HOUSE AMENDMENT

Bill No. CS/CS/HB 741 (2022)

Amendment No.

	CHAMBER ACTION
	<u>Senate</u> <u>House</u>
1	
1	Representative Eskamani offered the following:
2	
3	Amendment (with directory and title amendments)
4	Remove lines 25-166 and insert:
5	366.91 Renewable energy
6	(2) As used in this section, the term:
7	(f) "Renewable energy source device" has the same meaning
8	<u>as in s. 193.624(1).</u>
9	(5) <u>(a)</u> On or before January 1, 2009, Each public utility
10	shall develop a standardized interconnection agreement and net
11	metering program for customer-owned <u>or leased</u> renewable
12	generation. The commission shall establish requirements relating
13	to the expedited interconnection and net metering of customer-
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14	owned or leased renewable generation by public utilities and
15	shall may adopt new rules to administer this section.
16	(b) Effective January 1, 2024, public utility net metering
17	programs for customer-owned or leased renewable generation must
18	provide that:
19	1. Electricity used by the customer in excess of the
20	generation supplied by customer-owned or leased renewable
21	generation is billed by the public utility in accordance with
22	normal billing practices; and
23	2. Excess customer-owned or leased renewable generation
24	delivered to the public utility's electric grid during the
25	customer's regular billing cycle is credited to the customer's
26	energy consumption for the next month's billing cycle as
27	follows:
28	a. For energy credits produced from customer-owned or
29	leased renewable generation for which a net metering application
30	is approved between January 1, 2024, and December 31, 2025, the
31	customer's energy usage is offset by 75 percent of the amount
32	credited;
33	b. For energy credits produced from customer-owned or
34	leased renewable generation for which a net metering application
35	is approved between January 1, 2026, and December 31, 2026, the
36	customer's energy usage is offset by 60 percent of the amount
37	credited; and

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38	c. For energy credits produced from customer-owned or
39	leased renewable generation for which a net metering application
40	is approved between January 1, 2027, and December 31, 2028, the
41	customer's energy usage is offset by 50 percent of the amount
42	credited.
43	(c) A public utility customer who owns or leases renewable
44	generation for which a net metering application is approved
45	before January 1, 2029, pursuant to a standard interconnection
46	agreement offered by a public utility, is granted 20 years to
47	continue to use the net metering rate design and rates that
48	applied at the time the net metering application was approved.
49	This paragraph applies to customers who purchase or lease real
50	property upon which customer-owned or leased renewable
51	generation is installed for all or part of that 20-year period.
52	(d) On or after the effective date of the net metering
53	programs described in paragraph (b), a public utility may
54	petition the commission for approval to impose any combination
55	of fixed charges, which may include base facilities charges,
56	electric grid access fees, and monthly minimum bills, to ensure
57	that the public utility recovers the fixed costs of serving
58	customers that own or lease renewable generation and that the
59	general body of public utility ratepayers do not subsidize
60	<u>customer-owned or leased generation. Within 180 days after a</u>
61	petition is filed by a public utility pursuant to this

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62	paragraph, the commission must issue a final order on the
63	petition.
64	(e) The commission must adopt new rules to become
65	effective January 1, 2029, that establish a new program design
66	for customer-owned or leased renewable generation for which a
67	net metering application is approved on or after January 1,
68	2029. The new program design must comply with the following
69	<u>criteria:</u>
70	1. Each public utility customer who owns or leases
71	renewable generation must pay the full cost of electric service
72	and may not be subsidized by the public utility's general body
73	of ratepayers.
74	2. All energy delivered by the public utility must be
75	purchased at the public utility's applicable retail rate and all
76	energy delivered by the customer-owned or leased renewable
77	generation to the public utility must be credited to the
78	customer at the public utility's full avoided costs.
79	(f)1. If at any time the penetration rate of customer-
80	owned or leased renewable generation in a public utility's
81	service territory is reasonably expected to exceed 6.5 percent
82	within the succeeding 12 months, the commission, upon petition
83	or on its own motion, must initiate rulemaking to adopt a new
84	program design that complies with subparagraphs (e)1. and 2. A
85	new program design adopted pursuant to this subparagraph becomes
86	effective 60 days after rule adoption or 60 days after the date
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87	the commission determines that the actual peretration rate has
	the commission determines that the actual penetration rate has
88	reached 6.5 percent, whichever is later, and shall apply to
89	customer-owned or leased renewable generation for which a net
90	metering application is approved after that effective date.
91	2. For purposes of this paragraph, the penetration rate
92	shall be calculated by dividing the total summer peak demand of
93	the public utility by the aggregate gross power rating
94	(alternating current) of all in-service customer-owned or leased
95	renewable generation in the public utility's service territory.
96	(g) This subsection establishes the minimum requirements
97	for each public utility net metering program. A public utility
98	may petition the commission at any time for approval to offer a
99	net metering program on terms that are not less favorable to
100	customers who own or lease renewable generation than the terms
101	specified in this subsection or in commission rules adopted
102	pursuant to this subsection.
103	(h)1. A public utility may recover, through its fuel and
104	purchased power cost recovery charge, its lost revenues
105	resulting from the incremental addition of residential customer-
106	owned or leased solar photovoltaic generation within the public
107	utility's service territory between July 1, 2022, and December
108	31, 2023, above the level that such generation, for purposes of
109	setting base rates in the public utility's most recent base rate
110	proceeding, was estimated to be installed within the public
111	utility's service territory during the same period.
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112	2. A public utility seeking recovery of lost revenues
113	under this paragraph must file with the commission a petition
114	that:
115	a. Identifies the total capacity of residential customer-
116	owned or leased solar photovoltaic generation that, for purposes
117	of setting base rates in the public utility's most recent base
118	rate proceeding, was estimated to be installed in the public
119	utility's service territory between July 1, 2022, and December
120	<u>31, 2023;</u>
121	b. Identifies the total capacity of residential customer-
122	owned or leased solar photovoltaic generation that was installed
123	in the public utility's service territory between July 1, 2022,
124	and December 31, 2023;
125	c. Demonstrates the difference in revenues collected by
126	the public utility as a direct result of the incremental
127	difference in the estimated and actual capacity additions
128	identified in sub-subparagraphs a. and b. and identifies the
129	specific amount that the utility seeks to recover;
130	d. Demonstrates that the relief requested does not cause
131	the public utility to exceed the rate of return on equity
132	authorized by the commission in the public utility's most recent
133	base rate proceeding; and
134	e. Includes such other reasonably related information as
135	the commission may require by rule.

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136	3. Upon receipt of a petition that meets the requirements
137	of subparagraph 2., the commission must determine the amount, if
138	any, that the utility is entitled to recover under this
139	paragraph.
140	4. A petition filed under this subsection may not be filed
141	before December 31, 2023, or after March 31, 2024.
142	5. The Legislature provides the limited, extraordinary
143	relief set forth in this paragraph to address the potential
144	impact on a public utility of a previously unanticipated surge,
145	unaccounted for in the utility's last rate case, in the
146	installation of customer-owned or leased renewable generation
147	over the period specified in this subsection. The Legislature
148	makes no findings as to whether the recovery of lost revenues by
149	a public utility is appropriate for any other purpose.
150	(10)(a) An owner or operator of any educational facility,
151	school district, college, university, religious organization,
152	assisted living facility, not-for-profit charitable
153	organization, group home, foster care facility, local
154	government, woman-owned or minority-owned business, housing for
155	very-low-income, low-income, or moderate-income persons as
156	defined in s. 420.602, or housing for persons 60 years of age or
157	older, or any contracted third party, may install, maintain, and
158	operate a renewable energy source device on or about the
159	structure in which the entity operates or on any property owned
160	or leased by the entity. The owner of the entity or the
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161 contracted third party may sell the electricity generated from 162 the renewable energy source device, regardless of whether the 163 device is located in a public utility's service territory, to an 164 entity that is located immediately adjacent to the structure, 165 within the same parcel as the structure, or on an immediately 166 adjacent parcel. Such sales are not retail sales of electricity 167 for purposes of this chapter and do not subject the energy-168 producing business to regulation under this chapter. 169 (b) An owner or operator of any educational facility, school district, college, university, religious institution, 170 assisted living facility, not-for-profit charitable 171 172 organization, group home, foster care facility, local 173 government, woman-owned or minority-owned business, housing for 174 very-low-income, low-income, or moderate-income persons as 175 defined in s. 420.602, or housing for persons 60 years of age or 176 older is not required to purchase directly or indirectly, by lease or other contractual arrangement, the electricity produced 177 pursuant to paragraph (a). 178 179 180 181 DIRECTORY AMENDMENT 182 Remove lines 23-24 and insert: 183 Section 1. Paragraph (f) of subsection (2) of section 184 366.91, Florida Statutes, is redesignated as paragraph (g), subsection (5) is amended, a new paragraph (f) is added to 185 177723 Approved For Filing: 2/25/2022 3:37:37 PM

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186	subsection (2), and subsection (10) is added to that section, to
187	read:
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191	TITLE AMENDMENT
192	Remove lines 3-18 and insert:
193	F.S.; providing a definition; providing the terms for
194	public utility net metering programs after a specified
195	date; providing a schedule of reductions to net
196	metering rate designs that apply to customers with net
197	metering applications that are approved after
198	specified dates; authorizing certain customers who own
199	or lease renewable generation to remain under the net
200	metering rules that initially applied to those
201	customers for a specified time; authorizing public
202	utilities to petition for approval of certain fixed
203	charges designed to meet specified purposes; providing
204	conditions under which rules must be initiated if the
205	penetration rate of customer-owned or leased renewable
206	generation meets a specified threshold; authorizing
207	public utilities to recover specified lost revenues
208	upon meeting certain requirements; providing
209	applicability; authorizing specified entities to
210	produce electricity from a renewable energy source
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211	device located on or about certain structures and
212	property and to sell such electricity to specified
213	entities; specifying that specified entities from are
214	not required to purchase electricity produced by a
215	renewable energy source device; providing an

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