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CHAMBER ACTION

The Committee on Natural Resources recommends the following: 1 2 3 Committee Substitute 4 Remove the entire bill and insert: 5 A bill to be entitled 6 An act relating to phosphate mining restoration, 7 reclamation, and cleanup; amending s. 211.3103, F.S.; 8 providing for an additional alternative distribution of 9 certain phosphate severance tax revenues to the 10 Nonmandatory Land Reclamation Trust Fund for certain 11 purposes for certain fiscal years; providing an effective 12 date. 13 14 Be It Enacted by the Legislature of the State of Florida: 15 Subsections (3) and (4) of section 211.3103, 16 Section 1. 17 Florida Statutes, as amended by chapter 2003-423, Laws of Florida, are amended to read: 18 19 211.3103 Levy of tax on severance of phosphate rock; rate, basis, and distribution of tax.--20 (3) 21 Beginning July 1, 2005 2004, the proceeds of all taxes, interest, and penalties imposed under this section shall 22 be paid into the State Treasury as follows: 23 Page 1 of 4

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24 The first \$10 million in revenue collected from the (a) 25 tax during each fiscal year from fiscal year 2005-2006 through 26 and including fiscal year 2011-2012 shall be paid to the credit 27 of the Nonmandatory Land Reclamation Trust Fund to be used to close the phosphogypsum stacks at Mulberry and Piney Point and 28 29 to reclaim lands disturbed by the severance of phosphate rock prior to July 1, 1975, and thereafter shall be paid to the 30 credit of the Conservation and Recreation Lands Trust Fund. 31 32 (b) The remaining revenues collected from the tax during 33 that fiscal year, after the required payment under paragraph 34 (a), shall be paid into the State Treasury as follows: 35 1. To the credit of the General Revenue Fund of the state, 36 40.1 percent. The first \$10 million of the amount credited to 37 the General Revenue Fund from fiscal year 2005-2006 through and 38 including fiscal year 2011-2012 shall be transferred to the 39 Nonmandatory Land Reclamation Trust Fund to fund the closure of 40 the phosphogypsum stacks at Mulberry and Piney Point and the reclamation of lands disturbed by the severance of phosphate 41 42 rock prior to July 1, 1975. For payment to counties in proportion to the number of 43 2. 44 tons of phosphate rock produced from a phosphate rock matrix 45 located within such political boundary, 16.5 percent. The 46 department shall distribute this portion of the proceeds 47 annually based on production information reported by the 48 producers on the annual returns for the taxable year. Any such 49 proceeds received by a county shall be used only for phosphate-50 related expenses.

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51 For payment to counties that have been designated a 3. rural area of critical economic concern pursuant to s. 288.0656 52 53 in proportion to the number of tons of phosphate rock produced 54 from a phosphate rock matrix located within such political 55 boundary, 13 percent. The department shall distribute this 56 portion of the proceeds annually based on production information reported by the producers on the annual returns for the taxable 57 58 year. Payments under this subparagraph shall be made to the 59 counties unless the Legislature by special act creates a local 60 authority to promote and direct the economic development of the 61 county. If such authority exists, payments shall be made to that authority. 62

4. To the credit of the Phosphate Research Trust Fund in
the Division of Universities of the Department of Education, 9.3
percent.

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5. To the credit of the Minerals Trust Fund, 10.7 percent.

67 6. To the credit of the Nonmandatory Land Reclamation68 Trust Fund, 10.4 percent.

69 Beginning July 1, 2003, and annually thereafter, The (4) 70 Department of Environmental Protection may use up to \$2 million 71 of the funds in the Nonmandatory Land Reclamation Trust Fund 72 each year to purchase a surety bond or a policy of insurance, 73 the proceeds of which would pay the cost of restoration, 74 reclamation, and cleanup of any phosphogypsum stack system and phosphate mining activities in the event that an operator or 75 76 permittee thereof has been subject to a final order of 77 bankruptcy and all funds available therefrom are determined to 78 be inadequate to accomplish such restoration, reclamation, and

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cleanup. This section does not imply that such operator or permittee is thereby relieved of its obligations or relieved of any liabilities pursuant to any other remedies at law, administrative remedies, statutory remedies, or remedies pursuant to bankruptcy law. The department shall adopt rules to implement this subsection, including the purchase and oversight

85 of the bond or policy.

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Section 2. This act shall take effect July 1, 2005.

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