

	CHAMBER ACTION	
Senate		House
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4/16/2008 1:26 PM	•	

Senator Fasano moved the following **amendment:** 

## Senate Amendment (title amendment)

Between line(s) 1649-1650

insert:

Section 12. Subsection (5) of section 220.191, Florida Statutes, is amended to read:

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7

220.191 Capital investment tax credit.--

9 Applications shall be reviewed and certified pursuant (5) to s. 288.061. The office, upon a recommendation by Enterprise 10 Florida, Inc., shall first certify a business as eligible to 11 12 receive tax credits pursuant to this section prior to the commencement of operations of a qualifying project, and such 13 14 certification shall be transmitted to the Department of Revenue. 15 Upon receipt of the certification, the Department of Revenue shall enter into a written agreement with the qualifying business 16



17 specifying, at a minimum, the method by which income generated by 18 or arising out of the qualifying project will be determined.

Section 13. Subsection (2) of section 288.065, Florida Statutes, is amended to read:

**∩** 1

21 288.065 Rural Community Development Revolving Loan Fund .--22 The program shall provide for long-term loans, loan (2) 23 guarantees, and loan loss reserves to units of local governments, 24 or economic development organizations substantially underwritten 25 by a unit of local government, within counties with populations 26 of 75,000 or less, or any county that has a population of 120,000 27 100,000 or less and is contiguous to a county with a population 28 of 75,000 or less, as determined by the most recent official 29 estimate pursuant to s. 186.901, residing in incorporated and 30 unincorporated areas of the county, or to units of local government, or economic development organizations substantially 31 underwritten by a unit of local government, within a rural area 32 33 of critical economic concern. Requests for loans shall be made by 34 application to the Office of Tourism, Trade, and Economic 35 Development. Loans shall be made pursuant to agreements specifying the terms and conditions agreed to between the 36 37 applicant and the Office of Tourism, Trade, and Economic Development. The loans shall be the legal obligations of the 38 39 applicant. All repayments of principal and interest shall be returned to the loan fund and made available for loans to other 40 41 applicants. However, in a rural area of critical economic concern designated by the Governor, and upon approval by the Office of 42 Tourism, Trade, and Economic Development, repayments of principal 43 44 and interest may be retained by the applicant if such repayments 45 are dedicated and matched to fund regionally based economic



46 development organizations representing the rural area of critical 47 economic concern.

48 Section 14. Paragraphs (b) and (e) of subsection (2) and 49 subsection (3) of section 288.0655, Florida Statutes, are amended 50 to read:

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52

288.0655 Rural Infrastructure Fund.--

(2)

To facilitate access of rural communities and rural 53 (b) 54 areas of critical economic concern as defined by the Rural 55 Economic Development Initiative to infrastructure funding 56 programs of the Federal Government, such as those offered by the 57 United States Department of Agriculture and the United States 58 Department of Commerce, and state programs, including those 59 offered by Rural Economic Development Initiative agencies, and to facilitate local government or private infrastructure funding 60 efforts, the office may award grants for up to 30 percent of the 61 total infrastructure project cost. If an application for funding 62 63 is for a catalyst site, as defined in s. 288.0656, the office may 64 award grants for up to 40 percent of the total infrastructure 65 project cost. Eligible projects must be related to specific jobcreation or job-retention opportunities. Eligible projects may 66 67 also include improving any inadequate infrastructure that has resulted in regulatory action that prohibits economic or 68 69 community growth or reducing the costs to community users of 70 proposed infrastructure improvements that exceed such costs in 71 comparable communities. Eligible uses of funds shall include 72 improvements to public infrastructure for industrial or 73 commercial sites and upgrades to or development of public tourism 74 infrastructure. Authorized infrastructure may include the 75 following public or public-private partnership facilities: storm

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76 water systems; telecommunications facilities; broadband; roads or 77 other remedies to transportation impediments; nature-based 78 tourism facilities; or other physical requirements necessary to 79 facilitate tourism, trade, and economic development activities in 80 the community. Authorized infrastructure may also include 81 publicly or privately owned self-powered nature-based tourism 82 facilities; telecommunications; broadband; and additions to the distribution facilities of the existing natural gas utility as 83 84 defined in s. 366.04(3)(c), the existing electric utility as 85 defined in s. 366.02, or the existing water or wastewater utility 86 as defined in s. 367.021(12), or any other existing water or 87 wastewater facility, which owns a gas or electric distribution 88 system or a water or wastewater system in this state where:

89 1. A contribution-in-aid of construction is required to 90 serve public or public-private partnership facilities under the 91 tariffs of any natural gas, electric, water, or wastewater 92 utility as defined herein; and

93 2. Such utilities as defined herein are willing and able to94 provide such service.

95 To enable local governments to access the resources (e) 96 available pursuant to s. 403.973(19), the office may award grants 97 for surveys, feasibility studies, and other activities related to the identification and preclearance review of land which is 98 suitable for preclearance review. Authorized grants under this 99 100 paragraph shall not exceed \$75,000 each, except in the case of a project in a rural area of critical economic concern, in which 101 case the grant shall not exceed \$300,000. Any funds awarded under 102 103 this paragraph must be matched at a level of 50 percent with 104 local funds, except that any funds awarded for a project in a rural area of critical economic concern must be matched at a 105

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106 level of 33 percent with local funds. <u>If an application for</u> 107 <u>funding is for a catalyst site, as defined in s. 288.0656, the</u> 108 <u>requirement for local match may be waived.</u> In evaluating 109 applications under this paragraph, the office shall consider the 110 extent to which the application seeks to minimize administrative 111 and consultant expenses.

112 (3) The office, in consultation with Enterprise Florida, 113 Inc., VISIT Florida, the Department of Environmental Protection, 114 and the Florida Fish and Wildlife Conservation Commission, as 115 appropriate, shall review and certify applications pursuant to s. 288.061. The review shall include an evaluation of and evaluate 116 117 the economic benefit of the projects and their long-term 118 viability. The office shall have final approval for any grant under this section and must make a grant decision within 30 days 119 120 of receiving a completed application.

121 Section 15. Section 288.0656, Florida Statutes, is amended 122 to read:

123

288.0656 Rural Economic Development Initiative.--

124 (1) (a) Recognizing that rural communities and regions continue to face extraordinary challenges in their efforts to 125 achieve significant improvements to their economies, specifically 126 127 in terms of personal income, job creation, average wages, and 128 strong tax bases, it is the intent of the Legislature to 129 encourage and facilitate the location and expansion in such rural 130 communities of major economic development projects of significant 131 scale.

(b) The Rural Economic Development Initiative, known as
 "REDI," is created within the Office of Tourism, Trade, and
 Economic Development, and the participation of state and regional
 agencies in this initiative is authorized.

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136	(2) As used in this section, the term:
137	(a) "Catalyst project" means a business locating or
138	expanding in a rural area of critical economic concern that will
139	serve as an economic growth opportunity of regional significance
140	for the growth of a regional target industry cluster. The project
141	will provide capital investment of significant scale which will
142	affect the entire region and the development of high-wage and
143	high-skill jobs.
144	(b) "Catalyst site" means a parcel or parcel of lands
145	within a rural area of critical economic concern that has been
146	prioritized as a geographic site for economic development through
147	partnerships with state, regional, and local organizations. The
148	site must be reviewed by REDI, and approved by the Office of
149	Tourism, Trade, and Economic Development for purposes of locating
150	a catalyst project.
151	(c) (a) "Economic distress" means conditions affecting the
152	fiscal and economic viability of a rural community, including
153	such factors as low per capita income, low per capita taxable
154	values, high unemployment, high underemployment, low weekly
155	earned wages compared to the state average, low housing values
156	compared to the state average, high percentages of the population
157	receiving public assistance, high poverty levels compared to the
158	state average, and a lack of year-round stable employment
159	opportunities.
160	(d) "Rural area of critical economic concern" means a rural
161	community, or a region composed of rural communities, designated
162	by the Governor, that has been adversely affected by an
163	extraordinary economic event, severe or chronic distress, or a
164	natural disaster or that presents a unique economic development
165	opportunity of regional impact.

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166 (e) (b) "Rural community" means: 167 1. A county with a population of 75,000 or less. 168 2. A county with a population of 120,000 100,000 or less that is contiguous to a county with a population of 75,000 or 169 170 less. 171 3. A municipality within a county described in subparagraph 1. or subparagraph 2. 172 4. An unincorporated federal enterprise community or an 173 174 incorporated rural city with a population of 25,000 or less and 175 an employment base focused on traditional agricultural or 176 resource-based industries, located in a county not defined as rural, which has at least three or more of the economic distress 177 178 factors identified in paragraph (a) and verified by the Office of 179 Tourism, Trade, and Economic Development. 180

181 For purposes of this paragraph, population shall be determined in 182 accordance with the most recent official estimate pursuant to s. 183 186.901.

184 (3) REDI shall be responsible for coordinating and focusing the efforts and resources of state and regional agencies on the 185 problems which affect the fiscal, economic, and community 186 187 viability of Florida's economically distressed rural communities, 188 working with local governments, community-based organizations, 189 and private organizations that have an interest in the growth and 190 development of these communities to find ways to balance environmental and growth management issues with local needs. 191

(4) REDI shall review and evaluate the impact of statutes
and rules on rural communities and shall work to minimize any
adverse impact and undertake outreach and capacity building
efforts.



196	(5) REDI shall facilitate better access to state resources
197	by promoting direct access and referrals to appropriate state and
198	regional agencies and statewide organizations. REDI may undertake
199	outreach, capacity-building, and other advocacy efforts to
200	improve conditions in rural communities. These activities may
201	include sponsorship of conferences and achievement awards.
202	(6)(a) By August 1 of each year, the head of each of the
203	following agencies and organizations shall designate a high-level
204	staff person from within the agency or organization to serve as
205	the REDI representative for the agency or organization:
206	1. The Department of Community Affairs.
207	2. The Department of Transportation.
208	3. The Department of Environmental Protection.
209	4. The Department of Agriculture and Consumer Services.
210	5. The Department of State.
211	6. The Department of Health.
212	7. The Department of Children and Family Services.
213	8. The Department of Corrections.
214	9. The Agency for Workforce Innovation.
215	10. The Department of Education.
216	11. The Department of Juvenile Justice.
217	12. The Fish and Wildlife Conservation Commission.
218	13. Each water management district.
219	14. Enterprise Florida, Inc.
220	15. Workforce Florida, Inc.
221	16. The Florida Commission on Tourism or VISIT Florida.
222	17. The Florida Regional Planning Council Association.
223	18. The Agency for Health Care Administration Florida State
224	Rural Development Council.
225	19. The Institute of Food and Agricultural Sciences (IFAS).
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An alternate for each designee shall also be chosen, and the names of the designees and alternates shall be sent to the director of the Office of Tourism, Trade, and Economic Development.

231 (b) Each REDI representative must have comprehensive 232 knowledge of his or her agency's functions, both regulatory and service in nature, and of the state's economic goals, policies, 233 234 and programs. This person shall be the primary point of contact 235 for his or her agency with REDI on issues and projects relating 236 to economically distressed rural communities and with regard to 237 expediting project review, shall ensure a prompt effective 238 response to problems arising with regard to rural issues, and 239 shall work closely with the other REDI representatives in the identification of opportunities for preferential awards of 240 program funds and allowances and waiver of program requirements 241 242 when necessary to encourage and facilitate long-term private 243 capital investment and job creation.

(c) The REDI representatives shall work with REDI in the review and evaluation of statutes and rules for adverse impact on rural communities and the development of alternative proposals to mitigate that impact.

(d) Each REDI representative shall be responsible for
ensuring that each district office or facility of his or her
agency is informed about the Rural Economic Development
Initiative and for providing assistance throughout the agency in
the implementation of REDI activities.

(7) (a) REDI may recommend to the Governor up to three rural areas of critical economic concern. A rural area of critical economic concern must be a rural community, or a region composed



256 of such, that has been adversely affected by an extraordinary 257 economic event or a natural disaster or that presents a unique 258 economic development opportunity of regional impact that will 259 create more than 1,000 jobs over a 5-year period. The Governor 260 may by executive order designate up to three rural areas of 261 critical economic concern which will establish these areas as priority assignments for REDI as well as to allow the Governor, 262 acting through REDI, to waive criteria, requirements, or similar 263 264 provisions of any economic development incentive. Such incentives 265 shall include, but not be limited to: the Qualified Target 266 Industry Tax Refund Program under s. 288.106, the Quick Response 267 Training Program under s. 288.047, the Quick Response Training 268 Program for participants in the welfare transition program under 269 s. 288.047(8), transportation projects under s. 288.063, the 270 brownfield redevelopment bonus refund under s. 288.107, and the 271 rural job tax credit program under ss. 212.098 and 220.1895.

Designation as a rural area of critical economic 272 (b) 273 concern under this subsection shall be contingent upon the 274 execution of a memorandum of agreement among the Office of Tourism, Trade, and Economic Development; the governing body of 275 276 the county; and the governing bodies of any municipalities to be 277 included within a rural area of critical economic concern. Such agreement shall specify the terms and conditions of the 278 designation, including, but not limited to, the duties and 279 280 responsibilities of the county and any participating municipalities to take actions designed to facilitate the 281 retention and expansion of existing businesses in the area, as 282 well as the recruitment of new businesses to the area. 283

284(c) Each rural area of critical economic concern may285designate catalyst projects, provided that each catalyst project

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286	is specifically recommended by REDI, identified as a catalyst
287	project by Enterprise Florida, Inc., and confirmed as a catalyst
288	project by the Office of Tourism, Trade, and Economic
289	Development. All state agencies and departments shall use all
290	available tools and resources to the extent permissible by law to
291	promote the creation and development of each catalyst project and
292	the development of catalyst sites.
293	(8) REDI shall assist local governments within rural areas
294	of critical economic concern with comprehensive planning needs
295	with efforts that further the provisions of this section. Such
296	assistance shall reflect a multidisciplinary approach among all
297	agencies and shall include economic development and planning
298	objectives.
299	(a) A local government may request assistance in the
300	preparation of comprehensive plan amendments, pursuant to part II
301	of chapter 163, that will stimulate economic activity.
302	1. The local government must contact the Office of Tourism,
303	Trade, and Economic Development to request assistance.
304	2. REDI representatives shall meet with the local
305	government within 15 days after such request to develop the scope
306	of assistance that will be provided to assist the development,
307	transmittal, and adoption of the proposed comprehensive plan
308	amendment.
309	3. As part of the assistance provided, REDI representatives
310	shall also identify other needed local and developer actions for
311	approval of the project and recommend a timeline for the local
312	government and developer that will minimize project delays.
313	(b) In addition, REDI shall solicit requests each year for
314	assistance from local governments within a rural area of critical
315	economic concern to update the future land use element and other
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316	associated elements of the local government's comprehensive plan
317	to better position the community to respond to economic
318	development potential within the county or municipality. REDI
319	shall provide direct assistance to such local governments to
320	update their comprehensive plans pursuant to this paragraph. At
321	least one comprehensive planning technical assistance effort
322	shall be selected each year.
323	(c) REDI shall develop and annually update a technical
324	assistance manual based upon experiences learned in providing
325	direct assistance under this subsection.
326	<u>(9)</u> (8) REDI shall submit a report to the Governor, the
327	President of the Senate, and the Speaker of the House of
328	Representatives each year on or before <u>September</u> <del>February</del> 1 on
329	all REDI activities for the prior fiscal year. This report shall
330	include a status report on all projects currently being
331	coordinated through REDI, the number of preferential awards and
332	allowances made pursuant to this section, the dollar amount of
333	such awards, and the names of the recipients. The report shall
334	also include a description of all waivers of program requirements
335	granted. The report shall also include information as to the
336	economic impact of the projects coordinated by REDI.
337	Section 16. Subsection (1) of section 288.0657, Florida
338	Statutes, is amended to read:
339	288.0657 Florida rural economic development strategy
340	grants
341	(1) As used in this section, the term "rural community"
342	means:
343	(a) A county with a population of 75,000 or less.
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344	(b) A county with a population of $120,000 \ 100,000$ or less
345	that is contiguous to a county with a population of 75,000 or
346	less.
347	(c) A municipality within a county described in paragraph
348	(a) or paragraph (b).
349	
350	For purposes of this subsection, population shall be determined
351	in accordance with the most recent official estimate pursuant to
352	s. 186.901.
353	Section 17. In order to carry out the additional rural
354	economic development responsibilities in this act, one full-time
355	equivalent position and the recurring sum of \$60,000 for
356	associated salaries and benefits is appropriated from the General
357	Revenue Fund to the Office of Tourism, Trade, and Economic
358	Development.
359	Section 18. Subsection (2) of section 257.193, Florida
360	Statutes, is amended to read:
361	257.193 Community Libraries in Caring Program
362	(2) The purpose of the Community Libraries in Caring
363	Program is to assist libraries in rural communities, as defined
364	in s. 288.0656 <del>(2)(b)</del> and subject to the provisions of s.
365	288.06561, to strengthen their collections and services, improve
366	literacy in their communities, and improve the economic viability
367	of their communities.
368	Section 19. Section 288.019, Florida Statutes, is amended
369	to read:
370	288.019 Rural considerations in grant review and evaluation
371	processesNotwithstanding any other law, and to the fullest
372	extent possible, the member agencies and organizations of the
373	Rural Economic Development Initiative (REDI) as defined in s.
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374 288.0656(6)(a) shall review all grant and loan application 375 evaluation criteria to ensure the fullest access for rural 376 counties as defined in s. 288.0656(2)(b) to resources available 377 throughout the state.

(1) Each REDI agency and organization shall review all evaluation and scoring procedures and develop modifications to those procedures which minimize the impact of a project within a rural area.

(2) Evaluation criteria and scoring procedures must provide
 for an appropriate ranking based on the proportionate impact that
 projects have on a rural area when compared with similar project
 impacts on an urban area.

(3) Evaluation criteria and scoring procedures must
recognize the disparity of available fiscal resources for an
equal level of financial support from an urban county and a rural
county.

390 (a) The evaluation criteria should weight contribution in391 proportion to the amount of funding available at the local level.

(b) In-kind match should be allowed and applied as financial match when a county is experiencing financial distress through elevated unemployment at a rate in excess of the state's average by 5 percentage points or because of the loss of its ad valorem base.

397 (4) For existing programs, the modified evaluation criteria
398 and scoring procedure must be delivered to the Office of Tourism,
399 Trade, and Economic Development for distribution to the REDI
400 agencies and organizations. The REDI agencies and organizations
401 shall review and make comments. Future rules, programs,
402 evaluation criteria, and scoring processes must be brought before



403 a REDI meeting for review, discussion, and recommendation to 404 allow rural counties fuller access to the state's resources.

405 Section 20. Section 288.06561, Florida Statutes, is amended 406 to read:

407 288.06561 Reduction or waiver of financial match 408 requirements.--Notwithstanding any other law, the member agencies 409 and organizations of the Rural Economic Development Initiative 410 (REDI), as defined in s. 288.0656(6)(a), shall review the 411 financial match requirements for projects in rural areas as 412 defined in s. 288.0656(2)(b).

413 (1) Each agency and organization shall develop a proposal414 to waive or reduce the match requirement for rural areas.

415 (2) Agencies and organizations shall ensure that all
416 proposals are submitted to the Office of Tourism, Trade, and
417 Economic Development for review by the REDI agencies.

(3) These proposals shall be delivered to the Office of Tourism, Trade, and Economic Development for distribution to the REDI agencies and organizations. A meeting of REDI agencies and organizations must be called within 30 days after receipt of such proposals for REDI comment and recommendations on each proposal.

423 (4) Waivers and reductions must be requested by the county
424 or community, and such county or community must have three or
425 more of the factors identified in s. 288.0656(2)(a).

(5) Any other funds available to the project may be used for financial match of federal programs when there is fiscal hardship, and the match requirements may not be waived or reduced.

430 (6) When match requirements are not reduced or eliminated,
431 donations of land, though usually not recognized as an in-kind
432 match, may be permitted.

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(7) To the fullest extent possible, agencies and organizations shall expedite the rule adoption and amendment process if necessary to incorporate the reduction in match by rural areas in fiscal distress.

(8) REDI shall include in its annual report an evaluation
on the status of changes to rules, number of awards made with
waivers, and recommendations for future changes.

440 Section 22. Paragraph (d) of subsection (15) of section 441 627.6699, Florida Statutes, is amended to read:

627.6699 Employee Health Care Access Act.--(15) SMALL EMPLOYERS ACCESS PROGRAM.--

442 443

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(d) Eligibility.--

1. Any small employer that is actively engaged in business, has its principal place of business in this state, employs up to 25 eligible employees on business days during the preceding calendar year, employs at least 2 employees on the first day of the plan year, and has had no prior coverage for the last 6 months may participate.

451 2. Any municipality, county, school district, or hospital
452 employer located in a rural community as defined in s.
453 288.0656(2) (b) may participate.

454

3. Nursing home employers may participate.

4. Each dependent of a person eligible for coverage is also456 eligible to participate.

Any employer participating in the program must do so until the end of the term for which the carrier providing the coverage is obligated to provide such coverage to the program. Coverage for a small employer group that ceases to meet the eligibility requirements of this section may be terminated at the end of the policy period for which the necessary premiums have been paid.

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465	And the title is amended as follows:
466	On line(s) 56, after the semicolon
467	insert:
468	amending s. 220.191, F.S.; requiring applications for
469	capital investment tax credits to be reviewed under a
470	specified provision; amending s. 288.063, F.S.; requiring
471	that adoption of criteria by which certain transportation
472	projects are to be specified and identified be done in
473	accordance with a specified provision; amending s.
474	288.065, F.S.; revising Rural Community Development
475	Revolving Loan Fund program requirements; amending s.
476	288.0655, F.S.; authorizing the Office of Tourism, Trade,
477	and Economic Development to award grants for a certain
478	percentage of total infrastructure project costs for
479	certain catalyst site funding applications; providing for
480	waiver of the local matching requirement; expanding
481	eligible facilities for authorized infrastructure
482	projects; amending s. 288.0656, F.S.; providing
483	legislative intent; revising and providing definitions;
484	providing certain additional review and action
485	requirements for REDI relating to rural communities;
486	revising representation on REDI; deleting a limitation on
487	characterization as a rural area of critical economic
488	concern; authorizing rural areas of critical economic
489	concern to designate certain catalyst projects for certain
490	purposes; providing project requirements; requiring the
491	initiative to assist local governments with certain
492	comprehensive planning needs; providing procedures and
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493	requirements for such assistance; revising certain
494	reporting requirements for REDI; amending s. 288.0657,
495	F.S.; revising the definition for a rural community;
496	providing two full-time equivalent position and an
497	appropriation for the Office of Tourism, Trade, and
498	Economic Development; amending ss. 257.193, 288.019,
499	288.06561, and 627.6699, F.S.; conforming cross-
500	references;

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