

LEGISLATIVE ACTION

Senate		House
Comm: RCS		
03/15/2013	•	
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Appropriations Subcommittee on Transportation, Tourism, and Economic Development (Stargel, Latvala, and Simpson) recommended the following:

Senate Amendment (with title amendment)

Between lines 264 and 265

insert:

Section 3. Paragraph (d) of subsection (6) of section 212.20, Florida Statutes, is amended to read:

212.20 Funds collected, disposition; additional powers of department; operational expense; refund of taxes adjudicated unconstitutionally collected.-

(6) Distribution of all proceeds under this chapter and s.202.18(1)(b) and (2)(b) shall be as follows:

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12 (d) The proceeds of all other taxes and fees imposed 13 pursuant to this chapter or remitted pursuant to s. 202.18(1)(b) 14 and (2)(b) shall be distributed as follows:

15 1. In any fiscal year, the greater of \$500 million, minus 16 an amount equal to 4.6 percent of the proceeds of the taxes 17 collected pursuant to chapter 201, or 5.2 percent of all other 18 taxes and fees imposed pursuant to this chapter or remitted 19 pursuant to s. 202.18(1)(b) and (2)(b) shall be deposited in 20 monthly installments into the General Revenue Fund.

21 2. After the distribution under subparagraph 1., 8.814 22 percent of the amount remitted by a sales tax dealer located 23 within a participating county pursuant to s. 218.61 shall be transferred into the Local Government Half-cent Sales Tax 24 25 Clearing Trust Fund. Beginning July 1, 2003, the amount to be transferred shall be reduced by 0.1 percent, and the department 26 shall distribute this amount to the Public Employees Relations 27 28 Commission Trust Fund less \$5,000 each month, which shall be 29 added to the amount calculated in subparagraph 3. and 30 distributed accordingly.

31 3. After the distribution under subparagraphs 1. and 2., 32 0.095 percent shall be transferred to the Local Government Half-33 cent Sales Tax Clearing Trust Fund and distributed pursuant to 34 s. 218.65.

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

39 5. After the distributions under subparagraphs 1., 2., and40 3., 1.3409 percent of the available proceeds shall be

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41 transferred monthly to the Revenue Sharing Trust Fund for 42 Municipalities pursuant to s. 218.215. If the total revenue to 43 be distributed pursuant to this subparagraph is at least as great as the amount due from the Revenue Sharing Trust Fund for 44 45 Municipalities and the former Municipal Financial Assistance Trust Fund in state fiscal year 1999-2000, no municipality shall 46 47 receive less than the amount due from the Revenue Sharing Trust 48 Fund for Municipalities and the former Municipal Financial 49 Assistance Trust Fund in state fiscal year 1999-2000. If the 50 total proceeds to be distributed are less than the amount 51 received in combination from the Revenue Sharing Trust Fund for 52 Municipalities and the former Municipal Financial Assistance 53 Trust Fund in state fiscal year 1999-2000, each municipality 54 shall receive an amount proportionate to the amount it was due in state fiscal year 1999-2000. 55

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6. Of the remaining proceeds:

57 a. In each fiscal year, the sum of \$29,915,500 shall be 58 divided into as many equal parts as there are counties in the 59 state, and one part shall be distributed to each county. The 60 distribution among the several counties must begin each fiscal year on or before January 5th and continue monthly for a total 61 62 of 4 months. If a local or special law required that any moneys accruing to a county in fiscal year 1999-2000 under the then-63 64 existing provisions of s. 550.135 be paid directly to the 65 district school board, special district, or a municipal government, such payment must continue until the local or 66 67 special law is amended or repealed. The state covenants with holders of bonds or other instruments of indebtedness issued by 68 69 local governments, special districts, or district school boards



70 before July 1, 2000, that it is not the intent of this subparagraph to adversely affect the rights of those holders or 71 72 relieve local governments, special districts, or district school 73 boards of the duty to meet their obligations as a result of 74 previous pledges or assignments or trusts entered into which 75 obligated funds received from the distribution to county 76 governments under then-existing s. 550.135. This distribution 77 specifically is in lieu of funds distributed under s. 550.135 78 before July 1, 2000.

79 b. The department shall distribute \$166,667 monthly 80 pursuant to s. 288.1162 to each applicant certified as a 81 facility for a new or retained professional sports franchise 82 pursuant to s. 288.1162. Up to \$41,667 shall be distributed 83 monthly by the department to each certified applicant as defined in s. 288.11621 for a facility for a spring training franchise. 84 85 However, not more than \$416,670 may be distributed monthly in the aggregate to all certified applicants for facilities for 86 spring training franchises. Distributions begin 60 days after 87 88 such certification and continue for not more than 30 years, except as otherwise provided in s. 288.11621. A certified 89 90 applicant identified in this sub-subparagraph may not receive 91 more in distributions than expended by the applicant for the public purposes provided for in s. 288.1162(5) or s. 92 93 288.11621(3).

94 c. Beginning 30 days after notice by the Department of 95 Economic Opportunity to the Department of Revenue that an 96 applicant has been certified as the professional golf hall of 97 fame pursuant to s. 288.1168 and is open to the public, \$166,667 98 shall be distributed monthly, for up to 300 months, to the



99 applicant.

d. Beginning 30 days after notice by the Department of 100 Economic Opportunity to the Department of Revenue that the 101 102 applicant has been certified as the International Game Fish 103 Association World Center facility pursuant to s. 288.1169, and 104 the facility is open to the public, \$83,333 shall be distributed 105 monthly, for up to 168 months, to the applicant. This 106 distribution is subject to reduction pursuant to s. 288.1169. A 107 lump sum payment of \$999,996 shall be made, after certification 108 and before July 1, 2000.

109 e. The department shall distribute up to \$55,555 monthly to 110 each certified applicant as defined in s. 288.11631 for a 111 facility used by a single spring training franchise, or up to 112 \$111,110 monthly to each certified applicant for a facility used 113 by more than one spring training franchise. Distributions begin 114 60 days after such certification and continue for fewer than 30 115 years, except as otherwise provided in s. 288.11631. A certified applicant identified in this sub-subparagraph may not receive 116 117 more in distributions than expended by the applicant for the 118 public purposes provided in s. 288.11631(3).

119 7. All other proceeds must remain in the General Revenue
120 Fund.
121 Section 4. Section 288.11631, Florida Statutes, is created

121 Section 4. Section 288.11631, Florida Statutes, is created 122 to read:

123288.11631 Retention of Major League Baseball spring124training baseball franchises.-

125 (1) DEFINITIONS.—As used in this section, the term: 126 (a) "Agreement" means a certified, signed lease between an 127 applicant that applies for certification on or after July 1,

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128	2013, and a spring training franchise for the use of a facility.
129	(b) "Applicant" means a unit of local government as defined
130	in s. 218.369, including a local government located in the same
131	county, which has partnered with a certified applicant before
132	the effective date of this section or with an applicant for a
133	new certification, for purposes of sharing in the
134	responsibilities of a facility.
135	(c) "Certified applicant" means a facility for a spring
136	training franchise or a unit of local government that is
137	certified under this section.
138	(d) "Facility" means a spring training stadium, playing
139	fields, and appurtenances intended to support spring training
140	activities.
141	(e) "Local funds" and "local matching funds" mean funds
142	provided by a county, municipality, or other local government.
143	(2) CERTIFICATION PROCESS.—
144	(a) Before certifying an applicant to receive state funding
145	for a facility for a spring training franchise, the department
146	must verify that:
147	1. The applicant is responsible for the construction or
148	renovation of the facility for a spring training franchise or
149	holds title to the property on which the facility for a spring
150	training franchise is located.
151	2. The applicant has a certified copy of a signed agreement
152	with a spring training franchise. The signed agreement with a
153	spring training franchise for the use of a facility must, at a
154	minimum, be equal to the length of the term of the bonds issued
155	for the public purpose of constructing or renovating a facility
156	for a spring training franchise. If no such bonds are issued for

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157	the public purpose of constructing or renovating a facility for
158	a spring training franchise, the signed agreement with a spring
159	training franchise for the use of a facility must be for at
160	least 20 years. Any such agreement with a spring training
161	franchise for the use of a facility cannot be signed more than 3
162	years before the expiration of any existing agreement with a
163	spring training franchise for the use of a facility. The
164	agreement must also require the franchise to reimburse the state
165	for state funds expended by an applicant under this section if
166	the franchise relocates before the agreement expires. The
167	agreement may be contingent on an award of funds under this
168	section and other conditions precedent.
169	3. The applicant has made a financial commitment to provide
170	50 percent or more of the funds required by an agreement for the
171	construction or renovation of the facility for a spring training
172	franchise. The commitment may be contingent upon an award of
173	funds under this section and other conditions precedent.
174	4. The applicant demonstrates that the facility for a
175	spring training franchise will attract a paid attendance of at
176	least 50,000 persons annually to the spring training games.
177	5. The facility for a spring training franchise is located
178	in a county that levies a tourist development tax under s.
179	125.0104.
180	(b) The department shall evaluate applications for state
181	funding of the construction or renovation of the facility for a
182	spring training franchise. The evaluation criteria must include
183	the following items:
184	1. The anticipated effect on the economy of the local
185	community where the facility is to be constructed or renovated,
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186	including projections on paid attendance, local and state tax
187	collections generated by spring training games, and direct and
188	indirect job creation resulting from the spring training
189	activities.
190	2. The amount of the local matching funds committed to a
191	facility relative to the amount of state funding sought.
192	3. The potential for the facility to be used as a multiple
193	purpose, year-round facility.
194	4. The intended use of the funds by the applicant.
195	5. The length of time that a spring training franchise has
196	been under an agreement to conduct spring training activities
197	within an applicant's geographic location or jurisdiction.
198	6. The length of time that an applicant's facility has been
199	used by one or more spring training franchises, including
200	continuous use as facilities for spring training.
201	7. The term remaining on a lease between an applicant and a
202	spring training franchise for a facility.
203	8. The length of time that a spring training franchise
204	agrees to use an applicant's facility if an application is
205	granted under this section.
206	9. The location of the facility in a brownfield, an
207	enterprise zone, a community redevelopment area, or other area
208	of targeted development or revitalization included in an urban
209	infill redevelopment plan.
210	(c) Each applicant certified on or after July 1, 2013,
211	shall enter into an agreement with the department which:
212	1. Specifies the amount of the state incentive funding to
213	be distributed. The amount of state incentive funding per
214	certified applicant may not exceed \$20 million. However, if a

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215	certified applicant has more than one spring training franchise,
216	the maximum amount may not exceed \$40 million.
217	2. States the criteria that the certified applicant must
218	meet in order to remain certified. These criteria must include a
219	provision stating that the spring training franchise must
220	reimburse the state for any funds received if the franchise does
221	not comply with the terms of the contract.
222	3. States that the certified applicant is subject to
223	decertification if the certified applicant fails to comply with
224	this section or the agreement.
225	4. States that the department may recover state incentive
226	funds if the certified applicant is decertified.
227	5. Specifies the information that the certified applicant
228	must report to the department.
229	6. Includes any provision deemed prudent by the department.
230	(3) USE OF FUNDS
231	(a) A certified applicant may use funds provided under s.
232	212.20(6)(d)6.e. only to:
233	1. Serve the public purpose of constructing or renovating a
234	facility for a spring training franchise.
235	2. Pay or pledge for the payment of debt service on, or to
236	fund debt service reserve funds, arbitrage rebate obligations,
237	or other amounts payable with respect thereto, bonds issued for
238	the construction or renovation of such facility, or for the
239	reimbursement of such costs or the refinancing of bonds issued
240	for such purposes.
241	(b) State funds awarded to a certified applicant for a
242	facility for a spring training franchise may not be used to
243	subsidize facilities that are privately owned by, maintained by,

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244	and used exclusively by a spring training franchise.
245	(c) The Department of Revenue may not distribute funds to
246	an applicant certified on or after July 1, 2013, until it
247	receives notice from the department that the certified applicant
248	has encumbered funds under subparagraph (a)2.
249	(d)1. All certified applicants shall place unexpended state
250	funds received pursuant to s. 212.20(6)(d)6.e. in a trust fund
251	or separate account for use only as authorized in this section.
252	2. A certified applicant may request that the Department of
253	Revenue suspend further distributions of state funds made
254	available under s. 212.20(6)(d)6.e. for 12 months after
255	expiration of an existing agreement with a spring training
256	franchise to provide the certified applicant with an opportunity
257	to enter into a new agreement with a spring training franchise,
258	at which time the distributions shall resume.
259	3. The expenditure of state funds distributed to an
260	applicant certified after July 1, 2013, must begin within 48
261	months after the initial receipt of the state funds. In
262	addition, the construction or renovation of a spring training
263	facility must be completed within 24 months after the project's
264	commencement.
265	(4) ANNUAL REPORTS.—
266	(a) On or before September 1 of each year, a certified
267	applicant shall submit to the department a report that includes,
268	but is not limited to:
269	1. A detailed accounting of all local and state funds
270	expended to date on the project financed under this section.
271	2. A copy of the contract between the certified local
272	governmental entity and the spring training franchise.

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273	3. A cost-benefit analysis of the team's impact on the
274	community.
275	4. Evidence that the certified applicant continues to meet
276	the criteria in effect when the applicant was certified.
277	(b) The department shall compile the information received
278	from each certified applicant and publish the information
279	annually by November 1.
280	(5) DECERTIFICATION
281	(a) The department shall decertify a certified applicant
282	upon the request of the certified applicant.
283	(b) The department shall decertify a certified applicant if
284	the certified applicant does not:
285	1. Have a valid agreement with a spring training franchise;
286	or
287	2. Satisfy its commitment to provide local matching funds
288	to the facility.
289	
290	However, decertification proceedings against a local government
291	certified after July 1, 2013, shall be delayed until 12 months
292	after the expiration of the local government's existing
293	agreement with a spring training franchise, and without a new
294	agreement being signed, if the certified local government can
295	demonstrate to the department that it is in active negotiations
296	with a major league spring training franchise, other than the
297	franchise that was the basis for the original certification.
298	(c) A certified applicant has 60 days after it receives a
299	notice of intent to decertify from the department to petition
300	for review of the decertification. Within 45 days after receipt
301	of the request for review, the department must notify a

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302 certified applicant of the outcome of the review. (d) The department shall notify the Department of Revenue 303 304 that a certified applicant has been decertified within 10 days 305 after the order of decertification becomes final. The Department 306 of Revenue shall immediately stop the payment of any funds under 307 this section which were not encumbered by the certified 308 applicant under subparagraph (3)(a)2. 309 (e) The department shall order a decertified applicant to 310 repay all of the unencumbered state funds that the applicant 311 received under this section and any interest that accrued on 312 those funds. The repayment must be made within 60 days after the 313 decertification order becomes final. These funds shall be 314 deposited into the General Revenue Fund. 315 (f) A local government as defined in s. 218.369 may not be 316 decertified by the department if it has paid or pledged for the 317 payment of debt service on, or to fund debt service reserve funds, arbitrage rebate obligations, or other amounts payable 318 319 with respect thereto, bonds issued for the construction or 320 renovation of the facility for which the local government was 321 certified, or for the reimbursement of such costs or the 322 refinancing of bonds issued for the construction or renovation 323 of the facility for which the local government was certified, or 324 for the reimbursement of such costs or the refinancing of bonds 325 issued for such purpose. This subsection does not preclude or 326 restrict the ability of a certified local government to 327 refinance, refund, or defease such bonds. 328 (6) RULEMAKING.-The department shall adopt rules to 329 implement the certification, decertification, and decertification review processes required by this section. 330

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331	(7) AUDITSThe Auditor General may conduct audits as provided
332	in s. 11.45 to verify that the distributions under this section
333	are expended as required in this section. If the Auditor General
334	determines that the distributions under this section are not
335	expended as required by this section, the Auditor General shall
336	notify the Department of Revenue, which may pursue recovery of
337	the funds under the laws and rules governing the assessment of
338	taxes.
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341	And the title is amended as follows:
342	Delete line 26
343	and insert:
344	included; amending s. 212.20, F.S.; requiring the
345	Department of Revenue to distribute a specified amount
346	of money to certain applicants if a spring training
347	franchise uses the applicant's facility; specifying
348	time periods and limitations on distributions;
349	creating s. 288.11631, F.S.; providing definitions;
350	establishing a certification process to retain spring
351	training baseball franchises; authorizing and
352	prohibiting certain uses of the awarded funds;
353	requiring a certified applicant to submit an annual
354	report and requiring the Department of Economic
355	Opportunity to publish such information; providing for
356	decertification of a certified applicant; requiring
357	the department to adopt rules; authorizing the Auditor
358	General to conduct audits; amending s. 220.194, F.S.;
359	requiring the