FOR CONSIDERATION By the Committee on Commerce

577-01095E-09

20097032

1 A bill to be entitled 2 An act relating to baseball spring training 3 facilities; amending ss. 14.2015 and 212.20, F.S., relating to the Office of Tourism, Trade, and Economic 4 5 Development and the distribution of certain tax 6 proceeds; conforming cross-references; amending 7 218.64, F.S.; revising a defined term to conform; 8 amending s. 288.1162, F.S.; deleting provisions 9 relating to funding facilities for retained spring 10 training franchises; authorizing the Auditor General 11 to verify whether certain funds for professional 12 sports franchises have been used as required by law; 13 requiring the Auditor General to notify the Department 14 of Revenue if the funds were not used as required by 15 law; creating s. 288.11621, F.S.; authorizing certain 16 units of local government to apply for certification 17 to receive funds for a facility for a retained spring training franchise; providing definitions; providing 18 19 eligibility requirements; providing criteria to competitively evaluate applications for certification; 20 21 limiting the use of funds granted to specified public 22 purposes; requiring certified applicants to submit 23 annual reports to the Office of Tourism, Trade, and 24 Economic Development; requiring the Office of Tourism, Trade, and Economic Development to decertify certified 25 26 applicants under certain circumstances; requiring the 27 office to develop a strategic plan relating to 28 baseball spring training activities; authorizing the 29 Office of Tourism, Trade, and Economic Development to

Page 1 of 26

| | 577-01095E-09 20097032 |
|----|--|
| 30 | adopt rules; authorizing the Auditor General to |
| 31 | conduct an audit of certified applicants to verify |
| 32 | whether certified applicants have used certain funds |
| 33 | for baseball spring training facilities as required by |
| 34 | law; amending s. 288.1229, F.S.; providing that the |
| 35 | Office of Tourism, Trade, and Economic Development may |
| 36 | authorize a direct-support organization to assist in |
| 37 | the retention of professional sports franchises; |
| 38 | providing an effective date. |
| 39 | |
| 40 | Be It Enacted by the Legislature of the State of Florida: |
| 41 | |
| 42 | Section 1. Paragraph (f) of subsection (2) of section |
| 43 | 14.2015, Florida Statutes, is amended to read: |
| 44 | 14.2015 Office of Tourism, Trade, and Economic Development; |
| 45 | creation; powers and duties |
| 46 | (2) The purpose of the Office of Tourism, Trade, and |
| 47 | Economic Development is to assist the Governor in working with |
| 48 | the Legislature, state agencies, business leaders, and economic |
| 49 | development professionals to formulate and implement coherent |
| 50 | and consistent policies and strategies designed to provide |
| 51 | economic opportunities for all Floridians. To accomplish such |
| 52 | purposes, the Office of Tourism, Trade, and Economic Development |
| 53 | shall: |
| 54 | (f)1. Administer the Florida Enterprise Zone Act under ss. |
| 55 | 290.001-290.016, the community contribution tax credit program |
| 56 | under ss. 220.183 and 624.5105, the tax refund program for |
| 57 | qualified target industry businesses under s. 288.106, the tax- |
| 58 | refund program for qualified defense contractors and space |
| | |

Page 2 of 26

577-01095E-09 20097032 59 flight business contractors under s. 288.1045, contracts for 60 transportation projects under s. 288.063, the sports franchise 61 facility programs program under ss. 288.1162 and 288.11621 s. 62 288.1162, the professional golf hall of fame facility program under s. 288.1168, the expedited permitting process under s. 63 64 403.973, the Rural Community Development Revolving Loan Fund 65 under s. 288.065, the Regional Rural Development Grants Program 66 under s. 288.018, the Certified Capital Company Act under s. 67 288.99, the Florida State Rural Development Council, the Rural Economic Development Initiative, and other programs that are 68 69 specifically assigned to the office by law, by the 70 appropriations process, or by the Governor. Notwithstanding any 71 other provisions of law, the office may expend interest earned 72 from the investment of program funds deposited in the Grants and 73 Donations Trust Fund to contract for the administration of the 74 programs, or portions of the programs, enumerated in this 75 paragraph or assigned to the office by law, by the 76 appropriations process, or by the Governor. Such expenditures 77 shall be subject to review under chapter 216.

78 2. The office may enter into contracts in connection with 79 the fulfillment of its duties concerning the Florida First 80 Business Bond Pool under chapter 159, tax incentives under 81 chapters 212 and 220, tax incentives under the Certified Capital Company Act in chapter 288, foreign offices under chapter 288, 82 the Enterprise Zone program under chapter 290, the Seaport 83 84 Employment Training program under chapter 311, the Florida 85 Professional Sports Team License Plates under chapter 320, 86 Spaceport Florida under chapter 331, Expedited Permitting under 87 chapter 403, and in carrying out other functions that are

Page 3 of 26

20097032 577-01095E-09 88 specifically assigned to the office by law, by the 89 appropriations process, or by the Governor. 90 Section 2. Paragraph (d) of subsection (6) of section 91 212.20, Florida Statutes, is amended to read: 92 212.20 Funds collected, disposition; additional powers of 93 department; operational expense; refund of taxes adjudicated 94 unconstitutionally collected.-95 (6) Distribution of all proceeds under this chapter and s. 96 202.18(1)(b) and (2)(b) shall be as follows: (d) The proceeds of all other taxes and fees imposed 97 98 pursuant to this chapter or remitted pursuant to s. 202.18(1)(b) 99 and (2)(b) shall be distributed as follows: 100 1. In any fiscal year, the greater of \$500 million, minus 101 an amount equal to 4.6 percent of the proceeds of the taxes 102 collected pursuant to chapter 201, or 5 percent of all other 103 taxes and fees imposed pursuant to this chapter or remitted 104 pursuant to s. 202.18(1)(b) and (2)(b) shall be deposited in 105 monthly installments into the General Revenue Fund. 106 2. Two-tenths of one percent shall be transferred to the Ecosystem Management and Restoration Trust Fund to be used for 107 108 water quality improvement and water restoration projects. 109 3. After the distribution under subparagraphs 1. and 2., 110 8.814 percent of the amount remitted by a sales tax dealer 111 located within a participating county pursuant to s. 218.61 shall be transferred into the Local Government Half-cent Sales 112 113 Tax Clearing Trust Fund. Beginning July 1, 2003, the amount to 114 be transferred pursuant to this subparagraph to the Local 115 Government Half-cent Sales Tax Clearing Trust Fund shall be 116 reduced by 0.1 percent, and the department shall distribute this

Page 4 of 26

577-01095E-09 20097032 117 amount to the Public Employees Relations Commission Trust Fund less \$5,000 each month, which shall be added to the amount 118 calculated in subparagraph 4. and distributed accordingly. 119 120 4. After the distribution under subparagraphs 1., 2., and 3., 0.095 percent shall be transferred to the Local Government 121 122 Half-cent Sales Tax Clearing Trust Fund and distributed pursuant 123 to s. 218.65. 124 5. After the distributions under subparagraphs 1., 2., 3., 125 and 4., 2.0440 percent of the available proceeds pursuant to this paragraph shall be transferred monthly to the Revenue 126 127 Sharing Trust Fund for Counties pursuant to s. 218.215. 128 6. After the distributions under subparagraphs 1., 2., 3., 129 and 4., 1.3409 percent of the available proceeds pursuant to 130 this paragraph shall be transferred monthly to the Revenue 131 Sharing Trust Fund for Municipalities pursuant to s. 218.215. If 132 the total revenue to be distributed pursuant to this 133 subparagraph is at least as great as the amount due from the 134 Revenue Sharing Trust Fund for Municipalities and the former 135 Municipal Financial Assistance Trust Fund in state fiscal year 136 1999-2000, no municipality shall receive less than the amount 1.37 due from the Revenue Sharing Trust Fund for Municipalities and 138 the former Municipal Financial Assistance Trust Fund in state fiscal year 1999-2000. If the total proceeds to be distributed 139 are less than the amount received in combination from the 140 Revenue Sharing Trust Fund for Municipalities and the former 141 142 Municipal Financial Assistance Trust Fund in state fiscal year 143 1999-2000, each municipality shall receive an amount 144 proportionate to the amount it was due in state fiscal year 1999-2000. 145

Page 5 of 26

146

```
577-01095E-09
7. Of the remaining proceeds:
```

20097032

a. In each fiscal year, the sum of \$29,915,500 shall be 147 divided into as many equal parts as there are counties in the 148 149 state, and one part shall be distributed to each county. The 150 distribution among the several counties shall begin each fiscal 151 year on or before January 5th and shall continue monthly for a 152 total of 4 months. If a local or special law required that any 153 moneys accruing to a county in fiscal year 1999-2000 under the then-existing provisions of s. 550.135 be paid directly to the 154 155 district school board, special district, or a municipal 156 government, such payment shall continue until such time that the 157 local or special law is amended or repealed. The state covenants 158 with holders of bonds or other instruments of indebtedness 159 issued by local governments, special districts, or district 160 school boards prior to July 1, 2000, that it is not the intent 161 of this subparagraph to adversely affect the rights of those 162 holders or relieve local governments, special districts, or 163 district school boards of the duty to meet their obligations as 164 a result of previous pledges or assignments or trusts entered into which obligated funds received from the distribution to 165 166 county governments under then-existing s. 550.135. This 167 distribution specifically is in lieu of funds distributed under 168 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 <u>certified</u>

Page 6 of 26

577-01095E-09 20097032 175 applicant, as defined in s. 288.11621, which that has been 176 certified to receive funds for as a "facility for a retained 177 spring training franchise." pursuant to s. 288.1162; However, 178 not more than \$416,670 may be distributed monthly in the 179 aggregate to all applicants that are certified to receive funds 180 for facilities for a retained spring training franchises 181 franchise. Distributions shall begin 60 days following such 182 certification and shall continue for not more than 30 years, except as provided otherwise by law. A certified applicant 183 184 identified in this sub-subparagraph may not Nothing contained in 185 this paragraph shall be construed to allow an applicant 186 certified pursuant to s. 288.1162 to receive more in 187 distributions than actually expended by the applicant for the 188 public purposes provided for in s. 288.1162(5) or s. 189 288.11621(3) s. 288.1162(6).

190 c. Beginning 30 days after notice by the Office of Tourism, 191 Trade, and Economic Development to the Department of Revenue 192 that an applicant has been certified as the professional golf 193 hall of fame pursuant to s. 288.1168 and is open to the public, 194 \$166,667 shall be distributed monthly, for up to 300 months, to 195 the applicant.

196 d. Beginning 30 days after notice by the Office of Tourism, 197 Trade, and Economic Development to the Department of Revenue 198 that the applicant has been certified as the International Game 199 Fish Association World Center facility pursuant to s. 288.1169, 200 and the facility is open to the public, \$83,333 shall be 201 distributed monthly, for up to 168 months, to the applicant. 202 This distribution is subject to reduction pursuant to s. 203 288.1169. A lump sum payment of \$999,996 shall be made, after

Page 7 of 26

577-01095E-09 20097032_ 204 certification and before July 1, 2000. 205 8. All other proceeds shall remain with the General Revenue 206 Fund.

207 Section 3. Section 218.64, Florida Statutes, is amended to 208 read:

209 218.64 Local government half-cent sales tax; uses; 210 limitations.-

(1) The proportion of the local government half-cent sales tax received by a county government based on two-thirds of the incorporated area population shall be deemed countywide revenues and shall be expended only for countywide tax relief or countywide programs. The remaining county government portion shall be deemed county revenues derived on behalf of the unincorporated area but may be expended on a countywide basis.

(2) Municipalities shall expend their portions of the local
government half-cent sales tax only for municipality-wide
programs or for municipality-wide property tax or municipal
utility tax relief. All utility tax rate reductions afforded by
participation in the local government half-cent sales tax shall
be applied uniformly across all types of taxed utility services.

(3) Subject to ordinances enacted by the majority of the members of the county governing authority and by the majority of the members of the governing authorities of municipalities representing at least 50 percent of the municipal population of such county, counties may use up to \$2 million annually of the local government half-cent sales tax allocated to that county for funding for any of the following applicants:

231 (a) A certified applicant as a "facility for a new 232 professional sports franchise τ " or a "facility for a retained

Page 8 of 26

577-01095E-09 20097032 233 professional sports franchise," or a "facility for a retained 234 spring training franchise," as provided for in s. 288.1162, or a 235 "certified applicant," as defined s. 288.11621, to receive funds 236 for a facility for a retained spring training franchise. It is 237 the Legislature's intent that the provisions of s. 288.1162, 238 including, but not limited to, the evaluation process by the 239 Office of Tourism, Trade, and Economic Development except for 240 the limitation on the number of certified applicants or 241 facilities as provided in that section and the restrictions set forth in s. 288.1162(9), shall apply to an applicant's facility 242 243 to be funded by local government as provided in this subsection. 244 (b) A certified applicant as a "motorsport entertainment 245 complex," as provided for in s. 288.1171. Funding for each 246 franchise or motorsport complex shall begin 60 days after 247 certification and shall continue for not more than 30 years. 248 (4) A local government is authorized to pledge proceeds of 249 the local government half-cent sales tax for the payment of 250 principal and interest on any capital project. Section 4. Section 288.1162, Florida Statutes, is amended 251 to read: 252 2.5.3 288.1162 Professional sports franchises; spring training 254 franchises; duties.-255 (1) The Office of Tourism, Trade, and Economic Development 256 shall serve as the state agency for screening applicants for 257 state funding pursuant to s. 212.20 and for certifying an 258 applicant as a "facility for a new professional sports 259 franchise τ'' or a "facility for a retained professional sports franchise, " or a "facility for a retained spring training 260 261 franchise."

Page 9 of 26

577-01095E-09 20097032 262 (2) The Office of Tourism, Trade, and Economic Development shall develop rules for the receipt and processing of 263 264 applications for funding pursuant to s. 212.20. 265 (3) As used in this section, the term: 266 (a) "New professional sports franchise" means a 267 professional sports franchise that is not based in this state 268 prior to April 1, 1987. 269 (b) "Retained professional sports franchise" means a 270 professional sports franchise that has had a league-authorized location in this state on or before December 31, 1976, and has 271 272 continuously remained at that location, and has never been 273 located at a facility that has been previously certified under 274 any provision of this section. 275 (4) Prior to certifying an applicant as a "facility for a 276 new professional sports franchise" or a "facility for a retained 277 professional sports franchise," the Office of Tourism, Trade, 278 and Economic Development must determine that: 279 (a) A "unit of local government" as defined in s. 218.369 280 is responsible for the construction, management, or operation of the professional sports franchise facility or holds title to the 281 282 property on which the professional sports franchise facility is 283 located. (b) The applicant has a verified copy of a signed agreement 284 with a new professional sports franchise for the use of the 285 facility for a term of at least 10 years, or in the case of a 286 287 retained professional sports franchise, an agreement for use of 288 the facility for a term of at least 20 years.

(c) The applicant has a verified copy of the approval fromthe governing authority of the league in which the new

Page 10 of 26

577-01095E-09 20097032 291 professional sports franchise exists authorizing the location of 292 the professional sports franchise in this state after April 1, 293 1987, or in the case of a retained professional sports 294 franchise, verified evidence that it has had a league-authorized 295 location in this state on or before December 31, 1976. The term 296 "league" means the National League or the American League of 297 Major League Baseball, the National Basketball Association, the 298 National Football League, or the National Hockey League. 299 (d) The applicant has projections, verified by the Office 300 of Tourism, Trade, and Economic Development, which demonstrate 301 that the new or retained professional sports franchise will 302 attract a paid attendance of more than 300,000 annually. 303 (e) The applicant has an independent analysis or study, 304 verified by the Office of Tourism, Trade, and Economic 305 Development, which demonstrates that the amount of the revenues 306 generated by the taxes imposed under chapter 212 with respect to 307 the use and operation of the professional sports franchise 308 facility will equal or exceed \$2 million annually. 309 (f) The municipality in which the facility for a new or retained professional sports franchise is located, or the county 310 311 if the facility for a new or retained professional sports 312 franchise is located in an unincorporated area, has certified by 313 resolution after a public hearing that the application serves a 314 public purpose. (q) The applicant has demonstrated that it has provided, is 315 316 capable of providing, or has financial or other commitments to 317 provide more than one-half of the costs incurred or related to 318 the improvement and development of the facility.

319

(h) No applicant previously certified under any provision

Page 11 of 26

20097032 577-01095E-09 320 of this section who has received funding under such 321 certification shall be eligible for an additional certification. 322 (5) (a) As used in this section, the term "retained spring 323 training franchise" means a spring training franchise that has 324 been based in this state prior to January 1, 2000. 325 (b) Prior to certifying an applicant as a "facility for a 326 retained spring training franchise," the Office of Tourism, 327 Trade, and Economic Development must determine that: 1. A "unit of local government" as defined in s. 218.369 is 328 responsible for the acquisition, construction, management, or 329 330 operation of the facility for a retained spring training 331 franchise or holds title to the property on which the facility for a retained spring training franchise is located. 332 333 2. The applicant has a verified copy of a signed agreement 334 with a retained spring training franchise for the use of the 335 facility for a term of at least 15 years. 336 3. The applicant has a financial commitment to provide 50 337 percent or more of the funds required by an agreement for the 338 acquisition, construction, or renovation of the facility for a 339 retained spring training franchise. The agreement can be contingent upon the awarding of funds under this section and 340 341 other conditions precedent to use by the spring training 342 franchise. 343 4. The applicant has projections, verified by the Office of 344 Tourism, Trade, and Economic Development, which demonstrate that 345 the facility for a retained spring training franchise will 346 attract a paid attendance of at least 50,000 annually. 347 5. The facility for a retained spring training franchise is 348 located in a county that is levying a tourist development tax

Page 12 of 26

| | 577-01095E-09 20097032 |
|-----|--|
| 349 | pursuant to s. 125.0104. |
| 350 | (c)1. The Office of Tourism, Trade, and Economic |
| 351 | Development shall competitively evaluate applications for |
| 352 | funding of a facility for a retained spring training franchise. |
| 353 | Applications must be submitted by October 1, 2000, with |
| 354 | certifications to be made by January 1, 2001. If the number of |
| 355 | applicants exceeds five and the aggregate funding request of all |
| 356 | applications exceeds \$208,335 per month, the office shall rank |
| 357 | the applications according to a selection criteria, certifying |
| 358 | the highest ranked proposals. The evaluation criteria shall |
| 359 | include, with priority given in descending order to the |
| 360 | following items: |
| 361 | a. The intended use of the funds by the applicant, with |
| 362 | priority given to the construction of a new facility. |
| 363 | b. The length of time that the existing franchise has been |
| 364 | located in the state, with priority given to retaining |
| 365 | franchises that have been in the same location the longest. |
| 366 | c. The length of time that a facility to be used by a |
| 367 | retained spring training franchise has been used by one or more |
| 368 | spring training franchises, with priority given to a facility |
| 369 | that has been in continuous use as a facility for spring |
| 370 | training the longest. |
| 371 | d. For those teams leasing a spring training facility from |
| 372 | a unit of local government, the remaining time on the lease for |
| 373 | facilities used by the spring training franchise, with priority |
| 374 | given to the shortest time period remaining on the lease. |
| 375 | e. The duration of the future-use agreement with the |
| 376 | retained spring training franchise, with priority given to the |
| 377 | future-use agreement having the longest duration. |
| | |

Page 13 of 26

577-01095E-09 20097032 378 f. The amount of the local match, with priority given to 379 the largest percentage of local match proposed. q. The net increase of total active recreation space owned 380 381 by the applying unit of local government following the 382 acquisition of land for the spring training facility, with 383 priority given to the largest percentage increase of total 384 active recreation space. 385 h. The location of the facility in a brownfield, an 386 enterprise zone, a community redevelopment area, or other area 387 of targeted development or revitalization included in an Urban Infill Redevelopment Plan, with priority given to facilities 388 389 located in these areas. 390 i. The projections on paid attendance attracted by the 391 facility and the proposed effect on the economy of the local 392 community, with priority given to the highest projected paid 393 attendance. 394 2. Beginning July 1, 2006, the Office of Tourism, Trade, 395 and Economic Development shall competitively evaluate 396 applications for funding of facilities for retained spring 397 training franchises in addition to those certified and funded under subparagraph 1. An applicant that is a unit of government 398 399 that has an agreement for a retained spring training franchise 400 for 15 or more years which was entered into between July 1, 2003, and July 1, 2004, shall be eligible for funding. 401 402 Applications must be submitted by October 1, 2006, with 403 certifications to be made by January 1, 2007. The office shall 404 rank the applications according to selection criteria, 405 certifying no more than five proposals. The aggregate funding 406 request of all applicants certified shall not exceed an

Page 14 of 26

| | 577-01095E-09 20097032 |
|-----|--|
| 407 | aggregate funding request of \$208,335 per month. The evaluation |
| 408 | criteria shall include the following, with priority given in |
| 409 | descending order: |
| 410 | a. The intended use of the funds by the applicant for |
| 411 | acquisition or construction of a new facility. |
| 412 | b. The intended use of the funds by the applicant to |
| 413 | renovate a facility. |
| 414 | c. The length of time that a facility to be used by a |
| 415 | retained spring training franchise has been used by one or more |
| 416 | spring training franchises, with priority given to a facility |
| 417 | that has been in continuous use as a facility for spring |
| 418 | training the longest. |
| 419 | d. For those teams leasing a spring training facility from |
| 420 | a unit of local government, the remaining time on the lease for |
| 421 | facilities used by the spring training franchise, with priority |
| 422 | given to the shortest time period remaining on the lease. For |
| 423 | consideration under this subparagraph, the remaining time on the |
| 424 | lease shall not exceed 5 years, unless an agreement of 15 years |
| 425 | or more was entered into between July 1, 2003, and July 1, 2004. |
| 426 | e. The duration of the future-use agreement with the |
| 427 | retained spring training franchise, with priority given to the |
| 428 | future-use agreement having the longest duration. |
| 429 | f. The amount of the local match, with priority given to |
| 430 | the largest percentage of local match proposed. |
| 431 | g. The net increase of total active recreation space owned |
| 432 | by the applying unit of local government following the |
| 433 | acquisition of land for the spring training facility, with |
| 434 | priority given to the largest percentage increase of total |
| 435 | active recreation space. |
| | |

Page 15 of 26

| | 577-01095E-09 20097032 |
|-----|--|
| 436 | h. The location of the facility in a brownfield area, an |
| 437 | enterprise zone, a community redevelopment area, or another area |
| 438 | of targeted development or revitalization included in an urban |
| 439 | infill redevelopment plan, with priority given to facilities |
| 440 | located in those areas. |
| 441 | i. The projections on paid attendance attracted by the |
| 442 | facility and the proposed effect on the economy of the local |
| 443 | community, with priority given to the highest projected paid |
| 444 | attendance. |
| 445 | (d) Funds may not be expended to subsidize privately owned |
| 446 | and maintained facilities for use by the spring training |
| 447 | franchise. Funds may be used to relocate a retained spring |
| 448 | training franchise to another unit of local government only if |
| 449 | the existing unit of local government with the retained spring |
| 450 | training franchise agrees to the relocation. |
| 451 | <u>(5)</u> An applicant certified as a facility for a new <u>or</u> |
| 452 | <u>retained</u> professional sports franchise or a facility for a |
| 453 | retained professional sports franchise or as a facility for a |
| 454 | retained spring training franchise may use funds provided |
| 455 | pursuant to s. 212.20 only for the public purpose of paying for |
| 456 | the acquisition, construction, reconstruction, or renovation of |
| 457 | a facility for a new <u>or retained</u> professional sports franchise $_{m 	au}$ |
| 458 | a facility for a retained professional sports franchise, or a |
| 459 | facility for a retained spring training franchise or to pay or |
| 460 | pledge for the payment of debt service on, or to fund debt |
| 461 | service reserve funds, arbitrage rebate obligations, or other |
| 462 | amounts payable with respect to, bonds issued for the |
| 463 | acquisition, construction, reconstruction, or renovation of such |
| 464 | facility or for the reimbursement of such costs or the |

Page 16 of 26

20097032 577-01095E-09 465 refinancing of bonds issued for such purposes. 466 (6) (7) (a) The Office of Tourism, Trade, and Economic 467 Development shall notify the Department of Revenue of any 468 facility certified as a facility for a new or retained 469 professional sports franchise or a facility for a retained 470 professional sports franchise or as a facility for a retained 471 spring training franchise. The Office of Tourism, Trade, and 472 Economic Development shall certify no more than eight facilities 473 as facilities for a new professional sports franchise or as 474 facilities for a retained professional sports franchise, 475 including in such total any facilities certified by the Department of Commerce before July 1, 1996. The number of 476 477 facilities certified as a retained spring training franchise 478 shall be as provided in subsection (5). The office may make no 479 more than one certification for any facility. The office may not 480 certify funding for less than the requested amount to any 481 applicant certified as a facility for a retained spring training 482 franchise.

(b) The eighth certification of an applicant under this section as a facility for a new <u>or retained</u> professional sports franchise or a facility for a retained professional sports franchise shall be for a franchise that is a member of the National Basketball Association, has been located within the state since 1987, and has not been previously certified. This paragraph is repealed July 1, 2010.

490 (7) (8) The <u>Auditor General</u> Department of Revenue may 491 <u>conduct an</u> audit as provided in <u>s. 11.42</u> s. 213.34 to verify 492 that the distributions pursuant to this section have been 493 expended as required in this section. Such information is

Page 17 of 26

577-01095E-09 20097032 494 subject to the confidentiality requirements of chapter 213. If 495 the Auditor General Department of Revenue determines that the 496 distributions pursuant to this section have not been expended as 497 required by this section, the Auditor General shall contact the 498 Department of Revenue, which it may pursue recovery of such 499 funds pursuant to the laws and rules governing the assessment of 500 taxes. 501 (8) (9) An applicant is not qualified for certification 502 under this section if the franchise formed the basis for a 503 previous certification, unless the previous certification was 504 withdrawn by the facility or invalidated by the Office of 505 Tourism, Trade, and Economic Development or the Department of 506 Commerce before any funds were distributed pursuant to s. 507 212.20. This subsection does not disqualify an applicant if the 508 previous certification occurred between May 23, 1993, and May 509 25, 1993; however, any funds to be distributed pursuant to s. 510 212.20 for the second certification shall be offset by the 511 amount distributed to the previous certified facility. Distribution of funds for the second certification shall not be 512 513 made until all amounts payable for the first certification have been distributed. 514 Section 5. Section 288.11621, Florida Statutes, is created 515 to read: 516 517 288.11621 Retained spring training baseball facilities.-(1) DEFINITIONS.-As used in this section, the term: 518 (a) "Applicant" means a unit of local government as defined 519 520 in s. 218.369. 521 (b) "Certified applicant" means an applicant that has been 522 certified pursuant to this section or certified as a facility

Page 18 of 26

| | 577-01095E-09 20097032 |
|-----|--|
| 523 | for a retained spring training franchise pursuant to s. |
| 524 | 288.1162(5) before July 1, 2009. |
| 525 | (c) "Facility" means a spring training stadium, playing |
| 526 | fields, and appurtenances intended to support spring training |
| 527 | activities. |
| 528 | (d) "Office" means the Office of Tourism, Trade, and |
| 529 | Economic Development. |
| 530 | (e) "Retained spring training franchise" means a spring |
| 531 | training franchise that was based in this state prior to January |
| 532 | <u>1, 2000.</u> |
| 533 | (2) CERTIFICATION PROCESS.— |
| 534 | (a) Prior to certifying an applicant to receive state |
| 535 | funding for a facility for a retained spring training franchise, |
| 536 | the office must verify that: |
| 537 | 1. The applicant is responsible for the acquisition, |
| 538 | construction, management, or operation of the facility for a |
| 539 | retained spring training franchise or holds title to the |
| 540 | property on which the facility for a retained spring training |
| 541 | franchise is located. |
| 542 | 2. The applicant has a certified copy of a signed agreement |
| 543 | with a retained spring training franchise for the use of the |
| 544 | facility for a term of at least 20 years. The agreement also |
| 545 | must require the franchise to reimburse the state for state |
| 546 | funds expended by an applicant pursuant to this section if the |
| 547 | franchise relocates before the agreement expires. The agreement |
| 548 | may be contingent on an award of funds under this section and |
| 549 | other conditions precedent. |
| 550 | 3. The applicant has made a financial commitment to provide |
| 551 | 50 percent or more of the funds required by an agreement for the |
| | |

Page 19 of 26

| | 577-01095E-09 20097032 |
|-----|--|
| 552 | acquisition, construction, or renovation of the facility for a |
| 553 | retained spring training franchise. The commitment may be |
| 554 | contingent upon an award of funds under this section and other |
| 555 | conditions precedent. |
| 556 | 4. The applicant demonstrates that the facility for a |
| 557 | retained spring training franchise will attract a paid |
| 558 | attendance of at least 50,000 annually to the spring training |
| 559 | games. |
| 560 | 5. The facility for a retained spring training franchise is |
| 561 | located in a county that levies a tourist development tax under |
| 562 | <u>to s. 125.0104.</u> |
| 563 | (b) The office shall competitively evaluate applications |
| 564 | for state funding of a facility for a retained spring training |
| 565 | franchise. The total number of certifications may not exceed 10 |
| 566 | at any time. The evaluation criteria must include, with priority |
| 567 | given in descending order, the following items: |
| 568 | 1. The intended use of the funds by the applicant for |
| 569 | acquisition of a facility, construction of a new facility, or |
| 570 | renovation of an existing facility. |
| 571 | 2. The potential for the facility to serve multiple uses, |
| 572 | which may include educational purposes. |
| 573 | 3. The length of time that a retained spring training |
| 574 | franchise has been under an agreement to conduct spring training |
| 575 | activities within an applicant's geographical jurisdiction, with |
| 576 | priority given to applicants having agreements with the same |
| 577 | franchise for the longest period of time. |
| 578 | 4. The length of time that an applicant's facility has been |
| 579 | used by one or more spring training franchises, with priority |
| 580 | given to applicants whose facilities have been in continuous use |
| | |

Page 20 of 26

| | 577-01095E-09 20097032 |
|-----|--|
| 581 | as facilities for spring training the longest. |
| 582 | 5. The term remaining on a lease between an applicant and a |
| 583 | retained spring training franchise for a facility, with priority |
| 584 | given to applicants having the shortest lease terms remaining. |
| 585 | 6. The length of time that a retained spring training |
| 586 | franchise agrees to use an applicant's facility if an |
| 587 | application is granted under this section, with priority given |
| 588 | to applicants having agreements for the longest future use. |
| 589 | 7. The amount of the local matching funds committed to a |
| 590 | facility relative to the amount of state funding sought, with |
| 591 | priority given to applicants that commit the largest amount of |
| 592 | local matching funds relative to the amount of state funding |
| 593 | sought. |
| 594 | 8. The net increase of total active recreation space owned |
| 595 | by the applicant following an acquisition of land for the |
| 596 | facility, with priority given to applicants having the largest |
| 597 | percentage increase of total active recreation space. |
| 598 | 9. The location of the facility in a brownfield, an |
| 599 | enterprise zone, a community redevelopment area, or other area |
| 600 | of targeted development or revitalization included in an urban |
| 601 | infill redevelopment plan, with priority given to applicants |
| 602 | having facilities located in these areas. |
| 603 | 10. The projections on paid attendance attracted by the |
| 604 | facility and the proposed effect on the economy of the local |
| 605 | community, with priority given to applicants projecting the |
| 606 | highest paid attendance. |
| 607 | (c) Applicants that are certified on or after July 1, 2009, |
| 608 | shall enter into an agreement with the office that: |
| 609 | 1. Specifies amount of the state incentive funding to be |
| | |

Page 21 of 26

| | 577-01095E-09 20097032 |
|-----|---|
| 610 | distributed; |
| 611 | 2. States the criteria that the certified applicant must |
| 612 | meet in order to remain certified; |
| 613 | 3. States that the certified applicant is subject to |
| 614 | decertification if the certified applicant fails to comply with |
| 615 | this section or the agreement; |
| 616 | 4. States that the office may recover state incentive funds |
| 617 | if the certified applicant is decertified; |
| 618 | 5. Specifies information that the certified applicant must |
| 619 | report to the office; and |
| 620 | 6. Includes any provision deemed prudent by the office. |
| 621 | (3) USE OF FUNDS.— |
| 622 | (a) A certified applicant may use funds provided pursuant |
| 623 | to s. 212.20(6)(d)7.b. only to: |
| 624 | 1. Serve the public purpose of acquiring, constructing, |
| 625 | reconstructing, or renovating a facility for a retained spring |
| 626 | training franchise. |
| 627 | 2. Pay or pledge for the payment of debt service on, or to |
| 628 | fund debt service reserve funds, arbitrage rebate obligations, |
| 629 | or other amounts payable with respect thereto, bonds issued for |
| 630 | the acquisition, construction, reconstruction, or renovation of |
| 631 | such facility, or for the reimbursement of such costs or the |
| 632 | refinancing of bonds issued for such purposes. |
| 633 | 3. Assist in the relocation of a retained spring training |
| 634 | franchise from one unit of local government to another only if |
| 635 | the governing board of the current host local government by a |
| 636 | majority vote agrees to the relocation. |
| 637 | (b) State funds awarded to a certified applicant for a |
| 638 | facility for a retained spring training franchise may not be |
| | |

Page 22 of 26

| | 577-01095E-09 20097032 |
|-----|--|
| 639 | used to subsidize facilities that are privately owned and |
| 640 | maintained and that are used only by a retained spring training |
| 641 | franchise. |
| 642 | (c) The Department of Revenue may not distribute funds to |
| 643 | an applicant certified on or after July 1, 2009, until it |
| 644 | receives notice from the office that the certified applicant has |
| 645 | encumbered funds pursuant to subparagraph (a)2. |
| 646 | (d) All certified applicants must place unexpended funds |
| 647 | received pursuant to s. 212.20(6)(d)7.b. in a trust fund for use |
| 648 | only as authorized in this section. |
| 649 | (4) ANNUAL REPORTSOn or before every September 1, a |
| 650 | certified applicant shall submit to the office a report that |
| 651 | includes, but is not limited to: |
| 652 | (a) A copy of its most recent annual audit; |
| 653 | (b) A detailed report on all local and state funds expended |
| 654 | to date on the project being financed pursuant to this section; |
| 655 | (c) A copy of the contract between the certified local |
| 656 | governmental entity and the spring training team; |
| 657 | (d) A cost-benefit analysis of the team's impact on the |
| 658 | community; and |
| 659 | (e) Evidence that the certified applicant continues to meet |
| 660 | the criteria in paragraph (2)(a). |
| 661 | (5) DECERTIFICATION |
| 662 | (a) The office shall decertify a certified applicant upon |
| 663 | the request of the certified applicant. |
| 664 | (b) The office shall decertify a certified applicant if the |
| 665 | certified applicant does not: |
| 666 | 1. Have a valid agreement with a retained spring training |
| 667 | franchise; or |
| | |

Page 23 of 26

| | 577-01095E-09 20097032 |
|-----|--|
| 668 | |
| 669 | to the facility. |
| 670 | (c) A certified applicant has 60 days to request a hearing |
| 671 | after it receives a notice of intent to decertify from the |
| 672 | office. |
| 673 | (d) The office shall notify the Department of Revenue that |
| 674 | a certified applicant has been decertified within 10 days after |
| 675 | the order of decertification becomes final. The Department of |
| 676 | Revenue shall immediately stop the payment of any funds under |
| 677 | this section if the funds have not been encumbered by the |
| 678 | certified applicant pursuant to subparagraph (3)(a)2. |
| 679 | (e) The office shall order a decertified applicant to repay |
| 680 | all of the unencumbered state funds that the local government |
| 681 | received pursuant to this section and any interest that accrued |
| 682 | on those funds. The repayment must be made within 60 days after |
| 683 | the decertification order becomes final. These funds shall be |
| 684 | deposited into the General Revenue Fund. |
| 685 | (6) ADDITIONAL CERTIFICATIONSIf the office decertifies a |
| 686 | unit of local government, the office may accept applications for |
| 687 | an additional certification. A unit of local government may not |
| 688 | be certified for more than one spring training franchise at a |
| 689 | time. |
| 690 | (7) STRATEGIC PLANNING.— |
| 691 | (a) The office shall request assistance from the Florida |
| 692 | Sports Foundation and the Florida Grapefruit League to develop a |
| 693 | comprehensive strategic plan to: |
| 694 | 1. Finance spring training facilities. |
| 695 | 2. Monitor and oversee the use of state funds awarded to |
| 696 | applicants. |
| | |

Page 24 of 26

| | 577-01095E-09 20097032_ |
|-----|---|
| 697 | 3. Identify the financial impact that spring training has |
| 698 | on the state and ways in which to maintain or improve that |
| 699 | impact. |
| 700 | 4. Identify opportunities to develop public-private |
| 701 | partnerships to engage in marketing activities and advertise |
| 702 | spring training baseball. |
| 703 | 5. Identify efforts made by other states to maintain or |
| 704 | develop partnerships with baseball spring training teams. |
| 705 | 6. Develop recommendations for the Legislature to sustain |
| 706 | or improve this state's spring training tradition. |
| 707 | (b) A copy of the strategic plan must be submitted to the |
| 708 | Governor, the President of the Senate, and the Speaker of the |
| 709 | House of Representatives by December 31, 2009. |
| 710 | (8) RULEMAKINGThe office may adopt rules to administer |
| 711 | this section. |
| 712 | (9) AUDITS.—The Auditor General may conduct audits as |
| 713 | provided in s. 11.42 to verify that the distributions pursuant |
| 714 | to this section have been expended as required in this section. |
| 715 | If the Auditor General determines that the distributions |
| 716 | pursuant to this section have not been expended as required by |
| 717 | this section, the Auditor General shall contact the Department |
| 718 | of Revenue, which may pursue recovery of such funds pursuant to |
| 719 | the laws and rules governing the assessment of taxes. |
| 720 | Section 6. Subsection (1) of section 288.1229, Florida |
| 721 | Statutes, is amended to read: |
| 722 | 288.1229 Promotion and development of sports-related |
| 723 | industries and amateur athletics; direct-support organization; |
| 724 | powers and duties |
| 725 | (1) The Office of Tourism, Trade, and Economic Development |
| | |

Page 25 of 26

| | 577-01095E-09 20097032 |
|-----|--|
| 726 | may authorize a direct-support organization to assist the office |
| 727 | in: |
| 728 | (a) The promotion and development of the sports industry |
| 729 | and related industries for the purpose of improving the economic |
| 730 | presence of these industries in Florida. |
| 731 | (b) The promotion of amateur athletic participation for the |
| 732 | citizens of Florida and the promotion of Florida as a host for |
| 733 | national and international amateur athletic competitions for the |
| 734 | purpose of encouraging and increasing the direct and ancillary |
| 735 | economic benefits of amateur athletic events and competitions. |
| 736 | (c) The retention of professional sports franchises, |
| 737 | including spring training operations of Major League Baseball. |
| 738 | Section 7. This act shall take effect July 1, 2009. |
| | |
| | |
| | |

Page 26 of 26