Senate

House

# Bill No. <u>SB 1202</u>

# Barcode 463192

# CHAMBER ACTION

	<u>Senate</u> <u>House</u>
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11	Senator Bennett moved the following amendment:
12	behator behinded moved the fortowing amendment.
13	Senate Amendment (with title amendment)
14	On page 5, line 1, through page 8, line 7, delete those
15	lines
16	
17	and insert:
18	Section 2. Subsection (4) of section 403.519, Florida
19	Statutes, is amended to read:
20	403.519 Exclusive forum for determination of need
21	(4) In making its determination on a proposed
22	electrical power plant using nuclear materials as fuel <u>or an</u>
23	advanced technology coal power plant, the commission shall
24	hold a hearing within 90 days after the filing of the petition
25	to determine need and shall issue an order granting or denying
26	the petition within 135 days after the date of the filing of
27	the petition. The commission shall be the sole forum for the
28	determination of this matter and the issues addressed in the
29	petition, which accordingly shall not be reviewed in any other
30	forum, or in the review of proceedings in such other forum. In
31	making its determination to either grant or deny the petition,
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the commission shall consider the need for electric system reliability and integrity, including fuel diversity, the need for base-load generating capacity, and the need for adequate electricity at a reasonable cost.

- (a) The applicant's petition shall include:
- A description of the need for the generation capacity.
- 2. A description of how the proposed nuclear or advanced technology coal power plant will enhance the reliability of electric power production within the state by improving the balance of power plant fuel diversity and reducing Florida's dependence on fuel oil and natural gas.
- 3. A description of and a nonbinding estimate of the cost of the nuclear or advanced technology coal power plant.
- 4. The annualized base revenue requirement for the first 12 months of operation of the nuclear <u>or advanced</u> <u>technology coal</u> power plant.
- 5. Information on whether there were any discussions with any electric utilities regarding ownership of a portion of the <u>nuclear or advanced technology coal power</u> plant by such electric utilities.
- (b) In making its determination, the commission shall take into account matters within its jurisdiction, which it deems relevant, including whether the nuclear <u>or advanced</u> <u>technology coal</u> power plant will:
  - 1. Provide needed base-load capacity.
- 2. Enhance the reliability of electric power production within the state by improving the balance of power plant fuel diversity and reducing Florida's dependence on fuel oil and natural gas.
- 3. Provide the most cost-effective source of power, \$2\$ 8:16 AM 04/25/07  $$1202.21 \mathrm{cu.00c}$

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taking into account the need to improve the balance of fuel diversity, reduce Florida's dependence on fuel oil and natural gas, reduce air emission compliance costs, and contribute to the long-term stability and reliability of the electric grid.

- (c) No provision of rule 25-22.082, Florida

  Administrative Code, shall be applicable to a nuclear or

  advanced technology coal power plant sited under this act,
  including provisions for cost recovery, and an applicant shall
  not otherwise be required to secure competitive proposals for
  power supply prior to making application under this act or
  receiving a determination of need from the commission.
- (d) The commission's determination of need for a nuclear or advanced technology coal power plant shall create a presumption of public need and necessity and shall serve as the commission's report required by s. 403.507(4)(a). An order entered pursuant to this section constitutes final agency action. Any petition for reconsideration of a final order on a petition for need determination shall be filed within 5 days after the date of such order. The commission's final order, including any order on reconsideration, shall be reviewable on appeal in the Florida Supreme Court. Inasmuch as delay in the determination of need will delay siting of a nuclear or advanced technology coal power plant or diminish the opportunity for savings to customers under the federal Energy Policy Act of 2005, the Supreme Court shall proceed to hear and determine the action as expeditiously as practicable and give the action precedence over matters not accorded similar precedence by law.
- (e) After a petition for determination of need for a nuclear or advanced technology coal power plant has been granted, the right of a utility to recover any costs incurred  $\frac{3}{8:16}$  AM 04/25/07 1202.21cu.00c

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prior to commercial operation, including, but not limited to, costs associated with the siting, design, licensing, or construction of the plant, shall not be subject to challenge 3 unless and only to the extent the commission finds, based on a preponderance of the evidence adduced at a hearing before the 5 commission under s. 120.57, that certain costs were 7 imprudently incurred. Proceeding with the construction of the nuclear or advanced technology coal power plant following an 8 order by the commission approving the need for the nuclear or 10 advanced technology coal power plant under this act shall not 11 constitute or be evidence of imprudence. Imprudence shall not include any cost increases due to events beyond the utility's 12 13 control. Further, a utility's right to recover costs associated with a nuclear or advanced technology coal power 14 15 plant may not be raised in any other forum or in the review of proceedings in such other forum. Costs incurred prior to 16 commercial operation shall be recovered pursuant to chapter 17 366. 18 19 20 21 ======= T I T L E A M E N D M E N T ========== 22 And the title is amended as follows: 23 On page 1, lines 10-15, delete those lines 24 25 and insert: 403.519, F.S., providing requirements and 26 procedures for determination of need for 27 advanced technology coal power plants; 28 providing an exemption from purchased power 29 supply bid rules under certain circumstances; 30 31 providing an effective date. 04/25/07 s1202.21cu.00c 8:16 AM