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

A bill to be entitled

2 An act relating to regional rural development grants; 3 amending s. 288.018, F.S.; providing that regional 4 rural development grants may be used to hire regional 5 economic development organization professional staff; 6 authorizing the use of matching grant funds to provide 7 technical assistance to certain entities; increasing 8 the annual maximum amount of grant funding that 9 specified economic development organizations may 10 receive; revising the amount of nonstate matching funds required; increasing the amount the Department 12 of Economic Opportunity may expend each fiscal year 13 for the program; requiring that contracts or 14 agreements involving the expenditure of grant funds be placed on a certain website for a specified time 15 period; requiring that certain information be included 16 17 in a contract or agreement involving the expenditure of grant funds; requiring that a plain language 18 19 version of certain contracts or agreements be placed on a certain website; deleting an obsolete provision 20 21 authorizing the Department of Economic Opportunity to 22 contract for the development of certain enterprise 23 zone web portals or websites; amending s. 288.0655, 24 F.S.; increasing the maximum percent of total 25 infrastructure project costs for which the department 26 may award a grant; repealing a provision for increased

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27 maximum percent of total infrastructure project costs 28 that may be awarded for a catalyst site; providing 29 that improving access to and availability of broadband Internet service may be included in a project that is 30 31 eligible for rural infrastructure grant funds; 32 providing that grants for improvements to broadband 33 Internet service and access must be conducted through 34 certain partnerships; extending the date by which the 35 department is required to reevaluate certain 36 guidelines and criteria; requiring that contracts or 37 agreements involving the expenditure of grant funds be 38 placed on a certain website for a specified time 39 period; requiring that certain information be included 40 in a contract or agreement involving the expenditure of grant funds; requiring that a plain language 41 42 version of certain contracts or agreements be placed on a certain website; providing an effective date. 43 44 45 Be It Enacted by the Legislature of the State of Florida: 46 47 Section 1. Subsections (1), (3), and (4) of section 288.018, Florida Statutes, are amended to read: 48 49 288.018 Regional Rural Development Grants Program.-50 (1) (a) The department shall establish a matching grant

51 program to provide funding to <u>regional</u> <del>regionally based</del> economic 52 development organizations representing rural counties and 53 communities <u>to build</u> <del>for the purpose of building</del> the 54 professional capacity of <u>such regional economic development</u> 55 <del>their</del> organizations. <u>Building the professional capacity of</u>

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56	regional economic development organizations includes hiring
57	professional staff to develop, facilitate the delivery of, and
58	directly provide needed economic development professional
59	services, including technical assistance, education and
60	leadership development, marketing and project recruitment, and
61	other services that are important for rural economic
62	<u>development.</u> Such Matching grants may also be used by <u>a regional</u>
63	an economic development organization to provide technical
64	assistance to local governments, local economic development
65	organizations, and existing and prospective businesses within
66	the rural counties and communities that it serves.
67	(b) A regional economic development organization may apply
68	to the department for a matching grant each year. The department
69	is authorized to approve <u>an application for a grant up to<del>, on an</del></u>
	appual basis grants.
70	<del>annual basis, grants<u>:</u></del>
70 71	<u>1. Fifty thousand dollars to a regional economic</u>
71	1. Fifty thousand dollars to a regional economic
71 72	1. Fifty thousand dollars to a regional economic development organization;
71 72 73	1. Fifty thousand dollars to a regional economic development organization; 2. One hundred fifty thousand dollars to an organization
71 72 73 74	1. Fifty thousand dollars to a regional economic development organization; 2. One hundred fifty thousand dollars to an organization located to such regionally based economic development
71 72 73 74 75	1. Fifty thousand dollars to a regional economic development organization; 2. One hundred fifty thousand dollars to an organization located to such regionally based economic development organizations. The maximum amount an organization may receive in
71 72 73 74 75 76	<pre>1. Fifty thousand dollars to a regional economic development organization; 2. One hundred fifty thousand dollars to an organization located to such regionally based economic development organizations. The maximum amount an organization may receive in any year will be \$50,000, or \$150,000 in a rural area of</pre>
71 72 73 74 75 76 77	<u>1. Fifty thousand dollars to a regional economic</u> <u>development organization;</u> <u>2. One hundred fifty thousand dollars to an organization</u> <u>located to such regionally based economic development</u> <u>organizations. The maximum amount an organization may receive in</u> <u>any year will be \$50,000, or \$150,000</u> in a rural area of opportunity <u>designated pursuant to s. 288.0656; or</u>
71 72 73 74 75 76 77 78	1. Fifty thousand dollars to a regional economic development organization; 2. One hundred fifty thousand dollars to an organization located to such regionally based economic development organizations. The maximum amount an organization may receive in any year will be \$50,000, or \$150,000 in a rural area of opportunity designated pursuant to s. 288.0656; or 3. Two hundred fifty thousand dollars to any of the three
71 72 73 74 75 76 77 78 79	<ol> <li>Fifty thousand dollars to a regional economic development organization;</li> <li>One hundred fifty thousand dollars to an organization located to such regionally based economic development organizations. The maximum amount an organization may receive in any year will be \$50,000, or \$150,000 in a rural area of opportunity designated pursuant to s. 288.0656; or</li> <li>Two hundred fifty thousand dollars to any of the three regional economic development organizations that serve an entire</li> </ol>
71 72 73 74 75 76 77 78 79 80	1. Fifty thousand dollars to a regional economic development organization; 2. One hundred fifty thousand dollars to an organization located to such regionally based economic development organizations. The maximum amount an organization may receive in any year will be \$50,000, or \$150,000 in a rural area of opportunity designated pursuant to s. 288.0656; or 3. Two hundred fifty thousand dollars to any of the three regional economic development organizations that serve an entire region of a rural area of opportunity designated pursuant to s.
71 72 73 74 75 76 77 78 79 80 81	1. Fifty thousand dollars to a regional economic development organization; 2. One hundred fifty thousand dollars to an organization located to such regionally based economic development organizations. The maximum amount an organization may receive in any year will be \$50,000, or \$150,000 in a rural area of opportunity designated pursuant to s. 288.0656; or 3. Two hundred fifty thousand dollars to any of the three regional economic development organizations that serve an entire region of a rural area of opportunity designated pursuant to s. 288.0656 and that are recognized by the department as serving
71 72 73 74 75 76 77 78 79 80 81 82	<ol> <li>Fifty thousand dollars to a regional economic development organization;</li> <li>One hundred fifty thousand dollars to an organization located to such regionally based economic development organizations. The maximum amount an organization may receive in any year will be \$50,000, or \$150,000 in a rural area of opportunity designated pursuant to s. 288.0656; or</li> <li>Two hundred fifty thousand dollars to any of the three regional economic development organizations that serve an entire region of a rural area of opportunity designated pursuant to s. 288.0656 and that are recognized by the department as serving such regions.</li> </ol>

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85	Initiative and designated by the Governor, and must be matched
86	each year by <del>an equivalent amount of</del> nonstate resources <u>in an</u>
87	amount equal to 25 percent of the state contribution.
88	(3) (a) A contract or agreement that involves the
89	expenditure of grant funds provided under this section must be
90	placed on the contracting regional economic development
91	organization's website at least 14 days before execution.
92	(b) A contract or agreement that involves the expenditure
93	of grant funds provided under this section, including a contract
94	or agreement entered into between another entity and a regional
95	economic development organization, a unit of local government,
96	or an economic development organization substantially
97	underwritten by a unit of local government, must include:
98	1. The purpose of the contract or agreement.
99	2. Specific performance standards and responsibilities for
100	each entity.
101	3. A detailed project or contract budget, if applicable.
102	4. The value of any services provided.
103	5. The projected travel and entertainment expenses for
104	employees and board members, if applicable.
105	(c) A plain language version of a contract or agreement
106	with a private entity, a municipality, or a vendor of services,
107	supplies, or programs, including marketing, or for the purchase
108	or lease or use of lands, facilities, or properties which
109	involves the expenditure of grant funds provided under this
110	section and which is estimated to exceed \$35,000 must be posted
111	on the contracting regional economic development organization's
112	website The department may also contract for the development of
113	an enterprise zone web portal or websites for each enterprise
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114 zone which will be used to market the program for job creation 115 in disadvantaged urban and rural enterprise zones. Each 116 enterprise zone web page should include downloadable links to 117 state forms and information, as well as local message boards 118 that help businesses and residents receive information 119 concerning zone boundaries, job openings, zone programs, and 120 neighborhood improvement activities.

(4) The department may expend up to \$1,000,000121 122 each fiscal year from funds appropriated to the Rural Community 123 Development Revolving Loan Fund for the purposes outlined in 124 this section. The department may contract with Enterprise 125 Florida, Inc., for the administration of the purposes specified in this section. Funds released to Enterprise Florida, Inc., for 126 127 this purpose shall be released quarterly and shall be calculated based on the applications in process. 128

Section 2. Subsection (5) of section 288.0655, Florida Statutes, is redesignated as subsection (6), paragraph (b) of subsection (2) and subsection (4) of that section are amended, and a new subsection (5) is added to that section, to read:

133

288.0655 Rural Infrastructure Fund.-

134 (2) (b) To facilitate access of rural communities and rural 135 areas of opportunity as defined by the Rural Economic Development Initiative to infrastructure funding programs of the 136 137 Federal Government, such as those offered by the United States 138 Department of Agriculture and the United States Department of 139 Commerce, and state programs, including those offered by Rural 140 Economic Development Initiative agencies, and to facilitate local government or private infrastructure funding efforts, the 141 142 department may award grants for up to 50 30 percent of the total

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143 infrastructure project cost. If an application for funding for a catalyst site, as defined in s. 288.0656, the department 144 145 may award grants for up to 40 percent of the total 146 infrastructure project cost. Eligible projects must be related to specific job-creation or job-retention opportunities. 147 Eligible projects may also include improving any inadequate 148 149 infrastructure that has resulted in regulatory action that 150 prohibits economic or community growth or reducing the costs to 151 community users of proposed infrastructure improvements that 152 exceed such costs in comparable communities, which includes 153 improving access to and the availability of broadband Internet 154 service. Eligible uses of funds shall include improvements to 155 public infrastructure for industrial or commercial sites, and 156 upgrades to or development of public tourism infrastructure, and 157 improvements to broadband Internet service and access in 158 unserved or underserved rural communities. Improvements to 159 broadband Internet service and access must be conducted through 160 a partnership or partnerships with one or more dealers of 161 communications services, as defined in s. 202.11(2), and the 162 partnership must be established by a publicly noticed and 163 competitively selected process. Authorized infrastructure may 164 include the following public or public-private partnership 165 facilities: storm water systems; telecommunications facilities; broadband facilities; roads or other remedies to transportation 166 167 impediments; nature-based tourism facilities; or other physical 168 requirements necessary to facilitate tourism, trade, and 169 economic development activities in the community. Authorized infrastructure may also include publicly or privately owned 170 self-powered nature-based tourism facilities, publicly owned 171

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172 telecommunications facilities, and broadband facilities, and 173 additions to the distribution facilities of the existing natural gas utility as defined in s. 366.04(3)(c), the existing electric 174 175 utility as defined in s. 366.02, or the existing water or 176 wastewater utility as defined in s. 367.021(12), or any other 177 existing water or wastewater facility, which owns a gas or 178 electric distribution system or a water or wastewater system in 179 this state where:

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

184 2. Such utilities as defined herein are willing and able to 185 provide such service.

(4) By September 1, 2019 2012, the department shall, in 186 187 consultation with the organizations listed in subsection (3), and other organizations, reevaluate existing guidelines and 188 criteria governing submission of applications for funding, 189 190 review and evaluation of such applications, and approval of funding under this section. The department shall consider 191 192 factors including, but not limited to, the project's potential 193 for enhanced job creation or increased capital investment, the 194 demonstration and level of local public and private commitment, 195 whether the project is located in an enterprise zone, in a 196 community development corporation service area $\tau$  or in an urban 197 high-crime area as designated under s. 212.097, the unemployment 198 rate of the county in which the project would be located, and the poverty rate of the community. 199

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(5) (a) A contract or agreement that involves the

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201	expenditure of grant funds provided under this section must be
202	placed on the department's website at least 14 days before
203	execution.
204	(b) A contract or agreement that includes the expenditure
205	of grant funds provided under this section, including a contract
206	or agreement entered into between an entity and a regional
207	economic development organization, a unit of local government,
208	or an economic development organization substantially
209	underwritten by a unit of local government, must include:
210	1. The purpose of the contract or agreement.
211	2. Specific performance standards and responsibilities for
212	each entity.
213	3. A detailed project or contract budget, if applicable.
214	4. The value of any services provided.
215	5. The projected travel and entertainment expenses for
216	employees and board members, if applicable.
217	(c) A plain language version of a contract or agreement
218	with a private entity, a municipality, or a vendor of services,
219	supplies, or programs, including marketing, or for the purchase
220	or lease or use of lands, facilities, or properties which
221	involves the expenditure of grant funds provided under this
222	section and which is estimated to exceed \$35,000 must be posted
223	on the department's website.
224	Section 3. This act shall take effect July 1, 2018.