Florida Senate - 2003

By the Committees on Appropriations; Commerce, Economic Opportunities, and Consumer Services; and Senators Atwater, Klein and Aronberg

	309-658-04
1	A bill to be entitled
2	An act relating to economic development;
3	creating s. 288.955, F.S.; creating the Scripps
4	Florida Funding Corporation to facilitate the
5	establishment and operation of a biomedical
6	research institution for the purposes of
7	enhancing education and research and promoting
8	economic development and diversity; providing
9	for its board of directors; prohibiting
10	conflicts of interest; providing penalties;
11	providing powers and duties of the corporation;
12	providing for investment of funds; requiring an
13	operating plan; requiring the corporation and
14	Scripps Florida or another entity operating
15	such an institution to enter into a contract;
16	providing for disbursement and reinvestment of
17	funds; requiring reports, audits, and
18	evaluations; providing for performance measures
19	as conditions for disbursement of funds;
20	limiting the use of funds; providing that the
21	appropriation of funds does not constitute a
22	debt of the state or a subdivision of the state
23	nor does it subject the state or a subdivision
24	to liability; creating the Joint Legislative
25	Committee on Biomedical Investment Oversight;
26	providing its membership and duties; providing
27	legislative intent with respect to creating
28	economic opportunity and improving public
29	health through the establishment of a
30	biomedical research institution; amending s.
31	403.973, F.S.; specifying that projects that
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1	are part of the biomedical research institution
2	and campus are eligible for the expedited
3	permitting process; providing for challenges to
4	state agency action in expedited permitting
5	related to the institution and campus;
6	providing for the reversion of funds to the
7	General Revenue Fund under certain
8	circumstances; providing for an extension of
9	the contract deadline under certain
10	circumstances in which the grantee cannot meet
11	the conditions of the contract; amending s.
12	288.1088, F.S., relating to the Quick Action
13	Closing Fund; requiring a recommendation by the
14	Executive Office of the Governor; providing
15	requirements for such recommendation; providing
16	appropriations; providing an effective date.
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18	Be It Enacted by the Legislature of the State of Florida:
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20	Section 1. Section 288.955, Florida Statutes, is
21	created to read:
22	288.955 Scripps Florida Funding Corporation
23	(1) DEFINITIONSAs used in this section, the term:
24	(a) "Contract" means the contract executed between the
25	corporation and the grantee under this section.
26	(b) "Corporation" means the Scripps Florida Funding
27	Corporation created under this section.
28	(c) "Grantee" means Scripps Florida or a division,
29	subsidiary, affiliate, or entity formed by The Scripps
30	Research Institute to establish a state-of-the-art biomedical
31	research institution and campus in this state.
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1	(2) CREATION
2	(a) There is created a not-for-profit corporation
3	known as the Scripps Florida Funding Corporation, which shall
4	be registered, incorporated, organized, and operated under
5	chapter 617.
6	(b) The corporation is not a unit or entity of state
7	government. However, the corporation is subject to the
8	provisions of s. 24, Art. I of the State Constitution and
9	chapter 119, relating to public meetings and records, and the
10	provisions of chapter 286 relating to public meetings and
11	records.
12	(c) The corporation must establish at least one
13	corporate office in this state and appoint a registered agent.
14	(d) The corporation shall hire or contract for all
15	staff necessary to the proper execution of its powers and
16	duties within the funds appropriated to implement this section
17	and shall require that all officers, directors, and employees
18	of the corporation comply with the code of ethics for public
19	officers and employees under part III of chapter 112. In no
20	case may the corporation expend more than \$200,000 per year
21	for staffing using funds appropriated to implement this
22	section.
23	(e) The Office of Tourism, Trade, and Economic
24	Development shall provide administrative support to the
25	corporation as requested by the corporation.
26	(3) PURPOSE The corporation shall be organized to
27	receive, hold, invest, administer, and disburse funds
28	appropriated by the Legislature for the establishment and
29	operation of a state-of-the-art biomedical research
30	institution and campus in this state by The Scripps Research
31	Institute. The corporation shall safeguard the state's
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1 commitment of financial support by ensuring that, as a condition for the receipt of these funds, the grantee meets 2 3 its contractual obligations. In this manner, the corporation 4 shall facilitate and oversee the state goal and public purpose 5 of providing financial support for the institution and campus in order to expand the amount and prominence of biomedical б 7 research conducted in this state, provide an inducement for 8 high-technology businesses to locate in this state, create educational opportunities through access to and partnerships 9 10 with the institution, and promote improved health care through 11 the scientific outcomes of the institution. (4) BOARD; MEMBERSHIP.--The corporation shall be 12 13 governed by a board of directors. (a) The board of directors shall consist of nine 14 voting members, of whom the Governor shall appoint three, the 15 President of the Senate shall appoint three, and the Speaker 16 17 of the House of Representatives shall appoint three. The director of the Office of Tourism, Trade, and Economic 18 19 Development or the director's designee shall serve as an 20 ex-officio, nonvoting member of the board of directors. (b) Each member of the board of directors shall serve 21 for a term of 4 years, except that initially the Governor, the 22 President of the Senate, and the Speaker of the House of 23 24 Representatives each shall appoint one member for a term of 1 25 year, one member for a term of 2 years, and one member for a term of 4 years to achieve staggered terms among the members 26 of the board. A member is not eligible for reappointment to 27 the board, except, however, that a member appointed to an 28 29 initial term of 1 year or 2 years may be reappointed for an additional term of 4 years. The Governor, the President of the 30 31 Senate, and the Speaker of the House of Representatives shall

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make their initial appointments to the board by November 30, 1 2 2003. 3 (c) The Governor, the President of the Senate, or the 4 Speaker of the House of Representatives, respectively, shall 5 fill a vacancy on the board of directors, according to who б appointed the member whose vacancy is to be filled or whose 7 term has expired. A vacancy that occurs before the scheduled 8 expiration of the term of the member shall be filled for the 9 remainder of the unexpired term. 10 (d) Each member of the board of directors who is not 11 otherwise required to file financial disclosure under s. 8, Art. II of the State Constitution or s. 112.3144 shall file 12 disclosure of financial interests under s. 112.3145. 13 (e) A person may not be appointed to the board of 14 directors if he or she has had any interest, direct or 15 indirect, in any contract, franchise, privilege, or other 16 17 benefit granted by The Scripps Research Institute or any of its affiliate organizations within 5 years before appointment. 18 19 A person appointed to the board of directors must agree to refrain from having any interest, direct or indirect, in any 20 contract, franchise, privilege, or other benefit granted by 21 The Scripps Research Institute or any of its affiliate 22 organizations during the term of his or her appointment and 23 24 for 5 years after the termination of such appointment. It is a 25 misdemeanor of the first degree, punishable as provided in s. 775.083 or s. 775.084, for a person to accept appointment to 26 27 the board of directors in violation of this paragraph or to 28 accept an interest in any contract, franchise, privilege, or 29 other benefit granted by the institution or affiliate within 5 years after the termination of his or her service on the 30 31 board.

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1 (f) Each member of the board of directors shall serve 2 without compensation. 3 (g) Each member of the board of directors is accountable for the proper performance of the duties of 4 5 office, and each member owes a fiduciary duty to the people of б the state to ensure that funds provided in furtherance of this 7 section are disbursed and used as prescribed by law and 8 contract. The Governor, the President of the Senate, or the Speaker of the House of Representatives, according to which 9 officer appointed the member, may remove a member for 10 11 malfeasance, misfeasance, neglect of duty, incompetence, permanent inability to perform official duties, unexcused 12 absence from three consecutive meetings of the board, arrest 13 or indictment for a crime that is a felony or a misdemeanor 14 involving theft or a crime of dishonesty, or pleading nolo 15 contendere to, or being found guilty of, any crime. 16 17 (h) Notwithstanding the terms of service prescribed in paragraph (b), each member of the board of directors serves at 18 19 the pleasure of the officer who appointed that member, and the Governor, the President of the Senate, or the Speaker of the 20 House of Representatives, as appropriate, may remove a member 21 at will prior to the expiration of the member's term. 22 (5) ORGANIZATION; MEETINGS.--23 24 (a)1. The board of directors shall annually elect a 25 chairperson and a vice chairperson from among the board's members. The members may remove a member from the position of 26 27 chairperson or vice chairperson prior to the expiration of his or her term as chairperson or vice chairperson. His or her 28 29 successor shall be elected to serve for the balance of the 30 removed chairperson's or vice chairperson's term. 31

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1	2. The chairperson is responsible to ensure that
2	records are kept of the proceedings of the board of directors
3	and is the custodian of all books, documents, and papers filed
4	with the board; the minutes of meetings of the board; and the
5	official seal of the corporation.
6	(b)1. The board of directors shall meet upon the call
7	of the chairperson or at the request of a majority of the
8	members, but no less than three times per calendar year.
9	2. A majority of the voting members of the board of
10	directors constitutes a quorum. Except as otherwise provided
11	in this section, the board may take official action by a
12	majority vote of the members present at any meeting at which a
13	quorum is present. Members may not vote by proxy.
14	3. A member of the board may participate in a meeting
15	of the board by telephone or videoconference through which
16	each member may hear every other member.
17	(6) POWERS AND DUTIESThe corporation is organized
18	to receive, hold, invest, administer, and disburse funds
19	appropriated by the Legislature in support of this section and
20	to disburse any income generated from the investment of these
21	funds consistent with the purpose and provisions of this
22	section. In addition to the powers and duties prescribed in
23	chapter 617 and the articles and bylaws adopted under that
24	chapter, the corporation:
25	(a) May make and enter into contracts and assume any
26	other functions that are necessary to carry out the provisions
27	of this section.
28	(b) May enter into leases and contracts for the
29	purchase of real property and hold notes, mortgages,
30	guarantees, or security agreements to secure the performance
31	of obligations of the grantee under the contract.

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1 (c) May perform all acts and things necessary or convenient to carry out the powers expressly granted in this 2 3 section and a contract entered into between the corporation 4 and the grantee. 5 May carry forward any unexpended state (d) б appropriations into succeeding fiscal years. 7 (e) May indemnify, and purchase and maintain insurance 8 on behalf of, directors, officers, and employees of the corporation against any personal liability or accountability. 9 10 (f) Shall disburse funds pursuant to the provisions of 11 this section and a contract entered into between the corporation and the grantee. 12 (q) Shall receive and review reports and financial 13 14 documentation provided by the grantee to ensure compliance with the provisions of this section and provisions of the 15 16 contract. 17 (h) Shall prepare an annual report as prescribed in 18 subsection (13). 19 (7) INVESTMENT OF FUNDS. -- The corporation must enter into an agreement with the State Board of Administration under 20 21 which funds received by the corporation from the Office of Tourism, Trade, and Economic Development which are not 22 disbursed to the grantee shall be invested by the State Board 23 24 of Administration on behalf of the corporation in an annuity 25 product or in a fixed-return investment fund authorized under s. 215.47(1). 26 27 (8) CONTRACT.--(a) By March 15, 2004, the corporation shall negotiate 28 29 and execute a contract with the grantee governing the 30 disbursement and use of funds under this section. The 31 corporation may not execute the contract unless the contract 8

1 is approved by the affirmative vote of at least seven of the nine members of the board of directors. At least 14 days 2 3 before execution of the contract, The Scripps Research 4 Institute must submit to the board, the Governor, the 5 President of the Senate, and the Speaker of the House of б Representatives an organizational plan, in a form and manner 7 prescribed by the board, for the establishment of a 8 state-of-the-art biomedical research institution and campus in this state, and the board must submit a copy of the proposed 9 10 contract to the Governor, the President of the Senate, and the 11 Speaker of the House of Representatives. 12 (b) The contract, at a minimum, must contain 13 provisions: 1. Specifying the procedures and schedules that govern 14 the disbursement of funds under this section and specifying 15 the conditions or deliverables that the grantee must satisfy 16 17 before the release of each disbursement. 2. Requiring the grantee to submit to the corporation 18 19 a strategic plan in a form and manner prescribed by the 20 corporation. 3. Prohibiting The Scripps Research Institute or the 21 grantee from establishing other biomedical science or research 22 facilities in any state other than this state or California 23 24 for a period of 15 years from the commencement of the contract 25 or until payment in full of the total payment amount required under subsection (12), whichever occurs first. 26 27 4. Governing the ownership of or security interests in 28 real property and personal property, including, but not 29 limited to, research equipment, obtained through the financial support of state or local government, including a provision 30 31 that in the event of a breach of the contract or in the event

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1 the grantee ceases operations in this state, such property purchased with state funds shall revert to the state and such 2 3 property purchased with local funds shall revert to the local 4 governing authority. 5 5. Requiring the grantee, to the maximum extent б possible, to award preference in employment to residents of 7 this state, as defined by law, and requiring the grantee to be 8 an equal opportunity employer. 9 6. Requiring the grantee to coordinate and comply with 10 the contracting requirements adopted by the Office of Supplier 11 Diversity under s. 287.09451 and with the ordinances, including any small-business ordinances, enacted by the county 12 in which the biomedical research institution and campus are 13 14 located in this state. 7. Requiring the grantee, to the extent it is cost 15 effective, to make purchases from vendors in this state. 16 17 8. Requiring the grantee to use its best reasonable efforts to work collaboratively with research institutions in 18 19 the state and public and private postsecondary educational institutions in the state, including, but not limited to, the 20 University of Miami and the historically black institutions. 21 9. Requiring the grantee to participate in 22 employee-recruitment activities at at least seven public 23 universities, seven community colleges, and the University of 24 25 Miami and the historically black institutions in this state every year during the duration of the contract. In selecting 26 27 the universities and community colleges, the grantee must, to the maximum extent possible, concentrate recruitment efforts 28 29 on a statewide basis. 30 31

1	10. Requiring the grantee to use the Internet-based
2	job-listing system of the Agency for Workforce Innovation in
3	advertising employment opportunities.
4	11. Requiring the grantee to establish accredited
5	science degree programs.
6	12. Requiring the grantee to establish internship
7	programs to create learning opportunities for educators and
8	secondary, postsecondary, graduate, and doctoral students.
9	13. Requiring the grantee to submit data to the
10	corporation on the activities and performance during each
11	fiscal year and to provide to the corporation an annual
12	accounting of the expenditure of funds disbursed under this
13	section.
14	14. Authorizing the grantee, when feasible, to use
15	information submitted by it to the Federal Government or to
16	other organizations awarding research grants to the grantee to
17	help meet reporting requirements imposed under this section or
18	the contract, if the information satisfies the reporting
19	standards of this section and the contract.
20	15. Requiring the grantee during the first 7 years of
21	the contract to create 545 positions and to acquire associated
22	research equipment for the grantee's facility in this state,
23	and pay for related maintenance of the equipment, in a total
24	amount of not less than \$45 million.
25	16. Requiring the grantee to progress in the creation
26	of the total number of jobs prescribed in subparagraph 15. on
27	the following schedule: 38 positions in the 1st year, 168
28	positions in the 2nd year, 280 positions in the 3rd year, 367
29	positions in the 4th year, 436 positions in the 5th year, 500
30	positions in the 6th year, and 545 positions in the 7th year.
31	The board may allow the grantee to deviate downward from such

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1 employee levels by 25 percent in any year, to allow the grantee flexibility in achieving the objectives set forth in 2 3 the business plan provided to the corporation; however, the grantee must have no fewer than 545 positions by the end of 4 5 the 7th year. б 17. Requiring the grantee to authorize the Office of 7 Program Policy Analysis and Government Accountability to 8 inspect the records of the grantee to evaluate the compliance 9 of the grantee with law and the contract or to otherwise 10 evaluate the performance of the grantee. 11 18. Requiring the grantee to purchase liability insurance and governing the coverage level of such insurance. 12 (c) An amendment to the contract is not effective 13 unless it is approved by the affirmative vote of at least 14 seven of the nine members of the board of directors. 15 PERFORMANCE MEASURES. -- In addition to the 16 (9) provisions prescribed in subsection (8), the contract between 17 the corporation and the grantee shall include performance 18 19 measures that must be satisfied by the grantee as a condition for the continued disbursement of funds under this section, 20 21 which performance measures may include: Jobs created and the average salaries paid. 22 (a) (b) Research grants obtained from the Federal 23 24 Government or sources other than the State of Florida. 25 (c) Partnerships with economic development entities, 26 including the Office of Tourism, Trade, and Economic 27 Development, Enterprise Florida, Inc., and other local 28 agencies. 29 (d) National recognition of graduate programs. 30 (e) Equipment purchased. 31 (f) Graduate student placements.

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1	(g) Summer intern programs.
2	(h) Programs for adjunct professors.
3	(i) Joint graduate programs.
4	(j) Open access to qualified science projects.
5	(k) Collaboration with research institutions and
6	colleges and universities in this state, including, but not
7	limited to, the University of Miami and the historically black
8	institutions.
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10	The board shall be responsible for determining the appropriate
11	measures and standards to be included in the contract,
12	including determining at what stage in the establishment and
13	operation of the grantee each measure should be used and
14	determining under what conditions new measures should be
15	incorporated into the contract or existing measures revised.
16	The contract shall require the grantee to provide information
17	on these measures on an annual basis.
18	(10) DISBURSEMENTS
19	(a) The corporation shall disburse funds to the
20	grantee over a period of 7 calendar years starting in the
21	calendar year beginning January 1, 2004, under the terms and
22	conditions of the contract. The corporation shall complete
23	disbursement of the total amount of funds payable to the
24	grantee under the contract no later than December 31, 2010,
25	unless the grantee fails to satisfy the terms and conditions
26	of the contract. Any funds of the corporation that are not
27	disbursed by December 31, 2010, shall be paid to the
28	Biomedical Research Trust Fund of the Department of Health.
29	(b) The contract shall provide for a reduction or
30	elimination of funding in any year if:
31	1. The grantee is no longer operating in this state;
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1	2. The grantee has failed to commit in writing to
2	maintain operations in the state for the succeeding year; or
3	3. The grantee commits a material default or breach of
4	the contract, as defined and governed by the contract.
5	(c) Each disbursement by the corporation to the
6	grantee under this section is conditioned upon the affirmative
7	approval of at least five of the nine members of the board of
8	directors and upon demonstration by the grantee that it has
9	met the particular contractual deliverables that are the basis
10	for that disbursement.
11	(11) USE OF FUNDS
12	(a) Funds appropriated in furtherance of this section
13	may not be expended outside of this state. However, upon the
14	approval of five of the nine members of the board, funds may
15	be used outside this state for research, services, or
16	equipment that is directly related to the establishment or
17	operation of the grantee in this state and is not reasonably
18	available in this state.
19	(b) No funds appropriated in furtherance of this
20	section may be used for the purpose of lobbying any branch or
21	agency of state government or any political subdivision of the
22	state.
23	(12) REINVESTMENT
24	(a) The contract between the corporation and the
25	grantee shall require the grantee to reinvest to the
26	Biomedical Research Trust Fund of the Department of Health a
27	portion of the grantee's revenues.
28	1. Beginning no later than 6 months after the
29	corporation has made the final disbursement to the grantee,
30	the grantee shall reinvest each year 15 percent of its net
31	royalty revenues generated from inventions, methods,
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1 processes, and other patentable activities developed in whole or in part at the grantee's facilities in this state within 20 2 3 years from the commencement of the contract. 4 2. Beginning with the execution of the contract, the 5 grantee shall reinvest each year 15 percent of the gross б revenues it receives from naming opportunities associated with any facility to be built in this state for the grantee or any 7 8 affiliate or successor in interest of the grantee. For the purposes of this subparagraph, the term "naming opportunities" 9 10 means charitable donations from any person or entity in 11 consideration for the right to have all or a portion of the facility named for or in memory of any person, living or dead. 12 13 All reinvestment payments made under this paragraph shall be 14 deposited in the Biomedical Research Trust Fund. The total 15 amount that the grantee must reinvest under this paragraph may 16 17 not exceed \$155 million or the total amount of disbursements received by the grantee, whichever is less. 18 19 (b) The contract shall also contain provisions 20 requiring the grantee to begin payments to the trust fund 21 before the year 2012 if the grantee is financially able to do 22 so without jeopardizing its operation. (13) ANNUAL REPORT.--By December 1 each year, the 23 24 corporation shall prepare a report of the activities and outcomes under this section for the preceding fiscal year. The 25 report, at a minimum, must include: 26 27 (a) A description of the activities of the corporation 28 in managing and enforcing the contract with the grantee. 29 (b) An accounting of the amount of funds disbursed 30 during the preceding fiscal year to the grantee and a 31

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1 description of the satisfaction of contract deliverables by the grantee which served as the basis for the disbursements. 2 3 (c) An accounting of expenditures by the grantee during the fiscal year of funds disbursed under this section. 4 5 (d) Information on the number of jobs created by the б grantee. 7 Information on the amount and nature of economic (e) 8 activity generated through the activities of the grantee. 9 (f) A detailed assessment of the progress in achieving 10 the return on investment associated with the grantee, as 11 projected by economists on behalf of the Executive Office of Governor, of an additional \$3.2 billion in gross state product 12 over a 15-year period, including an assessment of factors 13 14 affecting the ability and likelihood to meet the projected 15 return on investment. (g) A compliance and financial audit of the accounts 16 and records of the corporation at the end of the preceding 17 fiscal year conducted by an independent certified public 18 19 accountant in accordance with rules of the Auditor General. (h) A compliance and financial audit of the accounts 20 21 and records of the grantee, related to the expenditure of funds under this section, at the end of the preceding fiscal 22 year conducted by an independent certified public accountant. 23 24 (i) An assessment of the grantee's ability to comply 25 with the requirement to make repayment in accordance with 26 subsection (12). 27 (j) An assessment of the extent to which the grantee 28 is meeting its performance measures in accordance with 29 subsection (9). 30 31

1 The corporation shall submit the report to the Governor, the President of the Senate, and the Speaker of the House of 2 3 Representatives. 4 (14) PROGRAM EVALUATION. --5 (a) Before January 1, 2006, the Office of Program б Policy Analysis and Government Accountability shall conduct a 7 performance audit of the Office of Tourism, Trade, and 8 Economic Development, the corporation, and the grantee relating to the provisions of this section. The audit shall 9 10 assess the implementation and outcomes of activities under 11 this section. At a minimum, the audit shall address: 1. Performance of the Office of Tourism, Trade, and 12 Economic Developments in providing oversight for funds 13 appropriated under this section. 14 2. Performance of the corporation in managing and 15 enforcing the contract with the grantee. 16 3. Compliance by the corporation with the provisions 17 18 of this section and the provisions of the contract. 19 4. Performance by the grantee under the contract. 20 5. Economic activity generated through funds disbursed 21 under the contract, including, but not limited to, the number of jobs created by the grantee. 22 23 The nature and level of interaction between the 6. 24 grantee and educational institutions in the state. 25 (b) Before January 1, 2008, the Office of Program 26 Policy Analysis and Government Accountability shall update the 27 report required under this subsection. In addition to addressing the items prescribed in paragraph (a), the updated 28 29 report shall include a recommendation on whether the 30 Legislature should retain the statutory authority for the 31 corporation.

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2	A report of each audit's findings and recommendations shall be
3	submitted to the Governor, the President of the Senate, and
4	the Speaker of the House of Representatives. In completing the
5	performance audits required under this subsection, the Office
6	of Program Policy Analysis and Government Accountability shall
7	maximize the use of reports submitted by the grantee to the
8	Federal Government or to other organizations awarding research
9	grants to the grantee.
10	(15) LIABILITY
11	(a) The appropriation or disbursement of funds under
12	this section does not constitute a debt, liability, or
13	obligation of the State of Florida, any political subdivision
14	thereof, or the corporation or a pledge of the faith and
15	credit of the state or of any such political subdivision.
16	(b) The appropriation or disbursement of funds under
17	this section does not subject the State of Florida, any
18	political subdivision thereof, or the corporation to liability
19	related to the research activities and research products of
20	the grantee.
21	Section 2. Joint Legislative Committee on Biomedical
22	Investment OversightA Joint Legislative Committee on
23	Biomedical Investment Oversight is created to monitor the
24	economic development incentives and policy regarding the
25	biotechnology industry and related health and science fields,
26	including, but not limited to, implementation of the Scripps
27	Florida Funding Corporation and the corporation's contract
28	with the designated grantee under section 288.955, Florida
29	Statutes. The committee shall be composed of six members:
30	three Senators appointed by the President of the Senate and
31	three members of the House of Representatives appointed by the

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1 Speaker of the House of Representatives. The chair and vice chair shall be appointed for 1-year terms with the 2 3 appointments alternating between the President of the Senate 4 and the Speaker of the House of Representatives. The chair and 5 the vice chair may not be members of the same house of the б Legislature. Staff, at the discretion of the chair, may be 7 assigned to the committee. 8 Section 3. Subsections (3) and (15) of section 403.973, Florida Statutes, are amended to read: 9 10 403.973 Expedited permitting; comprehensive plan 11 amendments.--(3)(a) The Governor, through the office, shall direct 12 the creation of regional permit action teams, for the purpose 13 of expediting review of permit applications and local 14 comprehensive plan amendments submitted by: 15 1. Businesses creating at least 100 jobs, or 16 17 2. Businesses creating at least 50 jobs if the project is located in an enterprise zone, or in a county having a 18 19 population of less than 75,000 or in a county having a 20 population of less than 100,000 which is contiguous to a county having a population of less than 75,000, as determined 21 by the most recent decennial census, residing in incorporated 22 and unincorporated areas of the county, or 23 24 (b) On a case-by-case basis and at the request of a 25 county or municipal government, the office may certify as eligible for expedited review a project not meeting the 26 minimum job creation thresholds but creating a minimum of 10 27 28 jobs. The recommendation from the governing body of the county 29 or municipality in which the project may be located is required in order for the office to certify that any project 30 31 is eligible for expedited review under this paragraph. When 19

1 considering projects that do not meet the minimum job creation 2 thresholds but that are recommended by the governing body in 3 which the project may be located, the office shall consider 4 economic impact factors that include, but are not limited to: 5 The proposed wage and skill levels relative to 1. б those existing in the area in which the project may be 7 located; 8 2. The project's potential to diversify and strengthen 9 the area's economy; 10 3. The amount of capital investment; and 11 4. The number of jobs that will be made available for persons served by the welfare transition program. 12 13 (c) At the request of a county or municipal government, the office or a Quick Permitting County may 14 certify projects located in counties where the ratio of new 15 jobs per participant in the welfare transition program, as 16 17 determined by Workforce Florida, Inc., is less than one or otherwise critical, as eligible for the expedited permitting 18 19 process. Such projects must meet the numerical job creation 20 criteria of this subsection, but the jobs created by the project do not have to be high-wage jobs that diversify the 21 22 state's economy. (d) Projects located in a designated brownfield area 23 24 are eligible for the expedited permitting process. 25 (e) Projects that are part of the state-of-the-art biomedical research institution and campus to be established 26 27 in this state by the grantee under s. 288.955 are eligible for 28 the expedited permitting process. 29 (15)(a) Challenges to state agency action in the 30 expedited permitting process for projects processed under this 31 section are subject to the summary hearing provisions of s.

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1 120.574, except that the administrative law judge's decision, as provided in s. 120.574(2)(f), shall be in the form of a 2 3 recommended order and shall not constitute the final action of 4 the state agency. In those proceedings where the action of 5 only one agency of the state is challenged, the agency of the б state shall issue the final order within 10 working days of 7 receipt of the administrative law judge's recommended order. 8 In those proceedings where the actions of more than one agency of the state are challenged, the Governor shall issue the 9 10 final order within 10 working days of receipt of the 11 administrative law judge's recommended order. The participating agencies of the state may opt at the preliminary 12 13 hearing conference to allow the administrative law judge's decision to constitute the final agency action. If a 14 participating local government agrees to participate in the 15 summary hearing provisions of s. 120.574 for purposes of 16 17 review of local government comprehensive plan amendments, s. 163.3184(9) and (10) apply. 18 19 (b) Challenges to state agency action in the expedited 20 permitting process for establishment of a state-of-the-art 21 biomedical research institution and campus in this state by the grantee under s. 288.955 are subject to the same 22 requirements as challenges brought under paragraph (a), except 23 24 that, notwithstanding s. 120.574, summary proceedings must be 25 conducted within 30 days after a party files the motion for summary hearing, regardless of whether the parties agree to 26 27 the summary proceeding. 28 Section 4. (1) It is the intent of the Legislature to 29 use a portion of the funds provided by the Federal Government 30 under section 401(b) of the Jobs and Growth Tax Relief Reconciliation Act of 2003 for the essential governmental 31 21

1 service of improving economic opportunities available to the people of this state by attracting new or expanding businesses 2 3 to, and retaining businesses in, the state. Additionally, the Legislature recognizes that the state spends billions of 4 5 dollars each year to treat major illnesses such as coronary б artery disease, Alzheimer's disease, diabetes, autoimmune 7 diseases, and cancer. It is further the intent of the 8 Legislature to use the funds so provided to advance the essential government service of improving the health of the 9 10 people of this state by promoting research and development for 11 the prediction, treatment, prevention, and cure of disease. Funding provided under this section will serve these essential 12 government services and help accelerate the development of 13 biomedical research and development projects in the state. 14 (2) For fiscal year 2003-2004, the sum of \$310 million 15 is appropriated from the General Revenue Fund to the Office of 16 17 Tourism, Trade, and Economic Development for the purpose of funding for the Scripps Florida Funding Corporation created 18 19 under this act in the special category Grants and Aids to the Scripps Florida Funding Corporation. Notwithstanding sections 20 216.181(16) and 216.351, Florida Statutes, the Office of 21 Tourism, Trade, and Economic Development shall disburse the 22 full appropriation to the corporation in one lump sum upon the 23 24 execution of the contract between the Scripps Florida Funding 25 Corporation and the grantee, and such disbursement shall be subject to a contract executed between the office and the 26 27 corporation. In the event the corporation and the grantee are 28 unable to execute the contract after reasonable efforts, all 29 funds appropriated to the corporation in furtherance of this act shall revert to the General Revenue Fund unallocated. In 30 31 the event that the contract is terminated for breach or

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1 otherwise, all funds not yet disbursed to the grantee shall be immediately returned to the General Revenue Fund unallocated. 2 3 Section 5. Force majeure. -- Notwithstanding any other provisions contained in this act, if the grantee is prevented 4 5 from timely achieving any deadlines set forth in this act due б to its inability to occupy its permanent Florida facility 7 within 2 years after entering into the memorandum of agreement 8 pursuant to section 403.973, Florida Statutes, as a result of permitting delays, administrative or judicial proceedings, 9 10 acts of God, labor disturbances, or other similar events 11 beyond the control of the grantee, the deadline shall be extended by the number of days by which the grantee was 12 13 delayed in commencing its occupancy of its permanent Florida 14 facility. In no event shall the extension be for more than 4 years. Upon the occurrence of a force majeure event, the 15 Scripps Florida Funding Corporation shall continue to fund the 16 17 grantee at a level that permits it to sustain its current level of operations until the force majeure event ceases and 18 19 the grantee is able to resume the contract schedule governing 20 disbursement. Section 6. Paragraph (b) of subsection (3) of section 21 288.1088, Florida Statutes, is amended to read: 22 288.1088 Quick Action Closing Fund. --23 24 (3) (b) Upon receipt of the evaluation and recommendation 25 from Enterprise Florida, Inc., the director shall recommend 26 27 approval or disapproval of a project for receipt of funds from 28 the Quick Action Closing Fund to the Governor. In recommending 29 a project, the director shall include proposed performance conditions that the project must meet to obtain incentive 30 31 funds. The Governor shall consult with the President of the 23

1 Senate and the Speaker of the House of Representatives before 2 giving final approval for a project. The Executive Office of 3 the Governor shall recommend approval of a project and the 4 release of funds pursuant to the legislative consultation and 5 review requirements set forth in s. 216.177. The б recommendation must include proposed performance conditions 7 that the project must meet in order to obtain funds. 8 Section 7. For the 2003-2004 fiscal year, the sum of 9 \$10 million is appropriated from nonrecurring general revenue 10 to state universities for infrastructure improvements to the 11 National High Magnetic Field Laboratory. From this appropriation, \$7.5 million shall be allocated to Florida 12 State University and \$2.5 million shall be allocated to the 13 University of Florida to address infrastructure requirements 14 15 identified in consultation with the National High Magnetic Field Laboratory Executive Committee. 16 17 Section 8. For the 2003-2004 fiscal year, the sum of \$5 million is appropriated from nonrecurring general revenue 18 19 to the Office of Tourism, Trade, and Economic Development for the Military Base Retention Grants Program pursuant to section 20 288.980, Florida Statutes. 21 Section 9. For the 2003-2004 fiscal year, the sum of 22 \$10 million is appropriated from nonrecurring general revenue 23 to the Office of Tourism, Trade, and Economic Development for 24 25 the Entertainment Industry Financial Incentive Program pursuant to section 288.1254, Florida Statutes. 26 27 Section 10. For the 2003-2004 fiscal year, the sum of \$5 million is appropriated from nonrecurring general revenue 28 29 to the Office of Tourism, Trade, and Economic Development and shall be allocated as follows: \$3 million for the Rural 30 31 Infrastructure Fund pursuant to section 288.0655, Florida

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Statutes, and \$2 million for the Rural Community Development Revolving Loan Fund pursuant to section 288.065, Florida Statutes. Section 11. For the 2003-2004 fiscal year, the sum of \$10 million is appropriated from nonrecurring general revenue б to the Office of Tourism, Trade, and Economic Development for the Quick Action Closing Fund pursuant to section 288.1088, Florida Statutes. Section 12. This act shall take effect upon becoming a law.

1 STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN COMMITTEE SUBSTITUTE FOR 2 CS/SB 6-E 3 The committee substitute makes the following significant changes to CS/SB 6-E: 4 Removes provisions requiring the grantee to repay the state for all state funds provided to it if the grantee leaves or ceases operations in this state before 2019. 5 б 7 Revises the terms of the funding corporation's board of directors. 8 Includes a force majeure provision to allow the grantee to continue receiving funding to continue current operations resulting from certain events beyond its control. 9 10 Authorizes a vote of five of the nine board members of the funding corporation, instead of a vote of seven of the nine board members, to authorize the grantee to use state funds outside of the state or to make disbursements to the grantee. 11 12 Authorizes the chair and vice chair of the funding corporation to be removed by a simple majority vote. 13 14 Requires the grantee to use its best efforts to work collaboratively with the University of Miami and historically black colleges, in addition to other research institutions and public and private post secondary educational institutions in 15 16 this state. 17 Removes repayment provisions, but requires the grantee to reinvest up to \$155 million in the Biomedical Research Trust Fund from a portion of its revenues from royalties and naming 18 19 rights. Requires the approval and release of funds from the Quick Action Closing Fund to be made through the legislative consultation and review requirements under s. 216.177, F.S. 20 21 Makes appropriations for the National High Magnetic Field Laboratory, the Military Base Retention Grants Program, the Entertainment Industry Financial Incentive Program, the Rural Infrastructure Fund, the Rural Community Development Revolving Loan Fund, and the Quick Action Closing Fund. 2.2 23 2.4 25 26 27 28 29 30 31