Florida Senate - 2008

CS for CS for CS for SB 1544

By the Committees on General Government Appropriations; Communications and Public Utilities; Environmental Preservation and Conservation; and Senator Saunders

601-07390-08

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1	A bill to be entitled
2	An act relating to energy conservation; amending s.
3	74.051, F.S.; requiring a court to conduct a hearing and
4	issue a final judgment on a petition for a taking within
5	specified times after a utility's request for such
6	hearing; creating s. 112.219, F.S.; defining terms for
7	purposes of the state employee telecommuting program;
8	requiring each state employing entity to complete a
9	telecommuting plan by a specified date which includes a
10	listing of the job classifications and positions that the
11	state entity considers appropriate for telecommuting;
12	providing requirements for the telecommuting plan;
13	requiring each state employing entity to post the
14	telecommuting plan on its website; amending s. 163.04,
15	F.S.; revising provisions prohibiting restrictions on the
16	use of energy devices based on renewable resources;
17	amending s. 163.3177, F.S.; revising requirements for the
18	future land use element of a local comprehensive plan to
19	include energy-efficient land use patterns; requiring that
20	the traffic-circulation element of incorporate
21	transportation strategies to reduce greenhouse gas
22	emissions; requiring each unit of local government within
23	an urbanized area to amend the transportation element to
24	incorporate transportation strategies addressing reduction
25	in greenhouse gas emissions; amending s. 186.007, F.S.;
26	authorizing the Executive Office of the Governor to
27	include in the state comprehensive plan goals, objectives,
28	and policies related energy and global climate change;
29	amending s. 187.201, F.S.; adopting provisions of the

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30 State Comprehensive Plan concerning the development, 31 siting, and use of low-carbon-emitting electric power 32 plants; creating s. 193.804, F.S.; prohibiting the 33 property appraiser from increasing the taxable value of 34 homestead property when the taxpayer adds any solar energy 35 device to the property; authorizing the property appraiser 36 to refer the matter to the Department of Environmental 37 Protection if the property appraiser questions whether a 38 taxpayer is entitled, in whole or in part, to a solar energy device exemption; requiring the Department of 39 40 Environmental Protection to adopt rules; amending s. 41 196.012, F.S.; deleting the definition of the term 42 "renewable energy source device" or "device"; amending s. 43 206.43, F.S.; requiring each terminal supplier, importer, 44 exporter, blender, and wholesaler to include the number of 45 gallons of gasoline fuel which meet and fail to meet 46 certain requirements in their monthly reports to the Department of Revenue; amending s. 212.08, F.S.; requiring 47 48 that the Florida Energy and Climate Commission rather than 49 the Department of Environmental Protection implement 50 certain responsibilities concerning eligibility and 51 application for the tax exemption; requiring the 52 commission to adopt, by rule, an application form, 53 including the required content and documentation to 54 support the application, for the taxpayer to use in 55 claiming the tax exemption; amending s. 220.192, F.S.; 56 defining terms relating to a tax credit; allowing certain 57 tax credits to be transferred for a specified period; 58 providing procedures and requirements; authorizing the

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59 Department of Revenue to adopt rules; amending s. 220.193, 60 F.S.; defining the terms "sale" or "sold" and "taxpayer"; providing legislative intent concerning retroactive 61 application of certain renewable energy production tax 62 63 credits; providing for the pass through of a renewable energy production tax credit under certain conditions; 64 65 providing for retroactive application; amending s. 253.02, 66 F.S.; authorizing the Secretary of Environmental 67 Protection to grant easements across lands owned by the 68 Board of Trustees of the Internal Improvement Trust Fund under certain conditions; amending s. 253.034, F.S.; 69 70 granting a utility the use of nonsovereignty state-owned 71 lands upon a showing of competent substantial evidence 72 that the use is reasonable; establishing criteria relating 73 to the title, distribution, and cost of such lands; 74 amending s. 255.249, F.S.; requiring state agencies to 75 annually provide telecommuting plans to the Department of 76 Management Services; amending s. 255.251, F.S.; creating 77 the "Florida Energy Conservation and Sustainable Buildings 78 Act"; amending s. 255.252, F.S.; providing findings and 79 legislative intent; providing that it is the policy of the 80 state that buildings constructed and financed by the 81 state, or existing buildings renovated by the state, be 82 designed and constructed with a goal of meeting or 83 exceeding the United States Green Building Council (USGBC) 84 Leadership in Energy and Environmental Design (LEED) 85 rating system, the Green Building Initiative's Green 86 Globes rating system, or the Florida Green Building 87 Coalition standards; requiring each state agency to

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88 identify and compile a list of energy-conservation 89 projects that it determines are suitable for a guaranteed 90 energy performance savings contract; amending s. 255.253, 91 F.S.; defining terms relating to energy conservation for buildings; amending s. 255.254, F.S.; prohibiting a state 92 93 agency from leasing or constructing a facility without 94 having secured from the Department of Management Services 95 an evaluation of life-cycle costs for the building; 96 requiring certain leased buildings to have an energy 97 performance analysis conducted; requiring the owner of any 98 building leased by the state from the private sector to submit provisions for monthly energy use data to the 99 100 department; amending s. 255.255, F.S.; requiring the 101 department to use sustainable building ratings for 102 conducting a life-cycle cost analysis; amending s. 103 255.257, F.S.; requiring that energy consumption and cost 104 be reported to the department annually in a format 105 prescribed by the department; providing duties of energy-106 management coordinators; requiring that the department of 107 Management Services develop a state energy-management 108 plan; requiring that state agencies adopt certain rating 109 systems; prohibiting state agencies from entering into 110 leasing agreements for office space not meeting certain 111 building standards; providing an exception; requiring that 112 state agencies develop energy-conservation measures and 113 quidelines for new and existing office space in which 114 state agencies occupy greater than a specified amount of 115 square footage; providing requirements for such measures; 116 creating s. 286.275, F.S.; requiring the Department of

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117 Management Services to develop the Florida Climate 118 Friendly Preferred Products List; requiring state agencies 119 to consult the list and purchase products from the list 120 under certain circumstances; requiring state agencies to 121 contract for meeting and conference space with facilities 122 having the "Green Lodging" designation; authorizing the 123 Department of Environmental Protection to adopt rules; 124 requiring the department to establish voluntary technical 125 assistance programs for various businesses; requiring 126 state agencies to maintain vehicles according to minimum 127 standards and follow certain procedures when procuring new 128 vehicles; requiring state agencies to use ethanol and 129 biodiesel-blended fuels when available; amending s. 130 287.063, F.S.; prohibiting the payment term for equipment 131 from exceeding the useful life of the equipment unless the 132 contract provides for the replacement or the extension of 133 the useful life of the equipment during the term of the 134 deferred payment contract; amending s. 287.064, F.S.; 135 authorizing an extension of the master equipment financing 136 agreement for energy conservation equipment; requiring the 137 guaranteed energy, water, and wastewater performance 138 savings contractor to provide for the replacement or the 139 extension of the useful life of the equipment during the 140 term of the contract; amending s. 287.16, F.S.; requiring 141 the Department of Management Services to conduct an 142 analysis of the Department of Transportation's ethanol and 143 biodiesel use and encourage other state agencies to 144 analyze transportation fuel usage and report such 145 information to the Department of Management Services;

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146	amending s. 288.1089, F.S.; defining the term "alternative
147	and renewable energy"; detailing the conditions for an
148	alternative and renewable energy project to be eligible
149	for an innovation incentive award; amending s. 337.401,
150	F.S.; requiring the Department of Environmental Protection
151	to adopt rules relating to the placement of and access to
152	aerial and underground electric transmission lines having
153	certain specifications; defining the term "base-load
154	generating facilities"; amending s. 339.175, F.S.;
155	requiring each metropolitan planning organization to
156	develop a long-range transportation plan that, among other
157	considerations, provides for sustainable growth and
158	reduces greenhouse gas emissions; amending s. 366.82,
159	F.S.; requiring the Public Service Commission to adopt
160	rules requiring utilities to offset 20 percent of their
161	annual load-growth through energy efficiency and
162	conservation measures; requiring the commission to create
163	an in-state market for tradable credits enabling those
164	utilities that exceed the conservation standard to sell
165	credits to those that cannot meet the standard for a given
166	year; requiring that the commission conduct a periodic
167	review; requiring the commission to require municipal and
168	cooperative utilities that are exempt from the Energy
169	Efficiency and Conservation Act to submit an annual report
170	identifying energy efficiency and conservation goals and
171	the actions taken to meet those goals; requiring that the
172	Florida Energy and Climate Commission be a party in the
173	proceedings to adopt goals and file with the Public
174	Service Commission comments on the proposed goals;

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175 requiring the Public Service Commission to use certain 176 methodologies in the evaluation of demand-side management 177 programs; amending s. 366.8255, F.S.; redefining the term 178 "environmental compliance costs" to include costs or 179 expenses prudently incurred for scientific research and 180 geological assessments of carbon capture and storage for 181 the purpose of reducing an electric utility's greenhouse 182 gas emissions; amending s. 366.92, F.S.; providing 183 definitions; requiring the commission to adopt a renewable 184 portfolio standard by rule; requiring that the rule be ratified by the Legislature; providing that the rule must 185 186 be submitted for legislative approval by February 1, 2009; 187 specifying criteria for the rule development; allowing for 188 full cost recovery of certain reasonable and prudent costs 189 prior to the ratification of the rule; requiring each 190 municipal electric utility and rural electric cooperative 191 to develop standards for the use of renewable energy 192 resources and energy conservation measures and submit a 193 report to the Public Service Commission which identifies 194 such standards; amending s. 366.93, F.S.; revising the 195 definitions of "cost" and "preconstruction"; requiring the 196 Public Service Commission to establish rules relating to 197 cost recovery for the construction of new, expanded, or 198 relocated electrical transmission lines and facilities for 199 a nuclear power plant; amending s. 377.601, F.S.; revising 200 legislative intent with respect to the need to implement 201 alternative energy technologies; creating s. 377.6015, 202 F.S.; creating the Florida Energy and Climate Commission; 203 providing for appointment and qualifications of members;

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204	providing for meetings, duties, and authority of the
205	commission; amending s. 377.602, F.S.; providing a
206	definition; amending s. 377.605, F.S.; transferring duties
207	on energy data collection from the Department of
208	Environmental Protection to the Florida Energy and Climate
209	Commission; amending ss. 377.604, 377.605, and 377.606,
210	F.S.; making conforming changes; amending s. 377.703,
211	F.S.; providing for additional duties of the Florida
212	Energy and Climate Commission; conforming cross-
213	references; amending s. 377.803, F.S.; providing
214	definitions; providing the statutory reference to the
215	definition of the term "biomass"; amending s. 377.804,
216	F.S.; providing for administration of the Renewable Energy
217	and Energy-Efficient Technologies Grant Program by the
218	Florida Energy and Climate Commission rather than the
219	Department of Environmental Protection; providing for the
220	program to include matching grants for technologies that
221	increase the energy efficiency of vehicles and commercial
222	buildings; providing application requirements; repealing
223	s. 377.804(6), F.S., relating to bioenergy projects;
224	amending s. 377.806, F.S.; providing for administration of
225	the Solar Energy System Incentives Program by the Florida
226	Energy and Climate Commission rather than the Department
227	of Environmental Protection; requiring compliance with the
228	Florida Building Code rather than local codes in order to
229	be eligible for a rebate under the program; creating s.
230	377.808, F.S.; creating the Florida Green Government
231	Grants Act; providing a short title; requiring the Florida
232	Energy and Climate Commission within the Executive Office

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233 of the Governor to award grants to assist local 234 governments in the development of programs that achieve 235 green standards; requiring the commission to adopt rules; 236 providing requirements for the rules; limiting a certain 237 number of grant applications made by a local government; limiting the number of active projects that may be 238 239 conducted by a local government; requiring the commission 240 to perform an overview of each grant; repealing s. 241 377.901, F.S., relating to the Florida Energy Commission; 242 transferring the State Energy Program from the Department 243 of Environmental Protection to the Florida Energy and 244 Climate Commission; creating s. 377.921, F.S., relating to 245 qualified solar energy systems; providing definitions; 246 allowing a public utility to recover certain costs; 247 amending ss. 380.23 and 403.031, F.S.; conforming cross-248 references; creating s. 403.44, F.S.; creating the Florida 249 Climate Protection Act; defining terms; requiring the 250 Department of Environmental Protection to establish the 251 methodologies, reporting periods, and reporting systems 252 that must be used when major emitters report to The 253 Climate Registry; authorizing the department to adopt 254 rules for a cap-and-trade regulatory program to reduce 255 greenhouse gas emissions from major emitters; providing 256 for the content of the rule; amending s. 403.503, F.S.; 257 defining the term "alternate corridor" and redefining the 258 term "corridor" for purposes of the Florida Electrical 259 Power Plant Siting Act; amending s. 403.504, F.S.; 260 requiring the Department of Environmental Protection to 261 determine whether a proposed alternate corridor is

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262	acceptable; amending s. 403.506, F.S.; revising the
263	thresholds and applicability standards of the Florida
264	Electrical Power Plant Siting Act; deleting a provision
265	that exempts from the act a steam generating plant;
266	exempting from the act the associated facilities of an
267	electrical power plant; exempting an electric utility from
268	obtaining certification under the Florida Electrical Power
269	Plant Siting Act before constructing facilities for a
270	power plant using nuclear materials as fuel; providing
271	that a utility may obtain separate licenses, permits, and
272	approvals for such construction under certain
273	circumstances; exempting such provisions from review under
274	ch. 120, F.S.; amending s. 403.5064, F.S.; requiring an
275	applicant to submit a statement to the department if such
276	applicant opts for consideration of alternate corridors;
277	amending s. 403.50665, F.S.; requiring an application to
278	include a statement on the consistency of directly
279	associated facilities constituting a "development";
280	requiring the Department of Environmental Protection to
281	address at the certification hearing the issue of
282	compliance with land use plans and zoning ordinances for a
283	proposed substation located in or along an alternate
284	corridor; amending s. 403.509, F.S.; requiring the
285	Governor and Cabinet sitting as the siting board to
286	certify the corridor having the least adverse impact;
287	authorizing the board to deny certification or allow a
288	party to amend its proposal; amending s. 403.5115, F.S.;
289	requiring the applicant proposing the alternate corridor
290	to publish all notices relating to the application;
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291 requiring that such notices comply with certain 292 requirements; requiring that notices be published at least 293 45 days before the rescheduled certification hearing; 294 amending s. 403.5175, F.S.; conforming a cross-reference; 295 amending s. 403.518, F.S.; authorizing the Department of 296 Environmental Protection to charge an application fee for 297 an alternate corridor; amending s. 403.519, F.S., relating 298 to determinations of need; conforming provisions to 299 changes made by the act; amending s. 403.7031, F.S.; 300 prohibiting a county or municipality from using in 301 practice any definition inconsistent with certain 302 statutes; creating s. 403.7055, F.S.; encouraging counties 303 in the state to form regional solutions to the capture and 304 reuse or sale of methane gas from landfills and wastewater 305 treatment facilities; requiring the Department of 306 Environmental Protection to provide guidelines and 307 assistance; amending s. 403.814, F.S., relating to general 308 permits; conforming provisions; amending s. 489.145, F.S.; 309 revising provisions of the Guaranteed Energy Performance 310 Savings Contracting Act; renaming the act as the 311 "Guaranteed Energy, Water, and Wastewater Performance 312 Savings Contracting Act"; requiring that each proposed 313 contract or lease contain certain agreements concerning 314 operational cost-saving measures; redefining terms; 315 defining the term "investment grade energy audit"; 316 requiring that certain baseline information, supporting 317 information, and documentation be included in contracts; 318 requiring the office of the Chief Financial Officer to 319 review contract proposals; providing audit requirements;

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320	requiring contract approval by the Legislature or Chief
321	Financial Officer; creating s. 526.203, F.S.; providing
322	definitions; requiring that on or after a specified date
323	all gasoline sold in the state contain a specified percent
324	of agriculturally derived denatured ethanol; providing for
325	exemptions; creating s. 526.204, F.S.; providing for the
326	requirements to be suspended during a declared emergency;
327	providing an exemption if a supplier or other distributor
328	is unable to obtain the required fuel at the same or lower
329	price than the price of unblended gasoline; requiring that
330	documentation be provided to the Department of Revenue;
331	creating s. 526.205, F.S.; providing for enforcement of
332	the requirement for gasoline content; providing penalties;
333	providing for the Department of Revenue to grant an
334	extension of time to comply with the requirement; creating
335	s. 526.206, F.S.; authorizing the Department of Revenue
336	and the Department of Agriculture and Consumer Services to
337	adopt rules; requiring the Florida Energy Commission to
338	conduct a study of the lifecycle greenhouse gas emissions
339	associated with all renewable fuels; requiring a report to
340	the Legislature by a specified date; amending s. 553.77,
341	F.S.; authorizing the Florida Building Commission to
342	implement recommendations relating to energy efficiency in
343	residential and commercial buildings; creating s. 553.886,
344	F.S.; requiring that the Florida Building Code facilitate
345	and promote the use of certain renewable energy
346	technologies in buildings; creating s. 553.9061, F.S.;
347	requiring the Florida Building Commission to establish a
348	schedule of increases in the energy performance of
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349 buildings subject to the Energy Efficiency Code for 350 Building Construction; providing a process for 351 implementing goals to increase energy-efficiency 352 performance in new buildings; providing a schedule for the 353 implementation of such goals; identifying energy-354 efficiency performance options and elements available to 355 meet energy-efficiency performance requirements; providing 356 a schedule for the review and adoption of renewable 357 energy-efficiency goals by the commission; requiring the 358 commission to conduct a study to evaluate the energy-359 efficiency rating of new buildings and appliances; 360 requiring the commission to submit a report to the 361 President of the Senate and the Speaker of the House of 362 Representatives on or before a specified date; requiring 363 the commission to conduct a study to evaluate 364 opportunities to restructure the Florida Energy Code for 365 Building Construction, including the integration of the 366 Thermal Efficiency Code, the Energy Conservation Standards 367 Act, and the Florida Building Energy-Efficiency Rating 368 Act; requiring the commission to submit a report to the 369 President of the Senate and the Speaker of the House of 370 Representatives on or before a specified date; directing 371 the Department of Community Affairs, in conjunction with 372 the Florida Energy Affordability Council, to identify and 373 review issues relating to the Low-Income Home Energy 374 Assistance Program and the Weatherization Assistance 375 Program; requiring the submission of a report to the 376 President of the Senate and the Speaker of the House of 377 Representatives on or before a specified date; providing

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378	for the expiration of certain study requirements; amending
379	s. 553.957, F.S.; including certain home and commercial
380	appliances in the requirements for testing and
381	certification for meeting certain energy-conservation
382	standards; amending s. 553.975, F.S.; conforming a cross-
383	reference; requiring the Public Service Commission to
384	analyze utility revenue decoupling and provide a report
385	and recommendations to the Governor, the President of the
386	Senate, and the Speaker of the House of Representatives by
387	a specified date; amending s. 718.113, F.S.; authorizing
388	the board of a condominium or a multicondominium to
389	install solar collectors, clotheslines, or other energy-
390	efficient devices on association property; creating s.
391	1004.648, F.S.; establishing the Florida Energy Systems
392	Consortium, consisting of specified state universities;
393	providing membership and duties of the consortium;
394	providing for an oversight board and steering committee;
395	providing reporting requirements for the consortium by a
396	date certain; authorizing the Department of Environmental
397	Protection to require certain agreements to contain a
398	stipulation requiring the return to the state of a portion
399	of the profit resulting from commercialization of an
400	energy-related product or process; requiring the
401	department to conduct a study relating to the state
402	earning a monetary return on energy-related products or
403	processes through the use of negotiated or licensing
404	agreements; requiring the department to submit the study
405	to the Governor and the Legislature; requiring the
406	Department of Environmental Protection, in conjunction
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407 with the Department of Agriculture and Consumer Services, 408 to conduct an economic impact analysis on the effect of 409 granting financial incentives to energy producers who use 410 woody biomass; requiring the department to submit the 411 results to the Legislature; establishing a statewide solid 412 waste reduction goal by a certain date; requiring the 413 Department of Environmental Protection to develop a 414 recycling program designed to meet that goal; requiring 415 the Department of Environmental Protection to prepare a 416 report relating to the costs and benefits of implementing 417 a cap-and-trade system to trade emission credits; 418 requiring the department to present the report to the 419 Governor, the President of the Senate, and the Speaker of 420 the House of Representatives; describing certain specified 421 issues to be included in the report; providing effective 422 dates. 423 424 Be It Enacted by the Legislature of the State of Florida: 425 426 Section 1. Present subsection (3) of section 74.051, 427 Florida Statutes, is renumbered as subsection (4), and a new 428 subsection (3) is added to that section, to read: 429 74.051 Hearing on order of taking .--430 (3) If a defendant requests a hearing and the petitioner is an electric utility that is seeking to appropriate property 431 432 necessary for an electric generation plant, an associated 433 facility of such plant, an electric substation, or a power line, 434 the court shall conduct the hearing no more than 120 days after 435 the petition is filed. The court shall issue its final judgment

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436	no more than 30 days after the hearing.
437	Section 2. Section 112.219, Florida Statutes, is created to
438	read:
439	112.219 Public employee telecommuting programs
440	(1) As used in this section, the term:
441	(a) "Public employing entity" or "entity" means any state
442	government administrative unit listed in chapter 20 or the State
443	Constitution, including water management districts, the Senate,
444	the House of Representatives, the state courts system, the State
445	University System, the Community College System, or any other
446	agency, commission, council, office, board, authority,
447	department, or official of state government.
448	(b) "Telecommuting" means a work arrangement whereby
449	selected public employees are allowed to perform the normal
450	duties and responsibilities of their positions through the use of
451	computers or telecommunications while at home or another place
452	apart from the employees' usual place of work.
453	(c) "Qualified telecommuting employee" means an employee
454	who is selected for the telecommuting program, based on the
455	requirements of his or her employment position and his or her
456	ability to perform assigned work at an offsite location, and who
457	meets the following criteria:
458	1. The employee has demonstrated an ability to complete his
459	or her assigned work with minimal supervision;
460	2. The job classification, workload characteristics, or
461	position of the employee has been identified by the public
462	employing entity as appropriate for telecommuting; and
463	3. The employee is not under a performance-improvement plan
464	or disciplinary action that indicates a need for close

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465 supervision of his or her assigned work. (d) "Telecommuting schedule" means the work schedule of a 466 467 qualified telecommuting employee indicating the days each week, or weeks each month, that the employee will be telecommuting and 468 469 those days or weeks that the employee will be at the onsite work 470 location. The schedule must be composed in such a way that the 471 employee's work location for any given day is readily 472 ascertainable. Occasional variations from the schedule are 473 acceptable based on the needs of the entity and the ability of 474 the employee to accomplish assigned state business. 475 (e) "Telecommuting site" means the location of the 476 qualified telecommuting employee during the hours his or her 477 telecommuting schedule indicates he or she is telecommuting. 478 (f) "Onsite work location" means the office or location 479 that a public employing entity normally provides for its 480 qualified telecommuting employee. (2) Each public employing entity shall: 481 482 (a) Establish and coordinate the public employee 483 telecommuting program and administer this section for its own 484 employees. 485 (b) Appoint an organization-wide telecommuting coordinator 486 to promote telecommuting and provide technical assistance within 487 the entity. 488 (c) Identify employees who are participating in the 489 telecommuting program and their job classifications through its 490 respective personnel or payroll information management system. (3) By September 30, 2009, each employing public entity 491 492 shall complete a telecommuting plan that includes a current 493 listing of the job classifications and positions that the entity

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494	considers appropriate for telecommuting. The proposed
495	telecommuting plan must give equal consideration to civil service
496	and exempt positions in the selection of employees to participate
497	in the telecommuting program. The telecommuting plan must also:
498	(a) Provide measurable financial benefits associated with
499	reduced requirements for office space, reductions in energy
500	consumption, and reductions in associated emissions of greenhouse
501	gases resulting from telecommuting. Employing public entities
502	operating in office space that is owned or managed by the
503	Department of Management Services shall consult the facilities
504	program in order to ensure its consistency with the strategic
505	leasing plan required under s. 255.249(3)(b).
506	(b) Provide that an employee's participation in a
507	telecommuting program will not adversely affect his or her
508	eligibility for advancement or any other employment rights or
509	benefits.
510	(c) Provide that participation by an employee in a
511	telecommuting program is voluntary, and that the employee may
512	elect to cease to participate in the telecommuting program at any
513	time.
514	(d) Allow for the termination of an employee's
515	participation in the program if the employee's continued
516	participation would not be in the best interests of the public
517	employing entity.
518	(e) Provide that an employee may not participate in the
519	program if the employee is under a performance-improvement plan.
520	(f) Ensure that employees participating in the program are
521	subject to the same rules regarding attendance, leave,
522	performance reviews, and separation action as are other

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523	employees.
524	(g) Establish the reasonable conditions that the public
525	employing entity will impose in order to ensure the appropriate
526	use and maintenance of any equipment or items provided for use at
527	a qualified telecommuting employee's telecommuting site,
528	including the installation and maintenance of any telephone
529	equipment and ongoing communications services at the
530	telecommuting site which must be used only for official purposes.
531	(h) Prohibit public maintenance of an employee's personal
532	equipment used in telecommuting, including any liability for
533	personal equipment and costs for personal utility expenses
534	associated with telecommuting.
535	(i) Describe the security controls that the entity
536	considers appropriate for use at the telecommuting site.
537	(j) Provide that qualified telecommuting employees are
538	covered by workers' compensation under chapter 440 when
539	performing official duties at an alternate worksite, such as the
540	home.
541	(k) Prohibit employees engaged in a telecommuting program
542	from conducting face-to-face state business at the telecommuting
543	site.
544	(1) Require a written agreement specifying the terms and
545	conditions of telecommuting, including verification by the
546	employee that the telecommuting site provides work space that is
547	free of safety and fire hazards, together with an agreement that
548	holds the state harmless against all claims, excluding workers'
549	compensation claims, resulting from an employee working in the
550	telecommuting site. The agreement must be signed and agreed to by
551	the qualified telecommuting employee and the supervisor.

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552 (4) The telecommuting plan for each public employing 553 entity, and pertinent supporting documents, shall be posted on 554 the entity's website to allow access by employees and the public. 555 Section 3. Subsection (2) of section 163.04, Florida 556 Statutes, is amended to read: 557 163.04 Energy devices based on renewable resources.--558 A deed restriction, covenant, declaration, or similar (2) 559 binding agreement may not No deed restrictions, covenants, or 560 similar binding agreements running with the land shall prohibit 561 or have the effect of prohibiting solar collectors, clotheslines, 562 or other energy devices based on renewable resources from being 563 installed on buildings erected on the lots or parcels covered by 564 the deed restriction, covenant, declaration, or binding agreement 565 restrictions, covenants, or binding agreements. A property owner 566 may not be denied permission to install solar collectors or other 567 energy devices based on renewable resources by any entity granted 568 the power or right in any deed restriction, covenant, 569 declaration, or similar binding agreement to approve, forbid, 570 control, or direct alteration of property with respect to 571 residential dwellings and within the boundaries of a condominium 572 unit. not exceeding three stories in height. For purposes of this 573 subsection, Such entity may determine the specific location where 574 solar collectors may be installed on the roof within an orientation to the south or within 45° east or west of due south 575 576 if provided that such determination does not impair the effective 577 operation of the solar collectors. 578 Section 4. Paragraphs (a), (b), and (j) of subsection (6)

579 of section 163.3177, Florida Statutes, are amended to read: 163.3177 Required and optional elements of comprehensive

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581 plan; studies and surveys.--

(6) In addition to the requirements of subsections (1)-(5) and (12), the comprehensive plan shall include the following elements:

585 A future land use plan element designating proposed (a) 586 future general distribution, location, and extent of the uses of 587 land for residential uses, commercial uses, industry, 588 agriculture, recreation, conservation, education, public 589 buildings and grounds, other public facilities, and other 590 categories of the public and private uses of land. Counties are 591 encouraged to designate rural land stewardship areas, pursuant to the provisions of paragraph (11)(d), as overlays on the future 592 593 land use map. Each future land use category must be defined in 594 terms of uses included, and must include standards for to be 595 followed in the control and distribution of population densities 596 and building and structure intensities. The proposed 597 distribution, location, and extent of the various categories of 598 land use shall be shown on a land use map or map series which 599 shall be supplemented by goals, policies, and measurable 600 objectives. The future land use plan shall be based upon surveys, 601 studies, and data regarding the area, including the amount of 602 land required to accommodate anticipated growth; the projected 603 population of the area; the character of undeveloped land; the 604 availability of water supplies, public facilities, and services; 605 the need for redevelopment, including the renewal of blighted 606 areas and the elimination of nonconforming uses which are 607 inconsistent with the character of the community; the 608 compatibility of uses on lands adjacent to or closely proximate 609 to military installations; the discouragement of urban sprawl;

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610 energy-efficient land use patterns; and, in rural communities, 611 the need for job creation, capital investment, and economic 612 development that will strengthen and diversify the community's economy. The future land use plan may designate areas for future 613 planned development use involving combinations of types of uses 614 for which special regulations may be necessary to ensure 615 development in accord with the principles and standards of the 616 617 comprehensive plan and this act. The future land use plan element 618 shall include criteria to be used to achieve the compatibility of 619 adjacent or closely proximate lands with military installations. 620 In addition, for rural communities, the amount of land designated 621 for future planned industrial use shall be based upon surveys and 622 studies that reflect the need for job creation, capital 623 investment, and the necessity to strengthen and diversify the 624 local economies, and may shall not be limited solely by the 625 projected population of the rural community. The future land use 626 plan of a county may also designate areas for possible future 627 municipal incorporation. The land use maps or map series shall 628 generally identify and depict historic district boundaries and 629 shall designate historically significant properties meriting 630 protection. For coastal counties, the future land use element 631 must include, without limitation, regulatory incentives and 632 criteria that encourage the preservation of recreational and 633 commercial working waterfronts as defined in s. 342.07. The 634 future land use element must clearly identify the land use 635 categories in which public schools are an allowable use. When 636 delineating the land use categories in which public schools are 637 an allowable use, a local government shall include in the 638 categories sufficient land proximate to residential development

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to meet the projected needs for schools in coordination with 639 640 public school boards and may establish differing criteria for 641 schools of different type or size. Each local government shall 642 include lands contiguous to existing school sites, to the maximum 643 extent possible, within the land use categories in which public 644 schools are an allowable use. The failure by a local government 645 to comply with these school siting requirements will result in 646 the prohibition of the local government's ability to amend the 647 local comprehensive plan, except for plan amendments described in 648 s. 163.3187(1)(b), until the school siting requirements are met. 649 Amendments proposed by a local government for purposes of 650 identifying the land use categories in which public schools are 651 an allowable use are exempt from the limitation on the frequency 652 of plan amendments provided contained in s. 163.3187. The future 653 land use element shall include criteria that encourage the 654 location of schools proximate to urban residential areas to the 655 extent possible and shall require that the local government seek 656 to collocate public facilities, such as parks, libraries, and 657 community centers, with schools to the extent possible and to 658 encourage the use of elementary schools as focal points for 659 neighborhoods. For schools serving predominantly rural counties, 660 defined as a county with a population of 100,000 or fewer, an 661 agricultural land use category is shall be eligible for the 662 location of public school facilities if the local comprehensive 663 plan contains school siting criteria and the location is consistent with such criteria. Local governments required to 664 665 update or amend their comprehensive plan to include criteria and 666 address compatibility of adjacent or closely proximate lands with 667 existing military installations in their future land use plan

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668 element shall transmit the update or amendment to the department 669 by June 30, 2006.

670 (b) A traffic circulation element consisting of the types, 671 locations, and extent of existing and proposed major 672 thoroughfares and transportation routes, including bicycle and 673 pedestrian ways. Transportation corridors, as defined in s. 674 334.03, may be designated in the traffic circulation element pursuant to s. 337.273. If the transportation corridors are 675 676 designated, the local government may adopt a transportation corridor management ordinance. The traffic circulation element 677 678 shall incorporate transportation strategies to address reduction 679 in greenhouse gas emissions from the transportation sector.

(j) For each unit of local government within an urbanized area designated for purposes of s. 339.175, a transportation element, which shall be prepared and adopted in lieu of the requirements of paragraph (b) and paragraphs (7) (a), (b), (c), and (d) and which shall address the following issues:

1. Traffic circulation, including major thoroughfares andother routes, including bicycle and pedestrian ways.

687 2. All alternative modes of travel, such as public688 transportation, pedestrian, and bicycle travel.

689

3. Parking facilities.

690 4. Aviation, rail, seaport facilities, access to those691 facilities, and intermodal terminals.

5. The availability of facilities and services to serve
existing land uses and the compatibility between future land use
and transportation elements.

695 6. The capability to evacuate the coastal population <u>before</u>
 696 prior to an impending natural disaster.

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697 7. Airports, projected airport and aviation development,698 and land use compatibility around airports.

8. An identification of land use densities, building
intensities, and transportation management programs to promote
public transportation systems in designated public transportation
corridors so as to encourage population densities sufficient to
support such systems.

9. May include transportation corridors, as defined in s.
334.03, intended for future transportation facilities designated
pursuant to s. 337.273. If transportation corridors are
designated, the local government may adopt a transportation
corridor management ordinance.

709 <u>10. The incorporation of transportation strategies to</u> 710 <u>address reduction in greenhouse gas emissions from the</u> 711 <u>transportation sector.</u>

Section 5. Subsection (3) of section 186.007, Florida
Statutes, is amended to read:

714

186.007 State comprehensive plan; preparation; revision.--

715 In the state comprehensive plan, the Executive Office (3) of the Governor may include goals, objectives, and policies 716 717 related to the following program areas: economic opportunities; 718 agriculture; employment; public safety; education; energy; global 719 climate change; health concerns; social welfare concerns; housing 720 and community development; natural resources and environmental 721 management; recreational and cultural opportunities; historic 722 preservation; transportation; and governmental direction and 723 support services.

724Section 6.Subsections (10), (11), and (15) of section725187.201, Florida Statutes, are amended to read:

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601-07390-08 20081544c3 726 187.201 State Comprehensive Plan adopted.--The Legislature 727 hereby adopts as the State Comprehensive Plan the following 728 specific goals and policies: 729 (10) AIR QUALITY.--730 (a) Goal.--Florida shall comply with all national air 731 quality standards by 1987, and by 1992 meet standards which are 732 more stringent than 1985 state standards. 733 (b) Policies.--734 1. Improve air quality and maintain the improved level to 735 safeguard human health and prevent damage to the natural 736 environment. 737 2. Ensure that developments and transportation systems are 738 consistent with the maintenance of optimum air quality. 739 Reduce sulfur dioxide and nitrogen oxide emissions and 3. 740 mitigate their effects on the natural and human environment. 741 Encourage the use of alternative energy resources that 4. 742 do not degrade air quality. 743 Ensure, at a minimum, that power plant fuel conversion 5. 744 does not result in higher levels of air pollution. 745 6. Encourage the development of low-carbon-emitting 746 electric power plants. 747 (11) ENERGY.--748 (a) Goal.--Florida shall reduce its energy requirements 749 through enhanced conservation and efficiency measures in all end-750 use sectors, and shall reduce atmospheric carbon dioxide by while 751 at the same time promoting an increased use of renewable energy 752 resources and low-carbon-emitting electric power plants. 753 (b) Policies.--754 1. Continue to reduce per capita energy consumption.

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2. Encourage and provide incentives for consumer and
producer energy conservation and establish acceptable energy
performance standards for buildings and energy consuming items.

7583. Improve the efficiency of traffic flow on existing759roads.

4. Ensure energy efficiency in transportation design and
planning and increase the availability of more efficient modes of
transportation.

763 5. Reduce the need for new power plants by encouraging end764 use efficiency, reducing peak demand, and using cost-effective
765 alternatives.

766 6. Increase the efficient use of energy in design and
767 operation of buildings, public utility systems, and other
768 infrastructure and related equipment.

769 7. Promote the development and application of solar energy770 technologies and passive solar design techniques.

8. Provide information on energy conservation throughactive media campaigns.

9. Promote the use and development of renewable energy
resources <u>and low-carbon-emitting electric power plants</u>.

775 10. Develop and maintain energy preparedness plans that 776 will be both practical and effective under circumstances of 777 disrupted energy supplies or unexpected price surges.

778

(15) LAND USE.--

(a) Goal.--In recognition of the importance of preserving the natural resources and enhancing the quality of life of the state, development shall be directed to those areas which have in place, or have agreements to provide, the land and water resources, fiscal abilities, and service capacity to accommodate

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784 growth in an environmentally acceptable manner.

785

(b) Policies.--

786 1. Promote state programs, investments, and development and 787 redevelopment activities which encourage efficient development 788 and occur in areas which will have the capacity to service new 789 population and commerce.

790 2. Develop a system of incentives and disincentives which 791 encourages a separation of urban and rural land uses while 792 protecting water supplies, resource development, and fish and 793 wildlife habitats.

3. Enhance the livability and character of urban areas
through the encouragement of an attractive and functional mix of
living, working, shopping, and recreational activities.

797 4. Develop a system of intergovernmental negotiation for 798 siting locally unpopular public and private land uses which 799 considers the area of population served, the impact on land 800 development patterns or important natural resources, and the 801 cost-effectiveness of service delivery.

802 5. Encourage and assist local governments in establishing
803 comprehensive impact-review procedures to evaluate the effects of
804 significant development activities in their jurisdictions.

6. Consider, in land use planning and regulation, the impact of land use on water quality and quantity; the availability of land, water, and other natural resources to meet demands; and the potential for flooding.

809 7. Provide educational programs and research to meet state,810 regional, and local planning and growth-management needs.

8118. Provide for the siting of low-carbon-emitting electric812power plants, including nuclear power plants, to meet the

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813	state's determined need for electric power generation.
814	Section 7. Section 193.804, Florida Statutes, is created to
815	read:
816	193.804 Assessment of solar energy devices
817	(1) If a taxpayer adds any solar energy device to his or
818	her homestead, the value of the solar energy device shall not be
819	added to the assessed value of the property for purposes of
820	property taxes. A taxpayer claiming the right to a solar energy
821	device assessment for ad valorem taxes shall so state in a return
822	filed as provided by law giving a brief description of the
823	device. The property appraiser may require the taxpayer to
824	produce such additional evidence as may be necessary to prove the
825	taxpayer's right to have the property subject to a solar energy
826	device assessment.
827	(2) If a property appraiser questions whether a taxpayer is
828	entitled, in whole or in part, to a solar energy device
829	assessment under this section, he or she may refer the matter to
830	the Department of Environmental Protection for a recommendation.
831	If the property appraiser refers the matter, he or she shall
832	notify the taxpayer of such action. The Department of
833	Environmental Protection shall immediately consider whether the
834	taxpayer is entitled to the solar energy device assessment and
835	certify its recommendation to the property appraiser.
836	(3) The Department of Environmental Protection shall adopt
837	rules to administer the solar energy device assessment provisions
838	of this section.
839	Section 8. Subsection (14) of section 196.012, Florida
840	Statutes, is amended to read:
841	196.012 DefinitionsFor the purpose of this chapter, the

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842	following terms are defined as follows, except where the context
843	clearly indicates otherwise:
844	(14) "Renewable energy source device" or "device" means any
845	of the following equipment which, when installed in connection
846	with a dwelling unit or other structure, collects, transmits,
847	stores, or uses solar energy, wind energy, or energy derived from
848	geothermal deposits:
849	(a) Solar energy collectors.
850	(b) Storage tanks and other storage systems, excluding
851	swimming pools used as storage tanks.
852	(c) Rockbeds.
853	(d) Thermostats and other control devices.
854	(e) Heat exchange devices.
855	(f) Pumps and fans.
856	(g) Roof ponds.
857	(h) Freestanding thermal containers.
858	(i) Pipes, ducts, refrigerant handling systems, and other
859	equipment used to interconnect such systems; however,
860	conventional backup systems of any type are not included in this
861	definition.
862	(j) Windmills.
863	(k) Wind-driven generators.
864	(1) Power conditioning and storage devices that use wind
865	energy to generate electricity or mechanical forms of energy.
866	(m) Pipes and other equipment used to transmit hot
867	geothermal water to a dwelling or structure from a geothermal
868	deposit.
869	
870	"Renewable energy source device" or "device" also means any heat

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871 pump with an energy efficiency ratio (EER) or a seasonal energy 872 efficiency ratio (SEER) exceeding 8.5 and a coefficient of 873 performance (COP), exceeding 2.8; waste heat recovery system; or 874 water heating system the primary heat source of which is a 875 dedicated heat pump or the otherwise unused capacity of a heat 876 pump heating, ventilating, and air-conditioning system, provided 877 such device is installed in a structure substantially complete 878 before January 1, 1985, and whether or not solar energy, wind 879 energy, or energy derived from geothermal deposits is collected, 880 transmitted, stored, or used by such device.

881 Section 9. Subsection (2) of section 206.43, Florida882 Statutes, is amended to read:

206.43 Terminal supplier, importer, exporter, blender, and wholesaler to report to department monthly; deduction.--The taxes levied and assessed as provided in this part shall be paid to the department monthly in the following manner:

887 Such report may show in detail the number of gallons (2) (a) 888 so sold and delivered by the terminal supplier, importer, 889 exporter, blender, or wholesaler in the state, and the 890 destination as to the county in the state to which the motor fuel 891 was delivered for resale at retail or use shall be specified in 892 the report. The total taxable gallons sold shall agree with the 893 total gallons reported to the county destinations for resale at 894 retail or use. All gallons of motor fuel sold shall be invoiced 895 and shall name the county of destination for resale at retail or 896 use.

897 (b) Each terminal supplier, importer, exporter, blender, 898 and wholesaler shall also include in the report to the department 899 the number of gallons of gasoline fuel meeting and not meeting

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900 the requirements of s. 526.203.

901 Section 10. Paragraph (ccc) of subsection (7) of section 902 212.08, Florida Statutes, is amended to read:

903 212.08 Sales, rental, use, consumption, distribution, and 904 storage tax; specified exemptions.--The sale at retail, the 905 rental, the use, the consumption, the distribution, and the 906 storage to be used or consumed in this state of the following are 907 hereby specifically exempt from the tax imposed by this chapter.

(7) MISCELLANEOUS EXEMPTIONS. -- Exemptions provided to any 908 909 entity by this chapter do not inure to any transaction that is 910 otherwise taxable under this chapter when payment is made by a 911 representative or employee of the entity by any means, including, 912 but not limited to, cash, check, or credit card, even when that 913 representative or employee is subsequently reimbursed by the 914 entity. In addition, exemptions provided to any entity by this 915 subsection do not inure to any transaction that is otherwise 916 taxable under this chapter unless the entity has obtained a sales 917 tax exemption certificate from the department or the entity 918 obtains or provides other documentation as required by the 919 department. Eligible purchases or leases made with such a 920 certificate must be in strict compliance with this subsection and 921 departmental rules, and any person who makes an exempt purchase 922 with a certificate that is not in strict compliance with this 923 subsection and the rules is liable for and shall pay the tax. The 924 department may adopt rules to administer this subsection.

925 (ccc) Equipment, machinery, and other materials for 926 renewable energy technologies.--

927

928

- 1. As used in this paragraph, the term:
- a. "Biodiesel" means the mono-alkyl esters of long-chain

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929 fatty acids derived from plant or animal matter for use as a 930 source of energy and meeting the specifications for biodiesel and 931 biodiesel blends with petroleum products as adopted by the 932 Department of Agriculture and Consumer Services. Biodiesel may 933 refer to biodiesel blends designated BXX, where XX represents the 934 volume percentage of biodiesel fuel in the blend.

b. "Ethanol" means <u>an nominally</u> anhydrous denatured alcohol
produced by the <u>conversion of carbohydrates</u> fermentation of plant
sugars meeting the specifications for fuel ethanol and fuel
ethanol blends with petroleum products as adopted by the
Department of Agriculture and Consumer Services. Ethanol may
refer to fuel ethanol blends designated EXX, where XX represents
the volume percentage of fuel ethanol in the blend.

942 c. "Hydrogen fuel cells" means equipment using hydrogen or
943 a hydrogen-rich fuel in an electrochemical process to generate
944 energy, electricity, or the transfer of heat.

945 <u>d. "Wind energy" or "wind turbines" means rotary mechanical</u> 946 <u>equipment that uses wind to produce at least 10kW of electrical</u> 947 <u>energy</u>.

948 2. The sale or use of the following in the state is exempt949 from the tax imposed by this chapter:

a. Hydrogen-powered vehicles, materials incorporated into
hydrogen-powered vehicles, and hydrogen-fueling stations, up to a
limit of \$2 million in tax each state fiscal year for all
taxpayers.

b. Commercial stationary hydrogen fuel cells, up to a limitof \$1 million in tax each state fiscal year for all taxpayers.

956 c. Materials used in the distribution of biodiesel (B10-957 B100) and ethanol (E10-E100), including fueling infrastructure,

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958 transportation, and storage, up to a limit of \$1 million in tax 959 each state fiscal year for all taxpayers. Gasoline fueling 960 station pump retrofits for ethanol (E10-E100) distribution 961 qualify for the exemption provided in this sub-subparagraph.

3. The <u>Florida Energy and Climate Commission</u> Department of
Environmental Protection shall provide to the department a list
of items eligible for the exemption provided in this paragraph.

965 4.a. The exemption provided in this paragraph shall be 966 available to a purchaser only through a refund of previously paid 967 taxes. Only the initial purchase of an eligible item from the manufacturer is subject to refund. A purchaser who has received a 968 969 refund on an eligible item must notify any subsequent purchaser 970 of the item that the item is no longer eligible for a refund of 971 tax paid. This notification must be provided to the subsequent 972 purchaser on the sales invoice or other proof of purchase.

b. To be eligible to receive the exemption provided in this
paragraph, a purchaser shall file an application with the
<u>commission</u> Department of Environmental Protection. The
application shall be developed by the <u>commission</u> Department of
Environmental Protection, in consultation with the department,
and shall require:

979

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

980 (II) A specific description of the purchase for which a
981 refund is sought, including, when applicable, a serial number or
982 other permanent identification number.

983 (III) The sales invoice or other proof of purchase showing 984 the amount of sales tax paid, the date of purchase, and the name 985 and address of the sales tax dealer from whom the property was 986 purchased.

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987 (IV) A sworn statement that the information provided is 988 accurate and that the requirements of this paragraph have been 989 met.

990 Within 30 days after receipt of an application, the с. 991 commission Department of Environmental Protection shall review 992 the application and shall notify the applicant of any 993 deficiencies. Upon receipt of a completed application, the 994 commission Department of Environmental Protection shall evaluate 995 the application for exemption and issue a written certification 996 that the applicant is eligible for a refund or issue a written 997 denial of such certification within 60 days after receipt of the 998 application. The commission Department of Environmental 999 Protection shall provide the department with a copy of each 1000 certification issued upon approval of an application.

1001 d. Each certified applicant shall be responsible for 1002 forwarding a certified copy of the application and copies of all 1003 required documentation to the department within 6 months after 1004 certification by the <u>commission</u> Department of Environmental 1005 Protection.

1006 e. The provisions of s. 212.095 do not apply to any refund 1007 application made pursuant to this paragraph. A refund approved 1008 pursuant to this paragraph shall be made within 30 days after 1009 formal approval by the department.

1010 f. <u>The commission may adopt the form for the application</u> 1011 <u>for a certificate, requirements for the content and format of</u> 1012 <u>information submitted to the commission in support of the</u> 1013 <u>application, other procedural requirements, and criteria by which</u> 1014 <u>the application will be determined by rule.</u> The department may 1015 adopt all other rules pursuant to ss. 120.536(1) and 120.54 to

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1016 administer this paragraph, including rules establishing
1017 additional forms and procedures for claiming this exemption.

1018 g. The <u>commission</u> Department of Environmental Protection 1019 shall be responsible for ensuring that the total amounts of the 1020 exemptions authorized do not exceed the limits as specified in 1021 subparagraph 2.

1022 5. The <u>commission</u> Department of Environmental Protection 1023 shall determine and publish on a regular basis the amount of 1024 sales tax funds remaining in each fiscal year.

1025

6. This paragraph expires July 1, 2010.

Section 11. Subsection (1) of section 220.192, Florida Statutes, is amended, present subsection (6) of that section is renumbered as subsection (7) and amended, present subsection (7) of that section is renumbered as subsection (8), and a new subsection (6) is added to that section, to read:

1031 220.192 Renewable energy technologies investment tax 1032 credit.--

1033

(1) DEFINITIONS.--For purposes of this section, the term:

1034 (a) "Biodiesel" means biodiesel as defined in s.1035 212.08(7)(ccc).

1036 (b) "Corporation" includes a general partnership, limited 1037 partnership, limited liability company, unincorporated business, 1038 or other business entity, including entities taxed as 1039 partnerships for federal income tax purposes.

1040

(c) (b) "Eligible costs" means:

1041 1. Seventy-five percent of all capital costs, operation and 1042 maintenance costs, and research and development costs incurred 1043 between July 1, 2006, and June 30, 2010, up to a limit of \$3 1044 million per state fiscal year for all taxpayers, in connection

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1045 with an investment in hydrogen-powered vehicles and hydrogen 1046 vehicle fueling stations in the state, including, but not limited 1047 to, the costs of constructing, installing, and equipping such 1048 technologies in the state.

1049 2. Seventy-five percent of all capital costs, operation and 1050 maintenance costs, and research and development costs incurred 1051 between July 1, 2006, and June 30, 2010, up to a limit of \$1.5 1052 million per state fiscal year for all taxpayers, and limited to a 1053 maximum of \$12,000 per fuel cell, in connection with an 1054 investment in commercial stationary hydrogen fuel cells in the 1055 state, including, but not limited to, the costs of constructing, 1056 installing, and equipping such technologies in the state.

1057 Seventy-five percent of all capital costs, operation and 3. 1058 maintenance costs, and research and development costs incurred 1059 between July 1, 2006, and June 30, 2010, up to a limit of \$6.5 1060 million per state fiscal year for all taxpayers, in connection with an investment in the production, storage, and distribution 1061 of biodiesel (B10-B100) and ethanol (E10-E100) in the state, 1062 1063 including the costs of constructing, installing, and equipping such technologies in the state. Gasoline fueling station pump 1064 1065 retrofits for ethanol (E10-E100) distribution qualify as an 1066 eligible cost under this subparagraph.

1067 <u>(d) (c)</u> "Ethanol" means ethanol as defined in s. 1068 212.08(7)(ccc).

1069 <u>(e)</u> (d) "Hydrogen fuel cell" means hydrogen fuel cell as 1070 defined in s. 212.08(7)(ccc).

1071 (f) "Wind energy" or "wind turbines" has the same meaning
1072 as in s. 212.08(7)(ccc).
1073 (g) "Taxpayer" includes corporations as defined in ss.

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1074 220.03 or 220.192.

(6) TRANSFERABILITY OF CREDIT.--

1076 (a) For tax years beginning on or after January 1, 2009, 1077 any corporation or subsequent transferee allowed a tax credit 1078 under this section may transfer the credit, in whole or in part, 1079 to any taxpayer by written agreement without transferring any 1080 ownership interest in the property generating the credit or any 1081 interest in the entity owning such property. The transferee is 1082 entitled to apply the credits against the tax with the same 1083 effect as if the transferee had incurred the eligible costs.

(b) To perfect the transfer, the transferor shall provide 1084 1085 the department with a written transfer statement notifying the 1086 department of the transferor's intent to transfer the tax credits 1087 to the transferee; the date the transfer is effective; the transferee's name, address, and federal taxpayer identification 1088 1089 number; the tax period; and the amount of tax credits to be 1090 transferred. The department shall, upon receipt of a transfer 1091 statement conforming to the requirements of this paragraph, 1092 provide the transferee with a certificate reflecting the tax 1093 credit amounts transferred. A copy of the certificate must be 1094 attached to each tax return for which the transferee seeks to 1095 apply such tax credits.

1096 (c) A tax credit authorized under this section which is 1097 held by a corporation and not transferred under this subsection 1098 shall be passed through to the taxpayers designated as partners, 1099 members, or owners, respectively, in the manner agreed to by such 1100 persons whether or not such partners, members, or owners are 1101 allocated or allowed any portion of the federal energy tax credit 1102 for the eligible costs.

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1103 (7) (7) (6) RULES.--The Department of Revenue shall have the 1104 authority to adopt rules pursuant to ss. 120.536(1) and 120.54 to 1105 administer this section, including rules relating to: 1106 (a) The forms required to claim a tax credit under this 1107 section, the requirements and basis for establishing an 1108 entitlement to a credit, and the examination and audit procedures 1109 required to administer this section. 1110 (b) The implementation and administration of the provisions 1111 allowing a transfer of a tax credit, including rules prescribing forms, reporting requirements, and specific procedures, 1112 guidelines, and requirements necessary to transfer a tax credit. 1113 1114 Section 12. Paragraphs (f) and (g) are added to subsection 1115 (2) and paragraphs (f) and (g) of subsection (3) of section 220.193, Florida Statutes, are amended, and paragraphs (j) and 1116 1117 (k) are added to subsection (3) of that subsection, to read: 1118 220.193 Florida renewable energy production credit.--1119 (2) As used in this section, the term: 1120 "Sale" or "sold" includes the use of electricity by the (f) 1121 producer of such electricity which decreases the amount of 1122 electricity that the producer would otherwise have to purchase. 1123 (g) "Taxpayer" includes a general partnership, limited 1124 partnership, limited liability company, trust, or other 1125 artificial entity in which a corporation, as defined in s. 1126 220.03(1)(e), owns an interest and is taxed as a partnership or 1127 is disregarded as a separate entity from the corporation under 1128 chapter 220. 1129 (3) An annual credit against the tax imposed by this 1130 section shall be allowed to a taxpayer, based on the taxpayer's

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production and sale of electricity from a new or expanded Florida

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1132 renewable energy facility. For a new facility, the credit shall 1133 be based on the taxpayer's sale of the facility's entire 1134 electrical production. For an expanded facility, the credit shall 1135 be based on the increases in the facility's electrical production 1136 that are achieved after May 1, 2006.

(f)1. Tax credits that may be available under this section 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.

1141 2. The entity or its surviving or acquiring entity as 1142 described in subparagraph 1. may transfer any unused credit in 1143 whole or in units of no less than 25 percent of the remaining 1144 credit. The entity acquiring such credit may use it in the same 1145 manner and with the same limitations under this section. Such 1146 transferred credits may not be transferred again although they 1147 may succeed to a surviving or acquiring entity subject to the same conditions and limitations as described in this section. 1148

In the event the credit provided for under this section 1149 3. 1150 is reduced as a result of an examination or audit by the department, such tax deficiency shall be recovered from the first 1151 1152 entity or the surviving or acquiring entity to have claimed such 1153 credit up to the amount of credit taken. Any subsequent 1154 deficiencies shall be assessed against any entity acquiring and 1155 claiming such credit, or in the case of multiple succeeding 1156 entities in the order of credit succession.

1157 <u>4. It is the intent of the Legislature that this paragraph</u> 1158 is remedial in nature and applies retroactively to the effective 1159 <u>date of the law establishing the credit.</u>

1160

(g) Notwithstanding any other provision of this section,

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1161 credits for the production and sale of electricity from a new or 1162 expanded Florida renewable energy facility may be earned between 1163 January 1, 2007 and June 30, 2010. The combined total amount of tax credits which may be granted for all taxpayers under this 1164 1165 section is limited to \$5 million per state fiscal year. It is the 1166 intent of the Legislature that this paragraph is remedial in 1167 nature and applies retroactively to the effective date of the law 1168 establishing the credit.

1169 When an entity treated as a partnership or a (j) 1170 disregarded entity under this chapter produces and sells 1171 electricity from a new or expanded renewable energy facility, the 1172 tax credit earned by such entity shall pass through in the same 1173 manner as items of income and expense pass through for federal 1174 income tax purposes. It is the intent of the Legislature that 1175 this paragraph is remedial in nature and applies retroactively to 1176 the effective date of the law establishing the credit.

1177 (k) A taxpayer's use of the tax credit granted pursuant to 1178 this section does not reduce the amount of any credit available 1179 to such taxpayer under s. 220.186. It is the intent of the 1180 Legislature that this paragraph is remedial in nature and applies 1181 retroactively to the effective date of the law establishing the 1182 credit.

1183 Section 13. Subsection (2) of section 253.02, Florida 1184 Statutes, is amended to read:

1185

253.02 Board of trustees; powers and duties.--

(2) (a) The board of trustees shall not sell, transfer, or otherwise dispose of any lands the title to which is vested in the board of trustees except by vote of at least three of the four trustees and as provided in this subsection.

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1190	(b) In order to promote efficient, effective, and
1191	economical management of state lands and utility services and if
1192	the Public Service Commission has determined a need exists or the
1193	Federal Energy Regulatory Commission has granted a Certificate of
1194	Public Convenience and Necessity, the authority to grant
1195	easements for rights-of-way over, across, and upon lands the
1196	title to which is vested in the board of trustees for the
1197	construction and operation of natural gas pipeline transmission
1198	and linear facilities, including electric transmission and
1199	distribution facilities, may be delegated to
1200	the Secretary of Environmental Protection for facilities subject
1201	to part II of chapter 403 or part IV of chapter 373.
1202	Section 14. Subsection (14) is added to section 253.034,
1203	Florida Statutes, to read:
1204	253.034 State-owned lands; uses
1205	(14)(a) If a public utility, regional transmission
1206	organization, or natural gas company presents competent and
1207	substantial evidence that its use of nonsovereignty state-owned
1208	lands is reasonable based upon a consideration of economic and
1209	environmental factors, including an assessment of practicable
1210	alternative alignments and assurance that the lands will remain
1211	in their predominantly natural condition, the public utility,
1212	regional transmission organization, or natural gas company may be
1213	granted fee simple title, easements, or other interests in
1214	nonsovereignty state-owned lands title to which is vested in the
1215	board of trustees, a water management district, or any other
1216	agency in the state for:
1217	1. Electric transmission and distribution lines;
1218	2. Natural gas pipelines; or

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1219	3. Other linear facilities for which the Public Service
1220	Commission has determined a need exists or the Federal Energy
1221	Regulatory Commission has issued a Certificate of Public
1222	Convenience and Necessity.
1223	(b) In exchange for less than a fee simple interest
1224	acquired pursuant to this subsection, the grantee shall pay an
1225	amount equal to the fair market value of the interest acquired.
1226	In addition, for the initial grant of such interests only, the
1227	grantee shall also vest in the grantor a fee simple interest to
1228	other available land that is 1.5 times the size of the land
1229	acquired by the grantee. The grantor shall approve the property
1230	to be acquired on its behalf based on the geographic location in
1231	relation to the land relinquished by the grantor agency and a
1232	determination that the economic, ecological, and recreational
1233	value is at least equivalent to that of the property transferred
1234	to the public utility, regional transmission organization, or
1235	natural gas company.
1236	(c) In exchange for a fee simple interest acquired pursuant
1237	to this subsection, the grantee shall pay an amount equal to the
1238	fair market value of the interest acquired. In addition, for the
1239	initial grant of such interests only, the grantee shall also vest
1240	in the grantor a fee simple title to other available land that is
1241	two times the size of the land acquired by the grantee. The
1242	grantor shall approve the land to be acquired on its behalf based
1243	on the geographic location in relation to the land relinquished
1244	by the grantor agency and a determination that the economic and
1245	ecological or recreational value is at least equivalent to that
1246	of the property transferred to the public utility, regional
1247	transmission organization, or natural gas company.

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1248	(d) As an alternative to the consideration provided for in
1249	paragraphs (b) and (c), the grantee may, subject to the grantor's
1250	approval, pay the fair market value of the state-owned land plus
1251	one-half of the cost differential between the cost of
1252	constructing the facility on state-owned land and the cost of
1253	avoiding state-owned lands, up to a maximum of twice the fair
1254	market value of the land acquired by the grantee. The grantor may
1255	use these moneys to acquire fee simple or less than fee simple
1256	interest in other available land.
1257	Section 15. Paragraph (d) of subsection (3) of section
1258	255.249, Florida Statutes, is amended to read:
1259	255.249 Department of Management Services; responsibility;
1260	department rules
1261	(3)
1262	(d) By June 30 of each year, each state agency shall
1263	annually provide to the department all information regarding
1264	agency programs affecting the need for or use of space by that
1265	agency, reviews of lease-expiration schedules for each geographic
1266	area, active and planned full-time equivalent data, business case
1267	analyses related to consolidation plans by an agency,
1268	telecommuting plans, and current occupancy and relocation costs,
1269	inclusive of furnishings, fixtures and equipment, data, and
1270	communications.
1271	Section 16. Section 255.251, Florida Statutes, is amended
1272	to read:
1273	255.251 Energy Conservation <u>and Sustainable</u> in Buildings
1274	Act; short title <u>Sections 255.251-255.258 may</u> This act shall be
1275	cited as the "Florida Energy Conservation <u>and Sustainable</u> in
1276	Buildings Act of 1974 ."

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1277 Section 17. Section 255.252, Florida Statutes, is amended 1278 to read:

1279

255.252 Findings and intent.--

1280 Operating and maintenance expenditures associated with (1)energy equipment and with energy consumed in state-financed and 1281 leased buildings represent a significant cost over the life of a 1282 1283 building. Energy conserved by appropriate building design not 1284 only reduces the demand for energy but also reduces costs for 1285 building operation. For example, commercial buildings are estimated to use from 20 to 80 percent more energy than would be 1286 1287 required if energy-conserving designs were used. The size, 1288 design, orientation, and operability of windows, the ratio of 1289 ventilating air to air heated or cooled, the level of lighting consonant with space-use requirements, the handling of occupancy 1290 loads, and the ability to zone off areas not requiring equivalent 1291 1292 levels of heating or cooling are but a few of the considerations necessary to conserving energy. 1293

1294 Significant efforts are needed to build energy-(2) 1295 efficient state-owned buildings that meet environmental standards 1296 and underway by the General Services Administration, the National 1297 Institute of Standards and Technology, and others to detail the 1298 considerations and practices for energy conservation in 1299 buildings. Most important is that energy-efficient designs 1300 provide energy savings over the life of the building structure. 1301 Conversely, energy-inefficient designs cause excess and wasteful 1302 energy use and high costs over that life. With buildings lasting 1303 many decades and with energy costs escalating rapidly, it is 1304 essential that the costs of operation and maintenance for energy-1305 using equipment and sustainable materials be included in all

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design proposals for state-owned state buildings.

1307 (3) In order that such energy-efficiency and sustainable 1308 material considerations become a function of building design, and 1309 also a model for future application in the private sector, it 1310 shall be the policy of the state that buildings constructed and 1311 financed by the state be designed and constructed to meet the 1312 United States Green Building Council (USGBC) Leadership in Energy 1313 and Environmental Design (LEED) rating system, the Green Building 1314 Initiative's Green Globes rating system, or the Florida Green 1315 Building Coalition standards, or a nationally recognized high-1316 performance green building rating system as approved by the department in a manner which will minimize the consumption of 1317 1318 energy used in the operation and maintenance of such buildings. 1319 It is further the policy of the state, when economically 1320 feasible, to retrofit existing state-owned buildings in a manner 1321 that which will minimize the consumption of energy used in the 1322 operation and maintenance of such buildings.

1323 In addition to designing and constructing new buildings (4) to be energy-efficient, it shall be the policy of the state to 1324 1325 operate and, maintain, and renovate existing state facilities, or 1326 provide for their renovation, in a manner that which will 1327 minimize energy consumption and maximize building sustainability 1328 as well as ensure that facilities leased by the state are 1329 operated so as to minimize energy use. It is further the policy 1330 of this state that the renovation of existing state facilities be 1331 in accordance with the United States Green Building Council's 1332 Leadership in Energy and Environmental Design (LEED) rating 1333 system, the Green Building Initiative's Green Globes rating 1334 system, the Florida Green Building Coalition standards, or a

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1335 nationally recognized high-performance green building rating 1336 system as approved by the department. State agencies are 1337 encouraged to consider shared savings financing of such energy efficiency and conservation projects, using contracts which split 1338 1339 the resulting savings for a specified period of time between the 1340 state agency and the private firm or cogeneration contracts that which otherwise permit the state to lower its net energy costs. 1341 1342 Such energy contracts may be funded from the operating budget. 1343 (5) Each state agency occupying space within buildings 1344 owned or managed by the Department of Management Services must identify and compile a list of projects determined to be suitable 1345 1346 for a guaranteed energy, water, and wastewater performance 1347 savings contract pursuant to s. 489.145. The list of projects compiled by each state agency shall be submitted to the 1348 1349 Department of Management Services by December 31, 2008, and must 1350 include all criteria used to determine suitability. The list of 1351 projects shall be developed from the list of state-owned 1352 facilities greater than 5,000 square feet in area and for which 1353 the state agency is responsible for paying the expenses of 1354 utilities and other operating expenses as they relate to energy 1355 use. In consultation with each state agency executive officer, by 1356 July 1, 2009, the department shall prioritize all projects deemed 1357 suitable by each state agency and shall develop an energyefficiency project schedule based on factors such as project 1358 1359 magnitude, efficiency and effectiveness of energy conservation measures to be implemented, and other factors that may prove to 1360 be advantageous to pursue. The schedule shall provide the 1361 1362 deadline for guaranteed energy, water, and wastewater performance savings contract improvements to be made to the state-owned 1363

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1364 buildings.

1365 Section 18. Section 255.253, Florida Statutes, is amended 1366 to read:

255.253 Definitions; ss. 255.251-255.258.--

1368 (1) "Department" means the Department of Management 1369 Services.

1370

1367

(2) "Facility" means a building or other structure.

1371 (3) "Energy performance index or indices" (EPI) means a 1372 number describing the energy requirements at the building 1373 boundary of a facility, per square foot of floor space or per 1374 cubic foot of occupied volume, as appropriate under defined 1375 internal and external ambient conditions over an entire seasonal cycle. As experience develops on the energy performance achieved 1376 1377 with state building, the indices (EPI) will serve as a measure of 1378 building performance with respect to energy consumption.

(4) "Life-cycle costs" means the cost of owning, operating, and maintaining the facility over the life of the structure. This may be expressed as an annual cost for each year of the facility's use.

"Shared savings financing" means the financing of 1383 (5)1384 energy conservation measures and maintenance services through a 1385 private firm which may own any purchased equipment for the 1386 duration of a contract, which may shall not exceed 10 years 1387 unless so authorized by the department. The Such contract shall 1388 specify that the private firm will be recompensed either out of a 1389 negotiated portion of the savings resulting from the conservation 1390 measures and maintenance services provided by the private firm 1391 or, in the case of a cogeneration project, through the payment of 1392 a rate for energy lower than would otherwise have been paid for

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1393	the same energy from current sources.
1394	(6) "Sustainable building" means a building that is healthy
1395	and comfortable for its occupants and is economical to operate
1396	while conserving resources, including energy, water, raw
1397	materials, and land, and minimizing the generation and use of
1398	toxic materials and waste in its design, construction,
1399	landscaping, and operation.
1400	(7) "Sustainable building rating" means a rating
1401	established by the United States Green Building Council (USGBC)
1402	Leadership in Energy and Environmental Design (LEED) rating
1403	system, the Green Building Initiative's Green Globes rating
1404	system, or the Florida Green Building Coalition standards.
1405	Section 19. Subsection (1) of section 255.254, Florida
1406	Statutes, is amended to read:
1407	255.254 No facility constructed or leased without life-
1408	cycle costs
1409	(1) <u>A</u> No state agency <u>may not</u> shall lease, construct, or
1410	have constructed, within limits prescribed herein, a facility
1411	without having secured from the department <u>an</u> a proper evaluation
1412	of life-cycle costs <u>based on sustainable building ratings</u> , as
1413	computed by an architect or engineer. Furthermore, construction
1414	shall proceed only upon disclosing to the department, for the
1415	facility chosen, the life-cycle costs as determined in s.
1416	255.255, its sustainable building rating goal, and the
1417	capitalization of the initial construction costs of the building.
1418	The life-cycle costs and the sustainable building rating goal
1419	shall be a primary <u>considerations</u> consideration in the selection
1420	of a building design. Such analysis shall be required only for
1421	construction of buildings with an area of 5,000 square feet or

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1422 greater. For leased buildings 5,000 square feet areas of 20,000 1423 square feet or greater within a given building boundary, an 1424 energy performance a life-cycle analysis consisting of a 1425 projection of the annual energy consumption costs in dollars per 1426 square foot of major energy-consuming equipment and systems based 1427 on actual expenses, from the last 3 years, and projected forward 1428 for the term of the proposed lease shall be performed. The, and a 1429 lease shall only be made only where there is a showing that the 1430 energy life-cycle costs incurred by the state are minimal 1431 compared to available like facilities. Any building leased by the state from a private-sector entity shall include, as a part of 1432 1433 the lease, provisions for monthly energy-use data to be collected 1434 and submitted monthly to the department by the owner of the 1435 building.

1436Section 20.Subsection (1) of section 255.255, Florida1437Statutes, is amended to read:

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1450

255.255 Life-cycle costs.--

The department shall adopt promulgate rules and 1439 (1)procedures, including energy conservation performance guidelines, 1440 based on sustainable building ratings, for conducting a life-1441 1442 cycle cost analysis of alternative architectural and engineering 1443 designs and alternative major items of energy-consuming equipment 1444 to be retrofitted in existing state-owned or leased facilities 1445 and for developing energy performance indices to evaluate the 1446 efficiency of energy utilization for competing designs in the 1447 construction of state-financed and leased facilities.

1448Section 21. Section 255.257, Florida Statutes, is amended1449to read:

255.257 Energy management; buildings occupied by state

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1451 agencies.--

1452 (1)ENERGY CONSUMPTION AND COST DATA. -- Each state agency 1453 shall collect data on energy consumption and cost. The data gathered shall be on state-owned facilities and metered state-1454 1455 leased facilities of 5,000 net square feet or more. These data 1456 will be used in the computation of the effectiveness of the state 1457 energy management plan and the effectiveness of the energy 1458 management program of each of the state agencies. Collected data 1459 shall be reported annually to the department in a format 1460 prescribed by the department.

ENERGY MANAGEMENT COORDINATORS. -- Each state agency, the 1461 (2)1462 Florida Public Service Commission, the Department of Military Affairs, and the judicial branch shall appoint a coordinator 1463 1464 whose responsibility shall be to advise the head of the state 1465 agency on matters relating to energy consumption in facilities 1466 under the control of that head or in space occupied by the various units comprising that state agency, in vehicles operated 1467 1468 by that state agency, and in other energy-consuming activities of 1469 the state agency. The coordinator shall implement the energy 1470 management program agreed upon by the state agency concerned and 1471 assist the department in the development of the State Energy 1472 Management Plan.

(3) CONTENTS OF THE STATE ENERGY MANAGEMENT PLAN.--The Department of Management Services <u>shall</u> may develop a state energy management plan consisting of, but not limited to, the following elements:

- 1477
- (a) Data-gathering requirements;
- 1478 (b) Building energy audit procedures;
- 1479 (c) Uniform data analysis procedures;

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601-07390-08 20081544c3 1480 (d) Employee energy education program measures; 1481 (e) Energy consumption reduction techniques; 1482 Training program for state agency energy management (f) 1483 coordinators; and 1484 Guidelines for building managers. (q) 1485 1486 The plan shall include a description of actions to be taken by 1487 all state agencies to reduce consumption of electricity and 1488 nonrenewable energy sources used for space heating and cooling, 1489 ventilation, lighting, water heating, and transportation. 1490 (4) All state agencies shall adopt the United States Green 1491 Building Council's Leadership in Energy and Environmental Design 1492 (LEED) rating system, the Green Building Initiative's Green 1493 Globes rating system, or the Florida Green Building Coalition 1494 standards. 1495 (5) A state agency may not enter into new leasing 1496 agreements for office space that does not meet Energy Star 1497 building standards unless the appropriate state government entity 1498 executive determines that no other viable or cost-effective 1499 alternative exists. 1500 (6) All state agencies shall develop energy-conservation 1501 measures and guidelines for new and existing office space where 1502 state agencies occupy more than 5,000 square feet. These 1503 conservation measures shall focus on programs that may reduce 1504 energy consumption and, when established, will provide a net reduction in occupancy costs. 1505 1506 Section 22. Section 286.275, Florida Statutes, is created to read: 1507 1508 286.275 Climate friendly public business.--The Legislature

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1509 recognizes the importance of leadership by state government in 1510 the area of energy efficiency and in reducing the greenhouse gas 1511 emissions of state government operations. The following shall 1512 pertain to all state government entities, as defined in this 1513 section, when conducting public business:

1514 (1) The Department of Management Services shall develop the 1515 Florida Climate Friendly Preferred Products List. In maintaining 1516 that list, the department, in consultation with the Department of 1517 Environmental Protection, shall continually assess products that 1518 are currently available for purchase under state term contracts and identify specific products and vendors that provide clear 1519 1520 energy efficiency or other environmental benefits over competing 1521 products. When procuring products from state term contracts, 1522 state agencies shall first consult the Florida Climate Friendly 1523 Preferred Products List and procure such products if the price is 1524 comparable.

(2) Effective July 1, 2008, state agencies shall contract 1525 1526 for meeting and conference space only with hotels or conference 1527 facilities that have received the "Green Lodging" designation from the Department of Environmental Protection for best 1528 practices in water, energy, and waste-efficiency standards, 1529 1530 unless the responsible state agency's chief executive officer 1531 makes a determination that no other viable alternative exists. 1532 The Department of Environmental Protection is authorized to adopt rules to implement the "Green Lodging" program. 1533

1534 (3) The Department of Environmental Protection may
 1535 establish voluntary technical assistance programs in accordance
 1536 with s. 403.074. Such programs may include the Clean Marinas,
 1537 Clean Boatyards, Clean Retailers, Clean Boaters, and Green Yards

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1538	Programs. The programs may include certifications, designations,
1539	or other forms of recognition. The department may implement some
1540	or all of these programs through rulemaking; however, the rules
1541	may not impose requirements on a person who does not wish to
1542	participate in a program. Each state agency shall patronize
1543	businesses that have received such certifications or designations
1544	to the greatest extent practicable.
1545	(4) Each state agency shall ensure that all maintained
1546	vehicles meet minimum maintenance schedules shown to reduce fuel
1547	consumption, which include ensuring appropriate tire pressures
1548	and tread depth, replacing fuel filters and emission filters at
1549	recommended intervals, using proper motor oils, and performing
1550	timely motor maintenance. Each state agency shall measure and
1551	report compliance to the Department of Management Services
1552	through the Equipment Management Information System database.
1553	(5) When procuring a vehicle, state agencies shall first
1554	define the intended purpose of the vehicle and determine for
1555	which of the following use classes the vehicle is being procured:
1556	(a) State business travel, designated operator;
1557	(b) State business travel, pool operators;
1558	(c) Construction, agricultural or maintenance work;
1559	(d) Conveyance of passengers;
1560	(e) Conveyance of building or maintenance materials and
1561	supplies;
1562	(f) Off-road vehicles, motorcycles, and all-terrain
1563	vehicles;
1564	(g) Emergency response; or
1565	(h) Other.
1566	

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1567 Vehicles in paragraphs (a) through (h), when being processed for 1568 purchase or leasing agreements, must be selected for the greatest 1569 fuel efficiency available for a given use class when fuel-economy 1570 data are available. Exceptions may be made for certain individual 1571 vehicles in subparagraph 7., when accompanied, during the 1572 procurement process, by documentation indicating that the 1573 operator or operators will exclusively be emergency first 1574 responders or have special documented need for exceptional 1575 vehicle performance characteristics. Any request for an exception 1576 must be approved by the purchasing agency's chief executive 1577 officer and any exceptional performance characteristics denoted 1578 as a part of the procurement process prior to purchase.

1579 (6) All state agencies shall use ethanol and biodiesel 1580 blended fuels, when available. State agencies administering
 1581 central fueling operations for state-owned vehicles shall procure
 1582 biofuels for fleet needs to the greatest extent practicable.

Section 23. Paragraph (b) of subsection (2) and subsection (5) of section 287.063, Florida Statutes, are amended to read: 287.063 Deferred-payment commodity contracts; preaudit review.--

(2)

1587

(b) The Chief Financial Officer shall establish, by rule,
criteria for approving purchases made under deferred-payment
contracts which require the payment of interest. Criteria shall
include, but not be limited to, the following provisions:

1592 1. No contract shall be approved in which interest exceeds 1593 the statutory ceiling contained in this section. However, the 1594 interest component of any master equipment financing agreement 1595 entered into for the purpose of consolidated financing of a

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deferred-payment, installment sale, or lease-purchase shall be deemed to comply with the interest rate limitation of this section so long as the interest component of every interagency agreement under such master equipment financing agreement complies with the interest rate limitation of this section.

1601 2. No deferred-payment purchase for less than \$30,000 shall 1602 be approved, unless it can be satisfactorily demonstrated and 1603 documented to the Chief Financial Officer that failure to make 1604 such deferred-payment purchase would adversely affect an agency 1605 in the performance of its duties. However, the Chief Financial 1606 Officer may approve any deferred-payment purchase if the Chief 1607 Financial Officer determines that such purchase is economically 1608 beneficial to the state.

1609 3. No agency shall obligate an annualized amount of payments for deferred-payment purchases in excess of current operating capital outlay appropriations, unless specifically authorized by law or unless it can be satisfactorily demonstrated and documented to the Chief Financial Officer that failure to make such deferred-payment purchase would adversely affect an agency in the performance of its duties.

1616 3.4. No contract shall be approved which extends payment 1617 beyond 5 years, unless it can be satisfactorily demonstrated and 1618 documented to the Chief Financial Officer that failure to make 1619 such deferred-payment purchase would adversely affect an agency in the performance of its duties. The payment term may not exceed 1620 1621 the useful life of the equipment unless the contract provides for 1622 the replacement or the extension of the useful life of the 1623 equipment during the term of the loan.

1624

(5) For purposes of this section, the annualized amount of

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1636

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any such deferred payment commodity contract must be supported 1625 1626 from available recurring funds appropriated to the agency in an 1627 appropriation category, other than the expense appropriation category as defined in chapter 216, which that the Chief 1628 1629 Financial Officer has determined is appropriate or that the 1630 Legislature has designated for payment of the obligation incurred under this section. 1631

Section 24. Subsections (10) and (11) of section 287.064, 1632 1633 Florida Statutes, are amended to read:

1634 287.064 Consolidated financing of deferred-payment 1635 purchases.--

(10) (a) A master equipment financing agreement may finance the cost of energy, water, or wastewater efficiency and conservation measures, as defined in s. 489.145, excluding the 1639 costs of training, operation, and maintenance, for a term of 1640 repayment that may exceed 5 years but not more than 20 years.

1641 The guaranteed energy, water, and wastewater savings (b) 1642 contractor shall provide for the replacement or the extension of 1643 the useful life of the equipment during the term of the contract. 1644 Costs incurred pursuant to a guaranteed energy performance 1645 savings contract, including the cost of energy conservation 1646 measures, each as defined in s. 489.145, may be financed pursuant 1647 to a master equipment financing agreement; however, the costs of 1648 training, operation, and maintenance may not be financed. The 1649 period of time for repayment of the funds drawn pursuant to the 1650 master equipment financing agreement under this subsection may 1651 exceed 5 years but may not exceed 10 years.

1652 (11) For purposes of consolidated financing of deferred 1653 payment commodity contracts under this section by a state agency,

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1654 <u>the annualized amount of</u> any such contract must be supported from 1655 available recurring funds appropriated to the agency in an 1656 appropriation category, other than the expense appropriation 1657 <u>category</u> as defined in chapter 216, <u>which that</u> the Chief 1658 Financial Officer has determined is appropriate or <u>which that</u> the 1659 Legislature has designated for payment of the obligation incurred 1660 under this section.

Section 25. Subsection (12) is added to section 287.16, Florida Statutes, to read:

1663 287.16 Powers and duties of department.--The Department of 1664 Management Services shall have the following powers, duties, and 1665 responsibilities:

1666 (12) To conduct, in coordination with the Department of
 1667 Transportation, an analysis of ethanol and biodiesel use by the
 1668 Department of Transportation through its central fueling
 1669 facilities. The Department of Management Services shall encourage
 1670 other state government entities to analyze transportation fuel
 1671 usage, including the different types and percentages of fuels
 1672 consumed, and report such information to the department.

Section 26. Present paragraphs (a) through (n) of subsection (2) of section 288.1089, Florida Statutes, are redesignated as paragraphs (b) through (o), respectively, and a new paragraph (a) is added to that subsection, subsection (3) of that section is amended, and paragraph (d) is added to subsection (4) of that section, to read:

1679 1680 288.1089 Innovation Incentive Program.--

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

1681 (a) "Alternative and renewable energy" means electrical, 1682 mechanical, or thermal energy produced from a method that uses

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1683 <u>one or more of the following fuels or energy sources: ethanol,</u> 1684 <u>cellulosic ethanol, biobutanol, biodiesel, biomass, biogas,</u> 1685 <u>hydrogen fuel cells, ocean energy, hydrogen, solar, hydro, wind,</u> 1686 <u>or geothermal.</u>

(3) To be eligible for consideration for an innovation
incentive award, an innovation business, or research and
development entity, or alternative and renewable energy project
must submit a written application to Enterprise Florida, Inc.,
before making a decision to locate new operations in this state
or expand an existing operation in this state. The application
must include, but not be limited to:

(a) The applicant's federal employer identification number,
unemployment account number, and state sales tax registration
number. If such numbers are not available at the time of
application, they must be submitted to the office in writing
prior to the disbursement of any payments under this section.

(b) The location in this state at which the project islocated or is to be located.

(c) A description of the type of business activity, product, or research and development undertaken by the applicant, including six-digit North American Industry Classification System codes for all activities included in the project.

1705

(d) The applicant's projected investment in the project.

(e) The total investment, from all sources, in the project.
(f) The number of net new full-time equivalent jobs in this
state the applicant anticipates having created as of December 31
of each year in the project and the average annual wage of such
jobs.

1711

(g) The total number of full-time equivalent employees

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1712	currently employed by the applicant in this state, if applicable.
1713	(h) The anticipated commencement date of the project.
1714	(i) A detailed explanation of why the innovation incentive
1715	is needed to induce the applicant to expand or locate in the
1716	state and whether an award would cause the applicant to locate or
1717	expand in this state.
1718	(j) If applicable, an estimate of the proportion of the
1719	revenues resulting from the project that will be generated
1720	outside this state.
1721	(4) To qualify for review by the office, the applicant
1722	must, at a minimum, establish the following to the satisfaction
1723	of Enterprise Florida, Inc., and the office:
1724	(d) For an alternative and renewable energy project in this
1725	state, the project must:
1726	1. Demonstrate a plan for significant collaboration with an
1727	institution of higher education;
1728	2. Provide the state, at a minimum, a break-even return on
1729	investment within a 20-year period;
1730	3. Include matching funds provided by the applicant or
1731	other available sources. This requirement may be waived if the
1732	office and the department determine that the merits of the
1733	individual project or the specific circumstances warrant such
1734	action;
1735	4. Be located in this state;
1736	5. Provide jobs that pay an estimated annual average wage
1737	that equals at least 130 percent of the average private-sector
1738	wage. The average wage requirement may be waived if the office
1739	and the commission determine that the merits of the individual
1740	project or the specific circumstances warrant such action; and

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1741	6. Meet one of the following criteria:
1742	a. Result in the creation of at least 35 direct, new jobs
1743	at the business.
1744	b. Have an activity or product that uses feedstock or other
1745	raw materials grown or produced in this state.
1746	c. Have a cumulative investment of at least \$50 million
1747	within a 5-year period.
1748	d. Address the technical feasibility of the technology, and
1749	the extent to which the proposed project has been demonstrated to
1750	be technically feasible based on pilot project demonstrations,
1751	laboratory testing, scientific modeling, or engineering or
1752	chemical theory that supports the proposal.
1753	e. Include innovative technology and the degree to which
1754	the project or business incorporates an innovative new technology
1755	or an innovative application of an existing technology.
1756	f. Include production potential and the degree to which a
1757	project or business generates thermal, mechanical, or electrical
1758	energy by means of a renewable energy resource that has
1759	substantial long-term production potential. The project must, to
1760	the extent possible, quantify annual production potential in
1761	megawatts or kilowatts.
1762	g. Include and address energy efficiency and the degree to
1763	which a project demonstrates efficient use of energy, water, and
1764	material resources.
1765	h. Include project management and the ability of management
1766	to administer a complete the business project.
1767	Section 27. Subsection (1) of section 337.401, Florida
1768	Statutes, is amended to read:
1769	337.401 Use of right-of-way for utilities subject to

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1770 regulation; permit; fees.--

1771 (1)The department and local governmental entities, 1772 referred to in ss. 337.401-337.404 as the "authority," that have jurisdiction and control of public roads or publicly owned rail 1773 1774 corridors are authorized to prescribe and enforce reasonable 1775 rules or regulations with reference to the placing and 1776 maintaining along, across, or on any road or publicly owned rail 1777 corridors under their respective jurisdictions any electric 1778 transmission, telephone, telegraph, or other communications 1779 services lines; pole lines; poles; railways; ditches; sewers; 1780 water, heat, or gas mains; pipelines; fences; gasoline tanks and 1781 pumps; or other structures hereinafter referred to in this 1782 section as the "utility." For aerial and underground electric utility transmission lines designed to operate at 69 kV or more 1783 1784 which are needed to accommodate the additional electrical 1785 transfer capacity on the transmission grid resulting from new 1786 base-load generating facilities, where there is no other 1787 practicable alternative available for placement of the electric 1788 utility transmission lines on the department's rights-of-way, the 1789 department's rules shall provide for placement of and access to 1790 such transmission lines within the right-of-way of any 1791 department-controlled public roads, including longitudinally 1792 within limited access facilities to the greatest extent allowed 1793 by federal law if compliance with the standards established by 1794 such rules is achieved. Such rules may include, but need not be 1795 limited to, presentation of competent and substantial evidence 1796 that the use of the right-of-way is reasonable based upon a 1797 consideration of economic and environmental factors, including, 1798 without limitation, other utility corridors and easements and

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1799 minimum clear zones and other safety standards if such 1800 improvements do not interfere with operational requirements of 1801 the transportation facility or planned or potential future expansion of such transportation facility. If the department 1802 1803 approves longitudinal placement of electric utility transmission 1804 lines in limited access facilities, compensation for the use of 1805 the right-of-way is required. Such consideration or compensation 1806 paid by the electric utility in connection with the department's 1807 issuance of a permit does not create any property right in the 1808 department's property regardless of the amount of consideration paid or the improvements constructed on the property by the 1809 1810 utility. Upon notice by the department that the property is 1811 needed for expansion or improvement of the transportation 1812 facility, the electric utility transmission line shall relocate from the facility at the electric utility's sole expense. Such 1813 1814 relocation shall occur under a schedule mutually agreed upon by 1815 the department and the electric utility, taking into 1816 consideration the maintenance of overall grid reliability and 1817 minimizing the relocation costs to the electric utility's customers. If the utility fails to meet the agreed upon schedule 1818 1819 for relocation, the utility shall be responsible for reasonable 1820 direct delay damages due to the sole negligence of the electric utility as determined by a court of competent jurisdiction. As 1821 1822 used in this subsection, the term "base-load generating 1823 facilities" mean electrical power plants that are certified under 1824 part II of chapter 403. The department may enter into a permit-1825 delegation agreement with a governmental entity if issuance of a 1826 permit is based on requirements that the department finds will 1827 ensure the safety and integrity of facilities of the Department

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1828 of Transportation; however, the permit-delegation agreement does
1829 not apply to facilities of electric utilities as defined in s.
1830 366.02(2).

1831 Section 28. Subsections (1) and (7) of section 339.175, 1832 Florida Statutes, are amended to read:

1833 1834

339.175 Metropolitan planning organization.--

1834 (1)PURPOSE. -- It is the intent of the Legislature to 1835 encourage and promote the safe and efficient management, 1836 operation, and development of surface transportation systems that 1837 will serve the mobility needs of people and freight and foster 1838 economic growth and development within and through urbanized 1839 areas of this state while minimizing transportation-related fuel 1840 consumption, and air pollution, and greenhouse gas emissions through metropolitan transportation planning processes identified 1841 1842 in this section. To accomplish these objectives, metropolitan 1843 planning organizations, referred to in this section as M.P.O.'s, shall develop, in cooperation with the state and public transit 1844 operators, transportation plans and programs for metropolitan 1845 1846 areas. The plans and programs for each metropolitan area must 1847 provide for the development and integrated management and 1848 operation of transportation systems and facilities, including 1849 pedestrian walkways and bicycle transportation facilities that 1850 will function as an intermodal transportation system for the 1851 metropolitan area, based upon the prevailing principles provided 1852 in s. 334.046(1). The process for developing such plans and 1853 programs shall provide for consideration of all modes of 1854 transportation and shall be continuing, cooperative, and 1855 comprehensive, to the degree appropriate, based on the complexity 1856 of the transportation problems to be addressed. To ensure that

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1857 the process is integrated with the statewide planning process, 1858 M.P.O.'s shall develop plans and programs that identify 1859 transportation facilities that should function as an integrated 1860 metropolitan transportation system, giving emphasis to facilities 1861 that serve important national, state, and regional transportation 1862 functions. For the purposes of this section, those facilities 1863 include the facilities on the Strategic Intermodal System 1864 designated under s. 339.63 and facilities for which projects have 1865 been identified pursuant to s. 339.2819(4).

1866 LONG-RANGE TRANSPORTATION PLAN. -- Each M.P.O. must (7)1867 develop a long-range transportation plan that addresses at least 1868 a 20-year planning horizon. The plan must include both long-range 1869 and short-range strategies and must comply with all other state 1870 and federal requirements. The prevailing principles to be 1871 considered in the long-range transportation plan are: preserving the existing transportation infrastructure; enhancing Florida's 1872 1873 economic competitiveness; and improving travel choices to ensure 1874 mobility. The long-range transportation plan must be consistent, 1875 to the maximum extent feasible, with future land use elements and the goals, objectives, and policies of the approved local 1876 1877 government comprehensive plans of the units of local government 1878 located within the jurisdiction of the M.P.O. Each M.P.O. is 1879 encouraged to consider strategies that integrate transportation 1880 and land use planning to provide for sustainable development and 1881 reduce greenhouse gas emissions. The approved long-range 1882 transportation plan must be considered by local governments in 1883 the development of the transportation elements in local 1884 government comprehensive plans and any amendments thereto. The long-range transportation plan must, at a minimum: 1885

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1886 (a) Identify transportation facilities, including, but not 1887 limited to, major roadways, airports, seaports, spaceports, 1888 commuter rail systems, transit systems, and intermodal or 1889 multimodal terminals that will function as an integrated 1890 metropolitan transportation system. The long-range transportation 1891 plan must give emphasis to those transportation facilities that serve national, statewide, or regional functions, and must 1892 1893 consider the goals and objectives identified in the Florida 1894 Transportation Plan as provided in s. 339.155. If a project is 1895 located within the boundaries of more than one M.P.O., the 1896 M.P.O.'s must coordinate plans regarding the project in the long-1897 range transportation plan.

1898 Include a financial plan that demonstrates how the plan (b) 1899 can be implemented, indicating resources from public and private 1900 sources which are reasonably expected to be available to carry 1901 out the plan, and recommends any additional financing strategies 1902 for needed projects and programs. The financial plan may include, 1903 for illustrative purposes, additional projects that would be 1904 included in the adopted long-range transportation plan if 1905 reasonable additional resources beyond those identified in the 1906 financial plan were available. For the purpose of developing the 1907 long-range transportation plan, the M.P.O. and the department 1908 shall cooperatively develop estimates of funds that will be 1909 available to support the plan implementation. Innovative 1910 financing techniques may be used to fund needed projects and 1911 programs. Such techniques may include the assessment of tolls, 1912 the use of value capture financing, or the use of value pricing. 1913 (c) Assess capital investment and other measures necessary

1914 to:

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1915 1. Ensure the preservation of the existing metropolitan
 1916 transportation system including requirements for the operation,
 1917 resurfacing, restoration, and rehabilitation of major roadways
 1918 and requirements for the operation, maintenance, modernization,
 1919 and rehabilitation of public transportation facilities; and
 1920 2. Make the most efficient use of existing transportation

1921 facilities to relieve vehicular congestion and maximize the 1922 mobility of people and goods.

(d) Indicate, as appropriate, proposed transportation enhancement activities, including, but not limited to, pedestrian and bicycle facilities, scenic easements, landscaping, historic preservation, mitigation of water pollution due to highway runoff, and control of outdoor advertising.

(e) In addition to the requirements of paragraphs (a)-(d),
in metropolitan areas that are classified as nonattainment areas
for ozone or carbon monoxide, the M.P.O. must coordinate the
development of the long-range transportation plan with the State
Implementation Plan developed pursuant to the requirements of the
federal Clean Air Act.

1935 In the development of its long-range transportation plan, each 1936 M.P.O. must provide the public, affected public agencies, 1937 representatives of transportation agency employees, freight 1938 shippers, providers of freight transportation services, private 1939 providers of transportation, representatives of users of public 1940 transit, and other interested parties with a reasonable 1941 opportunity to comment on the long-range transportation plan. The 1942 long-range transportation plan must be approved by the M.P.O. 1943 Section 29. Section 366.82, Florida Statutes, is amended to

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1944 read:

1945 366.82 Definition; goals; plans; programs; annual reports; 1946 energy audits.--

1947 For the purposes of ss. 366.80-366.85 and 403.519, (1)1948 "utility" means any person or entity of whatever form which 1949 provides electricity or natural gas at retail to the public, 1950 specifically including municipalities or instrumentalities 1951 thereof and cooperatives organized under the Rural Electric Cooperative Law and specifically excluding any municipality or 1952 1953 instrumentality thereof, any cooperative organized under the Rural Electric Cooperative Law, or any other person or entity 1954 1955 providing natural gas at retail to the public whose annual sales 1956 volume is less than 100 million therms or any municipality or 1957 instrumentality thereof and any cooperative organized under the 1958 Rural Electric Cooperative Law providing electricity at retail to 1959 the public whose annual sales as of July 1, 1993, to end-use 1960 customers is less than 2,000 gigawatt hours.

1961 The commission shall adopt appropriate goals for (2) 1962 increasing the efficiency of energy consumption and increasing 1963 the development of cogeneration, specifically including goals 1964 designed to increase the conservation of expensive resources, 1965 such as petroleum fuels, to reduce and control the growth rates 1966 of electric consumption, and to reduce the growth rates of 1967 weather-sensitive peak demand. The Executive Office of the 1968 Governor shall be a party in the proceedings to adopt goals. The 1969 commission may change the goals for reasonable cause. The time 1970 period to review the goals, however, must shall not exceed 5 1971 years. After the programs and plans to meet those goals are 1972 completed, the commission shall determine what further goals,

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1973 programs, or plans are warranted and, if so, shall adopt them. 1974 (3) The commission shall publish a notice of proposed 1975 rulemaking no later than July 1, 2009, requiring electric 1976 utilities to offset 20 percent of their annual load-growth 1977 through energy efficiency and conservation measures thereby 1978 constituting an energy-efficiency portfolio standard. The 1979 commission may allow efficiency investments across generation, 1980 transmission, and distribution as well as efficiencies within the 1981 user base. As part of the implementation rules, the commission 1982 shall create an in-state market for tradable credits enabling those electric utilities that exceed the standard to sell credits 1983 1984 to those that cannot meet the standard for a given year. This 1985 efficiency standard is separate from and exclusive of the 1986 renewable portfolio standard that requires electricity providers 1987 to obtain a minimum percentage of their power from renewable 1988 energy resources. Every 3 years the commission shall review and 1989 reevaluate this efficacy of efficiency standard on a regional and 1990 statewide approach.

1991 (4) (3) Following adoption of goals pursuant to subsection 1992 (2), the commission shall require each utility to develop plans 1993 and programs to meet the overall goals within its service area. 1994 If any plan or program includes loans, collection of loans, or similar banking functions by a utility and the plan is approved 1995 1996 by the commission, the utility shall perform such functions, 1997 notwithstanding any other provision of the law. The commission 1998 may pledge up to \$5 million of the Florida Public Service 1999 Regulatory Trust Fund to guarantee such loans. However, no 2000 utility shall be required to loan its funds for the purpose of 2001 purchasing or otherwise acquiring conservation measures or

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2002 devices, but nothing herein shall prohibit or impair the 2003 administration or implementation of a utility plan as submitted 2004 by a utility and approved by the commission under this 2005 subsection. If the commission disapproves a plan, it shall 2006 specify the reasons for disapproval, and the utility whose plan 2007 is disapproved shall resubmit its modified plan within 30 days. 2008 Prior approval by the commission shall be required to modify or discontinue a plan, or part thereof, which has been approved. If 2009 2010 any utility has not implemented its programs and is not 2011 substantially in compliance with the provisions of its approved 2012 plan at any time, the commission shall adopt programs required 2013 for that utility to achieve the overall goals. Utility programs 2014 may include variations in rate design, load control, 2015 cogeneration, residential energy conservation subsidy, or any 2016 other measure within the jurisdiction of the commission which the 2017 commission finds likely to be effective; this provision shall not 2018 be construed to preclude these measures in any plan or program.

2019 <u>(5)</u> (4) The commission shall require periodic reports from 2020 each utility and shall provide the Legislature and the Governor 2021 with an annual report by March 1 of the goals it has adopted and 2022 its progress toward meeting those goals. The commission shall 2023 also consider the performance of each utility pursuant to ss. 2024 366.80-366.85 and 403.519 when establishing rates for those 2025 utilities over which the commission has ratesetting authority.

2026 (6) The commission shall require municipal and cooperative 2027 utilities that are exempt from the Florida Energy Efficiency and 2028 Conservation Act to submit an annual report to the commission 2029 identifying energy efficiency and conservation goals and the 2030 actions taken to meet those goals.

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(7) (7) (5) The commission shall require each utility to offer, 2031 2032 or to contract to offer, energy audits to its residential 2033 customers. This requirement need not be uniform, but may be based 2034 on such factors as level of usage, geographic location, or any 2035 other reasonable criterion, so long as all eligible customers are 2036 notified. The commission may extend this requirement to some or 2037 all commercial customers. The commission shall set the charge for 2038 audits by rule, not to exceed the actual cost, and may describe by rule the general form and content of an audit. In the event 2039 2040 one utility contracts with another utility to perform audits for 2041 it, the utility for which the audits are performed shall pay the 2042 contracting utility the reasonable cost of performing the audits. 2043 Each utility over which the commission has ratesetting authority 2044 shall estimate its costs and revenues for audits, conservation 2045 programs, and implementation of its plan for the immediately 2046 following 6-month period. Reasonable and prudent unreimbursed 2047 costs projected to be incurred, or any portion of such costs, may be added to the rates which would otherwise be charged by a 2048 2049 utility upon approval by the commission, provided that the 2050 commission shall not allow the recovery of the cost of any 2051 company image-enhancing advertising or of any advertising not 2052 directly related to an approved conservation program. Following 2053 each 6-month period, each utility shall report the actual results 2054 for that period to the commission, and the difference, if any, 2055 between actual and projected results shall be taken into account 2056 in succeeding periods. The state plan as submitted for 2057 consideration under the National Energy Conservation Policy Act 2058 shall not be in conflict with any state law or regulation. 2059 (8) (6) (a) Notwithstanding the provisions of s. 377.703, the

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2060 commission shall be the responsible state agency for performing, 2061 coordinating, implementing, or administering the functions of the 2062 state plan submitted for consideration under the National Energy Conservation Policy Act and any acts amendatory thereof or 2063 2064 supplemental thereto and for performing, coordinating, 2065 implementing, or administering the functions of any future 2066 federal program delegated to the state which relates to 2067 consumption, utilization, or conservation of electricity or 2068 natural gas; and the commission shall have exclusive 2069 responsibility for preparing all reports, information, analyses, 2070 recommendations, and materials related to consumption, 2071 utilization, or conservation of electrical energy which are 2072 required or authorized by s. 377.703.

(b) The <u>Florida Energy and Climate Commission, as created</u> in s. 377.6015, <u>Executive Office of the Governor</u> shall be a party in the proceedings to adopt goals and shall file with the commission comments on the proposed goals including, but not limited to:

2078 1. An evaluation of utility load forecasts, including an 2079 assessment of alternative supply and demand side resource 2080 options.

2081 2. An analysis of various policy options which can be 2082 implemented to achieve a least-cost strategy.

2083 (9)(7) The commission shall establish all minimum 2084 requirements for energy auditors used by each utility. The 2085 commission is authorized to contract with any public agency or 2086 other person to provide any training, testing, evaluation, or 2087 other step necessary to fulfill the provisions of this 2088 subsection.

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2089 (10) In evaluating the cost-effectiveness of demand-side 2090 management programs, the commission shall use methodologies that 2091 recognize the noneconomic benefits associated with reduced energy 2092 demand from energy efficiency and conservation programs and that 2093 recognize the benefits associated with not constructing new 2094 generation capacity. 2095 Section 30. Paragraph (d) of subsection (1) of section 2096 366.8255, Florida Statutes, is amended to read: 2097 366.8255 Environmental cost recovery.--2098 (1) As used in this section, the term: 2099 (d) "Environmental compliance costs" includes all costs or 2100 expenses incurred by an electric utility in complying with 2101 environmental laws or regulations, including, but not limited to: Inservice capital investments, including the electric 2102 1. 2103 utility's last authorized rate of return on equity thereon; 2104 2. Operation and maintenance expenses; 2105 3. Fuel procurement costs; 2106 Purchased power costs; 4. 2107 5. Emission allowance costs; 2108 6. Direct taxes on environmental equipment; and 2109 7. Costs or expenses prudently incurred by an electric 2110 utility pursuant to an agreement entered into on or after the 2111 effective date of this act and prior to October 1, 2002, between 2112 the electric utility and the Florida Department of Environmental 2113 Protection or the United States Environmental Protection Agency 2114 for the exclusive purpose of ensuring compliance with ozone 2115 ambient air quality standards by an electrical generating 2116 facility owned by the electric utility; -2117 8. Costs or expenses prudently incurred for scientific

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2118 research and geological assessments of carbon capture and storage 2119 for the purpose of reducing an electric utility's greenhouse gas 2120 emissions as defined in s. 403.44 when such costs or expenses are 2121 incurred in joint research projects with this state's government 2122 agencies and universities; and 2123 9. Costs or expenses prudently incurred for the 2124 quantification, reporting, and verification of greenhouse gas 2125 emissions by third parties as required for participation in 2126 emission registries. Section 31. Section 366.92, Florida Statutes, is amended to 2127 2128 read: 2129 366.92 Florida renewable energy policy.--It is the intent of the Legislature to promote the 2130 (1)2131 development of renewable energy; protect the economic viability of Florida's existing renewable energy facilities; diversify the 2132 2133 types of fuel used to generate electricity in Florida; lessen 2134 Florida's dependence on natural gas and fuel oil for the 2135 production of electricity; minimize the volatility of fuel costs; 2136 encourage investment within the state; improve environmental 2137 conditions; and, at the same time, minimize the costs of power 2138 supply to electric utilities and their customers. 2139 For the purposes of this section, "Florida renewable (2) 2140 energy resources" shall mean renewable energy, as defined in s. 2141 377.803, that is produced in Florida. 2142 (3) As used in this section, the term: "Renewable energy credit" or "REC" means a product that 2143 (a) represents the unbundled, separable, and renewable attribute of 2144 2145 renewable energy produced in Florida and is equivalent to 1 megawatt-hour of electricity generated by a source of renewable 2146

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2147	energy located in Florida.
2148	(b) "Provider" means a public utility as defined in s.
2149	366.02(1).
2150	(c) "Renewable energy" has the same meaning as provided in
2151	<u>s. 366.91(2)(b).</u>
2152	(d) "Renewable portfolio standard" or "RPS" means the
2153	minimum percentage of total annual retail electricity sales by a
2154	provider to consumers in Florida, which shall be supplied by
2155	renewable energy produced in Florida.
2156	(4) (a) The commission shall adopt rules for a renewable
2157	portfolio standard requiring each provider to supply renewable
2158	energy to its customers, whether directly, by procurement, or
2159	through renewable energy credits. In developing the RPS rule, the
2160	commission shall consult the Department of Environmental
2161	Protection and the Florida Energy and Climate Commission. The
2162	rule may not be implemented until ratified by the Legislature.
2163	The commission shall present a draft rule for legislative
2164	consideration by February 1, 2009.
2165	(b) In developing the rule, the commission shall evaluate
2166	the current and forecasted levelized cost in cents per kilowatt-
2167	hour through 2020 and current and forecasted installed capacity
2168	in kilowatts for each renewable energy generation method through
2169	2020.
2170	(c) The commission's rule shall include methods of managing
2171	the cost of compliance with the portfolio standard, whether
2172	through direct supply, through the procurement of renewable
2173	power, or through the purchase of renewable energy credits. The
2174	commission shall have rulemaking authority for providing annual
2175	cost recovery and incentive-based adjustments to authorized rates

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2176	of return on common equity to providers to incentivize renewable
2177	energy. Notwithstanding s. 366.91(3) and (4), upon the
2178	ratification of the rules developed pursuant to this subsection,
2179	the commission is authorized to approve projects and power sales
2180	agreements with renewable power producers, and the sale of
2181	renewable energy credits which are needed to comply with the RPS.
2182	In the event of any conflict, this section shall supersede s.
2183	366.91(3) and (4).
2184	(d) The commission's rule shall provide for appropriate
2185	compliance measures and the conditions under which compliance
2186	shall be excused due to a determination by the commission that
2187	the supply of renewable energy or renewable energy credits was
2188	not adequate to satisfy the demand for such energy, or that the
2189	cost of securing renewable energy or renewable energy credits was
2190	cost-prohibitive.
2191	(e) The commission's rule may provide added weight to
2192	energy provided by wind and solar photovoltaic over other forms
2193	of renewable energy, whether directly supplied, procured, or
2194	indirectly obtained through the purchase of renewable energy
2195	credits.
2196	(f) The commission's rule shall determine an appropriate
2197	period of time for which renewable energy credits may be used for
2198	purposes of compliance with the renewable portfolio standard.
2199	(g) The commission's rule shall:
2200	1. Determine an appropriate period of time for which
2201	renewable energy credits may be used for purposes of compliance
2202	with the renewable portfolio standard.
2203	2. Provide for the monitoring of compliance with and
2204	enforcement of the requirements of this section.

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601-07390-08 20081544c3 2205 3. Ensure that energy credited toward compliance with the 2206 provisions of this section are not credited toward any other 2207 purpose. 2208 4. Develop procedures to track and account for renewable 2209 energy credits, including ownership of renewable energy credits 2210 that are derived from a customer-owned renewable energy facility 2211 as a result of any action by a customer of an electric power 2212 supplier that is independent of a program sponsored by the 2213 electric power supplier. 2214 (h) The commission's rule shall provide for the conditions 2215 and options for the repeal or alteration of the rule in the event 2216 that new provisions of federal law supplant or conflict with the 2217 rule. 2218 (i) Beginning on April 1 of the year following final adoption of the commission's RPS rule, each provider shall submit 2219 2220 a report to the commission describing the steps that have been 2221 taken in the previous year and the steps that will be taken in 2222 the future to add renewable energy to the provider's energy 2223 supply portfolio. The report shall state whether the provider was 2224 in compliance with the RPS during the previous year and how it 2225 will comply with the RPS in the upcoming year. 2226 (5) In order to demonstrate the feasibility and viability 2227 of clean energy systems, the commission shall provide for full 2228 cost recovery under the environmental cost-recovery clause of all 2229 reasonable and prudent costs incurred by a provider for renewable 2230 energy projects that are zero greenhouse gas emitting at the 2231 point of generation, up to a total of 110 megawatts statewide, 2232 and for which the provider has secured necessary land, zoning 2233 permits, and transmission rights within the state. Such costs

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2234	shall be deemed reasonable and prudent for purposes of cost
2235	recovery so long as the provider has used reasonable and
2236	customary industry practices in the design, procurement, and
2237	construction of the project in a cost-effective manner
2238	appropriate to the location of the facility. The provider shall
2239	report to the commission as part of the cost-recovery proceedings
2240	the construction costs, in-service costs, operating and
2241	maintenance costs, hourly energy production of the renewable
2242	energy project, and any other information deemed relevant by the
2243	commission. Any provider constructing a clean energy facility
2244	pursuant to this section shall file for cost recovery no later
2245	than July 1, 2009.
2246	(6) Each municipal electric utility and rural electric
2247	cooperative shall develop standards for the promotion,
2248	encouragement, and expansion of the use of renewable energy
2249	resources and energy conservation and efficiency measures. On or
2250	before April 1, 2009, and annually thereafter, each municipal
2251	electric utility and electric cooperative shall submit to the
2252	commission a report that identifies such standards.
2253	(7) No provision in this section shall be construed to
2254	impede or impair terms and conditions in existing contracts.
2255	(3) The commission may adopt appropriate goals for
2256	increasing the use of existing, expanded, and new Florida
2257	renewable energy resources. The commission may change the goals.
2258	The commission may review and reestablish the goals at least once
2259	every 5 years.
2260	(8)(4) The commission may adopt rules to administer and
2261	implement the provisions of this section.
2262	Section 32. Section 366.93, Florida Statutes, is amended to

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601-07390-08 20081544c3 2263 read: 2264 366.93 Cost recovery for the siting, design, licensing, and 2265 construction of nuclear and integrated gasification combined cycle power plants.--2266 2267 As used in this section, the term: (1)2268 (a) "Cost" includes, but is not limited to, all capital 2269 investments, including rate of return, any applicable taxes, and 2270 all expenses, including operation and maintenance expenses, 2271 related to or resulting from the siting, licensing, design, 2272 construction, or operation of the nuclear power plant and any 2273 new, enlarged, or relocated electrical transmission lines or 2274 facilities of any size which are necessary to serve the nuclear 2275 or integrated gasification combined cycle power plant. "Electric utility" or "utility" has the same meaning as 2276 (b) 2277 that provided in s. 366.8255(1)(a).

2278 (c) "Integrated gasification combined cycle power plant" or 2279 "plant" is an electrical power plant as defined in <u>s. 403.503(14)</u> 2280 <u>which s. 403.503(13) that</u> uses synthesis gas produced by 2281 integrated gasification technology.

<u>(c)</u> "Nuclear power plant" or "plant" <u>means</u> is an electrical power plant, as defined in <u>s. 403.503(14)</u>, which s. 403.503(13) that uses nuclear materials for fuel.

2285 <u>(d) (e)</u> "Power plant" or "plant" means a nuclear power plant 2286 or an integrated gasification combined cycle power plant.

(e) (f) "Preconstruction" is that period of time after a site, including any related electrical transmission lines or facilities, has been selected through and including the date the utility completes <u>site-clearing</u> site clearing work.
Preconstruction costs shall be afforded deferred accounting

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2292 treatment and shall accrue a carrying charge equal to the 2293 utility's allowance for funds during construction (AFUDC) rate 2294 until recovered in rates.

2295 (2)Within 6 months after the enactment of this act, the 2296 commission shall establish, by rule, alternative cost recovery 2297 mechanisms for the recovery of costs incurred in the siting, 2298 design, licensing, and construction of a nuclear power plant, 2299 including new, expanded, or relocated electrical transmission 2300 lines and facilities that are necessary to serve the nuclear or 2301 integrated gasification combined cycle power plant. Such 2302 mechanisms shall be designed to promote utility investment in 2303 nuclear or integrated gasification combined cycle power plants 2304 and allow for the recovery in rates of all prudently incurred 2305 costs, and shall include, but need are not be limited to:

(a) Recovery through the capacity cost recovery clause ofany preconstruction costs.

2308 Recovery through an incremental increase in the (b) 2309 utility's capacity cost recovery clause rates of the carrying 2310 costs on the utility's projected construction cost balance 2311 associated with the nuclear or integrated gasification combined 2312 cycle power plant. To encourage investment and provide certainty, 2313 for nuclear or integrated gasification combined cycle power plant 2314 need petitions submitted on or before December 31, 2010, 2315 associated carrying costs shall be equal to the pretax AFUDC in 2316 effect upon this act becoming law. For nuclear or integrated 2317 gasification combined cycle power plants for which need petitions 2318 are submitted after December 31, 2010, the utility's existing 2319 pretax AFUDC rate is presumed to be appropriate unless determined 2320 otherwise by the commission in the determination of need for the

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2321 nuclear or integrated gasification combined cycle power plant.

(3) After a petition for determination of need is granted,
a utility may petition the commission for cost recovery as
permitted by this section and commission rules.

2325 When the nuclear or integrated gasification combined (4) 2326 cycle power plant is placed in commercial service, the utility 2327 shall be allowed to increase its base rate charges by the 2328 projected annual revenue requirements of the nuclear or 2329 integrated gasification combined cycle power plant based on the 2330 jurisdictional annual revenue requirements of the plant for the 2331 first 12 months of operation. The rate of return on capital 2332 investments shall be calculated using the utility's rate of 2333 return last approved by the commission prior to the commercial 2334 inservice date of the nuclear or integrated gasification combined 2335 cycle power plant. If any existing generating plant is retired as 2336 a result of operation of the nuclear or integrated gasification 2337 combined cycle power plant, the commission shall allow for the 2338 recovery, through an increase in base rate charges, of the net 2339 book value of the retired plant over a period not to exceed 5 2340 years.

2341 (5)The utility shall report to the commission annually the 2342 budgeted and actual costs as compared to the estimated inservice 2343 cost of the nuclear or integrated gasification combined cycle 2344 power plant provided by the utility pursuant to s. 403.519(4), 2345 until the commercial operation of the nuclear or integrated 2346 gasification combined cycle power plant. The utility shall 2347 provide such information on an annual basis following the final 2348 order by the commission approving the determination of need for 2349 the nuclear or integrated gasification combined cycle power

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2350 plant, with the understanding that some costs may be higher than 2351 estimated and other costs may be lower.

2352 If In the event the utility elects not to complete or (6) 2353 is precluded from completing construction of the nuclear power plant, including any new, expanded, or relocated electrical 2354 2355 transmission lines or facilities or integrated gasification 2356 combined cycle power plant, the utility shall be allowed to 2357 recover all prudent preconstruction and construction costs 2358 incurred following the commission's issuance of a final order 2359 granting a determination of need for the nuclear power plant and 2360 electrical transmission lines and facilities or integrated gasification combined cycle power plant. The utility shall 2361 2362 recover such costs through the capacity cost recovery clause over 2363 a period equal to the period during which the costs were incurred 2364 or 5 years, whichever is greater. The unrecovered balance during 2365 the recovery period will accrue interest at the utility's 2366 weighted average cost of capital as reported in the commission's 2367 earnings surveillance reporting requirement for the prior year.

2368 Section 33. Section 377.601, Florida Statutes, is amended 2369 to read:

2370

377.601 Legislative intent.--

2371 The Legislature finds that this state's energy security (1)2372 can be increased by lessening dependence on foreign oil, that the 2373 impacts of global climate change can be reduced through the 2374 reduction of greenhouse gas emissions, and that the 2375 implementation of alternative energy technologies can be the 2376 source of new jobs and employment opportunities for many 2377 Floridians. The Legislature further finds that this state is 2378 positioned at the front line against potential impacts of global

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2379 climate change. Human and economic costs of those impacts can be 2380 averted and, where necessary, adapted to by a concerted effort to 2381 make this state's communities more resilient and less vulnerable 2382 to these impacts. In focusing the government's policy and efforts 2383 to protect this state, its residents, and resources, the 2384 Legislature believes that a single government entity that has 2385 energy and climate change as its specific focus is both desirable 2386 and advantageous. the ability to deal effectively with present 2387 shortages of resources used in the production of energy is 2388 aggravated and intensified because of inadequate or nonexistent 2389 information and that intelligent response to these problems and 2390 to the development of a state energy policy demands accurate and 2391 relevant information concerning energy supply, distribution, and 2392 use. The Legislature finds and declares that a procedure for the 2393 collection and analysis of data on the energy flow in this state 2394 is essential to the development and maintenance of an energy 2395 profile defining the characteristics and magnitudes of present 2396 and future energy demands and availability so that the state may 2397 rationally deal with present energy problems and anticipate 2398 future energy problems.

2399 (2) The Legislature further recognizes that every state 2400 official dealing with energy problems should have current and 2401 reliable information on the types and quantity of energy 2402 resources produced, imported, converted, distributed, exported, 2403 stored, held in reserve, or consumed within the state.

2404 (3) It is the intent of the Legislature in the passage of 2405 this act to provide the necessary mechanisms for the effective 2406 development of information necessary to rectify the present lack 2407 of information which is seriously handicapping the state's

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601-07390-08 20081544c3 2408 ability to deal effectively with the energy problem. To this end, the provisions of ss. 377.601-377.608 should be given the 2409 2410 broadest possible interpretation consistent with the stated legislative desire to procure vital information. 2411 2412 (2) (4) It is the policy of the State of Florida to: 2413 (a) Recognize and address the potential impacts of global 2414 climate change wherever possible. Develop and promote the 2415 effective use of energy in the state and discourage all forms of 2416 energy waste. 2417 (b) Play a leading role in developing and instituting 2418 energy management programs aimed at promoting energy 2419 conservation, energy security, and the reduction of greenhouse gas emissions. 2420 2421 (C) Include energy considerations in all state, regional, 2422 and local planning. 2423 Utilize and manage effectively energy resources used (d) 2424 within state agencies. 2425 Encourage local governments to include energy (e) 2426 considerations in all planning and to support their work in 2427 promoting energy management programs. 2428 (f) Include the full participation of citizens in the 2429 development and implementation of energy programs. 2430 (g) Consider in its decisions the energy needs of each 2431 economic sector, including residential, industrial, commercial, 2432 agricultural, and governmental uses, and to reduce those needs 2433 whenever possible. 2434 (h) Promote energy education and the public dissemination 2435 of information on energy and its environmental, economic, and social impact. 2436

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601-07390-08 20081544c3 2437 (i) Encourage the research, development, demonstration, and 2438 application of alternative energy resources, particularly 2439 renewable energy resources. Consider, in its decisionmaking, the social, economic, 2440 (j) 2441 security, and environmental impacts of energy-related activities, 2442 including the whole life-cycle impacts of any potential energy 2443 use choices, so that detrimental effects of these activities are 2444 understood and minimized. 2445 (k) Develop and maintain energy emergency preparedness 2446 plans to minimize the effects of an energy shortage within 2447 Florida. 2448 Section 34. Section 377.6015, Florida Statutes, is created 2449 to read: 2450 377.6015 Florida Energy and Climate Commission .--2451 The Florida Energy and Climate Commission is created (1) 2452 and shall be located within the Executive Office of the Governor. The commission shall be comprised of seven members, and shall be 2453 2454 appointed by the Governor pursuant to paragraphs (a) and (b). 2455 The Governor shall select from three persons nominated (a) 2456 by the Florida Public Service Commission Nominating Council, 2457 created in s. 350.031, for each seat on the commission; however, 2458 in order to expedite the seating of the commission upon 2459 implementation of this act, the Governor shall select seven 2460 persons, including the chair, from a list of 21 persons provided 2461 by the council. 2462 1. The council shall submit the recommendations to the 2463 Governor by September 1 of those years in which the terms are to 2464 begin the following October, or within 60 days after a vacancy 2465 occurs for any reason other than the expiration of the term.

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2466	2. The Governor shall fill a vacancy occurring on the
2467	commission by appointment of one of the applicants nominated by
2468	the council only after a background investigation of such
2469	applicant has been conducted by the Department of Law
2470	Enforcement.
2471	3. Members shall be appointed to 3-year terms; however, in
2472	order to establish staggered terms, for the initial appointments,
2473	the Governor shall appoint four members to 3-year terms, two
2474	members to 2-year terms, and one member to a 1-year term.
2475	4. The Governor shall select the chair of the commission
2476	from among the members appointed.
2477	5. Vacancies on the commission shall be filled for the
2478	unexpired portion of the time in the same manner as original
2479	appointments to the commission.
2480	6. If the Governor has not made an appointment within 30
2481	consecutive calendar days after the receipt of the
2482	recommendation, the council shall initiate, in accordance with
2483	this section, the nominating process within 30 days.
2484	7. Each appointment to the commission shall be subject to
2485	confirmation by the Senate during the next regular session after
2486	the vacancy occurs. If the Senate refuses to confirm or fails to
2487	consider the Governor's appointment, the council shall initiate,
2488	in accordance with this section, the nominating process within 30
2489	days.
2490	8. When the Governor makes an appointment and that
2491	appointment has not been confirmed by the Senate before the
2492	appointing Governor's term ends, a successor Governor may, within
2493	30 days after taking office, recall the appointment and, prior to
2494	the first day of the next regular session, make a replacement

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2495	appointment from the list provided to the previous Governor by
2496	the council. Such an appointment is subject to confirmation by
2497	the Senate at the next regular session following the creation of
2498	the vacancy to which the appointments are being made. If the
2499	replacement appointment is not timely made, or if the appointment
2500	is not confirmed by the Senate for any reason, the council, by
2501	majority vote, shall appoint, within 30 days after the
2502	Legislature adjourns sine die, one person from the applicants
2503	previously nominated to the Governor to fill the vacancy, and
2504	this appointee is subject to confirmation by the Senate during
2505	the next regular session following the appointment.
2506	(b) Members must meet the following qualifications and
2507	restrictions:
2508	1. A member must be an expert in one or more of the
2509	following fields: energy, natural resource conservation,
2510	economics, engineering, finance, law, transportation and land
2511	use, consumer protection, state energy policy, or another field
2512	substantially related to the duties and functions of the
2513	commission. The commission shall fairly represent the fields
2514	specified in this subparagraph.
2515	2. Each member shall, at the time of appointment and at
2516	each commission meeting during his or her term of office,
2517	disclose:
2518	a. Whether he or she has any financial interest, other than
2519	ownership of shares in a mutual fund, in any business entity
2520	that, directly or indirectly, owns or controls, or is an
2521	affiliate or subsidiary of, any business entity that may be
2522	affected by the policy recommendations developed by the
2523	commission.

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2524	b. Whether he or she is employed by or is engaged in any
2525	business activity with any business entity that, directly or
2526	indirectly, owns or controls, or is an affiliate or subsidiary
2527	of, any business entity that may be affected by the policy
2528	recommendations developed by the commission.
2529	(c) The chair may designate ex officio, nonvoting members
2530	to provide information and advice to the commission. The
2531	following shall serve as ex officio, nonvoting members and may
2532	provide information and advice at the request of the chair:
2533	1. The chair of the Florida Public Service Commission, or
2534	designee;
2535	2. The Public Counsel, or designee;
2536	3. A representative of the Department of Agriculture and
2537	Consumer Services;
2538	4. A representative of the Department of Community Affairs;
2539	5. A representative of Department of Environmental
2540	Protection;
2541	6. A representative of Department of Transportation;
2542	7. A representative of the Department of Financial
2543	Services; and
2544	8. The presidents or their designee, of the University of
2545	Florida, Florida State University, the University of South
2546	Florida, the University of Central Florida, and Florida Atlantic
2547	University.
2548	(2) Members shall serve without compensation, but are
2549	entitled to reimbursement for per diem and travel expenses as
2550	provided in s. 112.061.
2551	(3) Meetings of the commission may be held in various
2552	locations around the state and at the call of the chair; however,

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2553 the commission must meet at least six times each year. 2554 (4) (a) The commission may employ staff and counsel as 2555 needed in the performance of its duties. The commission may 2556 prosecute and defend legal actions in its own name. 2557 The commission may form advisory groups consisting of (b) 2558 members of the public to provide information on specific issues. 2559 (5) The commission shall: 2560 (a) Administer the Florida Renewable Energy and Biofuels 2561 Grant Programs authorized under ss. 377.804 and 570.957 to ensure 2562 a robust grant portfolio; (b) Develop policy recommendations for requiring grantees 2563 2564 to provide royalty-sharing or licensing agreements with state 2565 government for commercialized products developed under a state 2566 grant; 2567 (c) Administer the information gathering and reporting 2568 functions pursuant to ss. 377.601-377.608; 2569 (d) Administer the petroleum planning and emergency 2570 contingency planning pursuant to ss. 377.703-377.704; 2571 (e) Represent Florida in the Southern States Energy Compact 2572 pursuant to ss. 377.71-377.712; 2573 (f) Complete the annual assessment of the efficacy of 2574 Florida's Energy and Climate Change Action Plan, upon completion 2575 by the Governor's Action Team, pursuant to the Governor's 2576 Executive Order 2007-128, and provide specific recommendations to 2577 the Governor and the Legislature each year to improve results. 2578 (g) Administer the provisions of the Florida Renewable 2579 Energy Technologies and Energy Efficiency Act as provided in ss. 2580 377.801-377.808.

(h) Advocate for energy and climate change issues and

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2582	provide educational outreach and technical assistance in
2583	cooperation with Florida's academic institutions.
2584	(i) Oversee the Florida Energy Systems Consortium created
2585	in s. 1004.648.
2586	(j) Adopt rules pursuant to chapter 120 in order to
2587	implement all powers and duties described in this chapter.
2588	Section 35. Subsection (2) of section 377.602, Florida
2589	Statutes, is amended to read:
2590	377.602 DefinitionsAs used in ss. 377.601-377.608:
2591	(2) "Commission" means the Florida Energy and Climate
2592	Commission "Department" means the Department of Environmental
2593	Protection.
2594	Section 36. Section 377.603, Florida Statutes, is amended
2595	to read:
2596	377.603 Energy data collection; powers and duties of the
2597	Florida Energy and Climate Commission Department of Environmental
2598	Protection
2599	(1) The <u>commission may</u> department shall collect data on the
2600	extraction, production, importation, exportation, refinement,
2601	transportation, transmission, conversion, storage, sale, or
2602	reserves of energy resources in this state in an efficient and
2603	expeditious manner.
2604	(2) The <u>commission may</u> department shall prepare periodic
2605	reports of energy data it collects.
2606	(3) The department shall prescribe and furnish forms for
2607	the collection of information as required by ss. 377.601-377.608
2608	and shall consult with other state entities to assure that such
2609	data collected will meet their data requirements.
2610	(3)-(4) The commission department may adopt and promulgate

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2611 such rules and regulations as are necessary to carry out the 2612 provisions of ss. 377.601-377.608. Such rules shall be pursuant 2613 to chapter 120.

2614 <u>(4) (5)</u> The <u>commission</u> department shall maintain internal 2615 validation procedures to assure the accuracy of information 2616 received.

2617 Section 37. Section 377.604, Florida Statutes, is amended 2618 to read:

2619 377.604 Required reports. -- Every person who produces, 2620 imports, exports, refines, transports, transmits, converts, 2621 stores, sells, or holds known reserves of any form of energy 2622 resources used as fuel shall report to the commission, at the 2623 request of the commission, department at a frequency set, and in 2624 a manner prescribed, by the commission $\frac{department}{department}$, and on forms 2625 provided by the commission department and prepared with the 2626 advice of representatives of the energy industry. Such forms 2627 shall be designed in such a manner as to indicate:

2628 (1) The identity of the person or persons making the 2629 report.

2630 (2) The quantity of energy resources extracted, produced,
2631 imported, exported, refined, transported, transmitted, converted,
2632 stored, or sold except at retail.

2633 (3) The quantity of energy resources known to be held in 2634 reserve in the state.

(4) The identity of each refinery from which petroleum products have normally been obtained and the type and quantity of products secured from that refinery for sale or resale in this state.

2639

(5) Any other information which the commission department

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2640 deems proper pursuant to the intent of ss. 377.601-377.608.

2641 Section 38. Section 377.605, Florida Statutes, is amended 2642 to read:

2643 377.605 Use of existing information.--The <u>commission may</u> 2644 <u>use department shall utilize</u> to the fullest extent possible any 2645 existing energy information already prepared for state or federal 2646 agencies. Every state, county, and municipal agency shall 2647 cooperate with the <u>commission</u>, <u>department</u> and shall submit any 2648 information on energy to the <u>commission</u> <u>department</u> upon request.

2649 Section 39. Section 377.606, Florida Statutes, is amended 2650 to read:

2651 377.606 Records of the commission department; limits of 2652 confidentiality.--The information or records of individual 2653 persons, as defined herein, obtained by the commission department 2654 as a result of a report, investigation, or verification required 2655 by the commission department, shall be open to the public, except 2656 such information the disclosure of which would be likely to cause 2657 substantial harm to the competitive position of the person 2658 providing such information and which is requested to be held 2659 confidential by the person providing such information. Such 2660 proprietary information is confidential and exempt from the 2661 provisions of s. 119.07(1). Information reported by entities 2662 other than the commission department in documents or reports open 2663 to public inspection shall under no circumstances be classified 2664 as confidential by the commission department. Divulgence of 2665 proprietary information as is requested to be held confidential, 2666 except upon order of a court of competent jurisdiction or except 2667 to an officer of the state entitled to receive the same in his or her official capacity, shall be a misdemeanor of the second 2668

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2669 degree, punishable as provided in ss. 775.082 and 775.083. 2670 Nothing herein shall be construed to prohibit the publication or 2671 divulgence by other means of data so classified as to prevent 2672 identification of particular accounts or reports made to the 2673 department in compliance with s. 377.603 or to prohibit the 2674 disclosure of such information to properly qualified legislative 2675 committees. The commission department shall establish a system 2676 that which permits reasonable access to information developed.

2677 Section 40. Section 377.703, Florida Statutes, is amended 2678 to read:

2679 377.703 Additional functions of the <u>Florida Energy and</u>
2680 <u>Climate Commission</u> Department of Environmental Protection; energy
2681 emergency contingency plan; federal and state conservation
2682 programs.--

LEGISLATIVE INTENT. -- Recognizing that energy supply and 2683 (1) 2684 demand questions have become a major area of concern to the state 2685 which must be dealt with by effective and well-coordinated state 2686 action, it is the intent of the Legislature to promote the 2687 efficient, effective, and economical management of energy 2688 problems, centralize energy coordination responsibilities, 2689 pinpoint responsibility for conducting energy programs, and 2690 ensure the accountability of state agencies for the implementation of s. 377.601 s. 377.601(4), the state energy 2691 2692 policy. It is the specific intent of the Legislature that nothing 2693 in this act shall in any way change the powers, duties, and 2694 responsibilities assigned by the Florida Electrical Power Plant 2695 Siting Act, part II of chapter 403, or the powers, duties, and 2696 responsibilities of the Florida Public Service Commission. 2697 (2) DEFINITIONS.--

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(a) "Coordinate," "coordination," or "coordinating" means the examination and evaluation of state plans and programs and the providing of recommendations to the Cabinet, Legislature, and appropriate state agency on any measures deemed necessary to ensure that such plans and programs are consistent with state energy policy.

(b) "Energy conservation" means increased efficiency in theutilization of energy.

(c) "Energy emergency" means an actual or impending shortage or curtailment of usable, necessary energy resources, such that the maintenance of necessary services, the protection of public health, safety, and welfare, or the maintenance of basic sound economy is imperiled in any geographical section of the state or throughout the entire state.

(d) "Energy source" means electricity, fossil fuels, solar power, wind power, hydroelectric power, nuclear power, or any other resource which has the capacity to do work.

(e) "Facilities" means any building or structure nototherwise exempted by the provisions of this act.

2717 (f) "Fuel" means petroleum, crude oil, petroleum product, 2718 coal, natural gas, or any other substance used primarily for its 2719 energy content.

(g) "Local government" means any county, municipality, regional planning agency, or other special district or local governmental entity the policies or programs of which may affect the supply or demand, or both, for energy in the state.

(h) "Promotion" or "promote" means to encourage, aid,
assist, provide technical and financial assistance, or otherwise
seek to plan, develop, and expand.

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(i) "Regional planning agency" means those agencies
designated as regional planning agencies by the Department of
Community Affairs.

(j) "Renewable energy resource" means any method, process, or substance the use of which does not diminish its availability or abundance, including, but not limited to, biomass conversion, geothermal energy, solar energy, wind energy, wood fuels derived from waste, ocean thermal gradient power, hydroelectric power, and fuels derived from agricultural products.

(3) <u>FLORIDA ENERGY AND CLIMATE COMMISSION</u> <u>DEPARTMENT OF</u> ENVIRONMENTAL PROTECTION; DUTIES.--The <u>commission</u> <u>Department of</u> Environmental Protection shall, in addition to assuming the duties and responsibilities provided by ss. 20.255 and 377.701, perform the following functions consistent with the development of a state energy policy:

2742 The commission department shall assume the (a) 2743 responsibility for development of an energy emergency contingency plan to respond to serious shortages of primary and secondary 2744 2745 energy sources. Upon a finding by the Governor, implementation of 2746 any emergency program shall be upon order of the Governor that a 2747 particular kind or type of fuel is, or that the occurrence of an event that which is reasonably expected within 30 days will make 2748 2749 the fuel, in short supply. The commission department shall then 2750 respond by instituting the appropriate measures of the 2751 contingency plan to meet the given emergency or energy shortage. 2752 The Governor may utilize the provisions of s. 252.36(5) to carry 2753 out any emergency actions required by a serious shortage of 2754 energy sources.

2755

(b) The commission department shall constitute the

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2756 responsible state agency for performing or coordinating the 2757 functions of any federal energy programs delegated to the state, 2758 including energy supply, demand, conservation, or allocation.

(c) The <u>commission</u> department shall analyze present and proposed federal energy programs and make recommendations regarding those programs to the Governor.

(d) The <u>commission</u> department shall coordinate efforts to seek federal support or other support for state energy activities, including energy conservation, research, or development, and shall be the state agency responsible for the coordination of multiagency energy conservation programs and plans.

(e) The <u>commission</u> department shall analyze energy data collected and prepare long-range forecasts of energy supply and demand in coordination with the Florida Public Service Commission, which shall have responsibility for electricity and natural gas forecasts. To this end, the forecasts shall contain:

2773 1. An analysis of the relationship of state economic growth 2774 and development to energy supply and demand, including the 2775 constraints to economic growth resulting from energy supply 2776 constraints.

2777 2. Plans for the development of renewable energy resources 2778 and reduction in dependence on depletable energy resources, 2779 particularly oil and natural gas, and an analysis of the extent 2780 to which renewable energy sources are being utilized in the 2781 state.

2782 3. Consideration of alternative scenarios of statewide 2783 energy supply and demand for 5, 10, and 20 years, to identify 2784 strategies for long-range action, including identification of

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2785 potential social, economic, and environmental effects.

2786 4. An assessment of the state's energy resources, including 2787 examination of the availability of commercially developable and imported fuels, and an analysis of anticipated effects on the 2788 2789 state's environment and social services resulting from energy 2790 resource development activities or from energy supply 2791 constraints, or both.

2792 (f) The commission department shall make a report, as 2793 requested by the Governor or the Legislature, reflecting its 2794 activities and making recommendations of policies for improvement 2795 of the state's response to energy supply and demand and its 2796 effect on the health, safety, and welfare of the people of 2797 Florida. The report shall include a report from the Florida 2798 Public Service Commission on electricity and natural gas and 2799 information on energy conservation programs conducted and under 2800 way in the past year and shall include recommendations for energy 2801 conservation programs for the state, including, but not limited 2802 to, the following factors:

2803 Formulation of specific recommendations for improvement 1. 2804 in the efficiency of energy utilization in governmental, 2805 residential, commercial, industrial, and transportation sectors.

2806 2. Collection and dissemination of information relating to 2807 energy conservation.

2808 Development and conduct of educational and training 3. 2809 programs relating to energy conservation.

2810 An analysis of the ways in which state agencies are 4. 2811 seeking to implement s. 377.601 s. 377.601(4), the state energy 2812 policy, and recommendations for better fulfilling this policy. 2813

The commission department has authority to adopt rules (q)

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2814 pursuant to ss. 120.536(1) and 120.54 to implement the provisions 2815 of this act.

2816 (h) <u>The commission shall</u> promote the development and use of 2817 renewable energy resources, in conformance with the provisions of 2818 chapter 187 and s. 377.601, by:

2819 1. Establishing goals and strategies for increasing the use 2820 of solar energy in this state.

2821 2. Aiding and promoting the commercialization of solar 2822 energy technology, in cooperation with the Florida Solar Energy 2823 Center, Enterprise Florida, Inc., and any other federal, state, 2824 or local governmental agency which may seek to promote research, 2825 development, and demonstration of solar energy equipment and 2826 technology.

3. Identifying barriers to greater use of solar energy systems in this state, and developing specific recommendations for overcoming identified barriers, with findings and recommendations to be submitted annually in the report to the Legislature required under paragraph (f).

2832 4. In cooperation with the Department of Environmental 2833 Protection, the Department of Transportation, the Department of 2834 Community Affairs, Enterprise Florida, Inc., the Florida Solar 2835 Energy Center, and the Florida Solar Energy Industries 2836 Association, investigating opportunities, pursuant to the 2837 National Energy Policy Act of 1992, and the Housing and Community 2838 Development Act of 1992, and any subsequent federal legislation, 2839 for solar electric vehicles and other solar energy manufacturing, 2840 distribution, installation, and financing efforts that which will 2841 enhance this state's position as the leader in solar energy 2842 research, development, and use.

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2843 5. Undertaking other initiatives to advance the development 2844 and use of renewable energy resources in this state.

In the exercise of its responsibilities under this paragraph, the <u>commission</u> department shall seek the assistance of the solar energy industry in this state and other interested parties and is authorized to enter into contracts, retain professional consulting services, and expend funds appropriated by the Legislature for such purposes.

(i) The <u>commission</u> department shall promote energy conservation in all energy use sectors throughout the state and shall constitute the state agency primarily responsible for this function. To this end, the <u>commission</u> department shall coordinate the energy conservation programs of all state agencies and review and comment on the energy conservation programs of all state agencies.

2859 The commission department shall serve as the state (j) 2860 clearinghouse for indexing and gathering all information related 2861 to energy programs in state universities, in private 2862 universities, in federal, state, and local government agencies, 2863 and in private industry and shall prepare and distribute such 2864 information in any manner necessary to inform and advise the 2865 citizens of the state of such programs and activities. This shall 2866 include developing and maintaining a current index and profile of 2867 all research activities, which shall be identified by energy area 2868 and may include a summary of the project, the amount and sources 2869 of funding, anticipated completion dates, or, in case of 2870 completed research, conclusions, recommendations, and 2871 applicability to state government and private sector functions.

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2872 The commission department shall coordinate, promote, and respond 2873 to efforts by all sectors of the economy to seek financial 2874 support for energy activities. The commission department shall 2875 provide information to consumers regarding the anticipated 2876 energy-use and energy-saving characteristics of products and 2877 services in coordination with any federal, state, or local governmental agencies as may provide such information to 2878 2879 consumers.

(k) The <u>commission</u> department shall coordinate energyrelated programs of state government, including, but not limited to, the programs provided in this section. To this end, the commission department shall:

2884 1. Provide assistance to other state agencies, counties, 2885 municipalities, and regional planning agencies to further and 2886 promote their energy planning activities.

2887 Require, in cooperation with the Department of 2. 2888 Management Services, all state agencies to operate state-owned 2889 and state-leased buildings in accordance with energy conservation 2890 standards as adopted by the Department of Management Services. 2891 Every 3 months, the Department of Management Services shall 2892 furnish the commission department data on agencies' energy 2893 consumption in a format prescribed by the commission mutually 2894 agreed upon by the two departments.

2895 3. Promote the development and use of renewable energy 2896 resources, energy efficiency technologies, and conservation 2897 measures.

2898 4. Promote the recovery of energy from wastes, including,
2899 but not limited to, the use of waste heat, the use of
2900 agricultural products as a source of energy, and recycling of

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2901 manufactured products. Such promotion shall be conducted in 2902 conjunction with, and after consultation with, the Department of 2903 Environmental Protection, the Florida Public Service Commission 2904 where electrical generation or natural gas is involved, and any 2905 other relevant federal, state, or local governmental agency 2906 having responsibility for resource recovery programs.

(1) The <u>commission</u> department shall develop, coordinate,
and promote a comprehensive research plan for state programs.
Such plan shall be consistent with state energy policy and shall
be updated on a biennial basis.

2911 In recognition of the devastation to the economy of (m) 2912 this state and the dangers to the health and welfare of residents 2913 of this state caused by severe hurricanes Hurricane Andrew, and 2914 the potential for such impacts caused by other natural disasters, 2915 the commission department shall include in its energy emergency 2916 contingency plan and provide to the Florida Building Commission 2917 Department of Community Affairs for inclusion in the Florida Energy Efficiency Code for Building Construction state model 2918 2919 energy efficiency building code specific provisions to facilitate 2920 the use of cost-effective solar energy technologies as emergency 2921 remedial and preventive measures for providing electric power, 2922 street lighting, and water heating service in the event of 2923 electric power outages.

(4) <u>COASTAL ENERGY IMPACT PROGRAM.--</u>The <u>commission</u>
 department shall be responsible for the administration of the
 Coastal Energy Impact Program provided for and described in Pub.
 L. No. 94-370, 16 U.S.C. s. 1456a.

2928 Section 41. Section 377.803, Florida Statutes, is amended 2929 to read:

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2930 377.803 Definitions.--As used in <u>ss. 377.801-377.808</u> ss. 2931 377.801-377.806, the term:

2932 (1) "Act" means the Florida Renewable Energy Technologies 2933 and Energy Efficiency Act.

2934 (2) "Approved metering equipment" means a device capable of 2935 measuring the energy output of a solar thermal system that has 2936 been approved by the commission.

2937 (2) (3) "Commission" means the Florida Energy and Climate
 2938 Commission Florida Public Service Commission.

2939 (4) "Department" means the Department of Environmental 2940 Protection.

2941 <u>(3) (5)</u> "Person" means an individual, partnership, joint 2942 venture, private or public corporation, association, firm, public 2943 service company, or any other public or private entity.

2944 <u>(4)</u> (6) "Renewable energy" means electrical, mechanical, or 2945 thermal energy produced from a method that uses one or more of 2946 the following fuels or energy sources: hydrogen, biomass <u>as</u> 2947 <u>defined in s. 366.91</u>, solar energy, geothermal energy, wind 2948 energy, ocean energy, waste heat, or hydroelectric power.

2949 <u>(5)</u> "Renewable energy technology" means any technology 2950 that generates or utilizes a renewable energy resource.

2951 (6) (8) "Solar energy system" means equipment that provides 2952 for the collection and use of incident solar energy for water 2953 heating, space heating or cooling, or other applications that 2954 would normally require a conventional source of energy such as 2955 petroleum products, natural gas, or electricity that performs 2956 primarily with solar energy. In other systems in which solar 2957 energy is used in a supplemental way, only those components that 2958 collect and transfer solar energy shall be included in this

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2959	definition.
2960	(7) (9) "Solar photovoltaic system" means a device that
2961	converts incident sunlight into electrical current.
2962	<u>(8)</u> "Solar thermal system" means a device that traps
2963	heat from incident sunlight in order to heat water.
2964	Section 42. Section 377.804, Florida Statutes, is amended
2965	to read:
2966	377.804 Renewable Energy and Energy-Efficient Technologies
2967	Grants Program
2968	(1) The Renewable Energy and Energy-Efficient Technologies
2969	Grants Program is established within the <u>commission</u> department to
2970	provide renewable energy matching grants for demonstration,
2971	commercialization, research, and development projects relating to
2972	renewable energy technologies and innovative technologies that
2973	significantly increase energy efficiency for vehicles and
2974	commercial buildings.
2975	(2) Matching grants for renewable energy technology
2976	demonstration, commercialization, research, and development
2977	projects may be made to any of the following:
2978	(a) Municipalities and county governments.
2979	(b) Established for-profit companies licensed to do
2980	business in the state.
2981	(c) Universities and colleges in the state.
2982	(d) Utilities located and operating within the state.
2983	(e) Not-for-profit organizations.
2984	(f) Other qualified persons, as determined by the
2985	commission department.
2986	(3) The <u>commission</u> department may adopt rules pursuant to
2987	ss. 120.536(1) and 120.54 to provide for application

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2988 requirements, provide for ranking of applications, and administer 2989 the awarding of grants under this program, and develop policy 2990 requiring grantees to provide royalty-sharing or licensing 2991 agreements with the state for commercialized products developed 2992 under a state grant. All grants may be reviewed by a peer-review 2993 process of experts. Up to 5 percent of the amount of all grants 2994 may be used to pay review expenses, if necessary.

2995 (4) Factors the <u>commission</u> department shall consider in 2996 awarding grants include, but are not limited to:

(a) The availability of matching funds or other in-kind
 contributions applied to the total project from an applicant. The
 <u>commission</u> department shall give greater preference to projects
 that provide such matching funds or other in-kind contributions.

3001 (b) The degree to which the project stimulates in-state 3002 capital investment and economic development in metropolitan and 3003 rural areas, including the creation of jobs and the future 3004 development of a commercial market for renewable energy 3005 technologies.

3006 (c) The extent to which the proposed project has been 3007 demonstrated to be technically feasible based on pilot project 3008 demonstrations, laboratory testing, scientific modeling, or 3009 engineering or chemical theory that supports the proposal.

3010 (d) The degree to which the project incorporates an 3011 innovative new technology or an innovative application of an 3012 existing technology.

3013 (e) The degree to which a project generates thermal,
 3014 mechanical, or electrical energy by means of a renewable energy
 3015 resource that has substantial long-term production potential.

(f) The degree to which a project demonstrates efficient

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3017	use of energy and material resources.
3018	(g) The degree to which the project fosters overall
3019	understanding and appreciation of renewable energy technologies.
3020	(h) The ability to administer a complete project.
3021	(i) Project duration and timeline for expenditures.
3022	(j) The geographic area in which the project is to be
3023	conducted in relation to other projects.
3024	(k) The degree of public visibility and interaction.
3025	(5) The <u>commission</u> department shall solicit the expertise
3026	of other state agencies in evaluating project proposals. State
3027	agencies shall cooperate with the <u>commission</u> Department of
3028	Environmental Protection and provide such assistance as
3029	requested.
3030	(6) Each application must be accompanied by an affidavit
3031	from the applicant attesting to the veracity of the statements
3032	contained in the application.
3033	Section 43. Subsection (6) of section 377.804, Florida
3034	Statutes, as revived by section 52 of chapter 2007-73, Laws of
3035	Florida, is repealed.
3036	Section 44. Section 377.806, Florida Statutes, is amended
3037	to read:
3038	377.806 Solar Energy System Incentives Program
3039	(1) PURPOSEThe Solar Energy System Incentives Program is
3040	established within the <u>commission</u> department to provide financial
3041	incentives for the purchase and installation of solar energy
3042	systems. Any resident of the state who purchases and installs a
3043	new solar energy system of 2 kilowatts or larger for a solar
3044	photovoltaic system, a solar energy system that provides at least
3045	50 percent of a building's hot water consumption for a solar

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3046 thermal system, or a solar thermal pool heater, from July 1, 3047 2006, through June 30, 2010, is eligible for a rebate on a 3048 portion of the purchase price of that solar energy system.

3049

(2) SOLAR PHOTOVOLTAIC SYSTEM INCENTIVE.--

3050 (a) Eligibility requirements.--A solar photovoltaic system
3051 qualifies for a rebate if:

3052 1. The system is installed by a state-licensed master3053 electrician, electrical contractor, or solar contractor.

3054 2. The system complies with state interconnection standards3055 as provided by the commission.

3056 3. The system complies with all applicable building codes 3057 as defined by the <u>Florida Building Code</u> local jurisdictional 3058 authority.

(b) Rebate amounts.--The rebate amount shall be set at \$4 per watt based on the total wattage rating of the system. The maximum allowable rebate per solar photovoltaic system installation shall be as follows:

3063

1. Twenty thousand dollars for a residence.

3064 2. One hundred thousand dollars for a place of business, a 3065 publicly owned or operated facility, or a facility owned or 3066 operated by a private, not-for-profit organization, including 3067 condominiums or apartment buildings.

3068

(3) SOLAR THERMAL SYSTEM INCENTIVE.--

3069 (a) Eligibility requirements.--A solar thermal system3070 qualifies for a rebate if:

3071 1. The system is installed by a state-licensed solar, or 3072 plumbing, or roofing contractor installing standing seam hybrid 3073 thermal roofs.

3074

2. The system complies with all applicable building codes

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3075 as defined by the <u>Florida Building Code</u> local jurisdictional 3076 authority.

3077 (b) Rebate amounts.--Authorized rebates for installation of 3078 solar thermal systems shall be as follows:

3079

1. Five hundred dollars for a residence.

3080 2. Fifteen dollars per 1,000 Btu up to a maximum of \$5,000 3081 for a place of business, a publicly owned or operated facility, 3082 or a facility owned or operated by a private, not-for-profit 3083 organization, including condominiums or apartment buildings. Btu 3084 must be verified by approved metering equipment.

3085

(4) SOLAR THERMAL POOL HEATER INCENTIVE.--

(a) Eligibility requirements.--A solar thermal pool heater qualifies for a rebate if the system is installed by a statelicensed solar or plumbing contractor and the system complies with all applicable building codes as defined by the <u>Florida</u> Building Code local jurisdictional authority.

3091 (b) Rebate amount.--Authorized rebates for installation of 3092 solar thermal pool heaters shall be \$100 per installation.

3093 (5) APPLICATION.--Application for a rebate must be made 3094 within <u>120</u> 90 days after the purchase of the solar energy 3095 equipment.

3096 REBATE AVAILABILITY.--The commission department shall (6) 3097 determine and publish on a regular basis the amount of rebate 3098 funds remaining in each fiscal year. The total dollar amount of 3099 all rebates issued by the department is subject to the total 3100 amount of appropriations in any fiscal year for this program. If 3101 funds are insufficient during the current fiscal year, any 3102 requests for rebates received during that fiscal year may be processed during the following fiscal year. Requests for rebates 3103

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3104	received in a fiscal year that are processed during the following
3105	fiscal year shall be given priority over requests for rebates
3106	received during the following fiscal year.
3107	(7) RULESThe <u>commission</u> department shall adopt rules
3108	pursuant to ss. 120.536(1) and 120.54 to develop rebate
3109	applications and administer the issuance of rebates.
3110	Section 45. Section 377.808, Florida Statutes, is created
3111	to read:
3112	377.808 Florida Green Government Grants Act
3113	(1) This section may be cited as the "Florida Green
3114	Government Grants Act."
3115	(2) The Florida Energy and Climate Commission within the
3116	Executive Office of the Governor shall use funds specifically
3117	appropriated to award grants under this section to assist local
3118	governments, including municipalities, counties, and school
3119	districts, in the development of programs that achieve green
3120	standards. Those standards shall be determined by the commission
3121	and must provide for cost-efficient solutions, reducing
3122	greenhouse gas emissions, improving quality of life, and
3123	strengthening this state's economy.
3124	(3)(a) The commission shall adopt rules pursuant to chapter
3125	120 to administer the grants provided for in this section. In
3126	accordance with the rules adopted by the commission under this
3127	section, the commission may provide grants from funds
3128	specifically appropriated for this purpose to local governments
3129	for the costs of achieving green standards, including necessary
3130	administrative expenses.
3131	(b) The rules of the commission must:
3132	1. Designate one or more suitable green government

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3133	standards framework from which local governments may develop a
3134	greening government initiative, and from which projects may be
3135	eligible for funding pursuant to this statute.
3136	2. Require projects that plan, design, construct, upgrade,
3137	or replace facilities be cost-effective, environmentally sound,
3138	reduce greenhouse gas emissions, and be permittable and
3139	implementable.
3140	3. Require local governments to match state funds with
3141	direct project cost share or in-kind services.
3142	4. Provide for a scale of matching requirements for local
3143	governments on the basis of population in order to assist rural
3144	and undeveloped areas of the state with any financial burden of
3145	addressing climate change impacts.
3146	5. Require grant applications to be submitted on
3147	appropriate forms developed and adopted by the commission with
3148	appropriate supporting documentation and require records to be
3149	maintained.
3150	6. Establish a system to determine the relative priority of
3151	grant applications. The system must consider greenhouse gas
3152	reductions, energy savings and efficiencies, and proven
3153	technologies.
3154	7. Establish requirements for competitive procurement of
3155	engineering and construction services, materials, and equipment.
3156	8. Provide for termination of grants when program
3157	requirements are not met.
3158	(c) Each local government is limited to not more than two
3159	grant applications during each application period announced by
3160	the commission. However, a local government may not have more
3161	than three active projects expending grant funds during any state

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3162	fiscal year.
3163	(d) The commission shall perform adequate overview of each
3164	grant, which may include technical review, site inspections,
3165	disbursement approvals, and auditing to successfully implement
3166	this section.
3167	Section 46. Section 377.901, Florida Statutes, is repealed.
3168	Section 47. The State Energy Program, as authorized and
3169	governed by ss. 20.18, 288.041, 377.601-377.608, 377.701, and
3170	377.703, Florida Statutes, is transferred by a type two transfer,
3171	as defined in s. 20.06(2), Florida Statutes, from the Department
3172	of Environmental Protection to the Florida Energy and Climate
3173	Commission.
3174	Section 48. Section 377.921, Florida Statutes, is created
3175	to read:
3176	377.921 Qualified solar energy system program
3177	(1) The Legislature finds that qualified solar energy
3178	systems provide fuel savings and can help protect against future
3179	electricity and natural gas shortages, reduce the state's
3180	dependence on foreign sources of energy, and improve
3181	environmental conditions. The Legislature further finds that the
3182	deployment of qualified solar energy systems advances Florida's
3183	goals of promoting energy efficiency and the development of
3184	renewable energy resources. Therefore, the Legislature finds that
3185	it is in the public interest to encourage public utilities to
3186	develop and implement programs that promote the deployment and
3187	use of qualified solar energy systems.
3188	(2) As used in this section:
3189	(a) "Qualified solar energy system" means a solar thermal
3190	water heating system installed at a customer's premises by a

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601-07390-08 20081544c3 3191 public utility. Once installed, ownership of the qualified system 3192 may be retained by the public utility or granted to the customer. 3193 (b) "Public utility" or "utility" means a utility as 3194 defined in s. 366.02(1). "Eligible program" means a program developed by a 3195 (C) 3196 public utility and approved by the commission pursuant to 3197 subsection (5) under which the utility facilitates the 3198 installation of solar thermal water heating systems at a utility 3199 customer's premises. 3200 (d) "Program fuel cost savings" means the total fuel cost savings that a utility is projected to achieve from all solar 3201 3202 thermal water heating systems installed at a customer's premises 3203 over the life of the qualified solar energy system. 3204 "Program costs" means all costs incurred in (e) 3205 implementing an eligible program, including, but not limited to: 3206 1. In-service capital investments, including the utility's 3207 last authorized rate of return thereon; and 3208 2. Operating and maintenance expense, including, but not 3209 limited to, labor, overhead, materials, advertising, marketing, customer incentives, or rebates. 3210 3211 (3) Notwithstanding any provision in chapter 366 or rule to 3212 the contrary, a public utility shall be allowed to recover 3213 through the energy conservation cost-recovery clause, either as 3214 period expenses or by capitalizing and amortizing, all prudent 3215 and reasonable program costs incurred in implementing an eligible 3216 program. With respect to any solar hot water heating system, the 3217 amortization period shall be 5 years. (4) Notwithstanding any provision in chapter 366 or rule to 3218 3219 the contrary, and in addition to recovery under subsection (3), a

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3220	utility shall be allowed to recover through the fuel cost-
3221	recovery clause beginning in the year each solar thermal water
3222	heating system begins operation 50 percent of any such program
3223	fuel cost savings for a period not to exceed 5 years from the
3224	installation date. The remaining 50 percent of fuel saving shall
3225	be returned to the utility's customers through the fuel cost-
3226	recovery clause.
3227	(5) Notwithstanding any provision in chapter 366 or rule to
3228	the contrary, the commission shall enter an order approving a
3229	public utility's qualified solar energy system program if the
3230	utility demonstrates in a petition that:
3231	(a) The qualified solar energy systems to be installed as
3232	part of the program at minimum meet applicable Florida Solar
3233	Energy Center certification requirements.
3234	(b) The qualified solar energy systems are constructed and
3235	installed in conformity with the manufacturer's specifications
3236	and all applicable codes and standards.
3237	(6) Within 60 days after receiving a petition to approve a
3238	qualified solar energy system program, the commission shall
3239	approve the petition or inform the utility of any deficiencies
3240	therein. If the commission informs the utility of deficiencies,
3241	the utility may correct those deficiencies and refile its
3242	petition to approve the qualified solar energy system program.
3243	(7) In order to encourage public utilities to promote the
3244	deployment and use of qualified solar energy systems, the public
3245	utility shall own the renewable attributes or benefits associated
3246	with the energy output of a qualified solar energy system
3247	installed pursuant to an eligible program, including any
3248	renewable energy credit or other instrument issued as a result of
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3249 the utility's eligible program.

3250 (8) This section expires June 30, 2011, unless reenacted by 3251 the Legislature on or before that date. Utilities may not enroll 3252 new customers in the qualified solar energy program after June 3253 30, 2011, unless this section is reenacted.

3254 Section 49. Paragraph (c) of subsection (3) of section 3255 380.23, Florida Statutes, is amended to read:

3256

380.23 Federal consistency.--

(3) Consistency review shall be limited to review of the following activities, uses, and projects to ensure that such activities, uses, and projects are conducted in accordance with the state's coastal management program:

3261 (c) Federally licensed or permitted activities affecting 3262 land or water uses when such activities are in or seaward of the 3263 jurisdiction of local governments required to develop a coastal 3264 zone protection element as provided in s. 380.24 and when such 3265 activities involve:

32661. Permits and licenses required under the Rivers and3267Harbors Act of 1899, 33 U.S.C. ss. 401 et seq., as amended.

3268 2. Permits and licenses required under the Marine 3269 Protection, Research and Sanctuaries Act of 1972, 33 U.S.C. ss. 3270 1401-1445 and 16 U.S.C. ss. 1431-1445, as amended.

3271 3. Permits and licenses required under the Federal Water 3272 Pollution Control Act of 1972, 33 U.S.C. ss. 1251 et seq., as 3273 amended, unless such permitting activities have been delegated to 3274 the state pursuant to said act.

3275 4. Permits and licenses relating to the transportation of
3276 hazardous substance materials or transportation and dumping which
3277 are issued pursuant to the Hazardous Materials Transportation

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3278 Act, 49 U.S.C. ss. 1501 et seq., as amended, or 33 U.S.C. s. 3279 1321, as amended.

5. Permits and licenses required under 15 U.S.C. ss. 717-717w, 3301-3432, 42 U.S.C. ss. 7101-7352, and 43 U.S.C. ss. 1331-1356 for construction and operation of interstate gas pipelines and storage facilities.

6. Permits and licenses required for the siting and construction of any new electrical power plants as defined in <u>s.</u> <u>403.503(14)</u> <u>s. 403.503(13)</u>, as amended, and the licensing and relicensing of hydroelectric power plants under the Federal Power Act, 16 U.S.C. ss. 791a et seq., as amended.

3289 Permits and licenses required under the Mining Law of 7. 3290 1872, 30 U.S.C. ss. 21 et seq., as amended; the Mineral Lands 3291 Leasing Act, 30 U.S.C. ss. 181 et seq., as amended; the Mineral Leasing Act for Acquired Lands, 30 U.S.C. ss. 351 et seq., as 3292 3293 amended; the Federal Land Policy and Management Act, 43 U.S.C. 3294 ss. 1701 et seq., as amended; the Mining in the Parks Act, 16 3295 U.S.C. ss. 1901 et seq., as amended; and the OCS Lands Act, 43 3296 U.S.C. ss. 1331 et seq., as amended, for drilling, mining, 3297 pipelines, geological and geophysical activities, or rights-of-3298 way on public lands and permits and licenses required under the 3299 Indian Mineral Development Act, 25 U.S.C. ss. 2101 et seq., as 3300 amended.

3301 8. Permits and licenses for areas leased under the OCS 3302 Lands Act, 43 U.S.C. ss. 1331 et seq., as amended, including 3303 leases and approvals of exploration, development, and production 3304 plans.

3305 9. Permits and licenses required under the Deepwater Port3306 Act of 1974, 33 U.S.C. ss. 1501 et seq., as amended.

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3307 10. Permits required for the taking of marine mammals under 3308 the Marine Mammal Protection Act of 1972, as amended, 16 U.S.C. 3309 s. 1374.

3310 Section 50. Subsection (20) of section 403.031, Florida 3311 Statutes, is amended to read:

3312 403.031 Definitions.--In construing this chapter, or rules 3313 and regulations adopted pursuant hereto, the following words, 3314 phrases, or terms, unless the context otherwise indicates, have 3315 the following meanings:

3316 (20) "Electrical power plant" means, for purposes of this 3317 part of this chapter, any electrical generating facility that 3318 uses any process or fuel and that is owned or operated by an 3319 electric utility, as defined in <u>s. 403.503(14)</u> s. 403.503(13), 3320 and includes any associated facility that directly supports the 3321 operation of the electrical power plant.

3322 Section 51. Section 403.44, Florida Statutes, is created to 3323 read:

3324

3330

3335

403.44 Florida Climate Protection Act.--

3325 (1) The Legislature finds it is in the best interest of 3326 this state to document, to the greatest extent practicable, 3327 greenhouse gas (GHG) emissions and to pursue a market-based 3328 emissions-abatement program, such as cap-and-trade, to address 3329 GHG emissions reductions.

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

3331 <u>(a) "Allowance" means a credit issued by the department</u> 3332 <u>through allotments or auction which represents an authorization</u> 3333 <u>to emit specific amounts of greenhouse gases, as further defined</u> 3334 <u>in department rule.</u>

(b) "Cap-and-trade" or "emissions trading" means an

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3336	administrative approach used to control pollution by providing a
3337	limit on total allowable emissions, providing for allowances to
3338	emit pollutants, and providing for the transfer of the allowances
3339	among pollutant sources as a means of compliance with emission
3340	limits.
3341	(c) "Greenhouse gas" means carbon dioxide, methane,
3342	nitrogen oxide, and fluorinated gases such as hydrofluorocarbons,
3343	perfluorocarbons, and sulfur hexafluoride.
3344	(d) "Leakage" means the offset of emission abatement that
3345	is achieved in one location subject to emission control
3346	regulation by increased emissions in unregulated locations.
3347	(e) "Major emitter" means an electric utility regulated
3348	under this chapter.
3349	(3) A major emitter must use The Climate Registry for
3350	purposes of emission registration and reporting.
3351	(4) The Department of Environmental Protection shall
3352	establish the methodologies, reporting periods, and reporting
3353	systems that must be used when major emitters report to The
3354	Climate Registry. The department may require the use of quality-
3355	assured data from continuous emissions-monitoring systems.
3356	(5) The department may adopt rules for a cap-and-trade
3357	regulatory program to reduce greenhouse gas emissions from major
3358	emitters. When developing the rules, the department shall consult
3359	with the Governor's Action Team on Energy and Climate Change, the
3360	Public Service Commission, and the Florida Energy Commission. The
3361	rules shall not become effective until ratified by the
3362	Legislature.
3363	(6) The rules of the cap-and-trade regulatory program shall
3364	include, but are not limited to:

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3365	(a) A statewide limit or cap on the amount of GHG emissions
3366	emitted by major emitters.
3367	(b) Methods, requirements, and conditions for allocating
3368	the cap among major emitters.
3369	(c) Methods, requirements, and conditions for emissions
3370	allowances and the process for issuing emissions allowances.
3371	(d) The relationship between allowances and the specific
3372	amounts of greenhouse gases they represent.
3373	(e) A process for the trade of allowances between major
3374	emitters, including a registry, tracking, or accounting system
3375	for such trades.
3376	(f) Cost-containment mechanisms in order to reduce price
3377	and cost risks associated with the electric generation market in
3378	this state.
3379	(g) A process to allow the department to exercise its
3380	authority to discourage leakage of GHG emissions to neighboring
3381	states attributable to the implementation of this program.
3382	(h) Provisions for a trial period on the trading of
3383	allowances before full implementation of a trading system.
3384	(i) Other requirements necessary or desirable to implement
3385	this section.
3386	Section 52. Present subsections (3) through (30) of section
3387	403.503, Florida Statutes, are redesignated as subsections (4)
3388	through (31), respectively, a new subsection (3) is added to that
3389	section, and present subsection (10) of that section is amended,
3390	to read:
3391	403.503 Definitions relating to Florida Electrical Power
3392	Plant Siting ActAs used in this act:
3393	(3) "Alternate corridor" means an area that is proposed by
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3394 the applicant or a third party within which all or part of an 3395 associated electrical transmission line right-of-way is to be 3396 located and that is different from the preferred transmission 3397 line corridor proposed by the applicant. The width of the 3398 alternate corridor proposed for certification for an associated 3399 electrical transmission line may be the width of the proposed 3400 right-of-way or a wider boundary not to exceed a width of 1 mile. The area within the alternate corridor may be further restricted 3401 3402 as a condition of certification. The alternate corridor may 3403 include alternate electrical substation sites if the applicant has proposed an electrical substation as part of the portion of 3404 3405 the proposed electrical transmission line.

3406 (11) (10) "Corridor" means the proposed area within which an 3407 associated linear facility right-of-way is to be located. The 3408 width of the corridor proposed for certification as an associated 3409 facility, at the option of the applicant, may be the width of the 3410 right-of-way or a wider boundary, not to exceed a width of 1 3411 mile. The area within the corridor in which a right-of-way may be 3412 located may be further restricted by a condition of 3413 certification. After all property interests required for the 3414 right-of-way have been acquired by the licensee, the boundaries 3415 of the area certified shall narrow to only that land within the 3416 boundaries of the right-of-way. The corridors proposed for 3417 certification shall be those addressed in the application, in amendments to the application filed under s. 403.5064, and in 3418 3419 notices of acceptance of proposed alternate corridors filed by an 3420 applicant and the department pursuant to s. 403.5271, as 3421 incorporated by reference in s. 403.5064(1)(b), for which the 3422 required information for the preparation of agency supplemental

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3423	reports was filed.
3424	Section 53. Present subsections (9) through (12) of section
3425	403.504, Florida Statutes, are redesignated as subsections (10)
3426	through (13), respectively, and a new subsection (9) is added to
3427	that section, to read:
3428	403.504 Department of Environmental Protection; powers and
3429	duties enumeratedThe department shall have the following
3430	powers and duties in relation to this act:
3431	(9) To determine whether an alternate corridor proposed for
3432	consideration under s. 403.5064(4) is acceptable.
3433	Section 54. Subsection (1) of section 403.506, Florida
3434	Statutes, is amended, and subsection (3) is added to that
3435	section, to read:
3436	403.506 Applicability, thresholds, and certification
3437	(1) The provisions of this act shall apply to any
3438	electrical power plant as defined herein, except that the
3439	provisions of this act shall not apply to any electrical power
3440	plant or steam generating plant of less than 75 megawatts in
3441	<u>gross</u> capacity <u>including its associated facilities</u> or to any
3442	substation to be constructed as part of an associated
3443	transmission line unless the applicant has elected to apply for
3444	certification of such <u>electrical power</u> plant or substation under
3445	this act. The provisions of this act shall not apply to any unit
3446	capacity <u>expansions</u> expansion of <u>75</u> 35 megawatts or less, in the
3447	aggregate, of an existing exothermic reaction cogeneration
3448	electrical generating facility unit that was exempt from this act
3449	when it was originally built; however, this exemption shall not
3450	apply if the unit uses oil or natural gas for purposes other than
3451	unit startup. No construction of any new electrical power plant

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3452 or expansion in steam generating capacity as measured by an 3453 increase in the maximum electrical generator rating of any 3454 existing electrical power plant may be undertaken after October 3455 1, 1973, without first obtaining certification in the manner as 3456 herein provided, except that this act shall not apply to any such 3457 electrical power plant which is presently operating or under 3458 construction or which has, upon the effective date of chapter 73-3459 33, Laws of Florida, applied for a permit or certification under 3460 requirements in force prior to the effective date of such act. (3) An electric utility may obtain separate licenses, 3461 permits, and approvals for the construction of facilities 3462 3463 necessary to construct an electrical power plant without first 3464 obtaining certification under this act if the utility intends to 3465 locate, license, and construct a proposed or expanded electrical 3466 power plant that uses nuclear materials as fuel. Such facilities 3467 may include, but are not limited to, access and onsite roads, rail lines, electrical transmission facilities to support 3468 3469 construction, and facilities necessary for waterborne delivery of 3470 construction materials and project components. This exemption 3471 applies to such facilities regardless of whether the facilities are used for operation of the power plant. The applicant shall 3472 3473 file with the department a statement that declares that the 3474 construction of such facilities is necessary for the timely 3475 construction of the proposed electrical power plant and 3476 identifies those facilities that the applicant intends to seek 3477 licenses for and construct prior to or separate from certification of the project. The facilities may be located 3478 3479 within or off of the site for the proposed electrical power plant. The filing of an application under this act does not 3480

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3481 affect other applications for separate licenses which are pending 3482 at the time of filing the application. Furthermore, the filing of 3483 an application does not prevent an electric utility from seeking 3484 separate licenses for facilities that are necessary to construct 3485 the electrical power plant. Licenses, permits, or approvals 3486 issued by any state, regional, or local agency for such 3487 facilities shall be incorporated by the department into a final 3488 certification upon completion of construction. Any facilities 3489 necessary for construction of the electrical power plant shall 3490 become part of the certified electrical power plant upon 3491 completion of the electrical power plant's construction. The 3492 exemption in this subsection does not require or authorize agency 3493 rulemaking, and any action taken under this subsection is not 3494 subject to chapter 120. This subsection shall be given 3495 retroactive effect and applies to applications filed after May 1, 3496 2008. 3497 Section 55. Subsections (1) and (4) of section 403.5064, 3498 Florida Statutes, are amended to read: 3499 403.5064 Application; schedules.--3500 The formal date of filing of a certification (1)3501 application and commencement of the certification review process 3502 shall be when the applicant submits: 3503 Copies of the certification application in a quantity (a) 3504 and format as prescribed by rule to the department and other 3505 agencies identified in s. 403.507(2)(a). 3506 (b) A statement affirming that the applicant is opting to 3507 allow consideration of alternate corridors for an associated 3508 transmission line corridor. If alternate corridors are allowed, 3509 at the applicant's option, the portion of the application

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addressing associated transmission line corridors shall be 3510 3511 processed pursuant to the schedule set forth in ss. 403.521-403.526 and 403.5271, including the opportunity for the filing 3512 3513 and review of alternate corridors, if a party proposes alternate 3514 transmission line corridor routes for consideration no later than 3515 115 days before the certification hearing that is scheduled for 3516 the power plant, including any associated transmission line corridors, in accordance with s. 403.508(2). 3517

3518 <u>(c) (b)</u> The application fee specified under s. 403.518 to 3519 the department.

3520 (4) Within 7 days after the filing of an application, the 3521 department shall prepare a proposed schedule of dates for 3522 determination of completeness, submission of statements of 3523 issues, submittal of final reports, and other significant dates 3524 to be followed during the certification process, including dates 3525 for filing notices of appearance to be a party pursuant to s. 3526 403.508(3). If the application includes one or more associated 3527 transmission line corridors, at the request of the applicant 3528 filed concurrently with the application, the department shall use 3529 the application processing schedule set forth in ss. 403.521-3530 403.526 and 403.5271 for the associated transmission line 3531 corridors, including the opportunity for the filing and review of alternate corridors, if a party proposes alternate transmission 3532 line corridor routes for consideration no later than 115 days 3533 3534 before the scheduled certification hearing. Notwithstanding an 3535 applicant's option for the transmission line corridor portion of 3536 its application to be processed under the proposed schedule, only 3537 one certification hearing shall be held for the entire power 3538 plant in accordance with s. 403.508(2). The proposed This

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3539 schedule shall be timely provided by the department to the 3540 applicant, the administrative law judge, all agencies identified 3541 pursuant to subsection (2), and all parties. Within 7 days after 3542 the filing of the proposed schedule, the administrative law judge 3543 shall issue an order establishing a schedule for the matters 3544 addressed in the department's proposed schedule and other 3545 appropriate matters, if any.

3546 Section 56. Subsections (1) and (3) of section 403.50665, 3547 Florida Statutes, are amended, and subsection (7) is added to 3548 that section, to read:

3549

403.50665 Land use consistency.--

(1) The applicant shall include in the application a statement on the consistency of the site, or any directly associated facilities <u>that constitute a "development," as defined</u> <u>by s. 380.04</u>, with existing land use plans and zoning ordinances that were in effect on the date the application was filed and a full description of such consistency.

3556 If the local government issues a determination that the (3) 3557 proposed electrical power plant and any directly associated 3558 facility is not consistent or in compliance with local land use 3559 plans and zoning ordinances, the applicant may apply to the local 3560 government for the necessary local approval to address the 3561 inconsistencies in the local government's determination. If the 3562 applicant makes such an application to the local government, the 3563 time schedules under this act shall be tolled until the local 3564 government issues its revised determination on land use and 3565 zoning or the applicant otherwise withdraws its application to 3566 the local government. If the applicant applies to the local 3567 government for necessary local land use or zoning approval, the

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3568 local government shall issue a revised determination within 30 3569 days following the conclusion of that local proceeding, and the 3570 time schedules and notice requirements under this act shall apply 3571 to such revised determination.

3572 The issue of land use and zoning consistency for any (7) 3573 alternate intermediate electrical substation that is proposed as 3574 part of an alternate electrical transmission line corridor and 3575 that is accepted by the applicant and the department under s. 3576 403.5271(1)(b) shall be addressed in the supplementary report 3577 prepared by the local government on the proposed alternate 3578 corridor and shall be considered as an issue at any final 3579 certification hearing. If such a proposed intermediate electrical 3580 substation is determined to not be consistent with local land use 3581 plans and zoning ordinances, the alternate electrical substation 3582 shall not be certified.

3583 Section 57. Paragraph (d) of subsection (3) of section 3584 403.509, Florida Statutes, is amended, present subsections (4) 3585 through (6) of that section, are redesignated as subsections (5) 3586 through (7), respectively, and a new subsection (4) is added to 3587 that section, to read:

3588

403.509 Final disposition of application.--

(3) In determining whether an application should be approved in whole, approved with modifications or conditions, or denied, the board, or secretary when applicable, shall consider whether, and the extent to which, the location of the electrical power plant and directly associated facilities and their construction and operation will:

3595 (d) Meet the electrical energy needs of the state in an 3596 orderly, reliable, and timely fashion.

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3597	(4)(a) Any transmission line corridor certified by the
3598	board, or secretary if applicable, shall meet the criteria of
3599	this section. When more than one transmission line corridor is
3600	proposed for certification under s. 403.503(10) and meets the
3601	criteria of this section, the board, or secretary if applicable,
3602	shall certify the transmission line corridor that has the least
3603	adverse impact regarding the criteria in subsection (3),
3604	including costs.
3605	(b) If the board, or secretary if applicable, finds that an
3606	alternate corridor rejected pursuant to s. 403.5271 as
3607	incorporated by reference in s. 403.5064(1)(b) meets the criteria
3608	of subsection (3) and has the least adverse impact regarding the
3609	criteria in subsection (3), the board, or secretary if
3610	applicable, shall deny certification or shall allow the applicant
3611	to submit an amended application to include the corridor.
3612	(c) If the board, or secretary if applicable, finds that
3613	two or more of the corridors that comply with subsection (3) have
3614	the least adverse impacts regarding the criteria in subsection
3615	(3), including costs, and that the corridors are substantially
3616	equal in adverse impacts regarding the criteria in subsection
3617	(3), including costs, the board, or secretary if applicable,
3618	shall certify the corridor preferred by the applicant if the
3619	corridor is one proper for certification under s. 403.503(10).
3620	Section 58. Subsection (5) is added to section 403.5115,
3621	Florida Statutes, to read:
3622	403.5115 Public notice
3623	(5) A proponent of an alternate corridor shall publish
3624	public notices concerning the filing of a proposal for an
3625	alternate corridor; the route of the alternate corridor; the

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3626 revised time schedules, if any; the filing deadline for a 3627 petition to become a party; and the date of the rescheduled 3628 certification hearing, if necessary. For purposes of this 3629 subsection, all notices must be published in a newspaper or 3630 newspapers of general circulation within the county or counties 3631 affected by the proposed alternate corridor and must comply with 3632 the requirements provided in subsection (2). The notices must be 3633 published at least 45 days before the date of the rescheduled 3634 certification hearing. Section 59. Subsection (1) of section 403.5175, Florida 3635 3636 Statutes, is amended to read: 3637 403.5175 Existing electrical power plant site 3638 certification.--3639 (1) An electric utility that owns or operates an existing 3640 electrical power plant as defined in s. 403.503(14) s. 3641 403.503(13) may apply for certification of an existing power 3642 plant and its site in order to obtain all agency licenses 3643 necessary to ensure compliance with federal or state 3644 environmental laws and regulation using the centrally 3645 coordinated, one-stop licensing process established by this part. 3646 An application for site certification under this section must be 3647 in the form prescribed by department rule. Applications must be 3648 reviewed and processed using the same procedural steps and 3649 notices as for an application for a new facility, except that a 3650 determination of need by the Public Service Commission is not 3651 required. 3652 Section 60. Subsection (6) is added to section 403.518,

3653 Florida Statutes, to read:

3654

403.518 Fees; disposition.--The department shall charge the

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3655 applicant the following fees, as appropriate, which, unless 3656 otherwise specified, shall be paid into the Florida Permit Fee 3657 Trust Fund:

3658 (6) An application fee for an alternate corridor filed 3659 pursuant to s. 403.5064(4). The application fee shall be \$750 per 3660 mile for each mile of the alternate corridor located within an 3661 existing electric transmission line right-of-way or within an 3662 existing right-of-way for a road, highway, railroad, or other 3663 aboveground linear facility, or \$1,000 per mile for each mile of 3664 an electric transmission line corridor proposed to be located outside the existing right-of-way. 3665

3666 Section 61. Subsection (4) of section 403.519, Florida 3667 Statutes, is amended to read:

3668

403.519 Exclusive forum for determination of need.--

3669 In making its determination on a proposed electrical (4) 3670 power plant using nuclear materials or synthesis gas produced by integrated gasification combined cycle power plant as fuel, the 3671 3672 commission shall hold a hearing within 90 days after the filing 3673 of the petition to determine need and shall issue an order 3674 granting or denying the petition within 135 days after the date 3675 of the filing of the petition. The commission shall be the sole 3676 forum for the determination of this matter and the issues addressed in the petition, which accordingly shall not be 3677 3678 reviewed in any other forum, or in the review of proceedings in 3679 such other forum. In making its determination to either grant or 3680 deny the petition, the commission shall consider the need for 3681 electric system reliability and integrity, including fuel 3682 diversity, the need for base-load generating capacity, the need 3683 for adequate electricity at a reasonable cost, and whether

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3684 renewable energy sources and technologies, as well as 3685 conservation measures, are utilized to the extent reasonably 3686 available.

3687

(a) The applicant's petition shall include:

3688 1. A description of the need for the generation capacity.
3689 2. A description of how the proposed nuclear or integrated
3690 gasification combined cycle power plant will enhance the
3691 reliability of electric power production within the state by
3692 improving the balance of power plant fuel diversity and reducing
3693 Florida's dependence on fuel oil and natural gas.

3694 3. A description of and a nonbinding estimate of the cost
3695 of the nuclear or integrated gasification combined cycle power
3696 plant, including any costs associated with new, enlarged, or
3697 relocated electrical transmission lines or facilities of any size
3698 that are necessary to serve the nuclear power plant.

3699 4. The annualized base revenue requirement for the first 12
3700 months of operation of the nuclear or integrated gasification
3701 combined cycle power plant.

5. Information on whether there were any discussions with any electric utilities regarding ownership of a portion of the nuclear or integrated gasification combined cycle power plant by such electric utilities.

(b) In making its determination, the commission shall take into account matters within its jurisdiction, which it deems relevant, including whether the nuclear or integrated gasification combined cycle power plant will:

- 3710
- 1. Provide needed base-load capacity.

3711 2. Enhance the reliability of electric power production3712 within the state by improving the balance of power plant fuel

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3713 diversity and reducing Florida's dependence on fuel oil and 3714 natural gas.

3715 3. Provide the most cost-effective source of power, taking into account the need to improve the balance of fuel diversity, 3716 3717 reduce Florida's dependence on fuel oil and natural gas, reduce 3718 air emission compliance costs, and contribute to the long-term 3719 stability and reliability of the electric grid.

3720

(c) No provision of rule 25-22.082, Florida Administrative 3721 Code, shall be applicable to a nuclear or integrated gasification 3722 combined cycle power plant sited under this act, including 3723 provisions for cost recovery, and an applicant shall not 3724 otherwise be required to secure competitive proposals for power 3725 supply prior to making application under this act or receiving a 3726 determination of need from the commission.

3727 (d) The commission's determination of need for a nuclear or 3728 integrated gasification combined cycle power plant shall create a 3729 presumption of public need and necessity and shall serve as the 3730 commission's report required by s. 403.507(4)(a). An order 3731 entered pursuant to this section constitutes final agency action. 3732 Any petition for reconsideration of a final order on a petition 3733 for need determination shall be filed within 5 days after the 3734 date of such order. The commission's final order, including any 3735 order on reconsideration, shall be reviewable on appeal in the 3736 Florida Supreme Court. Inasmuch as delay in the determination of 3737 need will delay siting of a nuclear or integrated gasification 3738 combined cycle power plant or diminish the opportunity for 3739 savings to customers under the federal Energy Policy Act of 2005, 3740 the Supreme Court shall proceed to hear and determine the action 3741 as expeditiously as practicable and give the action precedence

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3767

to read:

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3742 over matters not accorded similar precedence by law. 3743 (e) After a petition for determination of need for a 3744 nuclear or integrated gasification combined cycle power plant has 3745 been granted, the right of a utility to recover any costs 3746 incurred prior to commercial operation, including, but not 3747 limited to, costs associated with the siting, design, licensing, 3748 or construction of the plant and new, expanded, or relocated electrical transmission lines or facilities of any size that are 3749 3750 necessary to serve the nuclear power plant, shall not be subject 3751 to challenge unless and only to the extent the commission finds, 3752 based on a preponderance of the evidence adduced at a hearing 3753 before the commission under s. 120.57, that certain costs were 3754 imprudently incurred. Proceeding with the construction of the 3755 nuclear or integrated gasification combined cycle power plant 3756 following an order by the commission approving the need for the 3757 nuclear or integrated gasification combined cycle power plant 3758 under this act shall not constitute or be evidence of imprudence. 3759 Imprudence shall not include any cost increases due to events 3760 beyond the utility's control. Further, a utility's right to 3761 recover costs associated with a nuclear or integrated 3762 gasification combined cycle power plant may not be raised in any 3763 other forum or in the review of proceedings in such other forum. 3764 Costs incurred prior to commercial operation shall be recovered 3765 pursuant to chapter 366. 3766 Section 62. Section 403.7031, Florida Statutes, is amended

3768 403.7031 Limitations on definitions adopted by local 3769 ordinance.--A county or a municipality <u>may</u> shall not adopt by 3770 ordinance, or use in practice, any definition that is

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601-07390-08 20081544c3 inconsistent with the definitions in s. 403.703. 3771 3772 Section 63. Section 403.7055, Florida Statutes, is created 3773 to read: 3774 403.7055 Methane capture.--3775 (1) Each county is encouraged to form multicounty regional 3776 solutions to the capture and reuse or sale of methane gas from 3777 landfills and wastewater treatment facilities. 3778 (2) The department shall provide planning guidelines and 3779 technical assistance to each county to develop and implement such 3780 multicounty efforts. 3781 Section 64. Paragraph (i) of subsection (6) of section 3782 403.814, Florida Statutes, is amended to read: 3783 403.814 General permits; delegation.--(6) Construction and maintenance of electric transmission 3784 3785 or distribution lines in wetlands by electric utilities, as 3786 defined in s. 366.02, shall be authorized by general permit 3787 provided the following provisions are implemented: 3788 (i) This subsection also applies to transmission lines and 3789 appurtenances certified pursuant to part II of this chapter. 3790 However, the criteria of the general permit shall not otherwise 3791 affect the authority of the siting board to condition 3792 certification of transmission lines as authorized under part II 3793 of this chapter. 3794 3795 Maintenance of existing electric lines and clearing of vegetation 3796 in wetlands conducted without the placement of structures in 3797 wetlands or other dredge and fill activities does not require an 3798 individual or general construction permit. For the purpose of 3799 this subsection, wetlands shall mean the landward extent of

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3800 waters of the state regulated under ss. 403.91-403.929 and 3801 isolated and nonisolated wetlands regulated under part IV of 3802 chapter 373. The provisions provided in this subsection apply to 3803 the permitting requirements of the department, any water 3804 management district, and any local government implementing part 3805 IV of chapter 373 or part VIII of this chapter.

3806 Section 65. Section 489.145, Florida Statutes, is amended 3807 to read:

3808 489.145 Guaranteed energy performance savings 3809 contracting.--

3810 (1) SHORT TITLE.--This section may be cited as the 3811 "Guaranteed Energy, Water, and Wastewater Performance Savings 3812 Contracting Act."

3813 (2) LEGISLATIVE FINDINGS. -- The Legislature finds that 3814 investment in energy, water, and wastewater conservation measures 3815 in agency facilities can reduce the amount of energy and water 3816 consumed and wastewater treated and produce immediate and long-3817 term savings. It is the policy of this state to encourage each 3818 agency agencies to invest in energy, water, and wastewater 3819 efficiency and conservation measures that reduce energy 3820 consumption, produce a cost savings for the agency, and improve 3821 the quality of indoor air in public facilities and to operate, maintain, and, when economically feasible, build or renovate 3822 3823 existing agency facilities in such a manner as to minimize energy 3824 and water consumption and wastewater production and maximize 3825 energy, water, and wastewater savings. It is further the policy 3826 of this state to encourage agencies to reinvest any energy 3827 savings resulting from energy, water, and wastewater efficiency and conservation measures in additional energy, water, and 3828

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601-07390-08 20081544c3 3829 wastewater conservation measures efforts. 3830 (3) DEFINITIONS.--As used in this section, the term: 3831 "Agency" means the state, a municipality, or a (a) political subdivision. 3832 3833 "Energy conservation measure" means a training program, (b) 3834 facility alteration τ or equipment purchase to be used in new 3835 construction, including an addition to an existing facilities or 3836 infrastructure facility, which reduces energy, water, or 3837 wastewater or energy-related operating costs and includes, but is 3838 not limited to: 3839 1. Insulation of the facility structure and systems within 3840 the facility. 3841 Storm windows and doors, caulking or weatherstripping, 2. 3842 multiglazed windows and doors, heat-absorbing, or heat-3843 reflective, glazed and coated window and door systems, additional 3844 glazing, reductions in glass area, and other window and door 3845 system modifications that reduce energy consumption. 3846 3. Automatic energy control systems. 3847 4. Heating, ventilating, or air-conditioning system 3848 modifications or replacements. 3849 5. Replacement or modifications of lighting fixtures to 3850 increase the energy efficiency of the lighting system, which, at 3851 a minimum, must conform to the applicable state or local building 3852 code. 3853 6. Energy recovery systems. 3854 Cogeneration systems that produce steam or forms of 7. 3855 energy such as heat, as well as electricity, for use primarily 3856 within a facility or complex of facilities. 3857 8. Energy conservation measures that reduce Btu, kW, or kWh

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3858 <u>consumed or</u> that provide long-term operating cost reductions or 3859 significantly reduce Btu consumed.

3860 9. Renewable energy systems, such as solar, biomass, or 3861 wind systems.

3862 10. Devices that reduce water consumption or sewer charges.
3863 11. Energy storage systems, such as fuel cells and thermal
3864 storage.

3865 12. <u>Energy</u> generating technologies, such as microturbines.
3866 13. Any other repair, replacement, or upgrade of existing

3866 13. Any other repair, replacement, or upgrade of existing 3867 equipment.

3868 (C) "Energy, water, and wastewater cost savings" means a 3869 measured reduction in the cost of fuel, energy, or water 3870 consumption or wastewater production, and stipulated operation 3871 and maintenance created from the implementation of one or more 3872 energy, water, or wastewater efficiency or conservation measures 3873 when compared with an established baseline for the previous cost 3874 of fuel, energy, or water consumption or wastewater production, 3875 and stipulated operation and maintenance.

(d) "Guaranteed energy, water, and wastewater performance savings contract" means a contract for the evaluation, recommendation, and implementation of energy, water, and <u>wastewater efficiency or</u> conservation measures, which, at a minimum, shall include:

3881 1. The design and installation of equipment to implement 3882 one or more of such measures and, if applicable, operation and 3883 maintenance of such measures.

3884 2. The amount of any actual annual savings that meet or 3885 exceed total annual contract payments made by the agency for the 3886 contract.

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3887 3. The finance charges incurred by the agency over the life 3888 of the contract.

(e) "Guaranteed energy performance savings contractor" means a person or business that is licensed under chapter 471, chapter 481, or this chapter, and is experienced in the analysis, design, implementation, or installation of energy conservation measures through energy performance contracts.

(f) "Investment grade energy audit" means a detailed energy, water, and wastewater audit, along with an accompanying analysis of proposed energy, water, and wastewater conservation measures, and their costs, savings, and benefits prior to entry into an energy savings contract.

3899 (4)

(4) PROCEDURES.--

(a) An agency may enter into a guaranteed energy
performance savings contract with a guaranteed energy performance
savings contractor to significantly reduce energy, water, or
<u>wastewater consumption</u> or production of energy-related operating
costs of an agency facility through one or more energy, water, or
wastewater efficiency or conservation measures.

3906 Before design and installation of energy conservation (b) 3907 measures, the agency must obtain from a guaranteed energy 3908 performance savings contractor an investment grade audit a report 3909 that summarizes the costs associated with the energy conservation 3910 measures or energy-related operational cost-saving measures and 3911 provides an estimate of the amount of the energy cost savings. 3912 The agency and the guaranteed energy performance savings 3913 contractor may enter into a separate agreement to pay for costs 3914 associated with the preparation and delivery of the report; 3915 however, payment to the contractor shall be contingent upon the

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3916 report's projection of energy <u>or operational</u> cost savings being 3917 equal to or greater than the total projected costs of the design 3918 and installation of the report's energy conservation measures.

3919 The agency may enter into a guaranteed energy (C) 3920 performance savings contract with a guaranteed energy performance 3921 savings contractor if the agency finds that the amount the agency 3922 would spend on the energy conservation or energy-related cost-3923 savings measures will not likely exceed the amount of the energy 3924 or energy-related cost savings for up to 20 years from the date 3925 of installation, based on the life cycle cost calculations provided in s. 255.255, if the recommendations in the report were 3926 3927 followed and if the qualified provider or providers give a 3928 written guarantee that the energy or energy-related cost savings 3929 will meet or exceed the costs of the system. However, actual 3930 computed cost savings must meet or exceed the estimated cost 3931 savings provided in program approval. Baseline adjustments used 3932 in calculations must be specified in the contract. The contract 3933 may provide for installment payments for a period not to exceed 3934 20 years.

(d) A guaranteed energy performance savings contractor must be selected in compliance with s. 287.055; except that if fewer than three firms are qualified to perform the required services, the requirement for agency selection of three firms, as provided in s. 287.055(4)(b), and the bid requirements of s. 287.057 do not apply.

(e) Before entering into a guaranteed energy performance savings contract, an agency must provide published notice of the meeting in which it proposes to award the contract, the names of the parties to the proposed contract, and the contract's purpose.

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3945 (f) A guaranteed energy performance savings contract may 3946 provide for financing, including tax-exempt financing, by a third 3947 party. The contract for third party financing may be separate from the guaranteed energy performance contract. A separate 3948 3949 contract for third party financing must include a provision that 3950 the third party financier must not be granted rights or 3951 privileges that exceed the rights and privileges available to the 3952 guaranteed energy performance savings contractor.

Financing for guaranteed energy performance savings (g) contracts may be provided under the authority of s. 287.064.

The office of the Chief Financial Officer shall review (h) proposals from state agencies to ensure that the most effective financing is being used.

(i) Annually, the agency that has entered into the contract 3959 shall provide the Department of Management Services and the Chief 3960 Financial Officer the measurement and verification report required by the contract to validate that energy savings have occurred.

3963 (j) (g) In determining the amount the agency will finance to 3964 acquire the energy conservation measures, the agency may reduce 3965 such amount by the application of any grant moneys, rebates, or 3966 capital funding available to the agency for the purpose of buying 3967 down the cost of the guaranteed energy performance savings 3968 contract. However, in calculating the life cycle cost as required 3969 in paragraph (c), the agency shall not apply any grants, rebates, 3970 or capital funding.

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(5) CONTRACT PROVISIONS.--

3972 A quaranteed energy performance savings contract must (a) 3973 include a written guarantee that may include, but is not limited

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3974 to the form of, a letter of credit, insurance policy, or 3975 corporate guarantee by the guaranteed energy performance savings 3976 contractor that annual <u>associated</u> energy cost savings will meet 3977 or exceed the amortized cost of energy conservation measures.

3978 (b) The guaranteed energy performance savings contract must 3979 provide that all payments, except obligations on termination of 3980 the contract before its expiration, may be made over time, but 3981 not to exceed 20 years from the date of complete installation and 3982 acceptance by the agency, and that the annual savings are 3983 guaranteed to the extent necessary to make annual payments to 3984 satisfy the guaranteed energy performance savings contract.

3985 (c) The guaranteed energy performance savings contract must 3986 require that the guaranteed energy performance savings contractor 3987 to whom the contract is awarded provide a 100-percent public 3988 construction bond to the agency for its faithful performance, as 3989 required by s. 255.05.

(d) The guaranteed energy performance savings contract may contain a provision allocating to the parties to the contract any annual energy cost savings that exceed the amount of the energy cost savings guaranteed in the contract.

3994 The guaranteed energy performance savings contract (e) 3995 shall require the guaranteed energy performance savings 3996 contractor to provide to the agency an annual reconciliation of the guaranteed energy or energy-related cost savings. If the 3997 3998 reconciliation reveals a shortfall in annual energy or energy-3999 related cost savings, the guaranteed energy performance savings 4000 contractor is liable for such shortfall. If the reconciliation 4001 reveals an excess in annual energy cost savings, the excess 4002 savings may be allocated under paragraph (d) but may not be used

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4003 to cover potential energy cost savings shortages in subsequent 4004 contract years.

(f) The guaranteed energy performance savings contract must provide for payments of not less than one-twentieth of the price to be paid within 2 years from the date of the complete installation and acceptance by the agency <u>using straight-line</u> <u>amortization for the term of the loan</u>, and the remaining costs to be paid at least quarterly, not to exceed a 20-year term, based on life cycle cost calculations.

(g) The guaranteed energy performance savings contract may extend beyond the fiscal year in which it becomes effective; however, the term of any contract expires at the end of each fiscal year and may be automatically renewed annually for up to 20 years, subject to the agency making <u>available</u> sufficient annual <u>funds</u> appropriations based upon continued realized energy savings.

4019 (h) The guaranteed energy performance savings contract must 4020 stipulate that it does not constitute a debt, liability, or 4021 obligation of the state.

4022 PROGRAM ADMINISTRATION AND CONTRACT REVIEW.--The (6)4023 Department of Management Services, with the assistance of the 4024 Office of the Chief Financial Officer, shall may, within 4025 available resources, provide technical content assistance to 4026 state agencies contracting for energy conservation measures and 4027 engage in other activities considered appropriate by the 4028 department for promoting and facilitating guaranteed energy 4029 performance contracting by state agencies. The Department of 4030 Management Services shall review the investment-grade audit for 4031 each proposed project and certify that the cost savings are

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4032 appropriate and sufficient for the term of the contract. The 4033 Office of the Chief Financial Officer, with the assistance of the 4034 Department of Management Services, shall develop model 4035 contractual and other related documents and shall, by rule may, 4036 within available resources, develop the contract requirements 4037 model contractual and related documents for use by state and 4038 other agencies. Prior to entering into a guaranteed energy performance savings contract, any contract or lease for third-4039 4040 party financing, or any combination of such contracts, a state agency shall submit such proposed contract or lease to the Office 4041 4042 of the Chief Financial Officer for review and approval. A 4043 proposed contract or lease shall include: 4044 (a) Supporting information required by s. 216.023(a)9. in 4045 ss. 287.063(5) and 287.064(11). For contracts approved under s. 4046 489.145, the criteria may, at a minimum, include the 4047 specification of a benchmark cost of capital and minimum real 4048 rate of return on energy, water, or wastewater savings against 4049 which proposals shall be evaluated. 4050 (b) Documentation supporting recurring funds requirements in ss. 287.063(5) and 287.064(11). 4051 4052 (c) Approval by the agency head or his or her designee. 4053 (d) An agency measurement and verification plan to monitor 4054 cost savings. (7) FUNDING SUPPORT. -- For purposes of consolidated 4055 4056 financing of deferred payment commodity contracts under this 4057 section by a state agency, any such contract must be supported 4058 from available recurring funds appropriated to the agency in an 4059 appropriation category, as defined in chapter 216, which the 4060 Legislature has designated for payment of the obligation incurred

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4061	under this section, or which the Chief Financial Officer has
4062	determined is appropriate.
4063	
4064	The office of the Chief Financial Officer may not approve any
4065	contract from any state agency submitted under this section which
4066	does not meet the requirements of this section.
4067	Section 66. Section 526.203, Florida Statutes, is created
4068	to read:
4069	526.203 Renewable fuel standard
4070	(1) DEFINITIONSAs used in this ss. 526.203-526.206, the
4071	terms "blender," "exporter," "importer," "terminal supplier," and
4072	"wholesaler" shall be defined as provided in s. 206.01.
4073	(a) "Fuel ethanol-blended gasoline" means a mixture of 90
4074	percent gasoline and 10 percent fuel ethanol or similar alcohol.
4075	The 10 percent fuel ethanol, or similar alcohol, portion may be
4076	derived from any agricultural source.
4077	(b) "Unblended gasoline" means gasoline that has not been
4078	blended with fuel ethanol.
4079	(2) FUEL STANDARDOn and after December 31, 2010, all
4080	gasoline sold or offered for sale in Florida at retail shall
4081	contain, at a minimum 10 percent of a agriculturally derived,
4082	denatured ethanol fuel by volume. No terminal supplier, importer,
4083	exporter, blender, or wholesaler in this state shall sell or
4084	deliver fuel that which does not meet the blending requirements
4085	<u>of ss. 526.203-526.206.</u>
4086	(3) EXEMPTIONSThe requirements of ss. 526.203-526.206 do
4087	not apply to the following:
4088	(a) Fuel used in aircraft;
4089	(b) Fuel sold at marinas and mooring docks for use in boats

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4090	and similar watercraft;
4091	(c) Fuel sold at public or private racecourses intended to
4092	be used exclusively as a fuel for off-highway motor sports racing
4093	events;
4094	(d) Fuel sold for use in collector vehicles or vehicles
4095	eligible to be licensed as collector vehicles, off-road vehicles,
4096	motorcycles, or small engines.
4097	(e) Fuel unable to comply due to requirements of the United
4098	States Environmental Protection Agency;
4099	(f) Fuel bulk transferred between terminals;
4100	(g) Fuel exported from the state in accordance with s.
4101	206.052;
4102	(h) Fuel qualifying for any exemption in accordance with
4103	chapter 206;
4104	(i) Fuel at an electric power plant that is regulated by
4105	the United States Nuclear Regulatory Commission unless such
4106	commission has approved the use of fuel meeting the requirements
4107	of subsection (2);
4108	(j) Fuel for a railroad locomotive; or
4109	(k) Fuel for equipment, including vehicle or vessel,
4110	covered by a warranty that would be voided, if explicitly stated
4111	in writing by the vehicle or vessel manufacturer, if it were to
4112	be operated using fuel meeting the requirements of subsection
4113	<u>(2).</u>
4114	(4) REPORTPursuant to s. 206.43, each terminal supplier,
4115	importer, exporter, blender, and wholesaler shall include in its
4116	report to the Department of Revenue the number of gallons of
4117	gasoline fuel meeting and not meeting the requirements of ss.
4118	526.203-526.206 which is sold and delivered by the terminal

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4119	supplier, importer, exporter, blender, or wholesaler in the
4120	state, and the destination as to the county in the state to which
4121	the gasoline was delivered for resale at retail or use.
4122	Section 67. Section 526.204, Florida Statutes, is created to
4123	read:
4124	526.204 Suspension during declared emergencies; waivers
4125	(1) In order to account for supply disruptions and ensure
4126	reliable supplies of motor fuels for Florida, the requirements of
4127	ss. 526.203-526.206 shall be suspended when the provisions of s.
4128	252.36(2) in any area of the state are in effect plus an
4129	additional 30 days.
4130	(2) If a terminal supplier, importer, exporter, blender, or
4131	wholesaler is unable to obtain fuel ethanol or fuel ethanol-
4132	blended gasoline at the same or lower price than the price of
4133	unblended gasoline, the sale or delivery of unblended gasoline by
4134	the terminal supplier, importer, exporter, blender, or wholesaler
4135	shall not be deemed a violation of ss. 526.203-526.206. The
4136	terminal supplier, importer, exporter, blender, or wholesaler
4137	shall, upon request, provide the required documentation regarding
4138	the sales transaction and price of fuel ethanol, fuel ethanol-
4139	blended gasoline, and unblended gasoline to the Department of
4140	Revenue.
4141	Section 68. Section 526.205, Florida Statutes, is created
4142	to read:
4143	526.205 Enforcement
4144	(1) It is unlawful to sell or distribute, or offer for sale
4145	or distribution, any gasoline that fails to meet the requirements
4146	of ss. 526.203-526.207.

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4147 (2) Upon determining that a terminal supplier, importer, 4148 exporter, blender, or wholesaler is not meeting the requirements 4149 of s. 526.203(2), the Department of Revenue shall notify the 4150 department. 4151 (3) Upon notification by the Department of Revenue of a 4152 violation of ss. 526.203-526.206, the department shall, subject 4153 to subsection (1), grant an extension or enter an order imposing 4154 one or more of the following penalties: 4155 (a) Issuance of a warning letter. 4156 (b) Imposition of an administrative fine of not more than \$1,000 per violation for a first-time offender. For a second-time 4157 4158 or repeat offender, or any person who is shown to have willfully 4159 and intentionally violated any provision of this chapter, the administrative fine shall not exceed \$5,000 per violation. When 4160 4161 imposing any fine under this section, the department shall 4162 consider the amount of money the violator benefited from by 4163 noncompliance, whether the violation was committed willfully, and 4164 the compliance record of the violator. 4165 (c) Revocation or suspension of any registration issued by 4166 the department. 4167 (4) Any terminal supplier, importer, exporter, blender, or 4168 wholesaler may apply to the department by September 30, 2010, for 4169 an extension of time to comply with the requirements of ss. 4170 526.203-526.206. The application for an extension must 4171 demonstrate that the applicant has made a good faith effort to 4172 comply with the requirements but has been unable to do so for reasons beyond the applicant's control, such as delays in 4173 4174 receiving governmental permits. The department shall review each 4175 application and make a determination as to whether the failure to

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4176	comply was beyond the control of the applicant. If the department
4177	determines that the applicant made a good faith effort to comply,
4178	but was unable to do so for reasons beyond the applicant's
4179	control, the department shall grant an extension of time
4180	determined necessary for the applicant to comply. If no extension
4181	is granted, the department shall proceed with enforcement
4182	pursuant to subsection (3).
4183	Section 69. Section 526.206, Florida Statutes, is created
4184	to read:
4185	526.206 Rules
4186	(1) The Department of Revenue is authorized to adopt rules
4187	pursuant to ss. 120.536(1) and 120.54 to implement the provisions
4188	of ss. 526.203-526.206.
4189	(2) The Department of Agriculture and Consumer Services is
4190	authorized to adopt rules pursuant to ss. 120.536(1) and 120.54
4191	to implement the provisions of ss. 526.203-526.206.
4192	Section 70. Studies and reports
4193	(1) The Florida Energy Commission shall conduct a study to
4194	evaluate and recommend the lifecycle greenhouse gas emissions
4195	associated with all renewable fuels, including, but not limited
4196	to, biodiesel, renewable diesel, biobutanol, ethanol derived from
4197	corn, ethanol derived from sugar, and cellulosic ethanol. In
4198	addition, the study shall evaluate and recommend a requirement
4199	that all renewable fuels introduced into commerce in the state,
4200	as a result of the renewable fuel standard, shall reduce the
4201	lifecycle greenhouse gas emissions by an average percentage. The
4202	study may also evaluate and recommend any benefits associated
4203	with the creation, banking, transfer, and sale of credits among
4204	fuel refiners, blenders, and importers.

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4205	(2) The Florida Energy Commission shall submit a report
4206	containing specific recommendations to the President of the
4207	Senate and the Speaker of the House of Representatives no later
4208	than December 31, 2010.
4209	Section 71. Present subsection (5) of section 553.77,
4210	Florida Statutes, is renumbered as subsection (6), and a new
4211	subsection (5) is added to that section, to read:
4212	553.77 Specific powers of the commission
4213	(5) The commission may implement its recommendations
4214	delivered pursuant to subsection (2) of section 48 of chapter
4215	2007-73, Laws of Florida, by amending the Florida Energy
4216	Efficiency Code for Building Construction as provided in s.
4217	<u>553.901.</u>
4218	Section 72. Section 553.886, Florida Statutes, is created
4219	to read:
4220	553.886 Energy-efficiency technologiesThe provisions of
4221	the Florida Building Code must facilitate and promote the use of
4222	cost-effective energy conservation, energy-demand management, and
4223	renewable energy technologies in buildings.
4224	Section 73. Section 553.9061, Florida Statutes, is created
4225	to read:
4226	553.9061 Scheduled increases in thermal efficiency
4227	standards
4228	(1) This section establishes a schedule of required
4229	increases in the energy-efficiency performance of buildings that
4230	are subject to the requirements for energy efficiency as
4231	contained in the current edition of the Florida Building Code.
4232	The Florida Building Commission shall implement the following
4233	energy-efficiency goals using the triennial code-adoption process

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601-07390-08 20081544c3 4234 established for updates to the Florida Building Code in s. 4235 553.73: 4236 (a) Include requirements in the 2010 edition of the Florida 4237 Building Code to increase the energy-efficiency performance of 4238 new buildings by at least 20 percent as compared to the 4239 performance achieved as a result of the implementation of the 4240 energy-efficiency provisions contained in the 2004 edition of the 4241 Florida Building Code, as amended on May 22, 2007; 4242 (b) Include requirements in the 2013 edition of the Florida 4243 Building Code to increase the energy-efficiency performance of 4244 new buildings by at least 30 percent as compared to the 4245 performance achieved as a result of the implementation of the 4246 energy-efficiency provisions contained in the 2004 edition of the 4247 Florida Building Code, as amended on May 22, 2007; 4248 (c) Include requirements in the 2016 edition of the Florida 4249 Building Code to increase the energy-efficiency performance of 4250 new buildings by at least 40 percent as compared to the 4251 performance achieved as a result of the implementation of the 4252 energy-efficiency provisions contained in the 2004 edition of the 4253 Florida Building Code, as amended on May 22, 2007; and 4254 (d) Include requirements in the 2019 edition of the Florida 4255 Building Code to increase the energy-efficiency performance of 4256 new buildings by at least 50 percent as compared to the 4257 performance achieved as a result of the implementation of the 4258 energy-efficiency provisions contained in the 2004 edition of the 4259 Florida Building Code, as amended on May 22, 2007. 4260 (2) The commission shall identify in any code-support and 4261 compliance documentation the specific building options and 4262 elements available to meet the energy-efficiency performance

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4263	requirements required under subsection (1). Energy-efficiency
4264	performance options and elements include, but are not limited to:
4265	(a) Solar water heating;
4266	(b) Energy-efficient appliances;
4267	(c) Energy-efficient windows, doors, and skylights;
4268	(d) Low solar-absorption roofs, also known as "cool roofs";
4269	(e) Enhanced ceiling and wall insulation;
4270	(f) Reduced-leak duct systems;
4271	(g) Programmable thermostats; and
4272	(h) Energy-efficient lighting systems.
4273	Section 74. (1) The Florida Building Commission shall
4274	conduct a study to evaluate the energy-efficiency rating of new
4275	buildings and appliances. The study must include a review of the
4276	current energy-efficiency ratings and consumer labeling
4277	requirements contained in chapter 553, Florida Statutes. The
4278	commission shall submit a written report of its study to the
4279	President of the Senate and the Speaker of the House of
4280	Representatives on or before February 1, 2009. The report must
4281	contain the commission's recommendations regarding the
4282	strengthening and integration of energy-efficiency ratings and
4283	labeling requirements.
4284	(2) The provisions of this section expire July 1, 2009.
4285	Section 75. (1) The Florida Building Commission shall
4286	conduct a study to evaluate opportunities to restructure the
4287	Florida Energy Efficiency Code for Building Construction to
4288	achieve long-range improvements to building energy performance.
4289	During such study, the commission shall address the integration
4290	of the Thermal Efficiency Code established in part V of chapter
4291	553, Florida Statutes, the Energy Conservation Standards Act
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601-07390-08 20081544c3 4292 established in part VI of chapter 553, Florida Statutes, and the 4293 Florida Building Energy-Efficiency Rating Act established in part 4294 VIII of chapter 553, Florida Statutes. 4295 (2) The commission shall submit a report containing 4296 specific recommendations on the integration of the code and acts 4297 identified in subsection (1) to the President of the Senate and 4298 the Speaker of the House of Representatives on or before February 1, 2009. 4299 4300 (3) The provisions of this section expire July 1, 2009. 4301 Section 76. (1) The Department of Community Affairs, in 4302 conjunction with the Florida Energy Affordability Coalition, 4303 shall identify and review issues relating to the Low-Income Home 4304 Energy Assistance Program and the Weatherization Assistance 4305 Program, and identify recommendations that: 4306 (a) Support customer health, safety, and well-being; 4307 (b) Maximize available financial and energy-conservation 4308 assistance; 4309 (c) Improve the quality of service to customers seeking 4310 assistance; and 4311 (d) Educate customers to make informed decisions regarding 4312 energy use and conservation. 4313 (2) On or before January 1, 2009, the department shall 4314 report its findings and any recommended statutory changes required to implement such findings to the President of the 4315 4316 Senate and the Speaker of the House of Representatives. 4317 (3) The provisions of this section expire July 1, 2009. 4318 Section 77. Subsection (1) of section 553.957, Florida Statutes, is amended to read: 4319 4320 553.957 Products covered by this part.--

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4321	(1) The provisions of this part apply to the testing,
4322	certification, and enforcement of energy conservation standards
4323	for the following types of new commercial and residential
4324	products sold in the state:
4325	(a) Refrigerators, refrigerator-freezers, and freezers
4326	which can be operated by alternating current electricity,
4327	excluding:
4328	1. Any type designed to be used without doors; and
4329	2. Any type which does not include a compressor and
4330	condenser unit as an integral part of the cabinet assembly.
4331	(b) Lighting equipment.
4332	(c) Showerheads.
4333	(d) Electric water heaters used to heat potable water in
4334	homes or businesses.
4335	(e) Electric motors used to pump water within swimming
4336	pools.
4337	(f) Water heaters for swimming pools.
4338	(g) (d) Any other type of consumer product which the
4339	department classifies as a covered product as specified in this
4340	part.
4341	Section 78. Section 553.975, Florida Statutes, is amended
4342	to read:
4343	553.975 Report to the Governor and LegislatureThe Public
4344	Service Commission shall submit a biennial report to the
4345	Governor, the President of the Senate, and the Speaker of the
4346	House of Representatives, concurrent with the report required by
4347	<u>s. 366.82(5)</u> s. 366.82(4) , beginning in 1990. Such report shall
4348	include an evaluation of the effectiveness of these standards on
4349	energy conservation in this state.

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601-07390-08 20081544c3 4350 Section 79. The Public Service Commission shall analyze 4351 utility revenue decoupling and provide a report and 4352 recommendations to the Governor, the President of the Senate, and 4353 the Speaker of the House of Representatives by January 1, 2009. 4354 Section 80. Subsection (6) is added to section 718.113, 4355 Florida Statutes, to read: 4356 718.113 Maintenance; limitation upon improvement; display 4357 of flag; hurricane shutters.--4358 (6) Notwithstanding the provisions of this section or the 4359 governing documents of a condominium or a multicondominium 4360 association, the board of administration may, without any 4361 requirement for approval of the unit owners, install upon or 4362 within the common elements or association property solar 4363 collectors, clotheslines, or other energy-efficient devices based 4364 on renewable resources for the benefit of the unit owners. 4365 Section 81. Section 1004.648, Florida Statutes, is created to read: 4366 4367 1004.648 Florida Energy Systems Consortium .--4368 (1) There is created the Florida Energy Systems Consortium 4369 to promote collaboration between experts in the State University 4370 System for the purpose of developing and implementing a 4371 comprehensive, long-term, environmentally compatible, 4372 sustainable, and efficient energy strategic plan for the state. 4373 The consortium shall focus on an overall broad systems approach, 4374 from energy resource to consumer, for producing innovative energy 4375 systems that will lead to alternative energy strategies, improved energy efficiencies, and expanded economic development for the 4376 4377 state. The consortium shall consist of the University of Florida, 4378 Florida State University, the University of South Florida, the

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4379	University of Central Florida, and Florida Atlantic University.
4380	The consortium shall be administered at the University of Florida
4381	by a director who shall report to the Florida Energy and Climate
4382	Commission, created in s. 377.6015. The commission shall have
4383	ultimate authority over both the technical performance and
4384	financial management of the consortium. In performing its
4385	activities, the consortium must collaborate with an Oversight
4386	Board consisting of the vice president for research at each of
4387	the five universities. The consortium may also collaborate with
4388	industry and other affected parties.
4389	(2) Through collaborative research and development across
4390	the State University System and industry, the goal of the
4391	consortium is to become a world leader in energy research,
4392	education, technology, and energy systems analysis. In so doing,
4393	the consortium shall:
4394	(a) Coordinate and initiate increased collaborative
4395	interdisciplinary energy research among universities and the
4396	energy industry.
4397	(b) Create a Florida energy technology industry.
4398	(c) Provide a state resource for objective energy systems
4399	analysis.
4400	(d) Develop education and outreach programs to prepare a
4401	qualified energy workforce and informed public.
4402	(3) To promote collaboration between researchers within the
4403	State University System, with industry, and other external
4404	partners, the consortium shall receive input from the Florida
4405	Energy and Climate Commission. The University Council, which
4406	shall consist of one member from each university designated by
4407	the corresponding vice president for research, shall provide

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4408 <u>guidance on vision and direction to the director. The board, the</u> 4409 <u>Florida Energy and Climate Commission, and the council shall</u> 4410 <u>constitute the Steering Committee. The Steering Committee is</u> 4411 <u>responsible for establishing and assuring the success of the</u> 4412 <u>consortium's strategic plan.</u>

4413 (4) A major focus of the consortium is to expedite
4414 commercialization of innovative energy technologies by taking
4415 advantage of State University System energy expertise, high
4416 technology incubators, industrial parks, and industry-driven
4417 research centers to attract companies to establish manufacturing
4418 in the state and transition technologies into the state economy.

4419 (5) The consortium shall solicit and leverage state, 4420 federal, and private funds for the purpose of conducting 4421 education, research, and development in the area of sustainable 4422 energy. The Oversight Board shall ensure that the consortium 4423 maintains accurate records of any funds received by the 4424 consortium.

4425 Through research and instructional programs, the (6) 4426 faculty associated with the consortium shall coordinate a 4427 statewide workforce development initiative focusing on collegelevel degrees, technician training, and public and commercial 4428 4429 sectors awareness. The consortium shall develop specific programs 4430 targeted at preparing graduates who have a background in energy, 4431 continuing education courses for technical and nontechnical 4432 professionals, and modules, laboratories, and courses to be shared among the universities. The consortium shall work with the 4433 4434 Florida Community College system using the Florida Advanced 4435 Technological Education Center (FLATE) for the coordination and 4436 design of industry-specific training programs for technicians.

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4437	(7) By November 1 of each year, the consortium shall submit
4438	an annual report to the Governor, the President of the Senate,
4439	the Speaker of the House of Representatives and the Florida
4440	Energy and Climate Commission regarding its activities including,
4441	but not limited to, education, research, development, and
4442	deployment of alternative energy technologies.
4443	Section 82. <u>State interest</u>
4444	(1) As a condition for the issuance of grants or other
4445	monetary awards to private companies for energy-related research
4446	or deployment projects, the Department of Environmental
4447	Protection may require a negotiated or licensing agreement
4448	containing a stipulation requiring the return to the state of an
4449	agreed-upon amount or percentage of profit resulting from
4450	commercialization of the product or process.
4451	(2) The Department of Environmental Protection shall
4452	conduct a study to determine how negotiated or licensing
4453	agreements may best be used in these situations in order for the
4454	state to earn a monetary return on energy-related products or
4455	processes that are ultimately prohibited upon commercialization.
4456	The department shall submit its study to the Governor, the
4457	President of the Senate, and the Speaker of the House of
4458	Representatives by February 1, 2009.
4459	Section 83. The Department of Environmental Protection, in
4460	conjunction with the Department of Agriculture and Consumer
4461	Services, shall conduct an economic impact analysis on the
4462	effects of granting financial incentives to energy producers who
4463	use woody biomass as fuel. It shall include an analysis of the
4464	effects on wood supply and prices and the impacts on current
4465	markets and on forest sustainability. The department shall submit

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601-07390-08 20081544c3 4466 the results of the study to the President of the Senate and the 4467 Speaker of the House of Representatives. 4468 Section 84. Recycling.--4469 The Legislature finds that the failure or inability to (1) 4470 economically recover material and energy resources from solid 4471 waste results in the unnecessary waste and depletion of our 4472 natural resources. Therefore, the maximum recycling and reuse of 4473 such resources must be a high-priority goal of this state. 4474 The long-term goal for reducing solid waste through the (2) 4475 recycling efforts of state and local governmental entities shall, by the year 2020, be a statewide average reduction of 75 percent 4476 4477 of the amount of solid waste that was disposed of in 2007, not 4478 including any recycling efforts undertaken during that year. 4479 (3) The Department of Environmental Protection shall, by 4480 January 1, 2010, develop a recycling program in conjunction with 4481 state and local governments which is designed to meet the 4482 reduction goal stated in subsection (2). 4483 Section 85. The Department of Environmental Protection, 4484 when submitting proposed rules adopted pursuant to s. 403.44, Florida Statutes, the Climate Protection Act, for ratification by 4485 4486 the Legislature, shall submit a summary report to the Governor, the President of the Senate, and the Speaker of the House of 4487 Representatives. The report must describe the costs and benefits 4488 4489 of a cap-and-trade system and must include, but need not be 4490 limited to: 4491 (1) The impact of a cap-and-trade system on electricity 4492 prices charged to consumers. 4493 (2) The overall cost of a cap-and-trade system to the 4494 economy of this state.

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4495	(3) The effect of a cap-and-trade system on low-income
4496	consumers if the system results in an increase of energy prices
4497	on low-income consumers.
4498	Section 86. Except as otherwise expressly provided in this
4499	act, this act shall take effect July 1, 2008.