HB 207

1 2

3 4 5

6 7

8

10

1112

13 14

1516

1718

19 20

20 21

2223

2425

A bill to be entitled

An act relating to impact fees; amending s. 163.31801, F.S.; revising the minimum requirements for the adoption of impact fees by specified local governments; authorizes the prevailing party in an action challenging an impact fee to recover attorney fees; exempting water and sewer connection fees from the Florida Impact Fee Act; providing an effective date.

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

- Section 1. Section 163.31801, Florida Statutes, is amended to read:
- 163.31801 Impact fees; short title; intent; minimum requirements; audits; challenges definitions; ordinances levying impact fees.—
- (1) This section may be cited as the "Florida Impact Fee $\mbox{\footnote{Act."}}$
- (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

Page 1 of 4

2019

HB 207 2019

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, an impact fee adopted by ordinance of a county or municipality or by resolution of a special district must satisfy all of the following conditions, at minimum:
- (a) The local government must calculate Require that the calculation of the impact 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 <u>must shall</u> account for the revenues and expenditures of such impact fee in a separate accounting fund.
- (c) The local government must limit administrative charges for the collection of impact fees to actual costs.
- (d) The local government must provide Require that notice be provided no less than 90 days 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.
 - (e) The local government may not require payment of the

Page 2 of 4

CODING: Words stricken are deletions; words underlined are additions.

HB 207 2019

impact fee before the date of issuance of the building permit for the property that is subject to the fee.

- (f) The impact fee 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 fee must be reasonably connected to, or have a rational nexus with, the expenditures of the revenues generated and the benefits accruing to the new residential or commercial construction.
- (h) The local government must specifically earmark revenues generated by the impact fee to acquire, construct, or improve capital facilities to benefit new users.
- (i) The local government may not use revenues generated by the impact fee to pay existing debt or for previously 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.

Page 3 of 4

HB 207 2019

(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. A challenger who prevails in an action challenging an impact fee under this section may recover attorney fees.

(6) This section does not apply to water and sewer connection fees.

76

77

78

79

80

8182

83

84

85

Section 2. This act shall take effect July 1, 2019.

Page 4 of 4