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Proposed Committee Substitute by the Committee on Appropriations (Appropriations Subcommittee on Transportation, Tourism, and Economic Development)

1	A bill to be entitled
2	An act relating to the Economic Gardening Technical
3	Assistance Program; amending s. 288.1082, F.S.;
4	expanding the Economic Gardening Technical Assistance
5	Pilot Program into a statewide program; requiring the
6	Department of Economic Opportunity to contract with
7	the Florida Economic Gardening Institute at the
8	University of Central Florida to administer the
9	program; revising and providing eligibility
10	requirements for the program; providing definitions;
11	amending s. 288.1081, F.S.; conforming a reference to
12	the Economic Gardening Technical Assistance Pilot
13	Program to changes made by the act; providing an
14	effective date.
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16	Be It Enacted by the Legislature of the State of Florida:
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18	Section 1. Section 288.1082, Florida Statutes, is amended
19	to read:
20	288.1082 Economic Gardening Technical Assistance Pilot
21	Program.—
22	(1) There is created within the department the Economic
23	Gardening Technical Assistance Pilot Program. The purpose of the
24	pilot program is to stimulate investment in Florida's economy by
25	providing technical assistance for expanding businesses in the
26	state.

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27 (2) The department shall contract with the Florida Economic 28 Gardening Institute at the University of Central Florida one or 29 more entities to administer the pilot program under this 30 section. The department shall award each contract in accordance 31 with the competitive bidding requirements in s. 287.057 to an 32 entity that demonstrates the ability to implement the pilot program on a statewide basis, has an outreach plan, and has the 33 ability to provide counseling services, access to technology and 34 35 information, marketing services and advice, business management support, and other similar services. In selecting these 36 37 entities, the department also must consider whether the entities 38 will qualify for matching funds to provide the technical 39 assistance.

40 (3) <u>The Florida Economic Gardening Institute</u> A contracted 41 entity administering the pilot program shall provide technical 42 assistance for eligible businesses which includes, but is not 43 limited to:

(a) Access to free or affordable information services and
consulting services, including information on markets,
customers, and competitors, such as business databases,
geographic information systems, and search engine marketing.

(b) Development of business connections, including interaction and exchange among business owners and resource providers, such as trade associations, think tanks, academic institutions, business roundtables, peer-to-peer learning sessions, and mentoring programs.

53 (4)(a) To be eligible for assistance under the pilot 54 program, a business must:

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1. Be a for-profit, privately held, investment-grade

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56 business. that

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57 <u>2. Have employed employs</u> at least 10 persons but not more 58 than <u>99</u> 50 persons <u>at the end of the preceding fiscal year.</u>, has 59 maintained its principal place of business in the state for at 60 least the previous 2 years,

61 <u>3. Have generated generates</u> at least \$1 million but not 62 more than <u>\$50</u> \$25 million in annual revenue <u>during the preceding</u> 63 <u>fiscal year.</u>, qualifies for the tax refund program for qualified 64 target industry businesses under s. 288.106, and,

65 <u>4.</u> During <u>2</u> 3 of the previous <u>6</u> 5 years, <u>have</u> has increased
66 <u>either</u> both its number of full-time equivalent employees in this
67 state or and its gross revenues.

68 <u>5. Generate a minimum of 51 percent of its revenue outside</u> 69 <u>the state, be located in a "rural community" as defined in s.</u> 70 288.0656, or be classified within a qualifying NAICS code.

(b) As used in this section, the term:

72 <u>1. "NAICS" means those classifications contained in the</u> 73 <u>North American Industry Classification System, as published in</u> 74 <u>2012 by the Office of Management and Budget, Executive Office of</u> 75 <u>the President.</u>

76 <u>2. "Qualifying NAICS code" means any NAICS code within any</u> 77 <u>of the following NAICS sectors: 31-33, Manufacturing; 42,</u> 78 <u>Wholesale Trade; 51, Information; 52, Finance and Insurance; 54,</u> 79 <u>Professional, Scientific, and Technical Services; 55, Management</u> 80 <u>of Companies and Enterprises; or 56, Administrative and Support</u> 81 <u>and Waste Management and Remediation Services.</u>

82 (c) (b) The Florida Economic Gardening Institute A 83 contracted entity administering the pilot program, in selecting 84 the eligible businesses to receive assistance, shall choose

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businesses in more than one industry cluster and, to the maximum extent practicable, shall choose businesses that are geographically distributed throughout Florida or are in partnership with businesses that are geographically distributed throughout Florida.

90 (5) (a) A business receiving assistance under the pilot
91 program must enter into an agreement with the <u>Florida Economic</u>
92 <u>Gardening Institute</u> contracted entity administering the program
93 to establish the business's commitment to <u>participate</u>
94 participation in the pilot program. The agreement must require,
95 at a minimum, that the business:

96 1. Attend a minimum number of meetings between the business 97 and the <u>Florida Economic Gardening Institute</u> contracted entity 98 administering the pilot program.

99 2. Report job creation data in the manner prescribed by the
 100 <u>Florida Economic Gardening Institute</u> contracted entity
 101 administering the pilot program.

102 3. Provide financial data in the manner prescribed by the 103 <u>Florida Economic Gardening Institute</u> contracted entity 104 administering the program.

(b) The <u>Florida Economic Gardening Institute</u> department or the contracted entity administering the pilot program may prescribe in the agreement additional reporting requirements that are necessary to track the progress of the business and monitor the business's implementation of the assistance. The <u>institute</u> contracted entity shall report the information to the department on a quarterly basis.

(6) <u>The Florida Economic Gardening Institute</u> A contracted
 entity administering the pilot program is authorized to promote



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114 the general business interests or industrial interests of the 115 state.

(7) The department shall review the progress of the <u>Florida</u> <u>Economic Gardening Institute</u> contracted entity administering the pilot program at least once each 6 months and shall determine whether the <u>institute</u> contracted entity is meeting its contractual obligations for administering the pilot program. The department may terminate and rebid a contract if the <u>institute</u> contracted entity does not meet its contractual obligations.

123 (8) On December 31 of each year, the department shall 124 submit a report to the Governor, the President of the Senate, 125 and the Speaker of the House of Representatives which describes 126 in detail the progress of the pilot program. The report must 127 include, at a minimum, the number of businesses receiving assistance, the number of full-time equivalent jobs created as a 128 129 result of the assistance, if any, the amount of wages paid to 130 employees in the newly created jobs, and the locations and types of economic activity undertaken by the businesses. 131

(9) The department may adopt rules under ss. 120.536(1) and
 133 120.54 to administer this section.

134Section 2. Paragraphs (a) and (b) of subsection (3) of135section 288.1081, Florida Statutes, are amended to read:

136 288.1081 Economic Gardening Business Loan Pilot Program.-137 (3)(a) To be eligible for a loan under the pilot program, 138 an applicant must be a business eligible for assistance under 139 the Economic Gardening Technical Assistance Pilot Program as 140 provided in s. 288.1082(4)(a).

(b) A loan applicant must submit a written application tothe loan administrator in the format prescribed by the loan



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143 administrator. The application must include:

144 1. The applicant's federal employer identification number, 145 reemployment assistance account number, and sales or other tax 146 registration number.

147 2. The street address of the applicant's principal place of148 business in this state.

3. A description of the type of economic activity, product,
or research and development undertaken by the applicant,
including the six-digit North American Industry Classification
System code for each type of economic activity conducted by the
applicant.

4. The applicant's annual revenue, number of employees,
number of full-time equivalent employees, and other information
necessary to verify the applicant's eligibility for the pilot
program under s. 288.1082(4)(a).

158 5. The projected investment in the business, if any, which159 the applicant proposes in conjunction with the loan.

160 6. The total investment in the business from all sources,161 if any, which the applicant proposes in conjunction with the162 loan.

163 7. The number of net new full-time equivalent jobs that, as 164 a result of the loan, the applicant proposes to create in this 165 state as of December 31 of each year and the average annual wage 166 of the proposed jobs.

167 8. The total number of full-time equivalent employees the168 applicant currently employs in this state.

169 9. The date that the applicant anticipates it needs the170 loan.

10. A detailed explanation of why the loan is needed to

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172 assist the applicant in expanding jobs in the state.

173 11. A statement that all of the applicant's available 174 corporate assets are pledged as collateral for the amount of the 175 loan.

176 12. A statement that the applicant, upon receiving the 177 loan, agrees not to seek additional long-term debt without prior 178 approval of the loan administrator.

179 13. A statement that the loan is a joint obligation of the
180 business and of each person who owns at least 20 percent of the
181 business.

182 14. Any additional information requested by the department183 or the loan administrator.

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Section 3. This act shall take effect July 1, 2013.