1	A bill to be entitled
2	An act relating to impact fees; amending s. 163.31801,
3	F.S.; providing definitions; revising the conditions
4	that counties, municipalities, and special districts
5	must satisfy before enacting an impact fee by
6	ordinance or passing an impact fee by resolution;
7	providing timeframes for the collection of impact fees
8	by local governments; providing that impact fee
9	credits are assignable and transferrable under certain
10	conditions; requiring certain counties and
11	municipalities to establish impact fee review
12	committees; providing for membership; providing
13	procedures for holding meetings and establishing
14	quorums; providing committee duties; providing an
15	effective date.
16	
17	Be It Enacted by the Legislature of the State of Florida:
18	
19	Section 1. Section 163.31801, Florida Statutes, is amended
20	to read:
21	163.31801 Impact fees; short title; intent; minimum
22	requirements; audits; challenges
23	(1) This section may be cited as the "Florida Impact Fee
24	Act."
25	(2) The Legislature finds that impact fees are an
	Page 1 of 9

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26 important source of revenue for a local government to use in 27 funding the infrastructure necessitated by new growth. The 28 Legislature further finds that impact fees are an outgrowth of 29 the home rule power of a local government to provide certain 30 services within its jurisdiction. Due to the growth of impact fee collections and local governments' reliance on impact fees, 31 32 it is the intent of the Legislature to ensure that, when a 33 county or municipality adopts, collects, or administers an impact fee by ordinance or a special district adopts, collects, 34 35 or administers an impact fee by resolution, the governing authority complies with this section to ensure a consistent 36 37 statewide process.

38

(3) For purposes of this section:

39 (a) The term "infrastructure" means any fixed capital 40 expenditure or fixed capital outlay associated with the 41 construction, reconstruction, or improvement of a public 42 facility, excluding the cost of repairs or maintenance, that 43 have a life expectancy of 5 or more years; any related land 44 acquisition, land improvement, design, engineering, and 45 permitting costs; and all other related construction costs 46 required to bring the public facility into service. 47 The term "public facility" means any facility as (b) defined in s. 163.3164(39), and includes any fire and law 48 49 enforcement facility. At a minimum, each county and municipality that 50 (4)

Page 2 of 9

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51 <u>adopts, collects, or administers an impact fee by ordinance and</u> 52 <u>each special district that adopts, collects, or administers an</u> 53 <u>impact fee by resolution</u> an impact fee adopted by ordinance of a 54 county or municipality or by resolution of a special district 55 must satisfy all of the following conditions:

(a) <u>Require that</u> the calculation of the impact fee must be based on the most recent and localized data <u>collected within the</u> <u>last 36 months and excludes any cost that does not meet the</u> definition of infrastructure.

60 (b) Account for the revenues and expenditures of such impact fee in a separate impact fee account, if the local 61 62 governmental entity imposes an impact fee to address its 63 infrastructure needs. The local government must provide for 64 accounting and reporting of impact fee collections and 65 expenditures. If a local governmental entity imposes an impact fee to address its infrastructure needs, the entity must account 66 67 for the revenues and expenditures of such impact fee in a 68 separate accounting fund.

69 (c) Limit administrative charges for the collection of 70 impact fees must be limited to actual costs. The cost per 71 student station established in school impact fee calculations 72 may not exceed that statutory total maximum cost per student 73 station calculated under s. 1013.64(6).

74 (d) The local government must Provide notice not less than
75 90 days before the effective date of an ordinance or resolution

Page 3 of 9

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imposing a new or increased impact fee. <u>New or increased impact</u> fees may not apply to current or pending permit applications submitted before the effective date of an ordinance or resolution imposing a new or increased impact fee. A county or municipality is not required to wait 90 days to decrease, suspend, or eliminate an impact fee.

82 (e) Collection of the impact fee may not be required to
83 occur earlier than the date of issuance of the building permit
84 for the property that is subject to the fee.

85 <u>(e) (f) Ensure that</u> the impact fee <u>is must be</u> proportional 86 and reasonably connected to, or <u>has have</u> a rational nexus with, 87 the need for additional <u>infrastructure</u> capital facilities and 88 the increased impact generated by the new residential or 89 commercial construction.

90 <u>(f)(g)</u> Ensure that the impact fee is must be proportional 91 and reasonably connected to, or has have a rational nexus with, 92 the expenditures of the funds collected and the benefits 93 accruing to the new residential or nonresidential construction.

94 <u>(g)(h)</u> The local government must Specifically earmark 95 funds collected under the impact fee for use in acquiring, 96 constructing, or improving <u>infrastructure</u> capital facilities to 97 benefit new users.

98 (5) Collection of the impact fee may not be required to 99 occur earlier than the date of issuance of the building permit 100 for the property that is subject to the fee.

Page 4 of 9

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101 <u>(6)(i)</u> Revenues generated by the impact fee may not be 102 used, in whole or in part, to pay existing debt or for 103 previously approved projects unless the expenditure is 104 reasonably connected to, or has a rational nexus with, the 105 increased impact generated by the new residential or 106 nonresidential construction.

107 <u>(7) (4)</u> The local government must credit against the 108 collection of the impact fee any contribution, whether 109 identified in a proportionate share agreement or other form of 110 exaction, related to public education facilities, including land 111 dedication, site planning and design, or construction. Any 112 contribution must be applied to reduce any education-based 113 impact fees on a dollar-for-dollar basis at fair market value.

114 <u>(8)(5)</u> If a local government increases its impact fee 115 rates, the holder of any impact fee credits, whether such 116 credits are granted under s. 163.3180, s. 380.06, or otherwise, 117 which were in existence before the increase, is entitled to the 118 full benefit of the intensity or density prepaid by the credit 119 balance as of the date it was first established. This subsection 120 shall operate prospectively and not retrospectively.

121 (9)(6) Audits of financial statements of local 122 governmental entities and district school boards which are 123 performed by a certified public accountant pursuant to s. 218.39 124 and submitted to the Auditor General must include an affidavit 125 signed by the chief financial officer of the local governmental

Page 5 of 9

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126 entity or district school board stating that the local 127 governmental entity or district school board has complied with 128 this section <u>and the spending period provision in the local</u> 129 ordinance or resolution.

130 (10) (7) In any action challenging an impact fee or the 131 government's failure to provide required dollar-for-dollar 132 credits for the payment of impact fees or for contributions made 133 as provided in this chapter s. 163.3180(6)(h)2.b., the government has the burden of proving by a preponderance of the 134 evidence that the imposition or amount of the fee or credit 135 136 meets the requirements of state legal precedent and this 137 section. The court may not use a deferential standard for the benefit of the government. 138

139 (11) Impact fee credits are assignable and transferable at 140 any time after establishment from one development or parcel to 141 any other development or parcel within the same impact fee 142 jurisdiction for the same type of public facility for which the 143 impact fee applies.

144 <u>(12)(8)</u> A county, municipality, or special district may 145 provide an exception or waiver for an impact fee for the 146 development or construction of housing that is affordable, as 147 defined in s. 420.9071. If a county, municipality, or special 148 district provides such an exception or waiver, it is not 149 required to use any revenues to offset the impact. <u>To ensure</u> 150 <u>impact fees or equivalent contributions are only collected once</u>,

Page 6 of 9

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2020

151	a local government shall provide impact fee credits or other
152	forms of compensation if a contribution is greater in value than
153	the applicable impact fee. Contributions related to the
154	transportation system are creditable against the combined total
155	of all impact fees and exactions charged for mobility. This
156	subsection applies at the time any contribution is accepted,
157	regardless of when the contributions were agreed upon or
158	committed to.
159	(13) (a) Each county and municipality that assesses impact
160	fees must establish an impact fee review committee.
161	(b)1. The committee shall be composed of the following
162	members appointed by the county commission or the governing body
163	of the municipality, as applicable:
164	a. Two members who are employed by the county or
165	municipality.
166	b. Two members who represent the business community.
167	c. Two members who are local licensed general or
168	residential contractors.
169	d. One at-large member.
170	2. The county commission or the governing body of the
171	municipality, as applicable, shall appoint three alternate
172	members, consisting of one representative from each of the
173	categories described in sub-subparagraphs 1.a., b., and c., who
174	shall serve in the absence of their respective member.
175	3. Members and alternate members must be qualified
	Dage 7 of 0

Page 7 of 9

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2020

176	electors of the county or municipality, as applicable, for at
177	least 2 years before their appointment.
178	4. Committee members shall serve at the pleasure of the
179	local government and shall serve until they are replaced.
180	(c)1. Each committee meeting must be duly noticed and open
181	to the public as required by s. 286.011.
182	2. A meeting may not be held unless a quorum is present. A
183	quorum consists of a majority of members of the committee, but
184	an alternate member shall count toward the quorum when a regular
185	member is absent.
186	3. A member who fails to attend three consecutive meetings
187	or fails to attend two-thirds of the meetings within a calendar
188	year automatically forfeits the appointment, and the county
189	commissioners or members of the governing body of the
190	municipality, as applicable, shall promptly fill the vacancy.
191	4. Members of the committee shall serve without
192	compensation.
193	(d) The committee shall meet as needed to:
194	1. Establish a policy and methodology for determining
195	impact fees on new developments.
196	2. Review the proposed impact fee on each new development
197	before the fee becomes final.
198	3. Submit recommendations made by the impact fee committee
199	to the county commission or governing body of the municipality,
200	as applicable. The recommendations must be presented at the
	Page 8 of 9

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201	meeting when the impact fee on the new development will be										
202	discussed and voted upon.										
203	4. After each impact fee is adopted by the local										
204	government, review all proposed expenditures of that impact fee										
205	to ensure the fee is used for capital projects within the										
206	jurisdiction.										
207	(14) (9) This section does not apply to water and sewer										
208	connection fees.										
209	Section 2. This act shall take effect July 1, 2020.										
	Page 9 of 9										

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