efforts to promote transparency, including maintenance
280	of the district's website in accordance with s. 189.069.
281	Section 9. Section 189.035, Florida Statutes, is
282	transferred, renumbered as section 189.0652, Florida Statutes,
283	and amended to read:
284	<u>189.0652</u> <del>189.035</del> Oversight of special districts created by
285	local ordinance or enacted by local resolution
286	(1) This section applies to any special district created by
287	local ordinance or <u>enacted by local</u> resolution.
288	(2) If a special district fails to file required reports or
289	requested information under <u>s. 11.45(6),</u> s. 11.45(7), s. 218.32,
290	<u>s. 218.38(3),</u> s. 218.39, or s. 218.503(3) with the appropriate

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291	state agency or office, the Legislative Auditing Committee or
292	its designee shall provide written notice of the district's
293	noncompliance to the chair or equivalent of the local general-
294	purpose government.
295	(3) the chair or equivalent of the local general-purpose
296	government may convene a public hearing on the issue of <u>such</u>
297	noncompliance, as well as general oversight of the special
298	district as provided in s. 189.068, within 3 months after
299	receipt of notice of noncompliance from the Legislative Auditing
300	Committee. Within 30 days after receiving written notice of
301	noncompliance, the local general-purpose government shall notify
302	the Legislative Auditing Committee as to whether a hearing under
303	this section will be held and, if so, provide the date, time,
304	and place of the hearing.
305	(4) Before the public hearing as provided in subsection
306	(3), the special district shall provide the following
307	information at the request of the local general-purpose
308	government:
309	(a) The district's annual financial report for the previous
310	fiscal year.
311	(b) The district's audit report for the previous fiscal
312	<del>year.</del>
313	(c) An annual report for the previous fiscal year, which
314	must provide a detailed review of the performance of the special
315	district and include the following information:
316	1. The purpose of the special district.
317	2. The sources of funding for the special district.
318	3. A description of the major activities, programs, and
319	initiatives the special district undertook in the most recently

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320	completed fiscal year and the benchmarks or criteria under which
321	the success or failure of the district was determined by its
322	governing body.
323	4. Any challenges or obstacles faced by the special
324	district in fulfilling its purpose and related responsibilities.
325	5. Ways in which the special district believes that it
326	could better fulfill its purpose and related responsibilities
327	and a description of the actions that it intends to take during
328	the ensuing fiscal year.
329	6. Proposed changes to the ordinance or resolution that
330	established the special district and justification for such
331	<del>changes.</del>
332	7. Any other information reasonably required to provide the
333	reviewing entity with an accurate understanding of the purpose
334	for which the special district exists and how it is fulfilling
335	its responsibilities to accomplish that purpose.
336	8. Any reasons for the district's noncompliance.
337	9. Whether the district is currently in compliance.
338	10. Plans to correct any recurring issues of noncompliance.
339	11. Efforts to promote transparency, including maintenance
340	of the district's website in accordance with s. 189.069.
341	(3)(5) If the local general-purpose government convenes a
342	public hearing under <u>subsection (2)</u> this section, it shall
343	provide the department and the Legislative Auditing Committee
344	with a report containing its findings and conclusions within 60
345	days after completion of the public hearing.
346	Section 10. Subsections (1), (2), and (4) of section
347	189.061, Florida Statutes, are amended, present subsection (3)
348	of that section is renumbered as subsection (4) and amended, and

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349	a new subsection (3) is added to that section, to read:
350	189.061 Official list of special districts
351	(1) <u>(a)</u> The department shall maintain the official list of
352	special districts. The official list of special districts shall
353	include all special districts in this state and shall indicate
354	the independent or dependent status of each district. All
355	special districts on the list shall be sorted by county. The
356	definitions in s. 189.012 shall be the criteria for
357	determination of the independent or dependent status of each
358	special district on the official list. The status of community
359	development districts shall be independent on the official list
360	of special districts.
361	(b) The official list shall exclude all districts declared
362	inactive as provided in s. 189.062.
363	(2) The official list shall be <u>maintained</u> <del>produced</del> by the
364	department using the information filed with the department by
365	the special districts pursuant to this chapter. If a special
366	district does not submit its written status statement required
367	by s. 189.016(1) within the required time, the department may
368	determine the status of the district. If the department
369	determines the status, the department shall render its
370	determination to an agent of the special district after the
371	department has notified each special district that is currently
372	reporting to the department, the Department of Financial
373	Services pursuant to s. 218.32, or the Auditor Ceneral pursuant
374	to s. 218.39. Upon notification, each special district shall
375	submit, within 60 days, its determination of its status. The
376	determination submitted by a special district shall be
377	consistent with the status reported in the most recent local
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378	government audit of district activities submitted to the Auditor
379	General pursuant to s. 218.39.
380	(3) The official list of special districts or the
381	determination of status does not constitute final agency action
382	pursuant to chapter 120. If the status of a special district on
383	the official list is inconsistent with the status submitted by
384	the district, the district may request the department to issue a
385	declaratory statement setting forth the requirements necessary
386	to resolve the inconsistency. If necessary, upon issuance of a
387	declaratory statement by the department that is not appealed
388	pursuant to chapter 120, the governing body of any special
389	district receiving such a declaratory statement shall apply to
390	the entity that originally established the district for an
391	amendment to its charter correcting the specified defects in its
392	original charter. This amendment shall be for the sole purpose
393	of resolving inconsistencies between a district charter and the
394	status of a district as it appears on the official list.
395	(4)-(3) The Department of Financial Services shall <u>notify</u>
396	<del>provide</del> the department <u>of each entity that attempts to report as</u>
397	a special district in the annual financial report with a list of
398	dependent special districts reporting pursuant to s. 218.32 that
399	is not included for inclusion on the official list of special
400	districts. The Auditor General shall notify the department of
401	each entity that attempts to report as a special district in an
402	audit report issued pursuant to s. 218.39 which is not included
403	on the official list of special districts. Upon notification by
404	the Department of Financial Services or the Auditor General, the
405	department shall determine whether the entity is a special

# district as defined in s. 189.012. If the entity is a special

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407	district, the department shall add the entity to the official
408	list of special districts and shall notify each such entity that
409	it is required to comply with s. 189.013.
410	(4) If a special district does not submit its status to the
411	department within the required time period, then the department
412	shall have the authority to determine the status of said
413	district. After such determination of status is completed, the
414	department shall render the determination to an agent of the
415	special district.
416	Section 11. Section 189.062, Florida Statutes, is amended
417	to read:
418	189.062 Special procedures for inactive districts
419	(1) The department shall declare inactive any special
420	district in this state by documenting that:
421	(a) The special district meets one of the following
422	criteria:
423	1. The registered agent of the district, the chair of the
424	governing body of the district, or the governing body of the
425	appropriate local general-purpose government notifies the
426	department in writing that the district has taken no action for
427	2 or more years;
428	2. The registered agent of the district, the chair of the
429	governing body of the district, or the governing body of the
430	appropriate local general-purpose government notifies the
431	department in writing that the district has not had a governing
432	body or a sufficient number of governing body members to
433	constitute a quorum for 2 or more years;
434	3. The registered agent of the district, the chair of the
435	governing body of the district, or the governing body of the
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436	appropriate local general-purpose government fails to respond to
437	an inquiry by the department within 21 days;
438	4. The department determines, pursuant to s. 189.067, that
439	the district has failed to file any of the reports listed in s.
440	189.066;
441	5. The district has not had a registered office and agent
442	on file with the department for 1 or more years; <u>or</u>
443	6. The governing body of a special district provides
444	documentation to the department that it has unanimously adopted
445	a resolution declaring the special district inactive. The
446	special district <u>is</u> <del>shall be</del> responsible for payment of any
447	expenses associated with its dissolution. A special district
448	declared inactive pursuant to this subparagraph may be dissolved
449	without a referendum; or
450	(b) The department, special district, or local general-
451	purpose government <u>has</u> published a notice of proposed
452	declaration of inactive status in a newspaper of general
453	circulation in the county or municipality in which the territory
454	of the special district is located and <u>has</u> sent a copy of such
455	notice by certified mail to the registered agent or chair of the
456	governing body, if any. Such notice must include the name of the
457	special district, the law under which it was organized and
458	operating, a general description of the territory included in
459	the special district, and a statement that any objections must
460	be filed pursuant to chapter 120 within 21 days after the
461	publication date <u>.</u> ; and
462	(c) Twenty-one days have elapsed from the publication date
463	of the notice of proposed declaration of inactive status and no
464	administrative appeals were filed.

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465 (2) If any special district is declared inactive pursuant 466 to this section, the property or assets of the special district 467 are subject to legal process for payment of any debts of the 468 district. After the payment of all the debts of said inactive special district, the remainder of its property or assets shall 469 470 escheat to the county or municipality wherein located. If, 471 however, it shall be necessary, in order to pay any such debt, 472 to levy any tax or taxes on the property in the territory or 473 limits of the inactive special district, the same may be 474 assessed and levied by order of the local general-purpose 475 government wherein the same is situated and shall be assessed by 476 the county property appraiser and collected by the county tax 477 collector.

478 (3) (a) In the case of a district created by special act of 479 the Legislature, the department shall send a notice of 480 declaration of inactive status to the Speaker of the House of 481 Representatives and the President of the Senate, and the 482 standing committees of the Senate and the House of 483 Representatives charged with special district oversight as 484 determined by the presiding officers of each respective chamber 485 and the Legislative Auditing Committee. The notice of 486 declaration of inactive status shall reference each known 487 special act creating or amending the charter of any special district declared to be inactive under this section. The 488 declaration of inactive status shall be sufficient notice as 489 490 required by s. 10, Art. III of the State Constitution to 491 authorize the Legislature to repeal any special laws so 492 reported. Each special act creating or amending the charter of a special district declared to be inactive under this section may 493

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495	committees with the approval of the chamber's presiding officer;
496	however, notice of the introduction of legislation providing for
497	such repeal of a special act must be given to each member of the
498	Legislature who represents any portion of the area within the
499	jurisdiction of the special district.
500	(b) In the case of a district created by one or more local
501	general-purpose governments, the department shall send a notice
502	of declaration of inactive status to the chair of the governing
503	body of each local general-purpose government that created the
504	district.
505	(c) In the case of a district created by interlocal
506	agreement, the department shall send a notice of declaration of
507	inactive status to the chair of the governing body of each local
508	general-purpose government which entered into the interlocal
509	agreement.
510	(4) The entity that created a special district declared
511	inactive under this section must dissolve the special district
512	by repealing its enabling laws or by other <del>appropriate</del> means <u>as</u>
513	set forth in s. 189.071 or s. 189.072. <del>Any special district</del>
514	declared inactive pursuant to subparagraph (1)(a)5. may be
515	dissolved without a referendum.
516	(5) A special district declared inactive under this section
517	may not collect taxes, fees, or assessments unless the
518	declaration is:
519	(a) Withdrawn or revoked by the department; or
520	(b) Invalidated in proceedings initiated by the special
521	district within 30 days after the <u>publication</u> date <u>of the</u>
522	newspaper notice required under paragraph (1)(b) written notice

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523	of the declaration was provided to the special district
524	governing body by physical or electronic delivery, receipt
525	confirmed. The special district governing body may initiate
526	proceedings within the period authorized in this paragraph by:
527	1. Filing with the department a petition for an
528	administrative hearing pursuant to s. 120.569; or
529	2. Filing an action for declaratory and injunctive relief
530	under chapter 86 in the circuit court of the judicial circuit in
531	which the majority of the area of the district is located.
532	(c) If a timely challenge to the declaration is not
533	initiated by the special district governing body, or the
534	department prevails in a proceeding initiated under paragraph
535	(b), the department may enforce the prohibitions in this
536	subsection by filing a petition for enforcement with the circuit
537	court in and for Leon County. The petition may request
538	declaratory, injunctive, or other equitable relief, including
539	the appointment of a receiver, and any forfeiture or other
540	remedy provided by law.
541	(d) The prevailing party shall be awarded costs of
542	litigation and reasonable attorney fees in any proceeding
543	brought under this subsection.
544	(6)(a) The department shall immediately remove each special
545	district declared inactive as provided in this section from the
546	official list of special districts maintained as provided in ss.
547	189.061 and 189.064.
548	(b) The department shall create a separate list of all
549	special districts declared inactive as provided in this section
550	and shall maintain each such district on the inactive list until
551	the department determines that the district has resumed active

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552	status, the district is merged as provided in s. 189.071 or s.
553	189.074, or the district is dissolved as provided in s. 189.071
554	<u>or s. 189.072.</u>
555	Section 12. Subsections (1), (2), and (3) of section
556	189.064, Florida Statutes, are amended to read:
557	189.064 Special District Accountability Program; duties and
558	responsibilities.—The Special District Accountability Program of
559	the department has the following duties:
560	(1) Electronically publishing special district
561	noncompliance status reports from the Department <u>of Management</u>
562	Services, the Department of Financial Services, the Division of
563	Bond Finance of the State Board of Administration, the Auditor
564	General, and the Legislative Auditing Committee, for the
565	reporting required in ss. 112.63, 218.32, 218.38, and 218.39.
566	The noncompliance reports must list those special districts that
567	did not comply with the statutory reporting requirements and be
568	made available to the public electronically.
569	(2) Maintaining the official list of special districts <u>as</u>
570	<u>set forth in s. 189.061</u> .
571	(3) Publishing and updating of a "Florida Special District
572	Handbook" that contains, at a minimum:
573	(a) A section that specifies definitions of special
574	districts and status distinctions in the statutes.
575	(b) A section or sections that specify current statutory
576	provisions for special district creation, implementation,
577	modification, dissolution, and operating procedures.
578	(c) A section that summarizes the reporting requirements
579	applicable to all types of special districts as provided in ss.
580	189.015 and 189.016.
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581	(d) A section that summarizes the public facilities
582	reporting requirements and the evaluation and appraisal
583	notification schedule as provided in s. 189.08(2).
584	Section 13. Section 189.0653, Florida Statutes, is created
585	to read:
586	189.0653 Information before public hearing on
587	noncomplianceBefore the public hearing as provided in s.
588	189.0651(2) or s. 189.0652(2) is held, the special district
589	shall provide the following information at the request of the
590	local general-purpose government or the Legislative Auditing
591	Committee, as appropriate:
592	(1) The district's annual financial report for the previous
593	fiscal year.
594	(2) The district's audit report for the previous fiscal
595	year.
596	(3) Minutes of meetings of the special district's governing
597	body for the previous fiscal year and the current fiscal year to
598	date.
599	(4) A report for the previous fiscal year providing the
600	following:
601	(a) The purpose of the special district.
602	(b) The sources of funding for the special district.
603	(c) A description of the major activities, programs, and
604	initiatives the special district undertook in the most recently
605	completed fiscal year and the benchmarks or criteria under which
606	the success or failure of the district was or will be determined
607	by its governing body.
608	(d) Any challenges or obstacles faced by the special
609	district in fulfilling its purpose and related responsibilities.

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610	(e) Ways in which the special district's governing body
611	believes it could better fulfill the special district's purpose
612	and a description of the actions it intends to take.
613	(f) Proposed changes to the special act, ordinance, or
614	resolution, as appropriate, which established the special
615	district and justification for such changes.
616	(g) Any other information reasonably required to provide
617	the reviewing entity with an accurate understanding of the
618	purpose of the special district and how the special district is
619	fulfilling that purpose.
620	(h) Any reasons for the district's noncompliance resulting
621	in the public hearing.
622	(i) Whether the district is currently in compliance.
623	(j) Plans to correct any recurring issues of noncompliance.
624	(k) Efforts to promote transparency, including a statement
625	indicating whether the district's website complies with s.
626	<u>189.069.</u>
627	Section 14. Subsection (2) of section 189.067, Florida
628	Statutes, is amended to read:
629	189.067 Failure of district to disclose financial reports
630	(2) Failure of a special district to comply with the
631	actuarial and financial reporting requirements under s. 112.63,
632	s. 218.32, or s. 218.39 after the procedures of subsection (1)
633	are exhausted shall be deemed final action of the special
634	district. The actuarial and financial reporting requirements are
635	declared to be essential requirements of law. Remedies for
636	noncompliance with ss. 218.32 and 218.39 shall be as provided in
637	ss. <u>189.0651 and 189.0652</u> <del>189.034 and 189.035</del> . Remedy for
638	noncompliance with s. 112.63 shall be as set forth in subsection
I	

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639	(4).
640	Section 15. Paragraphs (a), (b), and (c) of subsection (2)
641	of section 189.068, Florida Statutes, are amended to read:
642	189.068 Special districts; authority for oversight; general
643	oversight review process
644	(2) Special districts may be reviewed for general oversight
645	purposes under this section as follows:
646	(a) <u>Each</u> <del>All</del> special <u>district</u> <del>districts</del> created by special
647	act may be reviewed by the Legislature using the <del>public hearing</del>
648	process provided in s. <u>189.0651</u> <del>189.034</del> .
649	(b) <u>Each</u> <del>All</del> special <u>district</u> <del>districts</del> created by local
650	ordinance or resolution may be reviewed by the local general-
651	purpose government that enacted the ordinance or resolution
652	using the <del>public hearing</del> process provided in s. <u>189.0652</u>
653	<del>189.035</del> .
654	(c) <u>Each</u> A <del>ll</del> dependent special <u>district not created by</u>
655	<u>special act</u> districts may be reviewed by the local general-
656	purpose government <u>upon</u> <del>to</del> which <u>it is</u> <del>they are</del> dependent.
657	Section 16. Section 189.069, Florida Statutes, is amended
658	to read:
659	189.069 Special districts; required reporting of
660	information; web-based public access
661	(1) Beginning on October 1, 2015, or by the end of the
662	first full fiscal year after its creation, each special district
663	shall maintain an official <del>Internet</del> website containing the
664	information required by this section <del>in accordance with s.</del>
665	<del>189.016</del> . <u>Each</u> special <u>district</u> <del>districts</del> shall submit <u>its</u> <del>their</del>
666	official <del>Internet</del> website <u>address</u> <del>addresses</del> to the department.
667	(a) <u>Each</u> independent special <u>district</u> <del>districts</del> shall

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668 maintain a separate Internet website. 669 (b) Each dependent special district districts shall be 670 prominently preeminently displayed on the home page of the 671 Internet website of the local general-purpose government upon 672 which it is dependent that created the special district with a 673 hyperlink to such webpages as are necessary to provide the 674 information required by this section. A dependent special 675 district districts may maintain a separate Internet website 676 providing the information required by this section. (2) (a) A special district shall post the following 677 678 information, at a minimum, on the district's official website: 679 1. The full legal name of the special district. 680 2. The public purpose of the special district. 681 3. The name, official address, official e-mail address, and, if applicable, the term and appointing authority for each 682 683 member of the governing body of the special district. 684 4. The fiscal year of the special district. 685 5. The full text of the special district's charter, the 686 date of establishment, the establishing entity, and the statute 687 or statutes under which the special district operates, if 688 different from the statute or statutes under which the special 689 district was established. Community development districts may

690 reference chapter 190 as the uniform charter, but must include 691 information relating to any grant of special powers.

692 6. The mailing address, e-mail address, telephone number,
693 and Internet website uniform resource locator of the special
694 district.

695 7. A description of the boundaries or service area of, and696 the services provided by, the special district.

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697	8. A listing of all taxes, fees, assessments, or charges
698	imposed and collected by the special district, including the
699	rates or amounts for the fiscal year and the statutory authority
700	for the levy of the tax, fee, assessment, or charge. For
701	purposes of this subparagraph, charges do not include patient
702	charges by a hospital or other health care provider.
703	9. The primary contact information for the special district
704	for purposes of communication from the department.
705	10. A code of ethics adopted by the special district, if
706	applicable, and a hyperlink to generally applicable ethics
707	provisions.
708	11. The budget of <u>the</u> <del>each</del> special district <u>and any</u> , in
709	addition to amendments thereto in accordance with s. 189.016.
710	12. The final, complete audit report for the most recent
711	completed fiscal year $_{m{ au}}$ and audit reports required by law or
712	authorized by the governing body of the special district.
713	13. A listing of its regularly scheduled public meetings as
714	required by s. 189.015(1).
715	14. The public facilities report, if applicable.
716	15. The link to the Department of Financial Services'
717	website as set forth in s. 218.32(1)(g).
718	16. At least 7 days before each meeting or workshop, the
719	agenda of the event, along with any meeting materials available
720	in an electronic format, excluding confidential and exempt
721	information. The information must remain on the website for at
722	least 1 year after the event.
723	(b) The department's <del>Internet</del> website list of special
724	districts in the state required under s. 189.061 shall include a
725	link for each special district that provides web-based access to

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726	the public for all information and documentation required for
727	submission to the department pursuant to subsection (1).
728	Section 17. Subsections (2) and (3) of section 189.071,
729	Florida Statutes, are amended to read:
730	189.071 Merger or dissolution of a dependent special
731	district
732	(2) The merger or dissolution of <u>an active</u> a dependent
733	special district created and operating pursuant to a special act
734	may be effectuated only by further act of the Legislature unless
735	otherwise provided by general law.
736	(3) A dependent special district that meets any criteria
737	for being declared inactive, or that has already been declared
738	$rac{inactive_{r}}{r}$ pursuant to s. 189.062 may be dissolved or merged by
739	special act without a referendum.
740	Section 18. Subsection (3) of section 189.072, Florida
741	Statutes, is amended to read:
742	189.072 Dissolution of an independent special district
743	(3) INACTIVE INDEPENDENT SPECIAL DISTRICTSAn independent
744	special district that meets any criteria for being declared
745	inactive, or that has already been declared inactive, pursuant
746	to s. 189.062 may be dissolved by special act without a
747	referendum. If an inactive independent special district was
748	created by a county or municipality through a referendum, the
749	county or municipality that created the district may dissolve
750	the district after publishing notice as described in s. 189.062.
751	Section 19. For the purpose of incorporating the amendment
752	made by this act to section 189.016, Florida Statutes, in
753	references thereto, paragraph (e) of subsection (2) and
754	paragraph (g) of subsection (3) of section 189.074, Florida

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Statutes, are reenacted to read:
756
          189.074 Voluntary merger of independent special districts.-
757
     Two or more contiguous independent special districts created by
758
     special act which have similar functions and elected governing
759
     bodies may elect to merge into a single independent district
760
     through the act of merging the component independent special
761
     districts.
762
          (2) JOINT MERGER PLAN BY RESOLUTION.-The governing bodies
763
     of two or more contiguous independent special districts may, by
764
     joint resolution, endorse a proposed joint merger plan to
765
     commence proceedings to merge the districts pursuant to this
766
     section.
767
           (e) After the final public hearing, the governing bodies
768
     shall notify the supervisors of elections of the applicable
769
     counties in which district lands are located of the adoption of
770
     the resolution by each governing body. The supervisors of
771
     elections shall schedule a separate referendum for each
772
     component independent special district. The referenda may be
773
     held in each district on the same day, or on different days, but
774
     no more than 20 days apart.
775
          1. Notice of a referendum on the merger of independent
776
     special districts must be provided pursuant to the notice
777
     requirements in s. 100.342. At a minimum, the notice must
778
     include:
779
          a. A brief summary of the resolution and joint merger plan;
780
          b. A statement as to where a copy of the resolution and
```

781 joint merger plan may be examined;

782 c. The names of the component independent special districts 783 to be merged and a description of their territory;

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784
          d. The times and places at which the referendum will be
     held; and
785
786
          e. Such other matters as may be necessary to call, provide
787
     for, and give notice of the referendum and to provide for the
788
     conduct thereof and the canvass of the returns.
789
          2. The referenda must be held in accordance with the
790
     Florida Election Code and may be held pursuant to ss. 101.6101-
791
     101.6107. All costs associated with the referenda shall be borne
792
     by the respective component independent special district.
          3. The ballot question in such referendum placed before the
793
794
     qualified electors of each component independent special
795
     district to be merged must be in substantially the following
796
     form:
797
798
          "Shall ... (name of component independent special
     district) ... and ... (name of component independent special
799
800
     district or districts)... be merged into ... (name of newly
801
     merged independent district)...?
802
803
          ....YES
804
          ....NO"
805
806
          4. If the component independent special districts proposing
807
     to merge have disparate millage rates, the ballot question in
808
     the referendum placed before the qualified electors of each
809
     component independent special district must be in substantially
810
     the following form:
811
          "Shall ... (name of component independent special
812
```

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813	district) and (name of component independent special
814	district or districts) be merged into(name of newly
815	merged independent district) if the voter-approved maximum
816	millage rate within each independent special district will not
817	increase absent a subsequent referendum?
818	
819	YES
820	NO"
821	
822	5. In any referendum held pursuant to this section, the
823	ballots shall be counted, returns made and canvassed, and
824	results certified in the same manner as other elections or
825	referenda for the component independent special districts.
826	6. The merger may not take effect unless a majority of the
827	votes cast in each component independent special district are in
828	favor of the merger. If one of the component districts does not
829	obtain a majority vote, the referendum fails, and merger does
830	not take effect.
831	7. If the merger is approved by a majority of the votes
832	cast in each component independent special district, the merged
833	independent district is created. Upon approval, the merged
834	independent district shall notify the Special District
835	Accountability Program pursuant to s. 189.016(2) and the local
836	general-purpose governments in which any part of the component
837	independent special districts is situated pursuant to s.
838	189.016(7).
839	8. If the referendum fails, the merger process under this
840	subsection may not be initiated for the same purpose within 2
841	years after the date of the referendum.

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842 (3) QUALIFIED ELECTOR-INITIATED MERGER PLAN.-The qualified 843 electors of two or more contiguous independent special districts 844 may commence a merger proceeding by each filing a petition with 845 the governing body of their respective independent special 846 district proposing to be merged. The petition must contain the 847 signatures of at least 40 percent of the qualified electors of 848 each component independent special district and must be 849 submitted to the appropriate component independent special 850 district governing body no later than 1 year after the start of 851 the qualified elector-initiated merger process.

(g) After the final public hearing, the governing bodies shall notify the supervisors of elections of the applicable counties in which district lands are located of the adoption of the resolution by each governing body. The supervisors of elections shall schedule a date for the separate referenda for each district. The referenda may be held in each district on the same day, or on different days, but no more than 20 days apart.

859 1. Notice of a referendum on the merger of the component 860 independent special districts must be provided pursuant to the 861 notice requirements in s. 100.342. At a minimum, the notice must 862 include:

a. A brief summary of the resolution and elector-initiatedmerger plan;

865 b. A statement as to where a copy of the resolution and 866 petition for merger may be examined;

c. The names of the component independent special districtsto be merged and a description of their territory;

869 d. The times and places at which the referendum will be870 held; and

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871
          e. Such other matters as may be necessary to call, provide
872
     for, and give notice of the referendum and to provide for the
873
     conduct thereof and the canvass of the returns.
874
          2. The referenda must be held in accordance with the
875
     Florida Election Code and may be held pursuant to ss. 101.6101-
876
     101.6107. All costs associated with the referenda shall be borne
877
     by the respective component independent special district.
878
          3. The ballot question in such referendum placed before the
879
     qualified electors of each component independent special
880
     district to be merged must be in substantially the following
881
     form:
882
883
          "Shall ... (name of component independent special
884
     district)... and ... (name of component independent special
885
     district or districts)... be merged into ... (name of newly
886
     merged independent district)...?
887
888
           ....YES
          ....NO"
889
890
891
          4. If the component independent special districts proposing
892
     to merge have disparate millage rates, the ballot question in
893
     the referendum placed before the qualified electors of each
894
     component independent special district must be in substantially
895
     the following form:
896
897
          "Shall ... (name of component independent special
898
     district)... and ... (name of component independent special
899
     district or districts)... be merged into ... (name of newly
```

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900	merged independent district) if the voter-approved maximum
901	millage rate within each independent special district will not
902	increase absent a subsequent referendum?
903	
904	YES
905	NO"
906	
907	5. In any referendum held pursuant to this section, the
908	ballots shall be counted, returns made and canvassed, and
909	results certified in the same manner as other elections or
910	referenda for the component independent special districts.
911	6. The merger may not take effect unless a majority of the
912	votes cast in each component independent special district are in
913	favor of the merger. If one of the component independent special
914	districts does not obtain a majority vote, the referendum fails,
915	and merger does not take effect.
916	7. If the merger is approved by a majority of the votes
917	cast in each component independent special district, the merged
918	district shall notify the Special District Accountability
919	Program pursuant to s. 189.016(2) and the local general-purpose
920	governments in which any part of the component independent
921	special districts is situated pursuant to s. 189.016(7).
922	8. If the referendum fails, the merger process under this
923	subsection may not be initiated for the same purpose within 2
924	years after the date of the referendum.
925	Section 20. This act shall take effect October 1, 2016.

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