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CHAMBER ACTION

	CHAMBER ACTION <u>Senate</u> House
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11	Senators Garcia, Villalobos, and Diaz de la Portilla moved the
12	following amendment:
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14	Senate Amendment (with title amendment)
15	Delete everything after the enacting clause
16	
17	and insert:
18	Section 1. Subsection (7) of section 288.1162, Florida
19	Statutes, is amended to read:
20	288.1162 Professional sports franchises; spring
21	training franchises; duties
22	(7)(a) The Office of Tourism, Trade, and Economic
23	Development shall notify the Department of Revenue of any
24	facility certified as a facility for a new professional sports
25	franchise or a facility for a retained professional sports
26	franchise or as a facility for a retained spring training
27	franchise. The Office of Tourism, Trade, and Economic
28	Development shall certify no more than eight facilities as
29	facilities for a new professional sports franchise or as
30	facilities for a retained professional sports franchise and
31	shall certify at least five as facilities for retained spring
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1	training franchises, including in such total any facilities
2	certified by the Department of Commerce before July 1, 1996.
3	The office may make no more than one certification for any
4	facility. The office may not certify funding for less than the
5	requested amount to any applicant certified as a facility for
6	a retained spring training franchise.
7	(b) The eighth certification of an applicant under
8	this section as a facility for a new professional sports
9	franchise or a facility for a retained professional sports
10	franchise shall be for a franchise that is a member of the
11	National Basketball Association, has been located within the
12	state since 1987, and has not been previously certified. This
13	paragraph is repealed July 1, 2010.
14	Section 2. Section 288.11635, Florida Statutes, is
15	created to read:
16	288.11635 Professional sports franchise; additional
17	funding
18	(1) The Office of Tourism, Trade, and Economic
19	Development shall serve as the state agency for screening
20	applicants for state funding under s. 212.20(6)(d)7.c. and for
21	certifying an applicant as a "facility for a professional
22	sports franchise" which is eligible for funding under s.
23	212.20(6)(d)7.c.
24	(2) As used in this section, the term:
25	(a) "Force majeure event" means a flood, fire or other
26	casualty, war, revolution, civil commotion, act of a public
27	enemy, embargo, act of a government in its sovereign capacity,
28	or labor difficulty, including without limitation, a strike,
29	lockout, or any circumstance beyond the reasonable control of
30	a professional sports franchise affected.

1	(c) "Professional sports franchise" means a franchise
2	in the National League or the American League of Major League
3	Baseball, the National Basketball Association, the National
4	Football League, or the National Hockey League.
5	(d) "Unit of local government" has the same meaning as
6	<u>in s. 218.369.</u>
7	(3) The Office of Tourism, Trade, and Economic
8	Development shall adopt rules for the receipt and processing
9	of applications for funding under s. 212.20(6)(d)7.c.
10	(4) Before certifying an applicant as a "facility for
11	a professional sports franchise" which is eligible for funding
12	under s. 212.20(6)(d)7.c., the Office of Tourism, Trade, and
13	Economic Development must find that:
14	(a) A unit of local government is responsible for the
15	construction, maintenance, or operation of the professional
16	sports franchise facility or holds title to or a leasehold
17	interest in the property on which the professional sports
18	franchise facility is located.
19	(b) The applicant has a verified copy of the approval
20	from the governing authority of the league in which the
21	professional sports franchise exists or verified evidence that
22	it had a league-authorized location in this state on or before
23	July 1, 2006.
24	(c) The applicant has projections, verified by the
25	Office of Tourism, Trade, and Economic Development, which
26	demonstrate that the professional sports franchise will
27	attract a paid attendance of more than 300,000 annually.
28	(d) The applicant has an independent analysis or
29	study, verified by the Office of Tourism, Trade, and Economic
30	Development, which demonstrates that the amount of the
31	revenues generated by the state sales tax imposed under
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1	chapter 212 with respect to the use and operation of the
2	professional sports franchise facility will equal or exceed \$4
3	million annually, except that if the professional sports
4	franchise that served as an applicant's basis for
5	certification under this section did not serve as an
6	applicant's basis for certification under s. 288.1162, then
7	tax revenues that equal or exceed \$2 million annually must be
8	demonstrated.
9	(e) The municipality in which the facility for a
10	professional sports franchise is located, or the county if the
11	facility for a professional sports franchise is located in an
12	unincorporated area, has certified by resolution after a
13	public hearing that the application serves a public purpose.
14	(f) The Office of Tourism, Trade, and Economic
15	Development has received a signed agreement for the benefit
16	of, and enforceable by, the Department of Revenue from the
17	applicant and the owners of the professional sports franchise
18	which formed the basis for the applicant's certification under
19	this section, jointly, which agreement guarantees that each
20	year the applicant and the professional sports franchise
21	owners will reimburse the Department of Revenue the amount by
22	which state sales tax collections imposed with respect to the
23	use and operation of the certified facility during such year
24	are less than the amounts distributed under s.
25	212.20(6)(d)7.c. to the applicant under this section during
26	such year, and, if the same professional sports franchise also
27	formed the basis for an applicant's certification under s.
28	288.1162, the amount distributed under s. 212.20(6)(d)7.b., to
29	the applicant under s. 288.1162, during such year, unless such
30	state sales tax collections exceed the amounts distributed.
31	The Department of Revenue shall annually provide to the Office

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of Tourism, Trade, and Economic Development total state sales tax collections in the prior calendar year for each facility 2 receiving distributions pursuant to s. 212.20(6)(d)7.c. and 3 4 must provide this information no later than March 15 of each year. Required reimbursements to the Department of Revenue 5 6 must be made no later than June 30 of each year. The 7 reimbursement described by this paragraph is not required if the facility's failure to generate sufficient state sales tax 8 collections imposed under chapter 212 is a result of a force 9 10 majeure event. (g) The Office of Tourism, Trade, and Economic 11 Development has received a signed agreement for the benefit 12 of, and enforceable by, the Department of Revenue from the 13 applicant and the owners of the professional sports franchise 14 15 which formed the basis for the applicant's certification under this section, jointly, which agreement quarantees that if a 16 professional sports franchise certified by the Office of 17 18 Tourism, Trade, and Economic Development pursuant to this 19 section receiving funding pursuant to s. 212.20(6)(d)7.c., leaves the state before all scheduled distributions are made, 20 21 within 6 months after the professional sports franchise leaves 22 the state, the applicant and the owners of the professional 23 sports franchise must pay to the state an amount equal to all 2.4 the remaining monthly sales tax distributions scheduled to be made pursuant to s. 212.20(6)(d)7.c. This subsection does not 2.5 26 in any way invalidate the agreement pursuant to paragraph 27 (4)(f). (h) A professional sports franchise may form the basis 28 29 for only one facility certified under this section for funding under s. 212.20(6)(d)7.c. 30 (5) An applicant certified as a facility for a

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professional sports franchise which is certified for funding under s. 212.20(6)(d)7.c. may use funds provided pursuant to 2 that sub-subparagraph only: 3 4 (a) For the public purpose of paying for the 5 acquisition, construction, reconstruction, renovation, capital 6 improvement, or maintenance of the facility for a professional 7 sports franchise or ancillary facilities, such as parking structures; convention facilities and meeting rooms; retail 8 and concession space; health, fitness, and training 10 facilities; and youth and amateur sports facilities, which 11 support the operations of any such facility; (b) To pay or pledge for the payment of debt service 12 13 on, or fund debt service reserve funds, arbitrage rebate obligations, or other amounts payable with respect to bonds or 14 15 other indebtedness issued for the acquisition, construction, reconstruction, renovation, or capital improvement of the 16 <u>facility</u> for a professional sports franchise or ancillary 17 18 <u>facilities; or</u> 19 (c) For reimbursement of costs or the refinancing of bonds or other indebtedness, including the payment of any 20 21 interest and prepayment premium or penalty thereon, issued for 22 the acquisition, construction, reconstruction, renovation, or capital improvement of the facility for a professional sports 23 24 franchise or ancillary facilities. (6) The Office of Tourism, Trade, and Economic 25 Development shall notify the Department of Revenue of any 26 facility certified as a facility for a professional sports 2.7 franchise which is eligible for funding under s. 28 29 212.20(6)(d)7.c. However, the office may not certify a facility until the Legislature has approved the applicant in a 30 31 separate bill adopted only for that purpose. Whenever the

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office determines that an applicant, having met all necessary conditions pursuant to this section, is eliqible to be 2 approved by the Legislature, it shall convey that 3 4 determination to the Governor, the President of the Senate, and the Speaker of the House of Representatives. 5 6 (7) The Department of Revenue may conduct audits as 7 provided in s. 213.34 to verify that the distributions made under this section have been expended as required in this 8 section. Such information is subject to the confidentiality 9 requirements of chapter 213. If the Department of Revenue 10 11 determines that the distributions made under this section have not been expended as required by this section, it may pursue 12 13 recovery of the funds under the laws and rules governing the assessment of taxes. 14 15 Section 3. Paragraph (d) of subsection (6) of section 212.20, Florida Statutes, is amended to read: 16 212.20 Funds collected, disposition; additional powers 17 of department; operational expense; refund of taxes 18 19 adjudicated unconstitutionally collected .--(6) Distribution of all proceeds under this chapter 20 and s. 202.18(1)(b) and (2)(b) shall be as follows: 21 22 (d) The proceeds of all other taxes and fees imposed pursuant to this chapter or remitted pursuant to s. 23 24 202.18(1)(b) and (2)(b) shall be distributed as follows: 1. In any fiscal year, the greater of \$500 million, 25 minus an amount equal to 4.6 percent of the proceeds of the 26 taxes collected pursuant to chapter 201, or 5 percent of all 27 28 other taxes and fees imposed pursuant to this chapter or 29 remitted pursuant to s. 202.18(1)(b) and (2)(b) shall be deposited in monthly installments into the General Revenue 30 31 Fund.

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- 2. Two-tenths of one percent shall be transferred to the Ecosystem Management and Restoration Trust Fund to be used for water quality improvement and water restoration projects.
- 3. After the distribution under subparagraphs 1. and 2., 8.814 percent of the amount remitted by a sales tax dealer located within a participating county pursuant to s. 218.61 shall be transferred into the Local Government Half-cent Sales Tax Clearing Trust Fund. Beginning July 1, 2003, the amount to be transferred pursuant to this subparagraph to the Local Government Half-cent Sales Tax Clearing Trust Fund shall be 11 reduced by 0.1 percent, and the department shall distribute this amount to the Public Employees Relations Commission Trust 12 13 Fund less \$5,000 each month, which shall be added to the amount calculated in subparagraph 4. and distributed 14 15 accordingly.
 - 4. After the distribution under subparagraphs 1., 2., and 3., 0.095 percent shall be transferred to the Local Government Half-cent Sales Tax Clearing Trust Fund and distributed pursuant to s. 218.65.
 - 5. After the distributions under subparagraphs 1., 2., 3., and 4., 2.0440 percent of the available proceeds pursuant to this paragraph shall be transferred monthly to the Revenue Sharing Trust Fund for Counties pursuant to s. 218.215.
- 6. After the distributions under subparagraphs 1., 2., 3., and 4., 1.3409 percent of the available proceeds pursuant to this paragraph shall be transferred monthly to the Revenue Sharing Trust Fund for Municipalities pursuant to s. 218.215. If the total revenue to be distributed pursuant to this subparagraph is at least as great as the amount due from the Revenue Sharing Trust Fund for Municipalities and the former 31 | Municipal Financial Assistance Trust Fund in state fiscal year

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1999-2000, no municipality shall receive less than the amount due from the Revenue Sharing Trust Fund for Municipalities and 2 the former Municipal Financial Assistance Trust Fund in state 3 fiscal year 1999-2000. If the total proceeds to be distributed are less than the amount received in combination from the 5 Revenue Sharing Trust Fund for Municipalities and the former 7 Municipal Financial Assistance Trust Fund in state fiscal year 1999-2000, each municipality shall receive an amount 8 proportionate to the amount it was due in state fiscal year 1999-2000. 10

7. Of the remaining proceeds:

a. In each fiscal year, the sum of \$29,915,500 shall be divided into as many equal parts as there are counties in the state, and one part shall be distributed to each county. The distribution among the several counties shall begin each fiscal year on or before January 5th and shall continue monthly for a total of 4 months. If a local or special law required that any moneys accruing to a county in fiscal year 1999-2000 under the then-existing provisions of s. 550.135 be paid directly to the district school board, special district, or a municipal government, such payment shall continue until such time that the local or special law is amended or repealed. The state covenants with holders of bonds or other instruments of indebtedness issued by local governments, special districts, or district school boards prior to July 1, 2000, that it is not the intent of this subparagraph to adversely affect the rights of those holders or relieve local governments, special districts, or district school boards of the duty to meet their obligations as a result of previous pledges or assignments or trusts entered into which obligated 31 | funds received from the distribution to county governments

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under then-existing s. 550.135. This distribution specifically is in lieu of funds distributed under s. 550.135 prior to July 1, 2000.

b. The department shall distribute \$166,667 monthly pursuant to s. 288.1162 to each applicant that has been certified as a "facility for a new professional sports franchise" or a "facility for a retained professional sports franchise" pursuant to s. 288.1162. Up to \$41,667 shall be distributed monthly by the department to each applicant that has been certified as a "facility for a retained spring training franchise" pursuant to s. 288.1162; however, not more than \$208,335 may be distributed monthly in the aggregate to all certified facilities for a retained spring training franchise. Distributions shall begin 60 days following such certification and shall continue for not more than 30 years. Nothing contained in this paragraph shall be construed to allow an applicant certified pursuant to s. 288.1162 to receive more in distributions than actually expended by the applicant for the public purposes provided for in s. 288.1162(6). However, a certified applicant is entitled to receive distributions up to the maximum amount allowable and undistributed under this section for additional renovations and improvements to the facility for the franchise without additional certification.

c. The department shall distribute \$166,667 monthly pursuant to s. 288.11635 to each applicant that has been certified pursuant to s. 288.11635. Distributions must begin 60 days after such certification and must continue for not more than 30 years. This paragraph does not allow an applicant certified under s. 288.11635 to receive more in distributions 31 than the applicant actually expended for the public purposes

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provided for in s. 288.11635

d.c. Beginning 30 days after notice by the Office of Tourism, Trade, and Economic Development to the Department of Revenue that an applicant has been certified as the professional golf hall of fame pursuant to s. 288.1168 and is open to the public, \$166,667 shall be distributed monthly, for up to 300 months, to the applicant.

e.d. Beginning 30 days after notice by the Office of Tourism, Trade, and Economic Development to the Department of Revenue that the applicant has been certified as the International Game Fish Association World Center facility pursuant to s. 288.1169, and the facility is open to the public, \$83,333 shall be distributed monthly, for up to 168 months, to the applicant. This distribution is subject to reduction pursuant to s. 288.1169. A lump sum payment of \$999,996 shall be made, after certification and before July 1, 2000.

8. All other proceeds shall remain with the General Revenue Fund.

Section 4. Subsection (6) of section 288.1169, Florida Statutes, is amended to read:

288.1169 International Game Fish Association World Center facility. --

(6) The Department of Commerce must recertify every 10 years that the facility is open, that the International Game Fish Association World Center continues to be the only international administrative headquarters, fishing museum, and Hall of Fame in the United States recognized by the International Game Fish Association, and that the project is meeting the minimum projections for attendance or sales tax 31 | revenues as required at the time of original certification.

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If the facility is not recertified during this 10-year review as meeting the minimum projections, then funding will be 2 abated until certification criteria are met. If the project 3 fails to generate \$1 million of annual revenues pursuant to s. 212.20 paragraph (2)(e), the distribution of revenues pursuant 5 to s. 212.20(6)(d)7.d. shall be reduced to an amount equal to 7 \$83,333 multiplied by a fraction, the numerator of which is the actual revenues generated and the denominator of which is 8 \$1 million. Such reduction shall remain in effect until revenues generated by the project in a 12-month period equal 10 11 or exceed \$1 million. Section 5. Paragraph (k) of subsection (7) of section 12 213.053, Florida Statutes, is amended to read: 13 213.053 Confidentiality and information sharing.--14 15 (7) Notwithstanding any other provision of this section, the department may provide: 16 (k)1. Payment information relative to chapters 199, 17 201, 212, 220, 221, and 624 to the Office of Tourism, Trade, 18 19 and Economic Development, or its employees or agents that are 20 identified in writing by the office to the department, in the administration of the tax refund program for qualified defense 21 22 contractors authorized by s. 288.1045 and the tax refund program for qualified target industry businesses authorized by 23 24 s. 288.106. 2. Information relative to tax credits taken by a 25 business under s. 220.191 and exemptions or tax refunds 26 received by a business under s. 212.08(5)(j) to the Office of 27 28 Tourism, Trade, and Economic Development, or its employees or 29 agents that are identified in writing by the office to the department, in the administration and evaluation of the 30 31 | capital investment tax credit program authorized in s. 220.191

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and the semiconductor, defense, and space tax exemption program authorized in s. 212.08(5)(j). 2 3. Information relative to state sales tax collections 3 4 authorized by s. 288.11635 to the Office of Tourism, Trade, and Economic Development, or its employees or agents, that are 5 identified in writing by the office to the department. 6 7 Section 6. Notwithstanding the provisions of s. 288.11635(6), Florida Statutes, the Office of Tourism, Trade, 8 and Economic Development may certify an applicant as a 9 10 facility for a professional sports franchise to the Department 11 of Revenue as eligible for funding under s. 212.20(6)(d)7.c., Florida Statutes, without the legislative approval required in 12 13 s. 288.11635(6), Florida Statutes, if the applicant has met all other necessary conditions in s. 288.11635, Florida 14 15 Statutes, and if the certification is based on a professional sports franchise whose previous facility was certified under 16 the provisions of s. 288.1162, Florida Statutes, and such 17 facility served as the home facility for two professional 18 sports franchises. The office of Tourism, Trade, and Economic 19 20 Development may not certify an applicant based on the provisions of this section after June 30, 2007. 21 Section 7. This act shall take effect upon becoming a 22 23 law. 24 25 ======= T I T L E A M E N D M E N T ========= 26 And the title is amended as follows: 27 28 Delete everything before the enacting clause 29 and insert: 30 31 A bill to be entitled

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	An act relating to professional sports
	franchise facilities; amending s. 288.1162,
	F.S.; providing additional requirements with
	respect to certification as a facility for a
	new professional sports franchise or a facility
	for a retained professional sports franchise;
	providing for repeal of the requirements by a
	specified date; creating s. 288.11635, F.S.;
	requiring the Office of Tourism, Trade, and
	Economic Development to screen applicants for
	state funding under s. 212.20(6)(d)7.c., F.S.,
	and certify each facility for a new
	professional sports franchise or facility for a
	retained professional sports franchise that is
	eligible for such funding; providing for
	legislative approval; defining terms; providing
	for rulemaking; providing prerequisites to
	certification; prohibiting a facility from
	receiving more than one certification;
	restricting the use of funds; providing
	limitations on certification; authorizing the
	Department of Revenue to conduct audits in
	order to verify that funds have been expended
	as required and to pursue recovery of
	inappropriately expended funds; providing for
	reimbursement of sales tax distributions under
	certain circumstances; amending s. 212.20,
	F.S.; providing for the amounts to be
	distributed to certified facilities under the
	act and for the timetable for such
	distributions; amending s. 288.1169, F.S.,
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1	relating to the International Game Fish
2	Association World Center; conforming a
3	cross-reference; amending s. 213.053, F.S.;
4	providing for sharing of sales tax information;
5	authorizing funding under s. 212.20(6)(d)7.c.,
6	F.S., without legislative approval under
7	certain circumstances; providing an effective
8	date.
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