## Florida Senate - 2004

CS for SB 1720

 ${\bf By}$  the Committee on Governmental Oversight and Productivity; and Senator Margolis

302-2644-04

1	A bill to be entitled
2	An act relating to regional cultural
3	facilities; amending s. 265.702, F.S.; revising
4	the time period during which a specified total
5	amount of grants may be awarded to a regional
б	cultural facility; providing for adjustment of
7	the total cost of a regional cultural facility
8	project within specified limits; providing for
9	the use of grant funds if commencement of a
10	project occurs prior to the award of such
11	funds; amending s. 265.606, F.S.; revising a
12	requirement for receipt of state matching funds
13	by a local sponsoring organization under the
14	Cultural Endowment Program; providing an
15	effective date.
16	
17	Be It Enacted by the Legislature of the State of Florida:
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19	Section 1. Subsection (7) of section 265.702, Florida
20	Statutes, is amended, present subsection (8) of that section
21	is redesignated as subsection (9), and a new subsection (8) is
22	added to that section, to read:
23	265.702 Regional cultural facilities; grants for
24	acquisition, renovation, or construction; funding; approval;
25	allocation
26	(7) The annual amount of a grant made under this
27	section may not exceed the lesser of \$2.5 million or 10
28	percent of the total costs of the regional cultural facility.
29	The total amount of the grants awarded to a regional cultural
30	facility in a <u>10-year</u> <del>5 year</del> period may not exceed the lesser
31	of \$10 million or 10 percent of the total costs of a regional
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1 cultural facility. The total cost of a regional cultural 2 facility must be calculated with respect to the primary scope of the original proposal as submitted under this section. 3 However, because it is recognized that major projects as 4 contemplated by this section often require changes in scope to 5 reflect unexpected costs, the incorporation of alternatives 6 7 elected for reasons of aesthetics or cost, or modifications of design, the total cost of a regional cultural facility project 8 may be adjusted by additions to or modifications of the 9 10 project as originally proposed so long as the cost of such additions or modifications does not exceed 25 percent of the 11 12 total cost as originally proposed and does not change the basic nature of the proposed project and may not include the 13 cost of any additions that change the scope of the regional 14 15 cultural facility, such as additional facilities or 16 significant design alterations. 17 (8) State funds granted under this section for a 18 project commenced prior to the award of such funds may be used to repay the county, municipality, or qualified corporation 19 for project construction costs incurred from the commencement 2.0 21 of the project to the time at which funds are made available in accordance with rules adopted by the Division of Cultural 2.2 23 Affairs of the Department of State. Section 2. Paragraph (b) of subsection (6) of section 2.4 265.606, Florida Statutes, is amended to read: 25 265.606 Cultural Endowment Program; administration; 26 27 qualifying criteria; matching fund program levels; 2.8 distribution.--29 (6) 30 (b) The investment objectives of the trustee are to 31 preserve the principal amount of each endowment while 2

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maximizing current income through the use of investment-quality financial instruments of the types set forth in rules promulgated by the department. The minimum net <u>cost</u> market value of \$600,000 for each individual endowment in a local cultural endowment program fund shall be maintained. Section 3. This act shall take effect upon becoming a law. STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN COMMITTEE SUBSTITUTE FOR <u>SB 1720</u> Amends s. 265.606, F.S., to provide that endowments under the Cultural Endowment Program are to be valued at cost, as opposed to, market value.