A bill to be entitled An act relating to information technology; requiring facilitation of a Network Access Point by the State Technology Office; requiring Enterprise Florida, Inc., to create and implement a marketing and image campaign; requiring development and maintenance of a website for information and technology industry marketing and workforce recruitment; providing that certain limitations expressed in development orders do not preclude the approval of a Network Access Point (NAP), if the NAP satisfies specified conditions; amending s. 212.08, F.S.; providing a sales tax exemption on certain equipment used to deploy broadband technologies associated with a Network Access Point; requiring a study by the Legislature to identify obstacles related to the affordable access to consumers by Internet service providers; providing an appropriation; authorizing the State Technology Office to

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WHEREAS, to maintain economic competitiveness, it is incumbent upon the state to create an entity that can represent, promote, and enhance the information technology industry in Florida, and

adopt rules; providing an effective date.

WHEREAS, the information technology industry is growing rapidly and provides high-wage, high-skill jobs, and

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WHEREAS, Florida can capitalize on its geographic location and human-resource assets to develop an information technology sector, and

WHEREAS, Florida can be recognized as a global leader in the information technology industry, particularly in Latin America, and

WHEREAS, it is in the interest of the Legislature and the State of Florida to encourage and promote new information technology businesses and to ensure that those businesses have available to them technical, management, and business counseling to provide the highest probability of success, NOW, THEREFORE,

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

- Section 1. Short title .-- Sections 1 through 6 of this act may be cited as the "itflorida.com Act of 2000."
- The State Technology Office shall Section 2. facilitate the development of a Network Access Point (NAP) in Florida as needed.
- Section 3. Creation and implementation of a marketing and image campaign .--
- (1) Enterprise Florida, Inc., in collaboration with the private sector, shall create a marketing campaign to help attract, retain, and develop information technology businesses in Florida. The campaign must be coordinated with any existing Florida economic development promotion efforts and must be jointly funded from private and public resources.
- (2) The message of the campaign must be to increase national and international awareness of Florida as a state ideally suited for the successful advancement of the

information technology business sector. Marketing strategies must include development of promotional materials, Internet and print advertising, public relations and media placement, trade show attendance at information technology events, and appropriate follow-up activities. Efforts to promote Florida as a high-tech business leader must include identification and coordination of existing business technology resources, partnerships with economic development organizations and private sector businesses, continued retention and growth of Florida-based businesses that produce high-tech products or use high-tech skills for manufacturing, and recruitment of new business in such area.

Section 4. <u>Development of an Internet-based system for information technology industry promotion and workforce</u>
recruitment.--

- (1) The Department of Labor and Employment Security shall facilitate efforts to ensure the development and maintenance of a website that promotes and markets the information technology industry in this state. The website must be designed to inform the public concerning the scope of the information technology industry in the state and must also be designed to address the workforce needs of the industry. The website must include, through links or actual content, information concerning information technology businesses in this state, including links to these businesses; information concerning employment available at these businesses; and means by which a jobseeker may post a resume on the website.
- (2) The Department of Labor and Employment Security shall coordinate with the State Technology Office, the Department of Management Services, the Department of Labor and Employment Security, and the Workforce Development Board of

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Enterprise Florida, Inc., to ensure links, where feasible and 1 2 appropriate, to existing job-information websites maintained 3 by the state and its agencies and to ensure that information 4 technology positions offered by the state and its agencies are posted on the information technology website.

Section 5. A limitation on development within a development order issued under chapter 380 does not preclude the granting of any local government development approval or development permit for a Network Access Point (NAP), a carrier-neutral public-private Internet traffic exchange point, if:

- (a) The NAP is proposed within a community redevelopment area established pursuant to the Community Redevelopment Act of 1969;
- (b) The proposed NAP is consistent with the applicable local government comprehensive plan; and
- (c) The NAP is permissible under the local government land development regulations.

Section 6. Paragraph (n) is added to subsection (5) of section 212.08, Florida Statutes, to read:

212.08 Sales, rental, use, consumption, distribution, and storage tax; specified exemptions. -- The sale at retail, the rental, the use, the consumption, the distribution, and the storage to be used or consumed in this state of the following are hereby specifically exempt from the tax imposed by this chapter.

- (5) EXEMPTIONS; ACCOUNT OF USE. --
- (n) Equipment used to deploy broadband technologies .--
- 1. Beginning July 1, 2000, equipment purchased by a communications service provider which is necessary for use in the deployment of broadband technologies in the state as part

of the direct participation by the communications service provider in the Network Access Point (NAP), or carrier-neutral, public-private Internet traffic exchange point, in this state shall be exempt from the tax imposed by this chapter. This exemption inures to the communications service provider only through a refund of previously paid taxes. A refund shall be authorized upon an affirmative showing by the taxpayer to the satisfaction of the department that the requirements of this paragraph have been met.

- 2. To be entitled to a refund, an eligible communications service provider must file under oath with the department an application that includes:
- a. The name and address of the communications service provider claiming to be entitled to the refund.
- b. A specific description of the property for which the exemption is sought, including its serial number or other permanent identification number.
 - c. The location of the property.
- d. The sales invoice or other proof of purchase of the property, showing the amount of sales tax paid, the date of purchase, and the name and address of the sales tax dealer from whom the property was purchased.
- 3. An application for a refund pursuant to this paragraph must be submitted to the department within 6 months after the eligible property is purchased.
- 4. The provisions of s. 212.095 do not apply to any refund application made pursuant to this paragraph. The department shall adopt rules governing the manner and form of refund applications and may establish guidelines as to the requisites for an affirmative showing of qualification for exemption under this paragraph.

5. For the purposes of this paragraph, the term: 1 2 "Broadband technology" means packetized technology 3 that has the capability of supporting transmission speeds of 4 at least 1.544 megabits per second in both directions. "Communications service provider" means a company 5 6 that supports or provides individuals and other companies with 7 access to the Internet and other related services. 8 "Equipment" includes Asynchronous Transfer Mode 9 switches, Digital Subscriber Line Access Multiplexers, routers, servers, multiplexers, fiber optic connector 10 equipment, database equipment, and other network equipment 11 12 used to provide broadband technology and information services. 13 6. The provisions of this paragraph expire June 30, 14 2005. Section 7. By October 1, 2000, the Legislature, 15 16 through its appropriate committee structure, and using the 17 resources of the Governor's Chief Technology Officer and the Information Service Technology Task Force, shall perform a 18 19 study that identifies obstacles related to the ability of 20 Internet service providers to have affordable access to 21 consumers, including, when appropriate, the identification of solutions that potentially eliminate such obstacles. 22 23 Section 8. The sum of \$700,000 from non-recurring General Revenue is appropriated for fiscal year 2000-2001 to 24 25 the State Technology Office to carry out the requirements of 26 this act. Of this appropriation, the Governor shall reserve \$100,000 to implement plans developed under this act. The 27 28 remaining \$600,000 is to be used to reimburse eligible 29 companies for sales tax payments made on equipment 30 specifically associated with creation of a network access 31 point. The State Technology Office is authorized to adopt

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rules to implement the sales tax refund provisions of this
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    act.
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           Section 9. This act shall take effect upon becoming a
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    law.
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CODING: Words stricken are deletions; words underlined are additions.