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#### CHAMBER ACTION

1 The Spaceport & Technology Committee recommends the following: 2 3 Council/Committee Substitute 4 Remove the entire bill and insert: 5 A bill to be entitled 6 An act relating to hydrogen energy technology; creating s. 7 377.801, F.S.; creating the Hydrogen Energy Technologies 8 Act; providing a popular name; creating s. 377.802, F.S.; 9 providing legislative findings and intent; creating s. 10 377.803, F.S.; providing legislative purpose; creating s. 11 377.804, F.S.; providing definitions; creating s. 377.805, 12 F.S.; creating the Hydrogen Energy Technologies Grants Program in the Department of Environmental Protection to 13 14 provide grants for demonstration, commercialization, research, and development projects relating to hydrogen 15 16 energy technologies; providing requirements and procedures 17 therefor; providing rulemaking authority; amending s. 212.08, F.S.; creating a sales tax exemption for certain 18 19 hydrogen energy technology projects; providing 20 requirements and procedures therefor; requiring the 21 Department of Environmental Protection to make 22 determinations relating to certain projects; authorizing 23 the Department of Revenue to adopt rules for tax exempt Page 1 of 21

24 purchases; providing for future repeal of the exemption; 25 amending s. 213.053, F.S.; providing for information 26 sharing between the Department of Revenue and the 27 Department of Environmental Protection; amending s. 220.02, F.S.; providing for the addition of tax credits 28 29 relating to hydrogen energy technologies in the priority order of tax credits; creating s. 220.192, F.S.; creating 30 31 a hydrogen energy technologies investment tax credit; 32 providing definitions; providing requirements and 33 procedures therefor; authorizing the Department of Revenue to perform certain audits and investigations; requiring 34 35 the Department of Environmental Protection to provide technical assistance in certain audits and investigations; 36 37 providing for revocation or modification of credits; 38 providing for payment of tax and interest under certain 39 circumstances; providing rulemaking authority; providing 40 for future repeal of the credit; amending s. 220.13, F.S.; revising the definition of the term "adjusted federal 41 42 income" to include the amount taken as a credit for expenses related to hydrogen energy technologies; amending 43 44 s. 366.8255, F.S.; revising the definition of the term 45 "environmental compliance costs" to include costs related to the deployment of hydrogen energy technologies; 46 47 providing for cost recovery of utility investment in 48 hydrogen energy technologies; amending s. 633.022, F.S.; 49 authorizing the State Fire Marshal to adopt uniform 50 standards for hydrogen fueling, storage, and production

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| 51 | facilities; providing rulemaking authority; providing an                        |
| 52 | effective date.   |
| 53 |   |
| 54 | Be It Enacted by the Legislature of the State of Florida:                       |
| 55 |   |
| 56 | Section 1. Section 377.801, Florida Statutes, is created                        |
| 57 | to read:  |
| 58 | 377.801 Popular nameSections 377.801-377.805 may be                             |
| 59 | cited as the "Hydrogen Energy Technologies Act."                                |
| 60 | Section 2. Section 377.802, Florida Statutes, is created                        |
| 61 | to read:  |
| 62 | 377.802 Legislative findings and intentThe Legislature                          |
| 63 | finds that advancing the development of clean and efficient                     |
| 64 | energy technologies is important for the state's future, energy                 |
| 65 | stability, and protection of its citizens' public health and its                |
| 66 | environment. The Legislature finds that hydrogen can be used as                 |
| 67 | a clean and efficient energy carrier and that the development of                |
| 68 | hydrogen energy technologies in the state will help to reduce                   |
| 69 | pollution, reduce demand on foreign fuels, promote energy                       |
| 70 | diversity, enhance system reliability, educate the public on the                |
| 71 | promise of alternative energy technologies, and promote economic                |
| 72 | growth. The Legislature finds that the promotion of hydrogen                    |
| 73 | energy technologies will also promote the development of                        |
| 74 | associated energy technologies, including fuel cells and solar                  |
| 75 | technologies. The Legislature finds that there is a need to                     |
| 76 | assist in the development of early market demand that will                      |
| 77 | advance the commercialization and widespread application of                     |
| 78 | hydrogen energy technologies. The Legislature further finds that<br>Page3 of 21 |

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| 79  | the state is ideally positioned to stimulate economic            |
| 80  | development through such advanced energy technologies due to its |
| 81  | ongoing and successful research and development track record in  |
| 82  | this area, an abundance of natural and renewable energy sources, |
| 83  | an ability to attract significant research and development       |
| 84  | federal dollars, and the need to find and secure clean energy    |
| 85  | technologies for the benefit of its citizens, visitors, and      |
| 86  | environment.   |
| 87  | Section 3. Section 377.803, Florida Statutes, is created         |
| 88  | to read:   |
| 89  | 377.803 PurposeThis act is intended to provide matching          |
| 90  | grants to stimulate capital investment in the state and to       |
| 91  | enhance the market for and promote the statewide utilization of  |
| 92  | hydrogen energy technologies. The targeted grants program is     |
| 93  | designed to advance the already growing establishment of         |
| 94  | hydrogen energy technologies in the state and encourage the use  |
| 95  | of other incentives such as tax exemptions and regulatory        |
| 96  | certainty to attract additional hydrogen energy technology       |
| 97  | producers, developers, and users to the state.                   |
| 98  | Section 4. Section 377.804, Florida Statutes, is created         |
| 99  | to read:   |
| 100 | 377.804 DefinitionsAs used in this act, the term:                |
| 101 | (1) "Act" means the Hydrogen Energy Technologies Act.            |
| 102 | (2) "Balance of plant" means all equipment and components        |
| 103 | directly involved in the generation, storage, or use of hydrogen |
| 104 | for energy production located at the site of hydrogen generation |
| 105 | <u>or use.</u>   |
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| 106 | (3) "Department" means the Department of Environmental           |
| 107 | Protection.  |
| 108 | (4) "Electrical grid optimization" means the use of              |
| 109 | hydrogen energy technology to assist in decreasing electrical    |
| 110 | peak demand.   |
| 111 | (5) "Fuel cell" means equipment using an electrochemical         |
| 112 | process to generate energy, electricity, or the transfer of      |
| 113 | heat.  |
| 114 | (6) "Hydrogen energy technology" means any technology that       |
| 115 | is used primarily for the purpose of generating or using         |
| 116 | hydrogen directly as a fuel in the state, including, but not     |
| 117 | limited to:  |
| 118 | (a) Stationary fuel cell systems, or internal combustion         |
| 119 | engine systems fueled with hydrogen, used for power generation,  |
| 120 | including prime power, supplemental power, and backup power, and |
| 121 | the balance of the plant;  |
| 122 | (b) On-road and off-road vehicles and watercraft powered         |
| 123 | by fuel cells or internal combustion engines fueled with         |
| 124 | hydrogen;  |
| 125 | (c) Fueling systems and supportive infrastructure;               |
| 126 | (d) Renewable energy resource systems used to                    |
| 127 | electrolytically produce hydrogen;                               |
| 128 | (e) Reformer technologies used to produce hydrogen from          |
| 129 | the respective hydrogen carrier, including, but not limited to,  |
| 130 | steam-methane, biomass, and chemical technologies;               |
| 131 | (f) Electrical grid electrolysis; and                            |
| 132 | (g) Electrical grid optimization technologies.                   |
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HB 1597 2005 CS 133 (7) "Person" means an individual, partnership, joint venture, private or public corporation, association, firm, 134 public service company, or any other entity, public or private, 135 136 however organized. 137 (8) "Renewable energy resource" means any method, process, 138 or substance, the use of which does not diminish its availability or abundance, including, but not limited to, solar 139 140 energy, wind energy, thermal gradient power, hydroelectric 141 power, and fuels derived from agricultural products. However, 142 the term "renewable energy resource" does not include fossil 143 fuel or nuclear power. 144 Section 5. Section 377.805, Florida Statutes, is created 145 to read: 146 377.805 Hydrogen Energy Technologies Grants Program. --147 The Hydrogen Energy Technologies Grants Program is (1) 148 established within the department to provide hydrogen energy 149 matching grants for demonstration, commercialization, research, 150 and development projects relating to hydrogen energy 151 technologies and electrical grid optimization. 152 (2) Matching grants for hydrogen energy demonstration, 153 commercialization, research, and development projects may be 154 made to any of the following based on the criteria in this 155 section: 156 (a) Municipalities and county governments; 157 (b) Established for-profit companies licensed to do 158 business in the state; 159 (c) State universities; 160 (d) Utilities located and operating within the state; Page 6 of 21

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| 161 | (e) Nonprofit organizations; and   |
| 162 | (f) Qualified persons.   |
| 163 | (3) The department shall adopt rules to administer the                   |
| 164 | awarding of grants under this program.                                   |
| 165 | (4) Factors the department shall consider in awarding                    |
| 166 | grants include, but are not limited to:                                  |
| 167 | (a) The extent to which the project stimulates in-state                  |
| 168 | capital investment and economic development in metropolitan and          |
| 169 | rural areas, including the creation of jobs and the future               |
| 170 | development of a commercial market for clean energy                      |
| 171 | technologies;  |
| 172 | (b) The availability of matching funds from an applicant                 |
| 173 | and the commitment to provide the matching funds;                        |
| 174 | (c) The ability to administer a complete project;                        |
| 175 | (d) Project duration and timeline for expenditures;                      |
| 176 | (e) The geographic area in which the project is to be                    |
| 177 | conducted in relation to other projects;                                 |
| 178 | (f) Other in-kind contributions applied to the total                     |
| 179 | project;   |
| 180 | (g) The extent to which the project incorporates an                      |
| 181 | innovative new technology or an innovative application of an             |
| 182 | existing technology;   |
| 183 | (h) The degree to which a project generates thermal or                   |
| 184 | electrical energy by means of a low or zero-emissions generation         |
| 185 | technology or renewable energy resource that has substantial             |
| 186 | long-term production potential;  |
| 187 | (i) The degree to which the project fosters the general                  |
| 188 | public's, a student's, or a specific government or industry<br>Page7of21 |
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| 189 | sector's overall understanding and appreciation of clean energy            |
| 190 | technologies; and  |
| 191 | (j) The degree of public visibility and interaction.                       |
| 192 | (5) Grants awarded to any entity may subsequently be                       |
| 193 | amended by the department upon a determination that sufficient             |
| 194 | criteria as provided in subsection (4) are met for the                     |
| 195 | additional funds.  |
| 196 | (6) The department shall provide a progress report on                      |
| 197 | grants awarded to recipients to the Governor, the President of             |
| 198 | the Senate, and the Speaker of the House of Representatives. The           |
| 199 | report shall include:  |
| 200 | (a) A description of the extent to which the grants                        |
| 201 | program is benefiting the state's environment, public health,              |
| 202 | and economic development;  |
| 203 | (b) A list of grant recipients;  |
| 204 | (c) The amount of each grant;  |
| 205 | (d) The amount of matching funds provided by recipients;                   |
| 206 | (e) The date of each grant;  |
| 207 | (f) A description of each project or expansion funded by a                 |
| 208 | grant; and   |
| 209 | (g) A description of each project's contribution to the                    |
| 210 | state's knowledge and use of hydrogen energy technologies.                 |
| 211 | Section 6. Paragraph (ccc) is added to subsection (7) of                   |
| 212 | section 212.08, Florida Statutes, to read:                                 |
| 213 | 212.08 Sales, rental, use, consumption, distribution, and                  |
| 214 | storage tax; specified exemptionsThe sale at retail, the                   |
| 215 | rental, the use, the consumption, the distribution, and the                |
| 216 | storage to be used or consumed in this state of the following<br>Page8of21 |

217 are hereby specifically exempt from the tax imposed by this 218 chapter.

219 MISCELLANEOUS EXEMPTIONS. -- Exemptions provided to any (7) 220 entity by this chapter do not inure to any transaction that is 221 otherwise taxable under this chapter when payment is made by a 222 representative or employee of the entity by any means, including, but not limited to, cash, check, or credit card, even 223 224 when that representative or employee is subsequently reimbursed 225 by the entity. In addition, exemptions provided to any entity by 226 this subsection do not inure to any transaction that is 227 otherwise taxable under this chapter unless the entity has 228 obtained a sales tax exemption certificate from the department 229 or the entity obtains or provides other documentation as 230 required by the department. Eligible purchases or leases made with such a certificate must be in strict compliance with this 231 subsection and departmental rules, and any person who makes an 232 exempt purchase with a certificate that is not in strict 233 234 compliance with this subsection and the rules is liable for and 235 shall pay the tax. The department may adopt rules to administer 236 this subsection.

237 (ccc) Equipment, machinery, and other materials for
 238 hydrogen energy technologies.--

239 <u>1. The sale or use of hydrogen energy technologies as</u> 240 <u>defined in s. 377.804(6) and materials used in the manufacture</u> 241 <u>of hydrogen energy technologies is exempt from the tax imposed</u> 242 <u>by this chapter.</u>

243 <u>2.a. The Department of Environmental Protection shall</u> 244 <u>provide to the Department of Revenue a list of items considered</u> Page 9 of 21

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2005 CS 245 to meet the definition of hydrogen energy technologies as 246 defined in s. 377.804(6). 247 b. Any person may request a determination from the 248 Department of Environmental Protection as to whether an item 249 that is not on the list meets the definition of hydrogen energy 250 technologies as defined in s. 377.804(6). The Department of 251 Environmental Protection shall make a determination and issue a 252 revised list if appropriate. The Department of Environmental 253 Protection is authorized to adopt rules to implement this sub-254 subparagraph. 255 3. The Department of Revenue is authorized to provide by 256 rule procedures for purchasers to make tax-exempt purchases. 257 4. This exemption is repealed July 1, 2009. 258 Section 7. Paragraph (y) is added to subsection (7) of section 213.053, Florida Statutes, to read: 259 260 213.053 Confidentiality and information sharing.--(7) Notwithstanding any other provision of this section, 261 262 the department may provide: 263 (y) Information relative to ss. 212.08(7)(ccc) and 220.192 264 to the Department of Environmental Protection for use in the 265 conduct of its official business. 266 Disclosure of information under this subsection shall be 267 268 pursuant to a written agreement between the executive director 269 and the agency. Such agencies, governmental or nongovernmental, 270 shall be bound by the same requirements of confidentiality as 271 the Department of Revenue. Breach of confidentiality is a

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272 misdemeanor of the first degree, punishable as provided by s.273 775.082 or s. 775.083.

274 Section 8. Subsection (8) of section 220.02, Florida 275 Statutes, is amended to read:

276

220.02 Legislative intent.--

277 (8) It is the intent of the Legislature that credits against either the corporate income tax or the franchise tax be 278 applied in the following order: those enumerated in s. 631.828, 279 280 those enumerated in s. 220.191, those enumerated in s. 220.181, 281 those enumerated in s. 220.183, those enumerated in s. 220.182, 282 those enumerated in s. 220.1895, those enumerated in s. 221.02, those enumerated in s. 220.184, those enumerated in s. 220.186, 283 284 those enumerated in s. 220.1845, those enumerated in s. 220.19, those enumerated in s. 220.185, and those enumerated in s. 285

286 220.187, and those enumerated in s. 220.192.

287 Section 9. Section 220.192, Florida Statutes, is created 288 to read:

289 <u>220.192 Hydrogen energy technologies investment tax</u> 290 credit.--

291 (1) DEFINITIONS.--For purposes of this section, the term: (a) "Eligible costs" means all capital costs, operation 292 293 and maintenance costs, and research and development costs 294 incurred between July 1, 2005, and June 30, 2009, in connection 295 with an investment in hydrogen energy technologies in the state, 296 including, but not limited to, the costs of acquiring, leasing, 297 constructing, installing, equipping, and financing of such 298 hydrogen energy technologies in the state, and including all

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299 obligations incurred for labor and obligations to contractors, subcontractors, builders, and materialmen in the state. 300 301 "Hydrogen energy technologies" means hydrogen energy (b) 302 technologies as defined in s. 377.804(6). 303 (2) TAX CREDIT.--For tax years beginning on or after 304 January 1, 2005, a credit against the tax imposed by this 305 chapter shall be granted in an amount equal to 75 percent of the 306 eligible costs. Credits may be used in tax years beginning on or 307 after January 1, 2005, and ending on or before December 31, 308 2011, after which the credit expires and may not be used. If the 309 credit under this section is not fully used in any one tax year 310 because of insufficient tax liability on the part of the 311 corporation, the unused amount may be carried forward and 312 utilized in tax years beginning on or after January 1, 2006, and 313 ending on or before December 31, 2011, after which the credit 314 carryover expires and may not be used. A taxpayer that files a 315 consolidated return in this state as a member of an affiliated 316 group under s. 220.131(1) may be allowed the credit on a 317 consolidated return basis up to the amount of tax imposed upon 318 the consolidated group. Any eligible cost for which a credit is claimed and which is deducted or otherwise reduces federal 319 320 taxable income shall be added back in computing adjusted federal 321 income under s. 220.13. (3) APPLICATION PROCESS. -- Any corporation wishing to 322 323 obtain tax credits available under this section must submit to 324 the Department of Environmental Protection an application for 325 tax credit that includes a complete description of all eligible 326 costs for which the corporation is seeking a credit and a

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CS 327 description of the total amount of credits sought. The 328 Department of Environmental Protection shall make a determination on the eligibility of the applicant for the 329 330 credits sought and certify the determination to the applicant 331 and the Department of Revenue. The corporation must attach the 332 Department of Environmental Protection's certification to the 333 tax return on which the credit is claimed. The Department of 334 Environmental Protection is authorized to adopt the necessary rules, guidelines, and application materials for the application 335 336 process. 337 (4) ADMINISTRATION; AUDIT AUTHORITY; RECAPTURE OF CREDITS; 338 DISPOSITION OR ABANDONMENT OF CREDIT PROPERTY .--339 (a) In addition to its existing audit and investigation 340 authority, the Department of Revenue may perform any additional 341 financial and technical audits and investigations, including examining the accounts, books, and records of the tax credit 342 343 applicant, that are necessary to verify the eligible costs 344 included in the tax credit return and to ensure compliance with this section. The Department of Environmental Protection shall 345 346 provide technical assistance when requested by the Department of 347 Revenue on any technical audits or examinations performed 348 pursuant to this section. 349 (b) It is grounds for forfeiture of previously claimed and 350 received tax credits if the Department of Revenue determines, as 351 a result of either an audit or examination or from information 352 received from the Department of Environmental Protection, that a 353 taxpayer received tax credits pursuant to this section to which 354 the taxpayer was not entitled. The taxpayer is responsible for

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355 returning forfeited tax credits to the Department of Revenue, 356 and such funds shall be paid into the General Revenue Fund of 357 the state.

358 (c) The Department of Environmental Protection may revoke 359 or modify any written decision granting eligibility for tax 360 credits under this section if it is discovered that the tax 361 credit applicant submitted any false statement, representation, or certification in any application, record, report, plan, or 362 363 other document filed in an attempt to receive tax credits under 364 this section. The Department of Environmental Protection shall 365 immediately notify the Department of Revenue of any revoked or 366 modified orders affecting previously granted tax credits. 367 Additionally, the taxpayer must notify the Department of Revenue 368 of any change in its tax credit claimed.

369 (d) The taxpayer shall file with the Department of Revenue 370 an amended return or such other report as the Department of 371 Revenue prescribes by rule and shall pay any required tax and 372 interest within 60 days after the taxpayer receives notification 373 from the Department of Environmental Protection that previously 374 approved tax credits have been revoked or modified. If the revocation or modification order is contested, the taxpayer 375 376 shall file as provided in this paragraph within 60 days after a 377 final order is issued following proceedings. 378 (e) A notice of deficiency may be issued by the Department 379 of Revenue at any time within 5 years after the taxpayer 380 receives formal notification from the Department of 381 Environmental Protection that previously approved tax credits

382have been revoked or modified. If a taxpayer fails to notify the<br/>Page 14 of 21

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| 383 | Department of Revenue of any changes to its tax credit claimed,           |
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| 384 | a notice of deficiency may be issued at any time.                         |
| 385 | (f) A taxpayer that receives a credit under this section                  |
| 386 | for the construction or purchase of structures or the purchase            |
| 387 | of equipment shall recapture and repay the amount of credit               |
| 388 | attributable to such property in the event that such property is          |
| 389 | not utilized by the taxpayer for hydrogen energy technologies             |
| 390 | through the warranty period of the complete system or system              |
| 391 | components. In the event a warranty is not provided by the                |
| 392 | equipment manufacturer, the equipment must be operated for the            |
| 393 | useful life of the complete system or system components. No               |
| 394 | credit shall be allowed under this section for an eligible cost           |
| 395 | associated with an investment in hydrogen energy technologies if          |
| 396 | the credit has previously been allowed for such eligible cost.            |
| 397 | (5) RULESThe Department of Revenue shall have the                         |
| 398 | authority to adopt rules relating to the forms required to claim          |
| 399 | a tax credit under this section, the requirements and basis for           |
| 400 | establishing an entitlement to a credit, and the examination and          |
| 401 | audit procedures required to administer this section.                     |
| 402 | (6) REPEALThe provisions of this section, except the                      |
| 403 | credit carryover provisions provided in subsection (2), are               |
| 404 | repealed on July 1, 2009.   |
| 405 | Section 10. Paragraph (a) of subsection (1) of section                    |
| 406 | 220.13, Florida Statutes, is amended to read:                             |
| 407 | 220.13 "Adjusted federal income" defined                                  |
| 408 | (1) The term "adjusted federal income" means an amount                    |
| 409 | equal to the taxpayer's taxable income as defined in subsection           |
| 410 | (2), or such taxable income of more than one taxpayer as<br>Page 15 of 21 |

411 provided in s. 220.131, for the taxable year, adjusted as 412 follows:

413 (a) Additions.--There shall be added to such taxable 414 income:

1. The amount of any tax upon or measured by income, excluding taxes based on gross receipts or revenues, paid or accrued as a liability to the District of Columbia or any state of the United States which is deductible from gross income in the computation of taxable income for the taxable year.

420 2. The amount of interest which is excluded from taxable 421 income under s. 103(a) of the Internal Revenue Code or any other federal law, less the associated expenses disallowed in the 422 423 computation of taxable income under s. 265 of the Internal 424 Revenue Code or any other law, excluding 60 percent of any 425 amounts included in alternative minimum taxable income, as 426 defined in s. 55(b)(2) of the Internal Revenue Code, if the 427 taxpayer pays tax under s. 220.11(3).

3. In the case of a regulated investment company or real estate investment trust, an amount equal to the excess of the net long-term capital gain for the taxable year over the amount of the capital gain dividends attributable to the taxable year.

432 4. That portion of the wages or salaries paid or incurred 433 for the taxable year which is equal to the amount of the credit 434 allowable for the taxable year under s. 220.181. The provisions 435 of this subparagraph shall expire and be void on June 30, 2005.

5. That portion of the ad valorem school taxes paid or
incurred for the taxable year which is equal to the amount of
the credit allowable for the taxable year under s. 220.182. The Page 16 of 21

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439 provisions of this subparagraph shall expire and be void on June440 30, 2005.

6. The amount of emergency excise tax paid or accrued as a
liability to this state under chapter 221 which tax is
deductible from gross income in the computation of taxable
income for the taxable year.

That portion of assessments to fund a guaranty
association incurred for the taxable year which is equal to the
amount of the credit allowable for the taxable year.

8. In the case of a nonprofit corporation which holds a pari-mutuel permit and which is exempt from federal income tax as a farmers' cooperative, an amount equal to the excess of the gross income attributable to the pari-mutuel operations over the attributable expenses for the taxable year.

453 9. The amount taken as a credit for the taxable year under454 s. 220.1895.

455 10. Up to nine percent of the eligible basis of any
456 designated project which is equal to the credit allowable for
457 the taxable year under s. 220.185.

458 11. The amount taken as a credit for the taxable year459 under s. 220.187.

460 <u>12. The amount taken as a credit for the taxable year</u>
461 <u>under s. 220.192.</u>

462Section 11. Paragraph (d) of subsection (1) of section463366.8255, Florida Statutes, is amended to read:

(1) As used in this section, the term:

- 464 366.8255 Environmental cost recovery.--
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(d) "Environmental compliance costs" includes all costs or expenses incurred by an electric utility in complying with environmental laws or regulations, <u>or in deploying hydrogen</u> <u>energy technologies, as defined in s. 377.804(6),</u> including, but not limited to:

471 1. Inservice capital investments, including the electric472 utility's last authorized rate of return on equity thereon;

Operation and maintenance expenses;

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3. Fuel procurement costs;

475 4. Purchased power costs;

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5. Emission allowance costs;

6. Direct taxes on environmental equipment; and

478 Costs or expenses prudently incurred by an electric 7. 479 utility pursuant to an agreement entered into on or after the effective date of this act and prior to October 1, 2002, between 480 481 the electric utility and the Florida Department of Environmental Protection or the United States Environmental Protection Agency 482 483 for the exclusive purpose of ensuring compliance with ozone 484 ambient air quality standards by an electrical generating 485 facility owned by the electric utility; and

486 <u>8. Costs incurred between July 1, 2005, and June 30, 2009,</u> 487 <u>for hydrogen energy technologies, as defined in s. 377.804(6),</u> 488 <u>which have the potential to contribute to the provision of</u> 489 <u>adequate and reliable electric service to or for the public in</u> 490 <u>the state, and which have minimal rate impacts. The electric</u> 491 <u>utility shall demonstrate that the proposed hydrogen energy</u> 492 technology meets the definition provided in s. 377.804(6).

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493 Section 12. Subsection (1) of section 633.022, Florida 494 Statutes, is amended, and subsection (4) is added to said 495 section, to read:

496 633.022 Uniform firesafety standards.--The Legislature 497 hereby determines that to protect the public health, safety, and 498 welfare it is necessary to provide for firesafety standards governing the construction and utilization of certain buildings 499 and structures. The Legislature further determines that certain 500 501 buildings or structures, due to their specialized use or to the 502 special characteristics of the person utilizing or occupying 503 these buildings or structures, should be subject to firesafety 504 standards reflecting these special needs as may be appropriate.

505 (1) The department shall establish uniform firesafety506 standards that apply to:

507 (a) All new, existing, and proposed state-owned and state-508 leased buildings.

All new, existing, and proposed hospitals, nursing 509 (b) homes, assisted living facilities, adult family-care homes, 510 511 correctional facilities, public schools, transient public 512 lodging establishments, public food service establishments, 513 elevators, migrant labor camps, mobile home parks, lodging 514 parks, recreational vehicle parks, recreational camps, 515 residential and nonresidential child care facilities, facilities 516 for the developmentally disabled, motion picture and television 517 special effects productions, and self-service gasoline stations, 518 and hydrogen fueling, storage, and production facilities for 519 stationary fuel cells and vehicles, including maintenance and

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

520 <u>repair facilities</u>, of which standards the State Fire Marshal is521 the final administrative interpreting authority.

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523 In the event there is a dispute between the owners of the 524 buildings specified in paragraph (b) and a local authority 525 requiring a more stringent uniform firesafety standard for 526 sprinkler systems, the State Fire Marshal shall be the final 527 administrative interpreting authority and the State Fire 528 Marshal's interpretation regarding the uniform firesafety 529 standards shall be considered final agency action.

530 (4)(a) The State Fire Marshal shall have authority to 531 adopt any rule necessary pertaining to or applicable to any 532 building, structure, facility, condition, situation, or 533 circumstance in which hydrogen is being used, produced, stored, 534 or in any other manner dealt with or treated as a fuel as the 535 State Fire Marshal deems necessary to protect the public health, 536 safety, and welfare and to protect the safety of persons and 537 property in the state, including, but not limited to, the 538 adoption of the most recent edition of the National Fire 539 Protection Association's NFPA 1 and any other applicable code, 540 publication, or standard.

(b) The State Fire Marshal has the authority to require by
rule that any equipment used in conjunction with paragraph (a)
must be listed by a nationally recognized testing laboratory,
such as Underwriters Laboratories, Inc., or Factory Mutual
Laboratories, Inc. The State Fire Marshal has the authority to
adopt by rule procedures for determining whether a laboratory is
nationally recognized, taking into account the laboratory's

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# 549 and any other criteria reasonably calculated to reach an

- 550 informed determination.
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Section 13. This act shall take effect July 1, 2005.