By Senator Albritton

26-01431-20 2020996

A bill to be entitled

An act relating to the displacement of private waste companies; amending s. 403.70605, F.S.; revising the process for a local government to displace a private waste collection company in a county or municipality; requiring a local government to announce its intent to adopt an ordinance or a resolution for organized collection service through a resolution of intent; specifying requirements for the resolution of intent; specifying requirements for a local government's plan for organized collection service; prohibiting a local government from commencing organized collection service for a specified time after adoption of a certain ordinance or resolution; requiring a local government to restart the notification and planning process under certain circumstances; defining the term "organized collection service"; 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. Subsection (3) of section 403.70605, Florida Statutes, is amended to read:

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403.70605 Solid waste collection services in competition with private companies.—

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(3) DISPLACEMENT OF PRIVATE WASTE COMPANIES.-

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(a) A local government may displace a private company that provides garbage, trash, or refuse collection service only by adopting an ordinance or a resolution. Before adopting the

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ordinance or resolution, the local government must do all of the following:

- 1. At least 180 days before adopting the ordinance or resolution under this subsection, announce its intent to consider the adoption of an organized collection service by a resolution of intent. The resolution of intent must:
- <u>a. Include specific goals to be achieved, a detailed</u>
 justification for any franchise fees, and all other reasons the
 local government has for considering an organized collection
 service;
- b. Be published once in a newspaper of general circulation in the county or municipality;
- c. Give notice of a public hearing to be held at least 30 days before consideration of the adoption of the resolution of intent; and
- d. Invite interested persons to participate in the planning and establishing of the organized collection service, including all licensees and other persons operating solid waste or recyclables collection services in the county or municipality as of the date of announcement of its intent to establish an organized collection service in the county or municipality.
- 2. Within 90 days after adopting the resolution of intent required under subparagraph 1., develop a plan for organized collection service. The local government shall invite and employ the assistance of all licensees and other persons operating solid waste or recyclables collection services in the county or municipality. All licensees and other persons operating solid waste or recyclables collection in the county or municipality must be allowed to participate in the planning meetings.

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3. Provide at least 30 days' notice before a hearing on the proposed plan to all licensees or other persons operating solid waste or recyclables collection services in the county or municipality.

- (b) A local government's plan for organized collection
 service must:
- 1. Describe in detail the procedures used for development of the plan;
- 2. Include evidence of compliance with all notice
 provisions required under paragraph (a);
- 3. Evaluate the proposed plan in regard to achieving the stated goals, to minimizing displacement and economic impact to current solid waste collectors, to ensuring participation of all interested parties in the decisionmaking process, and to maximizing efficiency in solid waste collection; and
- 4. Provide detailed justification for any proposed tax, franchise fee, or similar fee.
- (c) A local government may not commence an organized collection service pursuant to this subsection for at least 5 years after the adoption of an ordinance or resolution establishing the service. During this period, the local government may not displace any person licensed to operate solid waste collection services in the county or municipality.
- (d) If for any reason a local government does not implement an organized collection service by adoption of an ordinance or resolution within 1 year after the passage of a resolution of intent, the process, as provided in this section, must be restarted.
 - (e) As used in this subsection, the term "organized

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collection service" means a system for collecting solid waste, recyclables, or both. The term includes a franchise, an organized collection, or a process in which a county or municipality goes from multiple haulers to one single contract under which a specified collector, or a member of a collectors' organization, is authorized to collect from a defined geographic service area some or all of the solid waste or recyclables from households or other generators.

(a) As used in this subsection, the term "displacement" means a local government's provision of a collection service which prohibits a private company from continuing to provide the same service that it was providing when the decision to displace was made. The term does not include:

1. Competition between the public sector and private companies for individual contracts;

2. Actions by which a local government, at the end of a contract with a private company, refuses to renew the contract and either awards the contract to another private company or decides for any reason to provide the collection service itself;

3. Actions taken against a private company because the company has acted in a manner threatening to the public health or safety or resulting in a substantial public nuisance;

4. Actions taken against a private company because the company has materially breached its contract with the local government;

5. Refusal by a private company to continue operations under the terms and conditions of its existing agreement during the 3-year notice period;

6. Entering into a contract with a private company to

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provide garbage, trash, or refuse collection which contract is not entered into under an ordinance that displaces or authorizes the displacement of another private company providing garbage, trash, or refuse collection;

- 7. Situations in which a majority of the property owners in the displacement area petition the governing body to take over the collection service;
- 8. Situations in which the private companies are licensed or permitted to do business within the local government for a limited time and such license or permit expires and is not renewed by the local government. This subparagraph does not apply to licensing or permitting processes enacted after May 1, 1999, or to occupational licenses; or
- 9. Annexations, but only to the extent that the provisions of s. 171.062(4) apply.
- (b) A local government or combination of local governments
 may not displace a private company that provides garbage, trash,
 or refuse collection service without first:
- 1. Holding at least one public hearing seeking comment on the advisability of the local government or combination of local governments providing the service.
- 2. Providing at least 45 days' written notice of the hearing, delivered by first-class mail to all private companies that provide the service within the jurisdiction.
 - 3. Providing public notice of the hearing.
- (c) Following the final public hearing held under paragraph (b), but not later than 1 year after the hearing, the local government may proceed to take those measures necessary to provide the service. A local government shall provide 3 years'

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notice to a private company before it engages in the actual provision of the service that displaces the company. As an alternative to delaying displacement 3 years, a local government may pay a displaced company an amount equal to the company's preceding 15 months' gross receipts for the displaced service in the displacement area. The 3-year notice period shall lapse as to any private company being displaced when the company ceases to provide service within the displacement area. Nothing in this paragraph prohibits the local government and the company from voluntarily negotiating a different notice period or amount of compensation.

Section 2. This act shall take effect July 1, 2020.