An act relating to the Gulf Coast Economic Corridor; amending s. 288.80, F.S.; conforming provisions to changes made by the act; amending s. 288.8012, F.S.; defining and redefining terms; amending s. 288.8013, F.S.; deleting the creation and identification of purposes of the recovery fund; requiring a specified percentage of payments made to the state under a specified settlement of litigation related to the Deepwater Horizon oil spill be immediately transferred from the General Revenue Fund to the Triumph Gulf Coast Trust Fund; providing an appropriation and for the transfer of funds; providing requirements for the allocation of funds; requiring Triumph Gulf Coast, Inc., to make awards for projects or programs within disproportionately affected counties based on specified minimum allocations; requiring each board of county commissioners for such counties to solicit certain projects and programs from certain elected local governing boards; requiring such boards of county commissioners to provide Triumph Gulf Coast, Inc., with a list of projects and programs that are consistent with certain awards and priorities; providing a requirement for the list; providing for the disposition of any remaining funds; limiting
administrative costs; requiring interest in the
Triumph Gulf Coast, Inc., trust account to be
deposited into the Triumph Gulf Coast Trust Fund;
revising provisions related to the investment of funds
in the trust account; limiting the annual salary of
employees or contracted staff of Triumph Gulf Coast,
Inc.; revising annual reporting requirements; amending
s. 288.8014, F.S.; expanding the membership of the
board of directors; specifying conditions for
appointing additional board members; deleting
references to the recovery fund; deleting obsolete
language; revising conflict of interest restrictions
imposed on board members of Triumph Gulf Coast, Inc.;
removing the requirement that Triumph Gulf Coast,
Inc., retain an independent financial advisor and an
economic advisor; revising provisions relating to
conflict of interest restrictions imposed on retained
staff; amending s. 288.8015, F.S.; conforming a
provision to changes made by the act; amending s.
288.8016, F.S.; requiring Triumph Gulf Coast, Inc., to
publish on its website specified information before
making an award; amending s. 288.8017, F.S.;
conforming provisions to changes made by the act;
revising provisions governing the uses of awards from
Triumph Gulf Coast, Inc.; repealing s. 377.43, F.S.,
relating to the disbursement of funds received for
damages caused by the Deepwater Horizon oil spill;
specifying that certain conflict of interest
restrictions imposed on board members of the Triumph
Gulf Coast, Inc., apply to members appointed on or
after a specified date; providing a directive to the
Division of Law Revision and Information; providing an
effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. Section 288.80, Florida Statutes, is amended to read:

288.80 Short title.—This section and ss. 288.8011-288.8018
may be cited as the "Gulf Coast Economic
Corridor Act."

Section 2. Section 288.8012, Florida Statutes, is amended to read:

288.8012 Definitions.—As used in ss. 288.8011-288.8018 ss.
288.80-288.8017, the term:

(1) "Awardee" means a person, organization, or local
government granted an award of funds as authorized in s.
288.8017 from the Recovery Fund for a project or program.

(2) "Department" means the Department of Economic
Opportunity.
"Disproportionately affected county" means Bay County, Escambia County, Franklin County, Gulf County, Okaloosa County, Santa Rosa County, Walton County, or Wakulla County.

"Earnings" means all the income generated by investments and interest.

"Settlement agreement" means the agreement entitled "Settlement Agreement Between the Gulf States and the BP Entities with Respect to Economic and Other Claims Arising from the Deepwater Horizon Incident," which was entered into on October 5, 2015, in the case styled In re: Oil Spill by the Oil Rig "Deepwater Horizon" in the Gulf of Mexico, on April 20, 2010, MDL 2179 in the United States District Court for the Eastern District of Louisiana.

"Recovery Fund" means a trust account established by Triumph Gulf Coast, Inc., for the benefit of the disproportionately affected counties.

Section 3. Section 288.8013, Florida Statutes, is amended to read:

288.8013 Triumph Gulf Coast, Inc.; Recovery Fund; creation; funding; investment.—

(1) There is created within the department of Economic Opportunity a nonprofit corporation, to be known as Triumph Gulf Coast, Inc., which shall be registered, incorporated, organized, and operated in compliance with chapter 617, and which is not a unit or entity of state government. Triumph Gulf Coast, Inc., may receive, hold, invest, and administer the Recovery Fund in...
support of this act. Triumph Gulf Coast, Inc., is a separate
budget entity and is not subject to control, supervision, or
direction by the department of Economic Opportunity in any
manner, including, but not limited to, personnel, purchasing,
transactions involving real or personal property, and budgetary
matters.

(2) Seventy-five percent of all payments to the state
pursuant to the settlement agreement shall be transferred
immediately by the Chief Financial Officer from the General
Revenue Fund to the Triumph Gulf Coast Trust Fund Triumph Gulf
Coast, Inc., must create and administer the Recovery Fund for
the benefit of the disproportionately affected counties. The
principal of the fund shall derive from 75 percent of all funds
recovered by the Attorney General for economic damage to the
state resulting from the Deepwater Horizon disaster, after
payment of reasonable and necessary attorney fees, costs, and
expenses, including such attorney fees, costs, and expenses
pursuant to s. 16.0155.

(a) Such funds are appropriated to Triumph Gulf Coast,
Inc., and shall be released by the department for deposit into
the trust account established by Triumph Gulf Coast, Inc.,
pursuant to subsection (3) as follows:

1. Seventy-five percent of the moneys received by the
state pursuant to the settlement agreement on or before July 1,
2017, shall be immediately released to Triumph Gulf Coast, Inc.
2. Seventy-five percent of the moneys received by the state pursuant to the settlement agreement after July 1, 2017, shall be released to Triumph Gulf Coast, Inc., no later than 30 days after such funds are transferred to the Triumph Gulf Coast Trust Fund.

(b) Triumph Gulf Coast, Inc., shall make awards for projects or programs within the geographic boundaries of each disproportionately affected county based on the following minimum allocations:

1. At least 40 percent of the moneys transferred to Triumph Gulf Coast, Inc., pursuant to subparagraph (a)1., must be allocated equally among the eight disproportionately affected counties based on a minimum allocation of at least 5 percent per county.

2. For each transfer of funds to Triumph Gulf Coast, Inc., pursuant to subparagraph (a) 2., at least 32 percent of the moneys must be allocated equally among the eight disproportionately affected counties based on a minimum allocation of at least 4 percent per county.

(c) Each board of county commissioners shall solicit proposed projects and programs from other elected local governing boards within the county and shall provide Triumph Gulf Coast, Inc., with a list of proposed projects and programs located within its county. The submitted list of proposed projects and programs must include projects and programs...
submitted by other elected local governing boards and projects and programs recommended by the board of county commissioners.

(d) Any remaining funds shall be allocated by Triumph Gulf Coast, Inc., for administrative costs and to make awards pursuant to s. 288.8017. Administrative costs may not exceed 0.75 percent of the funds released to Triumph Gulf Coast, Inc.

(3) The Recovery Fund must be maintained as a long-term and stable source of revenue, which shall decline over a 30-year period in equal amounts each year. Triumph Gulf Coast, Inc., shall establish a trust account at a federally insured financial institution to hold funds received from the Triumph Gulf Coast Trust Fund and make deposits and payments. Interest earned in the trust account shall be deposited monthly into the Triumph Gulf Coast Trust Fund. Triumph Gulf Coast, Inc., may invest surplus funds in the Local Government Surplus Funds Trust Fund, pursuant to s. 218.407, and interest earned, net of fees, shall be transferred monthly into the Triumph Gulf Coast Trust Fund. Earnings generated by investments and interest of the fund, plus the amount of principal available each year, shall be available to make awards pursuant to this act and pay administrative costs. Earnings shall be accounted for separately from principal funds set forth in subsection (2). Administrative costs may be limited to 2.25 percent of the earnings in a calendar year. Administrative costs include payment of investment fees, travel and per diem expenses of board members, audits, salary or other...
costs for employed or contracted staff, including required staff under s. 288.8014(9), and other allowable costs. The annual salary for any employee or contracted staff may not exceed $130,000 and associated benefits may not exceed 35 percent of salary. Any funds remaining in the Recovery Fund after 30 years shall revert to the State Treasury.

(4) Triumph Gulf Coast, Inc., shall invest and reinvest the principal of the Recovery Fund in accordance with s. 617.2104, in such a manner not to subject the funds to state or federal taxes, and consistent with an investment policy statement adopted by the corporation.

(a) The board of directors shall formulate an investment policy governing the investment of the principal of the Recovery Fund. The policy shall pertain to the types, kinds, or nature of investment of any of the funds, and any limitations, conditions or restrictions upon the methods, practices, or procedures for investment, reinvestments, purchases, sales, or exchange transactions, provided such policies shall not conflict with nor be in derogation of any state constitutional provision or law. The policy shall be formulated with the advice of the financial advisor in consultation with the State Board of Administration.

(b) Triumph Gulf Coast, Inc., must competitively procure one or more money managers, under the advice of the financial advisor in consultation with the State Board of Administration, to invest the principal of the Recovery Fund. The applicant...
manager or managers may not include representatives from the 
financial institution housing the trust account for the Recovery 
Fund. The applicant manager or managers must present a plan to 
invest the Recovery Fund to maximize earnings while prioritizing 
the preservation of Recovery Fund principal. Any agreement with 
a money manager must be reviewed by Triumph Gulf Coast, Inc., 
for continuance at least every 5 years. Plans should include 
investment in technology and growth businesses domiciled in, or 
that will be domiciled in, this state or businesses whose 
principal address is in this state.

(e) Costs and fees for investment services shall be 
deducted from the earnings as administrative costs. Fees for 
investment services shall be no greater than 150 basis points.

(d) Annually, Triumph Gulf Coast, Inc., shall cause an 
audit to be conducted of the investment of the Recovery Fund by 
the independent certified public accountant retained in s. 
288.8014. The expense of such audit shall be paid from earnings 
for administrative purposes.

(4) Triumph Gulf Coast, Inc., shall report on June 30 
and December 30 of each year to the Governor, the President of 
the Senate, and the Speaker of the House of Representatives on 
the financial status of the Recovery Fund and its investments, 
the established priorities; the project and program selection 
process, including a list of all submitted projects and programs 
and reasons for approval or denial and the status of all
approved awards.

(5)(6) The Auditor General shall conduct an operational audit of the Recovery Fund and Triumph Gulf Coast, Inc., annually. Triumph Gulf Coast, Inc., shall provide to the Auditor General any detail or supplemental data required.

Section 4. Subsections (2), (3), (4), (7), and (9) of section 288.8014, Florida Statutes, are amended to read:

288.8014 Triumph Gulf Coast, Inc.; organization; board of directors.—

(2) Triumph Gulf Coast, Inc., shall initially be governed by a five-member board of directors. Each of the Trustees of the State Board of Administration, the President of the Senate, and the Speaker of the House of Representatives shall each appoint one member from the private sector. As of the effective date of this act, the number of board members is increased to seven, with the President of the Senate and the Speaker of the House of Representatives each appointing an additional member from the private sector in one of the four least populous disproportionately affected counties, as identified by the United States Census Bureau in its April 2016 estimates of county populations, to ensure that two such counties are represented on the board. The board of directors shall annually elect a chairperson from among the board's members. The chairperson may be removed by a majority vote of the members. His or her successor shall be elected to serve for
the balance of the removed chairperson's term. The chairperson is responsible to ensure records are kept of the proceedings of the board of directors and is the custodian of all books, documents, and papers filed with the board; the minutes of meetings of the board; and the official seal of Triumph Gulf Coast, Inc.

(3) Notwithstanding s. 20.052(4)(c), each initial appointment to the board of directors by the Board of Trustees of the State Board of Administration shall serve for a term that ends 4 years after the Legislature appropriates funds to Triumph Gulf Coast, Inc. the Recovery Fund. To achieve staggered terms among the members of the board, each initial appointment to the board of directors by the President of the Senate and the Speaker of the House of Representatives shall serve for a term that ends 5 years after the Legislature appropriates funds to Triumph Gulf Coast, Inc. the Recovery Fund. Thereafter, each member of the board of directors shall serve for a term of 4 years. A member is not eligible for reappointment to the board; however, any member appointed to fill a vacancy for a term of 2 years or less may be reappointed for an additional term of 4 years. The initial appointments to the board must be made by November 15, 2013. Vacancies on the board of directors shall be filled by the officer who originally appointed the member. A vacancy that occurs before the scheduled expiration of the term of the member shall be filled for the remainder of the
unexpired term.

(4) The Legislature determines that it is in the public interest for the members of the board of directors to be subject to the requirements of ss. 112.313, 112.3135, and 112.3143, notwithstanding the fact that the board members are not public officers or employees. For purposes of those sections, the board members shall be considered to be public officers or employees. In addition to the postemployment restrictions of s. 112.313(9), a person appointed to the board of directors must agree to refrain from having any direct interest in any contract, franchise, privilege, project, program, or other benefit arising from an award by Triumph Gulf Coast, Inc., during the term of his or her appointment and for \( 6 \frac{1}{2} \) years after the termination of such appointment. It is a misdemeanor of the first degree, punishable as provided in s. 775.082 or s. 775.083, for a person to accept appointment to the board of directors in violation of this subsection or to accept a direct interest in any contract, franchise, privilege, project, program, or other benefit granted by Triumph Gulf Coast, Inc., to an awardee within \( 6 \frac{1}{2} \) years after the termination of his or her service on the board. Further, each member of the board of directors who is not otherwise required to file financial disclosure under s. 8, Art. II of the State Constitution or s. 112.3144 shall file disclosure of financial interests under s. 112.3145.

(7) The board of directors shall meet at least quarterly,
upon the call of the chairperson or at the request of a majority
of the membership, to review the Recovery Fund, establish and
review priorities for economic recovery, diversification, and
enhancement of the in disproportionately affected counties, and
determine use of funds the earnings available. A majority of the
members of the board of directors constitutes a quorum. Members
may not vote by proxy.

(9)(a) Triumph Gulf Coast, Inc., is permitted to hire or
contract for all staff necessary to the proper execution of its
powers and duties to implement this act. The corporation is
required to retain:

1. An independent certified public accountant licensed in
this state pursuant to chapter 473 to inspect the records of and
to annually audit the expenditure of funds the earnings and
available principal disbursed by Triumph Gulf Coast, Inc.

2. An independent financial advisor to assist Triumph Gulf
Coast, Inc., in the development and implementation of a
strategic plan consistent with the requirements of this act.

3. An economic advisor who will assist in the award
process, including the development of priorities, allocation
decisions, and the application and process; will assist the
board in determining eligibility of award applications and the
evaluation and scoring of applications; and will assist in the
development of award documentation.

2.4. A legal advisor with expertise in not-for-profit
investing and contracting and who is a member of The Florida Bar
to assist with contracting and carrying out the intent of this act.

(b) All Triumph Gulf Coast, Inc., shall require all employees of the corporation shall to comply with the code of
ethics for public employees under part III of chapter 112.
Retained staff under paragraph (a) must agree to refrain from having any direct interest in any contract, franchise,
privilege, project, program, or other benefit arising from an award of funds by Triumph Gulf Coast, Inc., during the term of his or her appointment and for 6 2 years after the termination of such appointment.

(c) Retained staff under paragraph (a) shall be available to consult with the board of directors and shall attend meetings of the board of directors. These individuals shall not be permitted to vote on any matter before the board.

Section 5. Subsection (2) of section 288.8015, Florida Statutes, is amended to read:

288.8015 Board of directors; powers.—In addition to the powers and duties prescribed in chapter 617 and the articles and bylaws adopted in compliance with that chapter, the board of directors may:

(2) Make expenditures including any necessary administrative expenditure from earnings consistent with its powers.
Under no circumstances may the credit of the State of Florida be pledged on behalf of Triumph Gulf Coast, Inc.

Section 6. Subsection (4) of section 288.8016, Florida Statutes, is amended to read:

288.8016 Triumph Gulf Coast, Inc.; duties.—Triumph Gulf Coast, Inc., shall have the following duties:

(4) Operate in a transparent manner, providing public access to information, notice of meetings, awards, and the status of projects and programs. To this end, Triumph Gulf Coast, Inc., shall maintain a website that provides public access to this information. At least 14 calendar days before approving an award pursuant to s. 288.8017, Triumph Gulf Coast, Inc., shall publish on the website a summary of the project or program and indicate its intent to approve the award.

Section 7. Section 288.8017, Florida Statutes, is amended to read:

288.8017 Awards.—

(1) Triumph Gulf Coast, Inc., shall make awards from available funds earnings and principal derived under s. 288.8013(2) to projects or programs that meet the priorities for economic recovery, diversification, and enhancement of the disproportionately affected counties, notwithstanding s. 377.43. Awards may be provided for:

(a) Ad valorem tax rate reduction within
disproportionately affected counties;

(b) Payment of impact fees adopted pursuant to s. 163.31801 and imposed within disproportionately affected counties;

(c) Administrative funding for economic development organizations located within the disproportionately affected counties;

(b)(d) Local match requirements of s. 288.0655 ss. 288.0655, 288.0659, 288.1045, and 288.106 for projects in the disproportionately affected counties;

(e) Economic development projects in the disproportionately affected counties;

(c) (f) Public infrastructure projects for construction, expansion, or maintenance which are shown to enhance economic recovery, diversification, and enhancement of development in the disproportionately affected counties;

(d) (g) Grants to local governments in the disproportionately affected counties to establish and maintain equipment and trained personnel for local action plans of response to respond to disasters, such as plans created for the Coastal Impacts Assistance Program;

(e)(h) Grants to support programs of excellence that prepare students for future occupations and careers at K-20 institutions that have home campuses in the disproportionately affected counties. Eligible programs include those that increase...
students' technology skills and knowledge; encourage industry
certifications; provide rigorous, alternative pathways for
students to meet high school graduation requirements; strengthen
career readiness initiatives; fund high-demand programs of
emphasis at the bachelor's and master's level designated by the
Board of Governors; and, similar to or the same as talent
retention programs created by the Chancellor of the State
University System and the Commission of Education, encourage
students with interest or aptitude for science, technology,
ing engineering, mathematics, and medical disciplines to pursue
postsecondary education at a state university or a Florida
College System institution within the disproportionately
affected counties; and

(f) Grants to support programs that provide participants
in the disproportionately affected counties with transferrable,
sustainable workforce skills that are not confined to a single
employer; and

(g)(i) Grants to the tourism entity created under s.
288.1226 for the purpose of advertising and promoting tourism
and Fresh From Florida, and grants to promote workforce and
infrastructure, or related content on behalf of one or all of
the disproportionately affected counties.

(2) Triumph Gulf Coast, Inc., shall establish an
application procedure for awards and a scoring process for the
selection of projects and programs that have the potential to
generate increased economic activity in the disproportionately
affected counties, giving priority to projects and programs
that:

(a) Generate maximum estimated economic benefits, based on
tools and models not generally employed by economic input-output
analyses, including cost-benefit, return-on-investment, or
dynamic scoring techniques to determine how the long-term
economic growth potential of the disproportionately affected
counties may be enhanced by the investment.

(b) Increase household income in the disproportionately
affected counties above national average household income.

(c) Expand high growth industries or establish new high
growth industries in the region.

1. Industries that are supported must have strong growth
potential in the disproportionately affected counties.

2. An industry's growth potential is defined based on a
detailed review of the current industry trends nationally and
the necessary supporting asset base for that industry in the
disproportionately affected counties region.

(c) (d) Leverage or further enhance key regional assets,
including educational institutions, research facilities, and
military bases.

(d) (e) Partner with local governments to provide funds,
infrastructure, land, or other assistance for the project.

(f) Have investment commitments from private equity or
private venture capital funds.

(g) Provide or encourage seed stage investments in start-up companies.

(h) Provide advice and technical assistance to companies on restructuring existing management, operations, or production to attract advantageous business opportunities.

(e)(i) Benefit the environment, in addition to the economy.

(f)(j) Provide outcome measures for programs of excellence support, including terms of intent and metrics.

(g)(k) Partner with K-20 educational institutions or school districts located within the disproportionately affected counties as of January 1, 2017.

(h) Are recommended by the board of county commissioners of the county in which the project or program will be located.

(i)(l) Partner with convention and visitor bureaus, tourist development councils, or chambers of commerce located within the disproportionately affected counties.

(3) Triumph Gulf Coast, Inc., may make awards as applications are received or may establish application periods for selection. Awards may not be used to finance 100 percent of any project or program. Triumph Gulf Coast, Inc., may require a one-to-one private-sector match or higher for an award, if applicable and deemed prudent by the board of directors. An awardee may not receive all of the funds earnings or available...
principal in any given year. An award may supplement but may not supplant existing funding sources.

(4) A contract executed by Triumph Gulf Coast, Inc., with an awardee must include provisions requiring a performance report on the contracted activities, must account for the proper use of funds provided under the contract, and must include provisions for recovery of awards in the event the award was based upon fraudulent information or the awardee is not meeting the performance requirements of the award. Awardees must regularly report to Triumph Gulf Coast, Inc., the expenditure of funds and the status of the project or program on a schedule determined by the corporation.

Section 8. Section 377.43, Florida Statutes, is repealed.

Section 9. The revision made by this act to s. 288.8014(4), Florida Statutes, applies only to persons who are appointed to serve on the board of directors of Triumph Gulf Coast, Inc., on or after July 1, 2017.

Section 10. The Division of Law Revision and Information is directed to replace the phrase "the effective date of this act" where it occurs in this act with the date this act takes effect.

Section 11. This act shall take effect upon becoming a law.