Florida House of Representatives - 2000

By the Committee on Tourism and Representatives Sembler, Sobel and Crow

1	A bill to be entitled
2	An act relating to spring training franchise
3	facilities; amending s. 212.20, F.S.; providing
4	for a monthly distribution of a portion of
5	revenues under chapter 212, F.S., to certified
6	facilities for retained spring training
7	franchises for a specified period; providing an
8	aggregate limit on monthly distributions to all
9	certified facilities for a retained spring
10	training franchise; amending s. 288.1162, F.S.;
11	redefining the term "new spring training
12	franchise facility"; providing for
13	certification of facilities for a retained
14	spring training franchise by the Office of
15	Tourism, Trade, and Economic Development;
16	providing certification requirements; providing
17	for competitive evaluation of applications for
18	funding; providing evaluation criteria;
19	providing for use of funds distributed pursuant
20	to s. 212.20, F.S., to such facilities;
21	requiring the Office of Tourism, Trade, and
22	Economic Development to certify a specified
23	number of sports facilities, and a specified
24	number of facilities for retained spring
25	training franchises, under s. 288.1162, F.S.;
26	providing an effective date.
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28	WHEREAS, Major League Baseball Spring Training has been
29	a part of Florida's history since the early 1900's with teams
30	such as the 1999 World Champion New York Yankees training in
31	this state continuously since 1919, and
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1 WHEREAS, each year over 1.5 million fans enjoy Major 2 League Baseball Spring Training games at the 19 spring 3 training facilities located around the state which contributes over \$300 million in economic impact to our state's economy, 4 5 and б WHEREAS, Major League Baseball Spring Training is an 7 integral part of Florida's history and our economy and has a 8 rich tradition of offering affordable entertainment to 9 Florida's visitors, our children, and our seniors, NOW, THEREFORE, 10 11 12 Be It Enacted by the Legislature of the State of Florida: 13 14 Section 1. Paragraph (f) of subsection (6) of section 212.20, Florida Statutes, is amended to read: 15 16 212.20 Funds collected, disposition; additional powers of department; operational expense; refund of taxes 17 adjudicated unconstitutionally collected .--18 (6) Distribution of all proceeds under this chapter 19 20 shall be as follows: (f) The proceeds of all other taxes and fees imposed 21 22 pursuant to this chapter shall be distributed as follows: In any fiscal year, the greater of \$500 million, 23 1. minus an amount equal to 4.6 percent of the proceeds of the 24 25 taxes collected pursuant to chapter 201, or 5 percent of all 26 other taxes and fees imposed pursuant to this chapter shall be 27 deposited in monthly installments into the General Revenue 28 Fund. 29 Two-tenths of one percent shall be transferred to 2. 30 the Solid Waste Management Trust Fund. 31

After the distribution under subparagraphs 1. and 1 3. 2 2., 9.653 percent of the amount remitted by a sales tax dealer 3 located within a participating county pursuant to s. 218.61 shall be transferred into the Local Government Half-cent Sales 4 5 Tax Clearing Trust Fund. 4. After the distribution under subparagraphs 1., 2., 6 7 and 3., 0.054 percent shall be transferred to the Local 8 Government Half-cent Sales Tax Clearing Trust Fund and distributed pursuant to s. 218.65. 9 5. Of the remaining proceeds: 10 The department shall distribute Beginning July 1, 11 а. 12 1992,\$166,667 shall be distributed monthly pursuant to s. 13 288.1162 by the department to each applicant that has been 14 certified as a "facility for a new professional sports franchise" or a "facility for a retained professional sports 15 franchise" pursuant to s. 288.1162. Up to and \$41,667 shall be 16 distributed monthly by the department to each applicant that 17 has been certified as a "facility for a retained new spring 18 19 training franchise facility" pursuant to s. 288.1162; however, 20 not more than \$208,335 may be distributed monthly in the aggregate to all certified facilities for a retained spring 21 22 training franchise. Distributions shall begin 60 days following such certification and shall continue for not more 23 than 30 years. Nothing contained in this paragraph herein 24 25 shall be construed to allow an applicant certified pursuant to 26 s. 288.1162 to receive more in distributions than actually 27 expended by the applicant for the public purposes provided for 28 in s. 288.1162(6)(7). However, a certified applicant is 29 entitled to shall receive distributions up to the maximum amount allowable and undistributed under this section for 30 31

additional renovations and improvements to the facility for
 the franchise without additional certification.

b. Beginning 30 days after notice by the Office of Tourism, Trade, and Economic Development to the Department of Revenue that an applicant has been certified as the professional golf hall of fame pursuant to s. 288.1168 and is open to the public, \$166,667 shall be distributed monthly, for up to 300 months, to the applicant.

9 Beginning 30 days after notice by the Department of с. Commerce to the Department of Revenue that the applicant has 10 11 been certified as the International Game Fish Association World Center facility pursuant to s. 288.1169, and the 12 13 facility is open to the public, \$83,333 shall be distributed monthly, for up to 180 months, to the applicant. 14 This distribution is subject to reduction pursuant to s. 288.1169. 15

16 6. All other proceeds shall remain with the General17 Revenue Fund.

18 Section 2. Section 288.1162, Florida Statutes, is 19 amended to read:

20 288.1162 Professional sports franchises; spring 21 training franchises; duties.--

(1) The Office of Tourism, Trade, and Economic Development shall serve as the state agency for screening applicants for state funding pursuant to s. 212.20 and for certifying an applicant as a "facility for a new professional sports franchise," a "facility for a retained professional sports franchise," or a "facility for a retained mew spring training franchise facility."

(2) The Office of Tourism, Trade, and Economic
Development shall develop rules for the receipt and processing
of applications for funding pursuant to s. 212.20.

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1 (3) As used in this section, the term: 2 "New professional sports franchise" means a (a) 3 professional sports franchise that is not based in this state 4 prior to April 1, 1987. 5 (b) "Retained professional sports franchise" means a б professional sports franchise that has had a league-authorized 7 location in this state on or before December 31, 1976, and has 8 continuously remained at that location, and has never been 9 located at a facility that has been previously certified under any provision of this section. 10 11 (4) Prior to certifying an applicant as a "facility 12 for a new professional sports franchise" or a "facility for a 13 retained professional sports franchise," the Office of 14 Tourism, Trade, and Economic Development must determine that: 15 (a) A "unit of local government" as defined in s. 16 218.369 is responsible for the construction, management, or operation of the professional sports franchise facility or 17 holds title to the property on which the professional sports 18 19 franchise facility is located. (b) The applicant has a verified copy of a signed 20 agreement with a new professional sports franchise for the use 21 22 of the facility for a term of at least 10 years, or in the case of a retained professional sports franchise, an agreement 23 for use of the facility for a term of at least 20 years. 24 25 (c) The applicant has a verified copy of the approval 26 from the governing authority of the league in which the new 27 professional sports franchise exists authorizing the location 28 of the professional sports franchise in this state after April 29 1, 1987, or in the case of a retained professional sports franchise, verified evidence that it has had a 30 31 league-authorized location in this state on or before December 5

31, 1976. The term "league" means the National League or the
 American League of Major League Baseball, the National
 Basketball Association, the National Football League, or the
 National Hockey League.

(d) The applicant has projections, verified by the Office of Tourism, Trade, and Economic Development, which demonstrate that the new or retained professional sports franchise will attract a paid attendance of more than 300,000 annually.

(e) The applicant has an independent analysis or
study, verified by the Office of Tourism, Trade, and Economic
Development, which demonstrates that the amount of the
revenues generated by the taxes imposed under chapter 212 with
respect to the use and operation of the professional sports
franchise facility will equal or exceed \$2 million annually.

(f) The municipality in which the facility for a new or retained professional sports franchise is located, or the county if the facility for a new or retained professional sports franchise is located in an unincorporated area, has certified by resolution after a public hearing that the application serves a public purpose.

(g) The applicant has demonstrated that it has provided, is capable of providing, or has financial or other commitments to provide more than one-half of the costs incurred or related to the improvement and development of the facility.

(h) No applicant previously certified under any
provision of this section who has received funding under such
certification shall be eligible for an additional
certification.

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1 (5)(a) As used in this section, the term "retained new 2 spring training franchise means a spring training franchise 3 that has been is not based in this state prior to January 1, 4 2000 July 1, 1990. 5 (b) (b) (6) Prior to certifying an applicant as a "facility 6 for a retained new spring training franchise facility," the 7 Office of Tourism, Trade, and Economic Development must 8 determine that: 9 1.(a) A "unit of local government" as defined in s. 10 218.369 is responsible for the acquisition, construction, 11 management, or operation of the facility for a retained new 12 spring training franchise facility or holds title to the 13 property on which the facility for a retained new spring 14 training franchise facility is located. 15 2.(b) The applicant has a verified copy of a signed 16 agreement with a retained new spring training franchise for the use of the facility for a term of at least 15 years. 17 3.(c) The applicant has a financial commitment to 18 provide 50 percent or more of the funds required by an 19 20 agreement for the acquisition, construction, or renovation use of the facility for a retained by the new spring training 21 22 franchise. The agreement can be contingent upon the awarding of funds under this section and other conditions precedent to 23 24 use by the spring training franchise. 25 (d) The proposed facility for the new spring training franchise is located within 20 miles of an interstate or other 26 27 limited-access highway system. 28 4.(e) The applicant has projections, verified by the 29 Office of Tourism, Trade, and Economic Development, which demonstrate that the facility for a retained new spring 30 31 7

1 training franchise facility will attract a paid attendance of 2 at least 50,000 annually. 3 <u>5.(f)</u> The facility for a retained new spring training

4 franchise facility is located in a county that is levying a 5 tourist development tax pursuant to s. 125.0104(3)(b), (c), (d), and (l), at the rate of 4 percent by March 1, 1992, and, 6 7 87.5 percent of the proceeds from such tax are dedicated for 8 the construction of a spring training complex. 9 (c) The Office of Tourism, Trade, and Economic Development shall competitively evaluate applications for 10 11 funding of a facility for a retained spring training 12 franchise. Applications must be submitted by October 1, 2000, 13 with certifications to be made by January 1, 2001. If the 14 number of applicants exceeds five and the aggregate funding 15 request of all applications exceeds \$208,335 per month, the 16 office shall rank the applications according to a selection 17 criteria, certifying the highest ranked proposals. The evaluation criteria shall include, with priority given in 18 descending order to the following items: 19 20 1. The intended use of the funds by the applicant, 21 with priority given to the construction of a new facility. 22 2. The length of time that the existing franchise has been located in the state, with priority given to retaining 23 24 franchises that have been in the same location the longest. 25 3. For those teams leasing a spring training facility 26 from a unit of local government, the remaining time on the 27 lease for facilities used by the spring training franchise,

28 with priority given to the shortest time period remaining on 29 the lease.

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1	4. The duration of the future-use agreement with the
2	retained spring training franchise, with priority given to the
3	future-use agreement having the longest duration.
4	5. The amount of the local match, with priority given
5	to the largest percentage of local match proposed.
6	6. The net increase of total active recreation space
7	owned by the applying unit of local government following the
8	acquisition of land for the spring training facility, with
9	priority given to the largest percentage increase of total
10	active recreation space.
11	7. The location of the facility in a brownfield, an
12	enterprise zone, a community redevelopment area, or other area
13	of targeted development or revitalization included in an Urban
14	Infill Redevelopment Plan, with priority given to facilities
15	located in these areas.
16	8. The projections on paid attendance attracted by the
17	facility and the proposed effect on the economy of the local
18	community, with priority given to the highest projected paid
19	attendance.
20	(d) Funds may not be expended to subsidize privately
21	owned and maintained facilities for use by the spring training
22	franchise or to relocate an existing spring training franchise
23	to another unit of local government within the state.
24	(6) (7) An applicant certified as a facility for a new
25	professional sports franchise or a facility for a retained
26	professional sports franchise or as a <u>facility for a retained</u>
27	new spring training franchise facility may use funds provided
28	pursuant to s. 212.20 only for the public purpose of paying
29	for the <u>acquisition,</u> construction, reconstruction, or
30	renovation of a facility for a new professional sports
31	franchise, a facility for a retained professional sports
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franchise, or a facility for a retained new spring training 1 2 franchise facility or to pay or pledge for the payment of debt 3 service on, or to fund debt service reserve funds, arbitrage rebate obligations, or other amounts payable with respect to, 4 5 bonds issued for the acquisition, construction, reconstruction, or renovation of such facility or for the 6 7 reimbursement of such costs or the refinancing of bonds issued 8 for such purposes.

(7)(8) The Office of Tourism, Trade, and Economic 9 Development shall notify the Department of Revenue of any 10 11 facility certified as a facility for a new professional sports franchise or a facility for a retained professional sports 12 13 franchise or as a facility for a retained new spring training 14 franchise facility. The Office of Tourism, Trade, and Economic Development shall may certify no more than eight 15 facilities as facilities for a new professional sports 16 franchise or, as facilities for a retained professional sports 17 franchise and shall certify at least five, or as facilities 18 for retained new spring training franchises franchise 19 facilities, including in such total any facilities certified 20 by the Department of Commerce before July 1, 1996. The office 21 22 may make no more than one certification for any facility. The office may not certify funding for less than the requested 23 amount to any applicant certified as a facility for a retained 24 25 spring training franchise.

26 (8)(9) The Department of Revenue may audit as provided 27 in s. 213.34 to verify that the distributions pursuant to this 28 section have been expended as required in this section. Such 29 information is subject to the confidentiality requirements of 30 chapter 213. If the Department of Revenue determines that the 31 distributions pursuant to this section have not been expended

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as required by this section, it may pursue recovery of such
 funds pursuant to the laws and rules governing the assessment
 of taxes.

4 (9) (10) An applicant is shall not be qualified for 5 certification under this section if the franchise formed the basis for a previous certification, unless the previous б 7 certification was withdrawn by the facility or invalidated by 8 the Office of Tourism, Trade, and Economic Development or the Department of Commerce before any funds were distributed 9 pursuant to s. 212.20. This subsection does not disqualify an 10 11 applicant if the previous certification occurred between May 12 23, 1993, and May 25, 1993; however, any funds to be 13 distributed pursuant to s. 212.20 for the second certification 14 shall be offset by the amount distributed to the previous certified facility. Distribution of funds for the second 15 16 certification shall not be made until all amounts payable for the first certification have been distributed. 17 Section 3. This act shall take effect upon becoming a 18 19 law. 20 21 22 23 24 25 26 27 28 29 30 31