Florida Senate - 2000

By the Committee on Comprehensive Planning, Local and Military Affairs; and Senators Latvala, Laurent, Myers, Kurth, Sullivan and Carlton

	316-1776-00
1	A bill to be entitled
2	An act relating to spring training facilities;
3	amending s. 212.20, F.S.; providing for the
4	distribution of specified sales tax proceeds
5	for professional sports facilities; amending s.
6	288.1162, F.S.; redefining the term "new spring
7	training franchise"; directing the Department
8	of Tourism, Trade, and Economic Development to
9	provide funding for a limited number of
10	facilities for retained spring training
11	franchises; providing criteria for setting
12	priorities; providing an effective date.
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14	WHEREAS, Major League Baseball Spring Training has been
15	a part of Florida's history since the early 1900's with teams
16	such as the 1999 World Champion New York Yankees training in
17	this state continuously since 1919, and
18	WHEREAS, each year over 1.5 million fans enjoy Major
19	League Baseball Spring Training games at the 19 spring
20	training facilities located around the state which contributes
21	over \$300 million in economic impact to our state's economy,
22	and
23	WHEREAS, Major League Baseball Spring Training is an
24	integral part of Florida's history and our economy and has a
25	rich tradition of offering affordable entertainment to
26	Florida's visitors, our children, and our seniors, NOW,
27	THEREFORE ,
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29	Be It Enacted by the Legislature of the State of Florida:
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Florida Senate - 2000 316-1776-00

1 Section 1. Paragraph (f) of subsection (6) of section 2 212.20, Florida Statutes, is amended to read: 3 212.20 Funds collected, disposition; additional powers 4 of department; operational expense; refund of taxes 5 adjudicated unconstitutionally collected .-б (6) Distribution of all proceeds under this chapter 7 shall be as follows: 8 (f) The proceeds of all other taxes and fees imposed 9 pursuant to this chapter shall be distributed as follows: 10 1. In any fiscal year, the greater of \$500 million, 11 minus an amount equal to 4.6 percent of the proceeds of the taxes collected pursuant to chapter 201, or 5 percent of all 12 13 other taxes and fees imposed pursuant to this chapter shall be 14 deposited in monthly installments into the General Revenue Fund. 15 Two-tenths of one percent shall be transferred to 16 2. 17 the Solid Waste Management Trust Fund. 3. After the distribution under subparagraphs 1. and 18 19 2., 9.653 percent of the amount remitted by a sales tax dealer 20 located within a participating county pursuant to s. 218.61 21 shall be transferred into the Local Government Half-cent Sales 22 Tax Clearing Trust Fund. 4. After the distribution under subparagraphs 1., 2., 23 24 and 3., 0.054 percent shall be transferred to the Local Government Half-cent Sales Tax Clearing Trust Fund and 25 distributed pursuant to s. 218.65. 26 27 5. Of the remaining proceeds: 28 The department shall distribute Beginning July 1, a. 29 1992,\$166,667 shall be distributed monthly pursuant to s. 288.1162 by the department to each applicant that has been 30 31 certified as a "facility for a new professional sports

1 franchise" or a "facility for a retained professional sports 2 franchise" pursuant to s. 288.1162. Up to and \$41,667 shall be 3 distributed monthly by the department to each applicant that 4 has been certified as a "facility for a retained new spring 5 training franchise facility "pursuant to s. 288.1162; however, б not more than \$208,335 may be distributed monthly in the 7 aggregate to all certified facilities for a retained spring 8 training franchise. Distributions shall begin 60 days 9 following such certification and shall continue for not more 10 than 30 years. Nothing contained in this paragraph herein 11 shall be construed to allow an applicant certified pursuant to s. 288.1162 to receive more in distributions than actually 12 13 expended by the applicant for the public purposes provided for 14 in s. 288.1162(7). However, a certified applicant is entitled to shall receive distributions up to the maximum amount 15 allowable and undistributed under this section for additional 16 17 renovations and improvements to the facility for the franchise without additional certification. 18 19 b. Beginning 30 days after notice by the Office of 20 Tourism, Trade, and Economic Development to the Department of 21 Revenue that an applicant has been certified as the professional golf hall of fame pursuant to s. 288.1168 and is 22 open to the public, \$166,667 shall be distributed monthly, for 23 24 up to 300 months, to the applicant. 25 Beginning 30 days after notice by the Department of c. Commerce to the Department of Revenue that the applicant has 26 27 been certified as the International Game Fish Association 28 World Center facility pursuant to s. 288.1169, and the 29 facility is open to the public, \$83,333 shall be distributed monthly, for up to 180 months, to the applicant. 30 This 31 distribution is subject to reduction pursuant to s. 288.1169. 3

1 6. All other proceeds shall remain with the General 2 Revenue Fund. 3 (7) For the 1999-2000 fiscal year only, the use of funds allocated to the Solid Waste Management Trust Fund shall 4 5 be as provided in the General Appropriations Act. There is 6 transferred \$15.5 million for surface water improvement and 7 management projects and \$10 million for the aquatic weed 8 control program from revenues provided by this section. This 9 subsection is repealed on July 1, 2000. 10 Section 2. Section 288.1162, Florida Statutes, is 11 amended to read: 288.1162 Professional sports franchises; spring 12 13 training franchises; duties.--(1) The Office of Tourism, Trade, and Economic 14 15 Development shall serve as the state agency for screening applicants for state funding pursuant to s. 212.20 and for 16 17 certifying an applicant as a "facility for a new professional sports franchise," a "facility for a retained professional 18 19 sports franchise," or a "facility for a retained new spring 20 training franchise facility." (2) The Office of Tourism, Trade, and Economic 21 Development shall develop rules for the receipt and processing 22 of applications for funding pursuant to s. 212.20. 23 24 (3) As used in this section, the term: 25 "New professional sports franchise" means a (a) professional sports franchise that is not based in this state 26 27 prior to April 1, 1987. 28 "Retained professional sports franchise" means a (b) 29 professional sports franchise that has had a league-authorized location in this state on or before December 31, 1976, and has 30 31 continuously remained at that location, and has never been 4 CODING: Words stricken are deletions; words underlined are additions. **Florida Senate - 2000** 316-1776-00

located at a facility that has been previously certified under
 any provision of this section.

3 (4) Prior to certifying an applicant as a "facility
4 for a new professional sports franchise" or a "facility for a
5 retained professional sports franchise," the Office of
6 Tourism, Trade, and Economic Development must determine that:

7 (a) A "unit of local government" as defined in s.
8 218.369 is responsible for the construction, management, or
9 operation of the professional sports franchise facility or
10 holds title to the property on which the professional sports
11 franchise facility is located.

(b) The applicant has a verified copy of a signed agreement with a new professional sports franchise for the use of the facility for a term of at least 10 years, or in the case of a retained professional sports franchise, an agreement for use of the facility for a term of at least 20 years.

17 (c) The applicant has a verified copy of the approval 18 from the governing authority of the league in which the new 19 professional sports franchise exists authorizing the location 20 of the professional sports franchise in this state after April 1, 1987, or in the case of a retained professional sports 21 franchise, verified evidence that it has had a 22 league-authorized location in this state on or before December 23 24 31, 1976. The term "league" means the National League or the 25 American League of Major League Baseball, the National Basketball Association, the National Football League, or the 26 National Hockey League. 27

(d) The applicant has projections, verified by the Office of Tourism, Trade, and Economic Development, which demonstrate that the new or retained professional sports 31

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1 franchise will attract a paid attendance of more than 300,000 2 annually. 3 (e) The applicant has an independent analysis or study, verified by the Office of Tourism, Trade, and Economic 4 5 Development, which demonstrates that the amount of the б revenues generated by the taxes imposed under chapter 212 with 7 respect to the use and operation of the professional sports 8 franchise facility will equal or exceed \$2 million annually. 9 (f) The municipality in which the facility for a new 10 or retained professional sports franchise is located, or the 11 county if the facility for a new or retained professional sports franchise is located in an unincorporated area, has 12 certified by resolution after a public hearing that the 13 14 application serves a public purpose. (g) The applicant has demonstrated that it has 15 provided, is capable of providing, or has financial or other 16 17 commitments to provide more than one-half of the costs 18 incurred or related to the improvement and development of the 19 facility. 20 (h) No applicant previously certified under any provision of this section who has received funding under such 21 certification shall be eligible for an additional 22 certification. 23 24 (5)(a) As used in this section, the term "retained new 25 spring training franchise" means a spring training franchise that has been is not based in this state prior to January 1, 26 27 2000 July 1, 1990. (b)(6) Prior to certifying an applicant as a "facility 28 29 for a retained new spring training franchise facility," the Office of Tourism, Trade, and Economic Development must 30 31 determine that: 6

1	1.(a) A "unit of local government" as defined in s.
2	218.369 is responsible for the <u>acquisition</u> , construction,
3	management, or operation of the <u>facility for a retained</u> new
4	spring training franchise facility or holds title to the
5	property on which the <u>facility for a retained</u> new spring
6	training franchise facility is located.
7	2.(b) The applicant has a verified copy of a signed
8	agreement with a <u>retained</u> new spring training franchise for
9	the use of the facility for a term of at least 15 years.
10	3.(c) The applicant has a financial commitment to
11	provide 50 percent or more of the funds required by an
12	agreement for the <u>acquisition, construction, or renovation</u> use
13	of the facility <u>for a retained</u> by the new spring training
14	franchise. The agreement can be contingent upon the awarding
15	of funds under this section and other conditions precedent to
16	use by the spring training franchise.
17	(d) The proposed facility for the new spring training
18	franchise is located within 20 miles of an interstate or other
19	limited-access highway system.
20	4.(e) The applicant has projections, verified by the
21	Office of Tourism, Trade, and Economic Development, which
22	demonstrate that the <u>facility for a retained</u> new spring
23	training franchise facility will attract a paid attendance of
24	at least 50,000 annually.
25	<u>5.(f)</u> The <u>facility for a retained</u> new spring training
26	franchise facility is located in a county that is levying a
27	tourist development tax pursuant to s. 125.0104 (3)(b), (c),
28	(d), and (l), at the rate of 4 percent by March 1, 1992, and,
29	87.5 percent of the proceeds from such tax are dedicated for
30	the construction of a spring training complex.
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Florida Senate - 2000 316-1776-00

1	(c) The Office of Tourism, Trade, and Economic
2	Development shall competitively evaluate applications for
3	funding of a facility for a retained spring training
4	franchise. Applications must be submitted by October 1, 2000,
5	with certifications to be made by January 1, 2001. If the
6	number of applicants exceeds five and the aggregate funding
7	request of all applications exceeds \$208,335 per month, the
8	office shall rank the applications according to a selection
9	criteria, certifying the highest ranked proposals. The
10	evaluation criteria shall include, with priority given in
11	descending order to the following items:
12	1. The intended use of the funds by the applicant,
13	with priority given to the construction of a new facility.
14	2. The length of time that the existing franchise has
15	been located in the state, with priority given to retaining
16	franchises that have been in the the same location the
17	longest.
18	3. For those teams leasing a spring training facility
19	from a unit of local government, the remaining time on the
20	lease for facilities used by the spring training franchise,
21	with priority given to the shortest time period remaining on
22	the lease.
23	4. The duration of the future-use agreement with the
24	retained spring training franchise, with priority given to the
25	future-use agreement having the longest duration.
26	5. The size and amount of dollars involved in the
27	local match, with priority given to the largest percentage of
28	local match proposed.
29	6. The net increase of total active recreation space
30	owned by the applying unit of local government following the
31	acquisition of land for the spring training facility, with
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1 priority given to the largest percentage increase of total active recreation space. 2 3 7. The location of the facility in a brownfield, an enterprise zone, a community redevelopment area, or other area 4 5 of targeted development or revitalization included in an Urban б Infill Redevelopment Plan, with priority given to facilities 7 located in these areas. 8 8. The projections on paid attendance attracted by the facility and the proposed effect on the economy of the local 9 10 community, with priority given to the highest projected paid 11 attendance. (d) Funds may not be expended to subsidize privately 12 owned and maintained facilities for use by the spring training 13 franchise or to relocate an existing spring training franchise 14 to another unit of local government within the state. 15 (6) (7) An applicant certified as a facility for a new 16 17 professional sports franchise or a facility for a retained 18 professional sports franchise or as a facility for a retained 19 new spring training franchise facility may use funds provided 20 pursuant to s. 212.20 only for the public purpose of paying for the acquisition, construction, reconstruction, or 21 renovation of a facility for a new professional sports 22 franchise, a facility for a retained professional sports 23 24 franchise, or a facility for a retained new spring training franchise facility or to pay or pledge for the payment of debt 25 service on, or to fund debt service reserve funds, arbitrage 26 27 rebate obligations, or other amounts payable with respect to, 28 bonds issued for the acquisition, construction, reconstruction, or renovation of such facility or for the 29 reimbursement of such costs or the refinancing of bonds issued 30 31 for such purposes.

1 (7)(8) The Office of Tourism, Trade, and Economic 2 Development shall notify the Department of Revenue of any 3 facility certified as a facility for a new professional sports franchise or a facility for a retained professional sports 4 5 franchise or as a facility for a retained new spring training б franchise facility. The Office of Tourism, Trade, and 7 Economic Development shall may certify no more than eight facilities as facilities for a new professional sports 8 9 franchise or, as facilities for a retained professional sports 10 franchise and shall certify at least five, or as facilities 11 for retained new spring training franchises franchise facilities, including in such total any facilities certified 12 13 by the Department of Commerce before July 1, 1996. The office 14 may make no more than one certification for any facility. The office may not certify funding for less than the requested 15 amount to any applicant certified as a facility for a retained 16 17 spring training facility. (8)(9) The Department of Revenue may audit as provided 18 19 in s. 213.34 to verify that the distributions pursuant to this 20 section have been expended as required in this section. Such information is subject to the confidentiality requirements of 21 chapter 213. If the Department of Revenue determines that the 22 distributions pursuant to this section have not been expended 23 24 as required by this section, it may pursue recovery of such 25 funds pursuant to the laws and rules governing the assessment of taxes. 26 27 (9)(10) An applicant is shall not be qualified for certification under this section if the franchise formed the 28 basis for a previous certification, unless the previous 29 certification was withdrawn by the facility or invalidated by 30 31 the Office of Tourism, Trade, and Economic Development or the 10

Department of Commerce before any funds were distributed 1 2 pursuant to s. 212.20. This subsection does not disqualify an 3 applicant if the previous certification occurred between May 4 23, 1993, and May 25, 1993; however, any funds to be 5 distributed pursuant to s. 212.20 for the second certification б shall be offset by the amount distributed to the previous 7 certified facility. Distribution of funds for the second certification shall not be made until all amounts payable for 8 9 the first certification have been distributed. 10 Section 3. This act shall take effect upon becoming a 11 law. 12 STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN COMMITTEE SUBSTITUTE FOR 13 14 SB1708 15 16 The CS makes the fllowing changes to the bill: removes the provision that deleted the Department of Revenue's authority to distribute sales tax proceeds to qualified retained professional sports franchises; 17 18 19 corrects a number of "scrivener's errors" in the bill; expands the eligibility of facilities that apply for state funding, from franchises based in the state before 6-1-1990, to franchises based in the state prior to 1-1-2000; 20 21 22 clarifies the weight given certain criteria for ranking for state funding; and 23 clarifies OTTED's discretion in awarding partial funding to 24 recipients. 25 26 27 28 29 30 31 11