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A bill to be entitled

2 An act relating to the Public Service Commission; 3 amending s. 112.324, F.S., relating to the code of 4 conduct for public officers; removing a reference to 5 the Florida Public Service Commission Nominating 6 Council; amending s. 350.001, F.S.; removing a 7 provision for participation by the Governor in the 8 process for selection of members of the commission; 9 amending s. 350.01, F.S.; providing for nonpartisan 10 election of commissioners; providing for commission 11 districts; providing for terms of commissioners; 12 providing for the filling of vacancies on the 13 commission; limiting the number of years a commissioner may serve; requiring the commission to 14 consult with the Public Counsel before ruling on any 15 change of rates; amending s. 350.041, F.S.; 16 17 prohibiting a commissioner from accepting employment 18 at certain business entities until a specified time 19 after the commissioner has left office; prohibiting a 20 candidate for the office of commissioner from accepting contributions from certain regulated 21 22 entities; amending ss. 350.042 and 350.043, F.S.; 23 removing references to conform to changes made by the 24 act; amending s. 350.0605, F.S.; revising duties of 25 the Public Counsel; repealing s. 350.031, F.S., 26 relating to the Florida Public Service Commission 27 Nominating Council; providing effective dates.

Page 1 of 12

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hb0447-00

29 Be It Enacted by the Legislature of the State of Florida: 30

31 Section 1. Paragraph (a) of subsection (8) of section 32 112.324, Florida Statutes, is amended to read:

33 112.324 Procedures on complaints of violations; public 34 records and meeting exemptions.-

35 If, in cases pertaining to complaints other than (8) 36 complaints against impeachable officers or members of the 37 Legislature, upon completion of a full and final investigation by the commission, the commission finds that there has been a 38 39 violation of this part or of s. 8, Art. II of the State 40 Constitution, it shall be the duty of the commission to report its findings and recommend appropriate action to the proper 41 42 disciplinary official or body as follows, and such official or 43 body shall have the power to invoke the penalty provisions of 44 this part, including the power to order the appropriate elections official to remove a candidate from the ballot for a 45 46 violation of s. 112.3145 or s. 8(a) and (i), Art. II of the 47 State Constitution:

(a) The President of the Senate and the Speaker of the
House of Representatives, jointly, in any case concerning the
Public Counsel, members of the Public Service Commission,
members of the Public Service Commission Nominating Council, the
Auditor General, or the director of the Office of Program Policy
Analysis and Government Accountability.

54 Section 2. Section 350.001, Florida Statutes, is amended 55 to read:

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Page 2 of 12

350.001 Legislative intent.-The Florida Public Service

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hb0447-00

2013

57	Commission has been and shall continue to be an arm of the
58	legislative branch of government. The Public Service Commission
59	shall perform its duties independently. It is the desire of the
60	Legislature that the Governor participate in the appointment
61	process of commissioners to the Public Service Commission. The
62	Legislature accordingly delegates to the Governor a limited
63	authority with respect to the Public Service Commission by
64	authorizing him or her to participate in the selection of
65	members only in the manner prescribed by s. 350.031.
66	Section 3. Section 350.01, Florida Statutes, is amended to
67	read:
68	350.01 Florida Public Service Commission; election and
69	terms of commissioners; vacancies; election and duties of chair;
70	quorum; proceedings
71	(1) The Florida Public Service Commission shall consist of
72	five commissioners <u>elected for terms of 2 years each by the</u>
73	qualified electors of this state voting in nonpartisan elections
74	within each of the following commission districts: appointed
75	pursuant to s. 350.031.
76	(a) District oneOne commissioner shall be elected within
77	a district comprising the First Appellate District described in
78	<u>s. 35.02.</u>
79	(b) District twoOne commissioner shall be elected within
80	a district comprising the Second Appellate District described in
81	<u>s. 35.03.</u>
82	(c) District threeOne commissioner shall be elected
83	within a district comprising the Third Appellate District
84	described in s. 35.04.

Page 3 of 12

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85 District four.-One commissioner shall be elected (d) 86 within a district comprising the Fourth Appellate District 87 described in s. 35.042. District five.-One commissioner shall be elected 88 (e) 89 within a district comprising the Fifth Appellate District described in s. 35.043. 90 Each appointed commissioner serving on July 1, 91 (2) (a) 92 2014, shall remain in office until January 2, 2015, unless the 93 commissioner vacates the office or is otherwise removed from the commission before that date. July 1, 1978, shall be permitted to 94 95 remain in office until the completion of his or her current 96 term. Upon the expiration of the term, a successor shall be 97 appointed in the manner prescribed by s. 350.031 for a 4-year term, except that the terms of the initial members appointed 98 under this act shall be as follows: 99 100 1. The vacancy created by the present term ending in 101 January, 1981, shall be filled by appointment for a 4-year term 102 and for 4-year terms thereafter; and 103 2. The vacancies created by the two present terms ending in January, 1979, shall be filled by appointment for a 3-year 104 105 term and for 4-year terms thereafter. 106 (b) Two additional commissioners shall be appointed in the 107 manner prescribed by s. 350.031 for 4-year terms beginning the 108 first Tuesday after the first Monday in January, 1979, and 109 successors shall be appointed for 4-year terms thereafter with each term beginning on January 2 of the year the term commences 110 111 and ending 4 years later on January 1. 112 (b) (c) Vacancies on the commission shall be filled for the

Page 4 of 12

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113 unexpired portion of the term <u>by appointment by the Governor</u> 114 <u>subject to confirmation by the Senate.</u> in the same manner as 115 original appointments to the commission.

116 Any person serving on the commission may seek election (3) 117 or reelection to the commission; however, a person may not 118 appear on the ballot for reelection as a commissioner if, by the end of the current term of office, the person will have served, 119 or, but for resignation, would have served, as commissioner for 120 121 8 or more years, inclusive of service as an elected or who seeks 122 to be appointed commissioner or reappointed shall file with the 123 nominating council no later than June 1 prior to the year in 124 which his or her term expires a statement that he or she desires 125 to serve an additional term.

(4) One member of the commission shall be elected by
majority vote to serve as chair for a term of 2 years, beginning
on January 2 of the first year of the term. A member may not
serve two consecutive terms as chair.

130 (5) The primary duty of the chair is to serve as chief administrative officer of the commission; however, the chair may 131 132 participate in any proceedings pending before the commission 133 when administrative duties and time permit. In order to 134 distribute the workload and expedite the commission's calendar, 135 the chair, in addition to other administrative duties, has 136 authority to assign the various proceedings pending before the 137 commission requiring hearings to two or more commissioners or to 138 the commission's staff of hearing examiners under the 139 supervision of the office of general counsel. Only those commissioners assigned to a proceeding requiring hearings are 140

Page 5 of 12

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hb0447-00

141 entitled to participate in the final decision of the commission 142 as to that proceeding; however provided, if only two 143 commissioners are assigned to a proceeding requiring hearings 144 and cannot agree on a final decision, the chair shall cast the 145 deciding vote for final disposition of the proceeding. If more 146 than two commissioners are assigned to any proceeding, a majority of the members assigned shall constitute a quorum and a 147 148 majority vote of the members assigned shall be essential to 149 final commission disposition of those proceedings requiring 150 actual participation by the commissioners. If a commissioner 151 becomes unavailable after assignment to a particular proceeding, 152 the chair shall assign a substitute commissioner. In those 153 proceedings assigned to a hearing examiner, after following the 154 conclusion of the hearings, the designated hearing examiner is 155 responsible for preparing recommendations for final disposition by a majority vote of the commission. A petition for 156 157 reconsideration shall be voted upon by those commissioners participating in the final disposition of the proceeding. 158

A majority of the commissioners may determine that the 159 (6) 160 full commission shall sit in any proceeding. The public counsel 161 or a person regulated by the Public Service Commission and 162 substantially affected by a proceeding may file a petition that 163 the proceeding be assigned to the full commission. Within 15 164 days after of receipt by the commission of any petition or 165 application, the full commission shall dispose of such petition 166 by majority vote and render a written decision thereon before 167 prior to assignment of less than the full commission to a proceeding. In disposing of such petition, the commission shall 168

Page 6 of 12

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hb0447-00

169 consider the overall general public interest and impact of the 170 pending proceeding, including, but not limited to, the following 171 criteria: the magnitude of a rate filing, including the number 172 of customers affected and the total revenues requested; the 173 services rendered to the affected public; the urgency of the 174 requested action; the needs of the consuming public and the 175 utility; value of service involved; the effect on consumer 176 relations, regulatory policies, conservation, economy, 177 competition, public health, and safety of the area involved. If 178 the petition is denied, the commission shall set forth the 179 grounds for denial.

(7) This section does not prohibit a commissioner,
designated by the chair, from conducting a hearing as provided
under ss. 120.569 and 120.57(1) and the rules of the commission
adopted pursuant thereto.

184 (8) The commission shall consult with the Public Counsel 185 before ruling on any change of rates for a regulated company as 186 defined in s. 350.111.

Section 4. Paragraph (b) of subsection (2) and subsection (3) of section 350.041, Florida Statutes, are amended, and paragraph (j) is added to subsection (2) of that section, to read:

191 350.041 Commissioners; <u>candidates for office of</u> 192 commissioner; standards of conduct.-

193 (2) STANDARDS OF CONDUCT.-

(b) A commissioner, during his or her term of office and
 until the end of 8 years after leaving office as commissioner,
 may not accept any form of employment with or engage in any

Page 7 of 12

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197 business activity with any business entity which, either 198 directly or indirectly, owns or controls any public utility 199 regulated by the commission, any public utility regulated by the 200 commission, or any business entity which, either directly or 201 indirectly, is an affiliate or subsidiary of any public utility 202 regulated by the commission.

203 (j) A candidate for election to the office of commissioner 204 may not directly or indirectly, through staff or other means, 205 solicit or accept a campaign contribution from a public utility 206 regulated by the commission; from a business entity that, 207 whether directly or indirectly, is an affiliate or subsidiary of 208 any public utility regulated by the commission; or from a party 209 appearing in a proceeding considered by the commission during 210 the previous 2 years.

211 (3)The Commission on Ethics shall accept and investigate 212 any alleged violations of this section pursuant to the 213 procedures contained in ss. 112.322-112.3241. The Commission on 214 Ethics shall provide the Governor and the Florida Public Service 215 Commission Nominating Council with a report of its findings and 216 recommendations. The Governor is authorized to enforce the 217 findings and recommendations of the Commission on Ethics, 218 pursuant to part III of chapter 112. A public service 219 commissioner or a member of the Florida Public Service 220 Commission Nominating Council may request an advisory opinion 221 from the Commission on Ethics, pursuant to s. 112.322(3)(a), 222 regarding the standards of conduct or prohibitions set forth in 223 this section and ss. $\frac{350.031_{T}}{350.04_{T}}$ and 350.042. 224 Section 5. Paragraph (b) of subsection (7) of section

Page 8 of 12

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hb0447-00

(7)

225 350.042, Florida Statutes, is amended to read:

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226
          350.042 Ex parte communications.-
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228 (b) If the Commission on Ethics finds that there has been 229 a violation of this section by a public service commissioner, it shall provide the Governor and the Florida Public Service 230 231 Commission Nominating Council with a report of its findings and 232 recommendations. The Governor is authorized to enforce the 233 findings and recommendations of the Commission on Ethics, 234 pursuant to part III of chapter 112.

235 Section 6. Section 350.043, Florida Statutes, is amended 236 to read:

237 350.043 Enforcement and interpretation.-Any violation of s. 350.031, s. 350.04, s. 350.041, s. 350.042, or s. 350.0605 by 238 239 a commissioner, former commissioner, or former employee, or 240 Public Service Commission Nominating Council member shall be 241 punishable as provided in ss. 112.317 and 112.324. The 242 Commission on Ethics is hereby given the power and authority to 243 investigate complaints of violation of this chapter in the 244 manner provided in part III of chapter 112, as if this section 245 were included in that part. A commissioner may request an 246 advisory opinion from the Commission on Ethics as provided by s. 247 112.322(3)(a).

Section 7. Subsection (3) of section 350.0605, Florida 248 249 Statutes, is amended to read:

250 350.0605 Former commissioners and employees; 251 representation of clients before commission.-For a period of 8 $\frac{2}{2}$ years following termination of

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(3)

Page 9 of 12

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hb0447-00

253 service on the commission, a former member may not accept 254 employment by or compensation from a business entity which, directly or indirectly, owns or controls a public utility 255 256 regulated by the commission, from a public utility regulated by 257 the commission, from a business entity which, directly or 258 indirectly, is an affiliate or subsidiary of a public utility 259 regulated by the commission or is an actual business competitor 260 of a local exchange company or public utility regulated by the 261 commission and is otherwise exempt from regulation by the 262 commission under ss. 364.02(13) and 366.02(1), or from a 263 business entity or trade association that has been a party to a 264 commission proceeding within the 2 years preceding the member's 265 termination of service on the commission. This subsection 266 applies only to members of the Florida Public Service Commission 267 who are appointed or reappointed after May 10, 1993.

268 Section 8. Section 350.0611, Florida Statutes, is amended 269 to read:

270 350.0611 Public Counsel; duties and powers.-In addition to 271 consultation with the commission regarding rate changes pursuant 272 to s. 350.01, it is shall be the duty of the Public Counsel to 273 provide legal representation for the people of the state in 274 proceedings before the commission and in proceedings before 275 counties pursuant to s. 367.171(8). The Public Counsel shall 276 have such powers as are necessary to carry out the duties of his 277 or her office, including, but not limited to, the following 278 specific powers:

(1) To recommend to the commission or the counties, bypetition, the commencement of any proceeding or action or to

Page 10 of 12

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281 appear, in the name of the state or its citizens, in any 282 proceeding or action before the commission or the counties and 283 urge therein any position which he or she deems to be in the 284 public interest, whether consistent or inconsistent with 285 positions previously adopted by the commission or the counties, 286 and utilize therein all forms of discovery available to 287 attorneys in civil actions generally, subject to protective orders of the commission or the counties which shall be 288 289 reviewable by summary procedure in the circuit courts of this 290 state;

(2) To have access to and use of all files, records, and data of the commission or the counties available to any other attorney representing parties in a proceeding before the commission or the counties;

(3) In any proceeding in which he or she has participated
as a party, to seek review of any determination, finding, or
order of the commission or the counties, or of any hearing
examiner designated by the commission or the counties, in the
name of the state or its citizens;

(4) To prepare and issue reports, recommendations, and proposed orders to the commission, the Governor, and the Legislature on any matter or subject within the jurisdiction of the commission, and to make such recommendations as he or she deems appropriate for legislation relative to commission procedures, rules, jurisdiction, personnel, and functions; and

306 (5) To appear before other state agencies, federal 307 agencies, and state and federal courts in connection with 308 matters under the jurisdiction of the commission, in the name of

Page 11 of 12

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309 the state or its citizens.

310 Section 9. Effective January 1, 2015, section 350.031,

311 Florida Statutes, is repealed.

312 Section 10. Except as otherwise expressly provided in this

313 act, this act shall take effect July 1, 2013.