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**HOUSE OF REPRESENTATIVES
COMMITTEE ON
TRANSPORTATION & ECONOMIC DEVELOPMENT COMMITTEE
TRUST FUND RE-CREATION ANALYSIS**

BILL #: HB 1747 (PCB TEDA 02-05)
RELATING TO: Economic Development Transportation Trust Fund
SPONSOR(S): Transportation & Economic Development Appropriations and Representative Johnson
TIED BILL(S):

ORIGINATING COMMITTEE(S)/COUNCIL(S)/COMMITTEE(S) OF REFERENCE:

- (1) TRANSPORTATION AND ECONOMIC DEVELOPMENT APPROPRIATIONS YEAS 14
NAYS 0
 - (2)
 - (3)
 - (4)
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I. SUMMARY:

This legislation re-creates the Economic Development Transportation Trust Fund, FLAIR number 31-2-175, without modification. The Economic Development Transportation Trust Fund is administered by the Executive Office of the Governor.

II. SUBSTANTIVE ANALYSIS:

A. PRESENT SITUATION:

1. MAJOR STATUTES THAT CONTROL THE TRUST FUND:

Chapter 99-21, Laws of Florida, re-created the Economic Development Transportation Trust Fund.

Section 288.063, F.S., provides the Office of Tourism, Trade, and Economic Development (OTTED) with certain powers with regard to the Economic Development Transportation Trust Fund.

2. BRIEF DESCRIPTION OF THE FUND'S USES OR PURPOSES:

The receipts of the Economic Development Transportation Trust Fund are expended to fund activities related to transportation projects in order to facilitate the economic development and growth of the state as authorized under section 288.063, Florida Statutes.

Pursuant to section 288.063, F.S., the Office of Tourism, Trade, and Economic Development (OTTED) is authorized to make, and based on a recommendation from Enterprise, Florida, Inc., to approve, expenditures, and enter into contracts for direct costs of transportation projects with the appropriate governmental body.

In approving transportation projects for funding, OTTED is required to consider factors which include the cost per job created or retained considering the amount of transportation funds requested; the average hourly rate of wages for jobs created; the reliance on the program as

an inducement for the project's location decision; and the amount of capital investment to be made by the business.

For the 2001-2002 fiscal year, the Legislature appropriated \$20,111,605.

3. MAJOR SOURCES OF REVENUE FOR THE FUND:

The primary funding source for the Economic Development Transportation Trust Fund is transfers from the State Transportation Trust Fund administered by the Florida Department of Transportation. Total receipts from these transfers in the 2000-2001 fiscal year were \$20,000,000. Agency estimates for the 2001-2002 fiscal year and the 2002-2003 fiscal year are \$20,000,000 and \$20,000,000, respectively.

A secondary source of receipts for the Economic Development Transportation Trust Fund is interest earnings. Total receipts from interest in the 2000-2001 fiscal year were \$4,283,692. Agency estimates for interest earnings in the 2001-2002 fiscal year and the 2002-2003 fiscal year are \$4,500,000 and \$1,887,796, respectively.

Total receipts for the 2000-2001 fiscal year were \$24,283,692. Agency estimates for the 2001-2002 fiscal year and the 2002-2003 fiscal year are \$24,500,000 and \$21,887,796, respectively.

B. EFFECT OF PROPOSED CHANGES:

This bill re-creates the trust fund without modification.

III. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT:

This legislation has no fiscal impact on state agencies or state funds, on local governments as a whole or on the private sector. It simply re-creates, without modification, an existing state trust fund and continues the current use of the fund.

IV. COMMENTS:

None.

V. AMENDMENTS OR COMMITTEE SUBSTITUTE CHANGES:

N/A

VI. SIGNATURES:

COMMITTEE ON TRANSPORTATION AND ECONOMIC DEVELOPMENT APPROPRIATIONS:

Prepared by:

Staff Director:

Melissa Engle

Eliza Hawkins

Kurt Hamon