HB 4057 2016

A bill to be entitled

An act relating to the repeal of nuclear cost
recovery; repealing s. 366.93, F.S., relating to cost
recovery mechanisms for the siting, design, licensing,
and construction of nuclear and integrated

gasification combined cycle power plants, including mechanisms that promote utility investment in, and

allow for recovery in electric utility rates of certain costs of, such plants; repealing s. 366.95,

F.S., relating to financing for certain nuclear generating asset retirement or abandonment costs; amending s. 403.519, F.S.; deleting provisions

limiting challenges to a utility's right to recover

costs incurred before commercial operation of certain

plants; providing an effective date.

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

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Section 1. <u>Sections 366.93 and 366.95</u>, Florida Statutes, are repealed.

20 <u>are repealed</u>
21 Section

Section 2. Paragraph (e) of subsection (4) of section 403.519, Florida Statutes, is amended to read:

403.519 Exclusive forum for determination of need.-

(4) In making its determination on a proposed electrical power plant using nuclear materials or synthesis gas produced by integrated gasification combined cycle power plant as fuel, the

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

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commission shall hold a hearing within 90 days after the filing of the petition to determine need and shall issue an order granting or denying the petition within 135 days after the date of the filing of the petition. The commission shall be the sole forum for the determination of this matter and the issues addressed in the petition, which accordingly shall not be reviewed in any other forum, or in the review of proceedings in such other forum. In making its determination to either grant or deny the petition, the commission shall consider the need for electric system reliability and integrity, including fuel diversity, the need for base-load generating capacity, the need for adequate electricity at a reasonable cost, and whether renewable energy sources and technologies, as well as conservation measures, are utilized to the extent reasonably available.

(e) After a petition for determination of need for a nuclear or integrated gasification combined cycle power plant has been granted, the right of a utility to recover any costs incurred prior to commercial operation, including, but not limited to, costs associated with the siting, design, licensing, or construction of the plant and new, expanded, or relocated electrical transmission lines or facilities of any size that are necessary to serve the nuclear power plant, shall not be subject to challenge unless and only to the extent the commission finds, based on a preponderance of the evidence adduced at a hearing before the commission under s. 120.57, that certain costs were

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imprudently incurred. Proceeding with the construction of the nuclear or integrated gasification combined cycle power plant following an order by the commission approving the need for the nuclear or integrated gasification combined cycle power plant under this act shall not constitute or be evidence of imprudence. Imprudence shall not include any cost increases due to events beyond the utility's control. Further, a utility's right to recover costs associated with a nuclear or integrated gasification combined cycle power plant may not be raised in any other forum or in the review of proceedings in such other forum. Costs incurred prior to commercial operation shall be recovered pursuant to chapter 366.

Section 3. This act shall take effect July 1, 2016.