02/13/1996 14:06 3523341703

STORAGE NAME: h2343.ca

DATE: April 4, 1995

HOUSE OF REPRESENTATIVES COMMITTEE ON COMMUNITY AFFAIRS

BILL ANALYSIS & ECONOMIC IMPACT STATEMENT - LOCAL LEGISLATION

BILL #:

HB 2343

RELATING TO:

The Gaineeville-Alachua County Regional Airport Authority

8PONSQR(8):

Representative Casey

COMPANION BILL(S):

SB 2990 (i)

originating committee(8)/committee(8) of reference:

COMMUNITY AFFAIRS TRANSPORTATION

(2 (3

I. SUMMARY:

This bill amends the charter for the Gainesville-Alachua County Regional Airport Authority (Authority) to change the membership of the Authority from nine to five members, and to clarify that the Authority has exclusive jurisdiction over the operation and maintenance of the Airport and its facilities.

The amendments to the charter will result in changing the designation of the Authority from a depandent to an independent special district as defined by general law.

The attached Economic Impact Statement reflects that the bill would not have a fiscal impact.



7

9

10 11 12

13

A bill to be entitled

An act relating to the Gainesville-Alachua County Regional Airport Authority; amending chapter 86-469, Laws of Florida, as amended; changing the membership, terms, organization, and quorum of the authority; eliminating annual reporting requirements; providing for the privatization of airport operations; removing budget approval by the city commission; deleting obsolete provisions; affirming that the City of Gainesville has no power to operate or maintain the airport and airport facilities; providing for the conveyance of title to the authority; providing an effective date.



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

16 17 18

Section 1. Chapter 86-469, Laws of Florida, as amended by chapter 89-433, Laws of Florida, is amended to read:

19 20 21

Section 1. Short title .-- This act shall be known and may be cited as the "Gainesville-Alachua County Regional Airport Authority Act."

22 23

Section 2. Definitions .-- As used in this act, unless the context otherwise requires:

24 25

(1) "Airport" means any area, of land or water, which 26 is designed for the landing and taking off of aircraft, 27 whether or not facilities are provided for the shelter, servicing, or repair of aircraft or for receiving and discharging passengers or cargo, and all appurtenant areas used or suitable for airport buildings or other airport 31 facilities, and all appurtenant rights-of-way at the area now



CODING: Deletions are stricken; additions are underlined.

10

11

12

16 17

18

19

20

21

22

24

26

27

28

29

30

known and which may hereinafter be known as the Gainesville Regional Airport.

- (2) "Airport facilities" means airport facilities at the area now known as the Gainesville Regional Airport, including, but not limited to, <u>runways</u>, <u>taxiways</u>, <u>taxilanes</u>, <u>aprons</u>, landing-fields; hangars, shops, terminals, buildings and all other facilities necessary or desirable for the landing, taking off, operating, servicing, repairing and parking of aircraft, and the unloading and handling of passengers, mail, express and freight, together with all necessary appurtenances and equipment and all properties, rights, easements and franchises relating thereto and deemed necessary or convenient by the authority in connection therewith. This shall also include the area known on the effective date of this act as the "Airport Industrial Park" and all appurtenant facilities related thereto.
- (3) "Authority" means the Gainesville-Alachua County Regional Airport Authority created herein.
- (4) "Authorized project" means an undertaking, including a capital project, approved by the authority and includes all property rights, easements, and franchises related thereto and deemed necessary or convenient for the construction, acquisition or operation thereof, and embraces any capital expenditure which it the-city-commission deems to be made for a public purpose, including the refunding of any bonded indebtedness which may be outstanding on any existing project which is to be improved by means of a new project.
- (5) "Board of county commissioners" means the Board of County Commissioners of the County of Alachua.
- (6) "Bond" includes bonds, debentures, notes, certificates of indebtedness, mortgage certificates, or other

2

CODING: Deletions are stricken; additions are underlined.



6

10

11

12

13 14 obligations or evidences of indebtedness of any type or character.

- (7) "City" means the City of Gainesville.
- (8) "City commission" means the City Commission of the City of Gainesville.
 - (9) "County" means the County of Alachua.
- (10) "Person" means any individual, firm, partnership, corporation, company, association, joint stock association, or body politic; and includes any trustee, receiver, assignee, or other similar representative thereof.
- (44)--"Procesisting-authority"-means-the-Sainesville Regional-Airport-Authority-created-under-Sainesville-Eity Ordinance-No:-2724/8-82-33:

(11)(12) "Revenue bonds" means obligations of the authority which are payable from revenues derived from sources other than ad valorem taxes on real or tangible personal property and which do not pledge the property, credit, or general tax revenue of the authority or the city.

(12)(13) "Refunding bonds" means bonds issued to refinance outstanding bonds of any type and the interest and redemption premium thereon. Refunding bonds shall be issuable and payable in the same manner as the refinanced bonds, except that no approval by the electorate shall be required unless required by the State Constitution.

Section 3. Gainesville-Alachua County Regional Airport Authority.--

(1) CREATION AND PURPOSE. -- For the purpose of managing and operating the mirport and mirport facilities, there is hereby created a dependent special district to be known as the Gainesville-Alachua County Regional Airport Authority. The exercise by the authority of the powers conferred upon it by

:

CODING: Deletions are stricken; additions are underlined.

)5 16

17

18 19 20

21 22 23

24 25

26

27 28

()°

1 this act will be deemed to be for an essential and proper (2) MEMBERSHIP. -- The powers of the authority shall be vested in its members in office from time to time. There shall be five mine members. As a condition of eligibility for appointment and to hold office, each member shall reside within the city or county. No person shall serve as a member of the authority and, at the same time, hold any publicly elected office in the State of Florida, except for the Mayor of the City of Gainesville, who shall serve ex officio as a member of the authority.

(3) -INITIAL APPOINTMENTS; EXPIRATION OF TERMS.--12 Initial appointments shall be as follows: 13

- (a) The initial-members of the authority shall consist of:
- 1. The Mayor of the City of Gainesville All-members-of the-preexisting-authority; and
- 2. Three (3) members appointed by majority vote of the city commission.
- 3. One (1) member appointed by majority vote of the board of county commissioners. The four-members-separately appointed-by-the-Sovernor-and-the-county-to-the-authority created-by-chapter-85-378;-Law-of-Florida;
- (b)--If-any-of-the-members-designated-in-paragraph-(a) declines-to-serve; -such-office-shall-be-filled-within-39-days of-the-effective-date-of-this-act;-as-follows:
- 1:--The-Governor-shall-replace-by-appointment-any-of the-three-members-appointed-by-him-under-chapter-85-378;-Laws of-Florida;

30 31

CODING: Deletions are stricken; additions are underlined.



11

14

15

16

17 18

19

20 21

22

23 24

26 27



2---The-board-of-county-commissioners-shall-replace-by appointment-the-member-appointed-thereby-under-chapter-35-378;

3:--The-city-commission-shall-replace-by-appointment any-of-the-remaining-members:

(b)(c) The current terms of office term of members any member-initially appointed under chapter 86-469, Laws of Florida, this-act shall expire on June 1, 1995, July-34-of the-year-such-member's-term-was-scheduled-to-expire-under chapter-85-378;-Laws-of-Florida;-or-under-Sainesville-Eity Ordinance-No:--2724/0-82-33;-as-appropriate;-except-that-the term-of-any-such-member-proviously-appointed-by-the-city-who was-also-subsequently-appointed-to-the-authority-created-under chapter-85-378;-Laws-of-Florida;-shall-expire-on-duly-31-of the-year-which-represents-the-later-expiration-date-of-the-two appointments:

(c) The terms of office of authority members shall be 17 staggered so that the terms of office do not all expire the 18 same year. The initial terms of office of one member shall be 19 3 years, one initial term of office shall be 2 years and one 20 initial term of office shall be 1 year, all as designated by the city commission. The initial term of office of one member 22 appointed by the board of county commissioners shall be 3 Subsequently, all members appointed by the city commission and the board of county commissioners shall serve 3-year terms of office beginning on June 1 and expiring on May 31 of the year the member's term is scheduled to expire.

(4) -- SUBSEQUENT-APPSINTHENTS; - TERMS; -- Upon-expiration of-initial-terms-of-office:

(a) -- Subsequent-appointments-shall-be-made-by-the appropriate-appointing-entity-on-or-prior-to-the-date-of

CODING: Deletions are stricken; additions are underlined.



11

12

13

28

31

24

25

-26

expiration-of-the-preceding-term-in-the-same-manner-as described-in-paragraph-{3}{b}:--In-the-event-an-appointment has-not-been-made-by-such-date; -the-Sovernor-shall-make-the appointment-within-20-days-thereafter:

(b)--All-members-shall-serve-3-year-terms-of-office; beginning-on-August-1-and-expiring-on-July-31-of-the appropriate-year.

(4)(5) FILLING OF VACANCIES. -- Except as may be otherwise provided herein, vacancies in office shall be filled for the balance of the term by the appropriate appointing entity;-in-the-same-manner-as-set-forth-in-paragraph-(3)(b); In-such-cases; -the-appointment-shall-be-made-no-later-than-38 days-after-the-office-has-become-vacant:--In-the-event-an appointment-has-not-been-made-by-such-date; -the-Sovernor-shall make-the-appointment-within-28-days-thereafter.

(5)(6) ORGANIZATION; MEETINGS; NOTICE; QUORUM.-

- (a) A chair chairman, vice chair chairman, and secretary/treasurer shall be chosen by and from the authority membership. The chair chairman, vice chair chairman, and secretary/treasurer shall each serve a term of office of 2 years 4-year, and no member shall hold the same office for more than 2 consecutive terms.
- (b)1. The authority shall meet at the call of the chair chairman, at the request of three or more of its members, and at such other times as may be prescribed by rule of the authority.
- 2. The authority shall give reasonable notice of all meetings at least 48 hours prior thereto, which shall be published in a newspaper in general circulation in Alachua County, and shall include agenda items whenever such items involve leasing of any airport property. All meetings of the

CODING: Deletions are stricken; additions are underlined.

27 28

6

10

11

12

13

14

15

16

17

18

19

21

22

23

24

25 26

29



16

21

23

authority shall be so noticed except emergency meetings which shall only be called when there is an immediate danger to the public health, safety or welfare.

(c) The presence of three five members is required to constitute a quorum, and the affirmative vote of a majority of the members present and eligible to vote; but-no-fewer-than four-of-the-members-present-and-eligible-to-vote; is required for any action or recommendation by the authority.

(6)(7) REMOVAL FROM OFFICE. -- A member may be removed by the entity appointing such member, but only upon grounds constituting misfeasance, neglect of duty, incompetence, 11 permanent inability to perform official duties, or commission 12 of a felony. The unexcused failure to attend three consecutive regular meetings of the authority shall be deemed neglect of duty, without limiting the meaning of that term.

(7)(8) RESTRICTIONS.--

17 (m) No person who has transacted business with the authority shall be eligible for appointment to the authority until 3 years after the last transaction. No person who has 19 served on the authority shall be eligible to transact business with the authority until 3 years after the his last date of service. Said transactions include transactions either for oneself or as an employee of, agent for, or consultant to any other person or legal entity. However, nothing in this paragraph shall be construed as prohibiting an appointed member from purchasing supplies or services from any fixedbase operators or temants at the airport or airport industrial park.

(b) No member, officer, agent, or employee of the authority, either for himself or as agent for anyone else, or as a stockholder or owner in any other legal entity, shall

CODING: Deletions are stricken; additions are underlined.

10

11

12

13 14

15

16

17

19 20

21

22

23

24

26 27

28

29

30

1 | participate in or benefit directly or indirectly from any sale, purchase, lease, franchise, contract, or other transaction, entered into by the authority or the city. The provisions of this paragraph shall be cumulative to any general laws of the state which may from time to time be applicable to members, officers, agents or employees of the authority and which require the disclosure of, or prohibit, conflicts of interest.

(8)(9) EXPENSES. -- The members of the authority shall receive no salary or other compensation for their services. The authority shall, however, be authorized to pay reasonable costs and expenses necessarily incurred by the members in performance of their duties.

Section 4. Powers and duties .-- The authority shall have exclusive jurisdiction over the operation and maintenance of, and improvements to, the airport and airport facilities, and pursuant thereto shall have the following powers and duties, which are in addition to all other powers granted by other provisions of this act:

- (1) To enter into contracts and to sue and be sued in its own name.
- (2) To acquire real property in fee simple or any lesser interest or easement in-the-name-of-the-city by purchase, gift, devise, lease or other means if the authority is able to agree with the owners of said property on the terms of such acquisition. To acquire real property in fee simple or any lesser interest or easement in-the-name-of-the-city, as it may deem necessary for the property managing and operation of the airport and airport facilities, by condemnation in the manner provided by the law under which municipalities are authorized to acquire property for public purposes, with full

CODING: Deletions are stricken; additions are underlined.

power to exercise the right of eminent domain for such purposes being hereby granted to said authority as specified in and including all the powers, rights right, and privileges of chapters 73 and 74, Florida Statutes, or any succeeding legislation. For the purposes of making surveys and examinations relative to any condennation proceedings, it shall be lawful to enter upon any land, doing no unnecessary damage. The authority may take possession of any such property to be acquired at any time after the filing of the petition describing the same in condemnation proceedings, as provided in chapters 73 and 74, Florida Statutes. It shall not be precluded from abandoning the condemnation of any such property in any case where possession thereof has not been taken. However; no-condemnation-proceedings-in-exercise-of the-power-of-eminent-domain-shall-be-initiated-or-walld; unless-and-until-the-city-commission-shall;-by-resolution; approve-the-resolution-of-the-authority-and-authorize-by resolution-the-exercise-of-the-power-of-eminent-domain-in-the name-of-the-city-for-the-purposes-set-forth-in-such-resolution of-the-authority: To acquire or lease personal property in the name of the authority or-in-the-name-of-the-city.

- (3) To let or lease the airport and the airport facilities or any portion thereof, and to grant concessions upon such terms and conditions as it shall deem proper.
- (4) To employ an airport manager and other personnel as provided in section 6.
- (5) To accept revenues from the operation of the mirport and mirport facilities and, independently, or in conjunction with the City of Gainesville if required by a granting agency, to accept gifts, grants, and other revenues.

31

CODING: Deletions are stricken; additions are underlined.

28 30

10

11

12

13

14

16

17

18

19

20

21

22

23

24

25

26

11
اء
-
٦
- 1
5
6 1
7 '
8
9 1
10
11
12
13 m
14 5
15 1
16 n
17 pt
18
19 au
20 fr
21 fa
22
23 co
24 air
25
26 air
27

27

- (6) To prepare and propose a budget annually, and to amend it during the fiscal year, as provided in section 5.
- (7) To adopt rules for the regulation of its affairs and the conduct of its business, and rules for the operation of the airport, airport facilities, and aircraft, including, but not limited to, safety and noise abatement rules, and to enforce and administer all such rules.
- (8) To name and rename the airport and airport facilities.
 - (9) To adopt and alter an official seal.
 - (10) To maintain an office within the city.
- (11) To undertake capital projects and repair, equip, aintain, and operate the airport and such buildings, tructures, roads, alleyways, and any other development of and or improvements as the authority shall determine to be ecessary and proper in the performance of the duties and urposes of this act.
- (12) To issue revenue bonds or refunding bonds of the thority pursuant to section 2. 18. Further, to borrow money on available sources to finance airport operations and cilities, excluding the Airport Industrial Park.
- (13) To fix and revise from time to time and to llect rates, fees, and other charges for the use of the rport and airport facilities.
- (14) To pay operating and debt service costs of the port and airport facilities.
- (15) When deemed desirable by the authority, and, when agreed to by the city, to utilize the purchasing authority and capability of the city for such things as, but not limited to, computer services, supplies, equipment, labor, and contractual services. However, all such material and services shall be

paid by the authority out of its own budget and-not-that-of 2 (16) -- Yo-annually-issue-a-report-to-the-city commission; -board-of-county-commissioners; -and-the-Governor-on the-progress-of-the-20-year-master-plan-which-is-being

conducted-on-the-mirport-(16)(17) To do all acts necessary in order to carry out the purposes of this act.

(17)(18) To appoint or employ and constitute its own airport guards or police officers, or to contract with the city, county, or agency of the state to provide law enforcement services and protection through its duly sworn officers, and all such officers shall have full power of arrest to prevent or abate the commission of any offense against the ordinances of the city or county, the laws of this state, or the laws of the United States, when any such offense, or threatened offense occurs upon any airport lands.

(18)(19) To expend funds to advertise and promote the airport, its operations, airport facilities and issues affecting the airport.

(19) To privatize any operation of the airport when deemed in the best interest of the public.

Section 5. Budget.-- 3

- (1) INITIAL BUDGET PROCEDURES. -- The authority shall operate under the annual budget of the preexisting authority for the 1994-1995 1986-1987 fiscal year, but may submit budget amendments pursuant to this section. The fiscal year for the authority shall be October 1 through September 30 of each year concurrent-with-the-fiscal-year-of-the-Eity-of-Bainesville.
- (2) GENERAL BUDGET PROCEDURES. -- For the 1995-1996 1987-1988 fiscal year and each fiscal year thereafter:

CODING: Deletions are stricken; additions are underlined.

13

12

19 20 21

18

22

23 24 25

30

10

12

14

16

18

19

20

21

22

23

24

25 26

27

28

29

30

(a) Prior to preparation of the annual budget as provided in paragraph (b), the authority shall; by the time specified by the city-commission; develop an annual proposed budget consisting of the elements described in paragraph (b), which shall be presented for a public hearing before the citizens of Alachua County. This public hearing shall be noticed as a budget hearing.

(b) Following the public hearing conducted pursuant to paragraph (a), the authority shall prepare an annual budget, consisting of an operating revenue/operating revenue expense account, capital outlay account, capital project account; and such-other-accounts-as-the-city-commission-shall-prescribe; for its operations in the ensuing fiscal year; and the chairman-of-the-authority-shall;-by-the-time-specified-by-the city-commission; -submit-such-budget-to-the-city-commission. At the time the authority prepares its annual budget, it shall adopt a resolution determining and finding the estimated amounts to be expended by the authority in the ensuing year in each account, exclusive of any bonds or other indebtedness of the authority, used to acquire, establish, construct, enlarge, operate and maintain the airport and airport facilities and other facilities related thereto, or for any other corporate purpose of the authority. A-certified-copy-of-such-resolution shall-be-submitted-to-the-city-commission-at-the-same-time that-the-authority-submits-its-annual-budget-referred-to herein:

(c)--The-city-commission-shall-examine-the-budget-and the-certified-copy-of-the-resolution; -and-may; -in-its-sole discretion; -increase-or-decrease-the-total-amount-requested-in each-account-of-the-budget-as-the-city-commission-deems advisable; --The-city-commission-shall-not; -however; -have-the

12

CODING: Deletions are stricken; additions are <u>underlined</u>.

13

16

18

19 20

21

22

24

26 27

28

쉬

power-to-veto-line-items-within-any-account-of-the-budget: The-authority-shall-offer-any-budget-amendments-necessitated by-any-such-increase-or-decrease---Thereafter;-the-city commission-shall-approve-the-budget-of-the-authority;-either as-submitted-or-as-increased-or-decreased-by-amendment;-as aforesaid-

(c)(d)--In-addition-to-budget-amendments-offered-under paragraph-(c); The authority may, at any time within a fiscal year, adopt budget amendments; -provided-that-amy-budget amendment-adopted-by-the-authority-that-increases-the-total budget-shall-be-approved-by-the-city-commission-prior-to 12 taking-effect.

(d)(e) All anticipated revenues to be derived from the operation of the airport and airport facilities shall be included in the budget; provided, however, that any amounts of money, anticipated or actual, including funds in the authority's budget for the preceding fiscal year which remain unencumbered and unexpended from the revenue derived under the budget for the preceding fiscal year, may, by resolution of the authority duly-adopted-and-approved-by-the-city commission, be set aside in a separate fund, to be known and described as a "Renewal and Replacement Fund," and accumulated in said fund from year to year for the purpose of purchasing real and tangible personal property, and building and constructing permanent improvements, replacements, alterations, buildings, and other structures, including, but not limited to, runways, taxi strips and aprons. Such funds may be disbursed from time to time out of the renewal and replacement fund, upon proper resolution of the authority duly 30 adopted-and-approved-by-the-city-commission, solely for the 31 payment of the cost of purchasing real and tangible personal

CODING: Deletions are stricken; additions are underlined.

property, and building and constructing permanent improvements, replacements, alterations, buildings, and other structures, including, but not limited to, runways, taxi strips and aprons.

(e)(f) The authority shall adopt budget procedures to establish the direct and indirect costs of operating and maintaining the airport and airport facilities, as well as the direct income derived therefrom. However, the budget of the authority shall not include the maintenance and upkeep of navigational aids as performed and funded directly by the Federal Aviation Administration.

(g)--The-remaining-balance-in-the-airport-operations and-capital-budget-of-the-airport-enterprise-fund-of-the proexisting-authority-shall-be-transferred-from-the-city budget-to-the-authority-budget-on-January-12;-1987;-except that-up-to-\$18;888-may-be-transferred-on-the-effective-date-of this-act-to-fund-expenses-of-the-authority-in-corrying-out-its functions-specified-in-section-15-of-this-act;

(h) -- The-remaining-balance-in-the-operations-trust-fund established-in-the-State-General-Appropriations-Act-for-1985-1986-shall-be-transferred-from-the-Department-of Transportation-to-the-authority-on-January-12;-1987-

(f)(i) The city, shall; and the county and its other political subdivisions may, by loan or grant, fund budget deficits of the authority, and all may guarantee bonds issued by the authority.

Section 6. Employees. --

(1) The authority shall employ an aviation-experienced manager to administer and manage all operations of the mirport and airport facilities and to supervise all airport projects. The manager shall employ, supervise, and remove all other

CODING: Delations are stricken; additions are underlined.

26

27

5

10

11

12

13

14

15

16

17

18

19

20

21

22 23

24

25

28 29

l employees of the authority. All personnel actions of the 2 authority shall be based upon perit and cause and implemented pursuant to personnel policies of the authority.

(2)(a) The authority shall provide terms and conditions of employment for its employees substantially-equal to-those-enjoyed-by-similarly-situated-city-employees.

(b) -- Those-individuals-employed-in-the-city's-airport department-as-director-or-aviation-and-supervisor-of operations-shall-be-laid-off;-effective-the-close-of-the-work day-January-11;-1987:--The-authority-shail-offer-to-employ; offective-January-12,-1987,-all-such-individuals-employed-in the-city's-airport-department-on-January-11,-1987:--Said individuals-shall-be-offered-employment-with-the-authorit the-same-salary-as-that-which-would-have-been-paid-by-the-city on-January-12;-1987;-and-with-all-their-terms-and-conditions of-employment-being-similar-(in-total)-to-those-they-enjoyed with-the-city-as-of-January-11;-1987;

(c) -- The-current-employees-of-the-Eity-of-Sainesville employed-as-other-than-director-of-aviation-and-supervisor-of operations-with-the-airport-shall-remain-employees-of-the city:--These-employees-shall-continue-in-service-at-the airport-in-accordance-with-the-agreement-entered-inte-pursuant to-this-section: -- The-city-shall; -prior-to-January-12; -1987; contract-with-the-airport-authority-for-the-services-of-these employees: -- This-agreement-shall-include-a-provision-providing for-compensation-to-the-city-at-cost-for-the-services-of-these employees: -- In-the-event-of-a-vacancy-in-a-position; -or-the creation-of-a-new-position-at-the-airport-authority;-the-city shall-fill-the-position-in-accordance-with-the-agreement entered-into-pursuant-to-this-section:--As-an-alternativa; 31 with-consent-of-the-city-commission;-the-muthority-may

CODING: Deletions are stricken; additions are underlined.

30

3

4

7

8

10

13

16 17

18

19

20

22

24

26

directly-employ-other-employees-to-fill-such-vacancies-or-new 2 positions:

(d)--The-agreement-entered-into-pursuant-to-this section-shall-be-for-a-term-of-no-less-than-18-years;
However;-the-city-and-authority-may-renegotiate-the-terms-and conditions-at-any-time:--In-the-event-such-agreement-is terminated;-the-authority-may-directly-employ-its-own employees:

(3) Nothing in this act shall interfere with the rights of the parties to that certain agreement between the authority and the city pursuant to sections 6(c) and (d) of chapter 86-469. Laws of Florida.

Section 7. Relationship between the authority, city, county, and state.—The authority shall have the power and responsibility to operate the airport and airport facilities in a manner consistent with applicable federal, state, county, and city law. The city has no power to operate or maintain the airport and airport facilities. Applicable building codes of the city shall apply to all construction upon the airport, except to the extent that different state or federal requirements are expressly applicable, and except to the extent that the authority or the airport has been made exempt from any requirement of the city by state or federal law. All construction upon the airport shall be subject to inspection by the city on behalf of the state, and the city inspectors may ensure compliance with applicable state regulations for such construction in addition to applicable city regulations.

Section 8. Title to airport land. -- The city may convey This-act-shall-not-affect-the title to the land comprising the Gainesville Regional Airport to the authority for no monetary consideration and Airport-Industrial-Park. Nothing in this

CODING: Deletions are stricken; additions are underlined.



act shall be construed to impair the obligations of any original agreements with the Federal Government or of any agreement between the city or any of its agencies and fixed-base operators of the airport entered into as of the effective date of this act.

Section 9. Bonding power.--

- (1) The authority is empowered and authorized to issue revenue or refunding bonds. The purpose of the bonds shall be to pay all or any part of the cost for the acquisition and development of property by the authority for the design and construction or reconstruction of any authorized project, for equipment, or for refunding of bonds for the same purpose.
- (2) Bonds issued under this section shall be authorized by resolution of the authority. Such bonds may be issued in one or more series and shall bear such date or dates, be payable upon demand or nature at such time or times, be in such denomination or denominations, be in such form, registered or not, with or without coupon, carry such conversion or registration privileges, have such rank or priority, be executed in such manner, be payable in such medium of payment, at such place or places, and be subject to such terms of redemption, with or without premium, be secured in such manner, and have such other characteristics as may be provided by such resolution or ordinance or trust indenture or mortgage issued pursuant thereto. Such bonds shall bear interest at such rate or rates allowed by s. 215.84, Florida Statutes.
- (3) The authority shall determine the terms and manner of sale and distribution or other disposition of any and all bonds it may issue and shall have any and all powers necessary or convenient to such disposition.

CODING: Deletions are stricken; additions are underlined.

)14

12

13

14

15

16

17

18

19

20

21

22

23

25

26

27

28

29 30

31

(4) The authority may establish and administer such sinking funds as it deems necessary or convenient for the payment, purchase, or redemption of any outstanding bonded indebtedness of the authority.

Section 10. Bonding rights. -- The State of Florida does pledge to, and agree with, the Federal Government and any person, firm or corporation, subscribing to, or acquiring the bonds to be issued by the authority for the construction, acquisition, extension, improvement or enlargement of projects, or any part thereof, that the state will not limit or alter the rights hereby vested in the authority until all bonds at any time issued, together with the interest therein, are fully paid and discharged or until provision is made therefor. The State of Florida does further pledge to, and agree with, the Federal Government that in the event that the Federal Government shall construct or contribute any funds for the construction, acquisition, extension, improvement or enlargement of said projects, or any part thereof, the state will not alter or limit the rights and powers of the authority in any manner which would be inconsistent with the continued maintenance and operation of the projects, or any part thereof, or the improvement thereof, or which would be inconsistent with the due performance of any agreements between the authority and the Federal Government, and the authority shall continue to have and may exercise all powers herein granted, so long as the same may be necessary or desirable for the carrying out of the purposes of this act and the purposes of the Federal Government in the construction, or acquisition or improvement or enlargement of said projects, or any part thereof.

CODING: Deletions are stricken; additions are <u>underlined</u>.

Section 11. Effect on other laws. -- This act shall supersede any law, whether general, special or local, establishing an airport authority, and, to the extent inconsistent with this act, any local ordinance or resolution regarding the operation of the airport facility.

Section 12. Building restriction. -- The erection of any new structures or the alteration of any existing structures on the airport that would constitute a hazard to air navigation affecting any facility operated by the authority as the same is defined by the criteria set forth in Regulations of the Administrator, Federal Aviation Agency, Mashington, D.C., is hereby prohibited.

Section 13. Nothing herein shall interfere with any legal action filed by or against the city or predecessor or predecessors of the authority. The authority may become a party in any such action as provided by law. Nothing herein shall impair the right of the city to initiate, pursue, or defend litigation.

Section-14:--Chapter-85-378;-Laws-of-Florida;-is-hereby repealed:

Section-45:--Upon-the-effective-date-of-this-act;-the authority-shall-undertake-all-planning-and-administrative functions-preparatory-to-operating-the-airport-facilities; including-the-proposal-of-amendments-to-the-budget-of-the preexisting-authority;-and-may-enter-into-contracts-to-take effect-no-sooner-than-January-42;-4987;-but-the-authority shall-not-otherwise-take-over-the-operation-of-the-airport-and airport-facilities-until-January-42;-4987;

Section 14.16. Severability. -- (1) If any provision of this act or the application thereof to any person or circumstance is held invalid, the invalidity shall not affect

CODING: Deletions are stricken; additions are underlined.

-1

other provisions or applications of the act which can be given effect without the invalid provisions or applications, and to this end the provisions of this act are declared severable.

(2)--In-particular;-if-all-or-part-of-the-method-of

appointments-provided-by-this-act-is-held-invalid;-the-offices filled-by-the-invalid-appointments-shall-be-considered-vacant and-such-vacancies-shall-be-filled-by-the-Governor;-if-the-act 8 can-be-held-walid-by-such-alternative-method:--If-the-act cannot-be-held-walid-if-the-Sovernor-so-fills-such-inwalid 10 appointments; the offices of all-nine members shall be considered-vacant-and-shall-all-be-filled-for-the-remainder-of 11 12 the-vacant-terms-at-a-general-election-if-held-within-98-days of-such-vacancies;-or-if-not-held-within-that-time;-at-a 13 14 special-election-paid-for-out-of-the-budget-of-the-authority 15 and-held-by-the-board-of-county-commissioners-for-that purpose; -in-accordance-with-election-laws-currently-in-force 16 in-the-county;-except-that-any-term-filled-that-would-be 17 shorter-than-one-year-shall-be-filled-at-such-election-for-one 18 19 additional-year-

Section 2. This act shall take effect on June 1, 1995.

This publication was produced at an average cost of 1.12 cents per single page in compliance with the Rules and for the information of members of the Legislature and the public.

27 28

25 26

20

3

02/13/1996 14:06 3523341703

STORAGE NAME: h2343.ca

DATE: April 4, 1995

PAGE 2

II. SUBSTANTIVE ANALYSIS:

A. PRESENT SITUATION:

Special Districts

A special district is defined as a local unit of government that has a specific purpose and a limited boundary, and is created by general law, special act, local ordinance, or by rule of the Governor and Cabinet. Special districts have unique functions and powers that are prescribed by law.

Special districts in Florida have either independent or dependent status. A dependent special district is defined as one that either has: 1) a governing body that is identical to the governing body of a single county or municipality; 2) governing board members that are appointed by a single county or municipal governing board; 3) a governing body whose members may be removed by a single county or municipality; or 4) a budget that must be approved or vetoed by a single county or municipality. The miliage that a dependent special district can tax is limited by the miliage cap of the controlling local government.

An independent special district, on the other hand, has a governing board and budget that are not controlled by a local county or municipal government. A referendum vote by the electors determines the millage levied by an independent special district and the rate which the district can charge is not limited by the local millage cap. By definition, a special district that spans more than one county must be independent, unless the district lies wholly within the boundaries of a single municipality.

The Gainesville-Alachus County Airport Authority

The Gainesville-Alachua County Airport Authority (Authority) was originally created by chapter 85-378, Laws of Florida. This bill transferred jurisdiction over the operation, maintenance, and improvement of the Gainesville Airport (Airport) to the Authority from the City of Gainesville. Prior to 1985, the Airport was managed as a division of the City's Buildings and Grounds Department. Pursuant to the 1985 act, the City of Gainesville retained limited authority to approve the Authority's budget and retained title to Airport property.

in 1986, because of a legal challenge to the 1985 act, a new charter was adopted by the Lagislature in chapter 88-489, Laws of Florida. This act eliminated legal defects of the 1985 act. Chapter 86-469, Laws of Florida, provides that the Authority has nine members and has jurisdiction over operation, maintenance, and improvements to the Airport and its facilities. It also gives the Authority the ability to enter into contracts; sue and be sued in its own name; let or lease the Airport and it facilities; employ a manager and other personnel; accept revenues from the operation of the Airport; undertake capital projects; issue revenue bonds; and fix and collect fees and other charges for the use of the Airport and its facilities. The Authority may prepare a proposed budget which must be approved by the City of Gainesville Commission.

The 1986 charter has been amended one time. Chapter 89-433, Laws of Florida, provides that the Authority may acquire land in the name of the City by eminent domain; appoint guards or police with full police powers; and expend funds to advertise and promote the Airport.

STANDARD FORM 11/90

rock for marketing our many and account of

DATE: April 4, 1995

PAGE 3

The Authority is listed as a dependent district on the 1994 Official List of Special Districts, compiled by the Department of Community Affairs. This designation is due to the fact that paragraph (2) (c) of section 5 of chapter 86-469, Laws of Florida, gives the City of Gainesville the authority to approve the budget of the Authority.

The City of Gainesville has been involved in three active lawsuits and two dismissed lawsuits involving the Authority and one of its tenants at the Airport known as "Kenn-Air," for many years. On Tuesday, March 29, 1995, oral arguments were heard for Kenn-Air v. City of Gainesville and the Gainesville-Alachus County Airport Authority, Case No. 92-2923-CA. In this case, the City takes the position that it is not liable for the acts of the Authority. Kenn-Air, on the other hand, argues that the City is liable for the acts of the Authority under the provisions of the charter. Because of the Issues in this case, the City desires to establish that the Authority is an independent authority and that the City is not liable for the actions of the Authority.

B. EFFECT OF PROPOSED CHANGES:

This bill will change the Gainesville-Alachua County Regional Airport Authority from a dependent special district to an independent special district as defined by chapter 189, F.S., by removing from the City of Gainesville the authority to approve the budget of the Authority.

This bill amends the charter for the Gainesville-Alachua County Regional Airport Authority to:

- Change the membership of the Authority from nine to five members.
- Allow the Mayor of the City of Gainesville to serve ex officio as a member of the Authority, notwithstanding the requirement that members of the Authority not hold any publicly elected office in the state.
- State that the members of the Authority shall be: the Mayor of the City of Gainesville, three members appointed by majority vote of the City of Gainesville Commission, and one member appointed by the Board of County Commissioners for Alachua County.
- Terminate the terms of office of current members of the Authority on June 1, 1995.
- Provide that terms of members, other than initial terms of office, shall be 3 year terms and shall begin on June 1 and expire on May 31, instead of beginning on August 1 and expiring on July 31.
- Provide that the chair, vice-chair, and secretary/treasurer, shall serve for 2 years instead of 1 year.
- Provide that the presence of three members constitutes a quorum.
- Give the Authority exclusive jurisdiction over the operation and maintenance of the airport and airport facilities, and clarify that the City of Gainesville has no power to operate or maintain the airport and airport facilities.

DATE: April 4, 1995

AGE 4

- Delete the requirement that the budget of the Authority be submitted to the City of Gainesville Commission, and delete the City's authority to amend the budget and approve the budget.
- Allow the City of Gainesville to convey title to lands comprising the Gainesville Regional Airport to the Authority for no monetary consideration.

These changes to the charter will result in changing the designation of the Authority from a dependent to an independent special district as defined in chapter 189, F.S.

C. LAWS OF FLORIDA/FLORIDA STATUTES AFFECTED:

Chapter 86-469, Laws of Florida, as amended by chapter 89-433, Laws of Florida.

D. SECTION-BY-SECTION ANALYSIS:

Section 1: Chapter 86-469, Laws of Florida, as amended by chapter 89-433, Laws of Florida, is amended to do the following:

- Delete the definition of "preexisting authority" from the charter of the Gainesville-Alachua County Regional Airport Authority.
- Change the membership of the Authority from nine to five members.
- 3) Allow the Mayor of the City of Gainesville to serve ex officio as a member of the Authority, notwithstanding the requirement that members of the Authority not hold any publicly elected office in the state.
- 4) State that the members of the Authority shall be: the Mayor of the City of Gainesville, three members appointed by majority vote of the City of Gainesville Commission, and one member appointed by the Board of County Commissioners for Alachus County.
- Terminate the terms of office of current members of the Authority on June 1, 1995.
- 6) Allow for staggered terms of office for new members of the Authority.
- 7) Provide that terms of members, other than initial terms of office, shall be 3 year terms and shall begin on June 1 and expire on May 31, instead of beginning on August 1 and expiring on July 31.
- Provide that the chair, vice-chair, and secretary/treasurer, shall serve for 2 years instead of 1 year.
- 9) Provide that the presence of three members constitutes a quorum.
- 10) Give the Authority exclusive jurisdiction over the operation and maintenance of the airport and airport facilities, and clarify that the City of Gainesville has no power to operate or maintain the airport and airport facilities.
- 11) Delete the requirement that real property must be acquired in the name of the City of Gainesville and allow it to be acquired by the Authority exclusively.

STANDARD FORM 11/90

DATE: April 4, 1995

PAGE 5

- 12) Delete the requirement that the City of Gainesville must approve the Authority's exercise of the power of eminent domain.
- 13) Delete the requirement that the Authority issue a report to the city and county commissions and the Governor on the progress of the 20 year master plan for the airport.
- 14) Allow the privatization of sirport operations when deemed in the best interest of the public.
- 15) State that the budget year is from October 1 to September 30 of each year.
- 16) Delete the requirement that the budget of the Authority be submitted to the City of Gainesville Commission, and delete the City's authority to amend the budget and approve the budget.
- 17) Delete obsolete language relating the transfer of city employees to the Authority.
- 18) Allow the City of Gainesville to convey title to lands comprising the Gainesville Regional Airport to the Authority for no monetary consideration.
- 19) Repeal the repeal of chapter 85-378, Laws of Florida.
- 20) Delete language relating to the transfer of the airport to the Authority from the City of Gainesville.
- 21) Delete language relating to the appointment of vacancies by the Governor if the appointment method in the act is determined invalid.

Section 2: Provides that the act shall take effect on June 1, 1995.

III. NOTICE/REFERENDUM AND OTHER REQUIREMENTS:

A. NOTICE PUBLISHED? Yes [X] No []

IF YES, WHEN? February 5, 1995

WHERE? The Gainesville Sun, Gainesville, Florida

B. REFERENDUM(S) REQUIRED? Yes [] No [X]

IF YES, WHEN?

- C. LOCAL BILL CERTIFICATION FILED? Yes, attached [X] No []
- D. ECONOMIC IMPACT STATEMENT FILED? Yes, attached [X] No [1]

DATE: April 4, 1995

PAGE 6

V. COMMENTS:

Independent District Creation

The Legislature recreated the Authority in 1986 and designated it as a dependent special district with an annual budget that must be submitted to and approved by the city commission. Chapter 189, Florida Statuss, "the Uniform Special District Accountability Act of 1989" provides definitions that confirm the Authority's status as a dependent district.

For special districts created after 1989, section 189.4041, Florida Statutes, provides that a charter for a dependent special district "shall be adopted only by ordinance of a county or municipal governing body having jurisdiction over the area affected." As a dependent district created by special act of the Legislature, the Authority constitutes a pre-1989 relic inconsistent with the intent of chapter 189, Florida Statues, which is to have independent districts governed by special act and dependent districts governed by local ordinance.

This bill reestablishes the Authority as an independent district. Chapter 189, Florida Statutes, does not distinguish between newly created independent districts that have had no prior existence in any form and those that previously existed as some other kind of entity. According to section 189.404, Florida Statutes, a special act creating an Independent district is constitutionally prohibited unless certain minimum standards are met. Subsections (2) and (3) of section 189.404, Florida Statutes, provide:

(2) SPECIAL ACTS PROHIBITED.-Pursuant to s. 11(a)(21), Art. III of the State Constitution, the Lagislature hereby prohibits special laws or general laws of local application which:

(a) Create independent special districts that do not, at a minimum, conform to

the minimum requirements in subsection (3);

(b) Exempt independent special district elections from the appropriate requirements in s. 189,405;

(c) Exempt an independent special district from the requirements for bond

referenda in s. 189.408;

(d) Exempt an independent special district from the reporting, notice, or public meetings requirements of s. 189.4085, s. 189.415, s. 189.417, or s.189.418;

(a) Create an independent special district for which a statement has not been submitted to the Legislature that documents the following:

The purpose of the proposed district;
 The authority of the proposed district;
 An explanation of why the district is the best alternative; and

4. A resolution or official statement of the governing body or an appropriate administrator of the local jurisdiction within which the proposed district is located stating that the creation of the proposed district is consistent with the approved local government plans of the local governing body and that the local government has no objection to the creation of the proposed district.

14171 11 1EF+304_014_8988

(3) MINIMUM REQUIREMENTS,-General laws or special acts that create or authorize the creation of independent special districts and are enacted after September 30, 1989, must address and require the following in their charters:

(a) The purpose of the district.

DATE: April 4, 1995

PAGE 7

(b) The powers, functions, and duties of the district regarding ad valorem taxation, bond issuance, other revenue-raising capabilities, budget preparation and approval, liens and foreclosure of liens, use of tax deads and tax certificates as appropriate for non-ad valorem assessments, and contractual agreements.

(c) The methods for establishing and dissolving the district.

(d) The method for amending the charter of the district.
(e) The membership and organization of the governing board of the district. If a district created after September 30, 1989, uses a one-acre/one-vote election principle, it shall provide for a governing board consisting of five members. Three members shall constitute a quorum.

(f) The maximum compensation of a governing board member.(g) The administrative duties of the governing board of the district.

(h) The applicable financial disclosure, noticing, and reporting requirements.

(i) If a district has authority to issue bonds, the procedures and requirements for issuing bonds.

(j) The procedures for conducting any district elections or referende required and the qualifications of an elector of the district.

(k) The methods for financing the district.

(i) If an independent special district has the authority to levy ad valorem taxes, other than taxes levied for the payment of bonds and taxes levied for periods not longer than 2 years when authorized by vote of the electors of the district, the millage rate that is authorized.

(m) The method or methods for collecting non-ad valorem assessments, fees,

or service charges.

(n) Planning requirements.

(o) Geographic boundary limitations.

Many of the minimum requirements for creating an independent special district are included in this bill establishing the charter for the Authority. For example, the purpose and authority of the district are explained in the bill. Also required is an explanation as to why the establishment of the Authority as an independent district is the best alternative. Considering that the other minimum requirements for establishing an independent district by special act that are not currently a part of this bill could be addressed by simple amendments to the bill, amendments to complete these minimum requirements, such as an explanation of the planning that will be required of this entity as an independent district, is recommended.

Pending Litigation

Pending litigation involves the responsibility or liability of the City of Gainesville for actions taken by the Authority toward Kenn Air, one of its tenants. The tenant asserts that, because the Authority is a dependent special district, there was a principle/agent relationship between the City of Gainesville and the Authority. Consequently, the City is responsible and liable for the actions of the Authority. In any event, any alleged liability of the City is presumably within the waiver of sovereign immunity limitations of section 768.28, Fiorida Statutes, 1994 Supplement.

Part of the basis for the tenant's assertion that the City is liable for the actions of the Authority, a dependent district, is <u>Hernando County v. Fiorida Department of Community Affairs</u>, 626 So.2d 1330 (Fis. 1993), reh'g denied, (Dec. 14, 1993). In this case, the Florida Supreme Court states that dependent districts are not "distinct entities." The Court also refers to dependent districts as "governmental units whose primary actions de facto are controlled by a single county or municipality."

DATE: April 4, 1995

PAGE 8

The Hemando case does not, however, settle the matter or go so far as to establish a principle/agent or master/servant relationship between a local government and its dependent special district. All special districts, dependent as well as independent, are defined by section 189.403, Florida Statutes, as having special purpose or purposes "implemented by specialized functions and related prescribed powers." Moreover, in Hemando, the Florida Supreme Court was only resolving whether a dependent district was a distinct entity or controlled by a single county or municipality for the purpose of determining if the district falls within the constitutionally imposed 10 mil cap on municipal and county ad valorem taxation.

This bill reestablishes or recreates the Authority as an independent district. Although the change in status from dependent to independent might have an impact on future litigation involving the Authority and the City of Gainesville, it should have no effect on pending litigation and decisions regarding the City's liability for past actions or activities of the Authority prior to the effective date of this act. If the primary purpose of this bill is to influence the decisions of the court with regard to pending lawsuits, this bill will not accomplish that purpose.

The Sponsor's statement of intent states:

The purpose of this legislation is to clarify both the legal and authoritative relationship between the City of Gainesville and the Gainesville Regional Airport Authority.

V. AMENDMENTS OR COMMITTEE SUBSTITUTE CHANGES:

Proposed Amendment 1: Amends the bill to change the proposed membership of the Authority to include two members appointed by a majority vote of the Gainesville City Commission and two members appointed by a majority vote of the Alachua County Commissioners, instead of three members appointed by a majority vote of the Gainesville City Commission and one member appointed by a majority vote of the Alachua County Commissioners.

VI. SIGNATURES:

COMMITTEE ON COMMUNITY AFFAIRS: Prepared by:

Donna Erich

Staff Director: