ORIGINAL

YEAR

1	A bill to be entitled
2	An act relating to energy; amending s. 186.801, F.S.;
3	requiring utilities' 10-year site plans to address
4	existing and proposed renewable energy production and
5	purchases; amending s. 220.08, F.S.; providing
6	definitions for the terms "biodiesel," "ethanol," and
7	"renewable fuel"; providing for tax exemptions in the
8	form of a rebate for the sale or use of certain
9	equipment, machinery, and other materials for
10	renewable energy technologies; providing eligibility
11	requirements and tax credit limits; authorizing the
12	Department of Revenue and the Department of
13	Agriculture and Consumer Services to adopt rules;
14	directing the Department of Agriculture and Consumer
15	Services to determine and publish certain information
16	relating to exemptions; providing for expiration of
17	the exemption; amending s. 220.192, F.S.; providing
18	definitions; reestablishing a corporate tax credit for
19	certain costs related to renewable energy
20	technologies; providing eligibility requirements and
21	credit limits; providing rule-making authority to the
22	Department of Revenue and the Department of
23	Agriculture and Consumer Services; directing the
24	Department of Agriculture and Consumer Services to
25	determine and publish certain information; providing
26	for expiration of the tax credit; amending s. 220.193,
27	F.S.; reestablishing a corporate tax credit for
28	renewable energy production; providing definitions;
	Page 1 of 57

ORIGINAL

YEAR

29	providing a tax credit for the production and sale of
30	renewable energy; providing for the use and transfer
31	of the tax credit; providing rule-making authority to
32	the Department of Revenue; providing for expiration of
33	the tax credit; amending s. 255.257, F.S.; directing
34	the Department of Management Services in coordination
35	with the Department of Agriculture and Consumer
36	Services to further develop the state energy
37	management plan; amending s. 288.106, F.S.; further
38	clarifying the definition of "target industry
39	business" for purposes of the tax refund program for
40	qualified target industry businesses; amending s.
41	20.60, F.S.; requiring the Department of Economic
42	Opportunity to analyze and evaluate economic benefits
43	for certain renewable energy projects; amending s.
44	366.92, F.S.; providing definitions; authorizing a
45	utility to petition the commission to determine that a
46	proposed renewable energy facility is in the public
47	interest; providing a standard of review; providing
48	for cost recovery for reasonable and prudent cost
49	incurred by a utility for a financing project;
50	requiring the Public Service Commission to adopt rules
51	to establish a public interest determination process
52	for renewable energy projects; establishing procedural
53	guidelines for public interest determination; creating
54	s. 366.94, F.S., relating to electric vehicle charging
55	stations; providing legislative intent; providing that
56	the rates, terms and conditions of electric vehicle
I	Page 2 of 57

Page 2 of 57

ORIGINAL

YEAR

57	charging services by a non-utility are not subject to
58	regulation by the Public Service Commission; providing
59	rule-making authority to the Department of Agriculture
60	and Consumer Services; prohibiting parking in spaces
61	specifically designated for charging an electric
62	vehicle under specific circumstances; providing
63	
	penalties; amending s. 403.519, F.S.; requiring the
64	Public Service Commission to make a need determination
65	for electrical power to place greater emphasis on fuel
66	diversity; amending s. 581.083, F.S.; prohibiting the
67	cultivation of certain algae in plantings greater in
68	size than 2 contiguous acres; providing exceptions;
69	providing for exemption from special permitting
70	requirements by rule; revising certain bonding
71	requirements; amending s. 20.121, F.S.; establishing
72	the Office of Public Counsel within the Financial
73	Services Commission; amending s. 350.061, F.S.;
74	providing for appointment and removal of the Public
75	Counsel by the Financial Services Commission; amending
76	s. 350.0613, F.S.; establishing the authority of the
77	Public Counsel to employ personnel, set compensation,
78	retain experts, and prepare a budget; amending s.
79	350.0614, F.S.; authorizing the Financial Services
80	Commission to set the salary of the Public Counsel and
81	allocate salaries and expenses for the office;
82	providing for a type two transfer of the Office of
83	Public Counsel from the legislature to the Financial
84	Services Commission; requiring the Department of
	Page 3 of 57

Page 3 of 57

ORIGINAL

85 Agriculture and Consumer Services to conduct a 86 statewide forest inventory analysis; requiring the 87 Department of Agriculture and Consumer Services, in 88 consultation with other state agencies, to develop a 89 clearinghouse of information regarding cost savings 90 associated with energy efficiency and conservation 91 measures; requiring such information to be posted on 92 its website; directing the Public Service Commission 93 to conduct a study on the potential effects of 94 electric vehicle charging stations on both energy 95 consumption and the electric grid; requiring the Public Service Commission, in consultation with the 96 97 Department of Agriculture and Consumer Services, to 98 contract for an independent evaluation of the 99 effectiveness of the Florida Energy Efficiency and Conservation Act; providing an effective date. 100

Be It Enacted by the Legislature of the State of Florida:
Section 1. Subsection (2) of section 186.801, Florida
Statutes, is amended to read:

106

101

186.801 Ten-year site plans.-

(2) Within 9 months after the receipt of the proposed plan, the commission shall make a preliminary study of such plan and classify it as "suitable" or "unsuitable." The commission may suggest alternatives to the plan. All findings of the commission shall be made available to the Department of Environmental Protection for its consideration at any subsequent

Page 4 of 57

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

PCB ENUS 12-02 ORIGINAL YEAR 113 electrical power plant site certification proceedings. It is 114 recognized that 10-year site plans submitted by an electric utility are tentative information for planning purposes only and 115 116 may be amended at any time at the discretion of the utility upon 117 written notification to the commission. A complete application for certification of an electrical power plant site under 118 119 chapter 403, when such site is not designated in the current 10year site plan of the applicant, shall constitute an amendment 120 121 to the 10-year site plan. In its preliminary study of each 10year site plan, the commission shall consider such plan as a 122 123 planning document and shall review: 124 The need, including the need as determined by the (a) 125 commission, for electrical power in the area to be served. 126 (b) The effect on fuel diversity within the state. 127 The anticipated environmental impact of each proposed (C) 128 electrical power plant site. 129 Possible alternatives to the proposed plan. (d) 130 The views of appropriate local, state, and federal (e) 131 agencies, including the views of the appropriate water 132 management district as to the availability of water and its 133 recommendation as to the use by the proposed plant of salt water 134 or fresh water for cooling purposes. 135 The extent to which the plan is consistent with the (f) 136 state comprehensive plan. 137 (g) The plan with respect to the information of the state on energy availability and consumption. 138 (h) 139 The amount of renewable energy resources the utility 140 produces or purchases.

Page 5 of 57

ORIGINAL

141 (i) The amount of renewable energy resources the utility 142 plans to produce or purchase over the 10-year planning horizon 143 and the means by which such production or purchases will be 144 achieved.

(j) The utility's indication of how the production and purchase of renewable energy resources affect the utility's present and future capacity and energy needs.

148Section 2. Paragraph (hhh) is added to subsection (7) of149section 212.08, Florida Statutes, to read:

150 212.08 Sales, rental, use, consumption, distribution, and 151 storage tax; specified exemptions.—The sale at retail, the 152 rental, the use, the consumption, the distribution, and the 153 storage to be used or consumed in this state of the following 154 are hereby specifically exempt from the tax imposed by this 155 chapter.

156 (7) MISCELLANEOUS EXEMPTIONS.-Exemptions provided to any 157 entity by this chapter do not inure to any transaction that is 158 otherwise taxable under this chapter when payment is made by a 159 representative or employee of the entity by any means, 160 including, but not limited to, cash, check, or credit card, even 161 when that representative or employee is subsequently reimbursed by the entity. In addition, exemptions provided to any entity by 162 163 this subsection do not inure to any transaction that is 164 otherwise taxable under this chapter unless the entity has obtained a sales tax exemption certificate from the department 165 or the entity obtains or provides other documentation as 166 required by the department. Eligible purchases or leases made 167 with such a certificate must be in strict compliance with this 168

Page 6 of 57

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

V

	PCB ENUS 12-02 ORIGINAL	YEAR
169	9 subsection and departmental rules, and any perso	on who makes an
170	exempt purchase with a certificate that is not i	in strict
171	compliance with this subsection and the rules is	s liable for and
172	2 shall pay the tax. The department may adopt rule	es to administer
173	3 this subsection.	
174	(hhh) Equipment, machinery, and other mater	rials for
175	<u>renewable energy technologies.</u>	
176	5 <u>1. As used in this paragraph, the term:</u>	
177	a. "Biodiesel" means the mono-alkyl esters	of long-chain
178	fatty acids derived from plant or animal matter	for use as a
179	source of energy and meeting the specifications	for biodiesel
180	and biodiesel blends with petroleum products as	adopted by rule
181	of the Department of Agriculture and Consumer Se	ervices.
182	Biodiesel may refer to biodiesel blends designat	ed BXX, where XX
183	3 represents the volume percentage of biodiesel fu	lel in the blend.
184	b. "Ethanol" means an anhydrous denatured a	alcohol produced
185	by the conversion of carbohydrates meeting the s	specifications
186	6 for fuel ethanol and fuel ethanol blends with pe	etroleum products
187	as adopted by rule of the Department of Agricult	cure and Consumer
188	B Services. Ethanol may refer to fuel ethanol bler	nds designated
189	EXX, where XX represents the volume percentage of	of fuel ethanol
190	in the blend.	
191	c. "Renewable fuel" means a fuel produced f	from biomass that
192	is used to replace or reduce the quantity of for	ssil fuel present
193	in motor fuel or diesel fuel. "Biomass" means bi	lomass as defined
194	in s. 366.91, "motor fuel" means motor fuel as o	lefined in s.
195	5 206.01, and "diesel fuel" means diesel fuel as o	lefined in s.
196	5 <u>206.86.</u>	
1	Page 7 of 57	

Page 7 of 57

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

V

PCB ENUS 12-02 ORIGINAL 197 2. The sale or use of the following in the state is exempt 198 from the tax imposed by this chapter: Materials used in the 199 distribution of biodiesel (B10-B100), ethanol (E10-E100), and 200 other renewable fuels, including fueling infrastructure, 201 transportation, and storage, up to a limit of \$1 million in tax 202 each state fiscal year for all taxpayers. Gasoline fueling 203 station pump retrofits for biodiesel (B10-B100), ethanol (E10-204 E100), and other renewable fuel distribution qualify for the 205 exemption provided in this section. 206 3. The Department of Agriculture and Consumer Services 207 shall provide to the Department of Revenue a list of items 208 eligible for the exemption provided in this paragraph. 209 4.a. The exemption provided in this paragraph shall be 210 available to a purchaser only through a refund of previously 211 paid taxes. An eligible item is subject to refund one time. A 212 person who has received a refund on an eligible item shall 213 notify the next purchaser of the item that such item is no 214 longer eligible for a refund of paid taxes. This notification 215 shall be provided to each subsequent purchaser on the sales 216 invoice or other proof of purchase. 217 b. To be eligible to receive the exemption provided in this 218 paragraph, a purchaser shall file an application with the 219 Department of Agriculture and Consumer Services. The application 220 shall be developed by the Department of Agriculture and Consumer Services, in consultation with the Department of Revenue, and 221

222 223 shall require:

(I) The name and address of the person claiming the refund.

Page 8 of 57

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

	PCB ENUS 12-02	ORIGINAL Y	EAR
224	(II) A specific d	description of the purchase for which a	
225	refund is sought, incl	uding, when applicable, a serial number o	or
226	other permanent identi	fication number.	
227	(III) The sales i	nvoice or other proof of purchase showing	<u>j</u>
228	the amount of sales ta	ax paid, the date of purchase, and the nam	ne
229	and address of the sal	es tax dealer from whom the property was	
230	purchased.		
231	(IV) A sworn stat	ement that the information provided is	
232	accurate and that the	requirements of this paragraph have been	
233	met.		
234	<u>c. Within 30 days</u>	after receipt of an application, the	
235	Department of Agricult	ture and Consumer Services shall review th	ne
236	application and shall	notify the applicant of any deficiencies.	•
237	<u>Upon receipt of a comp</u>	oleted application, the Department of	
238	Agriculture and Consum	mer Services shall evaluate the application	on
239	for exemption and issu	ae a written certification that the	
240	applicant is eligible	for a refund or issue a written denial of	<u>f</u>
241	such certification. Th	ne Department of Agriculture and Consumer	
242	Services shall provide	e the Department of Revenue with a copy of	£
243	each certification iss	sued upon approval of an application.	
244	d. Each certifie	ed applicant shall be responsible for	
245	applying for the refun	nd and forwarding the certification that	
246	the applicant is eligi	ble to the Department of Revenue within 6	6
247	months after certifica	ation by the Department of Agriculture and	<u>t</u>
248	Consumer Services.		
249	<u>e. A refund appro</u>	oved pursuant to this paragraph shall be	
250	made within 30 days af	ter formal approval by the Department of	
251	Revenue.		

Page 9 of 57

ORIGINAL

252 f. The Department of Agriculture and Consumer Services may 253 adopt by rule the form for the application for a certificate, 254 requirements for the content and format of information submitted 255 to the Department of Agriculture and Consumer Services in 256 support of the application, other procedural requirements, and 257 criteria by which the application will be determined. The 258 Department of Agriculture and Consumer Services may adopt other 259 rules pursuant to ss. 120.536(1) and 120.54 to administer this 260 paragraph, including rules establishing additional forms and 261 procedures for claiming this exemption. 262 g. The Department of Agriculture and Consumer Services 263 shall be responsible for ensuring that the total amount of the 264 exemptions authorized do not exceed the limits specified in 265 subparagraph 2. 266 5. Approval of the exemptions under this section is on a 267 first-come, first-served basis, based upon the date complete 268 applications are received by the Department of Agriculture and 269 Consumer Services. Incomplete placeholder applications will not 270 be accepted and will not secure a place in the first-come, 271 first-served application line. The Department of Agriculture and 272 Consumer Services shall determine and publish on its website on 273 a regular basis the amount of sales tax funds remaining in each 274 fiscal year. 275 6. This paragraph expires July 1, 2016. Section 3. Section 220.192, Florida Statutes, is amended 276 277 to read: 278 220.192 Renewable energy technologies investment tax 279 credit.-

Page 10 of 57

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

ORIGINAL

YEAR

(1) DEFINITIONS.-For purposes of this section, the term:
 (a) "Biodiesel" means biodiesel as defined in former s.
 212.08(7)(hhh)(ccc).

(b) "Corporation" includes a general partnership, limited
partnership, limited liability company, unincorporated business,
or other business entity, including entities taxed as
partnerships for federal income tax purposes.

287 "Eligible costs" means: seventy-five percent of all (C) 288 capital costs, operation and maintenance costs, and research and 289 development costs incurred between July 1, 2012 2006, and June 30, 2016 2010, not to exceed \$1 million per state fiscal year 290 291 for each taxpayer and up to a limit of \$10 $\frac{6.5}{5}$ million per 292 state fiscal year for all taxpayers, in connection with an 293 investment in the production, storage, and distribution of biodiesel (B10-B100), and ethanol (E10-E100), and other 294 295 renewable fuel in the state, including the costs of 296 constructing, installing, and equipping such technologies in the 297 state. Gasoline fueling station pump retrofits for biodiesel 298 (B10-B100), and ethanol (E10-E100), and other renewable fuel 299 distribution qualify as an eligible cost under this section 300 subparagraph.

301 1. Seventy-five percent of all capital costs, operation and maintenance costs, and research and development costs incurred between July 1, 2006, and June 30, 2010, up to a limit of \$3 million per state fiscal year for all taxpayers, in connection with an investment in hydrogen-powered vehicles and hydrogen vehicle fueling stations in the state, including, but not limited to, the costs of constructing, installing, and Page 11 of 57

PCB ENUS 12-02 ORIGINAL YEAR 308 equipping such technologies in the state. 309 2. Seventy-five percent of all capital costs, operation 310 and maintenance costs, and research and development costs incurred between July 1, 2006, and June 30, 2010, up to a limit 311 312 of \$1.5 million per state fiscal year for all taxpayers, and 313 limited to a maximum of \$12,000 per fuel cell, in connection 314 with an investment in commercial stationary hydrogen fuel cells 315 in the state, including, but not limited to, the costs of constructing, installing, and equipping such technologies in the 316 317 state. 318 3. 319 (d) "Ethanol" means ethanol as defined in former s. 212.08(7)(hhh) (ccc). 320 321 (e) "Renewable fuel" means a fuel produced from biomass 322 that is used to replace or reduce the quantity of fossil fuel 323 present in motor fuel or diesel fuel. "Biomass" means biomass as defined in s. 366.91, "motor fuel" means motor fuel as defined 324 325 in s. 206.01, and "diesel fuel" means diesel fuel as defined in 326 s. 206.86. "Hydrogen fuel cell" means hydrogen fuel cell as 327 defined in former s. 212.08(7)(ccc). 328 "Taxpayer" includes a corporation as defined in (f) 329 paragraph (b) or s. 220.03. TAX CREDIT.-For tax years beginning on or after 330 (2) 331 January 1, 2013 2007, a credit against the tax imposed by this chapter shall be granted in an amount equal to the eligible 332 costs. Credits may be used in tax years beginning January 1, 333 2013 2007, and ending December 31, 2016 2010, after which the 334 335 credit shall expire. If the credit is not fully used in any one

Page 12 of 57

ORIGINAL

336 tax year because of insufficient tax liability on the part of 337 the corporation, the unused amount may be carried forward and 338 used in tax years beginning January 1, 2013 2007, and ending 339 December 31, 2018 2012, after which the credit carryover expires 340 and may not be used. A taxpayer that files a consolidated return 341 in this state as a member of an affiliated group under s. 342 220.131(1) may be allowed the credit on a consolidated return 343 basis up to the amount of tax imposed upon the consolidated 344 group. Any eligible cost for which a credit is claimed and which is deducted or otherwise reduces federal taxable income shall be 345 346 added back in computing adjusted federal income under s. 220.13.

347 CORPORATE APPLICATION PROCESS .- Any corporation wishing (3)to obtain tax credits available under this section must submit 348 349 to the Department of Agriculture and Consumer Services an 350 application for tax credit that includes a complete description 351 of all eligible costs for which the corporation is seeking a 352 credit and a description of the total amount of credits sought. 353 The Department of Agriculture and Consumer Services shall make a 354 determination on the eligibility of the applicant for the 355 credits sought and certify the determination to the applicant 356 and the Department of Revenue. The corporation must attach the 357 Department of Agriculture and Consumer Services' certification 358 to the tax return on which the credit is claimed. The Department 359 of Agriculture and Consumer Services is responsible for ensuring 360 that the corporate income tax credits granted in each fiscal year do not exceed the limits provided for in this section. The 361 362 Department of Agriculture and Consumer Services may adopt the necessary rules and forms for the application process. 363

Page 13 of 57

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

V

ORIGINAL

YEAR

364 (4) TAXPAYER APPLICATION PROCESS.-To claim a credit under 365 this section, each taxpayer must apply to the Department of 366 Agriculture and Consumer Services for an allocation of each type 367 of annual credit by the date established by the Department of 368 Agriculture and Consumer Services. The application form adopted 369 by rule of the Department of Agriculture and Consumer Services 370 must include an affidavit from each taxpayer certifying that all 371 information contained in the application, including all records 372 of eligible costs claimed as the basis for the tax credit, are 373 true and correct. Approval of the credits under this section is 374 on a first-come, first-served basis, based upon the date 375 complete applications are received by the Department of 376 Agriculture and Consumer Services. A taxpayer must submit only 377 one complete application based upon eligible costs incurred within a particular state fiscal year. Incomplete placeholder 378 379 applications will not be accepted and will not secure a place in 380 the first-come, first-served application line. If a taxpayer 381 does not receive a tax credit allocation due to the exhaustion 382 of the annual tax credit authorizations, then such taxpayer may 383 reapply in the following year for those eligible costs and will 384 have priority over other applicants for the allocation of 385 credits.

386 (5) ADMINISTRATION; AUDIT AUTHORITY; RECAPTURE OF 387 CREDITS.-

(a) In addition to its existing audit and investigation
authority, the Department of Revenue may perform any additional
financial and technical audits and investigations, including
examining the accounts, books, and records of the tax credit

Page 14 of 57

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

V

ORIGINAL

392 applicant, which are necessary to verify the eligible costs 393 included in the tax credit return and to ensure compliance with 394 this section. The Department of Agriculture and Consumer 395 Services shall provide technical assistance when requested by 396 the Department of Revenue on any technical audits or 397 examinations performed pursuant to this section.

398 (b) It is grounds for forfeiture of previously claimed and 399 received tax credits if the Department of Revenue determines, as 400 a result of an audit or examination or from information received 401 from the Department of Agriculture and Consumer Services, that a 402 taxpayer received tax credits pursuant to this section to which 403 the taxpayer was not entitled. The taxpayer is responsible for returning forfeited tax credits to the Department of Revenue, 404 405 and such funds shall be paid into the General Revenue Fund of 406 the state.

407 (C) The Department of Agriculture and Consumer Services 408 may revoke or modify any written decision granting eligibility 409 for tax credits under this section if it is discovered that the tax credit applicant submitted any false statement, 410 411 representation, or certification in any application, record, 412 report, plan, or other document filed in an attempt to receive 413 tax credits under this section. The Department of Agriculture 414 and Consumer Services shall immediately notify the Department of 415 Revenue of any revoked or modified orders affecting previously granted tax credits. Additionally, the taxpayer must notify the 416 Department of Revenue of any change in its tax credit claimed. 417

(d) The taxpayer shall file with the Department of Revenuean amended return or such other report as the Department of

Page 15 of 57

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

V

ORIGINAL

420 Revenue prescribes by rule and shall pay any required tax and 421 interest within 60 days after the taxpayer receives notification 422 from the Department of Agriculture and Consumer Services that 423 previously approved tax credits have been revoked or modified. 424 If the revocation or modification order is contested, the 425 taxpayer shall file an amended return or other report as 426 provided in this paragraph within 60 days after a final order is 427 issued after proceedings.

(e) A notice of deficiency may be issued by the Department
of Revenue at any time within 3 years after the taxpayer
receives formal notification from the Department of Agriculture
and Consumer Services that previously approved tax credits have
been revoked or modified. If a taxpayer fails to notify the
Department of Revenue of any changes to its tax credit claimed,
a notice of deficiency may be issued at any time.

435

(6) TRANSFERABILITY OF CREDIT.-

For tax years beginning on or after January 1, 2014 436 (a) 437 2009, any corporation or subsequent transferee allowed a tax 438 credit under this section may transfer the credit, in whole or 439 in part, to any taxpayer by written agreement without 440 transferring any ownership interest in the property generating 441 the credit or any interest in the entity owning such property. 442 The transferee is entitled to apply the credits against the tax 443 with the same effect as if the transferee had incurred the 444 eligible costs.

(b) To perfect the transfer, the transferor shall provide
the Department of Revenue with a written transfer statement
notifying the Department of Revenue of the transferor's intent

Page 16 of 57

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

V

ORIGINAL

448 to transfer the tax credits to the transferee; the date the 449 transfer is effective; the transferee's name, address, and 450 federal taxpayer identification number; the tax period; and the 451 amount of tax credits to be transferred. The Department of 452 Revenue shall, upon receipt of a transfer statement conforming 453 to the requirements of this section, provide the transferee with 454 a certificate reflecting the tax credit amounts transferred. A 455 copy of the certificate must be attached to each tax return for 456 which the transferee seeks to apply such tax credits.

457 A tax credit authorized under this section that is (C) 458 held by a corporation and not transferred under this subsection 459 shall be passed through to the taxpayers designated as partners, 460 members, or owners, respectively, in the manner agreed to by 461 such persons regardless of whether such partners, members, or 462 owners are allocated or allowed any portion of the federal 463 energy tax credit for the eligible costs. A corporation that 464 passes the credit through to a partner, member, or owner must 465 comply with the notification requirements described in paragraph 466 (b). The partner, member, or owner must attach a copy of the 467 certificate to each tax return on which the partner, member, or 468 owner claims any portion of the credit.

(7) RULES.-The Department of Revenue and the Department of
 Agriculture and Consumer Services shall have the authority to
 adopt rules pursuant to ss. 120.536(1) and 120.54 to administer
 this section, including rules relating to:

(a) The forms required to claim a tax credit under this
section, the requirements and basis for establishing an
entitlement to a credit, and the examination and audit

Page 17 of 57

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

V

PCB ENUS 12-02 ORIGINAL YEAR 476 procedures required to administer this section. 477 (b) The implementation and administration of the 478 provisions allowing a transfer of a tax credit, including rules 479 prescribing forms, reporting requirements, and specific 480 procedures, guidelines, and requirements necessary to transfer a 481 tax credit. 482 (8) PUBLICATION.-The Department of Agriculture and 483 Consumer Services shall determine and publish on its website on 484 a regular basis the amount of available tax credits remaining in 485 each fiscal year. Section 4. Section 220.193, Florida Statutes, is amended 486 487 to read: 220.193 Florida renewable energy production credit.-488 489 (1)The purpose of this section is to encourage the 490 development and expansion of facilities that produce renewable 491 energy in Florida. 492 (2) As used in this section, the term: 493 "Commission" shall mean the Public Service Commission. (a) 494 (b) "Department" shall mean the Department of Revenue. 495 "Expanded facility" shall mean a Florida renewable (C) 496 energy facility that increases its electrical production and 497 sale by more than 5 percent above the facility's electrical 498 production and sale during the 2011 2005 calendar year. 499 "Florida renewable energy facility" shall mean a (d) facility in the state that produces electricity for sale from 500 renewable energy, as defined in s. 377.803. 501 "New facility" shall mean a Florida renewable energy 502 (e) 503 facility that is operationally placed in service after May 1, Page 18 of 57

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

V

ORIGINAL

504 2012 2006.

505 (f) "Sale" or "sold" includes the use of electricity by 506 the producer of such electricity which decreases the amount of 507 electricity that the producer would otherwise have to purchase.

(g) "Taxpayer" includes a general partnership, limited partnership, limited liability company, trust, or other artificial entity in which a corporation, as defined in s. 220.03(1)(e), owns an interest and is taxed as a partnership or is disregarded as a separate entity from the corporation under this chapter.

514 An annual credit against the tax imposed by this (3) section shall be allowed to a taxpayer, based on the taxpayer's 515 production and sale of electricity from a new or expanded 516 517 Florida renewable energy facility. For a new facility, the credit shall be based on the taxpayer's sale of the facility's 518 519 entire electrical production. For an expanded facility, the 520 credit shall be based on the increases in the facility's 521 electrical production that are achieved after May 1, 2012 2006.

(a) The credit shall be \$0.01 for each kilowatt-hour of
electricity produced and sold by the taxpayer to an unrelated
party during a given tax year.

(b) The credit may be claimed for electricity produced and sold on or after January 1, <u>2013</u> 2007. Beginning in <u>2014</u> 2008 and continuing until <u>2017</u> 2011, each taxpayer claiming a credit under this section must first apply to the department by February 1 of each year for an allocation of available credit. The department, in consultation with the commission, shall develop an application form. The application form shall, at a

Page 19 of 57

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

V

ORIGINAL

532 minimum, require a sworn affidavit from each taxpayer certifying 533 the increase in production and sales that form the basis of the 534 application and certifying that all information contained in the 535 application is true and correct.

(c) If the amount of credits applied for each year exceeds \$37 \$5 million, the department shall award to each applicant a prorated amount based on each applicant's increased production and sales and the increased production and sales of all applicants.

If the credit granted pursuant to this section is not 541 (d) 542 fully used in one year because of insufficient tax liability on 543 the part of the taxpayer, the unused amount may be carried 544 forward for a period not to exceed 5 years. The carryover credit 545 may be used in a subsequent year when the tax imposed by this chapter for such year exceeds the credit for such year, after 546 547 applying the other credits and unused credit carryovers in the 548 order provided in s. 220.02(8).

(e) A taxpayer that files a consolidated return in this
state as a member of an affiliated group under s. 220.131(1) may
be allowed the credit on a consolidated return basis up to the
amount of tax imposed upon the consolidated group.

(f)1. Tax credits that may be available under this section to an entity eligible under this section may be transferred after a merger or acquisition to the surviving or acquiring entity and used in the same manner with the same limitations.

557 2. The entity or its surviving or acquiring entity as 558 described in subparagraph 1. may transfer any unused credit in 559 whole or in units of no less than 25 percent of the remaining

Page 20 of 57

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

V

ORIGINAL

560 credit. The entity acquiring such credit may use it in the same 561 manner and with the same limitations under this section. Such 562 transferred credits may not be transferred again although they 563 may succeed to a surviving or acquiring entity subject to the 564 same conditions and limitations as described in this section.

565 In the event the credit provided for under this section 3. 566 is reduced as a result of an examination or audit by the 567 department, such tax deficiency shall be recovered from the 568 first entity or the surviving or acquiring entity to have claimed such credit up to the amount of credit taken. Any 569 570 subsequent deficiencies shall be assessed against any entity 571 acquiring and claiming such credit, or in the case of multiple 572 succeeding entities in the order of credit succession.

573 Notwithstanding any other provision of this section, (a) credits for the production and sale of electricity from a new or 574 575 expanded Florida renewable energy facility may be earned between 576 January 1, 2013 2007, and June 30, 2016 2010. The amount of tax 577 credits which may be granted to each taxpayer under this section 578 is limited to \$500,000 per state fiscal year. The combined total amount of tax credits which may be granted for all taxpayers 579 580 under this section is limited to \$5 million per state fiscal 581 year.

(h) A taxpayer claiming a credit under this section shall
be required to add back to net income that portion of its
business deductions claimed on its federal return paid or
incurred for the taxable year which is equal to the amount of
the credit allowable for the taxable year under this section.
(i) A taxpayer claiming credit under this section may not

Page 21 of 57

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

V

ORIGINAL

588 claim a credit under s. 220.192. A taxpayer claiming credit 589 under s. 220.192 may not claim a credit under this section.

590 When an entity treated as a partnership or a (j) 591 disregarded entity under this chapter produces and sells 592 electricity from a new or expanded renewable energy facility, 593 the credit earned by such entity shall pass through in the same 594 manner as items of income and expense pass through for federal 595 income tax purposes. When an entity applies for the credit and 596 the entity has received the credit by a pass-through, the 597 application must identify the taxpayer that passed the credit 598 through, all taxpayers that received the credit, and the 599 percentage of the credit that passes through to each recipient and must provide other information that the department requires. 600

601 (k) A taxpayer's use of the credit granted pursuant to
602 this section does not reduce the amount of any credit available
603 to such taxpayer under s. 220.186.

(4) The department may adopt rules to implement and
administer this section, including rules prescribing forms, the
documentation needed to substantiate a claim for the tax credit,
and the specific procedures and guidelines for claiming the
credit.

(5) This section shall take effect upon becoming law and
shall apply to tax years beginning on and after January 1, 2013
2007.

612 Section 5. Subsection (3) of section 255.257, Florida613 Statutes, is amended to read:

614 255.257 Energy management; buildings occupied by state 615 agencies.-

Page 22 of 57

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

٧

	PCB ENUS 12-02 ORIGINAL YEAR
616	(3) CONTENTS OF THE STATE ENERGY MANAGEMENT PLANThe
617	Department of Management Services in coordination with the
618	Department of Agriculture and Consumer Services shall further
619	develop <u>the</u> a state energy management plan consisting of, but
620	not limited to, the following elements:
621	(a) Data-gathering requirements;
622	(b) Building energy audit procedures;
623	(c) Uniform data analysis and reporting procedures;
624	(d) Employee energy education program measures;
625	(e) Energy consumption reduction techniques;
626	(f) Training program for state agency energy management
627	coordinators; and
628	(g) Guidelines for building managers.
629	
630	The plan shall include a description of actions that state
631	agencies shall take to reduce consumption of electricity and
632	nonrenewable energy sources used for space heating and cooling,
633	ventilation, lighting, water heating, and transportation.
634	Section 6. Paragraph (q) of subsection (2) of section
635	288.106, Florida Statutes, is amended to read:
636	288.106 Tax refund program for qualified target industry
637	businesses
638	(1) LEGISLATIVE FINDINGS AND DECLARATIONSThe Legislature
639	finds that retaining and expanding existing businesses in the
640	state, encouraging the creation of new businesses in the state,
641	attracting new businesses from outside the state, and generally
642	providing conditions favorable for the growth of target
643	industries creates high-quality, high-wage employment
Ţ	Page 23 of 57

ORIGINAL

644 opportunities for residents of the state and strengthens the 645 state's economic foundation. The Legislature also finds that 646 incentives narrowly focused in application and scope tend to be 647 more effective in achieving the state's economic development 648 goals. The Legislature further finds that higher-wage jobs 649 reduce the state's share of hidden costs, such as public 650 assistance and subsidized health care associated with low-wage 651 jobs. Therefore, the Legislature declares that it is the policy 652 of the state to encourage the growth of higher-wage jobs and a diverse economic base by providing state tax refunds to 653 qualified target industry businesses that originate or expand in 654 655 the state or that relocate to the state.

656

(2) DEFINITIONS.-As used in this section:

(q) "Target industry business" means a corporate headquarters business or any business that is engaged in one of the target industries identified pursuant to the following criteria developed by the department in consultation with Enterprise Florida, Inc.:

662 1. Future growth.-Industry forecasts should indicate 663 strong expectation for future growth in both employment and 664 output, according to the most recent available data. Special 665 consideration should be given to businesses that export goods 666 to, or provide services in, international markets and businesses 667 that replace domestic and international imports of goods or 668 services.

669 2. Stability.-The industry should not be subject to
670 periodic layoffs, whether due to seasonality or sensitivity to
671 volatile economic variables such as weather. The industry should

Page 24 of 57

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

V

ORIGINAL

also be relatively resistant to recession, so that the demand
for products of this industry is not typically subject to
decline during an economic downturn.

675 3. High wage.-The industry should pay relatively high676 wages compared to statewide or area averages.

677 4. Market and resource independent.—The location of
678 industry businesses should not be dependent on Florida markets
679 or resources as indicated by industry analysis, except for
680 businesses in the renewable energy industry.

5. Industrial base diversification and strengthening.-The 681 682 industry should contribute toward expanding or diversifying the 683 state's or area's economic base, as indicated by analysis of employment and output shares compared to national and regional 684 685 trends. Special consideration should be given to industries that 686 strengthen regional economies by adding value to basic products 687 or building regional industrial clusters as indicated by 688 industry analysis. Special consideration should also be given to 689 the development of strong industrial clusters that include 690 defense and homeland security businesses.

691 6. Positive economic impact.—The industry is expected to 692 have strong positive economic impacts on or benefits to the 693 state or regional economies. Special consideration should be 694 given to industries that facilitate the development of the state 695 as a hub for domestic and global trade and logistics.

696

697 The term does not include any business engaged in retail
698 industry activities; any electrical utility company <u>as defined</u>
699 <u>in s. 366.02(2)</u>; any phosphate or other solid minerals

Page 25 of 57

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

V

ORIGINAL

YEAR

700 severance, mining, or processing operation; any oil or gas 701 exploration or production operation; or any business subject to 702 regulation by the Division of Hotels and Restaurants of the Department of Business and Professional Regulation. Any business 703 704 within NAICS code 5611 or 5614, office administrative services 705 and business support services, respectively, may be considered a 706 target industry business only after the local governing body and 707 Enterprise Florida, Inc., make a determination that the 708 community where the business may locate has conditions affecting the fiscal and economic viability of the local community or 709 area, including but not limited to, factors such as low per 710 711 capita income, high unemployment, high underemployment, and a lack of year-round stable employment opportunities, and such 712 713 conditions may be improved by the location of such a business to the community. By January 1 of every 3rd year, beginning January 714 715 1, 2011, the department, in consultation with Enterprise 716 Florida, Inc., economic development organizations, the State 717 University System, local governments, employee and employer 718 organizations, market analysts, and economists, shall review 719 and, as appropriate, revise the list of such target industries 720 and submit the list to the Governor, the President of the 721 Senate, and the Speaker of the House of Representatives.

Section 7. Paragraph (a) of subsection (5) of section20.60, Florida Statutes, is amended to read:

20.60 Department of Economic Opportunity; creation; powersand duties.-

(5) The divisions within the department have specific
responsibilities to achieve the duties, responsibilities, and

Page 26 of 57

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

V

ORIGINAL

728 goals of the department. Specifically:

(a) The Division of Strategic Business Development shall:
1. Analyze and evaluate business prospects identified by
the Governor, the executive director of the department, and
Enterprise Florida, Inc.

733 <u>2. Independently analyze and evaluate the regional and</u> 734 <u>statewide economic benefits associated with a renewable energy</u> 735 <u>project submitted to the Public Service Commission for a public</u> 736 <u>interest determination and provided to the department for review</u> 737 <u>pursuant to s. 366.92.</u>

3.2. Administer certain tax refund, tax credit, and grant 738 739 programs created in law. Notwithstanding any other provision of 740 law, the department may expend interest earned from the 741 investment of program funds deposited in the Grants and 742 Donations Trust Fund to contract for the administration of those 743 programs, or portions of the programs, assigned to the department by law, by the appropriations process, or by the 744 745 Governor. Such expenditures shall be subject to review under 746 chapter 216.

747 4.3. Develop measurement protocols for the state incentive 748 programs and for the contracted entities which will be used to 749 determine their performance and competitive value to the state. 750 Performance measures, benchmarks, and sanctions must be 751 developed in consultation with the legislative appropriations 752 committees and the appropriate substantive committees, and are 753 subject to the review and approval process provided in s. 754 216.177. The approved performance measures, standards, and 755 sanctions shall be included and made a part of the strategic

Page 27 of 57

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

V

ORIGINAL

756 plan for contracts entered into for delivery of programs757 authorized by this section.

758 <u>5.4.</u> Develop a 5-year statewide strategic plan. The
759 strategic plan must include, but need not be limited to:

a. Strategies for the promotion of business formation,
expansion, recruitment, and retention through aggressive
marketing, international development, and export assistance,
which lead to more and better jobs and higher wages for all
geographic regions, disadvantaged communities, and populations
of the state, including rural areas, minority businesses, and
urban core areas.

b. The development of realistic policies and programs to
further the economic diversity of the state, its regions, and
their associated industrial clusters.

c. Specific provisions for the stimulation of economic
development and job creation in rural areas and midsize cities
and counties of the state, including strategies for rural
marketing and the development of infrastructure in rural areas.

d. Provisions for the promotion of the successful longterm economic development of the state with increased emphasis
in market research and information.

e. Plans for the generation of foreign investment in the state which create jobs paying above-average wages and which result in reverse investment in the state, including programs that establish viable overseas markets, assist in meeting the financing requirements of export-ready firms, broaden opportunities for international joint venture relationships, use the resources of academic and other institutions, coordinate

Page 28 of 57

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

V

ORIGINAL

trade assistance and facilitation services, and facilitate availability of and access to education and training programs that assure requisite skills and competencies necessary to compete successfully in the global marketplace.

f. The identification of business sectors that are of current or future importance to the state's economy and to the state's global business image, and development of specific strategies to promote the development of such sectors.

92 g. Strategies for talent development necessary in the 93 state to encourage economic development growth, taking into 94 account factors such as the state's talent supply chain, 95 education and training opportunities, and available workforce.

796

5. Update the strategic plan every 5 years.

6. Involve Enterprise Florida, Inc.; Workforce Florida, Inc.; local governments; the general public; local and regional economic development organizations; other local, state, and federal economic, international, and workforce development entities; the business community; and educational institutions to assist with the strategic plan.

803 Section 8. Subsections (2) through (7) of section 366.92,
804 Florida Statutes, are amended to read:

805 806 366.92 Florida renewable energy policy.-

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

807 (a) <u>"Department" means the Department of Economic</u>

808 <u>Opportunity</u> "Florida renewable energy resources" means renewable 809 energy, as defined in s. 377.803, that is produced in Florida</u>.

810 (b) "Provider" means a "utility" as defined in s.
811 366.8255(1)(a).

Page 29 of 57

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

PCB ENUS 12-02 ORIGINAL YEAR 812 (b) (c) "Renewable energy" means renewable energy as 813 defined in s. 366.91(2)(d) that is produced in the state. 814 (c) "Renewable energy project" means the construction of a new renewable energy generating facility, the conversion of an 815 816 existing fossil fuel generating facility to a renewable energy 817 generating facility, or a contract for the purchase of renewable 818 energy from a non-utility generating facility. 819 "Utility" means an electric utility as defined in s. (d) 820 366.8255 "Renewable energy credit" or "REC" means a product that represents the unbundled, separable, renewable attribute of 821 renewable energy produced in Florida and is equivalent to 1 822 823 megawatt-hour of electricity generated by a source of renewable 824 energy located in Florida. 825 (c) "Renewable portfolio standard" or "RPS" means the 826 minimum percentage of total annual retail electricity sales by a 827 provider to consumers in Florida that shall be supplied by renewable energy produced in Florida. 828 829 (3) The commission shall adopt rules for a renewable 830 portfolio standard requiring each provider to supply renewable 831 energy to its customers directly, by procuring, or through 832 renewable energy credits. In developing the RPS rule, the commission shall consult the Department of Environmental 833 834 Protection and the Department of Agriculture and Consumer 835 Services. The rule shall not be implemented until ratified by the Legislature. The commission shall present a draft rule for 836 837 legislative consideration by February 1, 2009.

838 (a) In developing the rule, the commission shall evaluate 839 the current and forecasted levelized cost in cents per kilowatt Page 30 of 57

ORIGINAL

YEAR

840 hour through 2020 and current and forecasted installed capacity 841 in kilowatts for each renewable energy generation method through 842 2020.

843

(b) The commission's rule:

Shall include methods of managing the cost of 844 845 compliance with the renewable portfolio standard, whether 846 through direct supply or procurement of renewable power or 847 through the purchase of renewable energy credits. The commission 848 shall have rulemaking authority for providing annual cost recovery and incentive-based adjustments to authorized rates of 849 850 return on common equity to providers to incentivize renewable 851 energy. Notwithstanding s. 366.91(3) and (4), upon the 852 ratification of the rules developed pursuant to this subsection, 853 the commission may approve projects and power sales agreements 854 with renewable power producers and the sale of renewable energy 855 credits needed to comply with the renewable portfolio standard. 856 In the event of any conflict, this subparagraph shall supersede 857 s. 366.91(3) and (4). However, nothing in this section shall 858 alter the obligation of each public utility to continuously 859 offer a purchase contract to producers of renewable energy. 860 2. Shall provide for appropriate compliance measures and 861 the conditions under which noncompliance shall be excused due to 862 a determination by the commission that the supply of renewable 863 energy or renewable energy credits was not adequate to satisfy the demand for such energy or that the cost of securing 864 865 renewable energy or renewable energy credits was cost 866 prohibitive. 867 3. May provide added weight to energy provided by wind and Page 31 of 57

PCB ENUS 12-02 ORIGINAL YEAR 868 solar photovoltaic over other forms of renewable energy, whether 869 directly supplied or procured or indirectly obtained through the 870 purchase of renewable energy credits. 871 4. Shall determine an appropriate period of time for which 872 renewable energy credits may be used for purposes of compliance 873 with the renewable portfolio standard. 874 5. Shall provide for monitoring of compliance with and 875 enforcement of the requirements of this section. 876 6. Shall ensure that energy credited toward compliance 877 with the requirements of this section is not credited toward any 878 other purpose. 879 7. Shall include procedures to track and account for 880 renewable energy credits, including ownership of renewable 881 energy credits that are derived from a customer-owned renewable 882 energy facility as a result of any action by a customer of an 883 electric power supplier that is independent of a program 884 sponsored by the electric power supplier. 885 8. Shall provide for the conditions and options for the 886 repeal or alteration of the rule in the event that new 887 provisions of federal law supplant or conflict with the rule. 888 (c) Beginning on April 1 of the year following final 889 adoption of the commission's renewable portfolio standard rule, 890 each provider shall submit a report to the commission describing 891 the steps that have been taken in the previous year and the 892 steps that will be taken in the future to add renewable energy 893 to the provider's energy supply portfolio. The report shall 894 state whether the provider was in compliance with the renewable 895 portfolio standard during the previous year and how it will Page 32 of 57

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

V

PCB ENUS 12-02

ORIGINAL

YEAR

896	comply with the renewable portfolio standard in the upcoming
897	year.
898	(4) In order to demonstrate the feasibility and viability
899	of clean energy systems, the commission shall provide for full
900	cost recovery under the environmental cost-recovery clause of
901	all reasonable and prudent costs incurred by a provider for
902	renewable energy projects that are zero greenhouse gas emitting
903	at the point of generation, up to a total of 110 megawatts
904	statewide, and for which the provider has secured necessary
905	land, zoning permits, and transmission rights within the state.
906	Such costs shall be deemed reasonable and prudent for purposes
907	of cost recovery so long as the provider has used reasonable and
908	customary industry practices in the design, procurement, and
909	construction of the project in a cost-effective manner
910	appropriate to the location of the facility. The provider shall
911	report to the commission as part of the cost-recovery
912	proceedings the construction costs, in-service costs, operating
913	and maintenance costs, hourly energy production of the renewable
914	energy project, and any other information deemed relevant by the
915	commission. Any provider constructing a clean energy facility
916	pursuant to this section shall file for cost recovery no later
917	than July 1, 2009.
918	(3) (a) A utility may petition the commission to determine
919	that a proposed renewable energy project, selected as a result
920	of competitive bidding, is in the public interest.
921	Notwithstanding s. 366.91(3) and (4), the commission shall
922	determine that a proposed project is in the public interest if
923	the commission finds that the project provides an overall net
1	Page 33 of 57

Page 33 of 57

	PCB ENUS 12-02 ORIGINAL YEAR	R
924	benefit to the state. A public interest determination is	
925	available only for those renewable energy projects that are	
926	exempt from the requirement to obtain a determination of need	
927	pursuant to s. 403.519.	
928	(b) In evaluating whether a renewable energy project,	
929	selected as a result of competitive bidding and proposed by a	
930	utility for consideration, is prudent and in the public	
931	interest, the commission shall consider:	
932	1. The estimated cost and estimated rate impacts of the	
933	project;	
934	2. The impact of the project on the reliability and	
935	integrity of the utility's system and the statewide electric	
936	grid;	
937	3. The extent to which the project strengthens fuel supply	
938	reliability to the utility and the state;	
939	4. The extent to which the project promotes rate	
940	stability by reducing the risk of fuel cost volatility;	
941	5. The extent to which the project retains energy	
942	expenditures in the state or regional economy;	
943	6. The extent to which the project reduces the utility's	
944	regulatory costs associated with adverse environmental impacts;	
945	and	
946	7. The regional and statewide economic benefits associated	
947	with the project, including independent analysis of these	
948	benefits by the department.	
949	(c) The commission shall approve for recovery through the	
950	environmental cost recovery clause all reasonable and prudent	
951	costs incurred by a utility for a renewable energy project that	
I	Page 34 of 57	

	PCB ENUS 12-02 ORIGINAL YEAR
952	the commission determines to be in the public interest. For a
953	new renewable energy generating facility, recoverable costs
954	include, but are not limited to, the siting, licensing,
955	engineering, design, permitting, construction, operation, and
956	maintenance of such facilities, including any applicable taxes
957	and a return based on the utility's last authorized rate of
958	return. For conversion of an existing fossil fuel generating
959	facility to a renewable energy generating facility, recoverable
960	costs include reasonable and prudent conversion costs, including
961	the costs of retirement of the fossil fuel plant that exceed any
962	amounts accrued by the provider for such purposes through rates
963	previously set by the commission. For purchase of renewable
964	energy from a non-utility generating facility, recoverable costs
965	include the reasonable and prudent costs associated with the
966	purchase.
967	(4) The commission shall adopt rules to implement a public
968	interest determination process by which it will determine
969	whether a renewable energy project, proposed by a utility for
970	purposes of supplying electrical energy to its retail customers,
971	provides an overall net benefit to the state pursuant to the
972	criteria in subsection (3). The commission's rules shall:
973	(a) Provide a process for competitive bidding of a
974	renewable energy project based on the type and technology of the
975	renewable energy resource that the utility elects to use.
976	(b) Provide minimum requirements and information that a
977	utility must include in a request for proposals for a new
978	renewable energy project and other information related to the
979	request for proposal and competitive bidding processes.
1	Page 35 of 57

Page 35 of 57

	PCB ENUS 12-0	2 ORIGINAL	YEAR	
980	(C)	Establish minimum requirements and information that	a	
981	utility m	ust include in a petition for a public interest		
982	determina	tion for a renewable energy project.		
983	(d)	Provide for recovery through the environmental cost		
984	recovery of	clause of all reasonable and prudent costs incurred l	by	
985	<u>a utility</u>	for a renewable energy project that the commission		
986	determine	s to be in the public interest pursuant to subsection	n	
987	(3).			
988	(e)	Establish a mechanism for the sharing of revenues		
989	derived f	rom any renewable energy credit, carbon credit, or		
990	other mecl	hanism that attributes value to the production of		
991	renewable	energy, either existing or hereafter devised, and		
992	received 1	by a utility by virtue of the production or purchase	of	
993	renewable	energy found to be in the public interest pursuant	to	
994	subsection	n (3). The utility shall be entitled to retain from		
995	these reve	enues no more than the amount deemed reasonable by the	he	
996	<u>commissio</u>	n to cover the utility's transaction costs associated	<u>d</u>	
997	with the o	credit or other mechanism, plus 5 percent of the		
998	remaining	revenues. The remainder of the revenues shall be		
999	credited	to the utility's ratepayers.		
1000	<u>(f)</u>	Require a utility to report to the commission on an		
1001	annual bas	sis, with respect to any renewable energy project the	at	
1002	the commis	ssion determines to be in the public interest, the		
1003	status of	the project, the economic impacts of the project on		
1004	the region	n and the state, the amount and type of fuel displace	ed	
1005	by the pro	oject, operational statistics, and any other		
1006	informatio	on deemed relevant by the commission.		
1007	(g)	Require a seller of renewable energy, under a		
	Page 36 of 57			

	PCB ENUS 12-02 ORIGINAL	YEAR
1008	purchased power agreement approved pursuant to the commis	sion's
1009	rules and this subsection, to surrender to the utility al	1
1010	renewable attributes of the renewable energy purchased.	
1011		
1012	Agency rules promulgated under the authority of this sect	ion
1013	shall not take effect prior to July 1, 2013.	
1014	(5)(a) Upon receipt of a petition for a public inte	rest
1015	determination pursuant to subsection (3), the commission,	
1016	through administrative review by its staff, shall determine	ne
1017	within 7 days whether the petition is complete. If the	
1018	commission finds that the petition is not complete, it sh	all
1019	notify the petitioner of all deficiencies and provide the	
1020	petitioner an opportunity to correct the deficiencies thr	ough an
1021	amended or supplemental filing.	
1022	(b) When the commission determines that a petition	is
1023	complete, the commission shall notify the department and	forward
1024	a copy of the petition to the department within 3 days. U	pon
1025	receipt and review of the petition, the department may re-	quest
1026	any additional information it deems necessary to complete	its
1027	review of the petition pursuant to s. 20.60(5)(a).	
1028	(c) Within 45 days of receipt of the complete petit	ion,
1029	the department shall complete its analysis and evaluation	and
1030	submit a report reflecting its findings to the commission	for
1031	consideration in the commission's public interest determi	nation
1032	proceeding. The department's report is not subject to the	
1033	provisions of ch. 120.569 and 120.57. Any party to the	
1034	commission's public interest determination proceeding may	
1035	present evidence to the commission concerning the regiona	l and
	Page 37 of 57	

Page 37 of 57

	PCB ENUS 12-02 ORIGINAL Y	EAR
1		
1036	statewide economic benefits associated with the project.	
1037	(d) The commission shall issue a final order within 180	
1038	days of receipt of a complete petition for a public interest	
1039	determination filed pursuant to subsection (3).	
1040	(6)(5) Each municipal electric utility and rural electric	2
1041	cooperative shall develop standards for the promotion,	
1042	encouragement, and expansion of the use of renewable energy	
1043	resources and energy conservation and efficiency measures. On c	or
1044	before April 1, 2009, and annually thereafter, each municipal	
1045	electric utility and electric cooperative shall submit to the	
1046	commission a report that identifies such standards.	
1047	(7) (6) Nothing in This section and any action taken under	<u>r</u>
1048	this section may not shall be construed to impede or impair the	<u>e</u>
1049	terms and conditions of, or serve as a basis for renegotiating	
1050	or repricing an, existing contract contracts. This section may	
1051	not be construed to apply to purchases required pursuant to s.	
1052	<u>366.051 or 366.91.</u>	
1053	(8)-(7) The commission may adopt rules to administer and	
1054	implement the provisions of this section.	
1055	Section 9. Section 366.94, Florida Statutes, is created t	20
1056	read:	
1057	366.94 Electric Vehicle Charging Stations	
1058	(1) The Legislature finds that the provision of electric	
1059	vehicle charging to the public by a non-utility is a service ar	nd
1060	not the retail sale of electricity. The rates, terms and	
1061	conditions of electric vehicle charging services by a non-	
1062	utility are not subject to regulation under this chapter.	
1063	Nothing in this section affects the ability of individuals,	
I	Page 38 of 57	

PCB ENUS 12-02 YEAR ORIGINAL 1064 businesses or government entities to acquire install and/or utilize an electric vehicle charger for their own use for their 1065 1066 own vehicles. 1067 (2) The Department of Agriculture and Consumer Services 1068 shall develop rules to provide definitions, methods of sale, 1069 labeling requirements and price posting requirements for 1070 electric vehicle charging stations to allow for consistency for 1071 consumers and the industry. 1072 (3) Parking spaces for electric vehicle charging stations.-1073 (a) It is unlawful for a person to stop, stand, or park a 1074 vehicle that is not capable of using an electrical recharging 1075 station within any parking space specifically designated for 1076 charging an electric vehicle. 1077 (b) If a law enforcement officer finds a motor vehicle in violation of this section, the officer or specialist shall 1078 1079 charge the operator or other person in charge of the vehicle in 1080 violation with a noncriminal traffic infraction, punishable as 1081 provided in s. 316.008(4) or s. 318.18. 1082 Section 10. Subsection (3) of section 403.519, Florida 1083 Statutes, is amended to read: 1084 403.519 Exclusive forum for determination of need.-1085 The commission shall be the sole forum for the (3) 1086 determination of this matter, which accordingly shall not be 1087 raised in any other forum or in the review of proceedings in such other forum. In making its determination, the commission 1088 1089 shall take into account the need for electric system reliability 1090 and integrity, the need for adequate electricity at a reasonable 1091 cost, the need for to improve the balance of power plant fuel

Page 39 of 57

ORIGINAL

1092 diversity and supply reliability within the state and within the 1093 generation portfolio of the applicant, whether the proposed 1094 plant is the most cost-effective alternative available, and 1095 whether renewable energy sources and technologies, as well as 1096 conservation measures, are utilized to the extent reasonably 1097 available. The commission shall also expressly consider the 1098 conservation measures taken by or reasonably available to the 1099 applicant or its members which might mitigate the need for the 1100 proposed plant and other matters within its jurisdiction which it deems relevant. The commission's determination of need for an 1101 1102 electrical power plant shall create a presumption of public need 1103 and necessity and shall serve as the commission's report required by s. 403.507(4). An order entered pursuant to this 1104 1105 section constitutes final agency action.

Section 11. Subsection (4) of section 581.083, Florida
Statutes, is amended to read:

1108 581.083 Introduction or release of plant pests, noxious 1109 weeds, or organisms affecting plant life; cultivation of 1110 nonnative plants; special permit and security required.-

1111 A person may not cultivate a nonnative plant, algae, (4) 1112 or blue green algae, including a genetically engineered plant, 1113 algae, or blue green algae, or a plant that has been introduced, 1114 for purposes of fuel production or purposes other than 1115 agriculture in plantings greater in size than 2 contiguous acres, except under a special permit issued by the department 1116 1117 through the division, which is the sole agency responsible for 1118 issuing such special permits. Such a permit shall not be required if the department determines, after consulting in 1119

Page 40 of 57

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

ORIGINAL

1120 conjunction with the Institute of Food and Agricultural Sciences 1121 at the University of Florida, that based on experience or research data, the nonnative plant, algae, or blue green algae, 1122 1123 does not pose a known threat of becoming an is not invasive 1124 species or a pest of plants or native fauna under Florida 1125 conditions and subsequently exempts the plant by rule. A permit 1126 shall not be required for any plant or group of plants that, based on experience or research data, does not pose a known 1127 1128 threat of becoming an invasive species and is commonly grown in Florida for the purposes of human food consumption or for 1129 1130 commercial feed, feedstuff, forage for livestock, nursery stock, 1131 or silviculture.

Each application for a special permit must be 1132 (a)1. accompanied by a fee as described in subsection (2) and proof 1133 that the applicant has obtained, on a form approved by the 1134 department, a bond in the form approved by the department and 1135 issued by a surety company admitted to do business in this state 1136 1137 or a certificate of deposit, or other type of security adopted 1138 by rule of the department which provides a financial assurance of cost recovery for the removal of a planting. The application 1139 1140 must include, on a form provided by the department, the name of 1141 the applicant and the applicant's address or the address of the applicant's principal place of business; a statement completely 1142 1143 identifying the nonnative plant to be cultivated; and a statement of the estimated cost of removing and destroying the 1144 plant that is the subject of the special permit and the basis 1145 1146 for calculating or determining that estimate. If the applicant is a corporation, partnership, or other business entity, the 1147

Page 41 of 57

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

V

ORIGINAL

applicant must also provide in the application the name and address of each officer, partner, or managing agent. The applicant shall notify the department within 10 business days of any change of address or change in the principal place of business. The department shall mail all notices to the applicant's last known address.

1154 2. As used in this subsection, the term "certificate of deposit" means a certificate of deposit at any recognized 1155 1156 financial institution doing business in the United States. The 1157 department may not accept a certificate of deposit in connection 1158 with the issuance of a special permit unless the issuing 1159 institution is properly insured by the Federal Deposit Insurance 1160 Corporation or the Federal Savings and Loan Insurance 1161 Corporation.

Upon obtaining a permit, the permitholder may annually 1162 (b) 1163 cultivate and maintain the nonnative plants as authorized by the special permit. If the permitholder ceases to maintain or 1164 1165 cultivate the plants authorized by the special permit, if the 1166 permit expires, or if the permitholder ceases to abide by the conditions of the special permit, the permitholder shall 1167 1168 immediately remove and destroy the plants that are subject to 1169 the permit, if any remain. The permitholder shall notify the 1170 department of the removal and destruction of the plants within 1171 10 days after such event.

1172

(c) If the department:

1173 1. Determines that the permitholder is no longer 1174 maintaining or cultivating the plants subject to the special 1175 permit and has not removed and destroyed the plants authorized

Page 42 of 57

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

V

ORIGINAL

1176 by the special permit;

1177 2. Determines that the continued maintenance or 1178 cultivation of the plants presents an imminent danger to public 1179 health, safety, or welfare;

1180 3. Determines that the permitholder has exceeded the 1181 conditions of the authorized special permit; or

1182 4. Receives a notice of cancellation of the surety bond, the department may issue an immediate final order, which shall 1183 1184 be immediately appealable or enjoinable as provided by chapter 1185 120, directing the permitholder to immediately remove and 1186 destroy the plants authorized to be cultivated under the special 1187 permit. A copy of the immediate final order shall be mailed to the permitholder and to the surety company or financial 1188 1189 institution that has provided security for the special permit, 1190 if applicable.

1191 (d) If, upon issuance by the department of an immediate final order to the permitholder, the permitholder fails to 1192 remove and destroy the plants subject to the special permit 1193 1194 within 60 days after issuance of the order, or such shorter period as is designated in the order as public health, safety, 1195 1196 or welfare requires, the department may enter the cultivated 1197 acreage and remove and destroy the plants that are the subject 1198 of the special permit. If the permitholder makes a written 1199 request to the department for an extension of time to remove and 1200 destroy the plants that demonstrates specific facts showing why 1201 the plants could not reasonably be removed and destroyed in the 1202 applicable timeframe, the department may extend the time for 1203 removing and destroying plants subject to a special permit. The

Page 43 of 57

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

ORIGINAL

1204 reasonable costs and expenses incurred by the department for 1205 removing and destroying plants subject to a special permit shall 1206 be reimbursed to the department by the permitholder within 21 1207 days after the date the permitholder and the surety company or 1208 financial institution are served a copy of the department's 1209 invoice for the costs and expenses incurred by the department to 1210 remove and destroy the cultivated plants, along with a notice of 1211 administrative rights, unless the permitholder or the surety 1212 company or financial institution object to the reasonableness of 1213 the invoice. In the event of an objection, the permitholder or 1214 surety company or financial institution is entitled to an 1215 administrative proceeding as provided by chapter 120. Upon entry of a final order determining the reasonableness of the incurred 1216 1217 costs and expenses, the permitholder shall have 15 days following service of the final order to reimburse the 1218 1219 department. Failure of the permitholder to timely reimburse the 1220 department for the incurred costs and expenses entitles the 1221 department to reimbursement from the applicable bond or 1222 certificate of deposit.

1223 Each permitholder shall maintain for each separate (e) 1224 growing location a bond or a certificate of deposit in an amount 1225 determined by the department, but not more less than 150 percent 1226 of the estimated cost of removing and destroying the cultivated 1227 plants. The bond or certificate of deposit may not exceed \$5,000 1228 per acre, unless a higher amount is determined by the department to be necessary to protect the public health, safety, and 1229 1230 welfare or unless an exemption is granted by the department 1231 based on conditions specified in the application which would

Page 44 of 57

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

ORIGINAL

preclude the department from incurring the cost of removing and 1232 1233 destroying the cultivated plants and would prevent injury to the public health, safety, and welfare. The aggregate liability of 1234 the surety company or financial institution to all persons for 1235 1236 all breaches of the conditions of the bond or certificate of deposit may not exceed the amount of the bond or certificate of 1237 1238 deposit. The original bond or certificate of deposit required by 1239 this subsection shall be filed with the department. A surety 1240 company shall give the department 30 days' written notice of 1241 cancellation, by certified mail, in order to cancel a bond. 1242 Cancellation of a bond does not relieve a surety company of 1243 liability for paying to the department all costs and expenses 1244 incurred or to be incurred for removing and destroying the 1245 permitted plants covered by an immediate final order authorized 1246 under paragraph (c). A bond or certificate of deposit must be 1247 provided or assigned in the exact name in which an applicant 1248 applies for a special permit. The penal sum of the bond or 1249 certificate of deposit to be furnished to the department by a 1250 permitholder in the amount specified in this paragraph must 1251 guarantee payment of the costs and expenses incurred or to be 1252 incurred by the department for removing and destroying the 1253 plants cultivated under the issued special permit. The bond or 1254 certificate of deposit assignment or agreement must be upon a 1255 form prescribed or approved by the department and must be 1256 conditioned to secure the faithful accounting for and payment of 1257 all costs and expenses incurred by the department for removing and destroying all plants cultivated under the special permit. 1258 1259 The bond or certificate of deposit assignment or agreement must

Page 45 of 57

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

V

ORIGINAL

YEAR

1260 include terms binding the instrument to the Commissioner of 1261 Agriculture. Such certificate of deposit shall be presented with 1262 an assignment of the permitholder's rights in the certificate in 1263 favor of the Commissioner of Agriculture on a form prescribed by 1264 the department and with a letter from the issuing institution 1265 acknowledging that the assignment has been properly recorded on 1266 the books of the issuing institution and will be honored by the 1267 issuing institution. Such assignment is irrevocable while a 1268 special permit is in effect and for an additional period of 6 1269 months after termination of the special permit if operations to 1270 remove and destroy the permitted plants are not continuing and 1271 if the department's invoice remains unpaid by the permitholder 1272 under the issued immediate final order. If operations to remove and destroy the plants are pending, the assignment remains in 1273 1274 effect until all plants are removed and destroyed and the 1275 department's invoice has been paid. The bond or certificate of 1276 deposit may be released by the assignee of the surety company or 1277 financial institution to the permitholder, or to the 1278 permitholder's successors, assignee, or heirs, if operations to 1279 remove and destroy the permitted plants are not pending and no 1280 invoice remains unpaid at the conclusion of 6 months after the 1281 last effective date of the special permit. The department may 1282 not accept a certificate of deposit that contains any provision 1283 that would give to any person any prior rights or claim on the proceeds or principal of such certificate of deposit. The 1284 department shall determine by rule whether an annual bond or 1285 certificate of deposit will be required. The amount of such bond 1286 1287 or certificate of deposit shall be increased, upon order of the

Page 46 of 57

ORIGINAL

1288 department, at any time if the department finds such increase to 1289 be warranted by the cultivating operations of the permitholder. 1290 In the same manner, the amount of such bond or certificate of 1291 deposit may be adjusted downward or removed decreased when a 1292 decrease in the cultivating operations of the permitholder 1293 occurs or when research or practical field knowledge and 1294 observations indicate low risk of invasiveness by the nonnative 1295 species the cultivating operations warrants such decrease. 1296 Factors that may be considered for change include multiple years 1297 or cycles of successful large-scale contained cultivation, no 1298 observation of plant, algae, or blue-green algae escape from 1299 managed areas, or science-based evidence that established or 1300 approved adjusted cultivation practices will provide a similar 1301 level of containment of the nonnative plant, algae, or blue-1302 green algae. This paragraph applies to any bond or certificate 1303 of deposit, regardless of the anniversary date of its issuance, 1304 expiration, or renewal.

1305 In order to carry out the purposes of this subsection, (f) 1306 the department or its agents may require from any permitholder 1307 verified statements of the cultivated acreage subject to the 1308 special permit and may review the permitholder's business or 1309 cultivation records at her or his place of business during 1310 normal business hours in order to determine the acreage 1311 cultivated. The failure of a permitholder to furnish such 1312 statement, to make such records available, or to make and 1313 deliver a new or additional bond or certificate of deposit is 1314 cause for suspension of the special permit. If the department

Page 47 of 57

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

ORIGINAL

YEAR

1315 finds such failure to be willful, the special permit may be 1316 revoked.

1317 Section 12. Subsection (3) of section 20.121, Florida1318 Statutes, is amended to read:

1319 20.121 Department of Financial Services.—There is created1320 a Department of Financial Services.

1321 (3) FINANCIAL SERVICES COMMISSION.-Effective January 7, 2003, there is created within the Department of Financial 1322 1323 Services the Financial Services Commission, composed of the 1324 Governor, the Attorney General, the Chief Financial Officer, and 1325 the Commissioner of Agriculture, which shall for purposes of 1326 this section be referred to as the commission. Commission 1327 members shall serve as agency head of the Financial Services 1328 Commission. The commission shall be a separate budget entity and 1329 shall be exempt from the provisions of s. 20.052. Commission 1330 action shall be by majority vote consisting of at least three 1331 affirmative votes. The commission shall not be subject to 1332 control, supervision, or direction by the Department of 1333 Financial Services in any manner, including purchasing, transactions involving real or personal property, personnel, or 1334 1335 budgetary matters.

(a) Structure.-The major structural unit of the commission
is the office. Each office shall be headed by a director. The
following offices are established:

1339 1. The Office of Insurance Regulation, which shall be 1340 responsible for all activities concerning insurers and other 1341 risk bearing entities, including licensing, rates, policy forms, 1342 market conduct, claims, issuance of certificates of authority,

Page 48 of 57

ORIGINAL

1343 solvency, viatical settlements, premium financing, and 1344 administrative supervision, as provided under the insurance code 1345 or chapter 636. The head of the Office of Insurance Regulation 1346 is the Director of the Office of Insurance Regulation, who may 1347 also be known as the Commissioner of Insurance Regulation.

The Office of Financial Regulation, which shall be 1348 2. 1349 responsible for all activities of the Financial Services 1350 Commission relating to the regulation of banks, credit unions, other financial institutions, finance companies, and the 1351 1352 securities industry. The head of the office is the Director of 1353 the Office of Financial Regulation, who may also be known as the 1354 Commissioner of Financial Regulation. The Office of Financial 1355 Regulation shall include a Bureau of Financial Investigations, which shall function as a criminal justice agency for purposes 1356 1357 of ss. 943.045-943.08 and shall have a separate budget. The 1358 bureau may conduct investigations within or outside this state 1359 as the bureau deems necessary to aid in the enforcement of this 1360 section. If, during an investigation, the office has reason to 1361 believe that any criminal law of this state has or may have been 1362 violated, the office shall refer any records tending to show 1363 such violation to state or federal law enforcement or 1364 prosecutorial agencies and shall provide investigative 1365 assistance to those agencies as required.

13663. The Office of Public Counsel, the responsibilities of1367which are set forth in chapter 350. The Public Counsel shall1368perform his or her duties independently.

(b) Organization.—The commission shall establish by rule any additional organizational structure of the offices <u>other</u> Page 49 of 57

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

ORIGINAL

1371 <u>than the Office of Public Counsel</u>. It is the intent of the 1372 Legislature to provide the commission with the flexibility to 1373 organize the offices, other than the Office of Public Counsel 1374 <u>which shall remain independent</u>, in any manner they determine 1375 appropriate to promote both efficiency and accountability.

(c) Powers.-Commission members shall serve as the agency head for purposes of rulemaking under ss. 120.536-120.565 by the commission and all subunits of the commission. Each director is agency head for purposes of final agency action under chapter 120 for all areas within the regulatory authority delegated to the director's office.

1382 Appointment and qualifications of directors.-The (d) 1383 Public Counsel shall be appointed pursuant to s. 350.061 and is 1384 subject to the qualifications provided therein. The commission 1385 shall appoint or remove the each director of the Office of 1386 Insurance Regulation and the director of the Office of Financial 1387 Regulation by a majority vote consisting of at least three 1388 affirmative votes, with both the Governor and the Chief 1389 Financial Officer on the prevailing side. The minimum 1390 qualifications of the directors are as follows:

1391 1. Prior to appointment as director, the Director of the 1392 Office of Insurance Regulation must have had, within the 1393 previous 10 years, at least 5 years of responsible private 1394 sector experience working full time in areas within the scope of the subject matter jurisdiction of the Office of Insurance 1395 Regulation or at least 5 years of experience as a senior 1396 examiner or other senior employee of a state or federal agency 1397 1398 having regulatory responsibility over insurers or insurance

Page 50 of 57

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

V

ORIGINAL

1399 agencies.

1400 2. Prior to appointment as director, the Director of the 1401 Office of Financial Regulation must have had, within the 1402 previous 10 years, at least 5 years of responsible private 1403 sector experience working full time in areas within the subject 1404 matter jurisdiction of the Office of Financial Regulation or at 1405 least 5 years of experience as a senior examiner or other senior 1406 employee of a state or federal agency having regulatory 1407 responsibility over financial institutions, finance companies, 1408 or securities companies.

(e) Administrative support.—The offices shall have a sufficient number of attorneys, examiners, investigators, other professional personnel to carry out their responsibilities and administrative personnel as determined annually in the appropriations process. The Department of Financial Services shall provide administrative and information systems support to the offices.

1416 Records retention schedules.-The commission and the (f) 1417 offices may destroy general correspondence files and also any other records that they deem no longer necessary to preserve in 1418 1419 accordance with retention schedules and destruction notices 1420 established under rules of the Division of Library and 1421 Information Services, records and information management 1422 program, of the Department of State. Such schedules and notices relating to financial records of the commission and offices 1423 1424 shall be subject to the approval of the Auditor General.

1425(g) Records storage.—The commission and offices may1426photograph, microphotograph, or reproduce on film such documents

Page 51 of 57

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

V

	PCB ENUS 12-02	DRIGINAL	(EAR
1427	and records as they may sel	ect, in such manner that each page	
1428	will be exposed in exact co	nformity with the original. After	
1429	reproduction and filing, or	iginal documents and records may be	
1430	destroyed in accordance wit	n the provisions of paragraph (f).	
1431	Section 13. Subsection	n (1) of section 350.061, Florida	
1432	Statutes, is amended to rea	1:	
1433	350.061 Public Counse	l; appointment; vacancy of office;	
1434	oath; restrictions on Publi	c Counsel and his or her employees.	_
1435	(1) <u>(a)</u> The <u>Financial</u>	Services Commission committee	
1436	designated by joint rule of	the Legislature or by agreement	
1437	between the President of th	e Senate and the Speaker of the Hou	se
1438	of Representatives as the C	ommittee on Public Counsel Oversigh	ŧ
1439	shall appoint a Public Coun	sel by majority vote, consisting of	
1440	at least three affirmative	votes, to represent the general	
1441	public of Florida before th	e Florida Public Service Commission	•
1442	Appointment of the Public C	ounsel shall be subject to	
1443	confirmation by the Senate.	Until such time as the Senate	
1444	confirms the appointment, t	ne appointee shall perform the	
1445	functions of the office as	provided by law.	
1446	(b) The Public Counse	I shall be an attorney admitted to	
1447	practice before the Florida	Supreme Court and shall serve at t	he
1448	pleasure of the <u>Financial S</u>	ervices Commission Committee on	
1449	Public Counsel Oversight, s	abject to biennial reconfirmation b	Y
1450	the committee. The Public C	ounsel shall perform his or her	
1451	duties independently.		

1452 (c) Vacancies in the office shall be filled in the same
1453 manner as the original appointment. <u>The Financial Services</u>
1454 <u>Commission may remove the Public Counsel by majority vote,</u>

Page 52 of 57

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

V

	PCB ENUS 12-02	ORIGINAL	YEAR
1455	consisting o	f at least three affirmative votes. In the event	of
1456	<u>a vacancy, t</u>	he Financial Services Commission may appoint an	
1457	<u>interim</u> Publ	ic Counsel to serve until such time as a new Publ	lic
1458	<u>Counsel is a</u>	ppointed.	
1459	Section	14. Section 350.0613, Florida Statutes, is amer	nded
1460	to read:		
1461	350.061	3 Public Counsel; employees; <u>budget;</u> receipt of	
1462	pleadings		
1463	(1) Th	e Public Counsel is authorized to employ clerical	L,
1464	technical, a	nd professional personnel that the Public Counse	<u>L</u>
1465	deems to be	reasonably necessary for the performance of the	
1466	duties of th	e office. The Public Counsel shall set the	
1467	<u>compensation</u>	for all personnel of the office and shall be	
1468	responsible	for the supervision and direction of all such	
1469	personnel. T	he committee may authorize the Public Counsel to	
1470	employ cleri	cal and technical assistants whose qualifications	3 7
1471	duties, and	responsibilities the committee shall from time to	÷
1472	time prescri	be. The committee may from time to time authorize	÷
1473	retention of	The Public Counsel may retain the services of	
1474	additional a	ttorneys or experts to the extent that the best	
1475	interests of	the people of the state will be better served	
1476	thereby, inc	luding the retention of expert witnesses and othe	er
1477	technical pe	rsonnel for participation in contested proceeding	js
1478	before the c	ommission.	
1479	<u>(</u> 2) Th	e Public Counsel is responsible for preparing the	<u>e</u>
1480	budget for t	he office and shall submit the budget to the	
1481	Financial Se	rvices Commission.	
1482	<u>(3)</u> Th	e <u>Public Service Commission</u> commission shall furr	nish
I		Page 53 of 57	

	PCB ENUS 12-02	ORIGINAL	YEAR
1483	the Public Counsel w	with copies of the initial p	pleadings in all
1484	proceedings before t	the commission, and if the H	Public Counsel
1485	intervenes as a part	ty in any proceeding he or s	she shall be
1486	served with copies of	of all subsequent pleadings,	, exhibits, and
1487	prepared testimony,	if used. Upon filing notice	e of intervention,
1488	the Public Counsel s	shall serve all interested p	parties with
1489	copies of such notio	ce and all of his or her sub	osequent pleadings
1490	and exhibits.		
1491	Section 15. Se	ection 350.0614, Florida Sta	atutes, is amended
1492	to read:		
1493	350.0614 Publi	ic Counsel; compensation and	d expenses
1494	(1) <u>The salary</u>	y of the Public Counsel shal	ll be set by the
1495	Financial Services (Commission. The salaries and	d expenses of the
1496	Public Counsel and h	nis or her employees shall k	be allocated by
1497	the <u>Financial Servic</u>	<u>ces Commission</u> committee on	ly from moneys
1498	appropriated to the	Public Counsel by the Legis	slature.
1499	(2) The Legis	lature declares and determin	nes that the
1500	Public Counsel is ur	nder the legislative branch	-of government
1501	within the intentior	n of the legislation as expr	ressed in chapter
1502	216, and no power st	hall be in the Executive Off	Eice of the
1503	Governor or its succ	cessor to release or withhol	ld funds
1504	appropriated to it,	but the same shall be avail	lable for
1505	expenditure as provi	ded by law and the rules of	c decisions of the
1506	Committee on Public	Counsel Oversight.	
1507	(3) Neither t ł	he Executive Office of the (Governor nor the
1508	Department of Manage	ement Services or its succes	ssor shall have
1509	power to determine t	the number, or fix the compo	ensation, of the
1510	employees of the Puk	olic Counsel or to exercise	-any manner of
1		Page 54 of 57	
~			

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

V

ORIGINAL

YEAR

1511	control over them.
1512	Section 16. (1) All powers, duties, functions, records,
1513	offices, personnel, property, pending issues, and existing
1514	contracts, administrative authority, administrative rules, and
1515	unexpended balances of appropriations, allocations, and other
1516	funds relating to the Office of Public Counsel pursuant to s.
1517	350.061, Florida Statutes, are transferred by a type two
1518	transfer, as defined in s. 20.06(2), Florida Statutes, from the
1519	Legislature to the Financial Services Commission. The Office of
1520	Public Counsel shall be funded from the General Revenue Fund.
1521	(2) Notwithstanding ss. 216.292 and 216.351, Florida
1522	Statutes, upon approval by the Legislative Budget Commission,
1523	the Executive Office of the Governor shall transfer funds and
1524	positions between the Legislature and the Financial Services
1525	Commission to implement this act.
1526	Section 17. The Department of Agriculture and Consumer
1527	Services shall conduct a comprehensive statewide forest
1528	inventory analysis and study, utilizing a Geographic Information
1529	System, to identify where available biomass is located,
1530	determine the available biomass resources, and ensure forest
1531	sustainability within the state. The department shall submit the
1532	results of the study to the Governor, the President of the
1533	Senate, and the Speaker of the House of Representatives no later
1534	than July 1, 2013.
1535	Section 18. The Department of Agriculture and Consumer
1536	Services, in consultation with the Florida Public Service
1537	Commission, the Florida Building Commission and the Florida
1538	Energy Systems Consortium shall develop a clearinghouse of
	Page 55 of 57

Page 55 of 57

ORIGINAL

YEAR

1539	information regarding cost savings associated with various
1540	energy efficiency and conservation measures. The department
1541	shall post the information on its website by July 1, 2013.
1542	Section 19. The Public Service Commission is directed to
1543	conduct a study of the potential effects of public charging
1544	stations and privately-owned electric vehicle charging on both
1545	energy consumption and the impact on the electric grid in the
1546	state. The Public Service Commission shall also investigate the
1547	feasibility of using off-grid solar photovoltaic power as a
1548	source of electricity for the electric vehicle charging
1549	stations. The commission shall submit the results of the study
1550	to the Governor, the President of the Senate, and the Speaker of
1551	the House of Representatives no later than December 31, 2012.
1552	Section 20. Subject to a specific appropriation, the
1553	Public Service Commission, in consultation with the Department
1554	of Agriculture and Consumer Services, shall contract for an
1555	independent evaluation of the effectiveness of the Florida
1556	Energy Efficiency and Conservation Act in achieving the
1557	statutory objectives of reducing and controlling the growth
1558	rates of electric consumption and reducing the growth rates of
1559	weather-sensitive peak demand; increasing the overall efficiency
1560	and cost-effectiveness of electricity and natural gas production
1561	and use; encouraging further development of demand-side
1562	renewable energy systems; and conserving expensive resources,
1563	particularly petroleum fuels.
1564	(1) The evaluation shall include an assessment of:
1565	(a) The effectiveness of the act in accomplishing
1566	statutory objectives in a cost-effective manner, taking into
I	Page 56 of 57

	PCB ENUS 12-02 ORIGINAL YEAR
1567	account short-term and long-term costs and benefits;
1568	(b) The models and methods used to establish conservation
1569	goals and programs to meet those goals;
1570	(c) The strengths and weaknesses of the act relative to
1571	alternative methods available to achieve statutory objectives;
1572	(d) The coordination between the goal-setting process in
1573	s. 366.82 and the determination of need process in s. 403.519,
1574	including the manner in which supply-side conservation and
1575	efficiency measures are addressed;
1576	(e) The potential for time-based rates and advanced
1577	metering technology, or other mechanisms, to allow customers to
1578	manage their energy consumption and allow for peak load shaving.
1579	(2) The findings and recommendations of the evaluation
1580	shall be submitted to the Governor, the President of the Senate,
1581	and the Speaker of the House of Representatives no later than
1582	January 31, 2013.
1583	Section 21. This act shall take effect July 1, 2012.
1584	
	Page 57 of 57