	COMMITTEE/SUBCOMMITTEE ACTION
	ADOPTED (Y/N)
	ADOPTED AS AMENDED (Y/N)
	ADOPTED W/O OBJECTION (Y/N)
	FAILED TO ADOPT (Y/N)
	WITHDRAWN (Y/N)
	OTHER
1	Committee/Subcommittee hearing bill: State Affairs Committee
2	Representative Hinson offered the following:
3	
4	Amendment (with title amendment)
5	Remove everything after the enacting clause and insert:
6	Section 1. Article VII is added to Chapter 12760, Laws of
7	Florida (1927), as amended by chapter 90-394, Laws of Florida,
8	to read:
9	ARTICLE VII GAINESVILLE REGIONAL UTILITIES REVIEW AUTHORITY
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11	7.01 Establishment.—There is created a regional utilities
12	review authority to be known as the "Gainesville Regional
13	Utilities Review Authority." The Authority will review and
14	approve the annual electrical rates and annual general funds
15	transfer (GFT) requested by the City Commission of the City of
16	Gainesville. This Authority may accept the Commission's proposed

PCS for HB 1645 Strike1

17	rates and GFT or may set its own, within the limits established
18	herein.
19	7.02 Definitions.—For the purposes of this article, unless
20	otherwise designated or the context otherwise requires, the
21	following terms have the following meanings:
22	(1) "Authority" means the Gainesville Regional Utilities
23	Authority created in this Article VII.
24	(2) "City" means the City of Gainesville.
25	(3) "City Commission" means the Gainesville City
26	Commission.
27	(4) "County" means Alachua County.
28	(5) "Customer" means a person or entity that makes
29	application for and is supplied with service by GRU for its
30	ultimate use.
31	(6) "GRU" means Gainesville Regional Utilities.
32	(7) "Member" means a member of the Authority.
33	(8) "Utilities" means the electric utility system
34	7.03 Powers and limitations.—The Authority shall have all
35	the following powers and limitations:
36	(1) To accept, consider, review, and approve the City
37	Commission's requested annual GRU electrical rates and requested
38	general fund transfer from GRU to the City of Gainesville
39	general government.
40	(2) To raise or lower the City of Gainesville's annual
41	electrical utility rates assessed to GRU customers, subject to

PCS for HB 1645 Strike1

the limitation that in no case will electrical rates be lowered below the level needed to maintain existing reliability, longterm infrastructure needs, and all bond indebtedness payment commitments entered into by the City of Gainesville.

- (3) The Authority may not reduce the City of Gainesville Commission's requested general fund transfer (GFT) from GRU to the City of Gainesville's general government by more than 3 percent from the previous budget year's GFT, unless the City of Gainesville expressly consents to a greater reduction.
- (4) The City Commission, through its charter officer, the General Manager, will retain all other authority and powers currently granted to it to run all operations of Gainesville regional utilities, subject to the limitations of subsections (1) and (2).
- (5) The Authority may not, in any manner, dispose of or agree to dispose of any of GRU's electrical, water/wastewater production, or distribution facilities or any other part or assets thereof.
- (6) Any Authority vote that exceeds the limitations of section 7.03(1), (2), or (3) shall be considered ultra-vires and null and void. Any such vote taken that adversely affects the City's bond ratings and subsequently increases bond payments must be paid from increased GRU assessed rates to match those resulting additional payments. The Authority must approve those

PCS for HB 1645 Strike1

- higher assessed rates without offsetting that increase by reducing other City Commission requested rates.
- (7) Pursuant to Title XIX, Public Business, Florida
 Statutes, and Chapter 286, Florida Statutes, the Authority will
 be subject to all provisions in s. 286.011, Florida Statutes,
 relating to public meetings and records, public inspection, and
 criminal and civil penalties.
- (8) To prepare and submit to the City Commission, at least 4 months before the start of the City's fiscal year, an Annual Customer Report (ACR) examining utility rates for all customers. The report shall include, but not be limited to, comparisons of customer utility rates with peer municipal utilities. The report shall include multi-year projections of all customer utility rates.

7.04 Authority members.-

(1) There shall be five members of the Authority elected by majority vote of electors residing within a GRU service territory in the City of Gainesville and unincorporated Alachua County. The members shall be diverse and representative of the community. Each member shall be a person of recognized ability and good business judgment who is expected to perform his or her official duties in the best interests of GRU and its customers. Only electors living within the GRU electrical service territory in the City or unincorporated Alachua County may serve on the

PCS for HB 1645 Strike1

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Authorit	у.	Α	member	must	qualify	for	one	of	the	following	five
elected	sea	ıts	5 :								

- (a) One member seat shall be represented by an electrical utility residential customer with substantial knowledge of GRU, its operations, and its history.
- (b) One member seat shall be represented by a private, nongovernment customer consuming at least 10,000 kilowatt hours per month of electric usage during each of the previous 12 months. If the customer is an entity, this member may be the owner or representative of such customer.
- (c) One member seat shall be represented by a member competent and knowledgeable in an environmental policy, an engineering, or a science field related to the production, transmission, or consumption of energy.
- (d) Two members seats shall be represented by members competent and knowledgeable in one or more specific fields substantially related to the duties and functions of the Authority, including, but not limited to, law, economics, accounting, engineering, finance, or energy.
 - (2) All members of the Authority shall:
- (a) Be a customer with an account history of no less than 5 years leading up to their appointment to the Authority.
 - (b) Be a customer during the term of appointment.
- 113 (c) Not have been convicted of a felony as defined by
 114 general law.

PCS for HB 1645 Strike1

(d) At least one member shall be a customer whose service
is delivered to an address outside the boundaries of the City of
Gainesville. Should an annexation by the City of Gainesville
occur that affects a sitting member of the Authority, that
member shall be allowed to serve out his or her term. However,
that member will not be eligible for a subsequent term in the
capacity of a customer outside the boundaries of the City of
Gainesville.

- (3) A member who is elected for three full consecutive 4-year terms may not succeed herself or himself.
 - 7.05 Member Elections and Terms.-
- issue a public notice of an election for authority seats to be held in August 2024. This notice will solicit citizens residing within a GRU service territory in the City of Gainesville or unincorporated Alachua County to seek election for an Authority seat. This public notice shall be made within 120 days after Article VII is signed into law by the Governor.
- (2) Any qualified elector seeking to run for an authority seat must request certification of eligibility by the GRU general manager (GM), or his or her delegate. The GM will certify qualification, if any, to the requestor and directly to the SOE within 7 business days of receipt of that request, excluding holidays and weekends. Certification requests must be made at least 14 business days prior to the corresponding filing

PCS for HB 1645 Strike1

140	deadline for City of Gainesville municipal elections. Electors
141	must file for election no later than the corresponding City of
142	Gainesville municipal filing deadline.

- (3) The initial terms of office for the five members shall commence at 12 a.m. on January 1, 2025. The terms of the initial seats will be staggered, with the two seats named under section 7.04(1)(d) to be for terms of 3 years each and the three seats named under section 7.04(1)(a), (b), and (c) to be for terms of 4 years each.
- (4) The SOE shall hold subsequent authority elections.

 Members elected for subsequent terms shall serve 4-year terms commencing at 12 a.m. on January 1 of the year after they are elected. If a member is elected to complete an unexpired term, the member's term shall commence at the time of election and shall continue through the remainder of the unexpired term.
- (5) A special election shall be held to fill any vacancy for the unexpired portion of a term within 60 days after the vacancy occurs if the remainder of the term exceeds 90 days.
- (6) All election costs for the initial and subsequent terms, shall be paid by the authority from Gainesville regional utilities electrical rate assessments. Authority members must approve a portion of the GRU rates to cover these costs and may not reduce other rates requested by the City Commission to offset these costs.
 - 7.06 Member compensation.

PCS for HB 1645 Strike1

(1) Members of the authority shall serve with an annual	
compensation of \$18,000 per budget year, to be paid from GRU	
electrical rate assessments. Authority members must approve a	
portion of the GRU rates to cover these costs and may not reduce	е
other rates requested by the City Commission to offset these	
costs.	

- (2) Authority members may receive reimbursement for per diem and travel expenses incurred in the performance of their duties as provided in s. 112.061, Florida Statutes.
 - 7.07 Authority; oath; organization; and meeting.-
- (1) The Authority shall initially meet at the City Commission chambers at 6 p.m. on Tuesday, January 1, 2025.
- (2) Before taking office for any term, each member shall be given an oath or affirmation by the City of Gainesville Mayor or his or her designee similar to the oath or affirmation required of a member of the City Commission.
- (3) The first official action of the Authority shall be election of a chairperson and a vice chairperson from among its membership.
- (4) The Authority shall meet quarterly except in case of unforeseen circumstances. All meetings of the Authority shall be noticed and open to the public, and minutes shall be kept as required by law, except those meetings related to settlement of then existing litigation may be held as allowed by law.

PCS for HB 1645 Strike1

189	(5) The GM or his or her designee shall be responsible for
190	arranging, and providing adequate notice of, the initial meeting
191	of the Authority.
192	7.08 Removal and suspension of members.—
193	(1) A member may be removed or suspended from office by
194	the City Commission in accordance with s. 112.501, Florida
195	Statutes. In addition to the grounds for removal set forth
196	therein, a member may be removed by the City Commission for
197	failure to maintain the qualifications specified in section
198	<u>7.04.</u>
199	(2) The Authority may recommend to the City Commission
200	that a member be removed or suspended from office if it finds,
201	by vote of at least three members, a reasonable basis for
202	removal or suspension on one or more of the grounds set forth in
203	s. 112.501, Florida Statutes, or for failure to maintain the
204	qualifications specified in section 7.04. The Authority shall
205	give reasonable notice of any proceeding in which such action is
206	proposed and must provide the member against whom such action is
207	proposed a written statement of the basis for the proposed
208	action and an opportunity to be heard. The member against whom
209	such action is proposed may not participate in the Authority's
210	debate or vote on the matter.
211	7.09 General provisions.—

PCS for HB 1645 Strike1

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assessments, charges, rules, regulations, and budgets related to

(1) All City ordinances, policies, rates, fees,

214	operation of the utilities shall remain in effect. The City of
215	Gainesville will retain all authority to own, operate, and
216	manage all functions of GRU, other than approving electrical
217	rates or approving general fund transfers.
218	(2) A member of the Authority is not individually
219	responsible for Authority debts or liabilities.
220	7.10 Sunset provision.—This Authority will be dissolved and
221	cease to function on the earlier of January 1, 2035, or at such
222	point that Gainesville Regional Utilities has attained a 60
223	percent debt to 40 percent equity balance.
224	Section 2. This act shall take effect upon becoming a law.
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228	TITLE AMENDMENT
229	Remove everything before the enacting clause and insert:
230	A bill to be entitled
231	An act relating to the City of Gainesville, Alachua County;
232	amending chapter 12760, Laws of Florida (1927), as amended by
233	chapter 2017-200, Laws of Florida; creating the Gainesville
234	Regional Utilities Review Authority to be elected by majority
235	vote of electors residing within a GRU service territory within

PCS for HB 1645 Strike1

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qualifications for Authority membership seats; setting election

the City of Gainesville and unincorporated Alachua County;

establishing Authority powers and limitations; establishing

COMMITTEE/SUBCOMMITTEE AMENDMENT Bill No. PCS for HB 1645 (2023)

Amendment No.

239	dates for initial and subsequent terms; providing membership
240	compensation; setting a sunset provision to terminate the
41	Authority; providing an effective date.

PCS for HB 1645 Strike1