${\bf By}$ the Committee on Commerce and Economic Opportunities; and Senator Kirkpatrick

310-1708-00

A bill to be entitled 1 2 An act relating to enterprise zones; amending s. 290.0065, F.S.; providing for a change in 3 4 the boundaries of an enterprise zone; providing limitations; amending ss. 290.00691, 290.00692, 5 6 F.S.; exempting certain enterprise zones in 7 Columbia County and Suwannee County from a requirement that the areas suffer from 8 9 pervasive poverty, unemployment, and general distress; providing that businesses located in 10 such enterprise zones may claim certain tax 11 12 credits for hiring persons within the jurisdictions of the counties; revising 13 qualifications for businesses in such zones to 14 claim certain maximum tax exemptions or 15 credits; creating s. 290.00694, F.S.; 16 authorizing the Office of Tourism, Trade, and 17 Economic Development to designate an enterprise 18 19 zone in Sarasota County; providing requirements 20 with respect thereto; providing an effective date. 21 22 23 Be It Enacted by the Legislature of the State of Florida: 24 Section 1. Subsection (12) is added to section 25 290.0065, Florida Statutes, to read: 26 27 290.0065 State designation of enterprise zones.--2.8 (12) Before June 1, 2001, the governing body of a 29 municipality that is located within a county having a 30 population of less than 200,000 and in which an enterprise

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CODING: Words stricken are deletions; words underlined are additions.

zone designated under subparagraph (3)(a)2., is located may

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30 31 apply to the Office of Tourism, Trade, and Economic

Development to change the boundaries of the enterprise zone.

The Office of Tourism, Trade, and Economic Development shall approve the application if the boundary change does not increase the overall size of the enterprise zone and any territory added to the enterprise zone as a result of the boundary change is contiguous to the remaining area of the existing enterprise zone.

Section 2. Section 290.00691, Florida Statutes, is amended to read:

290.00691 Enterprise zone designation for Columbia County or Columbia County and Lake City.--

(1) Columbia County, or Columbia County and the municipality of Lake City jointly, may apply to the Office of Tourism, Trade, and Economic Development for designation of one enterprise zone encompassing an area within the county, or within both the county and the municipality. In identifying the area to be nominated for designation as an enterprise zone, Columbia County, or Columbia County and the municipality of Lake City jointly, shall seek to maximize the strategic economic development advantages resulting from the intersection of Interstate 75 and Interstate 10 within Columbia County. The application must be submitted by December 31, 1999, and must comply with the requirements of s. 290.0055, except for s. 290.055(4)(d). Notwithstanding the provisions of s. 290.0065 limiting the total number of enterprise zones designated and the number of enterprise zones within a population category, the Office of Tourism, Trade, and Economic Development may designate one enterprise zone under this section. The Office of Tourism, Trade, and Economic

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Development shall establish the initial effective date of the 2 enterprise zone designated pursuant to this section. 3 (2) Notwithstanding the enterprise zone residency requirements set out in ss. 212.096(1)(c) and 220.03(1)(q), 4 5 businesses located in an enterprise zone designated pursuant 6 to this section may receive the credit provided under s. 212.096 or s. 220.181 for hiring any person within the 7 8 jurisdiction of the county within which such enterprise zone 9 is located. All other provisions of ss. 212.096, 220.03(1)(q), 10 and 220.181 apply to such businesses. Notwithstanding the 11 requirement specified in ss. 212.08(5)(g)5., (h)5., and (15)(a) and 220.182(1)(b) that no less than 20 percent of a 12 business's employees, excluding temporary and part-time 13 employees, must be residents of an enterprise zone for the 14 15 business to qualify for the maximum exemption or credit provided in ss. 212.08(5)(g), (h), and (15) and 220.182, a 16 17 business that is located in an enterprise zone designated pursuant to this section shall be qualified for those maximum 18 19 exemptions or credits if no less than 20 percent of such employees of the business are residents of the jurisdiction of 20 the county within which the enterprise zone is located. All 21 other provisions of ss. 212.08(5)(g), (h), and (15) and 22 220.182 apply to such business. 23 24 Section 3. Section 290.00692, Florida Statutes, is 25 amended to read: 290.00692 Enterprise zone designation for Suwannee 26 27 County or Suwannee County and Live Oak .--28 (1) Suwannee County, or Suwannee County and the 29 municipality of Live Oak jointly, may apply to the Office of

Tourism, Trade, and Economic Development for designation of

31 one enterprise zone encompassing an area within the county, or

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30 31 within both the county and the municipality. In identifying the area to be nominated for designation as an enterprise zone, Suwannee County, or Suwannee County and the municipality of Live Oak jointly, shall seek to maximize the strategic economic development advantages resulting from the intersection of Interstate 75 and Interstate 10. The application must be submitted by December 31, 1999, and must comply with the requirements of s. 290.0055, except for s. 290.0055(4)(d). Notwithstanding the provisions of s. 290.0065 limiting the total number of enterprise zones designated and the number of enterprise zones within a population category, the Office of Tourism, Trade, and Economic Development may designate one enterprise zone under this section. The Office of Tourism, Trade, and Economic Development shall establish the initial effective date of the enterprise zone designated pursuant to this section. (2) Notwithstanding the enterprise zone residency

requirements set out in ss. 212.096(1)(c) and 220.03(1)(q), businesses located in an enterprise zone designated pursuant to this section may receive the credit provided under s. 212.096 or s. 220.181 for hiring any person within the jurisdiction of the county within which such enterprise zone is located. All other provisions of ss. 212.096, 220.03(1)(q), and 220.181 apply to such businesses. Notwithstanding the requirement specified in ss. 212.08(5)(g)5., (h)5., and (15)(a) and 220.182(1)(b) that no less than 20 percent of a business's employees, excluding temporary and part-time employees, must be residents of an enterprise zone for the business to qualify for the maximum exemption or credit provided in ss. 212.08(5)(g), (h), and (15) and 220.182, a business that is located in an enterprise zone designated

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   pursuant to this section shall be qualified for those maximum
    exemptions or credits if no less than 20 percent of such
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    employees of the business are residents of the jurisdiction of
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    the county within which the enterprise zone is located. All
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    other provisions of ss. 212.08(5)(g), (h), and (15) and
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    220.182 apply to such business.
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           Section 4. Section 290.00694, Florida Statutes, is
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    created to read:
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           290.00694 Enterprise zone designation for Sarasota
    County or Sarasota County and Sarasota. -- Sarasota County, or
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    Sarasota County and the City of Sarasota jointly, may apply to
    the Office of Tourism, Trade, and Economic Development for
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    designation of one enterprise zone within the county, or
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    within both the county and the municipality, which zone
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    encompasses an area that is south of DeSoto Road, west of
    Tuttle Avenue, north of 12th Street, and east of U.S. Highway
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    41. The application must be submitted by December 31, 2000,
    and must comply with the requirements of s. 290.0055.
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    Notwithstanding the provisions of s. 290.0065 limiting the
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    total number of enterprise zones designated and the number of
    enterprise zones within a population category, the Office of
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    Tourism, Trade, and Economic Development may designate one
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    enterprise zone under this section. The Office of Tourism,
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    Trade, and Economic Development shall establish the initial
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    effective date of the enterprise zone designated under this
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    section.
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           Section 5. This act shall take effect upon becoming a
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    law.
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STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN COMMITTEE SUBSTITUTE FOR SB 964 This committee substitute differs from Senate Bill 964 by: Amending ss. 290.00691 and 290.00692, F.S., to provide that businesses located in enterprise zones in Columbia County or businesses located in enterprise zones in Columbia County or Suwannee County may claim certain job tax credits for hiring persons within the jurisdictions of the counties in which the zones are located. This committee substitute also provides that, if at least 20 percent of the employees of a business located in the Columbia County or Suwannee County enterprise zones are residents of the county, the business may claim the maximum amount of: 1) the sales tax exemption for building materials used in the rehabilitation of real property in an enterprise zone; 2) the sales tax exemption for business property used in an enterprise zone; 3) the sales tax exemption for electrical energy used in an enterprise zone; and 4) the corporate income tax credit for property taxes paid on new or improved property in an enterprise zone. This committee substitute also provides the Columbia County and Suwannee County enterprise zones with an exemption from Suwannee County enterprise zones with an exemption from subsection 290.0055(4)(d), F.S., requiring that the selected areas suffer from pervasive poverty, unemployment, and general distress. Creating s. 290.00694, F.S., to allow Sarasota County, or Sarasota County and the City of Sarasota jointly, to apply for designation of one enterprise zone. The application must be submitted by December 31, 2000, and must comply with the requirements of s. 290.0055, F.S. This committee substitute authorizes the Office of Tourism, Trade, and Economic Development to establish the initial effective date of the new zone.