## Florida Senate - 2007

By the Committee on Commerce; and Senator Garcia

577-1902-07

1	A bill to be entitled
2	An act relating to professional sports
3	franchises; amending s. 288.1162, F.S.;
4	defining the term "force majeure event";
5	providing an exception to a provision
б	prohibiting certain persons who have previously
7	received funding from receiving additional
8	funds; increasing the number of facilities that
9	may be certified as facilities for certain new
10	or retained professional sports franchises;
11	authorizing an additional certification of a
12	facility for a specified Major League Baseball
13	franchise; providing prerequisites for
14	certification; providing that a franchise that
15	continues to occupy a facility that was
16	concurrently occupied by two professional
17	sports franchises shall be deemed the franchise
18	that formed the basis of the previous
19	certification; providing an effective date.
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21	Be It Enacted by the Legislature of the State of Florida:
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23	Section 1. Paragraph (h) of subsection (4) and
24	subsections (7) and (9) of section 288.1162, Florida Statutes,
25	are amended, paragraph (c) is added to subsection (3) of that
26	section, and subsections (10) and (11) are added to that
27	section, to read:
28	288.1162 Professional sports franchises; spring
29	training franchises; duties
30	(3) As used in this section, the term:
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1	(c) "Force majeure event" means a flood, fire or other
2	casualty, war, revolution, civil commotion, an act of a public
3	enemy, embargo, act of government in its sovereign capacity,
4	or labor difficulty, including, without limitation, a strike,
5	lockout, or any circumstance beyond the reasonable control of
б	the professional sports franchise affected.
7	(4) Prior to certifying an applicant as a "facility
8	for a new professional sports franchise" or a "facility for a
9	retained professional sports franchise," the Office of
10	Tourism, Trade, and Economic Development must determine that:
11	(h) <u>An</u> No applicant previously certified under any
12	provision of this section who has received funding under such
13	certification <u>is not</u> <del>shall be</del> eligible for an additional
14	certification, except as provided in subsections (9), (10),
15	<u>and (11)</u> .
16	(7)(a) The Office of Tourism, Trade, and Economic
17	Development shall notify the Department of Revenue of any
18	facility certified as a facility for a new professional sports
19	franchise or a facility for a retained professional sports
20	franchise or as a facility for a retained spring training
21	franchise. The Office of Tourism, Trade, and Economic
22	Development shall certify no more than <u>nine</u> eight facilities
23	as facilities for a new professional sports franchise or as
24	facilities for a retained professional sports franchise,
25	including in such total any facilities certified by the
26	Department of Commerce before July 1, 1996. The number of
27	facilities certified as a retained spring training franchise
28	shall be as provided in subsection (5). The office may make no
29	more than one certification for any facility. The office may
30	not certify funding for less than the requested amount to any
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1 applicant certified as a facility for a retained spring 2 training franchise. (b) The eighth certification of an applicant under 3 4 this section as a facility for a new professional sports franchise or a facility for a retained professional sports 5 6 franchise shall be for a franchise that is a member of the 7 National Basketball Association, has been located within the 8 state since 1987, and has not been previously certified. This 9 paragraph is repealed July 1, 2010. 10 (c) The ninth certification of an applicant under this section as a facility for a new professional sports franchise 11 12 or a facility for a retained professional sports franchise shall be for a franchise that is a member of Major League 13 Baseball and has been located within the state since 1993. 14 (9) An applicant is not qualified for certification 15 under this section if the franchise formed the basis for a 16 17 previous certification, unless: 18 (a) The previous certification was withdrawn by the facility or invalidated by the Office of Tourism, Trade, and 19 Economic Development or the Department of Commerce before any 2.0 21 funds were distributed pursuant to s. 212.20; or. 22 (b) The applicant will be the home facility for a 23 professional sports franchise that served as the basis for certifying a facility that was occupied by two franchises. 2.4 25 This subsection does not disqualify an applicant if the 26 previous certification occurred between May 23, 1993, and May 27 25, 1993; however, any funds to be distributed pursuant to s. 2.8 212.20 for the second certification shall be offset by the 29 amount distributed to the previous certified facility. 30 Distribution of funds for the second certification shall not 31

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1 be made until all amounts payable for the first certification 2 have been distributed. (10) To qualify for the ninth certification, the 3 4 following conditions must be met: 5 (a) The Office of Tourism, Trade, and Economic 6 Development has received a signed agreement for the benefit of 7 and enforceable by the Department of Revenue from the applicant or current owner of the professional sports 8 franchise that formed the basis for the applicant's 9 10 certification pursuant to this section which quarantees that, if the professional sports franchise ceases playing all of its 11 home games in this state, including preseason, regular season, 12 13 and postseason games, unless the cessation is a result of a force majeure event, within 60 days thereafter the quarantor 14 will provide to the Department of Revenue an annuity contract 15 issued by a person authorized to issue such contracts in this 16 17 state which will pay the Department of Revenue each year 18 thereafter, 125 percent of the amount distributed pursuant to s. 212.20(6)(d)7.b. to the applicant under this section during 19 such year. The guarantee of the current owner of the 20 21 professional sports franchise shall be returned upon 2.2 substitution of the quarantee of any successor owner of the 23 professional sports franchise whose ownership has been approved by the governing authority of the league in which the 2.4 professional sports franchise exists. 25 (b) The applicant for a facility for a new 26 professional sports franchise has a verified copy of a binding 27 2.8 agreement with the new professional sports franchise that requires the franchise to pay any cost overruns when the 29 30 franchise was used as the basis for the original certification 31

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1	of the applicant described in paragraph (9)(b) and is the
2	basis for the current certification request.
3	(11) Notwithstanding any other provision of this
4	section, a franchise continuing to use a facility that was
5	concurrently occupied by two professional sports franchises
6	shall be deemed the franchise forming the basis of the
7	previous certification and the previous certification shall
8	continue to apply for the period permitted from the original
9	date of certification.
10	Section 2. This act shall take effect July 1, 2007.
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12	STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN COMMITTEE SUBSTITUTE FOR
13	<u>Senate Bill 544</u>
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15	Committee Substitute for Senate Bill 544 differs from the bill as filed in the following ways:
16	- Requires the franchise that is the basis of the new ninth
17 18	facility certification to pay an amount equal to 125 percent of the state sales tax rebate if the franchise does not play all of its home games at the new facility.
19	- The only exception is if the franchise cannot play because of a "force majeure event," as defined.
20	<ul> <li>Requires the franchise to pay any cost overruns</li> </ul>
21	associated with the new certified sports facility.
22	- Deletes language made obsolete by the new provisions.
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