## Florida Senate - 2002

By Senator Holzendorf

2-1364-02 A bill to be entitled 1 2 An act relating to economically distressed 3 communities; amending s. 288.901, F.S.; expanding the membership of the board of 4 5 directors of Enterprise Florida, Inc., to б include certain economic development or 7 community development representatives; amending 8 s. 288.9015, F.S.; revising duties of 9 Enterprise Florida, Inc., relating to economic development in certain communities; providing 10 11 legislative findings and intent regarding economically distressed communities; 12 13 prescribing duties and activities of Enterprise Florida, Inc., relating to economically 14 15 distressed communities; requiring information on such duties and activities to be included in 16 the annual report of Enterprise Florida, Inc.; 17 18 providing an effective date. 19 20 WHEREAS, there are many economically distressed 21 communities in the state which have not experienced the 22 economic prosperity enjoyed by other communities in the state, 23 and 24 WHEREAS, the state has created a number of programs, designations, and initiatives designed to improve conditions 25 26 in economically distressed communities, and 27 WHEREAS, these programs, designations, and initiatives tend to operate in isolation and cannot alone effect 28 29 substantial improvement in all economically distressed 30 communities, and 31

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1	WHEREAS, businesses that are expanding or relocating
2	would be more willing to invest in economically distressed
3	communities were they aware of the opportunities and
4	advantages available in such areas, and
5	WHEREAS, Enterprise Florida, Inc., as the principal
6	economic development organization for the state, is in regular
7	contact with existing, expanding, and relocating businesses
8	and is in a unique position to provide such businesses with
9	information concerning available sites and investment
10	incentives in the state, and
11	WHEREAS, Enterprise Florida, Inc., is in a unique
12	position to market economically distressed communities to
13	expanding and relocating businesses and to help coordinate the
14	various programs, designations, and initiatives designed to
15	encourage greater business investment in such communities, and
16	WHEREAS, in a December 2001 review of Enterprise
17	Florida, Inc., the Office of Program Policy Analysis and
18	Government Accountability found that, although Enterprise
19	Florida, Inc., has implemented some strategies to assist
20	economic-development efforts in the state's urban and rural
21	distressed areas, many of the jobs Enterprise Florida, Inc.,
22	claims that it helped to create and retain in urban distressed
23	areas may not have resulted from its specific strategies and
24	activities targeted to these areas, and
25	WHEREAS, the Office of Program Policy Analysis and
26	Government Accountability also found that Enterprise Florida,
27	Inc., is not providing certain types of services needed by
28	some rural economic-development organizations, NOW, THEREFORE,
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30	Be It Enacted by the Legislature of the State of Florida:
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1 Section 1. Paragraphs (i) and (j) are added to subsection (3) of section 288.901, Florida Statutes, to read: 2 3 288.901 Enterprise Florida, Inc.; creation; 4 membership; organization; meetings; disclosure.--5 (3) Enterprise Florida, Inc., shall be governed by a 6 board of directors. The board of directors shall consist of 7 the following members: 8 (i) A representative of a local or regional 9 economic-development organization or community-development 10 organization serving a large urban area that contains multiple 11 economically distressed communities or neighborhoods. The representative must have experience in working to improve 12 economic conditions in these communities or neighborhoods. 13 14 (j) A representative of a local or regional economic-development organization or community-development 15 organization serving a rural area that contains multiple 16 17 economically distressed communities or neighborhoods. The 18 representative must have experience in working to improve 19 economic conditions in these communities or neighborhoods. Section 2. Subsection (2) of section 288.9015, Florida 20 21 Statutes, is amended to read: 288.9015 Enterprise Florida, Inc.; purpose; duties .--22 (2) It shall be the responsibility of Enterprise 23 24 Florida, Inc., to aggressively market Florida's rural 25 communities, economically distressed urban communities, and enterprise zones as locations for potential new investment, to 26 27 aggressively assist in the retention and expansion of existing businesses in these communities, and to appressively assist 28 29 these communities in the identification and development of new 30 economic development opportunities for job creation, fully 31 marketing and facilitating use of state incentive programs 3

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1 such as the Qualified Target Industry Tax Refund Program under 2 s. 288.106, and the Quick Action Closing Fund under s. 3 288.1088, high-impact performance grants under s. 288.108, and contracts for transportation projects under s. 288.063 in 4 5 economically distressed areas. 6 Section 3. Duties of Enterprise Florida, Inc.; 7 economically distressed communities .--8 (1) The Legislature finds that achieving meaningful 9 economic development in the most economically distressed 10 communities in the state requires a concerted effort by state 11 and local economic-development organizations, including the dedication of substantial human and financial resources by 12 such organizations. The Legislature further finds that, 13 although it is important for Enterprise Florida, Inc., to 14 incorporate the needs of economically distressed communities 15 into all of its programs and activities, it is also critical 16 17 that Enterprise Florida, Inc., focus special attention on such communities. It is, therefore, the intent of the Legislature 18 19 that Enterprise Florida, Inc., develop and implement a 20 comprehensive program of activities designed specifically to 21 facilitate economic development in economically distressed 22 communities. 23 (2) Enterprise Florida, Inc., shall establish a 24 programmatic unit within the organization which is dedicated specifically to facilitating business formation and business 25 expansion in, as well as business relocation to, economically 26 27 distressed communities. One of the principal outcomes of the 28 programmatic unit should be improved economic conditions in 29 those communities in the state which have traditionally 30 experienced less economic-development activity than the 31

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1 communities in the state which are experiencing the most economic development activity. 2 3 (3) In determining whether a community is appropriate for assistance under this section, Enterprise Florida, Inc., 4 5 shall develop and consider criteria that include, without б limitation, whether: 7 (a) The state has made few or no state 8 economic-development incentive awards to businesses or economic-development projects located in the community. 9 10 (b) The number of new jobs created in the community 11 lags significantly behind the number of new jobs created in communities in the state which are experiencing the most 12 growth and economic activity. 13 The community has a large number of abandoned 14 (C) 15 business properties. The community has a high rate of unemployment or 16 (d) 17 underemployment compared to the state average. 18 The community is not currently part of a specific (e) 19 geographic area targeted for economic revitalization under a state or federal program, such as the enterprise zone program, 20 or, if it is part of such an area, whether it has not 21 experienced marked economic revitalization in the time since 22 it was designated under the program. 23 24 (4) As part of its duties under this section, 25 Enterprise Florida, Inc., shall: 26 Establish at least seven regions around the state, (a) 27 consistent with the strategic plan developed under section 288.905, Florida Statutes, and assign one new or existing 28 29 staff member from the organization per region to serve as a 30 representative to the region for the specific purpose of coordinating activities of Enterprise Florida, Inc., designed 31

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1 to facilitate economic development in economically distressed communities within that region. 2 3 1. Each regional representative shall coordinate with economic-development organizations and community-development 4 5 organizations serving the economically distressed communities б in the region, as well as with state agencies that have 7 programs of potential benefit to such communities. 8 2. Each regional representative shall regularly 9 coordinate with the business-development representatives of 10 Enterprise Florida, Inc., to ensure that prospective new, 11 expanding, or relocating businesses are provided information concerning potential sites within the economically distressed 12 13 communities in the region. 3. Each regional representative shall serve as a point 14 15 of contact for existing businesses in the economically distressed communities in the region which are seeking 16 17 assistance to sustain or expand business operations. Enterprise Florida, Inc., shall market the 18 4. 19 existence and services of the regional representatives to local governments, businesses, economic-development 20 21 organizations, and community-development organizations within the regions. At a minimum, Enterprise Florida, Inc., shall 22 ensure that contact information for the representatives is 23 24 available on the website for the organization and in pertinent 25 marketing materials for the organization. 5. As part of the annual report submitted prior to 26 27 December 1, 2002, under section 288.906, Florida Statutes, Enterprise Florida, Inc., shall include recommendations 28 29 concerning whether the organization should expand the use of 30 regional representatives beyond service to economically distressed communities. This report shall consider whether the 31

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organization should use regional representatives to conduct a wide variety of business-development activities throughout the region in order to enhance the organization's service to businesses, economic-development organizations, and other customers and to improve the organization's understanding of the needs of the various regions in the state. If Enterprise Florida, Inc., recommends greater use of regional representatives, it shall include in the report information concerning budget changes it considers necessary to implement that recommendation. (b) Work with economic-development organizations and community-development organizations to identify properties in the economically distressed community which are suitable for use by expanding or relocating businesses. Market properties identified under paragraph (b) to relocating or expanding businesses.

(d) Work with Workforce Florida, Inc., and the Agency 17 18 for Workforce Innovation to assess and enhance the workforce 19 skills of individuals residing in the economically distressed community, in order to make the community more marketable to 20 21 expanding or relocating businesses.

22 Market and use, as fully as practicable, general (e) economic-development incentives in economically distressed 23 24 communities, such as the tax refund program for qualified target industry businesses under section 288.106, Florida 25 Statutes; high-impact performance grants under section 26 27 288.108, Florida Statutes; the Quick Action Closing Fund under

section 288.1088, Florida Statutes; and contracts for 28

29 transportation projects under section 288.063, Florida

30 Statutes. Enterprise Florida, Inc., also shall market and use,

as fully as practicable, economic-development incentives that 31

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1 are specifically targeted toward economically distressed communities, such as the Urban High-Crime Area Job Tax Credit 2 3 Program under section 212.097, Florida Statutes, and the Rural Job Tax Credit Program under section 212.098, Florida 4 5 Statutes. б (f) Recommend to the Legislature revisions to existing 7 economic-development incentives to promote greater use of such 8 incentives in economically distressed communities or the 9 creation of new economic-development incentives tailored to 10 such communities. 11 (g) Develop, in consultation with the Office of Program Policy Analysis and Government Accountability, 12 measures to assess the performance of Enterprise Florida, 13 Inc., under this section and to assess changes in the level of 14 economic investment in economically distressed communities. 15 Include, as part of the annual report submitted 16 (h) under section 288.906, Florida Statutes, a report of the 17 organization's activities and performance under this section. 18 19 The report must include the most recent performance data 20 available for the measures developed under paragraph (g). 21 (5) In carrying out the provisions of this section, 22 Enterprise Florida, Inc., shall consult and coordinate with other agencies and organizations engaged in activities related 23 to economically distressed communities, including, without 24 25 limitation: (a) The Department of Community Affairs; 26 27 The Office of Tourism, Trade, and Economic (b) 28 Development; 29 The Office of Urban Opportunity; (C) 30 The Black Business Investment Board; (d) 31 (e) Workforce Florida, Inc.;

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1 (f) The Rural Economic Development Initiative; and 2 (q) Small Business Development Centers. 3 (6) Working with such organizations, Enterprise Florida, Inc., shall maximize opportunities to combine and 4 5 leverage economic-development programs, designations, and 6 initiatives in order to secure job-creating projects for 7 economically distressed communities. Enterprise Florida, Inc., 8 also shall maximize opportunities to reduce any administrative burdens on businesses or communities relating to the services 9 10 provided under this section. 11 (7) This section does not relieve Enterprise Florida, Inc., of its duties under section 288.9015, Florida Statutes, 12 13 relating to rural communities, economically distressed urban 14 communities, enterprise zones, or other economically 15 distressed communities. 16 Section 4. This act shall take effect July 1, 2002. 17 18 19 SENATE SUMMARY Revises provisions relating to Enterprise Florida, Inc., and its role in working with economically distressed communities. (See bill for details.) 20 21 22 23 24 25 26 27 28 29 30 31

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