By the Committees on Community Affairs, Tourism and Representatives Cosgrove, Barreiro, Garcia, Mackenzie, Logan, Meek, Lippman, Morse, Villalobos, Heyman and Bullard

A bill to be entitled An act relating to the International Motorsports Museum facility; amending s. 212.20, F.S.; providing for distribution of a portion of revenues from the tax on sales, use, and other transactions to such facility; creating s. 288.11695, F.S.; providing for certification of such facility by the Office of Tourism, Trade, and Economic Development; providing requirements for certification; requiring the International Motorsports Museum facility to contribute certain advertising; terminating or abating funding under certain circumstances; providing for use of the funds distributed to the museum; providing for audits by the Department of Revenue; providing for periodic recertification; requiring applicants for certification to contract with the Department of Labor and Employment Security to hire WAGES program participants; providing contract requirements; requiring a report; amending ss. 218.65 and 288.1169, F.S.; conforming cross references; providing an effective date.

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WHEREAS, Homestead and the South Dade area are continuing to recover from the devastation of Hurricane Andrew and are benefiting significantly both from the direct economic impact generated by facilities such as the Metro-Dade Homestead Motorsports Complex and the indirect economic impact generated by the positive publicity resulting from the

numerous national and international broadcasts from and press coverage generated by the Metro-Dade Homestead Motorsports Complex, and

WHEREAS, more than 5 million international travelers visited the Greater Miami area in 1995, marking a 7 percent increase over 1994, while the first quarter of 1996 saw a 4.7 percent increase in international visitors over the same period of 1995, and

WHEREAS, an estimated 1 million international travelers visited the Florida Keys in 1995, and

WHEREAS, the City of Homestead has announced its support for and participation in an international educational automotive and racing history museum owned and operated by the Grand Prix Foundation, Inc., a not-for-profit Florida corporation headed by a board of directors made up of local community leaders and national and international racing officials, to be located at the state-of-the-art facility, and

WHEREAS, the International Motorsports Museum, to be located in the Metro-Dade Homestead area, will benefit from its strategic location midway between Greater Miami and the Florida Keys and its easy access to both the Florida Turnpike and U.S. 1, and

WHEREAS, the Grand Prix Foundation, Inc., will create a stand-alone and exciting attraction that will be open year-round and plans to work with tour operators to make the international educational automotive and racing history museum a family-oriented attraction for the millions of visitors from North America and around the world who tour through South Florida and the Florida Keys, and

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WHEREAS, the additional tourism generated by the International Motorsports Museum will have a positive impact on the taxes and economy of the state, and

WHEREAS, the International Motorsports Museum project will build upon the economic development already being reaped from the creation of the Metro-Dade Homestead Motorsports Complex, and

WHEREAS, according to the International Association of Sports Museums and Halls of Fame, an estimated 40 million people annually visit sports and entertainment-related museums world-wide, and

WHEREAS, the International Motorsports Museum will serve as a world centerpiece of exhibits to educate visitors on the advanced technology involved in automobile racing, the use of computers in racing and automobile design, vehicle dynamics, and the rich world history of automobile racing, and

WHEREAS, a permanent exhibit at the International Motorsports Museum is also envisioned, featuring the devastating impact of Hurricane Andrew on the South Dade community and the community's recovery from the hurricane, and

WHEREAS, the International Motorsports Museum will further create economic development for the Homestead and South Dade community, and

WHEREAS, attendance at auto races across North America during 1995 increased nearly 4 percent over 1994 to almost 15 million, further contributing to motorsport's increasingly growing worldwide population, and

WHEREAS, in addition to the United States, over 150 countries aired coverage of the 1996 season of IndyCar, the body which sanctions the annual IndyCar Grand Prix of Miami, 31 including national stations in France, Germany, Italy, the

Netherlands, Russia, Sweden, the United Kingdom, Brazil, Canada, Chile, the Dominican Republic, Mexico, Peru, South Africa, Australia, China, Japan, New Zealand, and Singapore, and

WHEREAS, the international museum will be featured in national and international broadcasts from the Metro-Dade Homestead Motorsports Complex and will be the subject of a variety of press coverages during the many events scheduled annually at the facility, and

WHEREAS, IndyCar and the Sports Car Club of America have designated the planned museum as their Official International Museum, subject to groundbreaking for the museum taking place before May 1999, NOW, THEREFORE,

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

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Section 1. Paragraph (f) of subsection (6) of section 212.20, Florida Statutes, is amended to read:

212.20 Funds collected, disposition; additional powers of department; operational expense; refund of taxes adjudicated unconstitutionally collected .--

- (6) Distribution of all proceeds under this chapter shall be as follows:
- (f) The proceeds of all other taxes and fees imposed pursuant to this chapter shall be distributed as follows:
- In any fiscal year, the greater of \$500 million, minus an amount equal to 4.6 percent of the proceeds of the taxes collected pursuant to chapter 201, or 5 percent of all other taxes and fees imposed pursuant to this chapter shall be deposited in monthly installments into the General Revenue 31 Fund.

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- 2. Two-tenths of one percent shall be transferred to the Solid Waste Management Trust Fund.
- 3. After the distribution under subparagraphs 1. and 2., 9.653 percent of the amount remitted by a sales tax dealer located within a participating county pursuant to s. 218.61 shall be transferred into the Local Government Half-cent Sales Tax Clearing Trust Fund.
- 4. After the distribution under subparagraphs 1., 2., and 3., 0.054 percent shall be transferred to the Local Government Half-cent Sales Tax Clearing Trust Fund and distributed pursuant to s. 218.65.
 - 5. Of the remaining proceeds:
- Beginning July 1, 1992, \$166,667 shall be distributed monthly by the department to each applicant that has been certified as a "facility for a new professional sports franchise" or a "facility for a retained professional sports franchise" pursuant to s. 288.1162 and \$41,667 shall be distributed monthly by the department to each applicant that has been certified as a "new spring training franchise facility" pursuant to s. 288.1162. Distributions shall begin 60 days following such certification and shall continue for 30 years. Nothing contained herein shall be construed to allow an applicant certified pursuant to s. 288.1162 to receive more in distributions than actually expended by the applicant for the public purposes provided for in s. 288.1162(7). However, a certified applicant shall receive distributions up to the maximum amount allowable and undistributed under this section for additional renovations and improvements to the facility for the franchise without additional certification.
- b. Beginning 30 days after notice by the Office of Tourism, Trade, and Economic Development to the Department of

Revenue that an applicant has been certified as the professional golf hall of fame pursuant to s. 288.1168 and is open to the public, the department shall distribute \$166,667 shall be distributed monthly, for up to 300 months, to the applicant.

- c. Beginning 30 days after notice by the Office of Tourism, Trade, and Economic Development Department of Commerce to the Department of Revenue that the applicant has been certified as the International Game Fish Association World Center facility pursuant to s. 288.1169, and the facility is open to the public, the department shall distribute \$83,333 shall be distributed monthly, for up to 180 months, to the applicant. This distribution is subject to reduction pursuant to s. 288.1169.
- d. Beginning 30 days after notice by the Office of Tourism, Trade, and Economic Development to the Department of Revenue that the applicant has been certified as the International Motorsports Museum facility pursuant to s. 288.11695, and the facility is open to the public, the department shall distribute \$83,333 monthly, for up to 180 months, to the applicant. This distribution is subject to reduction pursuant to s. 288.11695.
- 6. All other proceeds shall remain with the General Revenue Fund.
- Section 2. Section 288.11695, Florida Statutes, is created to read:
- <u>288.11695</u> International Motorsports Museum facility; <u>duties of the Office of Tourism, Trade, and Economic</u> Development.--
- 30 (1) The Office of Tourism, Trade, and Economic
 31 Development shall serve as the state agency approving

applicants for funding pursuant to s. 212.20 and for certifying the applicant as the International Motorsports

Museum facility. For purposes of this section, "facility" means the International Motorsports Museum, and "project" means the International Motorsports Museum and new colocated improvements by private sector concerns who have made cash or in-kind contributions to the facility of \$1 million or more.

- (2) Prior to certifying this facility, the Office of Tourism, Trade, and Economic Development must determine that:
- (a) The International Motorsports Museum, to be headquartered in Homestead, Florida, has been awarded and designated as the official museum of at least one nationally recognized motorsport sanctioning body, including, but not limited to, IndyCar or the Sports Car Club of America (SCCA) and that one or more private sector concerns have committed to donate to the International Motorsports Museum Foundation land upon which the International Motorsports Museum will operate, provided such facility may not be colocated with or be a part of the Metro-Dade Homestead Motorsports Complex.
- (b) The Grand Prix Foundation, Inc., is a not-for-profit Florida corporation that has contracted to construct and operate the facility.
- (c) The municipality in which the facility is located, or the county if the facility is located in an unincorporated area, has certified by resolution after a public hearing that the facility serves a public purpose.
- (d) There are existing projections that the International Motorsports Museum facility and the colocated facilities of private sector concerns will attract an attendance of more than 1 million annually.

- (e) There are existing projections that the project will attract annually more than 100,000 persons who are not residents of this state.
- (f) The applicant has submitted an agreement to provide \$500,000 annually in national and international media promotion of the facility, the Metro-Dade Homestead area, the Motorsports Complex, or other similar attractions in the Metro-Dade Homestead area, which shall include event promotions and television broadcasts, during the period of time that the facility receives funds pursuant to s. 212.20. Failure on the part of the applicant to annually provide the advertising as provided in this paragraph shall result in the termination of the funding as provided in s. 212.20. The applicant can discharge its obligation under this paragraph by contracting with other persons, including private sector concerns who participate in the project.
- (g) Documentation exists that demonstrates that the applicant has provided, and is capable of providing, or has financial or other commitments to provide, more than one-half of the cost incurred or related to the improvements and the development of the facility.
- (h) The application is signed by senior officials of the Grand Prix Foundation, Inc., and is notarized according to Florida law providing for penalties for falsification.
- (3) The applicant may use funds provided pursuant to s. 212.20 for the purpose of paying for the construction, reconstruction, renovation, promotion, or operation of the facility, or to pay or pledge for payment of debt service on, or to fund debt service reserve funds, arbitrage rebate obligations, or other amounts payable with respect to, bonds issued for the construction, reconstruction, or renovation of

the facility or for the reimbursement of such costs or by refinancing of bonds issued for such purposes.

- (4) Upon determining that an applicant is or is not certifiable, the Office of Tourism, Trade, and Economic Development shall notify the applicant of its status by means of an official letter. If certifiable, the Office of Tourism, Trade, and Economic Development shall notify the executive director of the Department of Revenue and the applicant of such certification by means of an official letter granting certification. From the date of such certification, the applicant shall have 5 years to open the facility to the public and notify the Office of Tourism, Trade, and Economic Development of such opening. The Department of Revenue shall not begin distributing funds until 30 days following notice by the Office of Tourism, Trade, and Economic Development that the facility is open to the public.
- (5) The Department of Revenue may audit as provided in s. 213.34 to verify that the contributions pursuant to this section have been expended as required by this section.
- Development must recertify every 10 years that the facility is open, that the International Motorsports Museum continues to be designated by a sanctioning body. If the facility is not recertified during this 10-year review as meeting the minimum projections, funding shall be abated until certification criteria are met.
- (7) The Office of Tourism, Trade, and Economic

 Development shall, in addition to any other requirements of

 this section, determine that an applicant which has been

 certified under this section has entered into a contract with

 the Department of Labor and Employment Security in which the

applicant agrees to register with the Work and Gain Economic 1 2 Self-Sufficiency (WAGES) Program Business Registry established by the local WAGES coalition for the area in which the 3 4 applicant is located. Such contract shall further provide 5 that the applicant shall hire WAGES Program participants to 6 the maximum extent possible and shall provide for appropriate 7 monitoring and training of such employees. The applicant 8 shall agree to employ a specified number of WAGES participants 9 in each year that the applicant receives a distribution under s. 212.20. The number of WAGES participants to be employed by 10 the applicant shall be based upon the applicant's good faith 11 12 efforts, workforce availability, suitable jobs, and in keeping 13 with the applicant's minimum standards of employment as provided in the contract with the department. The applicant 14 15 may renegotiate the contract and employ fewer WAGES program 16 participants if the applicant demonstrates to the satisfaction of the department that, due to economic condition or the 17 nature of the applicant's business in a given year, the 18 19 requirement to hire the specified number of employees is 20 unattainable. Each applicant subject to the requirements of this subsection shall report to the Governor, the President of 21 the Senate and the Speaker of the House of Representatives by 22 December 31 of each year in which the applicant receives a 23 24 distribution under s. 212.20 on the extent to which the 25 applicant's employees are WAGES participants. 26 Section 3. Subsections (5) and (6) of section 218.65, 27 FLorida Statutes, are amended to read: 28 218.65 Emergency distribution. --29 (5) At the beginning of each fiscal year, the Department of Revenue shall calculate a base allocation for 30

31 each eligible county equal to the difference between the

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current per capita limitation times the county's population, minus prior year ordinary distributions to the county pursuant to ss. $212.20(6)(f)\frac{(g)}{3}$., 218.61, and 218.62. If moneys deposited into the Local Government Half-cent Sales Tax Clearing Trust Fund pursuant to s. 212.20(6)(f)(g)4.excluding moneys appropriated for supplemental distributions pursuant to subsection (7), for the current year are less than or equal to the sum of the base allocations, each eligible county shall receive a share of the appropriated amount proportional to its base allocation. If the deposited amount exceeds the sum of the base allocations, each county shall receive its base allocation, and the excess appropriated amount shall be distributed equally on a per capita basis among the eligible counties.

(6) There is hereby annually appropriated from the Local Government Half-cent Sales Tax Clearing Trust Fund the distribution provided in s. 212.20(6)(f)(g)4. to be used for emergency and supplemental distributions pursuant to this section.

Section 4. Subsection (6) of section 288.1169, Florida Statutes, is amended to read:

288.1169 International Game Fish Association World Center facility; department duties of the Office of Tourism, Trade, and Economic Development. --

The Office of Tourism, Trade, and Economic Development Department of Commerce must recertify every 10 years that the facility is open, that the International Game Fish Association World Center continues to be the only international administrative headquarters, fishing museum, and Hall of Fame in the United States recognized by the 31 International Game Fish Association, and that the project is

meeting the minimum projections for attendance or sales tax revenues as required at the time of original certification. If the facility is not recertified during this 10-year review as meeting the minimum projections, then funding will be abated until certification criteria are met. If the project fails to generate \$1 million of annual revenues pursuant to paragraph (2)(e), the distribution of revenues pursuant to s. 212.20(6)(f)(g)5.c. shall be reduced to an amount equal to \$83,333 multiplied by a fraction, the numerator of which is the actual revenues generated and the denominator of which is \$1 million. Such reduction shall remain in effect until revenues generated by the project in a 12-month period equal or exceed \$1 million.

Section 5. This act shall take effect October 1 of the year in which enacted.