By the Committee on Tourism and Representative Dawson-White

1 A bill to be entitled An act relating to professional sports 2 3 franchises; amending s. 288.1162, F.S.; revising the definition of "league" for 4 purposes of qualifying as a facility for a new 5 6 professional sports franchise or a facility for 7 a retained professional sports franchise; 8 defining "retained spring training franchise"; 9 providing for certification of a retained spring training franchise facility by the 10 Office of Tourism, Trade, and Economic 11 Development, upon determination that certain 12 13 requirements have been met; providing the uses that such facility may make of funds provided 14 15 pursuant to s. 212.20, F.S.; increasing the number of facilities that may be certified 16 17 under said section; providing for the creation 18 and maintenance of amateur sports fields by certified applicants; providing that an 19 applicant certified as a retained spring 20 training franchise facility is required to have 21 a contract with the Department of Labor and 22 23 Employment Security for the hiring of WAGES participants; providing contract requirements; 24 providing for an annual report on the extent of 25 26 WAGES hiring by the applicant; amending s. 27 212.20, F.S.; providing for a monthly 28 distribution of a portion of the revenues of the tax on sales, use, and other transactions 29 30 to a certified retained spring training 31

franchise facility for a specified period; providing an effective date.

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

Section 1. Section 288.1162, Florida Statutes, 1996 Supplement, is amended to read:

288.1162 Professional sports franchises; spring training franchises; duties.--

- (1) The Office of Tourism, Trade, and Economic Development shall serve as the state agency for screening applicants for state funding pursuant to s. 212.20 and for certifying an applicant as a "facility for a new professional sports franchise," a "facility for a retained professional sports franchise," or a "new spring training franchise facility, or a "retained spring training franchise facility."
- (2) The Office of Tourism, Trade, and Economic Development shall develop rules for the receipt and processing of applications for funding pursuant to s. 212.20.
 - (3) As used in this section:
- (a) "New professional sports franchise" means a professional sports franchise that is not based in this state prior to April 1, 1987.
- (b) "Retained professional sports franchise" means a professional sports franchise that has had a league-authorized location in this state on or before December 31, 1976, and has continuously remained at that location, and has never been located at a facility that has been previously certified under any provision of this section.

- (4) Prior to certifying an applicant as a "facility for a new professional sports franchise" or a "facility for a retained professional sports franchise," the Office of Tourism, Trade, and Economic Development must determine that:
- (a) A "unit of local government" as defined in s. 218.369 is responsible for the construction, management, or operation of the professional sports franchise facility or holds title to the property on which the professional sports franchise facility is located.
- (b) The applicant has a verified copy of a signed agreement with a new professional sports franchise for the use of the facility for a term of at least 10 years, or in the case of a retained professional sports franchise, an agreement for use of the facility for a term of at least 20 years.
- from the governing authority of the league in which the new professional sports franchise exists authorizing the location of the professional sports franchise in this state after April 1, 1987, or in the case of a retained professional sports franchise, verified evidence that it has had a league-authorized location in this state on or before December 31, 1976. The term "league" means the National League or the American League of Major League Baseball, the National Basketball Association, the National Football League, the Major League Soccer, or the National Hockey League.
- (d) The applicant has projections, verified by the Office of Tourism, Trade, and Economic Development, which demonstrate that the new or retained professional sports franchise will attract a paid attendance of more than 300,000 annually.

- (e) The applicant has an independent analysis or study, verified by the Office of Tourism, Trade, and Economic Development, which demonstrates that the amount of the revenues generated by the taxes imposed under part I of chapter 212 with respect to the use and operation of the professional sports franchise facility will equal or exceed \$2 million annually.
- (f) The municipality in which the facility for a new or retained professional sports franchise is located, or the county if the facility for a new or retained professional sports franchise is located in an unincorporated area, has certified by resolution after a public hearing that the application serves a public purpose.
- (g) The applicant has demonstrated that it has provided, is capable of providing, or has financial or other commitments to provide more than one-half of the costs incurred or related to the improvement and development of the facility.
- (h) No applicant previously certified under any provision of this section who has received funding under such certification shall be eligible for an additional certification.
 - (5) As used in this section:
- (a) "New spring training franchise" means a spring training franchise that is not based in this state prior to July 1, 1990.
- (b) "Retained spring training franchise" means a spring training franchise that located in this state in 1955, that replaced a spring training franchise which had been located continuously at the same publicly owned stadium for 33

years, and that does not play its regular major league baseball season games in the same city in which it trains.

- (6) Prior to certifying an applicant as a "new spring training franchise facility," the Office of Tourism, Trade, and Economic Development must determine that:
- (a) A "unit of local government" as defined in s. 218.369 is responsible for the construction, management, or operation of the new spring training franchise facility or holds title to the property on which the new spring training franchise facility is located.
- (b) The applicant has a verified copy of a signed agreement with a new spring training franchise for the use of the facility for a term of at least 15 years.
- (c) The applicant has a financial commitment to provide 50 percent or more of the funds required by an agreement for the use of the facility by the new spring training franchise.
- (d) The proposed facility for the new spring training franchise is located within 20 miles of an interstate or other limited-access highway system.
- (e) The applicant has projections, verified by the Office of Tourism, Trade, and Economic Development, which demonstrate that the new spring training franchise facility will attract a paid attendance of at least 50,000 annually.
- (f) The new spring training franchise facility is located in a county that is levying a tourist development tax pursuant to s. 125.0104(3)(b), (c), (d), and (l), at the rate of 4 percent by March 1, 1992, and, 87.5 percent of the proceeds from such tax are dedicated for the construction of a spring training complex.

- (7)(a) Prior to certifying an applicant as a "retained spring training franchise facility," the Office of Tourism,

 Trade, and Economic Development must determine that:
- 1. A unit of local government, as defined in s.
 218.369, is responsible for the construction, management, or operation of the retained spring training franchise facility or holds title to the property on which the retained spring training franchise facility is located.
- 2. The retained spring training franchise will conduct additional training activities at a different site within the county in which the retained spring training franchise facility is located.
- 3. The applicant has projections, verified by the Office of Tourism, Trade, and Economic Development, which demonstrate that the amount of the revenues generated by the taxes imposed under chapter 212 with respect to the use and operation of the retained spring training franchise facility will equal or exceed \$1.2 million annually.
- 4. The retained spring training franchise will sign a lease agreement for a period of no less than 15 years with the applicant at the completion of its existing short-term agreement.
- (b) The Office of Tourism, Trade, and Economic

 Development shall consider the value of the land and the

 existing stadium towards any required contribution by the

 applicant for costs incurred or related to the improvement and development of the facility.
- (8) (7) An applicant certified as a facility for a new professional sports franchise or a facility for a retained professional sports franchise or as a new spring training franchise facility or a retained spring training franchise

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facility may use funds provided pursuant to s. 212.20 only for the public purpose of paying for the construction, reconstruction, or renovation of a facility for a new professional sports franchise, a facility for a retained professional sports franchise, or a new spring training franchise facility, or a retained spring training franchise facility or to pay or pledge for the 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 such facility or for the reimbursement of such costs or the refinancing of bonds issued for such purposes.

(9)(8) The Office of Tourism, Trade, and Economic Development shall notify the Department of Revenue of any facility certified as a facility for a new professional sports franchise or a facility for a retained professional sports franchise or as a new spring training franchise facility or a retained spring training franchise facility. The Office of Tourism, Trade, and Economic Development may certify no more than 10 eight facilities as facilities for a new professional sports franchise, as facilities for a retained professional sports franchise, or as new spring training franchise facilities, or as retained spring training franchise facilities, including in such total any facilities certified by the Department of Commerce before July 1, 1996. The office may make no more than one certification for any facility, and shall make no more than one certification for a retained spring training franchise facility.

 $\underline{(10)}$ (9) The Department of Revenue may audit as provided in s. 213.34 to verify that the distributions pursuant to this section have been expended as required in

this section. Such information is subject to the confidentiality requirements of chapter 213. If the Department of Revenue determines that the distributions pursuant to this section have not been expended as required by this section, it may pursue recovery of such funds pursuant to the laws and rules governing the assessment of taxes.

(11)(10) An applicant shall not be qualified for certification under this section if the franchise formed the basis for a previous certification, unless the previous certification was withdrawn by the facility or invalidated by the Office of Tourism, Trade, and Economic Development or the Department of Commerce before any funds were distributed pursuant to s. 212.20. This subsection does not disqualify an applicant if the previous certification occurred between May 23, 1993, and May 25, 1993; however, any funds to be distributed pursuant to s. 212.20 for the second certification shall be offset by the amount distributed to the previous certified facility. Distribution of funds for the second certification shall not be made until all amounts payable for the first certification have been distributed.

(12) An applicant certified by this section after July 1, 1997, shall fund the creation and maintenance of fields for amateur sports activities as recommended by the county in which the applicant's certified facility is located. These amateur sports fields shall include, but not be limited to, those used for soccer, baseball, softball, basketball, or football. These fields shall be open to the public without charge and may be publicly owned and operated.

(13) 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

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certified under this section as a retained spring training
   franchise facility has entered into a contract with the
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   Department of Labor and Employment Security in which the
   applicant agrees to register with the Work and Gain Economic
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   Self-Sufficiency (WAGES) Program Business Registry established
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   by the local WAGES coalition for the area in which the
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   applicant is located. Such contract shall further provide
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   that the applicant shall hire WAGES program participants to
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   the maximum extent possible and shall provide for appropriate
   monitoring and training of such employees. The applicant
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   shall agree to employ a specified number of WAGES participants
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   in each year that it receives a distribution under s. 212.20.
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   The number of WAGES participants to be employed by the
   applicant shall be based upon the applicant's good faith
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   efforts, workforce availability, suitable jobs, and in keeping
   with the facility's minimum standards of employment as
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   provided in the contract with the department. The applicant
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   may renegotiate the contract and employ fewer program
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   participants if the applicant demonstrates to the satisfaction
   of the department that due to economic conditions or the
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   nature of its business in a given year the requirement to hire
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   the specified number of employees is unattainable. Each
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   applicant subject to the requirements of this subsection shall
   report to the Governor, the Speaker of the House of
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   Representatives, and the President of the Senate by December
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   31 of each year in which the applicant receives a distribution
   under s. 212.20 on the extent to which its employees are WAGES
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   participants.
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           Section 2. Paragraph (f) of subsection (6) of section
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   212.20, Florida Statutes, 1996 Supplement, is amended to read:
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- 212.20 Funds collected, disposition; additional powers of department; operational expense; refund of taxes adjudicated unconstitutionally collected.--
- (6) Distribution of all proceeds under this part shall be as follows:
- (f) The proceeds of all other taxes and fees imposed pursuant to this part shall be distributed as follows:
- 1. 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 part shall be deposited in monthly installments into the General Revenue Fund.
- 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:
- a. 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, \$102,202 shall be distributed monthly by the department to each applicant that

has been certified as a "facility for a retained spring training 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(8)(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, \$166,667 shall be distributed monthly, for up to 300 months, to the applicant.
- c. Beginning 30 days after notice by the 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, \$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.
- 6. All other proceeds shall remain with the General Revenue Fund. $\ensuremath{\mathsf{E}}$
 - Section 3. This act shall take effect July 1, 1997.