CHAMBER ACTION

1 The Tourism Committee recommends the following: 2 3 Council/Committee Substitute 4 Remove the entire bill and insert: 5 6 A bill to be entitled 7 An act relating to professional sports franchises; 8 amending s. 212.20, F.S.; revising a limitation on monthly 9 aggregate distributions to certified facilities for a 10 retained spring training franchise; deleting provisions with respect to the entitlement of certified applicants to 11 receive distributions for additional renovations and 12 improvements to a facility without additional 13 14 certification; amending s. 288.1162, F.S.; requiring a 15 verified copy of a binding agreement for payment of cost 16 overruns as prerequisite for certification under certain 17 circumstances; providing procedure for certification of additional facilities for a retained spring training 18 19 franchise; providing for application and selection; 20 establishing maximum number of certifications and funding; 21 providing evaluation criteria; clarifying the number of 22 certifications of facilities for retained spring training franchises; increasing the number of facilities certified 23 Page 1 of 12

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24 by the Office of Tourism, Trade, and Economic Development as facilities for a new professional sports franchise or 25 26 as facilities for a retained professional sports 27 franchise; providing an additional exception to disqualification for certification of an applicant when 28 29 the franchise formed the basis of a previous 30 certification; providing that payments to a certified 31 applicant may not extend beyond the period for which the 32 original certification was issued; specifying the date on 33 which an applicant certified after the effective date of 34 the act may receive disbursements; providing an effective 35 date. 36 37 Be It Enacted by the Legislature of the State of Florida: 38 Paragraph (d) of subsection (6) of section 39 Section 1. 40 212.20, Florida Statutes, is amended to read: 212.20 Funds collected, disposition; additional powers of 41 42 department; operational expense; refund of taxes adjudicated unconstitutionally collected. --43 44 Distribution of all proceeds under this chapter and s. (6) 45 202.18(1)(b) and (2)(b) shall be as follows: 46 (d) The proceeds of all other taxes and fees imposed 47 pursuant to this chapter or remitted pursuant to s. 202.18(1)(b)and (2)(b) shall be distributed as follows: 48 49 1. In any fiscal year, the greater of \$500 million, minus 50 an amount equal to 4.6 percent of the proceeds of the taxes 51 collected pursuant to chapter 201, or 5 percent of all other Page 2 of 12

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52 taxes and fees imposed pursuant to this chapter or remitted 53 pursuant to s. 202.18(1)(b) and (2)(b) shall be deposited in 54 monthly installments into the General Revenue Fund.

55 2. Two-tenths of one percent shall be transferred to the
56 Ecosystem Management and Restoration Trust Fund to be used for
57 water quality improvement and water restoration projects.

After the distribution under subparagraphs 1. and 2., 58 3. 8.814 percent of the amount remitted by a sales tax dealer 59 located within a participating county pursuant to s. 218.61 60 61 shall be transferred into the Local Government Half-cent Sales 62 Tax Clearing Trust Fund. Beginning July 1, 2003, the amount to be transferred pursuant to this subparagraph to the Local 63 64 Government Half-cent Sales Tax Clearing Trust Fund shall be 65 reduced by 0.1 percent, and the department shall distribute this 66 amount to the Public Employees Relations Commission Trust Fund 67 less \$5,000 each month, which shall be added to the amount 68 calculated in subparagraph 4. and distributed accordingly.

4. After the distribution under subparagraphs 1., 2., and
3., 0.095 percent shall be transferred to the Local Government
Half-cent Sales Tax Clearing Trust Fund and distributed pursuant
to s. 218.65.

5. After the distributions under subparagraphs 1., 2., 3.,
and 4., 2.0440 percent of the available proceeds pursuant to
this paragraph shall be transferred monthly to the Revenue
Sharing Trust Fund for Counties pursuant to s. 218.215.

6. After the distributions under subparagraphs 1., 2., 3.,
and 4., 1.3409 percent of the available proceeds pursuant to
this paragraph shall be transferred monthly to the Revenue Page 3 of 12

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80 Sharing Trust Fund for Municipalities pursuant to s. 218.215. If 81 the total revenue to be distributed pursuant to this 82 subparagraph is at least as great as the amount due from the 83 Revenue Sharing Trust Fund for Municipalities and the former 84 Municipal Financial Assistance Trust Fund in state fiscal year 85 1999-2000, no municipality shall receive less than the amount due from the Revenue Sharing Trust Fund for Municipalities and 86 87 the former Municipal Financial Assistance Trust Fund in state fiscal year 1999-2000. If the total proceeds to be distributed 88 89 are less than the amount received in combination from the 90 Revenue Sharing Trust Fund for Municipalities and the former 91 Municipal Financial Assistance Trust Fund in state fiscal year 92 1999-2000, each municipality shall receive an amount 93 proportionate to the amount it was due in state fiscal year 94 1999-2000.

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7. Of the remaining proceeds:

96 In each fiscal year, the sum of \$29,915,500 shall be a. divided into as many equal parts as there are counties in the 97 98 state, and one part shall be distributed to each county. The distribution among the several counties shall begin each fiscal 99 100 year on or before January 5th and shall continue monthly for a 101 total of 4 months. If a local or special law required that any moneys accruing to a county in fiscal year 1999-2000 under the 102 103 then-existing provisions of s. 550.135 be paid directly to the district school board, special district, or a municipal 104 government, such payment shall continue until such time that the 105 106 local or special law is amended or repealed. The state covenants 107 with holders of bonds or other instruments of indebtedness Page 4 of 12

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108 issued by local governments, special districts, or district school boards prior to July 1, 2000, that it is not the intent 109 of this subparagraph to adversely affect the rights of those 110 111 holders or relieve local governments, special districts, or 112 district school boards of the duty to meet their obligations as 113 a result of previous pledges or assignments or trusts entered into which obligated funds received from the distribution to 114 county governments under then-existing s. 550.135. This 115 distribution specifically is in lieu of funds distributed under 116 117 s. 550.135 prior to July 1, 2000.

118 The department shall distribute \$166,667 monthly b. pursuant to s. 288.1162 to each applicant that has been 119 certified as a "facility for a new professional sports 120 121 franchise" or a "facility for a retained professional sports 122 franchise" pursuant to s. 288.1162. Up to \$41,667 shall be 123 distributed monthly by the department to each applicant that has 124 been certified as a "facility for a retained spring training franchise" pursuant to s. 288.1162; however, not more than 125 126 \$333,336 \$208,335 may be distributed monthly in the aggregate to all certified facilities for a retained spring training 127 128 franchise. Distributions shall begin 60 days following such certification and shall continue for not more than 30 years. 129 Nothing contained in this paragraph shall be construed to allow 130 131 an applicant certified pursuant to s. 288.1162 to receive more in distributions than actually expended by the applicant for the 132 public purposes provided for in s. 288.1162(6). However, a 133 134 certified applicant is entitled to receive distributions up to 135 the maximum amount allowable and undistributed under this Page 5 of 12

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136 section for additional renovations and improvements to the 137 facility for the franchise without additional certification.

c. 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.

144 Beginning 30 days after notice by the Office of d. 145 Tourism, Trade, and Economic Development to the Department of 146 Revenue that the applicant has been certified as the 147 International Game Fish Association World Center facility 148 pursuant to s. 288.1169, and the facility is open to the public, 149 \$83,333 shall be distributed monthly, for up to 168 months, to the applicant. This distribution is subject to reduction 150 151 pursuant to s. 288.1169. A lump sum payment of \$999,996 shall be 152 made, after certification and before July 1, 2000.

153 8. All other proceeds shall remain with the General154 Revenue Fund.

Section 2. Paragraph (h) of subsection (4) of section 288.1162, Florida Statutes, is redesignated as paragraph (i), a new paragraph (h) is added to said subsection, and paragraph (c) of subsection (5) and subsections (7) and (9) of section 288.1162, Florida Statutes, are amended, to read:

160 288.1162 Professional sports franchises; spring training 161 franchises; duties.--

 162 (4) Prior to certifying an applicant as a "facility for a
 163 new professional sports franchise" or a "facility for a retained Page 6 of 12

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CS 164 professional sports franchise," the Office of Tourism, Trade, 165 and Economic Development must determine that: 166 (h) The applicant for a facility for a new professional 167 sports franchise has a verified copy of a binding agreement with 168 the new professional sports franchise that requires the 169 franchise to pay for any cost overrun when the franchise was used as the basis for the original certification of the 170 applicant described in paragraph (9)(a) and is the basis for the 171 172 current certification request. (i)(h) No applicant previously certified under any 173 174provision of this section who has received funding under such 175 certification shall be eligible for an additional certification. 176 (5) 177 (c)1. The Office of Tourism, Trade, and Economic 178 Development shall competitively evaluate applications for 179 funding of a facility for a retained spring training franchise. 180 Applications must be submitted by October 1, 2000, with certifications to be made by January 1, 2001. If the number of 181 182 applicants exceeds five and the aggregate funding request of all applications exceeds \$208,335 per month, the office shall rank 183 184 the applications according to a selection criteria, certifying 185 the highest ranked proposals. The evaluation criteria shall include, with priority given in descending order to the 186 following items: 187 188 a.1. The intended use of the funds by the applicant, with

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priority given to the construction of a new facility.

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190 <u>b.2.</u> The length of time that the existing franchise has
191 been located in the state, with priority given to retaining
192 franchises that have been in the same location the longest.

193 <u>c.3.</u> The length of time that a facility to be used by a 194 retained spring training franchise has been used by one or more 195 spring training franchises, with priority given to a facility 196 that has been in continuous use as a facility for spring 197 training the longest.

198 <u>d.4.</u> For those teams leasing a spring training facility 199 from a unit of local government, the remaining time on the lease 200 for facilities used by the spring training franchise, with 201 priority given to the shortest time period remaining on the 202 lease.

203 <u>e.5.</u> The duration of the future-use agreement with the 204 retained spring training franchise, with priority given to the 205 future-use agreement having the longest duration.

206 f.6. The amount of the local match, with priority given to 207 the largest percentage of local match proposed.

208 <u>g.7</u>. The net increase of total active recreation space 209 owned by the applying unit of local government following the 210 acquisition of land for the spring training facility, with 211 priority given to the largest percentage increase of total 212 active recreation space.

213 <u>h.8.</u> The location of the facility in a brownfield, an 214 enterprise zone, a community redevelopment area, or other area 215 of targeted development or revitalization included in an Urban 216 Infill Redevelopment Plan, with priority given to facilities 217 located in these areas.

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218 <u>i.9.</u> The projections on paid attendance attracted by the 219 facility and the proposed effect on the economy of the local 220 community, with priority given to the highest projected paid 221 attendance.

222 2. Beginning July 1, 2005, the Office of Tourism, Trade, 223 and Economic Development shall competitively evaluate 224 applications for funding of facilities for retained spring 225 training franchises in addition to those certified and funded 226 under subparagraph 1. Applications must be submitted by October 227 1, 2005, with certifications to be made by January 1, 2006. The 228 office shall rank the applications according to selection 229 criteria, certifying no more than three proposals. The aggregate 230 funding request of all applicants certified shall not exceed 231 \$125,001 per month. The evaluation criteria shall include the 232 following, with priority given in descending order:

233 <u>a. The intended use of the funds by the applicant for</u>
234 <u>acquisition or construction of a new facility.</u>

235 b. The intended use of the funds by the applicant to
236 renovate a facility.

237 <u>c. The length of time that a facility to be used by a</u>
238 retained spring training franchise has been used by one or more
239 spring training franchises, with priority given to a facility
240 that has been in continuous use as a facility for spring
241 training the longest.
242 d. For those teams leasing a spring training facility from

243 <u>a unit of local government, the remaining time on the lease for</u> 244 <u>facilities used by the spring training franchise, with priority</u> 245 <u>given to the shortest time period remaining on the lease. For</u> Page 9 of 12

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CS 246 consideration under this subparagraph, the remaining time on the 247 lease shall not exceed 4 years. 248 e. The duration of the future-use agreement with the 249 retained spring training franchise, with priority given to the 250 future-use agreement having the longest duration. 251 f. The amount of the local match, with priority given to 252 the largest percentage of local match proposed. 253 The net increase of total active recreation space owned g. 254 by the applying unit of local government following the 255 acquisition of land for the spring training facility, with 256 priority given to the largest percentage increase of total 257 active recreation space. 258 h. The location of the facility in a brownfield area, an 259 enterprise zone, a community redevelopment area, or another area 260 of targeted development or revitalization included in an Urban Infill Redevelopment Plan, with priority given to facilities 261 262 located in those areas. 263 i. The projections on paid attendance attracted by the 264 facility and the proposed effect on the economy of the local 265 community, with priority given to the highest projected paid 266 attendance. 267 (7)The Office of Tourism, Trade, and Economic Development 268 shall notify the Department of Revenue of any facility certified 269 as a facility for a new professional sports franchise or a 270 facility for a retained professional sports franchise or as a 271 facility for a retained spring training franchise. The Office of 272 Tourism, Trade, and Economic Development shall certify no more 273 than nine eight facilities as facilities for a new professional Page 10 of 12

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274 sports franchise or as facilities for a retained professional 275 sports franchise and shall certify at least five as facilities for retained spring training franchises, including in such total 276 277 any facilities certified by the Department of Commerce before 278 July 1, 1996. The number of certifications of facilities for retained spring training franchises shall be pursuant to 279 subsection (5). The office may make no more than one 280 certification for any facility. The office may not certify 281 282 funding for less than the requested amount to any applicant 283 certified as a facility for a retained spring training 284 franchise.

285 (9)(a) An applicant is not qualified for certification 286 under this section if the franchise formed the basis for a 287 previous certification, unless:

288 <u>1.</u> The previous certification was withdrawn by the 289 facility or invalidated by the Office of Tourism, Trade, and 290 Economic Development or the Department of Commerce before any 291 funds were distributed pursuant to s. 212.20; or-

292 2. The previous certification was for an applicant that 293 served as the home facility for two professional sports 294 franchises and the franchise was used as a basis for the 295 certification of a new applicant. Notwithstanding any other provision of this section, the franchise continuing to use the 296 297 original applicant shall be deemed the franchise forming the 298 basis of the previous certification and the previous 299 certification shall continue to apply for the time period 300 permitted from the original date of certification.

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301	(b) This subsection does not disqualify an applicant if
302	the previous certification occurred between May 23, 1993, and
303	May 25, 1993; however, any funds to be distributed pursuant to
304	s. 212.20 for the second certification shall be offset by the
305	amount distributed to the previous certified facility.
306	Distribution of funds for the second certification shall not be
307	made until all amounts payable for the first certification have
308	been distributed.
309	(c) Payments to a certified applicant may not extend
310	beyond the period for which the original certification was
311	issued.
312	Section 3. Notwithstanding any other provision of law, an
313	applicant that is certified after the effective date of this act
314	pursuant to s. 288.1162, Florida Statutes, by the Office of
315	Tourism, Trade, and Economic Development as a facility for a new
316	professional sports franchise or a facility for a retained
317	professional sports franchise may not receive disbursements
318	pursuant to s. 212.20(6)(d)7.b., Florida Statutes, until July 1,
319	2006.
320	Section 4. This act shall take effect upon becoming a law.

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