and

22-909-98	See HB

A bill to be entitled 1 2 An act relating to funding for beach 3 management; amending s. 161.091, F.S.; 4 providing for funding of the state's beach 5 management plan through the Ecosystem 6 Management and Restoration Trust Fund; 7 providing that designated funds be deposited in the trust fund and that funds in the trust fund 8 9 be used to fully implement the beach management plan prior to being used for any other purpose; 10 amending s. 201.15, F.S.; providing for 11 12 appropriation of certain documentary stamp tax revenues to the trust fund for purposes of 13 beach preservation and repair; providing an 14 effective date. 15 16 17 WHEREAS, Florida's number one tourist attraction is its 18 beaches, and 19 WHEREAS, according to the Office of Tourism, Trade, and 20 Economic Development, some 43 million tourists visited Florida 21 in 1996, spending \$37.9 billion in taxable sales and creating 22 781,400 travel-related jobs, and 23 WHEREAS, more than half of all tourists coming to Florida spend at least part of their vacation on its beaches, 24 25 and WHEREAS, in a recent study over 60 percent of the beach 26 27 tourists in Broward County said they would not return if there 28 were no beaches, and WHEREAS, Florida's beaches produce additional state 29 30 sales and use tax revenues in excess of \$500 million in 1996,

WHEREAS, Florida's beaches and dunes provide environmentally compatible storm protection to both developed and undeveloped upland property, protecting more than \$150 billion in taxable property values in the state, and

WHEREAS, the Legislature in 1986, pursuant to s. 161.088, Florida Statutes, recognized that uncontrolled beach erosion is a serious threat to the economic and general welfare of the state and its people and that in many areas beach erosion had already advanced to emergency proportions, and

WHEREAS, since this declaration over a decade ago, the health of Florida's beaches has further deteriorated and continues to deteriorate to such an extent that over one-third of the state's beaches are now critically eroded or eroding, are no longer providing effective upland storm protection, and as a result have lost much of their value to tourism, and

WHEREAS, the Legislature recognizes the urgency of the problem and declares its intent to fund a comprehensive, long-range beach management plan for erosion control; beach preservation, restoration, and renourishment; and storm and hurricane protection, and

WHEREAS, the Legislature has already allocated a portion of the excise tax on documents for beach acquisition and land management, and

WHEREAS, the Legislature has determined that it is also appropriate to fund the preservation, restoration, and management of Florida's beaches from the same revenue source, NOW, THEREFORE,

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

Section 1. Section 161.091, Florida Statutes, is amended to read:

161.091 Beach management; funding; repair and maintenance strategy.--

- may make therefor from time to time, disbursements from the Ecosystem Management and Restoration Florida Permit Fee Trust Fund may be made by the division subject to the approval of the department in order to carry out the proper state responsibilities in a comprehensive, long-range, statewide beach management plan for erosion control; beach preservation, beach restoration, and beach renourishment; and storm and hurricane protection. The department shall make a concerted effort to identify an additional dedicated revenue source to fund the beach management plan.
- (2) In concert with any increased funding, The department shall develop a corresponding multiyear repair and maintenance strategy that:
- (a) Ensures the geographic coordination and sequencing of prioritized projects;
- (b) Reduces equipment mobilization and demobilization costs;
- (c) Maximizes the infusion of beach-quality sand into the system;
- (d) Extends the life of beach nourishment projects and reduces the frequency of renourishment; and
- (e) Promotes inlet sand bypassing to replicate the natural flow of sand interrupted by inlets and ports.
- 29 (3) In accordance with the intent expressed in s.

 30 161.088 and the legislative finding that erosion of the

 31 beaches of this state is detrimental to tourism, the state's

major industry, further exposes the state's highly developed coastline to severe storm damage, and threatens beach-related jobs, which, if not stopped, could significantly reduce state sales tax revenues, funds deposited into the State Treasury to the credit of the Ecosystem Management and Restoration Trust Fund, in the annual amounts provided in s. 201.15(8), shall be used, for a period of not less than 15 years, to fund the development, implementation, and administration of the state's beach management plan, as provided in ss. 161.091-161.212, prior to the use of funds in that trust fund for any other purpose.

Section 2. Section 201.15, Florida Statutes, is amended to read:

201.15 Distribution of taxes collected.--All taxes collected under this chapter shall be subject to the service charge imposed in s. 215.20(1) and shall be distributed as follows:

- (1) Sixty-two and sixty-three hundredths percent of the remaining taxes collected under this chapter shall be used for the following purposes:
- (a) Subject to the maximum amount limitations set forth in this paragraph, an amount as shall be necessary to pay the debt service on, or fund debt service reserve funds, rebate obligations, or other amounts with respect to bonds issued pursuant to s. 375.051 and payable from moneys transferred to the Land Acquisition Trust Fund pursuant to this paragraph shall be paid into the State Treasury to the credit of the Land Acquisition Trust Fund to be used for such purposes. The amount transferred to the Land Acquisition Trust Fund shall not exceed \$90 million in fiscal year 1992-1993, \$120 million in fiscal year 1993-1994, \$150 million in fiscal

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year 1994-1995, \$180 million in fiscal year 1995-1996, \$210 million in fiscal year 1996-1997, \$240 million in fiscal year 1997-1998, \$270 million in fiscal year 1998-1999, and \$300 million in fiscal year 1999-2000 and thereafter. No individual series of bonds may be issued pursuant to this paragraph unless the first year's debt service for such bonds is specifically appropriated in the General Appropriations Act. No moneys transferred to the Land Acquisition Trust Fund pursuant to this paragraph, or earnings thereon, shall be used or made available to pay debt service on the Save Our Coast revenue bonds.

- (b) The remainder of the moneys distributed under this subsection, after the required payment under paragraph (a), shall be paid into the State Treasury to the credit of the Land Acquisition Trust Fund and may be used for any purpose for which funds deposited in the Land Acquisition Trust Fund may lawfully be used. Payments made under this paragraph shall continue until the cumulative amount credited to the Land Acquisition Trust Fund for the fiscal year under this paragraph and paragraph (2)(b) equals 70 percent of the current official forecast for distributions of taxes collected under this chapter pursuant to subsection (2). As used in this paragraph, the term "current official forecast" means the most recent forecast as determined by the Revenue Estimating Conference. If the current official forecast for a fiscal year changes after payments under this paragraph have ended during that fiscal year, no further payments are required under this paragraph during the fiscal year.
- (c) The remainder of the moneys distributed under this subsection, after the required payments under paragraphs (a) and (b), shall be paid into the State Treasury to the credit

of the General Revenue Fund of the state to be used and expended for the purposes for which the General Revenue Fund was created and exists by law or to the Ecosystem Management and Restoration Trust Fund as provided in subsection (8).

(2) Seven and fifty-six hundredths percent of the

remaining taxes collected under this chapter shall be used for the following purposes:

 (a) Beginning in the month following the final payment for a fiscal year under paragraph (1)(b), available moneys shall be paid into the State Treasury to the credit of the General Revenue Fund of the state to be used and expended for the purposes for which the General Revenue Fund was created and exists by law or to the Ecosystem Management and Restoration Trust Fund as provided in subsection (8). Payments made under this paragraph shall continue until the cumulative amount credited to the General Revenue Fund for the fiscal year under this paragraph equals the cumulative payments made

(b) The remainder of the moneys distributed under this subsection shall be paid into the State Treasury to the credit of the Land Acquisition Trust Fund. Sums deposited in the fund pursuant to this subsection may be used for any purpose for which funds deposited in the Land Acquisition Trust Fund may lawfully be used.

under paragraph (1)(b) for the same fiscal year.

(3) One and ninety-four hundredths percent of the remaining taxes collected under this chapter shall be paid into the State Treasury to the credit of the Land Acquisition Trust Fund. Moneys deposited in the trust fund pursuant to this section shall be used for the following purposes:

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- (a) Sixty percent of the moneys shall be used to acquire coastal lands or to pay debt service on bonds issued to acquire coastal lands; and
- (b) Forty percent of the moneys shall be used to develop and manage lands acquired with moneys from the Land Acquisition Trust Fund.
- (4) Five and eighty-four hundredths percent of the remaining taxes collected under this chapter shall be paid into the State Treasury to the credit of the Water Management Lands Trust Fund. Sums deposited in that fund may be used for any purpose authorized in s. 373.59.
- (5) Five and eighty-four hundredths percent of the remaining taxes collected under this chapter shall be paid into the State Treasury to the credit of the Conservation and Recreation Lands Trust Fund to carry out the purposes set forth in s. 259.032.
- (6) Seven and fifty-three hundredths percent of the remaining taxes collected under this chapter shall be paid into the State Treasury to the credit of the State Housing Trust Fund and shall be used as follows:
- (a) Half of that amount shall be used for the purposes for which the State Housing Trust Fund was created and exists by law.
- (b) Half of that amount shall be paid into the State Treasury to the credit of the Local Government Housing Trust Fund and shall be used for the purposes for which the Local Government Housing Trust Fund was created and exists by law.
- (7) Eight and sixty-six hundredths percent of the remaining taxes collected under this chapter shall be paid into the State Treasury to the credit of the State Housing Trust Fund and shall be used as follows:

- (a) Twelve and one-half percent of that amount shall be deposited into the State Housing Trust Fund and be expended by the Department of Community Affairs and by the Florida Housing Finance Agency for the purposes for which the State Housing Trust Fund was created and exists by law.
- (b) Eighty-seven and one-half percent of that amount shall be distributed to the Local Government Housing Trust Fund and shall be used for the purposes for which the Local Government Housing Trust Fund was created and exists by law. Funds from this category may also be used to provide for state and local services to assist the homeless.
- (8) From the moneys specified in paragraphs (1)(c) and (2)(a) and prior to deposit of any moneys into the General Revenue Fund, \$10 million shall be paid into the State Treasury to the credit of the Ecosystem Management and Restoration Trust Fund in fiscal year 1998-1999, \$20 million in fiscal year 1999-2000, and \$30 million in fiscal year 2000-2001 and each fiscal year thereafter, to be used for the preservation and repair of the state's beaches as provided in ss. 161.091-161.212.

(9)(8) The Department of Revenue may use the payments credited to trust funds pursuant to paragraphs (1)(b) and (2)(b) and subsections (3), (4), (5), (6), and (7) to pay the costs of the collection and enforcement of the tax levied by this chapter. The percentage of such costs which may be assessed against a trust fund is a ratio, the numerator of which is payments credited to that trust fund under this section and the denominator of which is the sum of payments made under paragraphs (1)(b) and (2)(b) and subsections (3), (4), (5), (6), and (7).

1	Section 3. This act shall take effect July 1 of the
2	year in which enacted.
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5	HOUSE SUMMARY
6	Provides for funding of the state's beach management plan
7	through the Ecosystem Management and Restoration Trust Fund. Provides for deposit of a portion of documentary
8	through the Ecosystem Management and Restoration Trust Fund. Provides for deposit of a portion of documentary stamp tax revenues into the trust fund for such purpose and provides that funds in the trust fund be used to
9	fully implement the beach management plan prior to being used for any other purpose. See bill for details.
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