Bill No. HB 5601 (2013)

Amendment No. CHAMBER ACTION Senate House Representative Rehwinkel Vasilinda offered the following: 1 2 3 Amendment (with title amendment) Remove lines 215-462 and insert: 4 5 The department shall distribute up to \$55,555 monthly e. 6 to each certified applicant as defined in s. 288.11631 for a 7 facility used by a single spring training franchise, or up to 8 \$111,110 monthly to each certified applicant as defined in s. 9 288.11631 for a facility used by more than one spring training 10 franchise. The department shall distribute up to \$55,555 monthly 11 to each certified applicant as defined in s. 288.11631 for a performing arts center. Monthly distributions begin 60 days 12 after such certification or July 1, 2016, whichever is later, 13 and continue for not more than 30 years, except as otherwise 14 15 provided in s. 288.11631. A certified applicant identified in 16 this sub-subparagraph may not receive more in distributions than 165177

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Amendment No. 17 expended by the applicant for the public purposes provided in s. 18 288.11631(3). The department may not distribute more than 19 \$3,300,000 per year to applicants certified under s. 288.11631. 20 7. All other proceeds must remain in the General Revenue 21 Fund. 22 Section 4. Present paragraphs (d) through (h) of 23 subsection (2) of section 288.1045, Florida Statutes, are 24 redesignated as paragraphs (c) through (g), respectively, and present paragraph (c) of that subsection is amended to read: 25 26 288.1045 Qualified defense contractor and space flight 27 business tax refund program.-GRANTING OF A TAX REFUND; ELIGIBLE AMOUNTS.-28 (2)29 (c) A qualified applicant may not receive more than \$7 30 million in tax refunds pursuant to this section in all fiscal 31 vears. 32 Section 5. Paragraph (c) of subsection (3) of section 288.106, Florida Statutes, is amended to read: 33 288.106 Tax refund program for qualified target industry 34 35 businesses.-TAX REFUND; ELIGIBLE AMOUNTS.-36 (3) A qualified target industry business may not receive 37 (C) 38 refund payments of more than 25 percent of the total tax refunds 39 specified in the tax refund agreement under subparagraph (5) (a)1. in any fiscal year. Further, a qualified target 40 industry business may not receive more than \$1.5 million in 41 refunds under this section in any single fiscal year, or more 42 43 than \$2.5 million in any single fiscal year if the project is located in an enterprise zone. A qualified target industry 44 165177 Approved For Filing: 4/9/2013 9:55:41 AM Page 2 of 12

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Amendment No. 45 business may not receive more than \$7 million in refund payments under this section in all fiscal years, or more than \$7.5 46 million if the project is located in an enterprise zone. 47 48 Section 6. Section 288.11631, Florida Statutes, is created 49 to read: 50 288.11631 Performing arts centers and retention of Major 51 League Baseball spring training baseball franchises .-52 (1) DEFINITIONS.-As used in this section, the term: 53 (a) "Agreement" means a certified, signed lease between an applicant that applies for certification on or after July 1, 54 55 2013, and a spring training franchise for the use of a facility. (b) "Applicant" means a unit of local government as 56 defined in s. 218.369, including a local government located in 57 58 the same county, which has partnered with a certified applicant 59 before the effective date of this section or with an applicant 60 for a new certification, for purposes of sharing in the responsibilities of a facility. 61 62 (c) "Certified applicant" means a facility for a spring 63 training franchise or a unit of local government that is certified under this section. 64 65 (d) "Facility" means a spring training stadium, playing 66 fields, and appurtenances intended to support spring training 67 activities. (e) "Local funds" and "local matching funds" mean funds 68 provided by a county, municipality, or other local government. 69 70 (f) "Performing arts center" means a facility that 71 consists of one or more theaters, each having 3,500 or fewer

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72 seats, that presents performing arts events, and that is owned 73 and operated by a unit of local government. 74 (q) "Performing arts event" means live theater, live 75 opera, live ballet, or other live performance events. 76 (2) CERTIFICATION PROCESS.-77 (a) Before certifying an applicant to receive state funding for a facility for a spring training franchise or 78 79 performing arts center, the department must verify that: 80 1. The applicant is responsible for the construction or renovation of the facility for a spring training franchise or a 81 82 performing arts center or holds title to the property on which 83 the facility for a spring training franchise or performing arts 84 center is located. 85 2. For a facility for a spring training franchise, the 86 applicant has a certified copy of a signed agreement with a spring training franchise. The signed agreement with a spring 87 88 training franchise for the use of a facility must, at a minimum, 89 be equal to the length of the term of the bonds issued for the 90 public purpose of constructing or renovating a facility for a 91 spring training franchise. If no such bonds are issued for the 92 public purpose of constructing or renovating a facility for a 93 spring training franchise, the signed agreement with a spring 94 training franchise for the use of a facility must be for at 95 least 20 years. Any such agreement with a spring training franchise for the use of a facility cannot be signed more than 3 96 years before the expiration of any existing agreement with a 97 98 spring training franchise for the use of a facility. The 99 agreement must also require the franchise to reimburse the state 165177 Approved For Filing: 4/9/2013 9:55:41 AM

Amendment No.

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	BILL NO. HE SOUL (2013)
100	Amendment No. for state funds expended by an applicant under this section if
101	
	the franchise relocates before the agreement expires. The
102	agreement may be contingent on an award of funds under this
103	section and other conditions precedent.
104	3. The applicant has made a financial commitment to
105	provide 50 percent or more of the funds required by an agreement
106	for the construction or renovation of the facility for a spring
107	training franchise or performing arts center. The commitment may
108	be contingent upon an award of funds under this section and
109	other conditions precedent.
110	4. The applicant demonstrates that the facility for a
111	spring training franchise or performing arts center will attract
112	a paid attendance of at least 50,000 persons annually.
113	5. The facility for a spring training franchise or
114	performing arts center is located in a county that levies a
115	tourist development tax under s. 125.0104.
116	6. The applicant for a performing arts center has
117	established that the performing arts center will be located in a
118	community with a longstanding commitment to the arts as
119	evidenced by ongoing artistic activities that include, but are
120	not limited to, ballet, opera, theater, and dance.
121	(b) The department shall evaluate applications for state
122	funding of the construction or renovation of the facility for a
123	spring training franchise or performing arts center. The
124	evaluation criteria must include the following items:
125	1. The anticipated effect on the economy of the local
126	community where the facility is to be constructed or renovated,
127	including projections on paid attendance, local and state tax
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156	Amendment No. (c) Each applicant certified on or after July 1, 2013,
157	shall enter into an agreement with the department which:
158	
159	be distributed. The amount of state incentive funding per
160	certified applicant may not exceed \$20 million. However, if a
161	certified applicant has more than one spring training franchise,
162	the maximum amount may not exceed \$40 million.
163	2. States the criteria that the certified applicant must
164	meet in order to remain certified. For a facility for a spring
165	training franchise, these criteria must include a provision
166	stating that the spring training franchise must reimburse the
167	state for any funds received if the franchise does not comply
168	with the terms of the contract.
169	3. States that the certified applicant is subject to
170	decertification if the certified applicant fails to comply with
171	this section or the agreement.
172	4. States that the department may recover state incentive
173	funds if the certified applicant is decertified.
174	5. Specifies the information that the certified applicant
175	must report to the department.
176	6. Includes any provision deemed prudent by the
177	department.
178	(3) USE OF FUNDS.—
179	(a) A certified applicant may use funds provided under s.
180	212.20(6)(d)6.e. only to:
181	1. Serve the public purpose of constructing or renovating
182	a facility for a spring training franchise or acquiring,
183	constructing, reconstructing, renovating, performing capital
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184	Amendment No. improvement, or maintaining a performing arts center or any
185	ancillary facilities including parking structures, meeting
186	rooms, and retail and concession space.
187	2. Pay or pledge for the payment of debt service on, or to
188	fund debt service reserve funds, arbitrage rebate obligations,
189	or other amounts payable with respect thereto, bonds issued for
190	the construction or renovation of a facility for a spring
191	training franchise or the acquisition, construction,
192	reconstruction, renovation, capital improvement, or maintenance
193	of a performing arts center, or for the reimbursement of such
194	costs or the refinancing of bonds issued for such purposes.
195	(b) State funds awarded to a certified applicant for a
196	facility for a spring training franchise may not be used to
197	subsidize facilities that are privately owned by, maintained by,
198	and used exclusively by a spring training franchise.
199	(c) The Department of Revenue may not distribute funds
200	under 212.20(6)(d)6.e. until July 1, 2016. Further, the
201	Department of Revenue may not distribute funds to an applicant
202	certified on or after July 1, 2013, until it receives notice
203	from the department that:
204	1. The certified applicant has encumbered funds under
205	either subparagraph (a)1. or 2.; and
206	2. If applicable, any existing agreement with a spring
207	training franchise for the use of a facility has expired.
208	(d)1. All certified applicants shall place unexpended
209	state funds received pursuant to s. 212.20(6)(d)6.e. in a trust
210	fund or separate account for use only as authorized in this
211	section.
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212	Amendment No. 2. An applicant certified for a facility for a spring
212	training franchise may request that the Department of Revenue
213	suspend further distributions of state funds made available
214	
	under s. 212.20(6)(d)6.e. for 12 months after expiration of an
216	existing agreement with a spring training franchise to provide
217	the certified applicant with an opportunity to enter into a new
218	agreement with a spring training franchise, at which time the
219	distributions shall resume.
220	3. The expenditure of state funds distributed to an
221	applicant certified after July 1, 2013, must begin within 48
222	months after the initial receipt of the state funds. In
223	addition, the construction or renovation of a spring training
224	facility or the acquisition, construction, reconstruction,
225	renovation, or capital improvement of a performing arts center
226	must be completed within 24 months after the project's
227	commencement.
228	(4) ANNUAL REPORTS
229	(a) On or before September 1 of each year, a certified
230	applicant shall submit to the department a report that includes,
231	but is not limited to:
232	1. A detailed accounting of all local and state funds
233	expended to date on the project financed under this section.
234	2. For a facility for a spring training franchise, a copy
235	of the contract between the certified local governmental entity
236	and the spring training franchise.
237	3. A cost-benefit analysis of the team's or performing
238	arts facility's impact on the community.

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Amendment No. 239 4. Evidence that the certified applicant continues to meet the criteria in effect when the applicant was certified. 240 (b) 241 The department shall compile the information received 242 from each certified applicant and publish the information 243 annually by November 1. 244 (5) DECERTIFICATION.-245 (a) The department shall decertify a certified applicant 246 upon the request of the certified applicant. 247 (b) The department shall decertify a certified applicant 248 if the certified applicant does not: 1. Have a valid agreement with a spring training franchise 249 250 if certification was based on a facility for a spring training 251 franchise; or 252 2. Satisfy its commitment to provide local matching funds 253 to the facility. 254 255 However, for applicants certified for a facility for a spring 256 training franchise, decertification proceedings against a local 257 government certified after July 1, 2013, shall be delayed until 258 12 months after the expiration of the local government's 259 existing agreement with a spring training franchise, and without a new agreement being signed, if the certified local government 260 261 can demonstrate to the department that it is in active 262 negotiations with a major league spring training franchise, 263 other than the franchise that was the basis for the original 264 certification. (c) A certified applicant has 60 days after it receives a 265 266 notice of intent to decertify from the department to petition 165177 Approved For Filing: 4/9/2013 9:55:41 AM

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	BILL NO. HE 2001 (2013)
267	Amendment No. for review of the decertification. Within 45 days after receipt
268	of the request for review, the department must notify a
269	certified applicant of the outcome of the review.
270	(d) The department shall notify the Department of Revenue
271	that a certified applicant has been decertified within 10 days
272	after the order of decertification becomes final. The Department
273	of Revenue shall immediately stop the payment of any funds under
274	this section which were not encumbered by the certified
275	applicant under subparagraph (3)(a)2.
276	(e) The department shall order a decertified applicant to
277	repay all of the unencumbered state funds that the applicant
278	received under this section and any interest that accrued on
279	those funds. The repayment must be made within 60 days after the
280	decertification order becomes final. These funds shall be
281	deposited into the General Revenue Fund.
282	(f) A local government as defined in s. 218.369 may not be
283	decertified by the department if it has paid or pledged for the
284	payment of debt service on, or to fund debt service reserve
285	funds, arbitrage rebate obligations, or other amounts payable
286	with respect thereto, bonds issued for the acquisition,
287	construction, reconstruction, renovation, or capital improvement
288	of the facility for which the local government was
289	
290	
291	TITLE AMENDMENT
292	Remove lines 15-23 and insert:
293	of money to applicants certified for a facility for a
294	spring training franchise or performing arts center;
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	Amendment No.
295	specifying time periods and limitations on
296	distributions; amending ss. 288.1045 and 288.106,
297	F.S.; deleting caps on tax refunds for qualified
298	defense contractors and space flight businesses and
299	for qualified target industry businesses; creating s.
300	288.11631, F.S.; providing definitions; establishing a
301	certification process for spring training baseball
302	franchises and performing arts centers;