HOUSE AMENDMENT

Bill No. HB 1887

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Amendment No. 1 (for drafter's use only)
                             CHAMBER ACTION
              Senate
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                                              ORIGINAL STAMP BELOW
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    The Committee on Water & Resource Management offered the
    following:
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           Amendment (with title amendment)
           On page 1, line 22, thru page 2, line 4,
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    remove from the bill: all of said lines
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    and insert in lieu thereof:
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           Section 1. Subsection (7) of section 367.021, Florida
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    Statutes, is amended to read:
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           367.021 Definitions.--As used in this chapter, the
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    following words or terms shall have the meanings indicated:
           (7) "Governmental authority" means a political
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    subdivision, as defined by s. 1.01(8), or a regional water
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    supply authority created pursuant to s. 373.1962., or a
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    nonprofit corporation formed for the purpose of acting on
    behalf of a political subdivision with respect to a water or
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28
    wastewater facility.
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           Section 2. Section 367.022, Florida Statutes, is
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    amended to read:
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           367.022 Exemptions.--The following are not subject to
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regulation by the commission as a utility nor are they subject 1 2 to the provisions of this chapter, except as expressly 3 provided: 4 The sale, distribution, or furnishing of bottled (1) 5 water; (2) Systems owned, operated, managed, or controlled by б 7 governmental authorities, including wastewater facilities 8 operated by private firms under water or wastewater facility 9 privatization contracts as defined in s.153.91, and nonprofit 10 corporations formed for the purpose of acting on behalf of a 11 political subdivision with respect to a water or wastewater 12 facility.+ 13 (3) Manufacturers providing service solely in 14 connection with their operations; 15 (4) Public lodging establishments providing service 16 solely in connection with service to their guests; 17 (5) Landlords providing service to their tenants without specific compensation for the service; 18 19 Systems with the capacity or proposed capacity to (6) 20 serve 100 or fewer persons; 21 (7) Nonprofit corporations, associations, or 22 cooperatives providing service solely to members who own and 23 control such nonprofit corporations, associations, or 24 cooperatives. ; and 25 (8) Any person who resells water or wastewater service at a rate or charge which does not exceed the actual purchase 26 27 price of the water or wastewater thereof, if such person files at least annually with the commission a list of charges and 28 29 rates for all water service sold, the source and actual 30 purchase price thereof, and any other information required by the commission to justify the exemption; but such person is 31 2

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subject to the provisions of s. 367.122. 1 2 (9) Wastewater treatment plants operated exclusively 3 for disposing of industrial wastewater. 4 (10) The sale of bulk supplies of desalinated water to 5 a governmental authority. (11) Any person providing only nonpotable water for б 7 irrigation purposes in a geographic area where potable water service is available from a governmentally or privately owned 8 9 utility or a private well. 10 (12) The sale for resale of bulk supplies of water or 11 sale for resale of wastewater services to a governmental 12 authority or to a utility regulated pursuant to this chapter 13 either by the commission or the county. Section 3. Subsection (1) of section 367.071, Florida 14 15 Statutes, is amended to read: 367.071 Sale, assignment, or transfer of certificate 16 17 of authorization, facilities, or control .--(1) No utility shall sell, assign, or transfer its 18 certificate of authorization, facilities or any portion 19 20 thereof, or majority organizational control without 21 determination and approval of the commission that the proposed sale, assignment, or transfer is in the public interest and 22 that the buyer, assignee, or transferee will fulfill the 23 24 commitments, obligations, and representations of the 25 utility. However, a sale, assignment, or transfer of its certificate of authorization, facilities or any portion 26 27 thereof, or majority organizational control may occur prior to commission approval if the contract for sale, assignment, or 28 29 transfer is made contingent upon commission approval. 30 Section 4. Subsection (7)(g)(1) of section 163.01, Florida Statutes, is amended to read: 31 3

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163.01 Florida Interlocal Cooperation Act of 1969.--1 2 (7)3 (g)1. Notwithstanding any other provisions of this 4 section, any separate legal entity created under this section, 5 the membership of which is limited to contiguous municipalities and counties of the state, and municipalities б 7 situated within such counties, may acquire, own, construct, improve, operate, and manage public facilities relating to a 8 governmental function or purpose, including, but not limited 9 10 to, wastewater facilities, water or alternative water supply 11 facilities, and water reuse facilities, which may only serve 12 populations within or outside of the members of the entity. Notwithstanding s. 367.171(7), any separate legal entity 13 created under this paragraph is not subject to commission 14 15 jurisdiction and may not provide utility services within the 16 service area of an existing utility system unless it has 17 received the consent of the utility. The entity may finance or refinance the acquisition, construction, expansion, and 18 improvement of the public facility through the issuance of its 19 20 bonds, notes, or other obligations under this section. The entity has all the powers provided by the interlocal agreement 21 under which it is created or which are necessary to own, 22 operate, or manage the public facility, including, without 23 24 limitation, the power to establish rates, charges, and fees 25 for products or services provided by it, the power to levy special assessments, the power to sell all or a portion of its 26 27 facility, and the power to contract with a public or private entity to manage and operate its facilities or to provide or 28 29 receive services or products. Except as may be limited by the 30 interlocal agreement under which the entity is created, all of the privileges, benefits, powers, and terms of s. 125.01, and 31

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153.04 relating to counties, and s. 166.021 and 180.06, 1 2 relating to municipalities, are fully applicable to the 3 entity. However, neither the entity nor any of its members on 4 behalf of the entity may exercise the power of eminent domain 5 over the facilities or property of any existing water or wastewater plant utility system, nor may the entity acquire б 7 title to any water or wastewater plant utility facilities or 8 property which was acquired by the use of eminent domain after the effective date of this act. Bonds, notes, and other 9 10 obligations issued by the entity are issued on behalf of the 11 public agencies that are members of the entity. 12 Section 5. Section 367.0816, Florida Statutes, is amended to read: 13 14 367.0816 Recovery of rate case expenses. -- The amount 15 of rate case expense determined by the commission pursuant to the provisions of this chapter to be recovered through a 16 17 public utilities rate shall be apportioned for recovery over a period of 4 years. At the conclusion of the recovery period, 18 19 the rate of the public utility shall be reduced immediately -bv 20 the amount of rate case expense previously included in rates. 21 22 ======== T I T L E 23 A M E N D M E N T ========= 24 And the title is amended as follows: 25 On page 1, lines 2-5, remove from the title of the bill: all of said lines 26 27 and insert in lieu thereof: 28 29 amending s. 367.021, F.S.; redefining the term "governmental authority"; amending s. 367.022, F.S.; providing for 30 31 additional exemptions; clarifying an exemption for resellers 5 File original & 9 copies hwr0003 04/08/99 09:43 pm 01887-wrm -735371

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1	from regulation as a utility by the Public Service Commission;
2	amending s. 367.071, F.S.; authorizing specified transactions
3	to occur prior to Public Service Commission approval; amending
4	s. 163.01, F.S.; requiring that counties be contiguous in
5	order to form authorities; requiring that authorities may only
6	serve populations within the members of the entity; amending
7	s. 367.0816, F.S.; removing provision requiring rate case
8	expense reductions at the conclusion of the recovery period;
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