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MARCH 3, 2009

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Governor Crist's State of the State Address Calls on Legislature to Seize Opportunity to Secure Florida's Future

~ Urges measures to strengthen economy and workforce, education, Everglades restoration ~

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TALLAHASSEE – Governor Charlie Crist this evening addressed a joint session of the Florida House of Representatives and the Florida Senate to outline his vision for safeguarding Florida's future by continuing investments in education, public safety and programs that serve Florida's most vulnerable citizens. As part of his ongoing commitment to strengthening Florida's economy, the Governor emphasized policy and budget recommendations for the upcoming 2009 Legislative Session that address the priorities of the people of Florida – workforce initiatives, job creation and business development. Continuing the tradition he began in 2008, Governor Crist gave the State of the State Address at 6:00 p.m., rather than during the morning as past Florida Governors have done.

"For the nearly 20 million people who choose to call Florida home, to not just raise their children and build their businesses, but to truly live out their dreams: The future is now," Governor Crist said. "Our state and national economies are being tested and challenged in ways not seen in decades. Our people are struggling, and like never before, we have an obligation to serve them well."

Governor Crist called on the Legislature to adopt his proposed \$66.5-billion budget that includes \$10.2 billion for infrastructure improvements in transportation and economic development, \$21.5 billion for education, \$2.3 billion to protect Florida's natural resources, \$4.8 billion for public safety and \$25.2 billion for health and human services.

Florida National Guardsmen

During the address, Governor Crist honored Florida National Guardsmen Chief Warrant Officer Jolly Harper and Major Julio Acosta.

• Currently assigned to the Joint Forces Headquarters in St. Augustine, Chief Warrant Officer Jolly Harper is a military aviator who has served in the Balkans, Kuwait, and Afghanistan. In 2008, Chief Warrant Officer Harper was awarded the Distinguished Flying Cross, the nation's highest award for aerial valor, for his actions on June 8, 2004, in Afghanistan. Harper was flying an Apache helicopter called to assist a Marine convoy trapped in a three-sided

ambush. After intense fighting and depleted fuel and ammunition, he refueled, rearmed his crew, and returned to continue the fight until the Marine convoy could extract themselves from the ambush. He has also been awarded the Meritorious Service Medal and the Army Commendation Medal. His wife Tami Jean, known as "TJ," joined him in the gallery.

A highly decorated officer, Major Julio Acosta is currently an Anti-Armor Company Commander and Operations Officer in the 1st Battalion, 124th Infantry. Major Acosta received the Army Commendation Medal with Valor Device for his leadership as a tactical trainer with the Afghanistan Army on December 4, 2005, when a vehicle in his convoy was struck by an improvised explosive device (IED). After helping rescue three injured soldiers from a burning vehicle and administering medical aid, he led troops in preventing the Taliban from overrunning a nearby observation point under enemy fire. He has also been awarded the Bronze Star Medal, the Combat Infantry Badge, Expert Infantry Badge, Parachutist Badge, Air Assault Badge, Pathfinder Badge, and Ranger Tab. His wife Odalys joined him in the gallery.

Wise Use of the Federal Stimulus Dollars

Governor Crist urged legislators to put the needs of the people of Florida before politics by supporting the full use of the \$12.2 billion in federal stimulus dollars coming to Florida over three budget years. Governor Crist's proposed 2009-10 budget includes \$4.7 billion from the American Recovery and Reinvestment Act of 2009. Over the years, Florida is expected to receive \$5.3 billion for health and human services programs such as Medicaid, food stamps and cash assistance; \$1.4 billion for highway and transportation projects; \$148 million for programs to promote energy efficiency; and \$162 million for workforce employment and training. According to information released by the White House, the economic stimulus funding will create or retain 206,000 jobs statewide.

"The federal stimulus package will provide much needed tax relief, as well as immediate assistance in education, transportation, unemployment compensation, renewable energy and other aid," Governor Crist said. "My administration looks forward to working with this Legislature, our cities and counties to begin implementing these dollars quickly and efficiently."

Special Advisor to the Governor for the Implementation of the Federal American Recovery and Reinvestment Act of 2009

Governor Crist announced today that Don Winstead, deputy secretary of the Florida Department of Children and Families, will serve as Special Advisor to the Governor for the Implementation of the Federal American Recovery and Reinvestment Act of 2009. Winstead will work in coordination with the Federal Stimulus Working Group assembled by the Governor in early February to oversee and track the distribution of Florida's

stimulus dollars and ensure taxpayers can hold government accountable for its use of the funds.

From late 2001 to early 2005, Winstead served as deputy assistant secretary for human services policy at the U.S. Department of Health and Human Services. In this capacity, he was a key advisor on human services policy and was responsible for policy development, research and evaluation related to welfare reform, support for low-income families, and services for families, children and youth.

Recognized nationally as an expert on federal funding issues, Winstead has negotiated groundbreaking federal waivers in welfare reform and child welfare. He is a member of the advisory boards of the National Poverty Center at the University of Michigan and the Center for Poverty Research at the University of Kentucky. Winstead began his career as a front-line caseworker and has worked in a variety of direct-service, administrative and managerial positions ranging from social worker to deputy secretary.

As Special Advisor to the Governor for the Implementation of the Federal American Recovery and Reinvestment Act of 2009, Winstead will:

- Track all federal stimulus dollars flowing into state and local governments, as well as to private businesses and non-profit organizations.
- Maximize the state's use of available federal stimulus funds, including competitive grants.
- Identify the quickest ways to move the stimulus money into the economy.
- Establish open and effective lines of communication with federal and state agencies, local governments, and the Florida Legislature to assist in efforts to effectively and rapidly use the federal stimulus funds.
- Develop a communications network to keep the public informed about the status and progress of the recovery effort.
- Report to the Florida Legislature and citizens on a regular basis about the status of the use of the stimulus funds.
- Measure progress of the recovery effort by tracking jobs created and retained.
- Ensure that recipients of stimulus funding are aware of applicable federal requirements and that all parties comply with the provisions.

Compact Between the State of Florida and the Seminole Tribe of Florida

Governor Crist also called on the Florida Legislature to quickly approve the 25-year compact between the State of Florida and the Seminole Tribe of Florida, emphasizing

that its approval can provide \$2.5 billion to Florida schools throughout the duration of the agreement. Since the compact was approved by the United States Department of the Interior in December 2007, the Seminole Tribe has paid \$75 million to the State of Florida, and will pay another \$62.5 million during the remainder of the current fiscal year. All of those funds are available to enhance and support Florida's education system in 2009-10, as well as the guaranteed \$150 million. In addition, the approved compact is projected to provide at least \$129.2 million for education in 2010-11, and at least \$100 million in 2011-12. These funds could be significantly larger if the tribe exceeds certain thresholds outlined in the compact.

Workforce Initiatives

To help get Floridians back to work, Governor Crist highlighted his \$2-billion budget recommendation for workforce initiatives. Among his recommendations, Governor Crist is proposing \$800 million for career education and employment services that retain 3,000 jobs, \$621.2 million that will provide affordable childcare to families of 154,835 Florida children and protect more than 12,800 jobs for child-care providers, and \$6.6 million for Ready to Work. The credentialing program ensures students and job seekers master applied math, reading for information and locating information and helps employers hire skilled employees. For more information, visit FloridaReadyToWork.com.

Economic Development

Governor Crist highlighted several economic development efforts of the Governor's Office of Tourism, Trade and Economic Development. The Governor's proposed budget includes \$45 million for the Quick Action Closing Fund (QAC) to enable a quick response to extraordinary economic opportunities and effective competition for projects involving significant capital investment and 17,316 high-wage jobs with average annual salaries of \$56,334. Governor Crist is recommending \$10 million to encourage the filming and production of television, film, commercial, and digital media in Florida, which has an anticipated return on investment of \$7.48 for every incentive dollar and can create as many as 15,414 jobs. He also highlighted \$10 million for Economic Gardening, a pilot program to stimulate investment in Florida's economy by providing low-interest loans to expanding businesses.

Transparency in Education Spending

Governor Crist urged the Legislature to ensure taxpayers can track K-12 education funding online and require school districts to spend a minimum of 70 percent of operating dollars directly in the classroom. He emphasized that parents and taxpayers have a right to demand accountability.

Higher Education Reform

The Governor also encouraged legislators to give Florida's 11 state universities the resources they need to compete with universities nationwide. Governor Crist noted that

Florida has five of the nation's largest universities; however, only the University of Florida is ranked among the United States' leading 100 universities. Governor Crist has proposed a five percent base undergraduate tuition increase, in addition to measures that will give the 11 state universities flexibility to charge a differential tuition that will generate revenue to enhance undergraduate education and need-based aid. Currently, five state universities have this flexibility, as previously authorized by the Legislature.

Saving America's Everglades

Governor Crist highlighted the importance of the South Florida Water Management District's acquisition of the 300 square miles that is the "missing link" needed to reconnect Lake Okeechobee and Everglades National Park. One of the largest environmental land acquisitions in the nation's history, the action will protect Florida's coastal estuaries and better revive, restore and preserve the Everglades, one of America's greatest natural treasures. Acquiring the land will increase the ability to deliver cleaner water to the Everglades during dry times and provide greater water storage to protect the natural system during wet years.

Renewable Portfolio Standard

The Governor called on legislators to ratify the Public Service Commission's renewable portfolio standard that will diversify Florida's energy supply to include renewable energy sources such as solar, wind and biomass. The standard will require each investor-owned utility to produce 20 percent of its energy by 2020. Legislation sponsored by Representative Debbie Mayfield in the House of Representatives and Senator Lee Constantine in the Senate will continue Florida's progress toward a diversified energy future, "green" energy business development, and increased energy conservation and efficiency.

Last June, Governor Crist signed House Bill 7135, sponsored by the late Representative Stan Mayfield and known as the 2008 Energy and Economic Development Legislation, aimed at reducing greenhouse gas emissions as well as encouraging investment in alternative and renewable energy technologies. For more information, please visit www.MyFloridaClimate.com.

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Governor Charlie Crist's 2009 State of the State Address

March 3, 2009

Remarks as prepared for delivery

Good evening. Mr. President, Mr. Speaker, Lt. Governor, Madam Chief Justice and members of the court, members of the Cabinet, members of the Legislature, honored guests, and my fellow Floridians. Good evening to you all.

I want to recognize my family seated in the gallery, my beautiful wife Carole, my mother and my father. Thank you for your support. I love you all very much.

I begin tonight by honoring Chief Warrant Officer Jolly Harper and Major Julio Acosta for their service to the people of Florida and to our nation. Whether serving in Afghanistan as these men have – or in Iraq or other places around the globe – the Florida National Guard and our Armed Forces are protecting our freedom.

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For the nearly 20 million people who choose to call Florida home, to not just raise their children and build their businesses, but to truly live out their dreams; the future is now.

The strength of our state and national economies are being tested in ways not seen in decades: unemployment is at a 16-year high. We are in a national housing crisis and foreclosures continue to rise; businesses are shutting their doors in the communities they have long served; and a weakened Wall Street has left us in a credit crunch that is cutting into hardworking families' nest eggs and college savings. Our people are struggling, as a state and as a nation. And like never before, we have an obligation to serve them well.

The state of our state may be challenged today, but my friends, the determination of our people is stronger than ever.

Because I believe that with every crisis comes opportunity. We gather here tonight with the tools and the resolve – *the opportunity* – to preserve investments in our students and teachers, *the opportunity* to preserve investments in the safety and security of our people, in the health and well-being of the most vulnerable among us – and *the opportunity* to preserve our investments in the very reasons government exists to serve.

Since I took office two years ago, we have cut state spending by \$7 billion, lowered property taxes by an estimated \$25 billion over five years and created innovative nocost solutions like the Florida Discount Drug Card and Cover Florida. In fact, the CATO institute has recognized our state as the most fiscally responsible in the nation. And while we have taken these prudent steps, tough decisions lie ahead. We are going to have to work to make people our priority and to spend their money wisely while continuing to lessen their tax burden.

Ten days ago I sent to you a budget recommendation that addresses the people's priorities for our future. The \$66 billion plan includes more than \$10 billion for infrastructure improvements in transportation and economic development – including Central Florida's commuter rail; a \$21 billion investment in our students and teachers; more than \$2 billion to protect and preserve Florida's natural resources; nearly \$5 billion to keep our people and our neighborhoods safe – the most critical function of government; and more than \$25 billion to fund critical health care services for our citizens.

I am grateful for Florida's share of the federal stimulus bill. These funds will serve as a bridge to better economic times. This money will help us avoid tax increases and prevent deep cuts that would further burden Florida's families and businesses. The Federal Stimulus bill is not perfect; I've never seen a bill that is. But, this package will provide much needed tax relief, as well as immediate assistance in education, transportation, unemployment compensation, renewable energy and other aid and is expected to save or create as many as 206,000 jobs that the people of Florida desperately need. Of the more than \$12 billion our state will receive over three years our budget proposes using nearly \$5 billion next year.

Our administration looks forward to working with this Legislature, our cities and counties to begin implementing these dollars quickly and efficiently. I'm proud to announce that Don Winstead, a long-time public servant and deputy secretary of the Department of Children and Families, will serve as Special Advisor to the Governor for the Implementation of the American Recovery Act.

We must use every dollar available to us to adequately fund education, and I again call upon this Legislature to quickly approve the Compact between the state of Florida and the Seminole Tribe. Approval will release at least \$2.5 billion over 25 years to help educate our children. Approval of the Compact will preserve and create thousands of jobs for Floridians and will safeguard us against the expansion of gambling to every corner of our state. Failure to act will take the process out of our hands, and may lead to the loss of all revenues. Whether you are for or against gaming, the Compact makes sense and deserves your support.

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There is no doubt, that for our economy to recover, we must get people back to work. In the past several weeks I have visited with Floridians at seven unemployment offices across our state. I have looked into their eyes and I saw worry. I saw good, honest people who desperately want the opportunity to help themselves. Some argue the politics of the federal stimulus plan. My friends, while our people worry, we cannot put politics over their needs – the needs of our students and teachers, the sick and the infirm, or those out of work. We should not ask what it means to be Republican nor should we ask what it means to be Democrat; but rather what a good human being is supposed to do. In each and every one of us is the hope of the millions who sent us here. We must honor that sacred trust, to put them first.

To help our workforce adapt to a changing economy, I recommend \$2 billion in workforce investments. These initiatives include over \$800 million for career education and employment services that will retain 3,000 jobs. They also include the School Readiness program, which helps preschoolers develop the skills they need to succeed in kindergarten and beyond – and helps parents maintain employment and achieve financial independence. An investment of \$621 million in getting the next generation off to a good academic start will retain more than 12,800 jobs for child-care providers and allow families to remain in the workforce. \$6.6 million for Ready to Work will ensure job-

seekers of all ages have the skills needed for most jobs today, giving them an edge with employers –in Florida, and nationwide.

Employers like Shands Jacksonville and Lockheed Martin rely on Ready to Work because it ensures high-quality applicants. They have reduced turnover among new employees, as well as their hiring and training costs; and are giving long-time employees the opportunity to learn more – and earn more.

Perhaps, the ingenuity of Floridians is no better represented than in the creativity and entrepreneurial spirit of our state's business community. Small business owners, in particular, are embracing the challenges of the economy, driven by a hope for prosperity. They are inspired by a vision of a better way of life for their families and their employees.

We must reward – not penalize or stifle – innovation and productivity in our business community. As we pursue our efforts in this Legislative Session, let us remember that the circle of prosperity in the Sunshine State begins with business.

To this end, our Office of Tourism, Trade and Economic Development, working with its public/private partnerships, helps jump-start high-potential business sectors throughout our state. As a result, Florida's sports industry has grown to a \$36-billion-a-year business sector – film and entertainment, nearly \$18-billion-a-year – and international trade, \$130 billion in 2008 alone. More than 550 aerospace companies call Florida home, securing the Sunshine State's place as a leader in space. With more than 600 biotech pharmaceutical and medical companies and a foundation of nearly 40,000 healthcare facilities, Florida's life sciences cluster continues to gain critical mass.

Our goal is to create a business environment where productivity and growth flourish – and to create quality, high-paying jobs. My recommendation for the Quick Action Closing Fund invests \$45 million to attract and retain industries, aimed at providing more than 17,000 high-wage jobs.

We look ahead to strengthen our economic development efforts and embrace the success of companies who already call Florida home. While we seek a return to the enduring principles of smart lending to restore the flow of capital and credit into our business communities, we must lift from our shoulders fear and pessimism and take up the mantle of persistence and determination to make the coming year better than the last. And we must do so with the realization that our actions today affect every future generation.

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So, for our precious children, the future is now.

We must build on the foundation of accountability laid by my predecessor that has taken Florida's schools from 31st in the nation in 2007 to 10th in the nation today. More of our

students are graduating than ever before, with our African-American and Hispanic students showing some of the greatest gains. I urge you to pass legislation requiring school districts to spend 70 percent of their budgets in the classroom for our students and teachers, and to instill transparency by requiring school districts to provide dollar-by-dollar details online. Floridians deserve to know how their hard-earned dollars are being spent, and parents have a right to demand accountability. And I ask you to consider, as I have proposed, increasing per-student funding – Florida's children deserve it.

We must also renew our commitment to higher education. The strength of Florida's economy is dependent upon a workforce able to compete in an increasingly global economy. Our 28 community colleges are already recognized as the number one in the U.S. and I am committed to giving our universities the resources they need to be among the best in the nation. I am as committed as ever to keeping our schools affordable, but we must also enable them to achieve excellence.

These reforms cannot wait. The doctors, nurses, entrepreneurs and engineers of tomorrow are sitting in our grade school classrooms, and walking our college campuses right now. For them, the future is now.

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And for Florida's beautiful environment, the future is now.

From sugar-sand beaches and coral reefs, to crystal clear springs and rivers among lush forests, all with glorious sunrises and amazing sunsets. We must take action in our lifetime to protect these treasures, or future generations will not experience the Florida we know and love.

Now more than ever, we have before us a historic opportunity to save America's Everglades so that students and teachers can learn from this living classroom – a place known throughout the world as a true wonder, a mosaic of freshwater ponds, prairies and forested uplands.

We have taken the first steps toward what promises to be a historic move to save our Everglades. This move is as significant as the creation of the Everglades National Park itself. By acquiring nearly 300 square miles, we can reconnect Lake Okeechobee to the Park; allowing us to clean, move and store water and protect the coastal estuaries. We have a once in a lifetime opportunity before us now.

This administration is committed to a diverse energy supply that balances solar, wind and nuclear. Last year's energy bill was made possible by the strong support of our departed friend Representative Stan Mayfield. Stan's vision for Florida continues. Thank you, Representative Debbie Mayfield for your courage and leadership in seeing Stan's vision. We have a chance to diversify our energy supply and I urge the members in this chamber to pass this important legislation.

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We must remember that the strength of our state is not in the might of our laws or the power of our bully pulpits, but in our ability to protect the hopes and dreams of the very people we serve.

The future is now, my friends, and if we endeavor to strengthen and diversify our economy by capitalizing on the opportunities before us; if we seek to preserve God's majestic creation for generations to come; if we believe today's students can flourish as tomorrow's leaders, and if we hope to preserve the promise of the future for all Floridians – then we *must* come together as never before.

We must commit to one another and to each and every Floridian that we will work toward more than just the perception of bipartisanship, but strive to seek honest-to-goodness cooperation. There will be disagreements and differences of opinion, and that is the mark of a healthy democracy. But we have to be willing to put solutions above who gets the credit, and results above individual gain. People are counting on us, and for those of you who wish to keep score, I ask you to mark your wins and losses not for our parties, but for the people we serve.

Each of us in this chamber tonight remembers the moment we first decided to run for office, to aspire to be public servants. We are going to have to dig, and I mean really dig deep, for the hope and the optimism and the determination that inspired you to put your name on a ballot and declare to the people of this state, you deserve their vote!" They sent us here through a sacred trust and we'd better fight to earn every bit of it over the next 60 days, because the future is now and the people we serve are counting on us to work – not for the next election – but for them and for Florida's next generation.

May God bless you and may he continue to bless our beautiful Florida.