1 A bill to be entitled 2 An act relating to Hurricane Michael funding; 3 requiring that specified sales and use taxes be 4 transferred to a specified trust fund for specified 5 years; specifying the methodology to be used to 6 determine the amount to be transferred and how 7 adjustments are to made; authorizing the Governor to 8 transfer funds to certain entities for specified 9 purposes subject to notification to the Legislature; 10 requiring the Governor to certify that certain criteria are met before such funds are transferred; 11 12 specifying authorized uses of transferred funds; specifying limits on the state's contribution of 13 14 certain projects and activities; requiring the 15 Governor by a specified date to review and make recommendations for funding certain relief and 16 17 recovery activities through the appropriations process; specifying unauthorized uses for transferred 18 19 funds; specifying uses for transferred funds; authorizing the Auditor General to audit any entity 20 21 receiving funds; specifying procedures to be used if funds are improperly spent; providing that unobligated 22 balances in the trust fund revert to the Grants and 23 24 Donations Trust Fund after a specified date; providing an effective date. 25

## Page 1 of 5

CODING: Words stricken are deletions; words underlined are additions.

2019

26 27 Be It Enacted by the Legislature of the State of Florida: 28 29 Section 1. For fiscal years 2019-2020 through 2023-2024, 30 the Comptroller is directed to transfer the sales tax accruing 31 to the General Revenue Fund as a result of Hurricane Michael 32 from the General Revenue Fund to the Grants and Donations Trust 33 Fund within the Division of Emergency Management in the 34 Executive Office of the Governor. Transfers to the trust fund 35 shall be made monthly based on the latest official estimates as 36 determined by the Revenue Estimating Conference for sales tax accruing to the benefit of the General Revenue Fund. 37 38 Section 2. Subject to compliance with the provisions of 39 this act, the Governor is authorized to transfer funds for 40 Hurricane Michael relief and recovery activities from the Grants 41 and Donations Trust Fund to fund requests from Bay, Calhoun, 42 Gadsden, Gulf, Jackson, Liberty, and Washington Counties, 43 political subdivisions therein, state agencies, and the judicial 44 branch in accordance with this act and the procedure for 45 processing budget amendments established by s. 216.181, Florida 46 Statutes, and after notice to and consultation with the 47 Legislature as required therein. The Governor may authorize such 48 transfer upon his certification: That funding requested by the local government, state 49 (1) 50 agency, or judicial branch is necessary to maintain services or

Page 2 of 5

CODING: Words stricken are deletions; words underlined are additions.

2019

51 infrastructure essential to support health, safety, and welfare 52 functions, and to reimburse the local government, state agency, 53 or judicial branch for unanticipated expenses related thereto 54 incurred in responding to Hurricane Michael or for loss of 55 revenues related thereto due to the impact of Hurricane Michael, 56 until such time as the Legislature can act. 57 (2) That should sufficient funds become available to meet 58 the need of the original budget amendment: 59 The local government has agreed to reimburse the state (a) 60 in the amount of such funds subsequently received; or The state agency or judicial branch may not obligate 61 (b) 62 such subsequently received funds and will notify the Governor 63 and the Legislature of their availability. 64 (3) That funding requested by a state agency for services 65 provided by nongovernmental entities are limited to nonprofit 66 organizations that are exempt from federal income tax under s. 67 501(c)(3) of the Internal Revenue Code and that are in good 68 financial standing. 69 70 Transfers authorized by the Governor after his certification 71 that the criteria specified in subsections (1), (2), and (3) 72 have been met may include transfers for hazard mitigation; 73 infrastructure and housing repairs and replacement; flood 74 elevation repairs for residential structures required to be 75 elevated to the base flood elevation by flood plain management

Page 3 of 5

CODING: Words stricken are deletions; words underlined are additions.

2019

2019

76	regulations adopted under federal law and local ordinances
77	enacted in compliance with federal law, except that in no event
78	shall the state's contribution be more than 25 percent of the
79	cost of any structural elevation project; operating deficits;
80	public health, environmental, and business assistance programs;
81	social and rehabilitative service delivery systems; economic
82	development programs; and housing assistance programs.
83	Section 3. By February 1, 2020, the Governor shall examine
84	all other requests for funding relief and recovery activities
85	related to Hurricane Michael and requests made pursuant to
86	section 2 that do not result in the transfer of funds, and shall
87	make his recommendations for fiscal years 2019-2020 and 2023-
88	2024 to the Legislature. Such recommendations may include issues
89	relating to education, health, public safety, social and
90	rehabilitative service delivery systems, assistance to minority
91	business enterprises, cultural affairs, historic preservation,
92	the environment, natural resources, housing, and economic
93	development.
94	Section 4. Funds transferred pursuant to this act may not
95	be expended for property lost due to criminal activity or for
96	lost wages incurred by a person other than a public employee.
97	Section 5. An entity receiving funds as provided in this
98	act may use those funds only for purposes directly associated
99	with relief, recovery, or rebuilding resulting from Hurricane
100	Michael or as otherwise authorized by this act. All entities
	Dago / of 5

## Page 4 of 5

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

2019

101	receiving funds as provided in this act are subject to audit by
102	the Auditor General upon reasonable notice. If the Auditor
103	General finds that any of the funds were not spent in accordance
104	with this act, the Comptroller shall offset any future
105	disbursements due until the improperly expended funds are fully
106	reimbursed. If funds are not available to offset improper
107	expenditures, the Governor or Attorney General may bring an
108	action to recover improperly expended funds. Jurisdiction for
109	such action is in the circuit court.
110	Section 6. Any unobligated balance from the original
111	transfer remaining within the Grants and Donations Trust Fund on
112	June 30, 2025, shall be transferred to unallocated general
113	revenue.
114	Section 7. This act shall take effect July 1, 2019.
	Page 5 of 5

CODING: Words stricken are deletions; words <u>underlined</u> are additions.