$\mathbf{B}\mathbf{y}$  the Committee on Commerce and Economic Opportunities; and Senator Silver

## 310-1698-99

1	A bill to be entitled
2	An act relating to empowerment zones; creating
3	s. 290.0491, F.S.; creating the "Florida
4	Empowerment Zone Act"; defining terms;
5	providing legislative intent; providing for
6	administration by the Department of Community
7	Affairs; providing an appropriation; providing
8	requirements for eligibility; providing an
9	effective date.
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11	Be It Enacted by the Legislature of the State of Florida:
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13	Section 1. Section 290.0491, Florida Statutes, is
14	created to read:
15	290.0491 Florida Empowerment Zones
16	(1) SHORT TITLE This section may be cited as the
17	"Florida Empowerment Zone Act."
18	(2) DEFINITIONSAs used in this section, the term:
19	(a) "Department" means the Department of Community
20	Affairs.
21	(b) "Federal Empowerment Zone Program" means the
22	empowerment zone program established in 26 U.S.C. s. 1391 et
23	seq.
24	(c) "Nominated area" means an area nominated for
25	participation in the Federal Empowerment Zone Program.
26	(d) "Sponsoring designee" means the lead entity that
27	applied for and received the empowerment zone designation, but
28	does not include other entities that joined in the
29	application.
30	(3) LEGISLATIVE INTENT The Legislature recognizes
31	that it is in the public interest that the state create

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economic opportunity in poverty-stricken areas and rebuild such areas by empowering the people and communities within these areas to create jobs and opportunities. The U.S. Congress in 1997 provided that an additional 20 areas may be designated as federal empowerment zones by January 1, 1999, and, as such, be eligible for federal funding under the Federal Empowerment Zone Program. The Legislature seeks to promote local governments in submitting the strongest possible proposals under the Federal Empowerment Zone Program by establishing a companion state empowerment zone program.

- (4) EMPOWERMENT ZONE PROGRAM. -- There is created an economic development program to be known as the Florida Empowerment Zone Program. The program shall exist for 10 years and, except as otherwise provided by law, be operated by the Department of Community Affairs in conjunction with the Federal Empowerment Zone Program.
- (5) FUNDING.--Beginning in fiscal year 1999-2000, the sum of \$5,250,000 is appropriated to the Department of Community Affairs from the General Revenue Fund each year during the 10-year program. The funds must be distributed by the department to each sponsoring designee within the state which was announced in January 1999 as having the Federal Empowerment Zone designation under 26 U.S.C. s. 1391(g) or to each community that was awarded in January 1999 the Rural Enterprise Community designation, except that the Department of Community Affairs may retain up to 2 percent of the annual appropriation for state administrative costs associated with the program. From those funds, at least \$4.9 million but no more than \$5 million must be distributed to an urban sponsoring designee and at least \$245,000 but no more than 31 \$250,000 must be distributed to a rural sponsoring designee or

1 Rural Enterprise Community, if the rural sponsoring designee or Rural Enterprise Community has matched the amount with 2 3 local funds. The funds must be used for the benefit of the nominated area and are contingent upon the sponsoring designee 4 5 or Rural Enterprise Community receiving Empowerment Zone or 6 Enterprise Community funds under federal law and meeting the 7 local-match requirements imposed by the Federal Empowerment or 8 Enterprise Community regulations and this section. 9 (6) GENERAL POWERS OF THE DEPARTMENT OF COMMUNITY 10 AFFAIRS. -- The department has all the powers necessary to carry 11 out the purposes of the Florida Empowerment Zone Program including the power to adopt and enforce rules not 12 inconsistent with this section for the administration of the 13 fund. The department shall evaluate the performance of the 14 15 Florida Empowerment Zone program recipients against the milestones, outcomes, and performance measures contained in 16 17 the application's strategic plan as submitted for designation 18 as an empowerment zone. 19 Section 2. This act shall take effect upon becoming a 20 law. 21 22 23 24 25 26 27 28 29 30 31

1	STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN
2	COMMITTEE SUBSTITUTE FOR Senate Bill 214
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4	This committee substitute differs from Senate Bill 214 in that
5	it:
6	Appropriates \$250,000 each year for 10 years in state general revenue for Immokalee as a supplement to federal grants of equal value awarded under a federal "Enterprise Community"
7	designation.
8	Allows the Department of Community Affairs to retain up to 2 percent of the annual state appropriations for costs
9	associated with administering the federal grants and state appropriations. The 2 percent is to come out of the \$5.25
10	million in annual state appropriations for Miami-Dade County and Immokalee.
11 12	Directs the Department of Community Affairs to evaluate the performance of Empowerment Zone program recipients.
13	Adds the term "sponsoring designee" to the list of definitions and defines the term to mean the lead entity that applied for
14	and received the empowerment zone designation.
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