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Introduced by Council Member Carlucci and Co-Sponsored by Council Members Ferraro, Freeman, Priestly Jackson, Newby, DeFoor, Morgan, Hazouri and Dennis:

## RESOLUTION 2019-864

A RESOLUTION STRONGLY OPPOSING THE PASSAGE OF HOUSE BILL 653 WHICH WOULD PROHIBIT MUNICIPAL UTILITIES ELECTRIC FROM USING SPECIFIED REVENUES TO FINANCE GENERAL GOVERNMENTAL FUNCTIONS; DIRECTING LEGISLATIVE SERVICES TO CIRCULATE THE RESOLUTION ТО THE FLORIDA LEGISLATURE; REQUESTING EMERGENCY PASSAGE UPON INTRODUCTION; PROVIDING AN EFFECTIVE DATE.

WHEREAS, JEA is independent authority within an the consolidated City of Jacksonville, which is authorized to own, manage and operate a utilities system; and

WHEREAS, as consideration for the unique relationship between the City of Jacksonville and JEA, as a tax-exempt entity within the consolidated government, and in recognition of the shared attributes with the consolidated City of Jacksonville in connection with its electric, water, and sewer distribution systems, there is an annual assessment upon JEA in each fiscal year; and

WHEREAS, the JEA assessments for the last several years are reflected as follows: for fiscal year 2016-2017 - \$115,329,413; for fiscal year 2017-2018 - \$116,482,708; for fiscal year 2018-2019 -\$117,647,535; for fiscal year 2019-2020 - \$118,824,010; for fiscal year 2020-2021 - \$120,012,250; for fiscal year 2021-2022 -\$121,212,373; and for fiscal year 2022-2023 - \$122,424,496; and

WHEREAS, JEA has also contributed additional funding in recent years to the City to be used in conjunction with the City's program

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for septic tank removal and remediation, which benefits the public health and safety of the community to which it serves;

WHEREAS, a bill has been introduced at the state level (House Bill 653), which would eliminate contributions to a city by a municipally owned utility for any funds except for any funds to be used on direct utility expenses; and

WHEREAS, passage and implementation of House Bill 653, if applicable to JEA, could have detrimental impact to the City and could hamstring or possibly extinguish the symbiotic relationship that the City and JEA have established over the last two decades; and

WHEREAS, the Council finds that the potential harm to the City of Jacksonville and JEA is sufficient that the Council should inform the Florida Legislature that it is opposed to House Bill 653 in its current form and urges that the Florida Legislature withdraw or defeat the bill; now therefore

BE IT RESOLVED by the Council of the City of Jacksonville:

Section 1. Council's Strong Opposition for House Bill 653. The City Council strongly opposes and urges the Florida Legislature to defeat passage of House Bill 653, which would prohibit municipal electric utilities from using specified revenues to finance general governmental functions.

Section 2. Direction to Chief of Legislative Services

Division. The Chief of Legislative Services for the City Council is

hereby directed to provide a copy of this resolution to the Florida

Legislature, the Duval County Legislative Delegation, and the

Speaker of the House.

Section 3. Requesting Emergency Passage Upon Introduction

Pursuant to Council Rule 4.901 Emergency. Emergency passage upon introduction of this legislation is requested. The nature of the emergency is that the Florida Legislature is scheduled to take up

the legislation in early January and the Council would like to provide comments before they take action.

Section 4. Effective Date. This Resolution shall become effective upon signature by the Mayor or upon becoming effective without the Mayor's signature.

Form Approved:

## /s/ Paige H. Johnston

Office of General Counsel

Legislation Prepared By: Paige H. Johnston

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