By the Committee on Commerce and Tourism; and Senator Latvala

577-02554A-16

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1	A bill to be entitled
2	An act relating to economic development; amending s.
3	20.60, F.S.; requiring the Department of Economic
4	Opportunity to contract with a direct-support
5	organization to promote the sports industry and the
6	participation of residents in certain athletic
7	competitions in this state and to promote the state as
8	a host for certain athletic competitions; amending s.
9	196.012, F.S.; conforming provisions to changes made
10	by the act; amending s. 212.20, F.S.; deleting an
11	obsolete provision; amending s. 220.191, F.S.;
12	revising the definition of the term "cumulative
13	capital investment"; deleting an obsolete provision;
14	conforming a cross-reference; amending s. 220.196,
15	F.S.; conforming a cross-reference; amending s.
16	288.0001, F.S.; conforming cross-references; requiring
17	the Office of Economic and Demographic Research and
18	the Office of Program Policy Analysis and Government
19	Accountability to provide a detailed analysis of the
20	retention of Major League Baseball spring training
21	baseball franchises; amending s. 288.005, F.S.;
22	defining the term "average private sector wage in the
23	area"; revising the definition of the term "economic
24	benefits"; amending s. 288.061, F.S.; requiring the
25	Office of Economic and Demographic Research to include
26	certain guidelines for the calculation of economic
27	benefits; providing requirements for an amended
28	definition by the office; prohibiting the department
29	from attributing to a business certain investments for
30	specified purposes; requiring the department to
31	consider certain investments for specified purposes;
32	providing requirements for the contract or agreement;

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33	prohibiting the department from entering into an
34	agreement or a contract that has a term of longer than
35	10 years; authorizing the department to enter into a
36	successive agreement or contract for a specified
37	project under certain circumstances; providing
38	applicability; requiring the department to provide
39	specified notice to the Legislature upon the final
40	execution of each contract or agreement; amending s.
41	288.076, F.S.; revising definitions; conforming cross-
42	references; providing requirements for information
43	that the department is required to publish on a
44	certain website; amending s. 288.095, F.S.; conforming
45	provisions to changes made by the act; amending s.
46	288.1045, F.S.; deleting the definition of the term
47	"average wage in the area"; authorizing a business to
48	receive an approved refund if the business fails to
49	submit certain documentation under certain
50	circumstances; extending an expiration date;
51	conforming provisions to changes made by the act;
52	amending s. 288.106, F.S.; deleting the definition of
53	the term "average private sector wage in the area";
54	making technical changes; providing that certain
55	incentive payments are not repayment of actual taxes
56	paid; providing that actual taxes paid limit the
57	amount of incentive payments a business may receive;
58	amending s. 288.108, F.S.; revising definitions;
59	amending s. 288.1088, F.S.; renaming the Quick Action
60	Closing Fund as the Florida Enterprise Fund; revising
61	the requirements for projects eligible for receipt of
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62	funds from the fund; requiring local financial
63	support; defining a term; requiring a certain waiver
64	request to be transmitted in writing to the department
65	with an explanation of the specific justification for
66	the request; requiring a decision to be stated in
67	writing with an explanation of the reason for
68	approving the request if the department approves the
69	request; requiring the department to issue a letter to
70	an applicant in certain circumstances; prohibiting the
71	payment of moneys from the fund to a business until
72	the scheduled goals have been achieved; conforming
73	provisions to changes made by the act; amending s.
74	288.1089, F.S.; deleting the definition of the term
75	"average private sector wage"; conforming provisions
76	to changes made by the act; amending s. 288.11621,
77	F.S.; conforming a provision to changes made by the
78	act; amending s. 288.11625, F.S.; conforming cross-
79	references; deleting an obsolete provision relating to
80	applications for state funds by new facilities or
81	projects commenced before July 1, 2014; amending s.
82	288.11631, F.S.; conforming cross-references;
83	repealing s. 288.1169, F.S., relating to state agency
84	funding of the International Game Fish Association
85	World Center facility; reviving, reenacting, and
86	amending s. 288.1229, F.S., relating to the promotion
87	and development of sports-related industries and
88	amateur athletics; requiring the department to create
89	a direct-support organization to assist the department
90	in certain promotion and development; naming the
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91	direct support organization the Florida Sports
92	Foundation; specifying the purpose of the foundation;
93	specifying requirements for the foundation, including
94	appointment of a governing board; requiring that the
95	foundation operate under written contract with the
96	department; specifying provisions that must be
97	included in the contract; providing that the
98	department may allow the foundation to use certain
99	facilities, personnel, and services if it complies
100	with certain provisions; requiring an annual financial
101	audit of the foundation; specifying duties of the
102	foundation; deleting residency requirements for
103	participants of the Sunshine State Games and Florida
104	Senior Games; deleting certain competition
105	requirements; conforming provisions to changes made by
106	the act; amending s. 288.125, F.S.; revising the
107	applicability of the term "entertainment industry";
108	renumbering and amending s. 288.1251, F.S.; renaming
109	the Office of Film and Entertainment within the
110	department as the Division of Film and Entertainment
111	within Enterprise Florida, Inc.; requiring the
112	division to serve as a liaison between the
113	entertainment industry and other agencies,
114	commissions, and organizations; requiring the
115	president of Enterprise Florida, Inc., to appoint the
116	film and entertainment commissioner within a specified
117	period of time; revising the requirements of the
118	division's strategic plan; renumbering and amending s.
119	288.1252, F.S.; revising the powers and duties of the

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120	Florida Film and Entertainment Advisory Council;
121	revising council membership; conforming provisions to
122	changes made by the act; renumbering and amending s.
123	288.1253, F.S.; prohibiting the division and its
124	employees and representatives from accepting specified
125	accommodations, goods, or services from specified
126	parties; providing that a person who accepts any such
127	goods or services is subject to specified penalties;
128	conforming provisions to changes made by the act;
129	amending s. 288.1254, F.S.; revising the date of
130	repeal; prohibiting, rather than authorizing, an award
131	of credits after April 1, 2016; requiring the
132	Department of Revenue to deny certain credits received
133	on or after April 1, 2016; creating s. 288.1256, F.S.;
134	creating the Entertainment Action Fund within the
135	Department of Economic Opportunity; defining terms;
136	authorizing a production company to apply for funds
137	from the Entertainment Action Fund in certain
138	circumstances; requiring the division to review and
139	evaluate applications to determine the eligibility of
140	each project; requiring the division to select
141	projects that maximize the return to the state;
142	requiring certain criteria to be considered by the
143	division; requiring a production company to have
144	financing for a project before it applies for action
145	funds; requiring the department to prescribe a form
146	for an application with specified information;
147	requiring that the division and the department make a
148	recommendation to the Governor to approve or deny an

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149	award within a specified timeframe after the
150	completion of the review and evaluation; providing
151	that an award of funds may not constitute more than a
152	specified percentage of qualified expenditures in this
153	state; prohibiting the use of such funds to pay wages
154	to nonresidents; requiring a production to start
155	within a specified period after it is approved by the
156	Governor; requiring that the recommendation include
157	performance conditions that the project must meet to
158	obtain funds; authorizing the Governor to approve a
159	project without consulting the Legislature under
160	certain circumstances; requiring the Governor to
161	provide a written description and evaluation of a
162	project before giving final approval of the project
163	under certain circumstances; requiring the department
164	and the production company to enter into a specified
165	agreement after approval by the Governor; requiring
166	that the agreement be finalized and signed by an
167	authorized officer of the production company within a
168	specified period after approval by the Governor;
169	prohibiting an approved production company from
170	simultaneously receiving specified benefits for the
171	same production; requiring that the department
172	validate contractor performance and report such
173	validation in the annual report; prohibiting the
174	department from approving awards in excess of the
175	amount appropriated for a fiscal year; requiring the
176	department to maintain a schedule of funds;
177	prohibiting the department or division from accepting

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178	applications or conditionally committing funds under
179	certain circumstances; providing that a production
180	company that submits fraudulent information is liable
181	for reimbursement of specified costs; providing a
182	penalty; prohibiting the department or division from
183	waiving any provision or providing an extension of
184	time to meet specified requirements; providing an
185	expiration date; amending s. 288.1258, F.S.;
186	conforming provisions to changes made by the act;
187	prohibiting an approved production company from
188	simultaneously receiving benefits under specified
189	provisions for the same production; requiring the
190	department to develop a standardized application form
191	in cooperation with the division and other agencies;
192	requiring the production company to submit aggregate
193	data on specified topics; authorizing a production
194	company to renew its certificate of exemption for a
195	specified period; amending ss. 288.901 and 288.9015,
196	F.S.; conforming provisions to changes made by the
197	act; amending s. 288.907 , F.S.; requiring reporting
198	on the number of jobs that provide health benefits to
199	employees; amending s. 288.92, F.S.; revising the
200	required divisions within Enterprise Florida, Inc.;
201	amending s. 288.980, F.S.; authorizing grant awards
202	for activities that grow the economy of a defense-
203	dependent community; making technical changes;
204	amending s. 320.08058, F.S.; conforming provisions to
205	changes made by the act; amending uses of the proceeds
206	of the Florida Professional Sports Team license plate;

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207	amending s. 477.0135, F.S.; conforming provisions to
208	changes made by the act; providing effective dates.
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210	Be It Enacted by the Legislature of the State of Florida:
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212	Section 1. Effective July 1, 2016, paragraph (g) is added
213	to subsection (4) of section 20.60, Florida Statutes, to read:
214	20.60 Department of Economic Opportunity; creation; powers
215	and duties
216	(4) The purpose of the department is to assist the Governor
217	in working with the Legislature, state agencies, business
218	leaders, and economic development professionals to formulate and
219	implement coherent and consistent policies and strategies
220	designed to promote economic opportunities for all Floridians.
221	To accomplish such purposes, the department shall:
222	(g) Notwithstanding part I of chapter 287, contract with
223	the direct-support organization created under s. 288.1229 to
224	guide, stimulate, and promote the sports industry in this state,
225	to promote the participation of residents of this state in
226	amateur athletic competition, and to promote this state as a
227	host for national and international amateur athletic
228	competitions.
229	Section 2. Paragraph (a) of subsection (14) of section
230	196.012, Florida Statutes, is amended to read:
231	196.012 DefinitionsFor the purpose of this chapter, the
232	following terms are defined as follows, except where the context
233	clearly indicates otherwise:
234	(14) "New business" means:
235	(a)1. A business or organization establishing 10 or more

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577-02554A-16 20161646c1 236 new jobs to employ 10 or more full-time employees in this state 237 which pays, paying an average wage for such new jobs which that 238 is above the average wage in the area and, which principally 239 engages in any one or more of the following operations: 240 a. Manufactures, processes, compounds, fabricates, or produces for sale items of tangible personal property at a fixed 241 242 location and which comprises an industrial or manufacturing 243 plant; or b. Is a target industry business as defined in s. 244 245 288.106(2) s. 288.106(2)(q); 246 2. A business or organization establishing 25 or more new 247 jobs to employ 25 or more full-time employees in this state, the 248 sales factor of which, as defined by s. 220.15(5), for the 249 facility with respect to which it requests an economic 250 development ad valorem tax exemption is less than 0.50 for each 251 year the exemption is claimed; or 252 3. An office space in this state owned and used by a 253 business or organization newly domiciled in this state if; 254 provided such office space houses 50 or more full-time employees 255 of such business or organization and; provided that such 256 business or organization office first begins operation on a site 257 clearly separate from any other commercial or industrial 258 operation owned by the same business or organization. 259 Section 3. Paragraph (d) of subsection (6) of section 260 212.20, Florida Statutes, is amended to read: 261 212.20 Funds collected, disposition; additional powers of 262 department; operational expense; refund of taxes adjudicated 263 unconstitutionally collected.-264 (6) Distribution of all proceeds under this chapter and ss.

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577-02554A-16 20161646c1 265 202.18(1)(b) and (2)(b) and 203.01(1)(a)3. is as follows: 266 (d) The proceeds of all other taxes and fees imposed 267 pursuant to this chapter or remitted pursuant to s. 202.18(1)(b) 268 and (2) (b) shall be distributed as follows: 269 1. In any fiscal year, the greater of \$500 million, minus 270 an amount equal to 4.6 percent of the proceeds of the taxes 271 collected pursuant to chapter 201, or 5.2 percent of all other 272 taxes and fees imposed pursuant to this chapter or remitted 273 pursuant to s. 202.18(1)(b) and (2)(b) shall be deposited in 274 monthly installments into the General Revenue Fund. 275 2. After the distribution under subparagraph 1., 8.9744 276 percent of the amount remitted by a sales tax dealer located 277 within a participating county pursuant to s. 218.61 shall be 278 transferred into the Local Government Half-cent Sales Tax 279 Clearing Trust Fund. Beginning July 1, 2003, the amount to be 280 transferred shall be reduced by 0.1 percent, and the department 281 shall distribute this amount to the Public Employees Relations 282 Commission Trust Fund less \$5,000 each month, which shall be 283 added to the amount calculated in subparagraph 3. and 284 distributed accordingly.

3. After the distribution under subparagraphs 1. and 2.,
0.0966 percent shall be transferred to the Local Government
Half-cent Sales Tax Clearing Trust Fund and distributed pursuant
to s. 218.65.

4. After the distributions under subparagraphs 1., 2., and
3., 2.0810 percent of the available proceeds shall be
transferred monthly to the Revenue Sharing Trust Fund for
Counties pursuant to s. 218.215.

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5. After the distributions under subparagraphs 1., 2., and

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6. Of the remaining proceeds:

311 a. In each fiscal year, the sum of \$29,915,500 shall be 312 divided into as many equal parts as there are counties in the 313 state, and one part shall be distributed to each county. The 314 distribution among the several counties must begin each fiscal 315 year on or before January 5th and continue monthly for a total 316 of 4 months. If a local or special law required that any moneys 317 accruing to a county in fiscal year 1999-2000 under the thenexisting provisions of s. 550.135 be paid directly to the 318 319 district school board, special district, or a municipal 320 government, such payment must continue until the local or 321 special law is amended or repealed. The state covenants with 322 holders of bonds or other instruments of indebtedness issued by

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323	local governments, special districts, or district school boards
324	before July 1, 2000, that it is not the intent of this
325	subparagraph to adversely affect the rights of those holders or
326	relieve local governments, special districts, or district school
327	boards of the duty to meet their obligations as a result of
328	previous pledges or assignments or trusts entered into which
329	obligated funds received from the distribution to county
330	governments under then-existing s. 550.135. This distribution
331	specifically is in lieu of funds distributed under s. 550.135
332	before July 1, 2000.
333	b. The department shall distribute \$166,667 monthly to each

The department shall distribute \$166,667 monthly 222 334 applicant certified as a facility for a new or retained 335 professional sports franchise pursuant to s. 288.1162. Up to 336 \$41,667 shall be distributed monthly by the department to each certified applicant as defined in s. 288.11621 for a facility 337 338 for a spring training franchise. However, not more than \$416,670 339 may be distributed monthly in the aggregate to all certified 340 applicants for facilities for spring training franchises. 341 Distributions begin 60 days after such certification and 342 continue for not more than 30 years, except as otherwise 343 provided in s. 288.11621. A certified applicant identified in 344 this sub-subparagraph may not receive more in distributions than 345 expended by the applicant for the public purposes provided in s. 288.1162(5) or s. 288.11621(3). 346

347 c. Beginning 30 days after notice by the Department of 348 Economic Opportunity to the Department of Revenue that an 349 applicant has been certified as the professional golf hall of 350 fame pursuant to s. 288.1168 and is open to the public, \$166,667 351 shall be distributed monthly, for up to 300 months, to the

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352 applicant.

353 d. Beginning 30 days after notice by the Department of 354 Economic Opportunity to the Department of Revenue that the 355 applicant has been certified as the International Game Fish 356 Association World Center facility pursuant to s. 288.1169, and 357 the facility is open to the public, \$83,333 shall be distributed 358 monthly, for up to 168 months, to the applicant. This 359 distribution is subject to reduction pursuant to s. 288.1169. A 360 lump sum payment of \$999,996 shall be made after certification 361 and before July 1, 2000.

362 d.e. The department shall distribute up to \$83,333 monthly 363 to each certified applicant as defined in s. 288.11631 for a 364 facility used by a single spring training franchise, or up to 365 \$166,667 monthly to each certified applicant as defined in s. 288.11631 for a facility used by more than one spring training 366 367 franchise. Monthly distributions begin 60 days after such 368 certification or July 1, 2016, whichever is later, and continue 369 for not more than 20 years to each certified applicant as 370 defined in s. 288.11631 for a facility used by a single spring 371 training franchise or not more than 25 years to each certified 372 applicant as defined in s. 288.11631 for a facility used by more 373 than one spring training franchise. A certified applicant 374 identified in this sub-subparagraph may not receive more in 375 distributions than expended by the applicant for the public 376 purposes provided in s. 288.11631(3).

377 <u>e.f.</u> Beginning 45 days after notice by the Department of
 378 Economic Opportunity to the Department of Revenue that an
 379 applicant has been approved by the Legislature and certified by
 380 the Department of Economic Opportunity under s. 288.11625 or

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381	upon a date specified by the Department of Economic Opportunity
382	as provided under s. 288.11625(6)(d), the department shall
383	distribute each month an amount equal to one-twelfth of the
384	annual distribution amount certified by the Department of
385	Economic Opportunity for the applicant. The department may not
386	distribute more than \$7 million in the 2014-2015 fiscal year or
387	more than \$13 million annually thereafter under this sub-
388	subparagraph.
389	<u>f.g.</u> Beginning December 1, 2015, and ending June 30, 2016,
390	the department shall distribute \$26,286 monthly to the State
391	Transportation Trust Fund. Beginning July 1, 2016, the
392	department shall distribute \$15,333 monthly to the State
393	Transportation Trust Fund.
394	7. All other proceeds must remain in the General Revenue
395	Fund.
396	Section 4. Paragraphs (b) and (g) of subsection (1) of
397	section 220.191, Florida Statutes, are amended to read:
398	220.191 Capital investment tax credit
399	(1) DEFINITIONSFor purposes of this section:
400	(b) "Cumulative capital investment" means the total capital
401	investment in land, buildings, and equipment made by, or on
402	behalf of, the qualifying business in connection with a
403	qualifying project during the period from the beginning of
404	construction of the project to the commencement of operations.
405	The term does not include funds granted to or spent on behalf of
406	the qualifying business by the state, a local government, or
407	other governmental entity; funds appropriated in the General
408	Appropriations Act; or funds otherwise provided to the
409	qualifying business by a state agency, local government, or
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577-02554A-16 20161646c1 410 other governmental entity. 411 (g) "Qualifying project" means a facility in this state meeting one or more of the following criteria: 412 1. A new or expanding facility in this state which creates 413 414 at least 100 new jobs in this state and is in one of the highimpact sectors identified by Enterprise Florida, Inc., and 415 416 certified by the Department of Economic Opportunity pursuant to 417 s. 288.108(6), including, but not limited to, aviation, aerospace, automotive, and silicon technology industries. 418 However, between July 1, 2011, and June 30, 2014, the 419 420 requirement that a facility be in a high-impact sector is waived 421 for any otherwise eligible business from another state which 422 locates all or a portion of its business to a Disproportionally 423 Affected County. For purposes of this section, the term 424 "Disproportionally Affected County" means Bay County, Escambia 425 County, Franklin County, Gulf County, Okaloosa County, Santa 426 Rosa County, Walton County, or Wakulla County. 427 2. A new or expanded facility in this state which is

428 engaged in a target industry designated pursuant to the 429 procedure specified in s. 288.106(2) and which is induced by 430 this credit to create or retain at least 1,000 jobs in this 431 state, provided that at least 100 of those jobs are new, pay an 432 annual average wage of at least 130 percent of the average 433 private sector wage in the area as defined in s. 288.005(1) s. 434 288.106(2), and make a cumulative capital investment of at least 435 \$100 million. Jobs may be considered retained only if there is 436 significant evidence that the loss of jobs is imminent. 437 Notwithstanding subsection (2), annual credits against the tax 438 imposed by this chapter may not exceed 50 percent of the

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439	increased annual corporate income tax liability or the premium
440	tax liability generated by or arising out of a project
441	qualifying under this subparagraph. A facility that qualifies
442	under this subparagraph for an annual credit against the tax
443	imposed by this chapter may take the tax credit for a period not
444	to exceed 5 years.
445	3. A new or expanded headquarters facility in this state
446	which locates in an enterprise zone and brownfield area and is
447	induced by this credit to create at least 1,500 jobs which on
448	average pay at least 200 percent of the statewide average annual
449	private sector wage, as published by the Department of Economic
450	Opportunity, and which new or expanded headquarters facility
451	makes a cumulative capital investment in this state of at least
452	\$250 million.
453	Section 5. Paragraph (a) of subsection (2) of section
454	220.196, Florida Statutes, is amended to read:
455	220.196 Research and development tax credit
456	(2) TAX CREDIT
457	(a) As provided in this section, a business enterprise is
458	eligible for a credit against the tax imposed by this chapter if
459	it:
460	1. Has qualified research expenses in this state in the
461	taxable year exceeding the base amount;
462	2. Claims and is allowed a research credit for such
463	qualified research expenses under 26 U.S.C. s. 41 for the same
464	taxable year as subparagraph 1.; and
465	3. Is a qualified target industry business as defined in <u>s.</u>
466	288.106(2) s. 288.106(2)(n). Only qualified target industry
467	businesses in the manufacturing, life sciences, information
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577-02554A-16 20161646c1 468 technology, aviation and aerospace, homeland security and 469 defense, cloud information technology, marine sciences, 470 materials science, and nanotechnology industries may qualify for 471 a tax credit under this section. A business applying for a 472 credit pursuant to this section shall include a letter from the 473 Department of Economic Opportunity certifying whether the 474 business meets the requirements of this subparagraph with its 475 application for credit. The Department of Economic Opportunity 476 shall provide such a letter upon receiving a request. 477 Section 6. Paragraphs (a), (b), and (e) of subsection (2) 478 of section 288.0001, Florida Statutes, are amended to read: 479 288.0001 Economic Development Programs Evaluation.-The 480 Office of Economic and Demographic Research and the Office of 481 Program Policy Analysis and Government Accountability (OPPAGA) 482 shall develop and present to the Governor, the President of the 483 Senate, the Speaker of the House of Representatives, and the 484 chairs of the legislative appropriations committees the Economic 485 Development Programs Evaluation. 486 (2) The Office of Economic and Demographic Research and 487 OPPAGA shall provide a detailed analysis of economic development 488 programs as provided in the following schedule: 489 (a) By January 1, 2014, and every 3 years thereafter, an analysis of the following: 490 491 1. The capital investment tax credit established under s. 220.191. 492 493 2. The qualified target industry tax refund established 494 under s. 288.106. 495 3. The brownfield redevelopment bonus refund established 496 under s. 288.107.

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497	4. High-impact business performance grants established
498	under s. 288.108.
499	5. The Florida Enterprise Quick Action Closing Fund
500	established under s. 288.1088.
501	6. The Innovation Incentive Program established under s.
502	288.1089.
503	7. Enterprise Zone Program incentives established under ss.
504	212.08(5) and (15), 212.096, 220.181, and 220.182.
505	8. The New Markets Development Program established under
506	ss. 288.991-288.9922.
507	(b) By January 1, 2015, and every 3 years thereafter, an
508	analysis of the following:
509	1. The entertainment industry financial incentive program
510	established under s. 288.1254.
511	2. The entertainment industry sales tax exemption program
512	established under s. 288.1258.
513	3. The Florida Tourism Industry Marketing Corporation VISIT
514	<del>Florida</del> and its programs established or funded under ss.
515	288.122, 288.1226, 288.12265, and 288.124.
516	4. The Florida Sports Foundation and related programs
517	established under ss. 288.1162, 288.11621, 288.1166, 288.1167,
518	288.1168, <del>288.1169,</del> and 288.1171.
519	(e) Beginning January 1, 2018, and every 3 years
520	thereafter, an analysis of the Sports Development Program
521	established under s. 288.11625 <u>and the retention of Major League</u>
522	Baseball spring training baseball franchises under s. 288.11631.
523	Section 7. Present subsection (1) of section 288.005,
524	Florida Statutes, is amended, and present subsections (3)
525	through (6) of that section are redesignated as subsections (4)

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526	through (7), respectively, and a new subsection (1) is added to
527	that section, to read:
528	288.005 DefinitionsAs used in this chapter, the term:
529	(1) "Average private sector wage in the area" means the
530	statewide average wage in the private sector or the average of
531	all private sector wages in the county or in the standard
532	metropolitan area in which the project is located, as determined
533	by the department.
534	(3) (1) "Economic benefits" means the direct, indirect, and
535	induced gains in state revenues as a percentage of the state's
536	investment. The state's investment includes all state funds
537	spent or foregone to benefit a business, including state funds
538	appropriated to public and private entities, state grants, tax
539	exemptions, tax refunds, tax credits, and other state
540	incentives.
541	Section 8. Subsections (2) and (3) of section 288.061,
542	Florida Statutes, are amended to read:
543	288.061 Economic development incentive application
544	process
545	(2) <u>(a)</u> Beginning July 1, 2013, The department shall review
546	and evaluate each economic development incentive application for
547	the economic benefits of the proposed award of state incentives
548	proposed for the project.
549	(b) As used in this subsection, the term "economic
550	benefits" has the same meaning as in s. 288.005. The Office of
551	Economic and Demographic Research shall establish the
552	methodology and model used to calculate the economic benefits $\underline{\textit{,}}$
553	including guidelines for the appropriate application of the
554	department's internal model. For purposes of this requirement,
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555	an amended definition of the term "economic benefits" may be
556	developed by the Office of Economic and Demographic Research.
557	However, the amended definition must reflect the requirement of
558	s. 288.005 that the calculation of the state's investment
559	include all state funds spent or foregone to benefit the
560	business, including state funds appropriated to public and
561	private entities, to the extent that those funds should
562	reasonably be known to the department at the time of approval.
563	(c) For the purpose of calculating the economic benefits of
564	the proposed award of state incentives for the project, the
565	department may not attribute to the business any capital
566	investment made by the business using state funds. However, for
567	the purpose of evaluating an economic development incentive
568	application, the department shall consider the cumulative
569	capital investment, as defined in s. 220.191.
570	(3) Within 10 business days after the department receives $\underline{a}$
571	complete the submitted economic development incentive
572	application, the executive director shall approve or disapprove
573	the application and issue a letter of certification to the
574	applicant which includes a justification of that decision,
575	unless the business requests an extension of <del>that</del> time.
576	(a) The <del>contract or</del> agreement <u>or contract</u> with the
577	applicant must specify the total amount of the award, the
578	performance conditions that must be met to obtain the award, the
579	schedule for payment, and sanctions that would apply for failure
580	to meet performance conditions. Any agreement or contract that
581	requires the business to make a capital investment must also
582	require that such investment remain in this state for the
583	duration of the agreement or contract, with the exception of an
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584	investment made in transportation-related assets specifically
585	used for the purpose of transporting goods or employees. The
586	department may enter into one agreement or contract covering all
587	of the state incentives that are being provided to the
588	applicant. The <u>agreement or</u> contract must provide that release
589	of funds is contingent upon sufficient appropriation of funds by
590	the Legislature.
591	(b) The department may not enter into an agreement or a
592	contract that has a term of more than 10 years. However, the
593	department may enter into a successive agreement or contract for
594	a specific project to extend the initial 10-year term if each
595	successive agreement or contract is contingent upon the
596	successful completion of the previous agreement or contract.
597	This paragraph does not apply to an agreement or a contract for
598	a project receiving a capital investment tax credit under s.
599	220.191 or an Innovation Incentive Program award under s.
600	288.1089.
601	(c) The department shall provide a notice, including an
602	updated description and evaluation, to the Legislature upon the
603	final execution of each contract or agreement. Any contract or
604	agreement executed by the department for a project under s.
605	288.108, s. 288.1088, or s. 288.1089 must embody performance
606	criteria and timelines that were in the written description and
607	evaluation submitted to the Legislature.
608	<u>(d)</u> The release of funds for the incentive or incentives
609	awarded to the applicant depends upon the statutory requirements
610	of the particular incentive program.
611	Section 9. Paragraphs (a), (c), and (e) of subsection (1),

611Section 9. Paragraphs (a), (c), and (e) of subsection (1),612paragraph (e) of subsection (3), and subsection (6) of section

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613	288.076, Florida Statutes, are amended to read:
614	288.076 Return on investment reporting for economic
615	development programs
616	(1) As used in this section, the term:
617	(a) "Jobs" has the same meaning as provided in <u>s.</u>
618	<u>288.106(2)</u> <del>s. 288.106(2)(i)</del> .
619	(c) "Project" has the same meaning as provided in <u>s.</u>
620	<u>288.106(2)</u> <del>s. 288.106(2)(m)</del> .
621	(e) "State investment" means all state funds spent or
622	foregone to benefit a business, including state funds
623	appropriated to public and private entities, any state grants,
624	tax exemptions, tax refunds, tax credits, and any other source
625	of state funds which should reasonably be known to the
626	department at the time of approval or other state incentives
627	provided to a business under a program administered by the
628	department, including the capital investment tax credit under s.
629	220.191.
630	(3) Within 48 hours after expiration of the period of
631	confidentiality for project information deemed confidential and
632	exempt pursuant to s. 288.075, the department shall publish the
633	following information pertaining to each project:
634	(e) Project performance goals.—
635	1. The incremental direct jobs attributable to the project,
636	identifying the number of jobs generated and the number of jobs
637	retained.
638	2. The number of jobs generated and the number of jobs
639	retained by the project, and for projects commencing after
640	October 1, 2013, the average annual wage of persons holding such
641	jobs and the number of jobs generated and the number of jobs

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577-02554A-16 20161646c1 642 retained which provide health benefits for the employee. 643 3. The incremental direct capital investment in the state 644 generated by the project. 645 (6) Annually, the department shall publish information 646 relating to the progress of Florida Enterprise Quick Action 647 Closing Fund projects, including the average number of days 648 between the date the department receives a completed application 649 and the date on which the application is approved. 650 Section 10. Subsection (2) and paragraph (c) of subsection 651 (3) of section 288.095, Florida Statutes, are amended to read: 652 288.095 Economic Development Trust Fund.-653 (2) There is created, within the Economic Development Trust 654 Fund, the Economic Development Incentives Account. The Economic 655 Development Incentives Account consists of moneys appropriated 656 to the account for purposes of the tax incentives programs 657 authorized under ss. 288.1045 and 288.106, and local financial 658 support provided under ss. 288.1045, and 288.106, and 288.1088. 659 Moneys in the Economic Development Incentives Account shall be 660 subject to the provisions of s. 216.301(1)(a). 661 (3) 662 (c) Moneys in the Economic Development Incentives Account 663 may be used only to pay tax refunds and make other payments authorized under s. 288.1045, s. 288.106, or s. 288.107 and 664 665 payments authorized under s. 288.1088. Section 11. Paragraph (b) of subsection (1) and paragraph 666 667 (e) of subsection (3) of section 288.1045, Florida Statutes, are 668 amended, paragraph (i) is added to subsection (5) of that 669 section, and subsection (7) of that section is amended, to read: 670 288.1045 Qualified defense contractor and space flight

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671	business tax refund program.—
672	(1) DEFINITIONS.—As used in this section:
673	(b) "Average wage in the area" means the average of all
674	wages and salaries in the state, the county, or in the standard
675	metropolitan area in which the business unit is located.
676	(3) APPLICATION PROCESS; REQUIREMENTS; AGENCY
677	DETERMINATION
678	(e) To qualify for review by the department, the
679	application of an applicant must, at a minimum, establish the
680	following to the satisfaction of the department:
681	1. The jobs proposed to be provided under the application,
682	pursuant to subparagraph (b)6., subparagraph (c)6., or
683	subparagraph (j)6., must pay an estimated annual average wage
684	equaling at least 115 percent of the average <u>private sector</u> wage
685	in the area where the project is to be located.
686	2. The consolidation of a Department of Defense contract
687	must result in a net increase of at least 25 percent in the
688	number of jobs at the applicant's facilities in this state or
689	the addition of at least 80 jobs at the applicant's facilities
690	in this state.
691	3. The conversion of defense production jobs to nondefense
692	production jobs must result in net increases in nondefense
693	employment at the applicant's facilities in this state.
694	4. The Department of Defense contract or the space flight
695	business contract <u>does not</u> <del>cannot</del> allow the business to include
696	the costs of relocation or retooling in its base as allowable
697	costs under a cost-plus, or similar, contract.
698	5. A business unit of the applicant must have derived not
699	less than 60 percent of its gross receipts in this state from

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700	Department of Defense contracts or space flight business
701	contracts over the applicant's last fiscal year, and must have
702	derived not less than an average of 60 percent of its gross
703	receipts in this state from Department of Defense contracts or
704	space flight business contracts over the 5 years preceding the
705	date an application is submitted pursuant to this section. This
706	subparagraph does not apply to any application for certification
707	based on a contract for reuse of a defense-related facility.
708	6. The reuse of a defense-related facility <u>will</u> must result
709	in the creation of at least 100 jobs at such facility.
710	7. A new space flight business contract or the
711	consolidation of a space flight business contract <u>will</u> must
712	result in net increases in space flight business employment at
713	the applicant's facilities in this state.
714	(5) ANNUAL CLAIM FOR REFUND
715	(i) If a business fails to timely submit documentation
716	requested by the department as required in the agreement between
717	the business and the department and such failure results in the
718	department withholding an otherwise approved refund, the
719	business may receive the approved refund if:
720	1. The business submits the documentation to the
721	department.
722	2. The business provides a written statement to the
723	department detailing the extenuating circumstances that resulted
724	in the failure to timely submit the documentation required by
725	the agreement.
726	3. Funds appropriated under this section remain available.
727	4. The business was scheduled under the terms of the
728	agreement to submit information to the department between

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577-02554A-16 20161646c1 729 January 1, 2014, and December 31, 2014. 5. The business has met all other requirements of the 730 731 agreement. 732 (7) EXPIRATION. - An applicant may not be certified as 733 qualified under this section after June 30, 2018 2014. A tax 734 refund agreement existing on that date shall continue in effect 735 in accordance with its terms. 736 Section 12. Paragraph (c) of subsection (2) and paragraph 737 (b) of subsection (4) of section 288.106, Florida Statutes, are 738 amended, present subsection is redesignated as subsection (10), and a new subsection is added to that section, to read: 739 740 288.106 Tax refund program for qualified target industry 741 businesses.-742 (2) DEFINITIONS.-As used in this section: 743 (c) "Average private sector wage in the area" means the statewide private sector average wage or the average of all 744 745 private sector wages and salaries in the county or in the 746 standard metropolitan area in which the business is located. 747 (4) APPLICATION AND APPROVAL PROCESS.-748 (b) To qualify for review by the department, the 749 application of a target industry business must, at a minimum, 750 establish the following to the satisfaction of the department: 751 1.a. The jobs proposed to be created under the application, 752 pursuant to subparagraph (a)4., must pay an estimated annual 753 average wage equaling at least 115 percent of the average 754 private sector wage in the area where the business is to be 755 located or the statewide private sector average wage. The 756 governing board of the local governmental entity providing the local financial support of the jurisdiction where the qualified 757

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577-02554A-16 20161646c1 758 target industry business is to be located shall notify the 759 department and Enterprise Florida, Inc., which calculation of 760 the average private sector wage in the area must be used as the 761 basis for the business's wage commitment. In determining the 762 average annual wage, the department shall include only new 763 proposed jobs, and wages for existing jobs shall be excluded 764 from this calculation. 765 b. The department may waive the average wage requirement at 766 the request of the local governing body recommending the project and Enterprise Florida, Inc. The department may waive the wage 767 768 requirement for a project located in a brownfield area 769 designated under s. 376.80, in a rural city, in a rural 770 community, in an enterprise zone, or for a manufacturing project 771 at any location in the state if the jobs proposed to be created 772 pay an estimated annual average wage equaling at least 100 773 percent of the average private sector wage in the area where the 774 business is to be located, only if the merits of the individual 775 project or the specific circumstances in the community in 776 relationship to the project warrant such action. If the local 777 governing body and Enterprise Florida, Inc., make such a 778 recommendation, it must be transmitted in writing and must 779 include an explanation of  $\tau$  and the specific justification for 780 the waiver recommendation must be explained. If the department elects to waive the wage requirement, the waiver must be stated 781 782 in writing and must include an explanation of, and the reasons

783 for granting the waiver must be explained.

784 2. The target industry business's project must result in 785 the creation of at least 10 jobs at the project and, in the case 786 of an expansion of an existing business, must result in a net

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577-02554A-16 20161646c1 787 increase in employment of at least 10 percent at the business. 788 At the request of the local governing body recommending the 789 project and Enterprise Florida, Inc., the department may waive 790 this requirement for a business in a rural community or 791 enterprise zone if the merits of the individual project or the 792 specific circumstances in the community in relationship to the 793 project warrant such action. If the local governing body and 794 Enterprise Florida, Inc., make such a request, the request must 795 be transmitted in writing and must include an explanation of  $\overline{r}$ 796 and the specific justification for the request must be explained. If the department elects to grant the request, the 797 grant must be stated in writing  $_{ au}$  and explain why the request was 798 799 granted the reason for granting the request must be explained. 800 3. The business activity or product for the applicant's project must be within an industry identified by the department 801 802 as a target industry business that contributes to the economic 803 growth of the state and the area in which the business is 804 located, that produces a higher standard of living for residents

of this state in the new global economy, or that can be shown to make an equivalent contribution to the area's and state's economic progress.

808 (9) INCENTIVE PAYMENTS.—The incentive payments made to a 809 business pursuant to this section are not repayments of the 810 actual taxes paid to the state or to a local government by the 811 business. The amount of state and local government taxes paid by 812 a business serve as a limitation on the amount of incentive 813 payments a business may receive.

814 Section 13. Paragraph (b) of subsection (2) of section 815 288.108, Florida Statutes, is amended to read:

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816	288.108 High-impact business
817	(2) DEFINITIONSAs used in this section, the term:
818	(b) "Cumulative investment" means the total investment in
819	buildings and equipment made by a qualified high-impact business
820	since the beginning of construction of such facility. The term
821	does not include funds granted to or spent on behalf of the
822	qualifying business by the state, a local government, or other
823	governmental entity; funds appropriated in the General
824	Appropriations Act; or funds otherwise provided to the
825	qualifying business by a state agency, local government, or
826	other governmental entity.
827	Section 14. Section 288.1088, Florida Statutes, are amended
828	to read:
829	288.1088 Florida Enterprise Quick Action Closing Fund
830	(1)(a) The Legislature finds that attracting, retaining,
831	and providing favorable conditions for the growth of certain
832	high-impact business facilities, privately developed critical
833	rural infrastructure, or key facilities in economically
834	distressed urban or rural communities which provide widespread
835	economic benefits to the public through high-quality employment
836	opportunities in such facilities or in related facilities
837	attracted to the state, through the increased tax base provided
838	by the high-impact facility and related businesses, through an
839	enhanced entrepreneurial climate in the state and the resulting
840	business and employment opportunities, and through the
841	stimulation and enhancement of the state's universities and
842	community colleges. In the global economy, there exists serious
843	and fierce international competition for these facilities, and
844	in most instances, when all available resources for economic

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577-02554A-16 20161646c1 845 development have been used, the state continues to encounter 846 severe competitive disadvantages in vying for these business 847 facilities. Florida's rural areas must provide a competitive 848 environment for business in the information age. This often 849 requires an incentive to make it feasible for private investors 850 to provide infrastructure in those areas.

851 (b) The Legislature finds that the conclusion of the space 852 shuttle program and the gap in civil human space flight will 853 result in significant job losses that will negatively impact 854 families, companies, the state and regional economies, and the 855 capability level of this state's aerospace workforce. Thus, the 856 Legislature also finds that this loss of jobs is a matter of 857 state interest and great public importance. The Legislature further finds that it is in the state's interest for provisions 858 859 to be made in incentive programs for economic development to 860 maximize the state's ability to mitigate these impacts and to 861 develop a more diverse aerospace economy.

862 (c) The Legislature therefore declares that sufficient 863 resources shall be available to respond to extraordinary 864 economic opportunities and to compete effectively for these 865 high-impact business facilities, critical private infrastructure 866 in rural areas, and key businesses in economically distressed 867 urban or rural communities, and that up to 20 percent of these 868 resources may be used for projects to retain or create high-869 technology jobs that are directly associated with developing a 870 more diverse aerospace economy in this state.

(2) There is created within the department the <u>Florida</u>
Enterprise <u>Quick Action Closing</u> Fund. <u>Except as provided in</u>
<u>subsection (3)</u>, projects eligible for receipt of funds from the

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874	Florida Enterprise Quick Action Closing Fund must shall:
875	(a) Be in an industry as referenced in s. 288.106.
876	(b) Have a positive economic benefit ratio of at least $3$ to
877	<u>1</u> <del>5 to 1</del> .
878	(c) Be an inducement to the project's location or expansion
879	in the state.
880	(d) Pay an average annual wage of at least 125 percent of
881	the <u>average</u> <del>areawide or statewide</del> private sector <del>average</del> wage <u>in</u>
882	the area.
883	(e) Be supported by the local community in which the
884	project is to be located. <u>Support must include a resolution</u>
885	adopted by the governing board of the county or municipality in
886	which the project will be located, which resolution recommends
887	that the project be approved and specifies that the commitments
888	of local financial support necessary for the business exist.
889	Before the passage of such resolution, the department may also
890	accept an official letter from an authorized local economic
891	development agency that endorses the proposed project and
892	pledges that sources of local financial support for such project
893	exist. For the purposes of making pledges of local financial
894	support under this paragraph, the authorized local economic
895	development agency shall be officially designated by the passage
896	of a one-time resolution by the local governing board. For
897	purposes of this section, the term "local financial support"
898	means funding from local sources, public or private, which is
899	paid to the Economic Development Trust Fund and which is equal
900	to 20 percent of the Florida Enterprise Fund award to a
901	business.
902	1. A business may not provide, directly or indirectly, more

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903	than 5 percent of such funding in any fiscal year. The sources
904	of such funding may not include, directly or indirectly, state
905	funds appropriated from the General Revenue Fund or any state
906	trust fund, excluding tax revenues shared with local governments
907	pursuant to law.
908	2. A business may not receive more than 80 percent of its
909	total award under this section from state funds.
910	(f) Create at least 10 new jobs.
911	(3)(a) The department and Enterprise Florida, Inc., shall
912	jointly review applications pursuant to s. 288.061 and determine
913	the eligibility of each project consistent with the criteria in
914	subsection (2).
915	(b) If the local governing body and Enterprise Florida,
916	Inc., decide to request a waiver of the criteria in subsection
917	(2), the request must be transmitted in writing to the
918	department with an explanation of the specific justification for
919	the request. If the department approves the request, the
920	decision must be stated in writing with an explanation of the
921	reason for approving the request. A waiver of the criteria in
922	<u>subsection (2)</u> these criteria may be considered <u>for</u> under the
923	following <u>reasons</u> <del>criteria</del> :
924	1. Based on extraordinary circumstances;
925	2. In order to mitigate the impact of the conclusion of the
926	space shuttle program; or
927	3. In rural areas of opportunity if the project would
928	significantly benefit the local or regional economy.
929	<u>(4)</u> The department shall evaluate individual proposals
930	for high-impact business facilities. Such evaluation must
931	include, but need not be limited to:
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577-02554A-16 20161646c1 932 (a) 1. A description of the type of facility or 933 infrastructure, its operations, and the associated product or 934 service associated with the facility. 935 (b) 2. The number of full-time-equivalent jobs that will be 936 created by the facility and the total estimated average annual 937 wages of those jobs or, in the case of privately developed rural 938 infrastructure, the types of business activities and jobs 939 stimulated by the investment. 940 (c) $\frac{3}{2}$ . The cumulative amount of investment to be dedicated 941 to the facility within a specified period. 942 (d) 4. A statement of any special impacts the facility is 943 expected to stimulate in a particular business sector in the 944 state or regional economy or in the state's universities and 945 community colleges. 946 (e) 5. A statement of the role the incentive is expected to 947 play in the decision of the applicant business to locate or 948 expand in this state or for the private investor to provide 949 critical rural infrastructure. 950 (f) A report evaluating the quality and value of the 951 company submitting a proposal. The report must include: 952 1.a. A financial analysis of the company, including an 953 evaluation of the company's short-term liquidity ratio as 954 measured by its assets to liabilities <del>liability</del>, the company's 955 profitability ratio, and the company's long-term solvency as 956 measured by its debt-to-equity ratio; 957 2.b. The historical market performance of the company; 958 3.c. A review of any independent evaluations of the 959 company;

<u>4.</u> A review of the latest audit of the company's

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577-02554A-16 20161646c1 961 financial statement and the related auditor's management letter; 962 and 963 5.e. A review of any other types of audits that are related 964 to the internal and management controls of the company. 965 (g) The amount of local financial support for the project. 966 (5) (c)1. Within 7 business days after evaluating a project, 967 the department shall recommend to the Governor approval or 968 disapproval of the a project for receipt of funds from the 969 Florida Enterprise Quick Action Closing Fund. In recommending a 970 project, the department shall include proposed performance 971 conditions that the project must meet to obtain incentive funds. 972 (a) $\frac{2}{2}$ . The Governor may approve projects without consulting 973 the Legislature for projects requiring less than \$2 million in 974 funding. 975 (b) 3. For projects requiring funding in the amount of \$2 976 million to \$5 million, the Governor shall provide a written 977 description and evaluation of a project recommended for approval 978 to the chair and vice chair of the Legislative Budget Commission 979 at least 10 days before <del>prior to</del> giving final approval for the <del>a</del> 980 project. The recommendation must include proposed performance 981 conditions that the project must meet in order to obtain funds. 982 (c)4. If the chair or vice chair of the Legislative Budget 983 Commission or the President of the Senate or the Speaker of the 984 House of Representatives timely advises the Executive Office of 985 the Governor, in writing, that such action or proposed action

986 exceeds the delegated authority of the Executive Office of the 987 Governor or is contrary to legislative policy or intent, the 988 Executive Office of the Governor shall void the release of funds 989 and instruct the department to immediately change such action or

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577-02554A-16 20161646c1 990 proposed action until the Legislative Budget Commission or the 991 Legislature addresses the issue. Notwithstanding such 992 requirement, any project exceeding \$5 million must be approved 993 by the Legislative Budget Commission before <del>prior to</del> the funds 994 are being released. 995 (6) (d) Upon the approval of the Governor, the department 996 shall issue a letter certifying the applicant as qualified for 997 an award. The department and the business shall enter into a 998 contract that sets forth the performance conditions for payment 999 of moneys from the fund. Such payment may not be made to the 1000 business until the scheduled performance conditions have been 1001 met. The contract must include the total amount of funds 1002 awarded; the performance conditions that must be met to obtain 1003 the award, including, but not limited to, net new employment in 1004 the state, average salary, and total capital investment; 1005 demonstrate a baseline of current service and a measure of 1006 enhanced capability; the methodology for validating performance; 1007 the schedule of payments from the fund; the amount of local 1008 financial support that will be annually available and that will 1009 be paid into the Economic Development Trust Fund; and sanctions 1010 for failure to meet performance conditions. The contract must 1011 provide that payment of moneys from the fund is contingent upon 1012 sufficient appropriation of funds by the Legislature. The 1013 department may not enter into a contract with a business if the local financial support resolution is not passed by the local 1014 1015 governing body within 90 days after the department has issued 1016 the letter of certification. 1017 (7) (e) The department shall validate contractor performance

1018 and report such validation in the annual incentives report

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1010	577-02554A-16 20161646c1
1019	required under s. 288.907.
1020	(8) (a) (4) Funds appropriated by the Legislature for
1021	purposes of implementing this section shall be placed in reserve
1022	and may only be released pursuant to the legislative
1023	consultation and review requirements set forth in this section.
1024	(b) A scheduled payment from the fund may not be approved
1025	for a business unless the required local financial support has
1026	been paid into the account for that project. Funding from local
1027	sources includes any tax abatement granted to that business
1028	under s. 196.1995 or the appraised market value of municipal or
1029	county land conveyed or provided at a discount to that business.
1030	The amount of any scheduled payment from the fund to such
1031	business approved under this section must be reduced by the
1032	amount of any such tax abatement granted or the value of the
1033	land granted. A report listing all sources of the local
1034	financial support shall be provided to the department when such
1035	support is paid to the account.
1036	Section 15. Paragraph (b) of subsection (2), paragraphs (a)
1037	and (d) of subsection (4), and paragraph (b) of subsection (8)
1038	of section 288.1089, Florida Statutes, are amended to read:
1039	288.1089 Innovation Incentive Program
1040	(2) As used in this section, the term:
1041	(b) "Average private sector wage" means the statewide
1042	average wage in the private sector or the average of all private
1043	sector wages in the county or in the standard metropolitan area
1044	in which the project is located as determined by the department.
1045	(4) To qualify for review by the department, the applicant
1046	must, at a minimum, establish the following to the satisfaction
1047	of the department:
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1048 (a) The jobs created by the project must pay an estimated 1049 annual average wage equaling at least 130 percent of the average 1050 private sector wage in the area. The department may waive this 1051 average wage requirement at the request of Enterprise Florida, 1052 Inc., for a project located in a rural area, a brownfield area, 1053 or an enterprise zone, when the merits of the individual project 1054 or the specific circumstances in the community in relationship 1055 to the project warrant such action. A recommendation for waiver 1056 by Enterprise Florida, Inc., must include a specific 1057 justification for the waiver and be transmitted to the 1058 department in writing. If the department elects to waive the 1059 wage requirement, the waiver must be stated in writing and 1060 explain the reasons for granting the waiver must be explained.

1061 (d) For an alternative and renewable energy project in this 1062 state, the project must:

1063 1. Demonstrate a plan for significant collaboration with an 1064 institution of higher education;

1065 2. Provide the state, at a minimum, a cumulative break-even 1066 economic benefit within a 20-year period;

1067 3. Include matching funds provided by the applicant or 1068 other available sources. The match requirement may be reduced or 1069 waived in rural areas of opportunity or reduced in rural areas, 1070 brownfield areas, and enterprise zones;

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4. Be located in this state; and

10725. Provide at least 35 direct, new jobs that pay an1073estimated annual average wage that equals at least 130 percent1074of the average private sector wage in the area.

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(8)

(b) Additionally, agreements signed on or after July 1,

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577-02554A-16 20161646c1 1077  $\frac{2009_{T}}{1000}$  must include the following provisions: 1078 1. Notwithstanding subsection (4), a requirement that the 1079 jobs created by the recipient of the incentive funds pay an 1080 annual average wage at least equal to the relevant industry's 1081 annual average wage or at least 130 percent of the average 1082 private sector wage in the area, whichever is greater. 1083 2. A reinvestment requirement. Each recipient of an award 1084 shall reinvest up to 15 percent of net royalty revenues, 1085 including revenues from spin-off companies and the revenues from 1086 the sale of stock it receives from the licensing or transfer of 1087 inventions, methods, processes, and other patentable discoveries 1088 conceived or reduced to practice using its facilities in Florida 1089 or its Florida-based employees, in whole or in part, and to 1090 which the recipient of the grant becomes entitled during the 20 1091 years following the effective date of its agreement with the 1092 department. Each recipient of an award also shall reinvest up to 1093 15 percent of the gross revenues it receives from naming 1094 opportunities associated with any facility it builds in this 1095 state. Reinvestment payments shall commence no later than 6 1096 months after the recipient of the grant has received the final 1097 disbursement under the contract and shall continue until the 1098 maximum reinvestment, as specified in the contract, has been 1099 paid. Reinvestment payments shall be remitted to the department 1100 for deposit in the Biomedical Research Trust Fund for companies specializing in biomedicine or life sciences, or in the Economic 1101 1102 Development Trust Fund for companies specializing in fields other than biomedicine or the life sciences. If these trust 1103 1104 funds no longer exist at the time of the reinvestment, the state's share of reinvestment shall be deposited in their 1105

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1106	successor trust funds as determined by law. Each recipient of an
1107	award shall annually submit a schedule of the shares of stock
1108	held by it as payment of the royalty required by this paragraph
1109	and report on any trades or activity concerning such stock. Each
1110	recipient's reinvestment obligations survive the expiration or
1111	termination of its agreement with the state.
1112	3. Requirements for the establishment of internship
1113	programs or other learning opportunities for educators and
1114	secondary, postsecondary, graduate, and doctoral students.
1115	4. A requirement that the recipient submit quarterly
1116	reports and annual reports related to activities and performance
1117	to the department, according to standardized reporting periods.
1118	5. A requirement for an annual accounting to the department
1119	of the expenditure of funds disbursed under this section.
1120	6. A process for amending the agreement.
1121	Section 16. Effective July 1, 2016, subsection (7) of
1122	section 288.11621, Florida Statutes, is amended to read:
1123	288.11621 Spring training baseball franchises
1124	(7) STRATEGIC PLANNINGThe department shall request
1125	assistance from <u>the Florida Sports Foundation</u> <del>Enterprise</del>
1126	Florida, Inc., and the Florida Grapefruit League Association to
1127	develop a comprehensive strategic plan to:
1128	(a) Finance spring training facilities.
1129	(b) Monitor and oversee the use of state funds awarded to
1130	applicants.
1131	(c) Identify the financial impact that spring training has
1132	on the state and ways in which to maintain or improve that
1133	impact.
1134	(d) Identify opportunities to develop public-private

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577-02554A-16 20161646c1 1135 partnerships to engage in marketing activities and advertise 1136 spring training baseball. (e) Identify efforts made by other states to maintain or 1137 1138 develop partnerships with baseball spring training teams. 1139 (f) Develop recommendations for the Legislature to sustain 1140 or improve this state's spring training tradition. Section 17. Subsections (1) and (3), paragraph (a) of 1141 subsection (5), paragraph (e) of subsection (7), and subsections 1142 1143 (11) through (14) of section 288.11625, Florida Statutes, are 1144 amended to read: 1145 288.11625 Sports development.-1146 (1) ADMINISTRATION.-The department shall serve as the state 1147 agency responsible for screening applicants for state funding under s. 212.20(6)(d)6.e. s. 212.20(6)(d)6.f. 1148 1149 (3) PURPOSE.-The purpose of this section is to provide 1150 applicants state funding under s. 212.20(6)(d)6.e. s. 1151 212.20(6)(d)6.f. for the public purpose of constructing, 1152 reconstructing, renovating, or improving a facility. 1153 (5) EVALUATION PROCESS.-1154 (a) Before recommending an applicant to receive a state 1155 distribution under s. 212.20(6)(d)6.e. s. 212.20(6)(d)6.f., the 1156 department must verify that: 1157 1. The applicant or beneficiary is responsible for the 1158 construction, reconstruction, renovation, or improvement of a 1159 facility and obtained at least three bids for the project. 1160 2. If the applicant is not a unit of local government, a unit of local government holds title to the property on which 1161 1162 the facility and project are, or will be, located. 1163 3. If the applicant is a unit of local government in whose

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577-02554A-16 20161646c1 1164 jurisdiction the facility is, or will be, located, the unit of 1165 local government has an exclusive intent agreement to negotiate 1166 in this state with the beneficiary. 4. A unit of local government in whose jurisdiction the 1167 1168 facility is, or will be, located supports the application for 1169 state funds. Such support must be verified by the adoption of a 1170 resolution, after a public hearing, that the project serves a 1171 public purpose. 5. The applicant or beneficiary has not previously 1172 1173 defaulted or failed to meet any statutory requirements of a 1174 previous state-administered sports-related program under s. 1175 288.1162, s. 288.11621, s. 288.11631, or this section. 1176 Additionally, the applicant or beneficiary is not currently 1177 receiving state distributions under s. 212.20 for the facility

1178 that is the subject of the application, unless the applicant 1179 demonstrates that the franchise that applied for a distribution 1180 under s. 212.20 no longer plays at the facility that is the 1181 subject of the application.

1182 6. The applicant or beneficiary has sufficiently 1183 demonstrated a commitment to employ residents of this state, 1184 contract with Florida-based firms, and purchase locally 1185 available building materials to the greatest extent possible.

1186 7. If the applicant is a unit of local government, the 1187 applicant has a certified copy of a signed agreement with a 1188 beneficiary for the use of the facility. If the applicant is a 1189 beneficiary, the beneficiary must enter into an agreement with 1190 the department. The applicant's or beneficiary's agreement must 1191 also require the following:

1192

a. The beneficiary must reimburse the state for state funds

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1193	that will be distributed if the beneficiary relocates or no
1194	longer occupies or uses the facility as the facility's primary
1195	tenant before the agreement expires. Reimbursements must be sent
1196	to the Department of Revenue for deposit into the General
1197	Revenue Fund.
1198	b. The beneficiary must pay for signage or advertising
1199	within the facility. The signage or advertising must be placed
1200	in a prominent location as close to the field of play or
1201	competition as is practicable, must be displayed consistent with
1202	signage or advertising in the same location and of like value,
1203	and must feature Florida advertising approved by the Florida
1204	Tourism Industry Marketing Corporation.
1205	8. The project will commence within 12 months after
1206	receiving state funds or did not commence before January 1,
1207	2013.
1208	(7) CONTRACT.—An applicant approved by the Legislature and
1209	certified by the department must enter into a contract with the
1210	department which:
1211	(e) Requires the applicant to reimburse the state by
1212	electing to do one of the following:
1213	1. After all distributions have been made, reimburse at the
1214	end of the contract term any amount by which the total
1215	distributions made under <u>s. 212.20(6)(d)6.e.</u> <del>s. 212.20(6)(d)6.f.</del>
1216	exceed actual new incremental state sales taxes generated by
1217	sales at the facility during the contract, plus a 5 percent
1218	penalty on that amount.
1219	2. After the applicant begins to submit the independent
1220	analysis under paragraph (c), reimburse each year any amount by
1221	which the previous year's annual distribution exceeds 75 percent

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577-02554A-16 20161646c1 1222 of the actual new incremental state sales taxes generated by 1223 sales at the facility. 1224 1225 Any reimbursement due to the state must be made within 90 days 1226 after the applicable distribution under this paragraph. If the 1227 applicant is unable or unwilling to reimburse the state for such 1228 amount, the department may place a lien on the applicant's 1229 facility. If the applicant is a municipality or county, it may 1230 reimburse the state from its half-cent sales tax allocation, as 1231 provided in s. 218.64(3). Reimbursements must be sent to the 1232 Department of Revenue for deposit into the General Revenue Fund. 1233 (11) APPLICATION RELATED TO NEW FACILITIES OR PROJECTS 1234 COMMENCED BEFORE JULY 1, 2014.-Notwithstanding paragraph (4) (c), 1235 the Legislative Budget Commission may approve an application for 1236 state funds by an applicant for a new facility or a project 1237 commenced between March 1, 2013, and July 1, 2014. Such an 1238 application may be submitted after May 1, 2014. The department 1239 must review the application and recommend approval to the 1240 Legislature or deny the application. The Legislative Budget 1241 Commission may approve applications on or after January 1, 2015. 1242 The department must certify the applicant within 45 days of 1243 approval by the Legislative Budget Commission. State funds may 1244 not be distributed until the department notifies the Department 1245 of Revenue that the applicant was approved by the Legislative 1246 Budget Commission and certified by the department. An applicant 1247 certified under this subsection is subject to the provisions and 1248 requirements of this section. An applicant that fails to meet 1249 the conditions of this subsection may reapply during future 1250 application periods.

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(11) (12) REPAYMENT OF DISTRIBUTIONS.—An applicant that is certified under this section may be subject to repayment of distributions upon the occurrence of any of the following:

(a) An applicant's beneficiary has broken the terms of its agreement with the applicant and relocated from the facility or no longer occupies or uses the facility as the facility's primary tenant. The beneficiary must reimburse the state for state funds that will be distributed, plus a 5 percent penalty on that amount, if the beneficiary relocates before the agreement expires.

1261 (b) A determination by the department that an applicant has 1262 submitted information or made a representation that is determined to be false, misleading, deceptive, or otherwise 1263 1264 untrue. The applicant must reimburse the state for state funds 1265 that have been and will be distributed, plus a 5 percent penalty 1266 on that amount, if such determination is made. If the applicant 1267 is a municipality or county, it may reimburse the state from its 1268 half-cent sales tax allocation, as provided in s. 218.64(3).

(c) Repayment of distributions must be sent to theDepartment of Revenue for deposit into the General Revenue Fund.

1271 <u>(12)(13)</u> HALTING OF PAYMENTS.—The applicant may request in 1272 writing at least 20 days before the next monthly distribution 1273 that the department halt future payments. The department shall 1274 immediately notify the Department of Revenue to halt future 1275 payments.

1276 <u>(13) (14)</u> RULEMAKING.—The department may adopt rules to 1277 implement this section.

1278 Section 18. Paragraph (c) of subsection (2) and paragraphs 1279 (a), (c), and (d) of subsection (3) of section 288.11631,

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577-02554A-16 20161646c1 1280 Florida Statutes, are amended to read: 1281 288.11631 Retention of Major League Baseball spring 1282 training baseball franchises.-1283 (2) CERTIFICATION PROCESS.-1284 (c) Each applicant certified on or after July 1, 2013, 1285 shall enter into an agreement with the department which: 1286 1. Specifies the amount of the state incentive funding to 1287 be distributed. The amount of state incentive funding per 1288 certified applicant may not exceed \$20 million. However, if a 1289 certified applicant's facility is used by more than one spring 1290 training franchise, the maximum amount may not exceed \$50 1291 million, and the Department of Revenue shall make distributions 1292 to the applicant pursuant to s. 212.20(6)(d)6.d. s. 1293 212.20(6)(d)6.e. 1294 2. States the criteria that the certified applicant must 1295 meet in order to remain certified. These criteria must include a 1296 provision stating that the spring training franchise must 1297 reimburse the state for any funds received if the franchise does 1298 not comply with the terms of the contract. If bonds were issued 1299 to construct or renovate a facility for a spring training 1300 franchise, the required reimbursement must be equal to the total 1301 amount of state distributions expected to be paid from the date 1302 the franchise violates the agreement with the applicant through 1303 the final maturity of the bonds. 1304 3. States that the certified applicant is subject to

1304 3. States that the certified applicant is subject to 1305 decertification if the certified applicant fails to comply with 1306 this section or the agreement.

1307 4. States that the department may recover state incentive1308 funds if the certified applicant is decertified.

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577-02554A-16 20161646c1 1309 5. Specifies the information that the certified applicant 1310 must report to the department. 1311 6. Includes any provision deemed prudent by the department. (3) USE OF FUNDS.-1312 1313 (a) A certified applicant may use funds provided under s. 212.20(6)(d)6.d. s. 212.20(6)(d)6.e. only to: 1314 1315 1. Serve the public purpose of constructing or renovating a facility for a spring training franchise. 1316 2. Pay or pledge for the payment of debt service on, or to 1317 1318 fund debt service reserve funds, arbitrage rebate obligations, 1319 or other amounts payable with respect thereto, bonds issued for 1320 the construction or renovation of such facility, or for the 1321 reimbursement of such costs or the refinancing of bonds issued 1322 for such purposes. 1323 (c) The Department of Revenue may not distribute funds 1324 under s. 212.20(6)(d)6.d. s. 212.20(6)(d)6.e. until July 1, 1325 2016. Further, the Department of Revenue may not distribute 1326 funds to an applicant certified on or after July 1, 2013, until 1327 it receives notice from the department that: 1328 1. The certified applicant has encumbered funds under 1329 either subparagraph (a)1. or subparagraph (a)2.; and 1330 2. If applicable, any existing agreement with a spring 1331 training franchise for the use of a facility has expired. 1332 (d)1. All certified applicants shall place unexpended state funds received pursuant to s. 212.20(6)(d)6.d. s. 1333 1334 212.20(6)(d)6.e. in a trust fund or separate account for use 1335 only as authorized in this section. 1336 2. A certified applicant may request that the department 1337 notify the Department of Revenue to suspend further

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1338	distributions of state funds made available under <u>s.</u>
1339	<u>212.20(6)(d)6.d.</u> <del>s. 212.20(6)(d)6.e.</del> for 12 months after
1340	expiration of an existing agreement with a spring training
1341	franchise to provide the certified applicant with an opportunity
1342	to enter into a new agreement with a spring training franchise,
1343	at which time the distributions shall resume.
1344	3. The expenditure of state funds distributed to an
1345	applicant certified after July 1, 2013, must begin within 48
1346	months after the initial receipt of the state funds. In
1347	addition, the construction or renovation of a spring training
1348	facility must be completed within 24 months after the project's
1349	commencement.
1350	Section 19. Section 288.1169, Florida Statutes, is
1351	repealed.
1352	Section 20. Effective July 1, 2016, notwithstanding the
1353	repeal of section 288.1229, Florida Statutes, in s. 485, chapter
1354	2011-142, Laws of Florida, section 288.1229, Florida Statutes,
1355	is revived, reenacted, and amended to read:
1356	288.1229 Promotion and development of sports-related
1357	industries and amateur athletics; direct-support organization
1358	established; powers and duties
1359	(1) The Department of Economic Opportunity shall establish
1360	a direct-support organization known as the Florida Sports
1361	Foundation. The foundation shall The Office of Tourism, Trade,
1362	and Economic Development may authorize a direct-support
1363	<del>organization to</del> assist the <u>department</u> <del>office</del> in:
1364	(a) The promotion and development of the sports industry
1365	and related industries for the purpose of improving the economic
1366	presence of these industries in Florida.

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1367	(b) The promotion of amateur athletic participation for the
1368	citizens of Florida and the promotion of Florida as a host for
1369	national and international amateur athletic competitions for the
1370	purpose of encouraging and increasing the direct and ancillary
1371	economic benefits of amateur athletic events and competitions.
1372	(c) The retention of professional sports franchises,
1373	including the spring training operations of Major League
1374	Baseball.
1375	(2) The Florida Sports Foundation To be authorized as a
1376	direct-support organization, an organization must:
1377	(a) Be incorporated as a corporation not for profit
1378	pursuant to chapter 617.
1379	(b) <u>1.</u> Be governed by a board of directors, which must
1380	consist of $\underline{20}$ <del>up to 15</del> members appointed by the Governor, which
1381	include:
1382	a. Ten members representing Florida major league franchises
1383	of Major League Baseball, National Basketball Association,
1384	National Football League, Arena Football League, National Hockey
1385	League, and Major League Soccer teams domiciled in this state.
1386	b. A member representing Florida Sports Commissions.
1387	c. A member representing the boating and fishing industries
1388	in Florida.
1389	d. A member representing the golf industry in Florida.
1390	e. A member representing Major League Baseball spring
1391	training.
1392	f. A member representing the auto racing industry in
1393	Florida.
1394	g. Five members at-large and up to 15 members appointed by
1395	the existing board of directors. In making <u>at-large</u>
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1396	appointments, the governor <del>board</del> must consider a potential
1397	member's background in community service and sports activism in,
1398	and financial support of, the sports industry, professional
1399	sports, or organized amateur athletics. Members must be
1400	residents of the state and highly knowledgeable about or active
1401	in professional or organized amateur sports.
1402	2. The board must contain representatives of all
1403	geographical regions of the state and must represent ethnic and
1404	gender diversity. The terms of office of the members shall be $4$
1405	years. No member may serve more than two consecutive terms. The
1406	Governor may remove any member for cause and shall fill all
1407	vacancies that occur.
1408	(c) Have as its purpose, as stated in its articles of
1409	incorporation, to receive, hold, invest, and administer
1410	property; to raise funds and receive gifts; and to promote and
1411	develop the sports industry and related industries for the
1412	purpose of increasing the economic presence of these industries
1413	in Florida.
1414	(d) Have a prior determination by the <u>department</u> <del>Office of</del>
1415	Tourism, Trade, and Economic Development that the organization
1416	will benefit the <u>department</u> <del>office</del> and act in the best interests
1417	of the state as a direct-support organization to the <u>department</u>
1418	office.
1419	(3) The Florida Sports Foundation shall operate under
1420	contract with the department. The department shall enter into a
1421	contract with the foundation by July 1, 2016. The contract must
1422	provide Office of Tourism, Trade, and Economic Development shall
1423	contract with the organization and shall include in the contract
1424	that:

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577-02554A-16 20161646c1 (a) The department office may review the foundation's 1425 1426 organization's articles of incorporation. (b) The foundation organization shall submit an annual 1428 budget proposal to the department office, on a form provided by 1429 the department office, in accordance with department office procedures for filing budget proposals based upon the recommendation of the department office. (c) Any funds that the foundation organization holds in 1433 trust will revert to the state upon the expiration or 1434 cancellation of the contract. (d) The foundation organization is subject to an annual financial and performance review by the department office to determine whether the foundation organization is complying with the terms of the contract and whether it is acting in a manner consistent with the goals of the department office and in the best interests of the state. 1441 (e) The fiscal year of the foundation begins organization 1442 will begin July 1 of each year and ends end June 30 of the next 1443 ensuing year. 1444 (4) The department Office of Tourism, Trade, and Economic 1445 Development may allow the foundation organization to use the 1446 property, facilities, personnel, and services of the department 1447 office if the foundation organization provides equal employment 1448 opportunities to all persons regardless of race, color, 1449 religion, sex, age, or national origin, subject to the approval 1450 of the executive director of the department office.

1451 (5) The foundation organization shall provide for an annual financial audit in accordance with s. 215.981. 1452

(6) The foundation organization is not granted any taxing

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577-02554A-16 20161646c1 1454 power. 1455 (7) In exercising the power provided in this section, the 1456 Office of Tourism, Trade, and Economic Development may authorize 1457 and contract with the direct-support organization existing on 1458 June 30, 1996, and authorized by the former Florida Department 1459 of Commerce to promote sports-related industries. An appointed 1460 member of the board of directors of such direct-support 1461 organization as of June 30, 1996, may serve the remainder of his 1462 or her unexpired term. 1463 (7) (8) To promote amateur sports and physical fitness, the 1464 foundation direct-support organization shall: 1465 (a) Develop, foster, and coordinate services and programs 1466 for amateur sports for the people of Florida. 1467 (b) Sponsor amateur sports workshops, clinics, conferences, and other similar activities. 1468 1469 (c) Give recognition to outstanding developments and 1470 achievements in, and contributions to, amateur sports. 1471 (d) Encourage, support, and assist local governments and 1472 communities in the development of or hosting of local amateur 1473 athletic events and competitions. 1474 (e) Promote Florida as a host for national and 1475 international amateur athletic competitions. 1476 (f) Develop a statewide programs program of amateur 1477 athletic competition to be known as the "Florida Senior Games" and the "Sunshine State Games." 1478 1479 (g) Continue the successful amateur sports programs 1480 previously conducted by the Florida Governor's Council on 1481 Physical Fitness and Amateur Sports created under former s. 1482 14.22.

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577-02554A-16 20161646c1 1483 (h) Encourage and continue the use of volunteers in its 1484 amateur sports programs to the maximum extent possible. 1485 (i) Develop, foster, and coordinate services and programs 1486 designed to encourage the participation of Florida's youth in 1487 Olympic sports activities and competitions. 1488 (j) Foster and coordinate services and programs designed to 1489 contribute to the physical fitness of the citizens of Florida. 1490 (8) (9) (a) The Sunshine State Games and Florida Senior Games shall both be patterned after the Summer Olympics with 1491 1492 variations as necessitated by availability of facilities, 1493 equipment, and expertise. The games shall be designed to 1494 encourage the participation of athletes representing a broad 1495 range of age groups, skill levels, and Florida communities. Participants shall be residents of this state. Regional 1496 1497 competitions shall be held throughout the state, and the top 1498 qualifiers in each sport shall proceed to the final competitions 1499 to be held at a site in the state with the necessary facilities 1500 and equipment for conducting the competitions. 1501 (b) The department Executive Office of the Governor is 1502 authorized to permit the use of property, facilities, and 1503 personal services of or at any State University System facility 1504 or institution by the direct-support organization operating the 1505 Sunshine State Games and Florida Senior Games. For the purposes 1506 of this paragraph, personal services includes full-time or part-1507 time personnel as well as payroll processing. 1508 Section 21. Section 288.125, Florida Statutes, is amended

1509 to read: 1510 288.125 Definition of term "entertainment industry."-For

1511 the purposes of <u>ss. 288.1254</u>, <u>288.1256</u>, <u>288.1258</u>, <u>288.913</u>,

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i	577-02554A-16 20161646c1
1512	<u>288.914, and 288.915</u> <del>ss. 288.1251-288.1258</del> , the term
1513	"entertainment industry" means those persons or entities engaged
1514	in the operation of motion picture or television studios or
1515	recording studios; those persons or entities engaged in the
1516	preproduction, production, or postproduction of motion pictures,
1517	made-for-television movies, television programming, digital
1518	media projects, commercial advertising, music videos, or sound
1519	recordings; and those persons or entities providing products or
1520	services directly related to the preproduction, production, or
1521	postproduction of motion pictures, made-for-television movies,
1522	television programming, digital media projects, commercial
1523	advertising, music videos, or sound recordings, including, but
1524	not limited to, the broadcast industry.
1525	Section 22. Section 288.1251, Florida Statutes, is
1526	renumbered as section 288.913, Florida Statutes, and amended to
1527	read:
1528	288.913 288.1251 Promotion and development of entertainment
1529	industry; <u>Division</u> Office of Film and Entertainment; creation;
1530	purpose; powers and duties
1531	(1) CREATION
1532	<del>(a)</del> <u>The Division of Film and Entertainment</u> <del>There</del> is <del>hereby</del>
1533	created within Enterprise Florida, Inc., the department the
1534	Office of Film and Entertainment for the purpose of developing,
1535	recruiting, marketing, promoting, and providing services to the
1536	state's entertainment industry. The division shall serve as a
1537	liaison between the entertainment industry and other state and
1538	local governmental agencies, local film commissions, and labor
1539	organizations.
1540	(2) (b) COMMISSIONER.—The president of Enterprise Florida,

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1541	Inc., shall appoint the film and entertainment commissioner, who
1542	is subject to confirmation by the Senate, within 90 days after
1543	the effective date of this act department shall conduct a
1544	national search for a qualified person to fill the position of
1545	Commissioner of Film and Entertainment when the position is
1546	vacant. The executive director of the department has the
1547	responsibility to hire the film commissioner. The commissioner
1548	is subject to the requirements of s. 288.901(1)(c).
1549	Qualifications for the film commissioner include, but are not
1550	limited to, the following:
1551	<u>(a)<del>1.</del> At least 5 years'</u> <del>A</del> working knowledge of <u>and</u>
1552	experience with the equipment, personnel, financial, and day-to-
1553	day production operations of the industries to be served by the
1554	division Office of Film and Entertainment;
1555	(b) 2. Marketing and promotion experience related to the
1556	film and entertainment industries to be served;
1557	<u>(c)</u> 3. Experience working with a variety of individuals
1558	representing large and small entertainment-related businesses,
1559	industry associations, local community entertainment industry
1560	liaisons, and labor organizations; and
1561	(d)4. Experience working with a variety of state and local
1562	governmental agencies; and.
1563	(e) A record of high-level involvement in production deals
1564	and contacts with industry decisionmakers.
1565	(3) (2) POWERS AND DUTIES
1566	(a) <u>In the performance of its duties</u> , the <u>Division</u> <del>Office</del>
1567	of Film and Entertainment, in performance of its duties, shall
1568	develop and periodically <del>:</del>
1569	1. In consultation with the Florida Film and Entertainment

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1570	Advisory Council, update <u>a 5-year</u> the strategic plan every 5
1571	<del>years</del> to guide the activities of the <u>division</u> <del>Office of Film and</del>
1572	Entertainment in the areas of entertainment industry
1573	development, marketing, promotion, liaison services, field
1574	office administration, and information. The plan <u>must</u> shall:
1575	a. be annual in construction and ongoing in nature.
1576	1. At a minimum, the plan must address the following:
1577	<u>a.</u> b. Include recommendations relating to The organizational
1578	structure of the division, including any field offices outside
1579	the state office.
1580	b. The coordination of the division with local or regional
1581	offices maintained by counties and regions of the state, local
1582	film commissions, and labor organizations, and the coordination
1583	of such entities with each other to facilitate a working
1584	relationship.
1585	c. Strategies to identify, solicit, and recruit
1586	entertainment production opportunities for the state, including
1587	implementation of programs for rural and urban areas designed to
1588	develop and promote the state's entertainment industry.
1589	<u>d.</u> c. Include An annual budget projection for the <u>division</u>
1590	office for each year of the plan.
1591	d. Include an operational model for the office to use in
1592	implementing programs for rural and urban areas designed to:
1593	(I) develop and promote the state's entertainment industry.
1594	(II) Have the office serve as a liaison between the
1595	entertainment industry and other state and local governmental
1596	agencies, local film commissions, and labor organizations.
1597	(III) Gather statistical information related to the state's
1598	entertainment industry.

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577-02554A-16 20161646c1 1599 e. (IV) Provision of Provide information and service to 1600 businesses, communities, organizations, and individuals engaged 1601 in entertainment industry activities. 1602 (V) Administer field offices outside the state and 1603 coordinate with regional offices maintained by counties and 1604 regions of the state, as described in sub-subparagraph (II), 1605 as necessary. 1606 f.e. Include Performance standards and measurable outcomes 1607 for the programs to be implemented by the division office. 1608 2. The plan shall be annually reviewed and approved by the 1609 board of directors of Enterprise Florida, Inc. 1610 f. Include an assessment of, and make recommendations on, 1611 the feasibility of creating an alternative public-private 1612 partnership for the purpose of contracting with such a 1613 partnership for the administration of the state's entertainment 1614 industry promotion, development, marketing, and service 1615 programs. 1616 2. Develop, market, and facilitate a working relationship between state agencies and local governments in cooperation with 1617 1618 local film commission offices for out-of-state and indigenous 1619 entertainment industry production entities. 1620 3. Implement a structured methodology prescribed for 1621 coordinating activities of local offices with each other and the commissioner's office. 1622 1623 (b) The division shall also: 1624 1.4. Represent the state's indigenous entertainment 1625 industry to key decisionmakers within the national and 1626 international entertainment industry, and to state and local 1627 officials.

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1656

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577-02554A-16 20161646c1 1628 2.5. Prepare an inventory and analysis of the state's 1629 entertainment industry, including, but not limited to, information on crew, related businesses, support services, job 1630 creation, talent, and economic impact and coordinate with local 1631 1632 offices to develop an information tool for common use. 1633 3.6. Identify, solicit, and recruit entertainment 1634 production opportunities for the state. 1635 4.7. Assist rural communities and other small communities 1636 in the state in developing the expertise and capacity necessary 1637 for such communities to develop, market, promote, and provide 1638 services to the state's entertainment industry. 1639 (c) (b) The division Office of Film and Entertainment, in 1640 the performance of its duties, may: 1641 1. Conduct or contract for specific promotion and marketing 1642 functions, including, but not limited to, production of a statewide directory, production and maintenance of a an Internet 1643 1644 website, establishment and maintenance of a toll-free telephone 1645 number, organization of trade show participation, and 1646 appropriate cooperative marketing opportunities. 1647 2. Conduct its affairs, carry on its operations, establish 1648 offices, and exercise the powers granted by this act in any 1649 state, territory, district, or possession of the United States. 1650 3. Carry out any program of information, special events, or 1651 publicity designed to attract the entertainment industry to Florida. 1652 1653 4. Develop relationships and leverage resources with other 1654 public and private organizations or groups in their efforts to 1655 publicize to the entertainment industry in this state, other

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states, and other countries the depth of Florida's entertainment

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1657 industry talent, crew, production companies, production 1658 equipment resources, related businesses, and support services, 1659 including the establishment of and expenditure for a program of 1660 cooperative advertising with these public and private 1661 organizations and groups in accordance with the provisions of 1662 chapter 120. 1663 5. Provide and arrange for reasonable and necessary promotional items and services for such persons as the division 1664 1665 office deems proper in connection with the performance of the 1666 promotional and other duties of the division office. 1667 6. Prepare an annual economic impact analysis on 1668 entertainment industry-related activities in the state. 7. Request or accept any grant, payment, or gift of funds 1669 1670 or property made by this state, the United States, or any 1671 department or agency thereof, or by any individual, firm, corporation, municipality, county, or organization, for any or 1672 1673 all of the purposes of the division's Office of Film and 1674 Entertainment's 5-year strategic plan or those permitted 1675 activities authorized by enumerated in this paragraph. Such 1676 funds shall be deposited in a separate account with Enterprise 1677 Florida, Inc., the Grants and Donations Trust Fund of the 1678 Executive Office of the Governor for use by the division Office 1679 of Film and Entertainment in carrying out its responsibilities 1680 and duties as delineated in law. The division office may expend 1681 such funds in accordance with the terms and conditions of any 1682 such grant, payment, or gift in the pursuit of its 1683 administration or in support of fulfilling its duties and 1684 responsibilities. The division office shall separately account 1685 for the public funds and the private funds deposited into the

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House of Representatives.

577-02554A-16 20161646c1 1686 account trust fund. 1687 Section 23. Section 288.1252, Florida Statutes, is renumbered as section 288.914, Florida Statutes, and amended to 1688 1689 read: 288.914 288.1252 Florida Film and Entertainment Advisory Council; creation; purpose; membership; powers and duties.-(1) CREATION.-There is created within the department, for administrative purposes only, the Florida Film and Entertainment Advisory Council. (1) (2) CREATION AND PURPOSE. - The Florida Film and Entertainment Advisory Council is created purpose of the Council 1697 is to serve as an advisory body to the Division of Film and 1698 Entertainment within Enterprise Florida, Inc., and department 1699 and to the Office of Film and Entertainment to provide these 1700 offices with industry insight and expertise related to 1701 developing, marketing, and promoting, and providing service to 1702 the state's entertainment industry. 1703 (2) (3) MEMBERSHIP.-1704 (a) The council shall consist of 11  $\frac{17}{17}$  members, 5 7 to be 1705 appointed by the Governor, 3 - 5 to be appointed by the President 1706 of the Senate, and 3  $\frac{5}{5}$  to be appointed by the Speaker of the

1708 (b) When making appointments to the council, the Governor, 1709 the President of the Senate, and the Speaker of the House of 1710 Representatives shall appoint persons who are residents of the 1711 state and who are highly knowledgeable of, active in, and 1712 recognized as leaders in Florida's motion picture, television, 1713 video, sound recording, or other entertainment industries. These 1714 persons must shall include, but need not be limited to,

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CODING: Words stricken are deletions; words underlined are additions.

1707

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577-02554A-16 20161646c1 1715 representatives of local film commissions, representatives of 1716 entertainment associations, a representative of the broadcast 1717 industry, representatives of labor organizations in the 1718 entertainment industry, and board chairs, presidents, chief 1719 executive officers, chief operating officers, or persons of 1720 comparable executive position or stature of leading or otherwise 1721 important entertainment industry businesses and offices. Council 1722 members must shall be appointed in such a manner as to equitably 1723 represent the broadest spectrum of the entertainment industry 1724 and geographic areas of the state. 1725 (c) Council members shall serve for 4-year terms. A council 1726 member serving as of July 1, 2016, may serve the remainder of 1727 his or her term, but upon the conclusion of the term or upon 1728 vacancy, the appointment must be made in accordance with this 1729 section. 1730 (d) Subsequent appointments shall be made by the official 1731 who appointed the council member whose expired term is to be 1732 filled. 1733 (e) In addition to the 11 17 appointed members of the 1734 council, 1 representative from each of Enterprise Florida, Inc., 1735 CareerSource Florida, Inc., and VISIT Florida shall serve as ex 1736 officio, nonvoting members of the council. 1737 (f) Absence from three consecutive meetings shall result in 1738 automatic removal from the council. 1739 (q) A vacancy on the council shall be filled for the 1740 remainder of the unexpired term by the official who appointed 1741 the vacating member. 1742

(h) No more than one member of the council may be anemployee of any one company, organization, or association.

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577-02554A-16 20161646c1 1744 (i) Any member shall be eligible for reappointment but may 1745 not serve more than two consecutive terms. (3) (4) MEETINGS; ORGANIZATION.-1746 1747 (a) The council shall meet at least no less frequently than 1748 once each quarter of the calendar year, and but may meet more 1749 often as determined necessary set by the council. 1750 (b) The council shall annually elect from its appointed 1751 membership one member to serve as chair of the council and one 1752 member to serve as vice chair. The Division Office of Film and 1753 Entertainment shall provide staff assistance to the council, 1754 which must shall include, but need not be limited to, keeping 1755 records of the proceedings of the council $_{\mathcal{T}}$  and serving as 1756 custodian of all books, documents, and papers filed with the 1757 council. 1758 (c) A majority of the members of the council constitutes 1759 shall constitute a quorum. 1760 (d) Members of the council shall serve without 1761 compensation, but are shall be entitled to reimbursement for per 1762 diem and travel expenses in accordance with s. 112.061 while in 1763 performance of their duties. 1764 (4) (5) POWERS AND DUTIES. - The Florida Film and 1765 Entertainment Advisory Council has shall have all the power 1766 powers necessary or convenient to carry out and effectuate the 1767 purposes and provisions of this act, including, but not limited 1768 to, the power to: 1769 (a) Adopt bylaws for the governance of its affairs and the 1770 conduct of its business. 1771 (b) Advise the Division and consult with the Office of Film 1772 and Entertainment on the content, development, and

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577-02554A-16 20161646c1 1773 implementation of the division's 5-year strategic plan to guide 1774 the activities of the office. (c) Review the Commissioner of Film and Entertainment's 1775 1776 administration of the programs related to the strategic plan, 1777 and Advise the Division of Film and Entertainment commissioner on the division's programs and any changes that might be made to better meet the strategic plan. (d) Consider and study the needs of the entertainment industry for the purpose of advising the Division of Film and Entertainment film commissioner and the department. (e) Identify and make recommendations on state agency and local government actions that may have an impact on the entertainment industry or that may appear to industry representatives as an official state or local actions action affecting production in the state, and advise the Division of Film and Entertainment of such actions. (f) Consider all matters submitted to it by the Division of Film and Entertainment film commissioner and the department. (g) Advise and consult with the film commissioner and the 1792 department, at their request or upon its own initiative, 1793 regarding the promulgation, administration, and enforcement of 1794 all laws and rules relating to the entertainment industry. 1795 (g) (h) Suggest policies and practices for the conduct of 1796 business by the Office of Film and Entertainment or by the department that will improve interaction with internal 1797 1798 operations affecting the entertainment industry and will enhance 1799 related state the economic development initiatives of the state 1800 for the industry. (i) Appear on its own behalf before boards, commissions, 1801

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CODING: Words stricken are deletions; words underlined are additions.

577-02554A-16 20161646c1 1802 departments, or other agencies of municipal, county, or state 1803 government, or the Federal Government. 1804 Section 24. Section 288.1253, Florida Statutes, is 1805 renumbered as section 288.915, Florida Statutes, and amended to 1806 read: 1807 288.915 288.1253 Travel and entertainment expenses.-1808 (1) As used in this section, the term "travel expenses" 1809 means the actual, necessary, and reasonable costs of 1810 transportation, meals, lodging, and incidental expenses normally 1811 incurred by an employee of the Division Office of Film and 1812 Entertainment within Enterprise Florida, Inc., as which costs 1813 are defined and prescribed by rules adopted by the department 1814 rule, subject to approval by the Chief Financial Officer. 1815 (2) Notwithstanding the provisions of s. 112.061, the 1816 department shall adopt rules by which the Division of Film and 1817 Entertainment it may make expenditures by reimbursement to: the 1818 Governor, the Lieutenant Governor, security staff of the 1819 Governor or Lieutenant Governor, the Commissioner of Film and 1820 Entertainment, or staff of the Division Office of Film and 1821 Entertainment for travel expenses or entertainment expenses 1822 incurred by such individuals solely and exclusively in 1823 connection with the performance of the statutory duties of the 1824 division Office of Film and Entertainment. The rules are subject 1825 to approval by the Chief Financial Officer before adoption. The 1826 rules shall require the submission of paid receipts, or other 1827 proof of expenditure prescribed by the Chief Financial Officer, 1828 with any claim for reimbursement. 1829

1829 (3) The <u>Division</u> Office of Film and Entertainment shall1830 include in the annual report for the entertainment industry

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577-02554A-16 20161646c1 1831 financial incentive program required under s. 288.1256(10) s. 1832 288.1254(10) a report of the division's office's expenditures 1833 for the previous fiscal year. The report must consist of a 1834 summary of all travel, entertainment, and incidental expenses 1835 incurred within the United States and all travel, entertainment, 1836 and incidental expenses incurred outside the United States, as 1837 well as a summary of all successful projects that developed from 1838 such travel. 1839 (4) The Division Office of Film and Entertainment and its 1840 employees and representatives, when authorized, may accept and 1841 use complimentary travel, accommodations, meeting space, meals, 1842 equipment, transportation, and any other goods or services 1843 necessary for or beneficial to the performance of the division's 1844 office's duties and purposes, so long as such acceptance or use 1845 is not in conflict with part III of chapter 112. The department 1846 shall, by rule, develop internal controls to ensure that such 1847 goods or services accepted or used pursuant to this subsection 1848 are limited to those that will assist solely and exclusively in 1849 the furtherance of the division's office's goals and are in 1850 compliance with part III of chapter 112. Notwithstanding this 1851 subsection, the division and its employees and representatives 1852 may not accept any complimentary travel, accommodations, meeting 1853 space, meals, equipment, transportation, or other goods or 1854 services from an entity or a party, including an employee, a 1855 designee, or a representative of such entity or party, which has 1856 received, has applied to receive, or anticipates that it will 1857 receive through an application, funds under s. 288.1256. If the 1858 division or its employee or representative accepts such goods or

1859 services, the division or its employee or representative is

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### 1860 subject to the penalties provided in s. 112.317.

1861 (5) A Any claim submitted under this section is not 1862 required to be sworn to before a notary public or other officer 1863 authorized to administer oaths, but a any claim authorized or 1864 required to be made under any provision of this section shall 1865 contain a statement that the expenses were actually incurred as 1866 necessary travel or entertainment expenses in the performance of 1867 official duties of the Division Office of Film and Entertainment 1868 and shall be verified by written declaration that it is true and 1869 correct as to every material matter. A Any person who willfully 1870 makes and subscribes to a any claim that which he or she does 1871 not believe to be true and correct as to every material matter 1872 or who willfully aids or assists in, procures, or counsels or 1873 advises with respect to, the preparation or presentation of a 1874 claim pursuant to this section which that is fraudulent or false 1875 as to any material matter, whether such falsity or fraud is with 1876 the knowledge or consent of the person authorized or required to 1877 present the claim, commits a misdemeanor of the second degree, 1878 punishable as provided in s. 775.082 or s. 775.083. Whoever 1879 receives a reimbursement by means of a false claim is civilly 1880 liable, in the amount of the overpayment, for the reimbursement 1881 of the public fund from which the claim was paid. 1882 Section 25. Paragraph (a) of subsection (5), paragraph (c)

1882 Section 25. Paragraph (a) of subsection (5), paragraph (c) 1883 of subsection (9), and subsections (10) and (11) of section 1884 288.1254, Florida Statutes, are amended to read:

1885 288.1254 Entertainment industry financial incentive 1886 program.-

(5) TRANSFER OF TAX CREDITS.-

1887

1888

(a) Authorization.-Upon application to the Office of Film

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577-02554A-16 20161646c1 1889 and Entertainment and approval by the department, a certified 1890 production company, or a partner or member that has received a 1891 distribution under paragraph (4)(g), may elect to transfer, in 1892 whole or in part, any unused credit amount granted under this 1893 section. An election to transfer any unused tax credit amount 1894 under chapter 212 or chapter 220 must be made no later than 5 1895 years after the date the credit is awarded, after which period 1896 the credit expires and may not be used. The department shall 1897 notify the Department of Revenue of the election and transfer.

1898 (9) AUDIT AUTHORITY; REVOCATION AND FORFEITURE OF TAX1899 CREDITS; FRAUDULENT CLAIMS.—

1900 (c) Forfeiture of tax credits.-A determination by the 1901 Department of Revenue, as a result of an audit pursuant to 1902 paragraph (a) or from information received from the department 1903 Office of Film and Entertainment, that an applicant received tax 1904 credits pursuant to this section to which the applicant was not 1905 entitled is grounds for forfeiture of previously claimed and 1906 received tax credits. The applicant is responsible for returning 1907 forfeited tax credits to the Department of Revenue, and such 1908 funds shall be paid into the General Revenue Fund of the state. 1909 Tax credits purchased in good faith are not subject to 1910 forfeiture unless the transferee submitted fraudulent 1911 information in the purchase or failed to meet the requirements 1912 in subsection (5).

(10) ANNUAL REPORT.-Each November 1, the <u>department</u> Office of Film and Entertainment shall submit an annual report for the previous fiscal year to the Governor, the President of the Senate, and the Speaker of the House of Representatives which outlines the incentive program's return on investment and

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1918	economic benefits to the state. The report must also include an
1919	estimate of the full-time equivalent positions created by each
1920	production that received tax credits under this section and
1921	information relating to the distribution of productions
1922	receiving credits by geographic region and type of production.
1923	The report must also include the expenditures report required
1924	under <u>s. 288.915(3)</u> <del>s. 288.1253(3)</del> and the information
1925	describing the relationship between tax exemptions and
1926	incentives to industry growth required under s. 288.1258(5).
1927	(11) REPEAL.—This section is repealed <u>April 1, 2016</u> <del>July 1,</del>
1928	2016, except that:
1929	(a) Tax credits certified under paragraph (3)(d) before
1930	April 1, 2016 <del>July 1, 2016</del> , may <u>not</u> be awarded under paragraph
1931	(3)(f) on or after April 1, 2016, and the Department of Revenue
1932	shall deny any credit claimed on a tax return when that credit
1933	was awarded under paragraph (3)(f) on or after April 1, 2016
1934	July 1, 2016, if the other requirements of this section are met.
1935	(b) Tax credits carried forward under paragraph (4)(e)
1936	remain valid for the period specified.
1937	(c) Subsections (5), (8) $\underline{,}$ and (9) shall remain in effect
1938	until July 1, 2021.
1939	Section 26. Section 288.1256, Florida Statutes, is created
1940	to read:
1941	288.1256 Entertainment Action Fund
1942	(1) The Entertainment Action Fund is created within the
1943	department in order to respond to extraordinary opportunities
1944	and to compete effectively with other states to attract and
1945	retain production companies and to provide favorable conditions
1946	for the growth of the entertainment industry in this state.

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577-02554A-16 20161646c1 1947 (2) As used in this section, the term: 1948 (a) "Division" means the Division of Film and Entertainment 1949 within Enterprise Florida, Inc. 1950 (b) "Principal photography" means the filming of major or 1951 significant components of a project which involve lead actors. 1952 (c) "Production" means a theatrical, direct-to-video, or 1953 direct-to-Internet motion picture; a made-for-television motion 1954 picture; visual effects or digital animation sequences produced 1955 in conjunction with a motion picture; a commercial; a music 1956 video; an industrial or educational film; an infomercial; a 1957 documentary film; a television pilot program; a presentation for 1958 a television pilot program; a television series, including, but 1959 not limited to, a drama, a reality show, a comedy, a soap opera, a telenovela, a game show, an awards show, or a miniseries 1960 1961 production; a direct-to-Internet television series; or a digital 1962 media project by the entertainment industry. One season of a 1963 television series is considered one production. The term does 1964 not include a weather or market program; a sporting event or a 1965 sporting event broadcast; a gala; a production that solicits 1966 funds; a home shopping program; a political program; a political 1967 documentary; political advertising; a gambling-related project 1968 or production; a concert production; a local, a regional, or an 1969 Internet-distributed-only news show or current-events show; a 1970 sports news or a sports recap show; a pornographic production; 1971 or any production deemed obscene under chapter 847. A production 1972 may be produced on or by film, tape, or otherwise by means of a 1973 motion picture camera; an electronic camera or device; a tape 1974 device; a computer; any combination of the foregoing; or any other means, method, or device. 1975

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577-02554A-16 20161646c1 1976 (d) "Production company" means a corporation, limited 1977 liability company, partnership, or other legal entity engaged in 1978 one or more productions in this state. 1979 (e) "Production expenditures" means the costs of tangible 1980 and intangible property used for, and services performed primarily and customarily in, production, including 1981 1982 preproduction and postproduction, but excluding costs for development, marketing, and distribution. The term includes, but 1983 1984 is not limited to: 1985 1. Wages, salaries, or other compensation paid to legal 1986 residents of this state, including amounts paid through payroll 1987 service companies, for technical and production crews, directors, producers, and performers. 1988 1989 2. Net expenditures for sound stages, backlots, production editing, digital effects, sound recordings, sets, and set 1990 1991 construction. As used in this paragraph, the term "net 1992 expenditures" means the actual amount of money a project spent 1993 for equipment or other tangible personal property, after 1994 subtracting any consideration received for reselling or 1995 transferring the item after the production ends, if applicable. 1996 3. Net expenditures for rental equipment, including, but 1997 not limited to, cameras and grip or electrical equipment. 4. Up to \$300,000 of the costs of newly purchased computer 1998 software and hardware unique to the project, including servers, 1999 2000 data processing, and visualization technologies, which are 2001 located in and used exclusively in this state for the production 2002 of digital media. 2003 5. Expenditures for meals, travel, and accommodations. 2004 (f) "Project" means a production in this state meeting the

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2033

577-02554A-16 20161646c1 2005 requirements of this section. The term does not include a 2006 production: 2007 1. In which less than 70 percent of the positions that make 2008 up its production cast and below-the-line production crew are 2009 filled by legal residents of this state, whose residency is 2010 demonstrated by a valid Florida driver license or other state-2011 issued identification confirming residency, or students enrolled 2012 full-time in an entertainment-related course of study at an 2013 institution of higher education in this state; or 2014 2. That contains obscene content as defined in s. 2015 847.001(10). 2016 (g) "Qualified expenditures" means production expenditures 2017 incurred in this state by a production company for: 2018 1. Goods purchased or leased from, or services, including, but not limited to, insurance costs and bonding, payroll 2019 2020 services, and legal fees, which are provided by a vendor or 2021 supplier in this state which is registered with the Department 2022 of State or the Department of Revenue, has a physical location 2023 in this state, and employs one or more legal residents of this 2024 state. This does not include rebilled goods or services provided 2025 by an in-state company from out-of-state vendors or suppliers. 2026 If services provided by the vendor or supplier include personal 2027 services or labor, only personal services or labor provided by residents of this state, evidenced by the required documentation 2028 2029 of residency in this state, qualify. 2030 2. Payments to legal residents of this state in the form of 2031 salary, wages, or other compensation up to a maximum of \$400,000 2032 per resident. A completed declaration of residency in this state

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must accompany the documentation submitted to the department for

577-02554A-16 20161646c1 2034 reimbursement. 2035 2036 For a project involving an event, such as an awards show, the 2037 term does not include expenditures solely associated with the 2038 event itself and not directly required by the production. The 2039 term does not include expenditures incurred before the agreement 2040 is signed. The production company may not include in the 2041 calculation for qualified expenditures the original purchase 2042 price for equipment or other tangible property that is later 2043 sold or transferred by the production company for consideration. 2044 In such cases, the qualified expenditure is the net of the 2045 original purchase price minus the consideration received upon 2046 sale or transfer. 2047 (h) "Underutilized county" means a county in which less 2048 than \$500,000 in qualified expenditures were made in the last 2 2049 fiscal years. 2050 (3) A production company may apply for funds from the 2051 Entertainment Action Fund for a production or successive seasons 2052 of a production. The division shall review and evaluate 2053 applications to determine the eligibility of each project 2054 consistent with the requirements of this section. The division shall leverage funds to select projects that maximize the return 2055 2056 to the state. The division must accept applications for at least 2057 3 months, and shall provide public notice of the application 2058 period. The division may allow multiple, nonoverlapping 2059 application periods in a fiscal year subject to the availability 2060 of funds. The division shall review and evaluate applications 2061 timely received during the application period to identify any 2062 competitive projects to recommend for approval as provided in

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2063	this section. The division may determine that no applications
2064	were submitted which meet the requirements of this section and
2065	maximize the return to the state.
2066	(4) The division, in its review and evaluation of
2067	applications, must consider the following criteria, which are
2068	listed in order of priority, with the highest priority given to
2069	paragraph (a):
2070	(a) The number of state residents who will be employed in
2071	full-time equivalent and part-time positions related to the
2072	project, the duration of such employment, and the average wages
2073	paid to such residents. Preference shall be given to a project
2074	that expects to pay higher than the statewide average wage.
2075	(b) The amount of qualified and nonqualified expenditures
2076	that will be made in this state.
2077	(c) Planned or executed contracts with production
2078	facilities or soundstages in this state and the percentage of
2079	principal photography or production activity that will occur at
2080	each location.
2081	(d) Planned preproduction and postproduction to occur in
2082	this state.
2083	(e) The amount of capital investment, especially fixed
2084	capital investment, to be made directly by the production
2085	company in this state related to the project and the amount of
2086	any other capital investment to be made in this state related to
2087	the project.
2088	(f) The duration of the project in this state.
2089	(g) The amount and duration of principal photography or
2090	production activity that will occur in an underutilized county.
2091	(h) The extent to which the production company will promote

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2092	Florida, including the production of marketing materials
2093	promoting this state as a tourist destination or a film and
2094	entertainment production destination; placement of state agency
2095	logos in the production and credits; authorized use of
2096	production assets, characters, and themes by this state;
2097	promotional videos for this state included on optical disc
2098	formats; and other marketing integration.
2099	(i) The employment of students enrolled full-time in an
2100	entertainment-related course of study at an institution of
2101	higher education in this state or of graduates from such an
2102	institution within 12 months after graduation.
2103	(j) Plans to work with entertainment industry-related
2104	courses of study at an institution of higher education in this
2105	state.
2106	(k) Local support and any local financial commitment for
2107	the project.
2108	(1) The project is about this state or shows this state in
2109	a positive light.
2110	(m) A review of the production company's past activities in
2111	this state or other states.
2112	(n) The length of time the production company has made
2113	productions in this state, the number of productions the
2114	production company has made in this state, and the production
2115	company's overall commitment to this state. This includes a
2116	production company that is based in this state.
2117	(o) Expected contributions to this state's economy,
2118	consistent with the state strategic economic development plan
2119	prepared by the department.
2120	(p) The expected effect of the award on the viability of

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2121	the project and the probability that the project would be
2122	undertaken in this state if funds are granted to the production
2123	company.
2124	(5) A production company must have financing in place for a
2125	project before it applies for funds under this section.
2126	(6) The department shall prescribe a form upon which an
2127	application must be made to the division. At a minimum, the
2128	application must include:
2129	(a) The applicant's federal employer identification number,
2130	reemployment assistance account number, and state sales tax
2131	registration number, as applicable. If such numbers are not
2132	available at the time of application, they must be submitted to
2133	the department in writing before the disbursement of any
2134	payments.
2135	(b) The signature of the applicant.
2136	(c) A detailed budget of planned qualified and nonqualified
2137	expenditures in this state.
2138	(d) The type and amount of capital investment that will be
2139	made in this state.
2140	(e) The locations in this state where the project will
2141	occur.
2142	(f) The anticipated commencement date and duration of the
2143	project.
2144	(g) The proposed number of state residents and nonstate
2145	residents who will be employed in full-time equivalent and part-
2146	time positions related to the project and wages paid to such
2147	persons.
2148	(h) The total number of full-time equivalent employees
2149	

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i	577-02554A-16 20161646c1
2150	(i) Proof of financing for the project.
2151	(j) The amount of promotion of Florida which the production
2152	company will provide for the state.
2153	(k) An attestation verifying that the information provided
2154	on the application is true and accurate.
2155	(1) Any additional information requested by the department
2156	or division.
2157	(7) The division and department must make a recommendation
2158	to the Governor to approve or deny an award within 7 days after
2159	completion of the review and evaluation. An award of funds may
2160	constitute up to 30 percent of qualified expenditures in this
2161	state and may not fund wages paid to nonresidents. The division
2162	may recommend an award of funds that is less than 30 percent of
2163	qualified expenditures in this state. A production must start
2164	within 1 year after the date the project is approved by the
2165	Governor. The recommendation must include the performance
2166	conditions that the project must meet to obtain funds.
2167	(a) The Governor may approve projects without consulting
2168	the Legislature for projects requiring less than \$2 million in
2169	funding.
2170	(b) For projects requiring funding of at least \$2 million
2171	but not more than \$5 million, the Governor must provide a
2172	written description and evaluation of a project recommended for
2173	approval to the chair and vice chair of the Legislative Budget
2174	Commission at least 10 days before giving final approval for the
2175	project. The recommendation must include the performance
2176	conditions that the project must meet in order to obtain funds.
2177	(c) If the chair or vice chair of the Legislative Budget
2178	Commission, the President of the Senate, or the Speaker of the

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2179	House of Representatives timely advises the Executive Office of
2180	the Governor, in writing, that an action or a proposed action
2181	exceeds the delegated authority of the Executive Office of the
2182	Governor or is contrary to legislative policy or intent, the
2183	Executive Office of the Governor shall void the release of funds
2184	and instruct the department to immediately change such action or
2185	proposed action until the Legislative Budget Commission or the
2186	Legislature addresses the issue.
2187	(d) A project requiring more than \$5 million in funding
2188	must be approved by the Legislative Budget Commission before the
2189	funds are released.
2190	(8) Upon the approval of the Governor, the department and
2191	the production company shall enter into an agreement that
2192	specifies, at a minimum:
2193	(a) The total amount of funds awarded and the schedule of
2194	payment.
2195	(b) The performance conditions the production company must
2196	meet to obtain payment of moneys from the fund. Performance
2197	conditions must include the criteria considered in the review
2198	and evaluation of the application. Performance conditions must
2199	relate to activity that occurs in this state.
2200	(c) The methodology for validating performance and the date
2201	by which the production company must submit proof of performance
2202	to the department.
2203	(d) That the department may review and verify any records
2204	of the production company to ascertain whether that company is
2205	in compliance with this section and the agreement.
2206	(e) Sanctions for failure to meet performance conditions.
2207	(f) That payment of moneys from the fund is contingent upon

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577-02554A-16 20161646c1 2208 sufficient appropriation of funds by the Legislature. 2209 (9) The agreement must be finalized and signed by an 2210 authorized officer of the production company within 90 days 2211 after the Governor's approval. A production company that 2212 receives funds under this section may not receive benefits under 2213 s. 288.1258 for the same production. 2214 (10) The department shall validate contractor performance 2215 and report such validation in an annual report. Each November 1, 2216 the department and the division shall submit an annual report 2217 for the previous fiscal year to the Governor, the President of 2218 the Senate, and the Speaker of the House of Representatives 2219 which outlines the program's return on investment and economic benefits to the state. The report must also include an estimate 2220 2221 of the full-time equivalent positions created by each production 2222 that received a grant under this section and information 2223 relating to the distribution of productions receiving credits by 2224 geographic region and type of production. In addition, the 2225 report must include the expenditures report required under s. 2226 288.915, the information describing the relationship between tax 2227 exemptions and incentives to industry growth required under s. 2228 288.1258(5), and program performance information required under 2229 this section. 2230 (11) The department may not approve awards in excess of the 2231 amount appropriated for a fiscal year. The department must 2232 maintain a schedule of funds to be paid from the appropriation 2233 for the fiscal year that begins on July 1. For the first 6 2234 months of each fiscal year, the department shall set aside 50

2235 percent of the amount appropriated for the fund by the

2236 Legislature. At the end of the 6-month period, these funds are

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2237	available to provide funding under this section for applications
2238	submitted on or after January 1. The department or division may
2239	not accept any applications or conditionally commit funds or
2240	grant priority to a production company if funds are not
2241	available in the current period.
2242	(12) A production company that submits fraudulent
2243	information under this section is liable for reimbursement of
2244	the reasonable costs and fees associated with the review,
2245	processing, investigation, and prosecution of the fraudulent
2246	claim. A production company that receives a payment under this
2247	section through a claim that is fraudulent is liable for
2248	reimbursement of the payment amount, plus a penalty in an amount
2249	double the payment amount. The penalty is in addition to any
2250	criminal penalty for which the production company is liable for
2251	the same acts. The production company is also liable for costs
2252	and fees incurred by the state in investigating and prosecuting
2253	the fraudulent claim.
2254	(13) The department or division may not waive any provision
2255	or provide an extension of time to meet any requirement of this
2256	section.
2257	(14) This section expires on July 1, 2026. An agreement in
2258	existence on that date shall continue in effect in accordance
2259	with its terms.
2260	Section 27. Section 288.1258, Florida Statutes, is amended
2261	to read:
2262	288.1258 Entertainment industry qualified production
2263	companies; application procedure; categories; duties of the
2264	Department of Revenue; records and reports
2265	(1) PRODUCTION COMPANIES AUTHORIZED TO APPLY
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577-02554A-16 20161646c1 2266 (a) Any production company engaged in this state in the 2267 production of motion pictures, made-for-TV motion pictures, television series, commercial advertising, music videos, or 2268 2269 sound recordings may submit an application for exemptions under 2270 ss. 212.031, 212.06, and 212.08 to the Department of Revenue to 2271 be approved by the Department of Economic Opportunity Office of 2272 Film and Entertainment as a qualified production company for the 2273 purpose of receiving a sales and use tax certificate of 2274 exemption from the Department of Revenue to exempt purchases on 2275 or after the date that the completed application is filed with 2276 the Department of Revenue.

(b) <u>As used in</u> For the purposes of this section, <u>the term</u> wqualified production company" means any production company that has submitted a properly completed application to the Department of Revenue and that is subsequently qualified by the <u>Department</u> <u>of Economic Opportunity</u> <del>Office of Film and Entertainment</del>.

(2) APPLICATION PROCEDURE.-

22.82

(a) The Department of Revenue <u>shall</u> will review all
submitted applications for the required information. Within 10
working days after the receipt of a properly completed
application, the Department of Revenue <u>shall</u> will forward the
completed application to the <u>Department of Economic Opportunity</u>
Office of Film and Entertainment for approval.

(b)1. The <u>Department of Economic Opportunity</u> Office of Film and Entertainment shall establish a process by which an entertainment industry production company may be approved by the <u>department</u> office as a qualified production company and may receive a certificate of exemption from the Department of Revenue for the sales and use tax exemptions under ss. 212.031,

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2295	212.06, and 212.08. <u>A production company that receives a sales</u>
2296	tax exemption certificate under this section for a production
2297	may not receive benefits under s. 288.1256 for the same
2298	production.
2299	2. Upon determination by the <u>department</u> <del>Office of Film and</del>
2300	Entertainment that a production company meets the established
2301	approval criteria and qualifies for exemption, the <u>department</u>
2302	Office of Film and Entertainment shall return the approved
2303	application or application renewal or extension to the
2304	Department of Revenue, which shall issue a certificate of
2305	exemption.

3. The <u>department</u> Office of Film and Entertainment shall deny an application or application for renewal or extension from a production company if it determines that the production company does not meet the established approval criteria.

(c) The <u>department</u> Office of Film and Entertainment shall develop, with the cooperation of the Department of Revenue, the Division of Film and Entertainment within Enterprise Florida, Inc., and local government entertainment industry promotion agencies, a standardized application form for use in approving qualified production companies.

2316 1. The application form shall include, but not be limited 2317 to, production-related information on employment, proposed 2318 budgets, planned purchases of items exempted from sales and use 2319 taxes under ss. 212.031, 212.06, and 212.08, a signed 2320 affirmation from the applicant that any items purchased for 2321 which the applicant is seeking a tax exemption are intended for 2322 use exclusively as an integral part of entertainment industry preproduction, production, or postproduction activities engaged 2323

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577-02554A-16 20161646c1 in primarily in this state, and a signed affirmation from the 2324 2325 department Office of Film and Entertainment that the information 2326 on the application form has been verified and is correct. In 2327 lieu of information on projected employment, proposed budgets, 2328 or planned purchases of exempted items, a production company 2329 seeking a 1-year certificate of exemption may submit summary 2330 historical data on employment, production budgets, and purchases 2331 of exempted items related to production activities in this 2332 state. Any information gathered from production companies for 2333 the purposes of this section shall be considered confidential 2334 taxpayer information and shall be disclosed only as provided in 2335 s. 213.053. 2336

2. The application form may be distributed to applicants by
2337 the <u>department</u>, the <u>Division</u> Office of Film and Entertainment,
2338 or local film commissions.

(d) All applications, renewals, and extensions for
designation as a qualified production company shall be processed
by the <u>department</u> Office of Film and Entertainment.

2342 (e) If In the event that the Department of Revenue 2343 determines that a production company no longer qualifies for a 2344 certificate of exemption, or has used a certificate of exemption 2345 for purposes other than those authorized by this section and 2346 chapter 212, the Department of Revenue shall revoke the 2347 certificate of exemption of that production company, and any 2348 sales or use taxes exempted on items purchased or leased by the 2349 production company during the time such company did not qualify 2350 for a certificate of exemption or improperly used a certificate 2351 of exemption shall become immediately due to the Department of 2352 Revenue, along with interest and penalty as provided by s.

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2353	212.12. In addition to the other penalties imposed by law, any
2354	person who knowingly and willfully falsifies an application, or
2355	uses a certificate of exemption for purposes other than those
2356	authorized by this section and chapter 212, commits a felony of
2357	the third degree, punishable as provided in ss. 775.082,
2358	775.083, and 775.084.
2359	(3) CATEGORIES
2360	(a)1. A production company may be qualified for designation
2361	as a qualified production company for a period of 1 year if the
2362	company has operated a business in Florida at a permanent
2363	address for a period of 12 consecutive months. Such a qualified
2364	production company shall receive a single 1-year certificate of
2365	exemption from the Department of Revenue for the sales and use
2366	tax exemptions under ss. 212.031, 212.06, and 212.08, which
2367	certificate shall expire 1 year after issuance or upon the
2368	cessation of business operations in the state, at which time the
2369	certificate shall be surrendered to the Department of Revenue.
2370	2. The Office of Film and Entertainment shall develop a
2371	method by which A qualified production company may submit a new
2372	application for annually renew a 1-year certificate of exemption
2373	upon the expiration of that company's certificate of exemption;
2374	however, upon approval of the department, such qualified
2375	production company may annually renew the 1-year certificate of
2376	exemption for a period of up to 5 years without submitting
2377	requiring the production company to resubmit a new application
2378	during that 5-year period.
2379	3. Each year, or upon surrender of the certificate of

2380 <u>exemption to the Department of Revenue, the Any</u> qualified 2381 production company <u>shall may</u> submit <u>to the department aggregate</u>

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577-02554A-16 20161646c1 2382 data for production-related information on employment, 2383 expenditures in this state, capital investment, and purchases of 2384 items exempted from sales and use taxes under ss. 212.031, 2385 212.06, and 212.08 for inclusion in the annual report required 2386 under subsection (5) a new application for a 1-year certificate 2387 of exemption upon the expiration of that company's certificate 2388 of exemption. 2389 (b)1. A production company may be qualified for designation 2390 as a qualified production company for a period of 90 days. Such 2391 production company shall receive a single 90-day certificate of 2392 exemption from the Department of Revenue for the sales and use 2393 tax exemptions under ss. 212.031, 212.06, and 212.08, which 2394 certificate shall expire 90 days after issuance or upon the 2395 cessation of business operations in the state, at which time, 2396 with extensions contingent upon approval of the Office of Film 2397 and Entertainment. the certificate shall be surrendered to the 2398 Department of Revenue upon its expiration. 2399 2. A qualified production company may submit a new 2400 application for a 90-day certificate of exemption each quarter 2401 upon the expiration of that company's certificate of exemption; 2402 however, upon approval of the department, such qualified 2403 production company may renew the 90-day certificate of exemption 2404 for a period of up to 1 year without submitting a new 2405 application during that 1-year period. 3.2. Each 90 days, or upon surrender of the certificate of 2406 2407 exemption to the Department of Revenue, the qualified Any 2408 production company shall may submit to the department aggregate 2409 data for production-related information on employment, expenditures in this state, capital investment, and purchases of 2410

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CODING: Words stricken are deletions; words underlined are additions.

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2411	items exempted from sales and use taxes under ss. 212.031,
2412	212.06, and 212.08 for inclusion in the annual report required
2413	under subsection (5) a new application for a 90-day certificate
2414	of exemption upon the expiration of that company's certificate
2415	of exemption.
2416	(4) DUTIES OF THE DEPARTMENT OF REVENUE
2417	(a) The Department of Revenue shall review the initial
2418	application and notify the applicant of any omissions and
2419	request additional information if needed. An application shall
2420	be complete upon receipt of all requested information. The
2421	Department of Revenue shall forward all complete applications to
2422	the <u>department</u> <del>Office of Film and Entertainment</del> within 10
2423	working days.
2424	(b) The Department of Revenue shall issue a numbered
2425	certificate of exemption to a qualified production company
2426	within 5 working days of the receipt of an approved application,
2427	application renewal, or application extension from the
2428	department Office of Film and Entertainment.
2429	(c) The Department of Revenue may <u>adopt</u> <del>promulgate</del> such
2430	rules and shall prescribe and publish such forms as may be
2431	necessary to effectuate the purposes of this section or any of
2432	the sales tax exemptions which are reasonably related to the
2433	provisions of this section.
2434	(d) The Department of Revenue is authorized to establish
2435	audit procedures in accordance with the provisions of ss.
2436	212.12, 212.13, and 213.34 which relate to the sales tax
2437	exemption provisions of this section.
2438	(5) RELATIONSHIP OF TAX EXEMPTIONS AND INCENTIVES TO
2439	INDUSTRY GROWTH; REPORT TO THE LEGISLATUREThe <u>department</u>
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2468

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577-02554A-16 20161646c1 2440 Office of Film and Entertainment shall keep annual records from 2441 the information provided on taxpayer applications for tax 2442 exemption certificates and regularly reported as required in 2443 this section beginning January 1, 2001. These records also must 2444 reflect a ratio of the annual amount of sales and use tax exemptions under this section, plus the funds granted incentives 2445 2446 awarded pursuant to s. 288.1256 s. 288.1254 to the estimated 2447 amount of funds expended by certified productions. In addition, 2448 the department office shall maintain data showing annual growth 2449 in Florida-based entertainment industry companies and 2450 entertainment industry employment and wages. The employment 2451 information must include an estimate of the full-time equivalent 2452 positions created by each production that received funds tax credits pursuant to s. 288.1256 s. 288.1254. The department 2453 2454 Office of Film and Entertainment shall include this information 2455 in the annual report for the entertainment industry financial 2456 incentive program required under s. 288.1256(10) s. 288.1254(10). 2457 2458 Section 28. Paragraph (b) of subsection (5) of section 2459 288.901, Florida Statutes, is amended to read: 2460 288.901 Enterprise Florida, Inc.-2461 (5) APPOINTED MEMBERS OF THE BOARD OF DIRECTORS.-2462 (b) In making their appointments, the Governor, the 2463 President of the Senate, and the Speaker of the House of 2464 Representatives shall ensure that the composition of the board 2465 of directors reflects the diversity of Florida's business 2466 community and is representative of the economic development 2467 goals in subsection (2). The board must include at least one

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director for each of the following areas of expertise:

577-02554A-16 20161646c1 2469 international business, tourism marketing, the space or 2470 aerospace industry, managing or financing a minority-owned 2471 business, manufacturing, and finance and accounting, and sports 2472 marketing. 2473 Section 29. Subsection (1) of section 288.9015, Florida 2474 Statutes, is amended to read: 2475 288.9015 Powers of Enterprise Florida, Inc.; board of 2476 directors.-2477 (1) Enterprise Florida, Inc., shall integrate its efforts 2478 in business recruitment and expansion, job creation, marketing 2479 the state for tourism and sports, and promoting economic 2480 opportunities for minority-owned businesses and promoting 2481 economic opportunities for rural and distressed urban 2482 communities with those of the department, to create an 2483 aggressive, agile, and collaborative effort to reinvigorate the 2484 state's economy. 2485 Section 30. Paragraph (c) of subsection (1), paragraph (d) 2486 of subsection (2), and subsection (3) of section 288.907, 2487 Florida Statutes, are amended to read: 2488 288.907 Annual incentives report.-By December 30 of each 2489 year, Enterprise Florida, Inc., in conjunction with the 2490 department, shall provide the Governor, the President of the 2491 Senate, and the Speaker of the House of Representatives a detailed incentives report quantifying the economic benefits for 2492 2493 all of the economic development incentive programs marketed by 2494 Enterprise Florida, Inc. The annual incentives report must 2495 include:

2496

2497

- (1) For each incentive program:
- (c) The actual amount of private capital invested, the

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1	577-02554A-16 20161646c1
2498	actual number of jobs created, <u>the actual number of jobs created</u>
2499	which provide health benefits for the employee, the actual
2500	number of jobs retained, the actual number of jobs retained
2501	which provide health benefits for the employee, and actual wages
2502	paid for incentive agreements completed during the previous 3
2503	years for each target industry sector.
2504	(2) For projects completed during the previous state fiscal
2505	year:
2506	(d) The projects for which a tax refund, tax credit, or
2507	cash grant agreement was executed, identifying for each project:
2508	1. The number of jobs committed to be created and the
2509	number of those jobs that will provide health benefits for the
2510	employee.
2511	2. The number of jobs committed to be retained and the
2512	number of those jobs that will provide health benefits for the
2513	employee.
2514	3.2. The amount of capital investments committed to be
2515	made.
2516	4.3. The annual average wage committed to be paid.
2517	5.4. The amount of state economic development incentives
2518	committed to the project from each incentive program under the
2519	project's terms of agreement with the Department of Economic
2520	Opportunity.
2521	6.5. The amount and type of local matching funds committed
2522	to the project.
2523	(3) For economic development projects that received tax
2524	refunds, tax credits, or cash grants under the terms of an
2525	agreement for incentives:
2526	(a) The number of jobs actually created and the number of

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2527	those jobs that provided health benefits for the employee.
2528	(b) The number of jobs actually retained and the number of
2529	those jobs that provided health benefits for the employee.
2530	(c) (b) The amount of capital investments actually made.
2531	(d) <del>(c)</del> The annual average wage paid.
2532	Section 31. Subsection (1) of section 288.92, Florida
2533	Statutes, is amended to read:
2534	288.92 Divisions of Enterprise Florida, Inc
2535	(1) Enterprise Florida, Inc., may create and dissolve
2536	divisions as necessary to carry out its mission. Each division
2537	shall have distinct responsibilities and complementary missions.
2538	At a minimum, Enterprise Florida, Inc., shall have divisions
2539	related to the following areas:
2540	(a) International Trade and Business Development;
2541	(b) Business Retention and Recruitment;
2542	(c) Tourism Marketing;
2543	(d) Minority Business Development; and
2544	(e) Film and Entertainment Sports Industry Development.
2545	Section 32. Paragraph (c) of subsection (3) and subsection
2546	(4) of section 288.980, Florida Statutes, are amended to read:
2547	288.980 Military base retention; legislative intent; grants
2548	program
2549	(3)
2550	(c) The department shall require that an applicant:
2551	1. Represent a local government with a military
2552	installation or military installations that could be adversely
2553	affected by federal actions.
2554	2. Agree to match at least 30 percent of any grant awarded.
2555	<del>3.</del> Prepare a coordinated program or plan of action
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577-02554A-16 20161646c1 2556 delineating how the eligible project will be administered and 2557 accomplished. 2558 3.4. Provide documentation describing the potential for 2559 changes to the mission of a military installation located in the 2560 applicant's community and the potential impacts such changes 2561 will have on the applicant's community. 2562 (4) The Florida Defense Reinvestment Grant Program is 2563 established to respond to the need for this state to work in 2564 conjunction with defense-dependent communities in developing and 2565 implementing strategies and approaches that will help 2566 communities support the missions of military installations, and 2567 in developing and implementing alternative economic 2568 diversification strategies to transition from a defense economy 2569 to a nondefense economy. The department shall administer the 2570 program.

2571 (a) Eligible applicants include defense-dependent counties 2572 and cities, and local economic development councils located 2573 within such communities. The program shall be administered by 2574 the department and Grant awards may be provided to support 2575 community-based activities that:

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1. (a) Protect existing military installations;

2577 <u>2.(b)</u> Diversify <u>or grow</u> the economy of a defense-dependent 2578 community; or

2579 <u>3.(c)</u> Develop plans for the reuse of closed or realigned 2580 military installations, including any plans necessary for 2581 infrastructure improvements needed to facilitate reuse and 2582 related marketing activities.

2583 (b) Applications for grants under <u>paragraph (a)</u> this 2584 subsection must include a coordinated program of work or plan of

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2585 action delineating how the eligible project will be admir	
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2586 and accomplished, which must include a plan for ensuring	close
2587 cooperation between civilian and military authorities in	the
2588 conduct of the funded activities and a plan for public	
2589 involvement. An applicant must agree to match at least 30	0
2590 percent of any grant awarded.	
2591 Section 33. Effective July 1, 2016, paragraph (a) of	f
2592 subsection (6), paragraph (b) of subsection (9), paragrap	ph (a)
2593 of subsection (35), subsection (60), and paragraph (b) of	f
2594 subsection (64) of section 320.08058, Florida Statutes, a	are
2595 amended to read:	
2596 320.08058 Specialty license plates	
2597 (6) FLORIDA UNITED STATES OLYMPIC COMMITTEE LICENSE	
2598 PLATES	
2599 (a) Because the United States Olympic Committee has	
2600 selected this state to participate in a combined fundrais	sing
2601 program that provides for one-half of all money raised the	hrough
2602 volunteer giving to stay in this state and be administered	ed by
2603 the Florida Sports Foundation Enterprise Florida, Inc., t	to
2604 support amateur sports, and because the United States Oly	ympic
2605 Committee and the Florida Sports Foundation Enterprise Fl	<del>lorida,</del>
2606 Inc., are nonprofit organizations dedicated to providing	
2607 athletes with support and training and preparing athletes	s of all
2608 ages and skill levels for sports competition, and because	e <u>the</u>
2609 <u>Florida Sports Foundation</u> Enterprise Florida, Inc., assis	sts in
2610 the bidding for sports competitions that provide signific	cant
2611 impact to the economy of this state, and the Legislature	
2612 supports the efforts of the United States Olympic Committ	tee and
2613 <u>the Florida Sports Foundation</u> Enterprise Florida, Inc., t	the

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2614	Legislature establishes a Florida United States Olympic
2615	Committee license plate for the purpose of providing a
2616	continuous funding source to support this worthwhile effort.
2617	Florida United States Olympic Committee license plates must
2618	contain the official United States Olympic Committee logo and
2619	must bear a design and colors that are approved by the
2620	department. The word "Florida" must be centered at the top of
2621	the plate.
2622	(9) FLORIDA PROFESSIONAL SPORTS TEAM LICENSE PLATES
2623	(b) The license plate annual use fees are to be annually
2624	distributed as follows:
2625	1. Fifty-five percent of the proceeds from the Florida
2626	Professional Sports Team plate must be deposited into the
2627	Professional Sports Development Trust Fund within the Department
2628	of Economic Opportunity. These funds must be used solely to
2629	attract and support major sports events in this state. As used
2630	in this subparagraph, the term "major sports events" means, but
2631	is not limited to, championship or all-star contests of Major
2632	League Baseball, the National Basketball Association, the
2633	National Football League, the National Hockey League, Major
2634	League Soccer, the men's and women's National Collegiate
2635	Athletic Association championships Final Four basketball
2636	<del>championship</del> , or a horseracing or dogracing Breeders' Cup. All
2637	funds must be used to support and promote major sporting events,
2638	and the uses must be approved by the Department of Economic
2639	Opportunity.
2640	2. The remaining proceeds of the Florida Professional

2641 Sports Team license plate must be allocated to <u>the Florida</u> 2642 <u>Sports Foundation</u> <del>Enterprise Florida, Inc</del>. These funds must be

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577-02554A-16 20161646c1 2643 deposited into the Professional Sports Development Trust Fund 2644 within the Department of Economic Opportunity. These funds must 2645 be used by the Florida Sports Foundation Enterprise Florida, 2646 Inc., to promote the economic development of the sports 2647 industry; to distribute licensing and royalty fees to 2648 participating professional sports teams; to promote education 2649 programs in Florida schools that provide an awareness of the 2650 benefits of physical activity and nutrition standards; to 2651 partner with the Department of Education and the Department of 2652 Health to develop a program that recognizes schools whose students demonstrate excellent physical fitness or fitness 2653 2654 improvement; to institute a grant program for communities 2655 bidding on minor sporting events that create an economic impact 2656 for the state; to distribute funds to Florida-based charities 2657 designated by the Florida Sports Foundation Enterprise Florida, 2658 Inc., and the participating professional sports teams; and to 2659 fulfill the sports promotion responsibilities of the Department 2660 of Economic Opportunity. 2661 3. The Florida Sports Foundation Enterprise Florida, Inc.,

2662 shall provide an annual financial audit in accordance with s. 2663 215.981 of its financial accounts and records by an independent 2664 certified public accountant pursuant to the contract established 2665 by the Department of Economic Opportunity as specified in s. 2666 288.1229(5). The auditor shall submit the audit report to the Department of Economic Opportunity for review and approval. If 2667 2668 the audit report is approved, the Department of Economic 2669 Opportunity shall certify the audit report to the Auditor General for review. 2670

2671

4. Notwithstanding the provisions of subparagraphs 1. and

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577-02554A-16 20161646c1 2672 2., proceeds from the Professional Sports Development Trust Fund 2673 may also be used for operational expenses of the Florida Sports 2674 Foundation Enterprise Florida, Inc., and financial support of 2675 the Sunshine State Games and Florida Senior Games. 2676 (35) FLORIDA GOLF LICENSE PLATES.-2677 (a) The Department of Highway Safety and Motor Vehicles 2678 shall develop a Florida Golf license plate as provided in this 2679 section. The word "Florida" must appear at the bottom of the 2680 plate. The Dade Amateur Golf Association, following consultation 2681 with the PGA TOUR, the Florida Sports Foundation Enterprise 2682 Florida, Inc., the LPGA, and the PGA of America may submit a 2683 revised sample plate for consideration by the department. 2684 (60) FLORIDA NASCAR LICENSE PLATES.-2685 (a) The department shall develop a Florida NASCAR license 2686 plate as provided in this section. Florida NASCAR license plates 2687 must bear the colors and design approved by the department. The 2688 word "Florida" must appear at the top of the plate, and the term 2689 "NASCAR" must appear at the bottom of the plate. The National 2690 Association for Stock Car Auto Racing, following consultation 2691 with the Florida Sports Foundation Enterprise Florida, Inc., may 2692 submit a sample plate for consideration by the department. 2693 (b) The license plate annual use fees shall be distributed 2694 to the Florida Sports Foundation Enterprise Florida, Inc. The license plate annual use fees shall be annually allocated as 2695 2696 follows:

2697 1. Up to 5 percent of the proceeds from the annual use fees 2698 may be used by <u>the Florida Sports Foundation</u> <del>Enterprise Florida,</del> 2699 <del>Inc.,</del> for the administration of the NASCAR license plate 2700 program.

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577-02554A-16 20161646c1 2701 2. The National Association for Stock Car Auto Racing shall 2702 receive up to \$60,000 in proceeds from the annual use fees to be 2703 used to pay startup costs, including costs incurred in 2704 developing and issuing the plates. Thereafter, 10 percent of the 2705 proceeds from the annual use fees shall be provided to the 2706 association for the royalty rights for the use of its marks. 2707 3. The remaining proceeds from the annual use fees shall be 2708 distributed to the Florida Sports Foundation Enterprise Florida, 2709 Inc. The Florida Sports Foundation Enterprise Florida, Inc., 2710 will retain 15 percent to support its regional grant program, 2711 attracting sporting events to Florida; 20 percent to support the 2712 marketing of motorsports-related tourism in the state; and 50 2713 percent to be paid to the NASCAR Foundation, a s. 501(c)(3) 2714 charitable organization, to support Florida-based charitable 2715 organizations. 2716 (c) The Florida Sports Foundation Enterprise Florida, Inc., 2717 shall provide an annual financial audit in accordance with s. 2718 215.981 of its financial accounts and records by an independent 2719 certified public accountant pursuant to the contract established 2720 by the Department of Economic Opportunity as specified in s. 2721 288.1229(5). The auditor shall submit the audit report to the 2722 Department of Economic Opportunity for review and approval. If 2723 the audit report is approved, the Department of Economic 2724 Opportunity shall certify the audit report to the Auditor General for review. 2725

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(64) FLORIDA TENNIS LICENSE PLATES.-

(b) The department shall distribute the annual use fees to
 the Florida Sports Foundation Enterprise Florida, Inc. The
 license plate annual use fees shall be annually allocated as

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2730 follows: 2731 1. Up to 5 percent of the proceeds from the annual use fees 2732 may be used by the Florida Sports Foundation Enterprise Florida, 2733 <del>Inc.,</del> to administer the license plate program. 2734 2. The United States Tennis Association Florida Section 2735 Foundation shall receive the first \$60,000 in proceeds from the 2736 annual use fees to reimburse it for startup costs, 2737 administrative costs, and other costs it incurs in the 2738 development and approval process. 2739 3. Up to 5 percent of the proceeds from the annual use fees 2740 may be used for promoting and marketing the license plates. The 2741 remaining proceeds shall be available for grants by the United 2742 States Tennis Association Florida Section Foundation to 2743 nonprofit organizations to operate youth tennis programs and 2744 adaptive tennis programs for special populations of all ages, 2745 and for building, renovating, and maintaining public tennis 2746 courts. 2747 Section 34. Subsection (5) of section 477.0135, Florida 2748 Statutes, is amended to read: 2749 477.0135 Exemptions.-2750 (5) A license is not required of any individual providing 2751 makeup, special effects, or cosmetology services to an actor, 2752 stunt person, musician, extra, or other talent during a production recognized by the Department of Economic Opportunity 2753 2754 Office of Film and Entertainment as a project qualified 2755 production as defined in s. 288.1256 s. 288.1254(1). Such 2756 services are not required to be performed in a licensed salon. 2757 Individuals exempt under this subsection may not provide such 2758 services to the general public.

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20161646c1 Section 35. Except as otherwise expressly provided in this