2

3

4

5

6 7

8

9

11

12

13

1415

16

17

1819

20

21

22

23

24

25

2627

28

29

By the Appropriations Committee on Transportation, Tourism, and Economic Development; and Senator Simon

606-03934-23 20231482c1

A bill to be entitled An act relating to rural development; amending s. 215.971, F.S.; requiring certain agency agreements to include a provision authorizing the agency to provide for the payment of specified invoices to certain counties or municipalities for certain verified and eligible performance; providing intent; providing construction; amending s. 288.018, F.S.; specifying that funding provided under the Regional Rural Development Grants Program is not a matching grant; revising the required criteria the Department of Economic Opportunity must consider in approving a participant in the program; amending s. 288.0655, F.S.; revising the purpose of the Rural Infrastructure Fund; revising the percentages of total infrastructure project cost that the Department of Economic Opportunity may award through the fund; providing authorized uses of eligible funds; deleting a provision requiring that eligible projects be related to specified opportunities; authorizing the department to award grants up to a specified amount for specified planning and preparation activities; deleting a restriction on dual grant awards being used which would exceed a specified percentage threshold; revising a provision that requires that awarded funds for specified surveys or other activities be matched with a specified amount of local funds; revising the evaluation process for applications; providing an effective date.

606-03934-23 20231482c1

30

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

313233

34

35

36

37

38 39

40

41

42

4344

45

46

47

48 49

50

51

52

53

54

55

56

57

58

Section 1. Paragraph (h) is added to subsection (1) of section 215.971, Florida Statutes, to read:

215.971 Agreements funded with federal or state assistance.—

- (1) An agency agreement that provides state financial assistance to a recipient or subrecipient, as those terms are defined in s. 215.97, or that provides federal financial assistance to a subrecipient, as defined by applicable United States Office of Management and Budget circulars, must include all of the following:
- (h) If the agency agreement provides federal or state financial assistance to a county or municipality that is a rural community or rural area of opportunity, as those terms are defined in s. 288.0656(2), a provision that allows the agency to provide for the payment of invoices to the county or municipality for verified and eligible performance that has been completed in accordance with the terms and conditions set forth in the agreement. This provision is included to alleviate the financial hardships that certain rural counties and municipalities encounter when administering agreements, and must be exercised by the agency when a county or municipality demonstrates financial hardship, to the extent that federal or state law, rule, or other regulation allows such payments. This paragraph may not be construed to alter or limit any other provisions of federal or state law, rule, or other regulation. Section 2. Subsections (1) and (2) of section 288.018,

606-03934-23 20231482c1

Florida Statutes, are amended to read:

288.018 Regional Rural Development Grants Program.-

- (1) (a) For the purposes of this section, the term "regional economic development organization" means an economic development organization located in or contracted to serve a rural area of opportunity, as defined in s. 288.0656(2)(d).
- (b) The department shall establish a matching grant program to provide funding to regional economic development organizations for the purpose of building the professional capacity of those organizations. Building the professional capacity of a regional economic development organization includes hiring professional staff to develop, deliver, and provide needed economic development professional services, including technical assistance, education and leadership development, marketing, and project recruitment. Matching Grants may also be used by a regional economic development organization to provide technical assistance to local governments, local economic development organizations, and existing and prospective businesses.
- (c) A regional economic development organization may apply annually to the department for a matching grant. The department is authorized to approve, on an annual basis, grants to such regional economic development organizations. The maximum amount an organization may receive in any year will be \$50,000, or \$250,000 for any three regional economic development organizations that serve an entire region of a rural area of opportunity designated pursuant to s. 288.0656(7) if they are recognized by the department as serving such a region.
 - (d) Grant funds received by a regional economic development

606-03934-23 20231482c1

organization must be matched each year by nonstate resources in an amount equal to 25 percent of the state contribution.

- (2) In approving the participants, the department shall consider the demonstrated need of the applicant for assistance and require the following:
- (a) Documentation of official commitments of support from each of the units of local government represented by the regional organization.
- (b) Information about any financial or in-kind commitment to the regional organization by a Demonstration that each unit of local government or has made a financial or in-kind commitment to the regional organization.
- (c) Demonstration that the private sector has made financial or in-kind commitments to the regional organization.
- $\underline{\text{(c)-(d)}}$ Demonstration that the organization is in existence and actively involved in economic development activities serving the region.
- (d) (e) Demonstration of the manner in which the organization is or will coordinate its efforts with those of other local and state organizations.
- Section 3. Subsection (1), paragraphs (b), (c), and (e) of subsection (2), and subsection (3) of section 288.0655, Florida Statutes, are amended to read:
 - 288.0655 Rural Infrastructure Fund.-
- (1) There is created within the department the Rural Infrastructure Fund to facilitate the planning, preparing, and financing of infrastructure projects in rural communities which will encourage job creation, capital investment, and the strengthening and diversification of rural economies by

606-03934-23 20231482c1

promoting tourism, trade, and economic development.

(2)

117

118

119120

121

122

123

124

125

126

127

128

129

130

131132

133

134

135

136

137

138

139

140

141

142

143

144145

(b) To facilitate access of rural communities and rural areas of opportunity as defined by the Rural Economic Development Initiative to infrastructure funding programs of the Federal Government, such as those offered by the United States Department of Agriculture and the United States Department of Commerce, and state programs, including those offered by Rural Economic Development Initiative agencies, and to facilitate local government or private infrastructure funding efforts, the department may award grants for up to $75 \frac{50}{9}$ percent of the total infrastructure project cost, or up to 100 percent of the total infrastructure project cost for a project located in a rural community as defined in s. 288.0656(2) which is also located in a fiscally constrained county as defined in s. 218.67(1) or a rural area of opportunity as defined in s. 288.0656(2). Eligible projects must be related to specific job-creation or jobretention opportunities. Eligible uses of funds projects may also include improving any inadequate infrastructure that has resulted in regulatory action that prohibits economic or community growth, reducing the costs to community users of proposed infrastructure improvements that exceed such costs in comparable communities, and improving access to and the availability of broadband Internet service. Eligible uses of funds shall include improvements to public infrastructure for industrial or commercial sites, upgrades to or development of public tourism infrastructure, and improvements to broadband Internet service and access in unserved or underserved rural communities. Improvements to broadband Internet service and

147

148

149

150

151152

153

154

155156

157

158

159160

161

162

163

164

165

166167

168

169

170171

172

173

174

606-03934-23 20231482c1

access must be conducted through a partnership or partnerships with one or more dealers, as defined in s. 202.11(2), and the partnership or partnerships must be established through a competitive selection process that is publicly noticed. Authorized infrastructure may include the following public or public-private partnership facilities: storm water systems; telecommunications facilities; broadband facilities; roads or other remedies to transportation impediments; nature-based tourism facilities; or other physical requirements necessary to facilitate tourism, trade, and economic development activities in the community. Authorized infrastructure may also include publicly or privately owned self-powered nature-based tourism facilities, publicly owned telecommunications facilities, and broadband facilities, and additions to the distribution facilities of the existing natural gas utility as defined in s. 366.04(3) (c), the existing electric utility as defined in s. 366.02, or the existing water or wastewater utility as defined in s. 367.021(12), or any other existing water or wastewater facility, which owns a gas or electric distribution system or a water or wastewater system in this state when where:

- 1. A contribution-in-aid of construction is required to serve public or public-private partnership facilities under the tariffs of any natural gas, electric, water, or wastewater utility as defined herein; and
- 2. Such utilities as defined herein are willing and able to provide such service.
- (c) To facilitate timely response and induce the location or expansion of specific job creating opportunities, The department may award grants of up to \$300,000 for infrastructure

176

177

178179

180

181

182

183

184

185186

187

188

189

190

191

192

193194

195

196

197

198

199

200

201

202

203

606-03934-23 20231482c1

feasibility studies, design and engineering activities, or other infrastructure planning and preparation activities. Authorized grants shall be up to \$50,000 for an employment project with a business committed to create at least 100 jobs; up to \$150,000 for an employment project with a business committed to create at least 300 jobs; and up to \$300,000 for a project in a rural area of opportunity. Grants awarded under this paragraph may be used in conjunction with grants awarded under paragraph (b), provided that the total amount of both grants does not exceed 30 percent of the total project cost. In evaluating applications under this paragraph, the department shall consider the extent to which the application seeks to minimize administrative and consultant expenses.

(e) To enable local governments to access the resources available pursuant to s. 403.973(18), the department may award grants for surveys, feasibility studies, and other activities related to the identification and preclearance review of land which is suitable for preclearance review. Authorized grants under this paragraph may not exceed \$75,000 each, except in the case of a project in a rural area of opportunity, in which case the grant may not exceed \$300,000. Any funds awarded under this paragraph must be matched at a level of 50 percent with local funds, except that any funds awarded for a project in a rural area of opportunity do not require a match of must be matched at a level of 33 percent with local funds. If an application for funding is for a catalyst site, as defined in s. 288.0656, the requirement for local match may be waived pursuant to the process in s. 288.06561. In evaluating applications under this paragraph, the department shall consider the extent to which the

205

206

207

208

209

210

211

212

213

214

215

606-03934-23 20231482c1

application seeks to minimize administrative and consultant expenses.

- (3) The department, in consultation with Enterprise Florida, Inc., the Florida Tourism Industry Marketing Corporation, the Department of Environmental Protection, and the Florida Fish and Wildlife Conservation Commission, as appropriate, shall review and certify applications pursuant to s. 288.061. The review <u>must shall</u> include an evaluation of the economic benefit of the projects and their long-term viability. The department shall have final approval for any grant under this section.
 - Section 4. This act shall take effect July 1, 2023.