FLORIDA HOUSE OF REPRESENTATIVES **BILL ANALYSIS**

This bill analysis was prepared by nonpartisan committee staff and does not constitute an official statement of legislative intent.

BILL #: HB 4037 COMPANION BILL: None TITLE: Downtown Development Authority of City of Fort LINKED BILLS: None

Lauderdale, Broward County **RELATED BILLS:** None

SPONSOR(S): LaMarca

Committee References

Intergovernmental Affairs

17 Y, 0 N



State Affairs 23 Y. 0 N

SUMMARY

Effect of the Bill:

The bill removes the December 31, 2030, expiration date of the Downtown Development Authority of the City of Fort Lauderdale (DDA). Instead, the bill provides that upon dissolution of the DDA pursuant to law, any assets of the DDA will be transferred to the City of Fort Lauderdale.

Fiscal or Economic Impact:

None.

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ANALYSIS

EFFECT OF THE BILL:

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The bill provides an effective date of upon becoming a law. (Section $\underline{2}$)

RELEVANT INFORMATION

SUBJECT OVERVIEW:

Downtown Development Authority

The Downtown Development Authority of the City of Fort Lauderdale (DDA) was established by special act of the Legislature in 1965. The DDA serves several functions in the community, including economic development, maintaining important partnerships with governmental entities and the private sector, and overall strengthening the sense of community in downtown Fort Lauderdale.² The DDA is governed by a seven-member board appointed to staggered four-year terms by the Fort Lauderdale City Commission.³ Board members must reside or have their principal place of business within the city.4 Each board member must also be a landowner, leasehold tenant required to pay taxes by the terms of the lease, or an officer, director, or managing agent of a corporation owning or leasing land within the DDA.5

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¹ Ch. 65-1541, Laws of Fla. The district charter was re-codified in 2005. Ch. 2005-346, Laws of Fla.

² DDA, What We Do (last visited Apr. 17, 2025).

³ Ch. 2005-346, s. 3(5), Laws of Fla.

⁴ Ch. 2005-346, s. 3(6)(1), Laws of Fla.

⁵ *Id*.

The DDA charter defines "downtown" as including all lands in a defined area that are not used for residential purposes.⁶ The determination of whether a property is being used as a residence is made by the Director of the DDA.⁷

The Director of the DDA is also responsible for preparing the DDA's annual budget.⁸ The annual budget must conform to the fiscal year of the city and contain the information required of city departments in their respective budgets.⁹ The budget is submitted to the Board of the DDA for approval.¹⁰ After approval, a copy of the budget is submitted to the city with a statement of the necessary millage to fund services, as determined by the Board.¹¹

The Fort Lauderdale City Commission is authorized to levy an ad valorem tax of up to 1 mill to finance the operations of the DDA.¹² The funds generated by this tax are held by the city for use by the DDA.¹³ The City Commission may collect reasonable pro rata share of the funds for the cost of handling and auditing.¹⁴

The DDA's total operating budget in the current fiscal year is \$20.7 million, which includes \$15.2 million in reserves. The DDA levies a base ad valorem tax of 0.6368 mills, as well as debt service millage of 0.4065 mills, for a total millage of 1.0433 mills. At the conclusion of the most recent fiscal year, the DDA's total assets exceeded its liabilities by \$8,672,283.

The DDA's original charter provided the district would sunset on December 31, $1970.^{17}$ In 1969, the charter was recodified and the sunset date was extended to December 31, $2010.^{18}$ In 2005, the sunset date was again extended to the current expiration date of December 31, $2030.^{19}$

Local Bill Forms

The Florida Constitution prohibits the passage of any special act unless a notice of intention to seek enactment of the bill has been published as provided by general law or the act is conditioned to take effect only upon approval by referendum vote of the electors in the area affected.²⁰ A legal advertisement of the proposed bill must be placed in a newspaper of general circulation or published on a publicly accessible website²¹ at least 30 days prior to the introduction of the bill in the House or Senate.²² The bill was noticed in the Sun-Sentinel on January 19, 2025.

The House local bill policy requires a completed and signed Local Bill Certification Form and Economic Impact Statement be filed with the Clerk of the House at the time the local bill is filed or as soon thereafter as possible.²³ The following forms have been submitted for this bill:

- Local Bill Certification Form
- Economic Impact Statement

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⁶ Ch. 2005-346, s. 3(1)(5) and 3(2), Laws of Fla.

⁷ Ch. 2005-346, s. 3(1)(5)(b), Laws of Fla.

⁸ Ch. 2005-346, s. 3(11), Laws of Fla.

⁹ *Id.*

¹⁰ *Id.*

¹¹ *Id.*

¹² Ch. 2005-346, s. 3(12), Laws of Fla.

¹³ *Id.*

¹⁴ Ch. 2005-346, s. 3(13), Laws of Fla.

¹⁵ DDA, *Adopted FY 2024-2025 Budget* (last visited Apr. 17, 2025).

¹⁶ Florida Auditor General, <u>Downtown Development Authority of the City of Fort Lauderdale, Florida, Basic Financial Statement for the Year Ended September 30, 2024</u> (last visited Apr. 17, 2025).

¹⁷ Ch. 65-1541, s. 15, Laws of Fla.

¹⁸ Ch. 69-1056, s. 1(14), Laws of Fla.

¹⁹ Ch. 2005-346, s. 3(15), Laws of Fla.

²⁰ Art. III, s. 10, Fla. Const.

²¹ S. 50.0311(2), F.S.

²² S. <u>11.02, F.S.</u> If there is no newspaper circulated throughout or published in the county and no publicly accessible website has been designated, notice must be posted for at least 30 days in at least three public places in the county, one of which must be at the courthouse.

²³ Intergovernmental Affairs Subcommittee, *Local Bill Policies and Procedures Manual*, p. 11 (last visited Apr. 17, 2025).

BILL HISTORY

			STAFF	
			DIRECTOR/	ANALYSIS
COMMITTEE REFERENCE	ACTION	DATE	POLICY CHIEF	PREPARED BY
<u>Intergovernmental Affairs</u>	17 Y, 0 N	4/9/2025	Darden	Kilpatrick
<u>Subcommittee</u>				
State Affairs Committee	23 Y, 0 N	4/17/2025	Williamson	Kilpatrick
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