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By the Committee on Governmental Oversight and Accountability; and Senators Bennett and Storms

585-02799-12 1

A bill to be entitled

2 An act relating to an assessment on the sale of 3 masonry units; creating the "Concrete Masonry Products 4 Research, Education, and Promotion Act"; providing 5 definitions; creating the Florida Concrete Masonry 6 Council, Inc., as a nonprofit corporation; authorizing 7 the council to levy an assessment on the sale of 8 masonry units by a manufacturer, under certain 9 circumstances; specifying the powers and duties of the 10 council; prohibiting the council from participating or 11 intervening in any political campaign; prohibiting the 12 council from using any receipt to benefit its 13 directors, officers, or other private persons; 14 prohibiting the council from engaging in certain 15 activities or exercising certain powers; providing for 16 the appointment of the governing board of the council; 17 providing that board members serve without 18 compensation; entitling members to receive 19 reimbursement for per diem and travel expenses; 20 authorizing the council to submit a referendum to 21 manufacturers of masonry units for authorization to 22 levy an assessment on the sale of concrete masonry 23 units; providing for the administrative powers and 24 duties of the council; authorizing the council to 25 accept grants, donations, contributions, or gifts 26 under certain circumstances; authorizing the council 27 to make payments to other organizations under certain 28 circumstances; requiring that a manufacturer of 29 concrete masonry products collect the assessment from

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30	a purchaser at the time of sale of a concrete masonry
31	unit; authorizing the council to initiate legal action
32	against a manufacturer that fails to remit the
33	assessment; providing a procedure for manufacturers to
34	petition for a referendum to continue the assessment;
35	requiring the council to adopt bylaws; providing an
36	effective date.
37	
38	WHEREAS, the Legislature intends to promote the growth of
39	the concrete masonry industry in this state; to assure the
40	public that a superior, sustainable construction material is
41	produced by a skilled and educated workforce; to provide for the
42	general economic welfare of the state and of the producers,
43	contractors, and end-use consumers of masonry products; and to
44	provide the masonry industry of this state with the authority to
45	establish a self-financed, self-governed program to help
46	develop, maintain, and expand the state, national, and foreign
47	markets for masonry products and services that are mined,
48	manufactured, produced, or processed in this state, NOW,
49	THEREFORE,
50	
51	Be It Enacted by the Legislature of the State of Florida:
52	
53	Section 1. Concrete Masonry Products Research, Education,
54	and Promotion Act
55	(1) SHORT TITLEThis section may be cited as the "Concrete
56	Masonry Products Research, Education, and Promotion Act."
57	(2) DEFINITIONSAs used in this section, the term:
58	(a) "Commission" means the Florida Building Commission.

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59	(b) "Concrete masonry products" refers to a broad class of
60	products, including, but not limited to, concrete masonry units
61	and hardscape products such as concrete pavers and segmental
62	retaining wall units that are manufactured on a block machine
63	using dry-cast concrete.
64	(c) "Concrete masonry unit" means a concrete masonry
65	product that is a man-made masonry unit having a nominal width
66	of 3 inches or greater and manufactured by a block machine using
67	dry-cast concrete. The term includes, but is not limited to,
68	gray block, architectural block, concrete brick, concrete
69	masonry units to be post-tensioned, concrete masonry units to be
70	surface-bonded, sound wall block, and fence block. The term does
71	not include concrete veneer units having a width of less than 3
72	inches, segmental retaining wall units, concrete pavers, clay
73	brick, clay masonry units, precast panels, cast stone, adhered
74	manufactured stone masonry veneer, calcium silicate units,
75	lintels and sills, articulating concrete or revetment block,
76	autoclave-aerated concrete, and dimension stone.
77	(d) "Council" means the Florida Concrete Masonry Council,
78	Inc.
79	(e) "Machine cavity" means the open space in the mold of a
80	block machine capable of forming a single masonry unit that has
81	nominal plan dimensions of 8 inches by 16 inches.
82	(f) "Manufacturer" means a person engaged in the business
83	of manufacturing concrete masonry units.
84	(g) "Masonry unit" means a noncombustible building product
85	intended to be laid by hand or to be joined using mortar, grout,
86	surface bonding, post-tensioning, or some combination of these
87	methods.

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88	(3) FLORIDA CONCRETE MASONRY COUNCIL, INC.; CREATION;
89	PURPOSES
90	(a) There is created the Florida Concrete Masonry Council,
91	Inc., a nonprofit corporation organized under the laws of this
92	state and operating as a direct-support organization of the
93	commission.
94	(b) The council may levy an assessment of 1 cent per
95	concrete masonry unit that is produced and sold by a
96	manufacturer in the state if the imposition of the assessment is
97	approved by referendum pursuant to subsection (5). The proceeds
98	of the assessment shall be used to fund the activities of the
99	council. With respect to the administration of the assessment,
100	the council shall:
101	1. Develop, implement, and monitor a collection system for
102	the assessment which must be administered by an independent
103	third party.
104	2. Conduct referenda under subsections (5) and (11).
105	(c) The council shall:
106	1. Plan, implement, and conduct programs of education,
107	promotion, research, and consumer information and industry
108	information which are designed to strengthen the market position
109	of the concrete masonry industry in this state and in the
110	nation, to maintain and expand domestic and foreign markets, and
111	to expand the uses for concrete masonry products.
112	2. Use the proceeds of the assessment for the purpose of
113	funding research, education, promotion, and consumer and
114	industry information of concrete masonry products in this state
115	and in the nation.
116	3. Coordinate research, education, promotion, industry, and

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117	consumer information programs with national programs or programs
118	of other states.
119	4. Develop new uses and markets for concrete masonry
120	products.
121	5. Develop and improve educational access to individuals
122	seeking employment in the field of concrete masonry.
123	6. Develop methods of improving the quality of concrete
124	masonry products for the purpose of windstorm protection.
125	7. Develop methods of improving the energy efficiency
126	attributes of concrete masonry products.
127	8. Inform and educate the public concerning the
128	sustainability and economic benefits of concrete masonry
129	products.
130	9. Serve as a liaison within the concrete masonry and other
131	construction industries of the state and elsewhere in matters
132	that would increase efficiencies that ultimately benefit both
133	the consumer and the concrete masonry industry.
134	10. Buy, sell, mortgage, rent, or improve, in any manner
135	that the council considers expedient, real property or personal
136	property, or both.
137	11. Publish and distribute such papers or periodicals as
138	the board of directors considers necessary to encourage and
139	accomplish the purposes of the council.
140	12. Do all other acts necessary or expedient for the
141	administration of the affairs and attainment of the purposes of
142	the council.
143	13. Approve an annual plan, budget, and audit for the
144	council.
145	(d)1. The council may not participate or intervene in any

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585-02799-12 2012412c1 146 political campaign on behalf of or in opposition to any 147 candidate for public office or on behalf of or in opposition to any state or local ballot initiative. This restriction includes, 148 149 but is not limited to, a prohibition against publishing or 150 distributing any statement. 151 2. The net receipts of the council may not in any part 152 inure to the benefit of or be distributable to its directors, its officers, or other private persons, except that the council 153 154 may pay reasonable compensation for services rendered by staff 155 employees and may make payments and distributions in furtherance 156 of the purposes of this section. 157 3. Notwithstanding any other provision of law, the council 158 may not carry on any other activity not permitted to be carried 159 on by a corporation: 160 a. That is exempt from federal income tax under s. 161 501(c)(3) of the Internal Revenue Code; or 162 b. To which charitable contributions are deductible under 163 s. 170(c)(2) of the Internal Revenue Code. 164 4. Notwithstanding any other statement of the purposes and 165 responsibilities of the council, the council may not engage in 166 any activity or exercise any power that is not in furtherance of 167 its specific and primary purposes. 168 (4) GOVERNING BOARD.-169 (a) The Florida Concrete Masonry Council, Inc., shall be 170 governed by a board of directors composed of 15 members as 171 follows: 172 1. Nine members representing concrete masonry manufacturers. Of these board members, at least five must be a 173 174 representative of a manufacturer that is a member of the Masonry

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175	Association of Florida. These members must be representatives of
176	concrete masonry manufacturers of various sizes. A manufacturer
177	may not be represented by more than one member of the board.
178	2. One member representing the Florida Building Commission.
179	3. One member representing the Florida Homebuilders
180	Association.
181	4. One member having expertise in apprenticeship or
182	vocational training.
183	5. Two members who are masonry contractors and who are
184	members of the Masonry Association of Florida.
185	6. One member who is not a masonry contractor or
186	manufacturer or an employee of a masonry contractor or
187	manufacturer, but who is otherwise a stakeholder in the masonry
188	industry.
189	(b) The initial board of directors shall be appointed by
190	the chair of the commission based on recommendations from the
191	Masonry Association of Florida. Five of the initial board
192	members shall be appointed to a 1-year term. Five shall be
193	appointed for a 2-year term. The remaining board members shall
194	be appointed for a 3-year term. Thereafter, each member shall be
195	appointed to serve a 3-year term and may be reappointed to serve
196	an additional consecutive term. After the initial appointments
197	are made, each subsequent vacancy must be filled in accordance
198	with the bylaws of the council. A member may not serve more than
199	two consecutive terms. A member representing a manufacturer or a
200	contractor must be employed by a manufacturer or contractor
201	engaging in the trade or manufacture of concrete masonry
202	products for at least 5 years immediately preceding the first
203	day of his or her service on the board. All members of the board

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204	shall serve without compensation. However, the board members are
205	entitled to reimbursement for per diem and travel expenses
206	incurred in carrying out the intents and purposes of this
207	section in accordance with s. 112.061, Florida Statutes.
208	(c) The council shall elect from its members a chair, vice
209	chair, and a secretary-treasurer to a 2-year term. The chair of
210	the board must be a concrete masonry manufacturer.
211	(d) The council shall provide for its officers through its
212	bylaws, including the ability to set forth offices and
213	responsibilities and form committees necessary for the
214	administration of this section.
215	(e) If a member of the board is absent for two consecutive,
216	officially called meetings, the board of directors may declare
217	that position vacant.
218	(f) The council shall provide through its bylaws a
219	mechanism for selecting board members which will require the
220	council to solicit candidates from throughout the concrete
221	masonry industry. The mechanism must ensure a fair and equitable
222	representation on the board of manufacturers of various sizes
223	and manufacturers from regions throughout the state.
224	(5) REFERENDUM ON ASSESSMENTSAll concrete masonry
225	manufacturers in this state may vote in a referendum to
226	determine whether the council may levy an assessment of 1 cent
227	per concrete masonry unit. The referendum shall pose the
228	question: "Do you approve of authorizing the Florida Concrete
229	Masonry Council, Inc., to levy an assessment, pursuant to
230	Florida law, of \$0.01 per concrete masonry unit sold by a
231	manufacturer in this state, to be used for the education of
232	concrete masonry workers, research, and the promotion of

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233	concrete masonry products?" The ballot provided to each
234	manufacturer must be accompanied with a copy of this section.
235	The duration of an authorization to levy the assessment may not
236	exceed 5 years following the date of the approval of the levy
237	unless reauthorized pursuant to subsection (11).
238	(a) A referendum held under this section must be conducted
239	by the Bureau of Economic and Business Research at the
240	University of Florida by secret ballot in a manner prescribed by
241	the council and approved by the commission. The council may
242	solicit and accept contributions to fund costs incurred for the
243	referendum.
244	(b) Notice of a referendum to be held under this section
245	must be given by certified mail to each manufacturer at least 30
246	days before the referendum is held.
247	(c) Each manufacturer is entitled to at least one vote plus
248	one vote for every 10 machine cavities that are owned by the
249	manufacturer and located in this state 90 days before the date
250	of the referendum. However, a manufacturer may not have more
251	than four votes. Proof of identification of the manufacturing of
252	concrete masonry products and of the number of machine cavities
253	must be presented before voting.
254	(d) A simple majority vote shall determine any issue that
255	requires a referendum under this section.
256	(6) ADMINISTRATIVE POWERS AND DUTIES OF THE COUNCIL
257	(a) The council shall:
258	1. Receive and disburse funds, as prescribed elsewhere in
259	this section, to be used in administering and implementing this
260	section.
261	2. Maintain a permanent record of its business proceedings.

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262	3. Maintain a permanent, detailed record of its financial
263	dealings.
264	4. Prepare, for review by the concrete masonry industry in
265	this state, periodic reports and an annual report for each
266	fiscal year of its activities, and file the annual report with
267	the commission.
268	5. Prepare, for review by the concrete masonry industry in
269	this state, periodic reports and an annual accounting for each
270	fiscal year of all receipts and expenditures, and retain a
271	certified public accountant for this purpose.
272	6. Appoint a licensed banking institution to serve as the
273	depository for program funds and handle disbursements of those
274	funds.
275	7. Maintain frequent communication with public officers at
276	the state and national levels, including the commission.
277	8. Maintain an office in this state.
278	(b) The council may:
279	1. Conduct or contract for scientific research with any
280	accredited university, college, or similar institution, and
281	enter into other contracts or agreements that will aid in
282	carrying out the purposes of this section, including contracts
283	for the purchase or acquisition of facilities or equipment
284	necessary to carry out the purposes of this section.
285	2. Disseminate reliable information benefiting the consumer
286	and the concrete masonry industry.
287	3. Provide to governmental bodies, on request, information
288	relating to subjects of concern to the concrete masonry
289	industry, and act jointly or in cooperation with the state or
290	Federal Government, and agencies thereof, in the development or

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291	administration of programs that the council considers to be
292	consistent with the objectives of this section.
293	4. Sue and be sued as a council without individual
294	liability of the members for acts of the council when acting
295	within the scope of the powers of this section and in the manner
296	prescribed by the laws of this state.
297	5. Borrow from licensed lending institutions money in
298	amounts that are not cumulatively greater than 50 percent of the
299	council's anticipated annual income.
300	6. Maintain a financial reserve for emergency use, the
301	total of which must not exceed 50 percent of the council's
302	anticipated annual income.
303	7. Appoint advisory groups composed of representatives from
304	organizations, institutions, governments, or businesses related
305	to or interested in the welfare of the concrete masonry industry
306	and the end-use consumer.
307	8. Employ subordinate officers and employees of the
308	council, prescribe their duties, and fix their compensation and
309	terms of employment.
310	9. Cooperate with any local, state, regional, or nationwide
311	organization or agency engaged in work or activities consistent
312	with the objectives of the program.
313	10. Cause any duly authorized agent or representative to
314	enter upon the premises of any market agency, market agent,
315	collection agency, or manufacturer and examine or cause to be
316	examined by the authorized agent only books, papers, and records
317	that deal with the payment of the assessment provided for in
318	this section or with the enforcement of this section.
319	11. Do all other things necessary to further the intent of

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320	this section which are not prohibited by law.
321	(7) ACCEPTANCE OF GRANTS AND GIFTSThe council may accept
322	grants, donations, contributions, or gifts from any source if
323	the use of such resources is not restricted in any manner that
324	the council considers to be inconsistent with the objectives of
325	this section.
326	(8) PAYMENTS TO ORGANIZATIONS
327	(a) The council may make payments to other organizations
328	for work or services performed which are consistent with the
329	objectives of the program.
330	(b) Before making payments described in this subsection,
331	the council must secure a written agreement that the
332	organization receiving payment will:
333	1. Furnish at least annually, or more frequently on request
334	of the council, written or printed reports of program activities
335	and reports of financial data that are relative to the council's
336	funding of such activities; and
337	2. Agree to have appropriate representatives attend
338	business meetings of the council as reasonably requested by the
339	chair of the council.
340	(c) The council may require adequate proof of security
341	bonding on the payments to any individual, business, or other
342	organization.
343	(9) COLLECTION OF MONEYS AT TIME OF SALE.—
344	(a) Each manufacturer shall assess from the purchaser, at
345	the time of sale by the manufacturer, the assessment levied by
346	the council. The amount of the assessment must be separately
347	stated on all receipts, invoices, or other evidence of sale as
348	the "Florida Building Sustainability Fee."

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349	(b) The manufacturer shall collect all such moneys and
350	forward them quarterly to the council, and the council shall
351	provide appropriate business forms for the convenience of the
352	collecting agent in executing this duty.
353	(c) The council shall maintain within its financial records
354	a separate accounting of all moneys received under this
355	subsection. The council shall provide for an annual financial
356	audit of its accounts and records to be conducted by an
357	independent certified public accountant pursuant to rules
358	adopted by the Auditor General under s. 11.45, Florida Statutes.
359	(d) The assessment is due and payable upon the sale of
360	concrete masonry units that are produced in this state,
361	regardless of the location of the purchaser. The assessment
362	constitutes a personal debt of the manufacturer of concrete
363	masonry units who collects the assessment or who otherwise owes
364	the assessment. If a manufacturer fails to remit any properly
365	due assessment, the council may bring a civil action against the
366	manufacturer in the circuit court of any county for the
367	collection thereof, and may add a penalty in the amount of 10
368	percent of the assessment owed, the cost of enforcing the
369	collection of the assessment, court costs, and reasonable
370	attorney's fees. The action shall be tried and judgment rendered
371	as in any other cause of action for debts due and payable. All
372	assessments, penalties, and enforcement costs are due and
373	payable to the council.
374	(10) VOTE ON CONTINUING THE ASSESSMENTUpon the delivery
375	by certified mail to the council of petitions that represent at
376	least 25 percent of the votes allocated under subsection (5) and
377	that ask, "Shall the assessment authorized by the Concrete

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378	Masonry Products Research, Education, and Promotion Act
379	continue?" the council shall, within 90 days after the receipt
380	of the petitions, conduct a referendum to determine whether a
381	majority of the votes cast in the referendum support the
382	continuation of the Concrete Masonry Products Research,
383	Education, and Promotion Act. All signatures must be collected
384	within a 12-month period. A referendum held under this
385	subsection may not be held more than one time in a 3-year
386	period. Before each referendum, votes shall be reallocated using
387	the method described in subsection (5).
388	(11) BYLAWSThe council shall, by September 30, 2012,
389	adopt bylaws to carry out the intents and purposes of this
390	section. These bylaws may be amended upon 30-days' notice to
391	board members at any regular or special meeting called for this
392	purpose. The bylaws must conform to the requirements of this
393	section but may also address any matter not in conflict with the
394	general laws of this state.
395	Section 2. This act shall take effect July 1, 2012.

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