Florida Association of Counties

2013 Legislative Wrap-Up

5/3/2013

FAC Legislative Division



Health & Human Services

Susan Harbin



2013 FAC Priority Medicaid Cost-Share

FAC Position

- Eliminate administrative burden for state and counties and equitably mitigate any potential fiscal impact for affected parties
 - Support the dissolution of the current county-state
 Medicaid contributory relationship
- FAC Legislative Executive Committee approved proportionate share approach with "opt out" provision for billing

Bills

- Governor's Conforming Bill
- SB 1244 (S. Soto)/HB 1117 (R. Wood)
- PCB 7156/SB 1884/SB 1520 (conforming bill)



2013 FAC Priority **Medicaid Cost-Share**

SB 1884 (Health Policy Committee)

- Eliminated billing & established a formula for county contribution
- Set total county contribution: \$269.6M for 7 years (no growth)
- FY 13/14 & FY 14/15: Allocated total contribution among the counties based on county payments made during FY12/13
- FY 15/16 through FY 19/20: 5-year transition from billing-based share to enrollee-based formula
- AHCA annual data report
- Public input: two committee hearings/full floor vote

House Proposal

- Set total county contribution: \$269.6M; year two \$285M
- County proportionate share established using 6 months of billing data; true up once FY12/13 billing reconciled
- Annual adjustment of county share: enrollment-based



2013 FAC Priority Medicaid Cost-Share

- SB 1520 (Appropriations Conforming Bill)
 - Negotiated compromise between the two chambers
 - Years 1-2: Sets the total county contribution at \$269.6M in FY 13/14; \$277M in FY 14/15.
 - Individual county contributions based on actual collections during 2012-13, as a percentage of the total contribution
 - Years 3-7: Transitions counties to an enrollment-based formula
 - Grows base cost by 50% of growth in state Medicaid expenditures through FY19/20.
 - Grows the base costs by 100% of growth in state Medicaid expenditures thereafter.
 - Data Report: AHCA data report to the Governor, Senate President, Speaker of the House, and FAC (sunsets Dec. 2015)
 - Flexible Payment
 - Hospital District Provision



Health & Human Services

- Disposition of Human Remains (HB 171/SB 370)
 - Clarifies and updates the statutes relating to unclaimed and indigent burials
 - Provides that counties <u>may</u> adopt policies and procedures for the final disposition of unclaimed human remains
 - <u>Passed</u> after three years of FAC advocacy efforts
- Smoking Preemption (HB 439/SB 258)
 - Bills would have removed counties/cities from preemption regulating smoking in the state (sec. 386.209, F.S.), allowing for further restriction of smoking on certain county or municipal outdoor property by local ordinance
 - Bills <u>died</u> in committee
 - 2014 Legislative Program



Finance & Tax

Davin Suggs



2013 FAC Priority Communications Services Tax

FAC Position

- Support revising current law to simplify administration and collection and provide for a broad and equitable tax base; enhance stability and reliability as an important revenue source for local government; provide opportunity for market-based growth
 - Annual revenue of up to \$300M

Bills

- House Finance & Tax Subcommittee concept; no Senate companion
- <u>Died</u> in committee
- 2014/2015 Legislative Program



2013 Bills Finance & Tax

- Manufacturing & Equipment Sales Tax Exemption (HB 7007)
 - Eliminates sales tax for certain business purchases of industrial machinery & equipment
 - Originally filed in SB 518/HB 391; language amended to HB 7007 on Senate Floor; passed by both chambers
 - Recurring negative fiscal impact of \$15M to \$20M
- **E-911 Fees** (HB 807/SB 1070)
 - HB included prepaid communications in the base of E-911 fee assessments.
 - Passage would reverse continuous revenue decline due to growth of retail sales (negative fiscal impact of \$13.6M FY11 to FY12)
 - <u>Died</u> in Senate/2014 Legislative Program



2013 Bills Finance & Tax

- Internet Sales Tax (SB 316, 88/HB 7097, 505, 497)
 - Bills to promote an equitable competitive environment between "brick and mortar" businesses and remote business establishments conducting business in Florida
 - Revenue neutral
 - <u>Died in Committee</u>/2014 Legislative Program
- Local Business Taxes (HB 7109)
 - Simplified current LBT structure to make it more consistent across business types and taxing jurisdictions
 - \$28.7M source of revenue
 - Impact to county economic development programs
 - <u>Died</u> in Committee/2014 Legislative Program



Administration

Lisa Hurley



2013 Legislative Leadership Priority Florida Retirement System

FAC Position

- Oppose FRS benefit changes that increase county and county employee contribution rates
- Support analysis to determine the direct fiscal impact of any proposed changes
- Support increased diversity of retirement plan options for employees
- County employees comprise ~22% of FRS

Bills

- HB 7011 (R. Brodeur); SB 1392 (S. Simpson)
- HB 7011 closed pension plan (passed House 74/42)
- Senate tool up HB 7011 and failed to adopt amendment to postpone effective date of bill until July 2014
- <u>Died</u> on Senate Floor



2013 Legislative Leadership Priority **Ethics & Elections**

Ethics

- SB 2/HB 7131 (Ethics & Elections Committees)
- Comprehensive reforms
- Mandates ethics training; addresses dual public employment, financial disclosure filings, complaints
- Governor <u>signed</u> legislation May 1, 2013

Elections

- HB 7013 (H. E&E)/SB 600 (S. Latvala)
- Omnibus elections administration bill
- Addresses early voting days/hours, early voting sites, ballot length
- HB 7013 <u>passed</u> last day of Session



Administration

- Wage Theft (HB 1125/SB 1216)
 - Prohibited counties from adopting or maintaining ordinances and rules to address unpaid wage claims
 - Permitted counties to set up administrative, voluntary mediation programs to assist with such claims should both parties choose to settle outside court system
 - Died on Calendar
- Family or Medical Leave Benefits (SB 726/HB 655)
 - Prohibits counties from requiring or otherwise regulating employee benefits beyond county employers & contractors
 - Creates workgroup to study issue of statewide medical & sick leave benefits
 - No living wage preemption
 - HB 655 passed, as amended



Public Safety

Lisa Hurley



2013 FAC PrioritiesJuvenile Detention

FAC Position

- Establish a more collaborative and equitable detention model
 - Support dissolution of the current shared state-county detention relationship
 - Eliminate administrative burden for all parties
- FAC Legislative Executive Committee approved budget split approach

Bills

- Appropriations Act (\$71,446,071 cost to counties -\$2,563,332 reduction from FY 12-13)
 - Okaloosa, et al. (#1D12-3929) -Oral Argument May 14, 2013
 - Continue to negotiate language /conditions with Governor's Office of Policy & Budget/DJJ/ Legislature



2013 Bills Public Safety

- Controlled Substances (SB 294/HB 619)
 - Expands Schedule I of the controlled substances register to include 22 new formulas of synthetic drugs
 - Governor <u>signed</u> into law
- Texting While Driving (SB 52/HB 13)
 - Creates "Florida Ban on Texting While Driving Law"; texting, emailing, instant messaging while driving a secondary offense
 - Passed last week of Session
- Pain Management Clinics (SB 1192/HB 831)
 - SB preempted regulation of pain clinics & practitioners
 - Preemption language removed in House Messages
 - <u>Died</u> in Messages



Growth Management &Transportation

Eric Poole



Growth Management & Transportation

Affordable Housing

- Bills to close affordable housing tax exemption loophole that allows for-profit affordable housing developers to transfer ownership to a non-profit entity and receive ad valorem tax exemption
- Recurring fiscal impact: >\$140M by FY17/18
- Loophole fix included in:
 - Stand-alone bills (SB 740/HB 921)
 - Property tax bills (SB 1830/HB 7159)
 - Affordable housing package for the Florida Housing Finance Corporation (SB 928/HB 437)
- HB 437 <u>passed</u> last week of Session



Growth Management & Transportation

Affordable Housing Funding

- \$204 million swept from State and Local Housing Trust Funds
- National Mortgage Settlement 2013 (SB 1852)
 - Appropriates \$202 million as follows:
 - \$40 million SHIP
 - \$60 million SAIL
 - \$52 million Courts
 - \$20 million Habitat for Humanity
 - \$10 million Homeless Initiatives
 - \$10 million Disabled Housing Assistance
 - \$10 million Attorney General



2013 Bills Growth Management & Transportation

- Transportation Concurrency (HB 319/SB 972)
 - Forces counties that have an alternative to traditional transportation concurrency to allow developers to use the proportionate share funding process
 - HB 319 <u>passed</u> last week of Session
- Red-Light Cameras (HB 7125)
 - Specific description for issuing citations for making right turn on red light
 - Passed as part of Highway Safety bill
- Internet Cafes (HB 155/SB 1030)
 - Prohibits operation of Internet cafes
 - Governor <u>signed</u> into Law



2013 Bills Growth Management & Transportation

- Public Private Partnership s(SB 84/HB 85)
 - Creates a statewide process for counties and cities to undertake Public Private Partnership (PPP) initiatives.
 - Creates a separate PPP process for county road projects.
 - The process allows a county to:
 - Receive solicited and unsolicited proposals from a private entity seeking to construct, extend, or improve a county road.
 - Use public funds to pay for such work under certain conditions.
 - Be exempt from s. 255.20 (Local bids and contracts for public construction works).



Environment

Stephen James



Environment

- Ocean Outfalls (SB 444/HB 707)
 - Revises requirements for the elimination of ocean outfalls
- Numeric Nutrient Criteria (SB 1808/HB 7115)
 - Ratifies agreement between the Florida DEP and U.S. EPA, which authorizes implementation of nitrogen and phosphorus limits for streams, downstream waters, springs, lakes & estuaries
- Biodiesel Fuel (SB 522/HB 633)
 - Exempts counties that manufacture biodiesel fuel from bonding, licensing and bonding requirements
- State-Owned & State-Leased Space (HB 1145/SB 1074)
 - Addresses inventory, sales, lease and reporting requirements for state-owned and state-leased property
 - Requirements for county governments <u>removed</u> from bill



Environment

- Environmental Regulation (HB 999/SB 1684)
 - HB 999 passed; further modifies environmental permitting
 - Addresses RAIs, sovereign submerged lands regulations, water supply well permitting program, stormwater permitting
 - "Florida Fertilizer Regulatory Review Commission" and wetlands/water quality exemption for 298 districts removed from final bill on last day of session
- Agricultural Lands (HB 203/SB 1190)
 - Prohibits a "governmental entity" from limiting bona fide farm operations on land classified as agricultural land; prohibits governmental entity from charging an assessment or fee
- **Agritourism** (SB 1106/HB 927)
 - Prohibits local government from limiting an agritourism activity on land classified as agricultural land



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