By Senator Albritton

	26-00730B-19 2019596_
1	A bill to be entitled
2	An act relating to regional rural development grants;
3	amending s. 288.018, F.S.; defining the term "regional
4	economic development organization"; specifying that
5	the concept of building the professional capacity of a
6	regional economic development organization includes
7	the hiring of professional staff to perform specified
8	services; providing that matching grants may be used
9	to provide technical assistance to local governments
10	and economic development organizations and to existing
11	and prospective businesses; specifying that a regional
12	economic development organization that provides
13	taxpayer-funded incentives is not eligible to
14	participate in the matching grant program; increasing
15	the maximum amount of annual grant funding that
16	specified economic development organizations may
17	receive; revising the required amount of nonstate
18	matching funds; requiring that certain information be
19	included in a contract or agreement involving the
20	expenditure of grant funds; requiring that contracts
21	or agreements involving the expenditure of grant
22	funds, and a plain-language version of certain
23	contracts or agreements, be placed on the contracting
24	regional economic development organization's website
25	for a specified period before execution; deleting an
26	obsolete provision; increasing the amount of funds the
27	Department of Economic Opportunity may expend each
28	fiscal year for certain purposes; amending s.
29	288.0655, F.S.; increasing the maximum percentage of

Page 1 of 9

26-00730B-19 2019596 30 total infrastructure project costs for which the 31 department may award a grant; deleting a provision 32 authorizing a higher maximum percentage of total infrastructure project costs for a catalyst site; 33 34 providing that improving access to and availability of 35 broadband Internet service may be included in a 36 project that is eligible for rural infrastructure 37 grant funds; requiring that improvements to broadband Internet service and access be made through certain 38 39 partnerships, which must be established through a 40 competitive selection process; extending the date by which the department is required to reevaluate certain 41 quidelines and criteria; requiring that certain 42 information be included in a contract or agreement 43 44 involving the expenditure of grant funds; requiring 45 that contracts or agreements involving the expenditure 46 of grant funds, and a plain-language version of 47 certain contracts or agreements, be placed on the contracting regional economic development 48 49 organization's website for a specified period before 50 execution; providing an effective date. 51 52 Be It Enacted by the Legislature of the State of Florida: 53 54 Section 1. Subsections (1), (3), and (4) of section 55 288.018, Florida Statutes, are amended to read: 56 288.018 Regional Rural Development Grants Program.-57 (1) (a) For the purposes of this section, a "regional 58 economic development organization" means an economic development

Page 2 of 9

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

SB 596

26-00730B-19 2019596 59 organization located in a rural area of opportunity, as defined 60 in s. 288.0656. 61 (b) The department shall establish a matching grant program 62 to provide funding to regional regionally based economic 63 development organizations representing rural counties and 64 communities to build for the purpose of building the 65 professional capacity of those their organizations. Efforts to build the professional capacity of regional economic development 66 organizations include the hiring of professional staff to 67 develop, facilitate the delivery of, and directly provide needed 68 69 economic development professional services, including technical 70 assistance, education and leadership development, marketing, and 71 project recruitment. Such Matching grants may also be used by a 72 regional an economic development organization to provide 73 technical assistance to local governments, local economic 74 development organizations, and existing and prospective 75 businesses within the rural counties and communities that it 76 serves. A regional economic development organization that 77 provides taxpayer-funded incentives to existing or prospective 78 businesses is not eligible to participate in the matching grant 79 program. 80 (c) A regional economic development organization may apply annually to the department for a matching grant. The department 81 82 is authorized to approve an application for a grant of:, on an 83 annual basis, grants 1. Up to \$150,000 to an organization located to such 84 85 regionally based economic development organizations. The maximum 86 amount an organization may receive in any year will be \$50,000, 87 or \$150,000 in a rural area of opportunity designated pursuant

Page 3 of 9

	26-00730B-19 2019596
88	to s. 288.0656(7).
89	2. Up to \$250,000 to any of the three regional economic
90	development organizations that serve an entire region of a rural
91	area of opportunity designated pursuant to s. 288.0656(7) and
92	that are recognized by the department as serving such a region.
93	(d) Grant funds received by a regional economic development
94	organization recommended by the Rural Economic Development
95	Initiative and designated by the Governor, and must be matched
96	each year by an equivalent amount of nonstate resources <u>in an</u>
97	amount equal to 25 percent of the state contribution.
98	(3) (a) A contract or agreement that involves the
99	expenditure of grant funds provided under this section,
100	including a contract or agreement entered into between another
101	entity and a regional economic development organization, a unit
102	of local government, or an economic development organization
103	substantially underwritten by a unit of local government, must
104	include:
105	1. The purpose of the contract or agreement.
106	2. Specific performance standards and responsibilities for
107	each entity.
108	3. A detailed project or contract budget, if applicable.
109	4. The value of any services provided.
110	5. The projected travel and entertainment expenses for
111	employees and board members, if applicable.
112	(b) At least 14 days before execution, the contracting
113	regional economic development organization shall post on its
114	website:
115	1. Any contract or agreement that involves the expenditure
116	of grant funds provided under this section.
1	

Page 4 of 9

1	26-00730B-19 2019596_
	2. A plain-language version of a contract or agreement with
-	a private entity, a municipality, or a vendor of services,
	supplies, or programs, including marketing, or for the purchase
	or lease or use of lands, facilities, or properties which
	involves the expenditure of grant funds provided under this
	section and which is estimated to exceed \$35,000 The department
ł	may also contract for the development of an enterprise zone web
:	portal or websites for each enterprise zone which will be used
	to market the program for job creation in disadvantaged urban
	and rural enterprise zones. Each enterprise zone web page should
	include downloadable links to state forms and information, as
:	well as local message boards that help businesses and residents
	receive information concerning zone boundaries, job openings,
	zone programs, and neighborhood improvement activities.
	(4) The department may expend up to <u>\$1 million</u> \$750,000
	each fiscal year from funds appropriated to the Rural Community
	Development Revolving Loan Fund for the purposes outlined in
	this section. The department may contract with Enterprise
	Florida, Inc., for the administration of the purposes specified
	in this section. Funds released to Enterprise Florida, Inc., for
	this purpose shall be released quarterly and shall be calculated
	based on the applications in process.
	Section 2. Present 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:
	288.0655 Rural Infrastructure Fund
	(2)(b) To facilitate access of rural communities and rural

Page 5 of 9

2019596 146 areas of opportunity as defined by the Rural Economic 147 Development Initiative to infrastructure funding programs of the 148 Federal Government, such as those offered by the United States 149 Department of Agriculture and the United States Department of Commerce, and state programs, including those offered by Rural 150 151 Economic Development Initiative agencies, and to facilitate 152 local government or private infrastructure funding efforts, the department may award grants for up to 50 30 percent of the total 153 154 infrastructure project cost. If an application for funding is for a catalyst site, as defined in s. 288.0656, the department 155 156 may award grants for up to 40 percent of the total 157 infrastructure project cost. Eligible projects must be related 158 to specific job-creation or job-retention opportunities. 159 Eligible projects may also include improving any inadequate 160 infrastructure that has resulted in regulatory action that 161 prohibits economic or community growth or reducing the costs to 162 community users of proposed infrastructure improvements that 163 exceed such costs in comparable communities, including the costs 164 associated with improving access to and the availability of 165 broadband Internet service. Eligible uses of funds shall include 166 improvements to public infrastructure for industrial or 167 commercial sites, and upgrades to or development of public tourism infrastructure, and improvements to broadband Internet 168 169 service and access in unserved or underserved rural communities. 170 Improvements to broadband Internet service and access must be 171 made in partnership with one or more dealers of communications 172 services as defined in s. 202.11(2), and any such partnership 173 must be established by a publicly noticed competitive selection 174 process. Authorized infrastructure may include the following

26-00730B-19

Page 6 of 9

26-00730B-19 2019596 175 public or public-private partnership facilities: storm water 176 systems; telecommunications facilities; broadband facilities; 177 roads or other remedies to transportation impediments; nature-178 based tourism facilities; or other physical requirements 179 necessary to facilitate tourism, trade, and economic development activities in the community. Authorized infrastructure may also 180 181 include publicly or privately owned self-powered nature-based tourism facilities, publicly owned telecommunications 182 facilities, and broadband facilities, and additions to the 183 184 distribution facilities of the existing natural gas utility as 185 defined in s. 366.04(3)(c), the existing electric utility as 186 defined in s. 366.02, or the existing water or wastewater 187 utility as defined in s. 367.021(12), or any other existing water or wastewater facility, which owns a gas or electric 188 189 distribution system or a water or wastewater system in this 190 state where: 191

191 1. A contribution-in-aid of construction is required to 192 serve public or public-private partnership facilities under the 193 tariffs of any natural gas, electric, water, or wastewater 194 utility as defined herein; and

195 2. Such utilities as defined herein are willing and able to 196 provide such service.

(4) By September 1, <u>2020</u> 2012, the department shall, in consultation with the organizations listed in subsection (3), and other organizations, reevaluate existing guidelines and criteria governing submission of applications for funding, review and evaluation of such applications, and approval of funding under this section. The department shall consider factors including, but not limited to, the project's potential

Page 7 of 9

_	26-00730B-19 2019596
204	for enhanced job creation or increased capital investment, the
205	demonstration and level of local public and private commitment,
206	whether the project is located $rac{\mathrm{in}}{\mathrm{an}}$ enterprise zone, in a
207	community development corporation service area $_{ au}$ or in an urban
208	high-crime area as designated under s. 212.097, the unemployment
209	rate of the county in which the project would be located, and
210	the poverty rate of the community.
211	(5)(a) A contract or agreement that includes the
212	expenditure of grant funds provided under this section,
213	including a contract or agreement entered into between an entity
214	and a regional economic development organization, a unit of
215	local government, or an economic development organization
216	substantially underwritten by a unit of local government, must
217	include:
218	1. The purpose of the contract or agreement.
219	2. Specific performance standards and responsibilities for
220	each entity.
221	3. A detailed project or contract budget, if applicable.
222	4. The value of any services provided.
223	5. The projected travel and entertainment expenses for
224	employees and board members, if applicable.
225	(b) At least 14 days before execution, the contracting
226	regional economic development organization shall post on its
227	website:
228	1. Any contract or agreement that involves the expenditure
229	of grant funds provided under this section.
230	2. A plain-language version of a contract or agreement with
231	a private entity, a municipality, or a vendor of services,
232	supplies, or programs, including marketing, or for the purchase

Page 8 of 9

	26-00730B-19 2019596
233	or lease or use of lands, facilities, or properties which
234	involves the expenditure of grant funds provided under this
235	section and which is estimated to exceed \$35,000.
236	Section 3. This act shall take effect July 1, 2019.

Page 9 of 9