1	A bill to be entitled
2	An act relating to affordable housing; amending ss.
3	125.01055 and 166.04151, F.S.; deleting a provision
4	related to the authorization of multifamily and mixed-
5	use residential development uses in any area zoned for
6	industrial use; prohibiting counties and
7	municipalities, respectively, from restricting the
8	floor area ratio of certain proposed developments
9	under certain circumstances; providing that the
10	density or floor area ratio of certain developments,
11	bonuses, variances, or other special exceptions are
12	not included in the calculation of the currently
13	allowed density or floor area ratio by counties and
14	municipalities, respectively; revising prohibitions
15	relating to counties' and municipalities' restrictions
16	of the height of certain proposed developments,
17	respectively; authorizing counties and municipalities,
18	respectively, to restrict the height of proposed
19	developments under certain circumstances; providing
20	that certain factors may not be taken into account in
21	the calculation of the currently allowed height;
22	prohibiting the administrative approval by counties
23	and municipalities, respectively, of a proposed
24	development within a specified proximity to a military
25	installation; making technical changes; revising
	Dage 1 of 19

Page 1 of 18

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

26 applicability; authorizing specified developments to 27 be treated as a conforming use; amending s. 196.1978, 28 F.S.; revising the definition of the term "newly 29 constructed"; defining the term "substantial rehabilitation"; revising conditions for when 30 31 multifamily projects are considered property used for 32 a charitable purpose and are eligible to receive an ad 33 valorem property tax exemption; making technical 34 changes; requiring property appraisers to make certain exemptions from ad valorem property taxes; providing 35 36 the method for determining the value of a unit for 37 certain purposes; requiring property appraisers to 38 review certain applications and make certain 39 determinations; authorizing property appraisers to request and review additional information; authorizing 40 41 property appraisers to grant exemptions only under certain conditions; revising requirements for property 42 owners seeking a certification notice from the Florida 43 44 Housing Finance Corporation; providing that a certain determination by the corporation does not constitute 45 46 an exemption; specifying requirements for a market 47 value analysis; conforming provisions to changes made 48 by the act; providing for retroactive application; 49 amending s. 333.03, F.S.; excluding certain proposed developments from specified airport zoning provisions; 50

Page 2 of 18

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

75

51 amending s. 420.5096, F.S.; making technical changes; 52 providing an appropriation; providing an effective 53 date. 54 Be It Enacted by the Legislature of the State of Florida: 55 56 57 Section 1. Paragraphs (a) through (d), (f), and (h) of subsection (7) of section 125.01055, Florida Statutes, are 58 59 amended, and subsection (8) is added to that section, to read: 60 125.01055 Affordable housing.-(7) (a) A county must authorize multifamily and mixed-use 61 residential as allowable uses in any area zoned for commercial τ 62 industrial, or mixed use if at least 40 percent of the 63 64 residential units in a proposed multifamily rental development are, for a period of at least 30 years, affordable as defined in 65 66 s. 420.0004. Notwithstanding any other law, local ordinance, or regulation to the contrary, a county may not require a proposed 67 68 multifamily development to obtain a zoning or land use change, 69 special exception, conditional use approval, variance, or 70 comprehensive plan amendment for the building height, zoning, 71 and densities authorized under this subsection. For mixed-use residential projects, at least 65 percent of the total square 72 footage must be used for residential purposes. 73 74 A county may not restrict the density or floor area (b)

Page 3 of 18

ratio of a proposed development authorized under this subsection

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

2024

76	below the highest <u>currently</u> allowed density <u>or floor area ratio</u>
77	on any unincorporated land in the county where residential
78	development is allowed <u>under the county's land development</u>
79	regulations. The currently allowed density or floor area ratio
80	does not include the density or floor area ratio of any
81	development that meets the requirements of this subsection or
82	any bonuses, variances, or other special exceptions for density
83	or floor area ratio provided in the county's land development
84	regulations as incentives for development.
85	(c) A county may not restrict the height of a proposed
86	development authorized under this subsection below the highest
87	currently allowed height for a commercial or residential
88	building development located in its jurisdiction within one-
89	<u>quarter</u> 1 mile of the proposed development or 3 stories,
90	whichever is higher. If the height of each building on property
91	adjacent to the proposed development is 3 stories or less, the
92	county may restrict the height of the proposed development to
93	125 percent of the tallest building on property adjacent to the
94	proposed development or 3 stories, whichever is higher. The
95	currently allowed height does not include the height of any
96	development that meets the requirements of this subsection or
97	any bonuses, variances, or other special exceptions for height
98	provided in the county's land development regulations as
99	incentives for development.
100	(d) A proposed development authorized under this
	Dago / of 18

Page 4 of 18

101 subsection must be administratively approved and no further 102 action by the board of county commissioners is required if the 103 development satisfies the county's land development regulations 104 for multifamily developments in areas zoned for such use and is 105 otherwise consistent with the comprehensive plan, with the exception of provisions establishing allowable densities, 106 107 height, and land use. Such land development regulations include, but are not limited to, regulations relating to setbacks and 108 109 parking requirements. A proposed development located within onequarter mile of a military installation identified in s. 110 111 163.3175(2) may not be administratively approved.

For proposed multifamily developments in an 112 (f) 113 unincorporated area zoned for commercial or industrial use which 114 is within the boundaries of a multicounty independent special 115 district that was created to provide municipal services and is 116 not authorized to levy ad valorem taxes, and less than 20 117 percent of the land area within such district is designated for 118 commercial or industrial use, a county must authorize, as 119 provided in this subsection, such development only if the 120 development is mixed-use residential.

(h) This subsection does not apply to <u>airport-impacted</u> areas as provided in s. 333.03 property defined as recreational and commercial working waterfront in s. 342.201(2)(b) in any area zoned as industrial.

125

(8) Any development authorized under paragraph (7) (a) must

Page 5 of 18

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

126 be treated as a conforming use even after the expiration of 127 subsection (7) and the development's affordability period as 128 provided in paragraph (7)(a), notwithstanding the county's 129 comprehensive plan, future land use designation, or zoning. If 130 at any point during the development's affordability period the development violates the affordability period requirement 131 provided in paragraph (7)(a), the development must be allowed a 132 133 reasonable time to cure such violation. If the violation is not 134 cured within a reasonable time, the development must be treated 135 as a nonconforming use. 136 Section 2. Paragraphs (a) through (d), (f), and (h) of subsection (7) of section 166.04151, Florida Statutes, are 137 amended, and subsection (8) is added to that section, to read: 138 139 166.04151 Affordable housing.-140 (7) (a) A municipality must authorize multifamily and 141 mixed-use residential as allowable uses in any area zoned for 142 commercial, industrial, or mixed use if at least 40 percent of 143 the residential units in a proposed multifamily rental 144 development are, for a period of at least 30 years, affordable 145 as defined in s. 420.0004. Notwithstanding any other law, local 146 ordinance, or regulation to the contrary, a municipality may not 147 require a proposed multifamily development to obtain a zoning or 148 land use change, special exception, conditional use approval, 149 variance, or comprehensive plan amendment for the building height, zoning, and densities authorized under this subsection. 150

Page 6 of 18

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

151

152

For mixed-use residential projects, at least 65 percent of the total square footage must be used for residential purposes.

153 (b) A municipality may not restrict the density or floor area ratio of a proposed development authorized under this 154 155 subsection below the highest currently allowed density or floor 156 area ratio on any land in the municipality where residential 157 development is allowed under the municipality's land development 158 regulations. The currently allowed density or floor area ratio 159 does not include the density or floor area ratio of any 160 development that meets the requirements of this subsection or any bonuses, variances, or other special exceptions for density 161 162 or floor area ratio provided in the municipality's land 163 development regulations as incentives for development.

164 A municipality may not restrict the height of a (C) 165 proposed development authorized under this subsection below the 166 highest currently allowed height for a commercial or residential 167 building development located in its jurisdiction within one-168 quarter mile 1 mile of the proposed development or 3 stories, 169 whichever is higher. If the height of each building on property 170 adjacent to the proposed development is 3 stories or less, the municipality may restrict the height to 125 percent of the 171 172 tallest building on property adjacent to the proposed 173 development or 3 stories, whichever is higher. The currently 174 allowed height does not include the height of any development 175 that meets the requirements of this subsection or any bonuses,

Page 7 of 18

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

176 variances, or other special exceptions for height provided in 177 the municipality's land development regulations as incentives 178 for development.

179 (d) A proposed development authorized under this 180 subsection must be administratively approved and no further 181 action by the governing body of the municipality is required if 182 the development satisfies the municipality's land development 183 regulations for multifamily developments in areas zoned for such 184 use and is otherwise consistent with the comprehensive plan, 185 with the exception of provisions establishing allowable 186 densities, height, and land use. Such land development regulations include, but are not limited to, regulations 187 188 relating to setbacks and parking requirements. A proposed 189 development located within one-quarter mile of a military installation identified in s. 163.3175(2) may not be 190 191 administratively approved.

(f) A municipality that designates less than 20 percent of the land area within its jurisdiction for commercial or industrial use must authorize a proposed multifamily development as provided in this subsection in areas zoned for commercial or industrial use only if the proposed multifamily development is mixed-use residential.

(h) This subsection does not apply to <u>airport-impacted</u>
 areas as provided in s. 333.03 property defined as recreational
 and commercial working waterfront in s. 342.201(2)(b) in any

Page 8 of 18

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

2024

201	area zoned as industrial.
202	(8) Any development authorized under paragraph (7)(a) must
203	be treated as a conforming use even after the expiration of
204	subsection (7) and the development's affordability period as
205	provided in paragraph (7)(a), notwithstanding the municipality's
206	comprehensive plan, future land use designation, or zoning. If
207	at any point during the development's affordability period the
208	development violates the affordability period requirement
209	provided in paragraph (7)(a), the development must be allowed a
210	reasonable time to cure such violation. If the violation is not
211	cured within a reasonable time, the development must be treated
212	as a nonconforming use.
213	Section 3. Subsection (3) of section 196.1978, Florida
214	Statutes, is amended to read:
215	196.1978 Affordable housing property exemption
216	(3)(a) As used in this subsection, the term:
217	1. "Corporation" means the Florida Housing Finance
218	Corporation.
219	2. "Newly constructed" means an improvement or the
220	substantial rehabilitation of an existing improvement to real
221	property which was substantially completed within 5 years before
222	the date of an applicant's first submission of a request for <u>a</u>
223	certification <u>notice</u> or an application for an exemption pursuant
224	to this <u>subsection</u> section, whichever is earlier.
225	3. "Substantially completed" has the same meaning as in s.
	Page 9 of 18
	5

226 192.042(1).

227 <u>4. "Substantial rehabilitation" means the repair or</u> 228 restoration of a unit which increases the market value of such 229 <u>unit by at least 40 percent.</u>

(b) Notwithstanding ss. 196.195 and 196.196, portions of property in a multifamily project are considered property used for a charitable purpose and are eligible to receive an ad valorem property tax exemption if such portions <u>meet all of the</u> following conditions:

235 1. Provide affordable housing to natural persons or 236 families meeting the income limitations provided in paragraph 237 (d).÷

238 2.<u>a.</u> Are within a newly constructed multifamily project 239 that contains more than 70 units dedicated to housing natural 240 persons or families meeting the income limitations provided in 241 paragraph (d); <u>or</u>

b. Are within a newly constructed multifamily project in
an area of critical state concern, as designated by s. 380.0552
or chapter 28-36, Florida Administrative Code, which contains
more than 10 units dedicated to housing natural persons or
families meeting the income limitations provided in paragraph
(d). and
Are rented for an amount that does not exceed the

249 amount as specified by the most recent multifamily rental 250 programs income and rent limit chart posted by the corporation

Page 10 of 18

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

and derived from the Multifamily Tax Subsidy Projects Income Limits published by the United States Department of Housing and Urban Development or 90 percent of the fair market value rent as determined by a rental market study meeting the requirements of paragraph (1) (m), whichever is less.

(c) If a unit that in the previous year <u>received</u> qualified for the exemption under this subsection and was occupied by a tenant is vacant on January 1, the vacant unit is eligible for the exemption if the use of the unit is restricted to providing affordable housing that would otherwise meet the requirements of this subsection and a reasonable effort is made to lease the unit to eligible persons or families.

263

(d)1. The property appraiser shall exempt:

264 a. Seventy-five percent of the assessed value of the units 265 in multifamily projects that meet the requirements of this 266 subsection and are Qualified property used to house natural 267 persons or families whose annual household income is greater 268 than 80 percent but not more than 120 percent of the median 269 annual adjusted gross income for households within the 270 metropolitan statistical area or, if not within a metropolitan 271 statistical area, within the county in which the person or family resides; and, must receive an ad valorem property tax 272 273 exemption of 75 percent of the assessed value.

274 <u>b.2.</u> From ad valorem property taxes the units in 275 multifamily projects that meet the requirements of this

Page 11 of 18

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

276 <u>subsection and are</u> Qualified property used to house natural 277 persons or families whose annual household income does not 278 exceed 80 percent of the median annual adjusted gross income for 279 households within the metropolitan statistical area or, if not 280 within a metropolitan statistical area, within the county in 281 which the person or family resides, is exempt from ad valorem 282 property taxes.

283 <u>2. When determining the value of a unit for purposes of</u> 284 <u>applying an exemption pursuant to this paragraph, the property</u> 285 <u>appraiser must include in such valuation the proportionate share</u> 286 <u>of the residential common areas, including the land, fairly</u> 287 attributable to such unit.

To be eligible to receive an exemption under this 288 (e) 289 subsection, a property owner must submit an application on a 290 form prescribed by the department by March 1 for the exemption, 291 accompanied by a certification notice from the corporation to 292 the property appraiser. The property appraiser shall review the 293 application and determine whether the applicant meets all of the 294 requirements of this subsection and is entitled to an exemption. 295 A property appraiser may request and review additional 296 information necessary to make such determination. A property 297 appraiser may grant an exemption only for a property for which 298 the corporation has issued a certification notice and which the 299 property appraiser determines is entitled to an exemption. 300 (f) To receive a certification notice, a property owner

Page 12 of 18

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

301 must submit a request to the corporation for certification on a 302 form provided by the corporation which includes all of the 303 following:

The most recently completed rental market study meeting
 the requirements of paragraph (1) (m).

306 2. A list of the units for which the property owner seeks307 an exemption.

308 3. The rent amount received by the property owner for each 309 unit for which the property owner seeks an exemption. If a unit 310 is vacant and qualifies for an exemption under paragraph (c), 311 the property owner must provide evidence of the published rent 312 amount for each vacant unit.

313 4. If the units for which the property owner seeks an 314 exemption have been substantially rehabilitated but have not 315 been certified previously by the corporation pursuant to 316 paragraph (g), a market value analysis meeting the requirements 317 of paragraph (m) demonstrating that the units meet the 318 definition of substantial rehabilitation in subparagraph (a)4. 319 After receiving an initial certification notice for 320 substantially rehabilitated units, a property owner is not required to submit a new market value analysis when requesting 321 certification notices for subsequent years. 322

323 <u>5.</u> A sworn statement, under penalty of perjury, from the
324 applicant restricting the property for a period of not less than
325 3 years to housing persons or families who meet the income

Page 13 of 18

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

326 limitations under this subsection.

(g) The corporation shall review the request for <u>a</u> certification <u>notice</u> and certify <u>whether a</u> property that meets the <u>eligibility</u> criteria of <u>paragraphs</u> (b) and (c) this subsection. A determination by the corporation regarding a request for <u>a</u> certification <u>notice</u> does not constitute <u>a grant</u> of an exemption pursuant to this subsection or final agency action pursuant to chapter 120.

If the corporation determines that the property meets
 the eligibility criteria for an exemption under this subsection,
 the corporation must send a certification notice to the property
 owner and the property appraiser.

338 2. If the corporation determines that the property does 339 not meet the eligibility criteria, the corporation must notify 340 the property owner and include the reasons for such 341 determination.

(h) The corporation shall post on its website the deadline
to submit a request for <u>a</u> certification <u>notice</u>. The deadline
must allow adequate time for a property owner to submit a timely
application for exemption to the property appraiser.

(i) The property appraiser shall review the application
and determine if the applicant is entitled to an exemption. A
property appraiser may grant an exemption only for a property
for which the corporation has issued a certification notice.
(i) If the property appraiser determines that for any year

Page 14 of 18

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

2024

351 during the immediately previous 10 years a person who was not 352 entitled to an exemption under this subsection was granted such 353 an exemption, the property appraiser must serve upon the owner a 354 notice of intent to record in the public records of the county a 355 notice of tax lien against any property owned by that person in 356 the county, and that property must be identified in the notice 357 of tax lien. Any property owned by the taxpayer and situated in 358 this state is subject to the taxes exempted by the improper 359 exemption, plus a penalty of 50 percent of the unpaid taxes for 360 each year and interest at a rate of 15 percent per annum. If an 361 exemption is improperly granted as a result of a clerical 362 mistake or an omission by the property appraiser, the property 363 owner improperly receiving the exemption may not be assessed a 364 penalty or interest.

365 <u>(j)(k)</u> Units subject to an agreement with the corporation 366 pursuant to chapter 420 recorded in the official records of the 367 county in which the property is located to provide housing to 368 natural persons or families meeting the extremely-low-income, 369 very-low-income, or low-income limits specified in s. 420.0004 370 are not eligible for this exemption.

371 (k)(1) Property receiving an exemption pursuant to s.
 372 196.1979 is not eligible for this exemption.

373 <u>(1)(m)</u> A rental market study submitted as required by 374 <u>subparagraph (f)1.</u> paragraph (f) must identify the fair market 375 value rent of each unit for which a property owner seeks an

Page 15 of 18

376 exemption. Only a certified general appraiser as defined in s. 377 475.611 may issue a rental market study. The certified general 378 appraiser must be independent of the property owner who requests 379 the rental market study. In preparing the rental market study, a 380 certified general appraiser shall comply with the standards of 381 professional practice pursuant to part II of chapter 475 and use 382 comparable property within the same geographic area and of the 383 same type as the property for which the exemption is sought. A 384 rental market study must have been completed within 3 years 385 before submission of the application.

386 (m) A market value analysis submitted as required by 387 subparagraph (f)4. must identify the change in the market value 388 of the unit attributable to the rehabilitation of the unit, 389 expressed as a percentage of the market value before the 390 rehabilitation, for each unit that has undergone rehabilitation. 391 Only a certified general appraiser as defined in s. 475.611 may 392 issue a market value analysis. The certified general appraiser 393 must be independent of the property owner who requests the 394 market value analysis. In preparing the market value analysis, a 395 certified general appraiser shall comply with the standards of 396 professional practice pursuant to part II of chapter 475 and use 397 comparable property within the same geographic area and of the 398 same type as the property for which the exemption is sought. 399 (n) The corporation may adopt rules to implement this section. 400

Page 16 of 18

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

401 This subsection first applies to the 2024 tax roll and (\circ) 402 is repealed December 31, 2059. 403 Section 4. The amendments made by this act to s. 196.1978, 404 Florida Statutes, are intended to be remedial and clarifying in 405 nature and apply retroactively to January 1, 2024. 406 Section 5. Present subsection (5) of section 333.03, 407 Florida Statutes, is redesignated as subsection (6), and a new subsection (5) is added to that section, to read: 408 409 333.03 Requirement to adopt airport zoning regulations.-(5) Sections 125.01055(7) and 166.04151(7) do not apply to 410 411 any of the following: 412 (a) A proposed development within 10,000 feet of the nearest point of any existing airport runway or planned airport 413 414 runway identified in the local government's airport master plan. 415 (b) A proposed development within any airport noise zone 416 identified in the federal land use compatibility table. 417 (c) A proposed development that exceeds maximum height 418 restrictions identified in the political subdivision's airport 419 zoning regulation adopted pursuant to this section. Section 6. Subsection (3) of section 420.5096, Florida 420 421 Statutes, is amended to read: 422 420.5096 Florida Hometown Hero Program.-423 (3) For loans made available pursuant to s. 424 420.507(23)(a)1. or 2., the corporation may underwrite and make 425 those mortgage loans through the program to persons or families

Page 17 of 18

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

2024

426 who have household incomes that do not exceed 150 percent of the 427 state median income or local median income, whichever is 428 greater. A borrower must be seeking to purchase a home as a 429 primary residence; must be a first-time homebuyer and a Florida 430 resident; and must be employed full-time by a Florida-based 431 employer. The borrower must provide documentation of full-time 432 employment_{au} or full-time status for self-employed individuals_{au} 433 of 35 hours or more per week. The requirement to be a first-time 434 homebuyer does not apply to a borrower who is an active duty 435 servicemember of a branch of the armed forces or the Florida National Guard, as defined in s. 250.01, or a veteran. 436 437 Section 7. For the 2024-2025 fiscal year, from the funds 438 received and deposited into the General Revenue Fund from the 439 state's allocation from the federal Coronavirus State Fiscal Recovery Fund created under the American Rescue Plan Act of 440 441 2021, Pub. L. No. 117-2, the sum of \$100 million in nonrecurring 442 funds is appropriated to the State Housing Trust Fund for use by 443 the Florida Housing Finance Corporation to implement the Florida

444 Hometown Hero Program established in s. 420.5096, Florida

445 Statutes.

446

Section 8. This act shall take effect upon becoming a law.

Page 18 of 18