

LEGISLATIVE ACTION

Senate	•	House
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The Conference Committee on SB 2106 recommended the following:

Senate Conference Committee Amendment (with title amendment)

Delete everything after the enacting clause

5 and insert:

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Section 1. The powers, duties, functions, records,

personnel, property, pending issues and existing contracts,

8 administrative authority, administrative rules, and unexpended

9 balances of appropriations, allocations, and other funds of the

10 Florida Energy and Climate Commission within the Executive

11 Office of the Governor are transferred by a type two transfer,

12 as defined in s. 20.06(2), Florida Statutes, to the Department

13 of Agriculture and Consumer Services.

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14	Section 2. Paragraph (y) of subsection (8) of section
15	213.053, Florida Statutes, is amended to read:
16	213.053 Confidentiality and information sharing
17	(8) Notwithstanding any other provision of this section,
18	the department may provide:
19	(y) Information relative to ss. 212.08(7)(ccc) and 220.192
20	to the <u>Department of Agriculture and Consumer Services</u> <del>Florida</del>
21	Energy and Climate Commission for use in the conduct of its
22	official business.
23	
24	Disclosure of information under this subsection shall be
25	pursuant to a written agreement between the executive director
26	and the agency. Such agencies, governmental or nongovernmental,
27	shall be bound by the same requirements of confidentiality as
28	the Department of Revenue. Breach of confidentiality is a
29	misdemeanor of the first degree, punishable as provided by s.
30	775.082 or s. 775.083.
31	Section 3. Subsections (3), (4), (5), and (8) and paragraph
32	(b) of subsection (6) of section 220.192, Florida Statutes, are
33	amended to read:
34	220.192 Renewable energy technologies investment tax
35	credit
36	(3) CORPORATE APPLICATION PROCESS.—Any corporation wishing
37	to obtain tax credits available under this section must submit
38	to the <u>Department of Agriculture and Consumer Services</u> <del>Florida</del>
39	Energy and Climate Commission an application for tax credit that
40	includes a complete description of all eligible costs for which
41	the corporation is seeking a credit and a description of the
42	total amount of credits sought. The <u>Department of Agriculture</u>



43 and Consumer Services Florida Energy and Climate Commission 44 shall make a determination on the eligibility of the applicant 45 for the credits sought and certify the determination to the applicant and the Department of Revenue. The corporation must 46 47 attach the Department of Agriculture and Consumer Services' Florida Energy and Climate Commission's certification to the tax 48 49 return on which the credit is claimed. The Department of 50 Agriculture and Consumer Services is Florida Energy and Climate 51 Commission shall be responsible for ensuring that the corporate 52 income tax credits granted in each fiscal year do not exceed the 53 limits provided for in this section. The Department of 54 Agriculture and Consumer Services may Florida Energy and Climate 55 Commission is authorized to adopt the necessary rules, 56 guidelines, and forms application materials for the application 57 process.

58 (4) TAXPAYER APPLICATION PROCESS.-To claim a credit under 59 this section, each taxpayer must apply to the Department of Agriculture and Consumer Services Florida Energy and Climate 60 Commission for an allocation of each type of annual credit by 61 62 the date established by the Department of Agriculture and 63 Consumer Services Florida Energy and Climate Commission. The 64 application form adopted may be established by the Department of Agriculture and Consumer Services Florida Energy and Climate 65 Commission. The form must include an affidavit from each 66 67 taxpayer certifying that all information contained in the 68 application, including all records of eligible costs claimed as 69 the basis for the tax credit, are true and correct. Approval of the credits under this section is shall be accomplished on a 70 71 first-come, first-served basis, based upon the date complete

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72 applications are received by the Department of Agriculture and 73 Consumer Services Florida Energy and Climate Commission. A 74 taxpayer must shall submit only one complete application based 75 upon eligible costs incurred within a particular state fiscal 76 year. Incomplete placeholder applications will not be accepted 77 and will not secure a place in the first-come, first-served 78 application line. If a taxpayer does not receive a tax credit 79 allocation due to the exhaustion of the annual tax credit 80 authorizations, then such taxpayer may reapply in the following 81 year for those eligible costs and will have priority over other 82 applicants for the allocation of credits.

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

(a) In addition to its existing audit and investigation 84 85 authority, the Department of Revenue may perform any additional financial and technical audits and investigations, including 86 examining the accounts, books, and records of the tax credit 87 88 applicant, which are necessary to verify the eligible costs 89 included in the tax credit return and to ensure compliance with 90 this section. The Department of Agriculture and Consumer 91 Services Florida Energy and Climate Commission shall provide 92 technical assistance when requested by the Department of Revenue 93 on any technical audits or examinations performed pursuant to 94 this section.

(b) It is grounds for forfeiture of previously claimed and
received tax credits if the Department of Revenue determines, as
a result of an audit or examination or from information received
from the <u>Department of Agriculture and Consumer Services</u> Florida
Energy and Climate Commission, that a taxpayer received tax
credits pursuant to this section to which the taxpayer was not

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101 entitled. The taxpayer is responsible for returning forfeited 102 tax credits to the Department of Revenue, and such funds shall 103 be paid into the General Revenue Fund of the state.

104 (c) The Department of Agriculture and Consumer Services 105 Florida Energy and Climate Commission may revoke or modify any 106 written decision granting eligibility for tax credits under this 107 section if it is discovered that the tax credit applicant submitted any false statement, representation, or certification 108 109 in any application, record, report, plan, or other document 110 filed in an attempt to receive tax credits under this section. 111 The Department of Agriculture and Consumer Services Florida 112 Energy and Climate Commission shall immediately notify the Department of Revenue of any revoked or modified orders 113 114 affecting previously granted tax credits. Additionally, the taxpayer must notify the Department of Revenue of any change in 115 its tax credit claimed. 116

117 (d) The taxpayer shall file with the Department of Revenue an amended return or such other report as the Department of 118 119 Revenue prescribes by rule and shall pay any required tax and 120 interest within 60 days after the taxpayer receives notification 121 from the Department of Agriculture and Consumer Services Florida 122 Energy and Climate Commission that previously approved tax 123 credits have been revoked or modified. If the revocation or 124 modification order is contested, the taxpayer shall file an 125 amended return or other report as provided in this paragraph 126 within 60 days after a final order is issued after proceedings.

(e) A notice of deficiency may be issued by the Department
of Revenue at any time within 3 years after the taxpayer
receives formal notification from the <u>Department of Agriculture</u>



130 <u>and Consumer Services</u> Florida Energy and Climate Commission that 131 previously approved tax credits have been revoked or modified. 132 If a taxpayer fails to notify the Department of Revenue of any 133 changes to its tax credit claimed, a notice of deficiency may be 134 issued at any time.

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(6) TRANSFERABILITY OF CREDIT.-

136 (b) To perfect the transfer, the transferor shall provide 137 the Department of Revenue with a written transfer statement 138 notifying the Department of Revenue of the transferor's intent 139 to transfer the tax credits to the transferee; the date the 140 transfer is effective; the transferee's name, address, and 141 federal taxpayer identification number; the tax period; and the 142 amount of tax credits to be transferred. The Department of 143 Revenue shall, upon receipt of a transfer statement conforming to the requirements of this section, provide the transferee with 144 145 a certificate reflecting the tax credit amounts transferred. A 146 copy of the certificate must be attached to each tax return for which the transferee seeks to apply such tax credits. 147

(8) PUBLICATION.-The <u>Department of Agriculture and Consumer</u>
 Services Florida Energy and Climate Commission shall determine
 and publish on a regular basis the amount of available tax
 credits remaining in each fiscal year.

Section 4. Paragraphs (d) and (e) of subsection (2) and subsection (5) of section 288.1089, Florida Statutes, are amended to read:

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288.1089 Innovation Incentive Program.-

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

157 (d) "Commission" means the Florida Energy and Climate 158 Commission.

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159 <u>(d) (e)</u> "Cumulative investment" means cumulative capital 160 investment and all eligible capital costs, as defined in s. 161 220.191.

162 (e) "Department" means the Department of Agriculture and 163 Consumer Services.

164 (5) Enterprise Florida, Inc., shall evaluate proposals for all three categories of innovation incentive awards and transmit 165 recommendations for awards to the office. Before making its 166 167 recommendations on alternative and renewable energy projects, 168 Enterprise Florida, Inc., shall solicit comments and 169 recommendations from the department Florida Energy and Climate 170 Commission. For each project, the evaluation and recommendation to the office must include, but need not be limited to: 171

(a) A description of the project, its required facilities,
and the associated product, service, or research and development
associated with the project.

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(b) The percentage of match provided for the project.

(c) The number of full-time equivalent jobs that will be created by the project, the total estimated average annual wages of such jobs, and the types of business activities and jobs likely to be stimulated by the project.

(d) The cumulative investment to be dedicated to the
project within 5 years and the total investment expected in the
project if more than 5 years.

(e) The projected economic and fiscal impacts on the localand state economies relative to investment.

(f) A statement of any special impacts the project is expected to stimulate in a particular business sector in the state or regional economy or in the state's universities and



188 community colleges.

(g) A statement of any anticipated or proposedrelationships with state universities.

(h) A statement of the role the incentive is expected to
play in the decision of the applicant to locate or expand in
this state.

(i) A recommendation and explanation of the amount of the
award needed to cause the applicant to expand or locate in this
state.

(j) A discussion of the efforts and commitments made by the local community in which the project is to be located to induce the applicant's location or expansion, taking into consideration local resources and abilities.

(k) A recommendation for specific performance criteria the applicant would be expected to achieve in order to receive payments from the fund and penalties or sanctions for failure to meet or maintain performance conditions.

(1) Additional evaluative criteria for a research and development facility project, including:

207 1. A description of the extent to which the project has the 208 potential to serve as catalyst for an emerging or evolving 209 cluster.

210 2. A description of the extent to which the project has or 211 could have a long-term collaborative research and development 212 relationship with one or more universities or community colleges 213 in this state.

3. A description of the existing or projected impact of theproject on established clusters or targeted industry sectors.

4. A description of the project's contribution to the

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217 diversity and resiliency of the innovation economy of this 218 state.

5. A description of the project's impact on special needs
communities, including, but not limited to, rural areas,
distressed urban areas, and enterprise zones.

(m) Additional evaluative criteria for alternative andrenewable energy proposals, including:

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

229 2. The degree to which the project stimulates in-state 230 capital investment and economic development in metropolitan and 231 rural areas, including the creation of jobs and the future 232 development of a commercial market for renewable energy 233 technologies.

3. The extent to which the proposed project has been demonstrated to be technically feasible based on pilot project demonstrations, laboratory testing, scientific modeling, or engineering or chemical theory that supports the proposal.

4. The degree to which the project incorporates an
innovative new technology or an innovative application of an
existing technology.

5. The degree to which a project generates thermal,
mechanical, or electrical energy by means of a renewable energy
resource that has substantial long-term production potential.

244 6. The degree to which a project demonstrates efficient use245 of energy and material resources.

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246 7. The degree to which the project fosters overall 247 understanding and appreciation of renewable energy technologies. 248 8. The ability to administer a complete project. 9. Project duration and timeline for expenditures. 249 250 10. The geographic area in which the project is to be 251 conducted in relation to other projects. 252 11. The degree of public visibility and interaction. 253 Section 5. Subsection (9) of section 288.9607, Florida 254 Statutes, is amended to read: 255 288.9607 Guaranty of bond issues.-(9) The membership of the corporation is authorized and 256 257 directed to conduct such investigation as it may deem necessary 258 for promulgation of regulations to govern the operation of the 259 guaranty program authorized by this section. The regulations may include such other additional provisions, restrictions, and 260 261 conditions as the corporation, after its investigation referred 262 to in this subsection, shall determine to be proper to achieve the most effective utilization of the guaranty program. This may 263 264 include, without limitation, a detailing of the remedies that 265 must be exhausted by bondholders, a trustee acting on their 266 behalf, or other credit provided before calling upon the 267 corporation to perform under its guaranty agreement and the 268 subrogation of other rights of the corporation with reference to 269 the capital project and its operation or the financing in the 270 event the corporation makes payment pursuant to the applicable guaranty agreement. The regulations promulgated by the 271 272 corporation to govern the operation of the guaranty program may contain specific provisions with respect to the rights of the 273 274 corporation to enter, take over, and manage all financed

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275 properties upon default. These regulations shall be submitted by 276 the corporation to the <u>Department of Agriculture and Consumer</u> 277 <u>Services Florida Energy and Climate Commission</u> for approval.

278 Section 6. Subsection (5) of section 366.82, Florida 279 Statutes, is amended to read:

280 366.82 Definition; goals; plans; programs; annual reports; 281 energy audits.-

(5) The <u>Department of Agriculture and Consumer Services</u>
 Florida Energy and Climate Commission 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:

(a) An evaluation of utility load forecasts, including an
assessment of alternative supply-side and demand-side resource
options.

(b) An analysis of various policy options that can be implemented to achieve a least-cost strategy, including nonutility programs targeted at reducing and controlling the per capita use of electricity in the state.

(c) An analysis of the impact of state and local building codes and appliance efficiency standards on the need for utility-sponsored conservation and energy efficiency measures and programs.

297 Section 7. Subsection (3) of section 366.92, Florida 298 Statutes, is amended to read:

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366.92 Florida renewable energy policy.-

(3) The commission shall adopt rules for a renewable
portfolio standard requiring each provider to supply renewable
energy to its customers directly, by procuring, or through
renewable energy credits. In developing the RPS rule, the

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304 commission shall consult the Department of Environmental 305 Protection and the <u>Department of Agriculture and Consumer</u> 306 <u>Services Florida Energy and Climate Commission</u>. The rule shall 307 not be implemented until ratified by the Legislature. The 308 commission shall present a draft rule for legislative 309 consideration by February 1, 2009.

(a) In developing the rule, the commission shall evaluate the current and forecasted levelized cost in cents per kilowatt hour through 2020 and current and forecasted installed capacity in kilowatts for each renewable energy generation method through 2020.

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(b) The commission's rule:

1. Shall include methods of managing the cost of compliance 316 317 with the renewable portfolio standard, whether through direct supply or procurement of renewable power or through the purchase 318 319 of renewable energy credits. The commission shall have rulemaking authority for providing annual cost recovery and 320 incentive-based adjustments to authorized rates of return on 321 322 common equity to providers to incentivize renewable energy. 323 Notwithstanding s. 366.91(3) and (4), upon the ratification of 324 the rules developed pursuant to this subsection, the commission 325 may approve projects and power sales agreements with renewable 326 power producers and the sale of renewable energy credits needed 327 to comply with the renewable portfolio standard. In the event of 328 any conflict, this subparagraph shall supersede s. 366.91(3) and (4). However, nothing in this section shall alter the obligation 329 330 of each public utility to continuously offer a purchase contract to producers of renewable energy. 331

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2. Shall provide for appropriate compliance measures and



the conditions under which noncompliance shall be excused due to a determination by the commission that the supply of renewable energy or renewable energy credits was not adequate to satisfy the demand for such energy or that the cost of securing renewable energy or renewable energy credits was cost prohibitive.

339 3. May provide added weight to energy provided by wind and 340 solar photovoltaic over other forms of renewable energy, whether 341 directly supplied or procured or indirectly obtained through the 342 purchase of renewable energy credits.

343 4. Shall determine an appropriate period of time for which
344 renewable energy credits may be used for purposes of compliance
345 with the renewable portfolio standard.

346 5. Shall provide for monitoring of compliance with and 347 enforcement of the requirements of this section.

348 6. Shall ensure that energy credited toward compliance with
349 the requirements of this section is not credited toward any
350 other purpose.

351 7. Shall include procedures to track and account for 352 renewable energy credits, including ownership of renewable 353 energy credits that are derived from a customer-owned renewable 354 energy facility as a result of any action by a customer of an 355 electric power supplier that is independent of a program 356 sponsored by the electric power supplier.

357 8. Shall provide for the conditions and options for the
358 repeal or alteration of the rule in the event that new
359 provisions of federal law supplant or conflict with the rule.

360 (c) Beginning on April 1 of the year following final 361 adoption of the commission's renewable portfolio standard rule,



362 each provider shall submit a report to the commission describing 363 the steps that have been taken in the previous year and the steps that will be taken in the future to add renewable energy 364 365 to the provider's energy supply portfolio. The report shall 366 state whether the provider was in compliance with the renewable 367 portfolio standard during the previous year and how it will 368 comply with the renewable portfolio standard in the upcoming 369 year.

370 Section 8. Section 377.6015, Florida Statutes, is amended 371 to read:

372 377.6015 Department of Agriculture and Consumer Services;
 373 powers and duties Florida Energy and Climate Commission.

374 (1) The Florida Energy and Climate Commission is created 375 within the Executive Office of the Governor. The commission 376 shall be comprised of nine members appointed by the Governor, 377 the Commissioner of Agriculture, and the Chief Financial 378 Officer.

379 (a) The Governor shall appoint one member from three 380 persons nominated by the Florida Public Service Commission Nominating Council, created in s. 350.031, to each of seven 381 382 seats on the commission. The Commissioner of Agriculture shall 383 appoint one member from three persons nominated by the council 384 to one seat on the commission. The Chief Financial Officer shall 385 appoint one member from three persons nominated by the council 386 to one seat on the commission.

387 1. The council shall submit the recommendations to the 388 Governor, the Commissioner of Agriculture, and the Chief 389 Financial Officer by September 1 of those years in which the 390 terms are to begin the following October or within 60 days after

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391	a vacancy occurs for any reason other than the expiration of the
392	term. The Governor, the Commissioner of Agriculture, and the
393	Chief Financial Officer may proffer names of persons to be
394	considered for nomination by the council.
395	2. The Governor, the Commissioner of Agriculture, and the
396	Chief Financial Officer shall fill a vacancy occurring on the
397	commission by appointment of one of the applicants nominated by
398	the council only after a background investigation of such
399	applicant has been conducted by the Department of Law
400	Enforcement.
401	3. Members shall be appointed to 3-year terms; however, in
402	order to establish staggered terms, for the initial
403	appointments, the Governor shall appoint four members to 3-year
404	terms, two members to 2-year terms, and one member to a 1-year
405	term, and the Commissioner of Agriculture and the Chief
406	Financial Officer shall each appoint one member to a 3-year term
407	and shall appoint a successor when that appointee's term expires
408	in the same manner as the original appointment.
409	4. The Governor shall select from the membership of the
410	commission one person to serve as chair.
411	5. A vacancy on the commission shall be filled for the
412	unexpired portion of the term in the same manner as the original
413	appointment.
414	6. If the Governor, the Commissioner of Agriculture, or the
415	Chief Financial Officer has not made an appointment within 30
416	consecutive calendar days after the receipt of the
417	recommendations, the council shall initiate, in accordance with
418	this section, the nominating process within 30 days.
419	7. Each appointment to the commission shall be subject to

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420	confirmation by the Senate during the next regular session after
421	the vacancy occurs. If the Senate refuses to confirm or fails to
422	consider the appointment of the Governor, the Commissioner of
423	Agriculture, or the Chief Financial Officer, the council shall
424	initiate, in accordance with this section, the nominating
425	process within 30 days.
426	8. The Governor or the Governor's successor may recall an
427	appointee.
428	9. Notwithstanding subparagraph 7. and for the initial
429	appointments to the commission only, each initial appointment to
430	the commission is subject to confirmation by the Senate by the
431	2010 Regular Session. If the Senate refuses to confirm or fails
432	to consider an appointment made by the Governor, the
433	Commissioner of Agriculture, or the Chief Financial Officer, the
434	council shall initiate, in accordance with this section, the
435	nominating process within 30 days after the Senate's refusal to
436	confirm or failure to consider such appointment. This
437	subparagraph expires July 1, 2010.
438	(b) Members must meet the following qualifications and
439	restrictions:
440	1. A member must be an expert in one or more of the
441	following fields: energy, natural resource conservation,
442	economics, engineering, finance, law, transportation and land
443	use, consumer protection, state energy policy, or another field
444	substantially related to the duties and functions of the
445	commission. The commission shall fairly represent the fields
446	specified in this subparagraph.
447	2. Each member shall, at the time of appointment and at
448	each commission meeting during his or her term of office,

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449	disclose:
450	a. Whether he or she has any financial interest, other than
451	ownership of shares in a mutual fund, in any business entity
452	that, directly or indirectly, owns or controls, or is an
453	affiliate or subsidiary of, any business entity that may be
454	affected by the policy recommendations developed by the
455	commission.
456	b. Whether he or she is employed by or is engaged in any
457	business activity with any business entity that, directly or
458	indirectly, owns or controls, or is an affiliate or subsidiary
459	of, any business entity that may be affected by the policy
460	recommendations developed by the commission.
461	(c) The chair may designate the following ex officio,
462	nonvoting members to provide information and advice to the
463	commission at the request of the chair:
464	1. The chair of the Florida Public Service Commission, or
465	his or her designee.
466	2. The Public Counsel, or his or her designee.
467	3. A representative of the Department of Agriculture and
468	Consumer Services.
469	4. A representative of the Department of Financial
470	Services.
471	5. A representative of the Department of Environmental
472	Protection.
473	6. A representative of the Department of Community Affairs.
474	7. A representative of the Board of Governors of the State
475	University System.
476	8. A representative of the Department of Transportation.
477	(2) Members shall serve without compensation but are

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478	entitled to reimbursement for per diem and travel expenses as
479	provided in s. 112.061.
480	(3) Meetings of the commission may be held in various
481	locations around the state and at the call of the chair;
482	however, the commission must meet at least six times each year.
483	(1) (4) The department commission may:
484	(a) Employ staff and counsel as needed in the performance
485	of its duties.
486	(b) Prosecute and defend legal actions in its own name.
487	(c) Form advisory groups consisting of members of the
488	public to provide information on specific issues.
489	(2) (5) The department commission shall:
490	(a) Administer the Florida Renewable Energy and Energy-
491	Efficient Technologies Grants Program pursuant to s. 377.804 to
492	assure a robust grant portfolio.
493	(b) Develop policy for requiring grantees to provide
494	royalty-sharing or licensing agreements with state government
495	for commercialized products developed under a state grant.
496	(c) Administer the Florida Green Government Grants Act
497	pursuant to s. 377.808 and set annual priorities for grants.
498	(d) Administer the information gathering and reporting
499	functions pursuant to ss. 377.601-377.608.
500	(e) Administer petroleum planning and emergency contingency
501	planning pursuant to ss. 377.701, 377.703, and 377.704.
502	<u>(e)</u> (f) Represent Florida in the Southern States Energy
503	Compact pursuant to ss. 377.71-377.712.
504	(g) Complete the annual assessment of the efficacy of
505	Florida's Energy and Climate Change Action Plan, upon completion
506	by the Governor's Action Team on Energy and Climate Change

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507	pursuant to the Governor's Executive Order 2007-128, and provide
508	specific recommendations to the Governor and the Legislature
509	each year to improve results.
510	<u>(f)</u> Administer the provisions of the Florida Energy and
511	Climate Protection Act pursuant to ss. <u>377.801-377.807</u>
512	<del>377.806</del> .
513	(g)(i) Advocate for energy and climate change issues and
514	provide educational outreach and technical assistance in
515	cooperation with the state's academic institutions.
516	(h)( <del>)</del> Be a party in the proceedings to adopt goals and
517	submit comments to the Public Service Commission pursuant to s.
518	366.82.
519	<u>(i)</u> Adopt rules pursuant to chapter 120 in order to
520	implement all powers and duties described in this section.
521	Section 9. Subsection (1) and paragraphs (a) and (b) of
522	subsection (2) of section 377.602, Florida Statutes, are amended
523	to read:
524	377.602 DefinitionsAs used in ss. 377.601-377.608:
525	(1) <u>"Department"</u> "Commission" means the <u>Department of</u>
526	Agriculture and Consumer Services Florida Energy and Climate
527	Commission.
528	(2) "Energy resources" includes, but shall not be limited
529	to:
530	(a) Energy converted from solar radiation, wind, hydraulic
531	potential, tidal movements, biomass, geothermal sources, and
532	other energy resources the <u>department</u> commission determines to
533	be important to the production or supply of energy.
534	(b) Propane, butane, motor gasoline, kerosene, home heating
535	oil, diesel fuel, other middle distillates, aviation gasoline,

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536 kerosene-type jet fuel, naphtha-type jet fuel, residual fuels, 537 crude oil, and other petroleum products and hydrocarbons as may 538 be determined by the <u>department</u> <del>commission</del> to be of importance.

539 Section 10. Section 377.603, Florida Statutes, is amended 540 to read:

541 377.603 Energy data collection; powers and duties of the 542 department commission.-

(1) The <u>department</u> commission may collect data on the extraction, production, importation, exportation, refinement, transportation, transmission, conversion, storage, sale, or reserves of energy resources in this state in an efficient and expeditious manner.

548 (2) The <u>department</u> <del>commissio</del>n may prepare periodic reports 549 of energy data it collects.

(3) The <u>department</u> commission may adopt and promulgate such rules and regulations as are necessary to carry out the provisions of ss. 377.601-377.608. Such rules shall be pursuant to chapter 120.

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

557 Section 11. Section 377.604, Florida Statutes, is amended 558 to read:

559 377.604 Required reports.-Every person who produces, 560 imports, exports, refines, transports, transmits, converts, 561 stores, sells, or holds known reserves of any form of energy 562 resources used as fuel shall report to the <u>department</u> 563 <u>commission</u>, at the request of and in a manner prescribed by the 564 <u>department commission</u>, on forms provided by the <u>department</u>



565 commission. Such forms shall be designed in such a manner as to 566 indicate: (1) The identity of the person or persons making the 567 568 report. 569 (2) The quantity of energy resources extracted, produced, 570 imported, exported, refined, transported, transmitted, 571 converted, stored, or sold except at retail. 572 (3) The quantity of energy resources known to be held in 573 reserve in the state. 574 (4) The identity of each refinery from which petroleum 575 products have normally been obtained and the type and quantity 576 of products secured from that refinery for sale or resale in 577 this state. 578 (5) Any other information which the department commission 579 deems proper pursuant to the intent of ss. 377.601-377.608. 580 Section 12. Section 377.605, Florida Statutes, is amended 581 to read: 582 377.605 Use of existing information.-The department 583 commission may utilize to the fullest extent possible any 584 existing energy information already prepared for state or 585 federal agencies. Every state, county, and municipal agency 586 shall cooperate with the department <del>commission</del> and shall submit 587 any information on energy to the department commission upon 588 request. 589 Section 13. Section 377.606, Florida Statutes, is amended 590 to read: 591 377.606 Records of the department commission; limits of 592 confidentiality.-The information or records of individual 593 persons, as defined in this section, obtained by the department



594 commission as a result of a report, investigation, or 595 verification required by the department commission shall be open 596 to the public, except such information the disclosure of which 597 would be likely to cause substantial harm to the competitive 598 position of the person providing such information and which is 599 requested to be held confidential by the person providing such 600 information. Such proprietary information is confidential and 601 exempt from the provisions of s. 119.07(1). Information reported 602 by entities other than the department commission in documents or 603 reports open to public inspection shall under no circumstances 604 be classified as confidential by the department commission. 605 Divulgence of proprietary information as is requested to be held 606 confidential, except upon order of a court of competent 607 jurisdiction or except to an officer of the state entitled to 608 receive the same in his or her official capacity, shall be a 609 misdemeanor of the second degree, punishable as provided in ss. 610 775.082 and 775.083. Nothing in This section does not shall be construed to prohibit the publication or divulgence by other 611 612 means of data so classified as to prevent identification of 613 particular accounts or reports made to the department commission 614 in compliance with s. 377.603 or to prohibit the disclosure of 615 such information to properly qualified legislative committees. The department commission shall establish a system which permits 616 617 reasonable access to information developed.

618 Section 14. Section 377.608, Florida Statutes, is amended 619 to read:

377.608 Prosecution of cases by state attorney.—The state
attorney shall prosecute all cases certified to him or her for
prosecution by the <u>department</u> commission immediately upon



623	receipt of the evidence transmitted by the department
624	commission, or as soon thereafter as practicable.
625	Section 15. Subsections (1), (2), and (3) of section
626	377.701, Florida Statutes, are amended to read:
627	377.701 Petroleum allocation
628	(1) The <u>Division of Emergency Management</u> <del>Florida Energy and</del>
629	<del>Climate Commission</del> shall assume the state's role in petroleum
630	allocation and conservation, including the development of a fair
631	and equitable petroleum plan. The Division of Emergency
632	Management commission shall constitute the responsible state
633	agency for performing the functions of any federal program
634	delegated to the state, which relates to petroleum supply,
635	demand, and allocation.
636	(2) The <u>Division of Emergency Management</u> commission shall,
637	in addition to assuming the duties and responsibilities provided
638	by subsection (1), perform the following:
639	(a) In projecting available supplies of petroleum,
640	coordinate with the Department of Revenue to secure information
641	necessary to assure the sufficiency and accuracy of data
642	submitted by persons affected by any federal fuel allocation
643	program.
644	(b) Require such periodic reports from public and private
645	sources as may be necessary to the fulfillment of its
646	responsibilities under this act. Such reports may include:
647	petroleum use; all sales, including end-user sales, except
648	retail gasoline and retail fuel oil sales; inventories; expected
649	supplies and allocations; and petroleum conservation measures.
650	(c) In cooperation with the Department of Revenue and other
651	relevant state agencies, provide for long-range studies



652 regarding the usage of petroleum in the state in order to: 653 1. Comprehend the consumption of petroleum resources. 654 2. Predict future petroleum demands in relation to 655 available resources. 656 3. Report the results of such studies to the Legislature. 657 (3) For the purpose of determining accuracy of data, all 658 state agencies shall timely provide the Division of Emergency 659 Management commission with petroleum-use information in a format 660 suitable to the needs of the allocation program. 661 Section 16. Section 377.703, Florida Statutes, is amended 662 to read: 663 377.703 Additional functions of the Department of Agriculture and Consumer Services Florida Energy and Climate 664 665 Commission.-666 (1) LEGISLATIVE INTENT.-Recognizing that energy supply and 667 demand questions have become a major area of concern to the 668 state which must be dealt with by effective and well-coordinated 669 state action, it is the intent of the Legislature to promote the 670 efficient, effective, and economical management of energy 671 problems, centralize energy coordination responsibilities, 672 pinpoint responsibility for conducting energy programs, and 673 ensure the accountability of state agencies for the 674 implementation of s. 377.601(2), the state energy policy. It is 675 the specific intent of the Legislature that nothing in this act 676 shall in any way change the powers, duties, and responsibilities assigned by the Florida Electrical Power Plant Siting Act, part 677 678 II of chapter 403, or the powers, duties, and responsibilities 679 of the Florida Public Service Commission.

680

(2) FLORIDA ENERGY AND CLIMATE COMMISSION; DUTIES.-The

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681 <u>department</u> commission shall perform the following functions, 682 <u>unless as otherwise provided</u>, consistent with the development of 683 a state energy policy:

684 (a) The Division of Emergency Management is responsible for 685 the commission shall assume the responsibility for development 686 of an energy emergency contingency plan to respond to serious 687 shortages of primary and secondary energy sources. Upon a 688 finding by the Governor, implementation of any emergency program 689 shall be upon order of the Governor that a particular kind or 690 type of fuel is, or that the occurrence of an event which is 691 reasonably expected within 30 days will make the fuel, in short 692 supply. The Division of Emergency Management commission shall 693 then respond by instituting the appropriate measures of the 694 contingency plan to meet the given emergency or energy shortage. 695 The Governor may utilize the provisions of s. 252.36(5) to carry 696 out any emergency actions required by a serious shortage of 697 energy sources.

(b) The <u>department is</u> commission shall be responsible for
performing or coordinating the functions of any federal energy
programs delegated to the state, including energy supply,
demand, conservation, or allocation.

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

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

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

716 1. An analysis of the relationship of state economic growth 717 and development to energy supply and demand, including the 718 constraints to economic growth resulting from energy supply 719 constraints.

720 2. Plans for the development of renewable energy resources 721 and reduction in dependence on depletable energy resources, 722 particularly oil and natural gas, and an analysis of the extent 723 to which renewable energy sources are being utilized in the 724 state.

3. Consideration of alternative scenarios of statewide energy supply and demand for 5, 10, and 20 years to identify strategies for long-range action, including identification of potential social, economic, and environmental effects.

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

(f) The <u>department</u> commission shall submit an annual report to the Governor and the Legislature reflecting its activities and making recommendations of policies for improvement of the state's response to energy supply and demand and its effect on



739	the health, safety, and welfare of the people of Florida. The
740	report shall include a report from the Florida Public Service
741	Commission on electricity and natural gas and information on
742	energy conservation programs conducted and underway in the past
743	year and shall include recommendations for energy conservation
744	programs for the state, including, but not limited to, the
745	following factors:
746	1. Formulation of specific recommendations for improvement
747	in the efficiency of energy utilization in governmental,
748	residential, commercial, industrial, and transportation sectors.
749	2. Collection and dissemination of information relating to
750	energy conservation.
751	3. Development and conduct of educational and training
752	programs relating to energy conservation.
753	4. An analysis of the ways in which state agencies are
754	seeking to implement s. 377.601(2), the state energy policy, and
755	recommendations for better fulfilling this policy.
756	(g) The <u>department may</u> <del>commission has authority to</del> adopt
757	rules pursuant to ss. 120.536(1) and 120.54 to implement the
758	provisions of this act.
759	(h) The <u>department</u> <del>commission</del> shall promote the development
760	and use of renewable energy resources, in conformance with the
761	provisions of chapter 187 and s. 377.601, by:
762	1 Establishing goals and strategies for increasing the use

762 1. Establishing goals and strategies for increasing the use 763 of solar energy in this state.

Aiding and promoting the commercialization of solar
energy technology, in cooperation with the Florida Solar Energy
Center, Enterprise Florida, Inc., and any other federal, state,
or local governmental agency which may seek to promote research,

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768 development, and demonstration of solar energy equipment and 769 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 Governor and Legislature required under paragraph (f).

775 4. In cooperation with the Department of Environmental 776 Protection, the Department of Transportation, the Department of 777 Community Affairs, Enterprise Florida, Inc., the Florida Solar 778 Energy Center, and the Florida Solar Energy Industries 779 Association, investigating opportunities, pursuant to the 780 National Energy Policy Act of 1992, the Housing and Community 781 Development Act of 1992, and any subsequent federal legislation, 782 for solar electric vehicles and other solar energy 783 manufacturing, distribution, installation, and financing efforts 784 which will enhance this state's position as the leader in solar 785 energy research, development, and use.

5. Undertaking other initiatives to advance the developmentand use of renewable energy resources in this state.

In the exercise of its responsibilities under this paragraph, the <u>department</u> commission 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.

795 (i) The <u>department</u> commission shall promote energy
 796 conservation in all energy use sectors throughout the state and

788



797 shall constitute the state agency primarily responsible for this 798 function. To this end, The Department of Management Services, in 799 <u>consultation with the department</u>, <del>commission</del> shall coordinate 800 the energy conservation programs of all state agencies and 801 review and comment on the energy conservation programs of all 802 state agencies.

803 (j) The department <del>commission</del> shall serve as the state 804 clearinghouse for indexing and gathering all information related 805 to energy programs in state universities, in private 806 universities, in federal, state, and local government agencies, 807 and in private industry and shall prepare and distribute such 808 information in any manner necessary to inform and advise the citizens of the state of such programs and activities. This 809 810 shall include developing and maintaining a current index and profile of all research activities, which shall be identified by 811 812 energy area and may include a summary of the project, the amount 813 and sources of funding, anticipated completion dates, or, in case of completed research, conclusions, recommendations, and 814 815 applicability to state government and private sector functions. 816 The department commission shall coordinate, promote, and respond 817 to efforts by all sectors of the economy to seek financial support for energy activities. The department commission shall 818 819 provide information to consumers regarding the anticipated 820 energy-use and energy-saving characteristics of products and 821 services in coordination with any federal, state, or local 822 governmental agencies as may provide such information to 823 consumers.

(k) The <u>department</u> commission shall coordinate energy related programs of state government, including, but not limited



826 to, the programs provided in this section. To this end, the 827 <u>department commission</u> shall:

828 1. Provide assistance to other state agencies, counties,
829 municipalities, and regional planning agencies to further and
830 promote their energy planning activities.

831 2. Require, in cooperation with the Department of Management Services, all state agencies to operate state-owned 832 833 and state-leased buildings in accordance with energy 8.34 conservation standards as adopted by the Department of 835 Management Services. Every 3 months, the Department of 836 Management Services shall furnish the department commission data 837 on agencies' energy consumption and emissions of greenhouse 838 gases in a format prescribed by the department commission.

839 3. Promote the development and use of renewable energy
840 resources, energy efficiency technologies, and conservation
841 measures.

842 4. Promote the recovery of energy from wastes, including, but not limited to, the use of waste heat, the use of 843 844 agricultural products as a source of energy, and recycling of 845 manufactured products. Such promotion shall be conducted in 846 conjunction with, and after consultation with, the Department of 847 Environmental Protection and the Florida Public Service 848 Commission where electrical generation or natural gas is 849 involved, and any other relevant federal, state, or local 850 governmental agency having responsibility for resource recovery 851 programs.

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



855 be updated on a biennial basis.

856 (m) In recognition of the devastation to the economy of 857 this state and the dangers to the health and welfare of 858 residents of this state caused by severe hurricanes, and the 859 potential for such impacts caused by other natural disasters, 860 the Division of Emergency Management commission shall include in 861 its energy emergency contingency plan and provide to the Florida 862 Building Commission for inclusion in the Florida Energy 863 Efficiency Code for Building Construction specific provisions to 864 facilitate the use of cost-effective solar energy technologies 865 as emergency remedial and preventive measures for providing 866 electric power, street lighting, and water heating service in 867 the event of electric power outages.

(3) The <u>Department of Environmental Protection is</u>
commission 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.

872 Section 17. Paragraph (h) of subsection (5) of section 873 377.711, Florida Statutes, is amended to read:

377.711 Florida party to Southern States Energy Compact.-The Southern States Energy Compact is enacted into law and entered into by the state as a party, and is of full force and effect between the state and any other states joining therein in accordance with the terms of the compact, which compact is substantially as follows:

880

(5) POWERS.-The board shall have the power to:

(h) Recommend such changes in, or amendments or additions
to, the laws, codes, rules, regulations, administrative
procedures and practices, or ordinances of the party states in

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884	any of the fields of its interest and competence as in its
885	judgment may be appropriate. Any such recommendation shall be
886	made, in the case of Florida, through the Department of
887	Agriculture and Consumer Services Commerce.
888	Section 18. Section 377.801, Florida Statutes, is amended
889	to read:
890	377.801 Short titleSections <u>377.801-377.807</u> <del>377.801-</del>
891	377.806 may be cited as the "Florida Energy and Climate
892	Protection Act."
893	Section 19. Section 377.803, Florida Statutes, is amended
894	to read:
895	377.803 DefinitionsAs used in ss. <u>377.801-377.807</u>
896	<del>377.801-377.806</del> , the term:
897	(1) "Act" means the Florida Energy and Climate Protection
898	Act.
899	(2) <u>"Department"</u> "Commission" means the Department of
900	Agriculture and Consumer Services Florida Energy and Climate
901	Commission.
902	(3) "Person" means an individual, partnership, joint
903	venture, private or public corporation, association, firm,
904	public service company, or any other public or private entity.
905	(4) "Renewable energy" means electrical, mechanical, or
906	thermal energy produced from a method that uses one or more of
907	the following fuels or energy sources: hydrogen, biomass, as
908	defined in s. 366.91, solar energy, geothermal energy, wind
909	energy, ocean energy, waste heat, or hydroelectric power.
910	(5) "Renewable energy technology" means any technology that
911	generates or utilizes a renewable energy resource.
912	(6) "Solar energy system" means equipment that provides for
I	



913 the collection and use of incident solar energy for water heating, space heating or cooling, or other applications that 914 915 would normally require a conventional source of energy such as 916 petroleum products, natural gas, or electricity that performs 917 primarily with solar energy. In other systems in which solar 918 energy is used in a supplemental way, only those components that 919 collect and transfer solar energy shall be included in this 920 definition.

921 (7) "Solar photovoltaic system" means a device that 922 converts incident sunlight into electrical current.

923 (8) "Solar thermal system" means a device that traps heat924 from incident sunlight in order to heat water.

925 Section 20. Subsection (1), paragraph (f) of subsection 926 (2), and subsections (3) through (6) of section 377.804, Florida 927 Statutes, are amended to read:

928 377.804 Renewable Energy and Energy-Efficient Technologies 929 Grants Program.-

930 (1) The Renewable Energy and Energy-Efficient Technologies
931 Grants Program is established within the <u>department</u> commission
932 to provide renewable energy matching grants for demonstration,
933 commercialization, research, and development projects relating
934 to renewable energy technologies and innovative technologies
935 that significantly increase energy efficiency for vehicles and
936 commercial buildings.

937 (2) Matching grants for projects described in subsection938 (1) may be made to any of the following:

939 (f) Other qualified persons, as determined by the
 940 <u>department</u> commission.

941

(3) The <u>department</u> <del>commission</del> may adopt rules pursuant to

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942 ss. 120.536(1) and 120.54 to provide for application 943 requirements, provide for ranking of applications, and 944 administer the awarding of grants under this program.

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

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

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

957 (c) The extent to which the proposed project has been 958 demonstrated to be technically feasible based on pilot project 959 demonstrations, laboratory testing, scientific modeling, or 960 engineering or chemical theory that supports the proposal.

961 (d) The degree to which the project incorporates an 962 innovative new technology or an innovative application of an 963 existing technology.

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

967 (f) The degree to which a project demonstrates efficient968 use of energy and material resources.

969 (g) The degree to which the project fosters overall970 understanding and appreciation of renewable energy technologies.

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971 (h) The ability to administer a complete project. 972 (i) Project duration and timeline for expenditures. 973 (j) The geographic area in which the project is to be 974 conducted in relation to other projects. 975 (k) The degree of public visibility and interaction. 976 (5) The department commission shall solicit the expertise of state agencies, Enterprise Florida, Inc., and state 977 978 universities, and may solicit the expertise of other public and 979 private entities it deems appropriate, in evaluating project 980 proposals. State agencies shall cooperate with the department 981 commission and provide such assistance as requested. 982 (6) The commission shall coordinate and actively consult 983 with the Department of Agriculture and Consumer Services during 984 the review and approval process of grants relating to bioenergy 985 projects for renewable energy technology. Factors for 986 consideration in awarding grants relating to bioenergy projects 987 may include, but are not limited to, the degree to which: 988 (a) The project stimulates in-state capital investment and 989 economic development in metropolitan and rural areas, including 990 the creation of jobs and the future development of a commercial 991 market for bioenergy. 992 (b) The project produces bioenergy from Florida-grown crops 993 or biomass. 994 (c) The project demonstrates efficient use of energy and 995 material resources.

996 (d) The project fosters overall understanding and997 appreciation of bioenergy technologies.

998 (e) Matching funds and in-kind contributions from an 999 applicant are available.

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1000 (f) The project duration and the timeline for expenditures
1001 are acceptable.

(g) The project has a reasonable assurance of enhancing the value of agricultural products or will expand agribusiness in the state.

(h) Preliminary market and feasibility research has been conducted by the applicant or others and shows there is a reasonable assurance of a potential market.

1008Section 21. Subsections (1), (6), and (7) of section1009377.806, Florida Statutes, are amended to read:

1010

377.806 Solar Energy System Incentives Program.-

1011 (1) PURPOSE.-The Solar Energy System Incentives Program is 1012 established within the Department of Agriculture and Consumer 1013 Services commission to provide financial incentives for the 1014 purchase and installation of solar energy systems. Any resident 1015 of the state who purchases and installs a new solar energy 1016 system of 2 kilowatts or larger for a solar photovoltaic system, 1017 a solar energy system that provides at least 50 percent of a building's hot water consumption for a solar thermal system, or 1018 1019 a solar thermal pool heater, from July 1, 2006, through June 30, 1020 2010, is eligible for a rebate on a portion of the purchase 1021 price of that solar energy system.

(6) REBATE AVAILABILITY.-The <u>department</u> commission shall determine and publish on a regular basis the amount of rebate funds remaining in each fiscal year. The total dollar amount of all rebates issued is subject to the total amount of appropriations in any fiscal year for this program. If funds are insufficient during the current fiscal year, any requests for rebates received during that fiscal year may be processed during


1029 the following fiscal year. Requests for rebates received in a 1030 fiscal year that are processed during the following fiscal year 1031 shall be given priority over requests for rebates received 1032 during the following fiscal year.

1033 (7) RULES.-The department commission shall adopt rules pursuant to ss. 120.536(1) and 120.54 to develop rebate 1034 1035 applications and administer the issuance of rebates.

1036 Section 22. Section 377.807, Florida Statutes, is amended 1037 to read:

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377.807 Energy-efficient appliance rebate program.-

1039 (1) The department may Florida Energy and Climate 1040 Commission is authorized to develop and administer a consumer 1041 rebate program for residential energy-efficient appliances, 1042 consistent with 42 U.S.C. s. 15821 and any federal agency guidance or regulations issued in furtherance of federal law. 1043

(2) The department commission may adopt rules pursuant to 1044 ss. 120.536(1) and 120.54 designating eligible appliances, 1045 rebate amounts, and the administration of the issuance of 1046 1047 rebates. The rules shall be consistent with 42 U.S.C. s. 15821 1048 and any subsequent implementing federal regulations or guidance.

1049 (3) The department may commission is authorized to enter 1050 into contracts or memoranda of agreement with other agencies of 1051 the state, public-private partnerships, or other arrangements 1052 such that the most efficient means of administering consumer 1053 rebates can be achieved.

1054 Section 23. Subsections (2) through (5) of section 377.808, 1055 Florida Statutes, are amended to read:

1056

377.808 Florida Green Government Grants Act.-

1057

(2) The department Florida Energy and Climate Commission



1058 shall use funds specifically appropriated to award grants under 1059 this section to assist local governments, including 1060 municipalities, counties, and school districts, in the 1061 development and implementation of programs that achieve green 1062 standards. Green standards shall be determined by the department 1063 commission and shall provide for cost-efficient solutions, 1064 reducing greenhouse gas emissions, improving quality of life, and strengthening the state's economy. 1065

1066 (3) The department commission shall adopt rules pursuant to 1067 chapter 120 to administer the grants provided for in this 1068 section. In accordance with the rules adopted by the department 1069 commission under this section, the department commission may 1070 provide grants from funds specifically appropriated for this 1071 purpose to local governments for the costs of achieving green standards, including necessary administrative expenses. The 1072 1073 rules of the department commission shall:

1074 (a) Designate one or more suitable green government
1075 standards frameworks from which local governments may develop a
1076 greening government initiative and from which projects may be
1077 eligible for funding pursuant to this section.

(b) Require that projects that plan, design, construct, upgrade, or replace facilities reduce greenhouse gas emissions and be cost-effective, environmentally sound, permittable, and implementable.

1082 (c) Require local governments to match state funds with 1083 direct project cost sharing or in-kind services.

(d) Provide for a scale of matching requirements for local governments on the basis of population in order to assist rural and undeveloped areas of the state with any financial burden of



1087 addressing climate change impacts.

(e) Require grant applications to be submitted on appropriate forms developed and adopted by the <u>department</u> <del>commission</del> with appropriate supporting documentation and require records to be maintained.

(f) Establish a system to determine the relative priority of grant applications. The system shall consider greenhouse gas reductions, energy savings and efficiencies, and proven technologies.

1096 (g) Establish requirements for competitive procurement of 1097 engineering and construction services, materials, and equipment.

1098(h) Provide for termination of grants when program1099requirements are not met.

(4) Each local government is limited to not more than two grant applications during each application period announced by the <u>department</u> commission. However, a local government may not have more than three active projects expending grant funds during any state fiscal year.

(5) The <u>department</u> commission shall perform an adequate overview of each grant, which may include technical review, site inspections, disbursement approvals, and auditing to successfully implement this section.

1109 Section 24. Subsection (1) of section 377.809, Florida 1110 Statutes, is amended to read:

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377.809 Energy Economic Zone Pilot Program.-

(1) The Department of Community Affairs, in consultation with the Department of Transportation, shall implement an Energy Economic Zone Pilot Program for the purpose of developing a model to help communities cultivate green economic development,

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1116 encourage renewable electric energy generation, manufacture 1117 products that contribute to energy conservation and green jobs, 1118 and further implement chapter 2008-191, Laws of Florida, 1119 relative to discouraging sprawl and developing energy-efficient 1120 land use patterns and greenhouse gas reduction strategies. The 1121 Office of Tourism, Trade, and Economic Development and the 1122 Department of Agriculture and Consumer Services Florida Energy 1123 and Climate Commission shall provide technical assistance to the 1124 departments in developing and administering the program.

1125 Section 25. Subsections (3) and (6) of section 403.44, 1126 Florida Statutes, are amended to read:

403.44 Florida Climate Protection Act.-

1128 (3) The department may adopt rules for a cap-and-trade 1129 regulatory program to reduce greenhouse gas emissions from major emitters. When developing the rules, the department shall 1130 1131 consult with the Department of Agriculture and Consumer Services Florida Energy and Climate Commission and the Florida Public 1132 1133 Service Commission and may consult with the Governor's Action 1134 Team for Energy and Climate Change. The department shall not 1135 adopt rules until after January 1, 2010. The rules shall not 1136 become effective until ratified by the Legislature.

1137 (6) Recognizing that the international, national, and neighboring state policies and the science of climate change 1138 1139 will evolve, prior to submitting the proposed rules to the 1140 Legislature for consideration, the department shall submit the 1141 proposed rules to the Department of Agriculture and Consumer 1142 Services Florida Energy and Climate Commission, which shall 1143 review the proposed rules and submit a report to the Governor, 1144 the President of the Senate, the Speaker of the House of



1145 Representatives, and the department. The report shall address: 1146 (a) The overall cost-effectiveness of the proposed cap-and-1147 trade system in combination with other policies and measures in 1148 meeting statewide targets. 1149 (b) The administrative burden to the state of implementing, 1150 monitoring, and enforcing the program. 1151 (c) The administrative burden on entities covered under the 1152 cap. 1153 (d) The impacts on electricity prices for consumers. 1154 (e) The specific benefits to the state's economy for early 1155 adoption of a cap-and-trade system for greenhouse gases in the 1156 context of federal climate change legislation and the 1157 development of new international compacts. 1158 (f) The specific benefits to the state's economy associated 1159 with the creation and sale of emissions offsets from economic 1160 sectors outside of the emissions cap. (g) The potential effects on leakage if economic activity 1161 relocates out of the state. 1162 1163 (h) The effectiveness of the combination of measures in 1164 meeting identified targets. 1165 (i) The economic implications for near-term periods of 1166 short-term and long-term targets specified in the overall 1167 policy. 1168 (j) The overall costs and benefits of a cap-and-trade 1169 system to the economy of the state. 1170 (k) The impacts on low-income consumers that result from 1171 energy price increases. (1) The consistency of the program with other state and 1172 1173 possible federal efforts. Page 41 of 49



1174 (m) The evaluation of the conditions under which the state 1175 should consider linking its trading system to the systems of 1176 other states or other countries and how that might be affected 1177 by the potential inclusion in the rule of a safety valve. 1178 (n) The timing and changes in the external environment, 1179 such as proposals by other states or implementation of a federal 1180 program that would spur reevaluation of the Florida program. 1181 (o) The conditions and options for eliminating the Florida

1182 program if a federal program were to supplant it.

(p) The need for a regular reevaluation of the progress of other emitting regions of the country and of the world, and whether other regions are abating emissions in a commensurate manner.

1187 (q) The desirability of and possibilities of broadening the scope of the state's cap-and-trade system at a later date to 1188 include more emitting activities as well as sinks in Florida, 1189 1190 the conditions that would need to be met to do so, and how the 1191 program would encourage these conditions to be met, including 1192 developing monitoring and measuring techniques for land use 1193 emissions and sinks, regulating sources upstream, and other 1194 considerations.

1195 Section 26. Section 526.207, Florida Statutes, is amended 1196 to read:

526.207 Studies and reports.-

(1) The <u>Department of Agriculture and Consumer Services</u> Florida Energy and Climate Commission shall conduct a study to evaluate and recommend the life-cycle greenhouse gas emissions associated with all renewable fuels, including, but not limited to, biodiesel, renewable diesel, biobutanol, and ethanol derived

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1203 from any source. In addition, the department commission shall 1204 evaluate and recommend a requirement that all renewable fuels 1205 introduced into commerce in the state, as a result of the 1206 renewable fuel standard, shall reduce the life-cycle greenhouse 1207 gas emissions by an average percentage. The department 1208 commission may also evaluate and recommend any benefits 1209 associated with the creation, banking, transfer, and sale of 1210 credits among fuel refiners, blenders, and importers.

(2) The <u>Department of Agriculture and Consumer Services</u>
Florida Energy and Climate Commission shall submit a report
containing specific recommendations to the President of the
Senate and the Speaker of the House of Representatives no later
than December 31, 2010.

1216 Section 27. Section 570.074, Florida Statutes, is amended 1217 to read:

1218 570.074 Department of Agriculture and Consumer Services; 1219 energy and water policy coordination.-The commissioner may 1220 create an Office of Energy and Water Coordination under the 1221 supervision of a senior manager exempt under s. 110.205 in the 1222 Senior Management Service. The commissioner may designate the 1223 bureaus and positions in the various organizational divisions of 1224 the department that report to this office relating to any matter 1225 over which the department has jurisdiction in matters relating 1226 to energy and water policy affecting agriculture, application of 1227 such policies, and coordination of such matters with state and 1228 federal agencies.

1229 Section 28. Subsection (3) of section 570.954, Florida 1230 Statutes, is amended to read:

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570.954 Farm-to-fuel initiative.-

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(3) The department shall coordinate with and solicit the

1233 expertise of the state energy office within the Department of 1234 Environmental Protection when developing and implementing this 1235 initiative. 1236 Section 29. Subsections (5), (11), (12), and (13) of 1237 section 1004.648, Florida Statutes, are amended to read: 1238 1004.648 Florida Energy Systems Consortium.-1239 (5) The director, whose office is shall be located at the 1240 University of Florida, shall report to the Department of 1241 Agriculture and Consumer Services Florida Energy and Climate 1242 Commission created pursuant to s. 377.6015. 1243 (11) The oversight board, in consultation with the 1244 Department of Agriculture and Consumer Services Florida Energy 1245 and Climate Commission, shall ensure that the consortium: 1246 (a) Maintains accurate records of any funds received by the 1247 consortium. 1248 (b) Meets financial and technical performance expectations, 1249 which may include external technical reviews as required. 1250 (12) The steering committee shall consist of the university 1251 representatives included in the Centers of Excellence proposals 1252 for the Florida Energy Systems Consortium and the Center of 1253 Excellence in Ocean Energy Technology-Phase II which were 1254 reviewed during the 2007-2008 fiscal year by the Florida 1255 Technology, Research, and Scholarship Board created in s. 1256 1004.226(4); a university representative appointed by the 1257 President of Florida International University; and a 1258 representative of the Department of Agriculture and Consumer Services Florida Energy and Climate Commission. The steering 1259 1260 committee is shall be responsible for establishing and ensuring

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1261 the success of the consortium's mission under subsection (9). 1262 (13) By November 1 of each year, the consortium shall 1263 submit an annual report to the Governor, the President of the 1264 Senate, the Speaker of the House of Representatives, and the 1265 Department of Agriculture and Consumer Services Florida Energy 1266 and Climate Commission regarding its activities, including, but 1267 not limited to, education and research related to, and the 1268 development and deployment of, alternative energy technologies.

1269 Section 30. Sections 1 and 2 of chapter 2010-282, Laws of 1270 Florida, are amended to read:

1271 Section 1. (1) As provided in this section and section 2, a 1272 portion of the total amount appropriated in this act shall be 1273 used utilized by the Department of Agriculture and Consumer 1274 Services Florida Energy and Climate Commission to pay rebates to 1275 eligible applicants who submit an application pursuant to the 1276 Florida ENERGY STAR Residential HVAC Rebate Program administered 1277 by the department commission, as approved by the United States Department of Energy. An applicant is eligible for a rebate 1278 1279 under this section if:

(a) A complete application is submitted to the <u>department</u>
 commission on or before November 30, 2010.

(b) The central air conditioner, air source heat pump, or geothermal heat pump system replacement for which the applicant is seeking a rebate was purchased from or contracted for purchase with a Florida-licensed contractor after August 29, 2010, but before September 15, 2010, and fully installed prior to submission of the application for a rebate.

1288 (c) The <u>department</u> <del>commission</del> determines that the 1289 application complies with this section and any existing



1290 agreement with the United States Department of Energy governing 1291 the Florida ENERGY STAR Residential HVAC Rebate Program.

1292 (d) The applicant provides the following information to the 1293 <u>department</u> commission on or before November 30, 2010:

1294 1.a. A copy of the sales receipt indicating a date of 1295 purchase after August 29, 2010, but before September 15, 2010, 1296 with the make and model number identified and circled along with 1297 the name and address of the Florida-licensed contractor who 1298 installed the system; or

b. A copy of the contract for the purchase and installation of the system indicating a contract date after August 29, 2010, but before September 15, 2010, and a copy of the sales receipt indicating a date of purchase after August 29, 2010, but on or before November 30, 2010, with the make and model number identified and circled along with the name and address of the Florida-licensed contractor who installed the system.

1306 2. A copy of the mechanical building permit issued by the 1307 county or municipality and pulled by the Florida-licensed 1308 contractor who installed the system for the residence.

3. A copy of the Air Distribution System Test Report results from a Florida-certified Class 1 energy gauge rater, a Florida-licensed mechanical contractor, or a recognized test and balance agent. The results from the test must indicate the home has no more than 15 percent leakage to the outside as measured by 0.10 Qn.out or less.

4. A copy of the summary of the Manual J program completedfor the residence to indicate that the proper methodology forsizing the new system was completed.

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(2) The Department of Agriculture and Consumer Services



Florida Energy and Climate Commission shall pay a \$1,500 rebate to each consumer who submits an application pursuant to the Florida ENERGY STAR Residential HVAC Rebate Program if the application is approved by the <u>department</u> commission in accordance with this act. The <u>department</u> commission shall pay all rebates authorized in this section prior to paying any rebates authorized in section 2.

1326 Section 2. Notwithstanding s. 377.806(6), Florida Statutes, 1327 the Department of Agriculture and Consumer Services Florida 1328 Energy and Climate Commission shall utilize up to \$28,902,623, 1329 less any amount in excess of \$2,467,244 used to pay rebates 1330 pursuant to section 1, to pay a percentage of each unpaid and 1331 approved rebate application submitted pursuant to the Solar 1332 Energy System Incentives Program established in s. 377.806, Florida Statutes. An applicant is eligible for a rebate under 1333 1334 this section if the application submitted complies with s. 377.806, Florida Statutes. The percentage of each approved 1335 rebate to be paid shall be derived by dividing the remaining 1336 1337 appropriation by the total dollar value of the backlog of final 1338 approved solar rebates, pursuant to the authorized limits 1339 provided in s. 377.806, Florida Statutes.

1340 Section 31. For the 2011-2012 fiscal year only, notwithstanding s. 216.181(2)(b), Florida Statutes, the 1341 1342 Department of Agriculture may submit an amendment to the 1343 Legislative Budget Commission for increased budget authority for 1344 a fixed capital outlay appropriation for federal energy grants. 1345 Any such amendment is subject to the review and notice 1346 procedures provided in s. 216.177, Florida Statutes. 1347 Section 32. This act shall take effect July 1, 2011.

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1350	And the title is amended as follows:
1351	Delete everything before the enacting clause
1352	and insert:
1353	A bill to be entitled
1354	An act relating to the Florida Energy and Climate
1355	Commission; transferring the duties of the Florida
1356	Energy and Climate Commission with respect to planning
1357	and developing the state's energy policy and its
1358	duties under the Florida Energy and Climate Protection
1359	Act to the Department of Agriculture and Consumer
1360	Services; providing for the transfer of the
1361	commission's duties and records, personnel, property,
1362	unexpended balances of appropriations, allocations,
1363	and other funds, administrative authority,
1364	administrative rules, pending issues, and existing
1365	contracts to the Department of Agriculture and
1366	Consumer Services; amending ss. 213.053, 220.192,
1367	288.1089, 288.9607, 366.82, 366.92, 377.6015, 377.602,
1368	377.603, 377.604, 377.605, 377.606, and 377.608, F.S.;
1369	eliminating the Florida Energy and Climate Commission
1370	and transferring its duties to the Department of
1371	Agriculture and Consumer Services; conforming
1372	provisions to changes made by the act; amending s.
1373	377.701, F.S.; transferring the duties of petroleum
1374	allocation from the Florida Energy and Climate
1375	Commission to the Division of Emergency Management;
1376	amending s. 377.703, F.S.; conforming provisions to



1377 changes made by the act; transferring energy emergency 1378 contingency plans to the Division of Emergency 1379 Management; providing for the Department of Management 1380 Services to coordinate the energy conservation 1381 programs of all state agencies; transferring 1382 administration of the Coastal Energy Impact Program to 1383 the Department of Environmental Protection; amending 1384 ss. 377.711, 377.801, 377.803, 377.804, 377.806, 377.807, 377.808, 377.809, 403.44, 526.207, 570.954, 1385 1386 and 1004.648, F.S.; conforming provisions to changes 1387 made by the act; amending s. 570.074, F.S.; providing 1388 for the creation of the Office of Energy and Water 1389 within the Department of Agriculture and Consumer 1390 Services; amending ss. 1 and 2 of chapter 2010-282, 1391 Laws of Florida; conforming cross references in the 1392 chapter to changes made in the act; authorizing the 1393 Department of Agriculture to submit a request to the 1394 Legislative Budget Commission for a fixed capital 1395 outlay appropriation for federal energy grants; 1396 providing an effective date.