A bill to be entitled
An act relating to air carriers; amending s.
206.9825, F.S.; providing for a refund or
credit for the aviation fuel tax for
wholesalers or terminal suppliers that deliver
aviation fuel to an air carrier that offers jet
passenger service, or maintains or increases
scheduled service, to the state capital;
directing the Department of Management Services
to evaluate the state contract for air carrier
service for state employees, undertake a pilot
program, and evaluate the pilot program;
providing an effective date.

WHEREAS, it is in the best interest of Florida to attract and retain quality affordable air carrier service for its citizens, and

WHEREAS, dependable and affordable air service is an important factor in stimulating economic development and promoting efficient and accountable government service, and

WHEREAS, citizens require affordable and efficient access to state government and elected officials in the state capital to promote an open democracy, and

WHEREAS, safe and affordable air travel from the state capital to all parts of Florida is necessary to ensure the continued operation of state programs, and

WHEREAS, incentives need to be identified to attract and retain quality air service to the state capital from all major airports in Florida to meet the needs of government and industry, and

1 WHEREAS, the Legislature recognizes the need to provide 2 support to air carriers that provide this valuable service, 3 NOW, THEREFORE, 4 5 Be It Enacted by the Legislature of the State of Florida: 6 7 Section 1. Paragraphs (b) and (c) of subsection (1) of 8 section 206.9825, Florida Statutes, 1996 Supplement, are 9 amended to read: 10 206.9825 Aviation fuel tax.--11 (1)12 (b)1. Any licensed wholesaler or terminal supplier 13 that delivers aviation fuel to an air carrier offering transcontinental jet service and that, after January 1, 1996, 14 15 increases the air carrier's Florida workforce by more than 1000 percent and by 250 or more full-time equivalent employee 16 positions, may receive a credit or refund as the ultimate 17 18 vendor of the aviation fuel for the 6.9 cents excise tax 19 previously paid, provided that the air carrier has no facility 20 for fueling highway vehicles from the tank in which the 21 aviation fuel is stored. In calculating the new or additional 22 Florida full-time equivalent employee positions, any full-time 23 equivalent employee positions of parent or subsidiary corporations which existed before January 1, 1996, shall not 24 25 be counted toward reaching the Florida employment increase 26 thresholds. The refund allowed under this subparagraph 27 paragraph is in furtherance of the goals and policies of the 28 State Comprehensive Plan set forth in s. 187.201(17)(a), (b)1., 2., (18)(a), (b)1., 4., (20)(a), (b)5., (22)(a), (b)1., 29 30 2., 4., 7., 9., and 12. This subparagraph paragraph will expire on July 1, 2001.

- 2. Any licensed wholesaler or terminal supplier that delivers aviation fuel to an air carrier that offers jet passenger service, or maintains or increases scheduled passenger service, to the state capital may receive a credit or refund as the ultimate vendor of the aviation fuel for the 6.9 cents excise tax previously paid, provided that the air carrier has no facility for fueling highway vehicles from the tank in which the aviation fuel is stored. This refund or credit shall be applied only to fuel used for flight segments traveling in or out of the state capital.
- (c) If, before July 1, 2001, the number of full-time equivalent employee positions created or added to the air carrier's Florida workforce falls below 250, the exemption granted pursuant to <u>subparagraph (b)1.this section</u> shall not apply during the period in which the air carrier has fewer than the 250 additional employees.

Section 2. State air carrier contract.--Pursuant to s. 287.042, Florida Statutes, the Department of Management Services shall analyze and evaluate the state contract for air carrier service for state employees to determine how to improve the quality, availability, and cost of air service to state employees and other citizens. The department shall undertake a pilot program based on this analysis that shall include, but is not limited to, the suspension or expansion of any such contract and the provision of any incentives necessary to attract qualified air carriers flying within Florida to the state capital. In implementing this pilot program, the department shall take into consideration the provisions of s. 112.061(7)(a)2., Florida Statutes. The department shall evaluate the impact of this pilot program on increased scheduled service, costs, fare structures, and

expanded jet service to and from the state capital, and be prepared to report annually to the Speaker of the House of Representatives and the President of the Senate. Section 3. This act shall take effect July 1, 1997. HOUSE SUMMARY Provides for a refund or credit for the aviation fuel tax for wholesalers or terminal suppliers that deliver aviation fuel to an air carrier that offers jet passenger service, or maintains or increases scheduled service, to the state capital. Directs the Department of Management Services to evaluate the state contract for air carrier service for state employees, undertake a pilot program based on its analysis, and evaluate the pilot program.