By the Committees on Appropriations; and Community Affairs; and Senator Young

576-03814-18 2018324c2 A bill to be entitled

An act relating to impact fees; amending s. 163.31801, F.S.; revising the minimum requirements for impact fees; prohibiting the application of impact fee provisions to water and sewer connection fees; providing an effective date.

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

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Section 1. Section 163.31801, Florida Statutes, is amended to read:

12 163.31801 Impact fees; short title; intent; minimum 13 requirements; audits; challenges definitions; ordinances levying impact fees. -14

- (1) This section may be cited as the "Florida Impact Fee Act."
- (2) The Legislature finds that impact fees are an important source of revenue for a local government to use in funding the infrastructure necessitated by new growth. The Legislature further finds that impact fees are an outgrowth of the home rule power of a local government to provide certain services within its jurisdiction. Due to the growth of impact fee collections and local governments' reliance on impact fees, it is the intent of the Legislature to ensure that, when a county or municipality adopts an impact fee by ordinance or a special district adopts an impact fee by resolution, the governing authority complies with this section.
- (3) At a minimum, impact fees An impact fee adopted by ordinance of a county or municipality or by resolution of a

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special district must, at \min satisfy the following conditions:

- (a) Require that The calculation of the impact <u>fees must</u> fee be based on the most recent and localized data.
- (b) The local government must provide for accounting and reporting of impact fee collections and expenditures. If a local governmental entity imposes an impact fee to address its infrastructure needs, the entity shall account for the revenues and expenditures of such impact fee in a separate accounting fund.
- (c) $\frac{1}{1}$ Administrative charges for the collection of impact fees must be limited to actual costs.
- (d) Require that Notice <u>must</u> be provided no less than 90 days before the effective date of an ordinance or resolution imposing a new or increased impact <u>fees</u> fee. A county or municipality is not required to wait 90 days to decrease, suspend, or eliminate an impact fees fee.
- (e) Collection of the impact fees may not be required to occur earlier than the issuance of the building permit for the property that is subject to the fee.
- (f) The impact fees must be reasonably connected to, or have a rational nexus with, the need for additional capital facilities and the increased impact generated by the new residential or commercial construction.
- (g) The impact fees must be reasonably connected to, or have a rational nexus with, the expenditures of the funds collected and the benefits accruing to the new residential or commercial construction.
 - (h) The local government must specifically earmark funds

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collected pursuant to the impact fees for use in acquiring,
constructing, or improving capital facilities to benefit the new
users.

- (i) The collection or expenditure of the impact fee revenues may not be used, in whole or part, to pay existing debt or be used for prior approved projects unless the expenditure is reasonably connected to, or has a rational nexus with, the increased impact generated by the new residential or commercial construction.
- (4) Audits of financial statements of local governmental entities and district school boards which are performed by a certified public accountant pursuant to s. 218.39 and submitted to the Auditor General must include an affidavit signed by the chief financial officer of the local governmental entity or district school board stating that the local governmental entity or district school board has complied with this section.
- (5) In any action challenging an impact fee, the government has the burden of proving by a preponderance of the evidence that the imposition or amount of the fee meets the requirements of state legal precedent or this section. The court may not use a deferential standard.
- (6) This section does not apply to water and sewer connection fees.
 - Section 2. This act shall take effect July 1, 2018.