

LEGISLATIVE ACTION

Senate House

Comm: RCS 03/15/2013

Appropriations Subcommittee on Transportation, Tourism, and Economic Development (Gardiner) recommended the following:

Senate Amendment (with title amendment)

Delete lines 134 - 264 and insert:

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Section 1. Economic Development Programs Evaluation.-The Office of Economic and Demographic Research and the Office of Program Policy Analysis and Government Accountability (OPPAGA) shall develop and present to the Governor, the President of the Senate, the Speaker of the House of Representatives, and the chairs of the legislative appropriations committees the Economic Development Programs Evaluation.

(1) The Office of Economic and Demographic Research and

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OPPAGA shall coordinate the development of a work plan for completing the Economic Development Programs Evaluation and shall submit the work plan to the President of the Senate and the Speaker of the House of Representatives by July 1, 2013.

- (2) The Office of Economic and Demographic Research and OPPAGA shall provide a detailed analysis of economic development programs as provided in the following schedule:
- (a) By January 1, 2014, and every 3 years thereafter, an analysis of the following:
- 1. The capital investment tax credit established under s. 220.191, Florida Statutes.
- 2. The qualified target industry tax refund established under s. 288.106, Florida Statutes.
- 3. The brownfield redevelopment bonus refund established under s. 288.107, Florida Statutes.
- 4. High-impact business performance grants established under s. 288.108, Florida Statutes.
- 5. The Quick Action Closing Fund established under s. 288.1088, Florida Statutes.
- 6. The Innovation Incentive Program established under s. 288.1089, Florida Statutes.
- 7. Enterprise Zone Program incentives established under ss. 212.08(5), 212.08(15), 212.096, 220.181, and 220.182, Florida Statutes.
- (b) By January 1, 2015, and every 3 years thereafter, an analysis of the following:
- 1. The entertainment industry financial incentive program established under s. 288.1254, Florida Statutes.
 - 2. The entertainment industry sales tax exemption program

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established under s. 288.1258, Florida Statutes.

- 3. VISIT Florida and its programs established or funded under ss. 288.122, 288.1226, 288.12265, and 288.124, Florida Statutes.
- 4. The Florida Sports Foundation and related programs established under ss. 288.1162, 288.11621, 288.1166, 288.1167, 288.1168, 288.1169, and 288.1171, Florida Statutes.
- (c) By January 1, 2016, and every 3 years thereafter, an analysis of the following:
- 1. The qualified defense contractor and space flight business tax refund program established under s. 288.1045, Florida Statutes.
- 2. The tax exemption for semiconductor, defense, or space technology sales established under s. 212.08(5)(j), Florida Statutes.
- 3. The Military Base Protection Program established under s. 288.980, Florida Statutes.
- 4. The Manufacturing and Spaceport Investment Incentive Program established under s. 288.1083, Florida Statutes.
- 5. The Quick Response Training Program established under s. 288.047, Florida Statutes.
- 6. The Incumbent Worker Training Program established under s. 445.003, Florida Statutes.
- 7. International trade and business development programs established or funded under s. 288.826, Florida Statutes.
- (3) Pursuant to the schedule established in subsection (2), the Office of Economic and Demographic Research shall evaluate and determine the economic benefits, as defined in s. 288.005, Florida Statutes, of each program over the previous 3 years. The

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analysis must also evaluate the number of jobs created, the increase or decrease in personal income, and the impact on state gross domestic product from the direct, indirect, and induced effects of the state's investment in each program over the previous 3 years.

- (a) For the purpose of evaluating tax credits, tax refunds, sales tax exemptions, cash grants, and similar programs, the Office of Economic and Demographic Research shall evaluate data only from those projects in which businesses received state funds during the evaluation period. Such projects may be fully completed, partially completed with future fund disbursal possible pending performance measures, or partially completed with no future fund disbursal possible as a result of a business's inability to meet performance measures.
- (b) The analysis must use the model developed by the Office of Economic and Demographic Research, as required in s. 216.138, Florida Statutes, to evaluate each program. The office shall provide a written explanation of the key assumptions of the model and how it is used. If the office finds that another evaluation model is more appropriate to evaluate a program, it may use another model, but it must provide an explanation as to why the selected model was more appropriate.
- (4) Pursuant to the schedule established in subsection (2), OPPAGA shall evaluate each program over the previous 3 years for its effectiveness and value to the taxpayers of this state and include recommendations on each program for consideration by the Legislature. The analysis may include relevant economic development reports or analyses prepared by the Department of Economic Opportunity, Enterprise Florida, Inc., or local or

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regional economic development organizations; interviews with the parties involved; or any other relevant data.

(5) The Office of Economic and Demographic Research and OPPAGA must be given access to all data necessary to complete the Economic Development Programs Evaluation, including any confidential data. The offices may collaborate on data collection and analysis.

Section 2. Subsection (10) of section 20.60, Florida Statutes, is amended to read:

- 20.60 Department of Economic Opportunity; creation; powers and duties .-
- (10) The department, with assistance from Enterprise Florida, Inc., shall, by November 1 January 1 of each year, submit an annual report to the Governor, the President of the Senate, and the Speaker of the House of Representatives on the condition of the business climate and economic development in the state.
- (a) The report must shall include the identification of problems and a prioritized list of recommendations.
- (b) The report must incorporate annual reports of other programs, including:
- 1. The displaced homemaker program established under s. 446.50.
- 2. Information provided by the Department of Revenue under s. 290.014.
- 3. Information provided by enterprise zone development agencies under s. 290.0056 and an analysis of the activities and accomplishments of each enterprise zone.
 - 4. The Economic Gardening Business Loan Pilot Program



established under s. 288.1081 and the Economic Gardening Technical Assistance Pilot Program established under s. 288.1082.

- 5. A detailed report of the performance of the Black Business Loan Program and a cumulative summary of quarterly report data required under s. 288.714.
- 6. The Rural Economic Development Initiative established under s. 288.0656.

Section 3. Paragraph (bb) is added to subsection (8) of section 213.053, Florida Statutes, to read:

- 213.053 Confidentiality and information sharing.-
- (8) Notwithstanding any other provision of this section, the department may provide:
- (bb) Information to the director of the Office of Program Policy Analysis and Government Accountability or his or her authorized agent, and to the coordinator of the Office of Economic and Demographic Research or his or her authorized agent, for purposes of completing the Economic Development Programs Evaluation. Information obtained from the department pursuant to this paragraph may be shared by the director and the coordinator, or the director's or coordinator's authorized agent, for purposes of completing the Economic Development Programs Evaluation.

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Disclosure of information under this subsection shall be pursuant to a written agreement between the executive director and the agency. Such agencies, governmental or nongovernmental, shall be bound by the same requirements of confidentiality as the Department of Revenue. Breach of confidentiality is a



158 misdemeanor of the first degree, punishable as provided by s. 159 775.082 or s. 775.083. 160 161 ======== T I T L E A M E N D M E N T ========== 162 And the title is amended as follows: Delete line 26 163 164 and insert: included; amending s. 213.053, F.S.; authorizing the 165 Department of Revenue to make certain information 166 167 available to the director of the Office of Program 168 Policy Analysis and Government Accountability and the 169 coordinator of the Office of Economic and Demographic 170 Research; authorizing the offices to share certain 171 information; amending s. 220.194, F.S.; requiring the