1 A bill to be entitled 2 An act relating to community redevelopment agencies; 3 amending s. 163.356, F.S.; providing reporting 4 requirements; deleting provisions requiring certain 5 annual reports; amending s. 163.367, F.S.; requiring 6 ethics training for community redevelopment agency 7 commissioners; amending s. 163.370, F.S.; establishing 8 procurement procedures; creating s. 163.371, F.S.; 9 providing annual reporting requirements; requiring a 10 community redevelopment agency to publish annual reports and boundary maps on its website; creating s. 11 12 163.3755, F.S.; prohibiting the creation of new community redevelopment agencies after a date certain; 13 14 providing a phase-out period for existing community redevelopment agencies; providing a limited exception 15 for community redevelopment agencies with certain 16 17 outstanding bond obligations; creating s. 163.3756, F.S.; providing legislative findings; requiring the 18 19 Department of Economic Opportunity to declare inactive community redevelopment agencies that have reported no 20 21 financial activity for a specified number of years; providing hearing procedures; authorizing certain 22 financial activity by a community redevelopment agency 23 that is declared inactive; requiring the Department of 24 25 Economic Opportunity to maintain a website identifying

Page 1 of 12

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26 all inactive community redevelopment agencies; 27 amending s. 163.387, F.S.; revising requirements for 28 the use of the redevelopment trust fund proceeds; 29 limiting allowed expenditures; revising requirements 30 for the annual budget of a community redevelopment 31 agency; requiring municipal community redevelopment 32 agencies to provide annual budget to county 33 commission; revising requirements for the annual audit; requiring the audit to be included with the 34 35 financial report of the county or municipality that 36 created the community redevelopment agency; amending 37 s. 218.32, F.S.; requiring county and municipal governments to report community redevelopment agency 38 39 annual audit reports as part of the county or municipal annual report; revising criteria for finding 40 41 that a county or municipality failed to file report; 42 requiring the Department of Financial Services to 43 provide a report to the Department of Economic Opportunity concerning community redevelopment 44 agencies with no revenues, expenditures, or debts; 45 providing an effective date. 46 47 48 Be It Enacted by the Legislature of the State of Florida: 49 50 Section 1. Paragraphs (c) and (d) of subsection (3) of

Page 2 of 12

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51 section 163.356, Florida Statutes, are amended to read: 52 163.356 Creation of community redevelopment agency.-53 (3) (c) The governing body of the county or municipality 54 shall designate a chair and vice chair from among the 55 commissioners. An agency may employ an executive director, 56 technical experts, and such other agents and employees, 57 permanent and temporary, as it requires, and determine their 58 qualifications, duties, and compensation. For such legal service 59 as it requires, an agency may employ or retain its own counsel 60 and legal staff.

61 An agency authorized to transact business and exercise (d) 62 powers under this part shall file with the governing body the report required pursuant to s. 163.371(1)., on or before March 63 64 31 of each year, a report of its activities for the preceding 65 fiscal year, which report shall include a complete financial statement setting forth its assets, liabilities, income, and 66 operating expenses as of the end of such fiscal year. At the 67 68 time of filing the report, the agency shall publish in a 69 newspaper of general circulation in the community a notice to 70 the effect that such report has been filed with the county or 71 municipality and that the report is available for inspection 72 during business hours in the office of the clerk of the city or 73 county commission and in the office of the agency. 74 (e) (d) At any time after the creation of a community

75 redevelopment agency, the governing body of the county or

Page 3 of 12

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76	municipality may appropriate to the agency such amounts as the
77	governing body deems necessary for the administrative expenses
78	and overhead of the agency, including the development and
79	implementation of community policing innovations.
80	Section 2. Subsection (1) of section 163.367, Florida
81	Statutes, is amended to read:
82	163.367 Public officials, commissioners, and employees
83	subject to code of ethics
84	(1) (a) The officers, commissioners, and employees of a
85	community redevelopment agency created by, or designated
86	pursuant to, s. 163.356 or s. 163.357 <u>are</u> <del>shall be</del> subject to
87	the provisions and requirements of part III of chapter 112.
88	(b) Commissioners of a community redevelopment agency must
89	comply with the ethics training requirements in s. 112.3142.
90	Section 3. Subsection (5) is added to section 163.370,
91	Florida Statutes, to read:
92	163.370 Powers; counties and municipalities; community
93	redevelopment agencies
94	(5) A community redevelopment agency shall procure all
95	commodities and services under the same purchasing processes and
96	requirements that apply to the county or municipality that
97	created the agency.
98	Section 4. Section 163.371, Florida Statutes, is created
99	to read:
100	163.371 Reporting requirements

Page 4 of 12

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101 Beginning March 31, 2018, and no later than March 31 (1) 102 of each year thereafter, a community redevelopment agency shall 103 file an annual report with the county or municipality that 104 created the agency and publish the information on the agency's 105 website. The report must include the following information: 106 (a) A complete audit report of the redevelopment trust 107 fund pursuant to s. 163.387(8). 108 The performance data for each plan authorized, (b) 109 administered, or overseen by the community redevelopment agency 110 as of December 31 of the year being reported, including the: Total number of projects started, completed, and the 111 1. 112 estimated project cost for each project. 113 Total expenditures from the redevelopment trust fund. 2. 114 3. Number of jobs created within the community 115 redevelopment agency's area of authority. 116 Sector of the economy to which the new jobs pertain. 4. 117 5. Number of jobs retained in the area within the 118 community redevelopment agency's authority. 119 6. Original assessed real property values within the 120 community redevelopment agency's area of authority as of the day 121 the agency was created. 122 Total assessed real property values of property within 7. 123 the boundaries of the community redevelopment agency as of 124 January 1 of the year being reported. 125 8. Total amount expended for affordable housing for low

Page 5 of 12

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2017

126	and middle income residents.
127	(2) By January 1, 2018, each community redevelopment
128	agency shall publish on its website digital maps that depict the
129	geographic boundaries and total acreage of the community
130	redevelopment agency. If any change is made to the boundaries or
131	total acreage, the agency shall post updated map files on its
132	website within 60 days after the date such change takes effect.
133	Section 5. Section 163.3755, Florida Statutes, is created
134	to read:
135	163.3755 Termination of community redevelopment agencies;
136	prohibition on future creation
137	(1) A community redevelopment agency in existence on July
138	1, 2017, shall terminate on the expiration date provided in the
139	community redevelopment agency's charter on July 1, 2017, or on
140	September 30, 2037, whichever is earlier.
141	(2) A community redevelopment agency may not initiate any
142	new projects or issue any new debt on or after October 1, 2017.
143	(3)(a) Notwithstanding subsection (1), a community
144	redevelopment agency with outstanding bonds as of July 1, 2017
145	and that do not mature until after the earlier of the
146	termination date of the agency or September 30, 2037, remains in
147	existence until the date the bonds mature.
148	(b) A community redevelopment agency operating under this
149	subsection on or after September 30, 2037, may not extend the
150	maturity date of any outstanding bonds.
	Page 6 of 12

# Page 6 of 12

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151 The county or municipality that created the community (C) 152 redevelopment agency must issue a new finding of necessity 153 limited to timely meeting the remaining bond obligations of the 154 community redevelopment agency. 155 (4) A community redevelopment agency may not be created on 156 or after July 1, 2017. A community redevelopment agency in 157 existence before July 1, 2017, may continue to operate as 158 provided in this part. Section 6. Section 163.3756, Florida Statutes, is created 159 160 to read: 161 163.3756 Inactive community redevelopment agencies.-162 (1) The Legislature finds that a number of community 163 redevelopment agencies continue to exist but report no revenues, 164 no expenditures, and no outstanding debt in their annual report 165 to the Department of Financial Services pursuant to s. 218.32. 166 (2) (a) Beginning October 1, 2014, a community 167 redevelopment agency that has reported no revenues, 168 expenditures, or debt under s. 218.32 or s. 189.016(9), for 3 169 consecutive fiscal years shall be declared inactive by the Department of Economic Opportunity. The department shall notify 170 the agency of the declaration of inactive status under this 171 172 subsection. If the agency has no board members or no agent, the 173 notice of inactive status must be delivered to the governing 174 board or commission of the county or municipality that created 175 the agency.

### Page 7 of 12

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176	(b) The governing board of a community redevelopment			
177	agency declared inactive under this subsection may seek to			
178	invalidate the declaration by initiating proceedings under s.			
179	189.062(5) within 30 days after the date of the receipt of the			
180	notice from the department.			
181	(3) A community redevelopment agency declared inactive			
182	under this section is authorized only to expend funds from the			
183	redevelopment trust fund as necessary to service outstanding			
184	bond debt. The agency may not expend other funds without an			
185	ordinance of the governing body of the local government that			
186	created the agency consenting to the expenditure of funds.			
187	(4) The provisions of s. 189.062(2) and (4) do not apply			
188	to a community redevelopment agency that has been declared			
189	inactive under this section.			
190	(5) The provisions of this section are cumulative to the			
191	provisions of s. 189.062. To the extent the provisions of this			
192	section conflict with the provisions of s. 189.062, this section			
193	prevails.			
194	(6) The Department of Economic Opportunity shall maintain			
195	on its website a separate list of community redevelopment			
196	agencies declared inactive under this section.			
197	Section 7. Subsections (6) and (8) of section 163.387,			
198	Florida Statutes, are amended to read:			
199	163.387 Redevelopment trust fund			
200	(6) <u>Beginning July 1, 2017,</u> moneys in the redevelopment			
Page 8 of 12				

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201 trust fund may be expended from time to time for undertakings of 202 a community redevelopment agency as described in the community 203 redevelopment plan only pursuant to an annual budget adopted by the board of commissioners of the community redevelopment agency 204 205 and only for the following purposes stated in this subsection. $_{\tau}$ 206 including, but not limited to: 207 (a) Except as provided in this subsection, a community 208 redevelopment agency shall comply with the requirements of s. 209 189.016. 210 (b) A community redevelopment agency created by a 211 municipality shall: 1. Adopt its proposed budget within 90 days before the 212 213 beginning of its fiscal year. 214 2. Submit its proposed budget and projections for the next 215 fiscal year to the board of county commissioners for the county 216 in which the community redevelopment agency is located within 60 217 days before the start of the agency's fiscal year. 218 3. Submit amendments to its operating budget to the board 219 of county commissioners of the county in which the community 220 redevelopment agency is located within 10 days after the date of 221 adoption of the amended budget. Administrative and overhead 222 expenses necessary or incidental to the implementation of a 223 community redevelopment plan adopted by the agency. 224 The annual budget of a community redevelopment agency (C) may provide for payment of the following expenses: 225

Page 9 of 12

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226 1. Administrative and overhead expenses directly or 227 indirectly necessary to implement a community redevelopment plan 228 adopted by the agency. 2.(b) Expenses of redevelopment planning, surveys, and 229 230 financial analysis, including the reimbursement of the governing 231 body or the community redevelopment agency for such expenses 232 incurred before the redevelopment plan was approved and adopted. 3.(c) The acquisition of real property in the 233 234 redevelopment area. 235 4.(d) The clearance and preparation of any redevelopment area for redevelopment and relocation of site occupants within 236 237 or outside the community redevelopment area as provided in s. 238 163.370. 239 5.(e) The repayment of principal and interest or any 240 redemption premium for loans, advances, bonds, bond anticipation notes, and any other form of indebtedness. 241 242 6.(f) All expenses incidental to or connected with the 243 issuance, sale, redemption, retirement, or purchase of bonds, 244 bond anticipation notes, or other form of indebtedness, 245 including funding of any reserve, redemption, or other fund or 246 account provided for in the ordinance or resolution authorizing such bonds, notes, or other form of indebtedness. 247 248 7.(q) The development of affordable housing within the community redevelopment area. 249

250

8.(h) The development of community policing innovations.

## Page 10 of 12

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251 (8) (a) Each community redevelopment agency shall provide 252 for an audit of the trust fund each fiscal year and a report of 253 such audit to be prepared by an independent certified public 254 accountant or firm. 255 (b) The audit Such report shall: 256 Describe the amount and source of deposits into, and 1. 257 the amount and purpose of withdrawals from, the trust fund 258 during such fiscal year and the amount of principal and interest 259 paid during such year on any indebtedness to which increment 260 revenues are pledged and the remaining amount of such 261 indebtedness. 262 2. Include a complete financial statement identifying the assets, liabilities, income, and operating expenses of the 263 264 community redevelopment agency as of the end of such fiscal 265 year. 266 3. Include a finding by the auditor determining whether 267 the community redevelopment agency complies with the 268 requirements of subsection (7). 269 The audit report for the community redevelopment (C) 270 agency shall be included with the annual financial report 271 submitted by the county or municipality that created the agency 272 to the Department of Financial Services as provided in s. 273 218.32, regardless of whether the agency reports separately 274 under s. 218.32. 275 The agency shall provide by registered mail a copy of (d)\_

Page 11 of 12

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276 the audit report to each taxing authority.

277 Section 8. Subsection (3) of section 218.32, Florida 278 Statutes, is amended to read:

279 218.32 Annual financial reports; local governmental
280 entities.-

281 (3) (a) The department shall notify the President of the 282 Senate and the Speaker of the House of Representatives of any 283 municipality that has not reported any financial activity for the last 4 fiscal years. Such notice must be sufficient to 284 285 initiate dissolution procedures as described in s. 286 165.051(1)(a). Any special law authorizing the incorporation or 287 creation of the municipality must be included within the 288 notification.

(b) Failure of a county or municipality to include in its annual report to the department the full audit required by s. 163.387(8) for each community redevelopment agency created by that county or municipality constitutes a failure to report under this section.

(c) By November 1 of each year, the department must
provide the Special District Accountability Program of the
Department of Economic Affairs with a list of each community
redevelopment agency reporting no revenues, expenditures, or
debt for the community redevelopment agency's previous fiscal
year.
Section 9. This act shall take effect July 1, 2017.

Page 12 of 12

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