1 A bill to be entitled 2 An act relating to a natural gas rebate program; 3 creating s. 377.811, F.S.; creating the heavy 4 transportation industry natural gas rebate program 5 within the Department of Agriculture and Consumer 6 Services; defining terms; providing powers and duties 7 of the department with respect to the program; providing rebate eligibility requirements; providing 8 9 limits on rebate awards; providing for an application 10 process; authorizing the department to adopt rules; requiring the department to publish on its website the 11 12 availability of rebate funds; requiring the department to submit an annual assessment to the Governor, the 13 14 Legislature, and the Office of Program Policy Analysis 15 and Government Accountability by a specified date; 16 providing an appropriation; providing an effective 17 date. 18 19 Be It Enacted by the Legislature of the State of Florida: 20 21 Section 1. Section 377.811, Florida Statutes, is created 2.2 to read: 23 377.811 Heavy transportation industry natural gas rebate 24 program.-

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within the Department of Agriculture and Consumer Services a

CREATION AND PURPOSE OF PROGRAM.—There is created

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heavy transportation industry natural gas rebate program. The purpose of the program is to help reduce transportation costs in the state, encourage the use of a domestic fuel source, and encourage heavy transportation industry investments that contribute to the economic growth of the state.

- (2) DEFINITIONS.—As used in this section, the term:
- (a) "Conversion costs" means the costs associated with retrofitting a diesel-powered, gasoline-powered, or heavy-fuel-oil-powered locomotive, waterborne ship, or high-horsepower engine to a natural-gas-fuel-powered eligible vehicle or vessel.
- (b) "Department" means the Department of Agriculture and Consumer Services.
- (c) "Eligible costs" means the conversion costs or the incremental costs incurred by an applicant in connection with an investment in the conversion of, purchase of, or lease lasting at least 10 years of, a natural-gas-fuel-powered eligible vehicle or vessel. The term does not include costs for project development, fueling stations, or other fueling infrastructure.
- (d) "Eligible vehicle or vessel" means a locomotive, waterborne ship, or high-horsepower engine used for transportation purposes, registered or licensed in the state, and used for commercial business or governmental purposes within the state. An eligible vehicle must be newly constructed or repowered and placed into service on or after July 1, 2015. A waterborne ship must be built and documented in the United States with a coastwise endorsement under 46 U.S.C. s. 55102 and

be used to provide regular transportation of merchandise between one or more ports in the state and other domestic ports.

- (e) "High-horsepower engine" means an engine that provides more than 1,000 horsepower and is used for nonhighway transportation purposes.
- (f) "Incremental costs" means the excess costs associated with the purchase or lease of a natural-gas-fuel-powered eligible vehicle or vessel as compared to an equivalent diesel-powered, gasoline-powered, or heavy-fuel-oil-powered eligible vehicle or vessel.
- go "Natural gas fuel" means any liquefied petroleum gas product, compressed natural gas product, or combination thereof used in an eligible vehicle or vessel. The term includes, but is not limited to, all forms of fuel commonly or commercially known or sold as natural gasoline, butane gas, propane gas, or any other form of liquefied petroleum gas, compressed natural gas, or liquefied natural gas. The term does not include natural gas or liquefied petroleum placed in a separate tank for cooking, heating, water heating, or electric generation.
- (3) HEAVY TRANSPORTATION INDUSTRY NATURAL GAS REBATE.—The department shall award rebates for eligible costs. A rebate may not exceed 50 percent of the eligible costs of a natural gas eligible vehicle or vessel with a dedicated or bi-fuel natural gas fuel operating system placed into service on or after July 1, 2015. An applicant is eligible to receive a maximum rebate of \$500,000 per eligible vehicle or vessel up to a total of \$1

million per fiscal year. All eligible vehicles or vessels must comply with applicable United States Environmental Protection Agency emission standards.

## (4) APPLICATION PROCESS.—

- (a) An applicant seeking to obtain a rebate shall submit an application to the department by a specified date each year as established by department rule. The application shall require a complete description of all eligible costs, proof of purchase or lease of the eligible vehicle or vessel for which the applicant is seeking a rebate, a copy of the vehicle or vessel registration certificate or equivalent documentation, a description of the total rebate sought by the applicant, and any other information deemed necessary by the department. The application form adopted by department rule must include an affidavit from the applicant certifying that all information contained in the application is true and correct.
- (b) The department shall determine the rebate eligibility of each applicant in accordance with the requirements of this section and department rule. The total amount of rebates allocated to certified applicants in each fiscal year may not exceed the amount appropriated for the program in the fiscal year. Rebates shall be allocated to eligible applicants on a first-come, first-served basis, determined by the date and time when the application is received, until all appropriated funds for the fiscal year are expended or the program ends, whichever occurs first. Incomplete applications submitted to the

department may not be accepted and do not secure a place in the first-come, first-served application process.

- (5) RULES.—The department may adopt rules to implement and administer this section by December 31, 2015, including rules relating to the forms required to claim a rebate under this section, the required documentation and basis for establishing eligibility for a rebate, procedures and guidelines for claiming a rebate, and the collection of economic impact data from applicants.
- (6) PUBLICATION.—The department shall determine and publish on its website on an ongoing basis the amount of available funding for rebates remaining in each fiscal year.
- (7) ANNUAL ASSESSMENT.—By December 1, 2016, and each year thereafter that the program is funded, the department shall provide an annual assessment of the use of the rebate program during the previous fiscal year to the Governor, the President of the Senate, the Speaker of the House of Representatives, and the Office of Program Policy Analysis and Government Accountability. The assessment must include, at a minimum, the following information:
- (a) The name of each applicant awarded a rebate under this section;
  - (b) The amount of the rebates awarded to each applicant;
- (c) The type and description of each eligible vehicle or vessel for which each applicant applied for a rebate; and
  - (d) The aggregate amount of funding awarded for all

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applicants claiming rebates under this section.

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Section 2. Notwithstanding s. 216.301, Florida Statutes, the unobligated balance of funds in the General Revenue Fund appropriated to the Department of Agriculture and Consumer Services for the natural gas fuel fleet vehicle rebate program shall not revert on June 30 each fiscal year and is appropriated to the Department of Agriculture and Consumer Services for the subsequent fiscal year to implement the heavy transportation industry natural gas rebate program under s. 377.811, Florida Statutes.

Section 3. This act shall take effect July 1, 2015.

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