

LEGISLATIVE ACTION

| Senate     | • | House |
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| Comm: RCS  |   |       |
| 03/02/2012 |   |       |
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The Committee on Budget (Hays) recommended the following:

## Senate Amendment (with title amendment)

Delete everything after the enacting clause and insert:

Section 1. Subsection (2) of section 186.801, Florida Statutes, is amended to read:

186.801 Ten-year site plans.-

8 (2) Within 9 months after the receipt of the proposed plan, 9 the commission shall make a preliminary study of such plan and 10 classify it as "suitable" or "unsuitable." The commission may 11 suggest alternatives to the plan. All findings of the commission 12 shall be made available to the Department of Environmental 13 Protection for its consideration at any subsequent electrical

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14 power plant site certification proceedings. It is recognized that 10-year site plans submitted by an electric utility are 15 16 tentative information for planning purposes only and may be amended at any time at the discretion of the utility upon 17 18 written notification to the commission. A complete application 19 for certification of an electrical power plant site under 20 chapter 403, when such site is not designated in the current 10year site plan of the applicant, shall constitute an amendment 21 22 to the 10-year site plan. In its preliminary study of each 10-23 year site plan, the commission shall consider such plan as a 24 planning document and shall review:

(a) The need, including the need as determined by thecommission, for electrical power in the area to be served.

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(b) The effect on fuel diversity within the state.

(c) The anticipated environmental impact of each proposedelectrical power plant site.

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(d) Possible alternatives to the proposed plan.

(e) The views of appropriate local, state, and federal agencies, including the views of the appropriate water management district as to the availability of water and its recommendation as to the use by the proposed plant of salt water or fresh water for cooling purposes.

36 (f) The extent to which the plan is consistent with the 37 state comprehensive plan.

38 (g) The plan with respect to the information of the state 39 on energy availability and consumption.

40 (h) The amount of renewable energy resources the provider
 41 produces or purchases.

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(i) The amount of renewable energy resources the provider

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43 plans to produce or purchase over the 10-year planning horizon 44 and the means by which the production or purchases will be 45 <u>achieved.</u> 46 (j) A statement describing how the production and purchase

46 (j) A statement describing now the production and purchase 47 of renewable energy resources impact the provider's present and 48 future capacity and energy needs.

Section 2. Paragraph (d) of subsection (2) of section
212.055, Florida Statutes, is amended to read:

51 212.055 Discretionary sales surtaxes; legislative intent; 52 authorization and use of proceeds.-It is the legislative intent 53 that any authorization for imposition of a discretionary sales 54 surtax shall be published in the Florida Statutes as a subsection of this section, irrespective of the duration of the 55 56 levy. Each enactment shall specify the types of counties 57 authorized to levy; the rate or rates which may be imposed; the 58 maximum length of time the surtax may be imposed, if any; the 59 procedure which must be followed to secure voter approval, if 60 required; the purpose for which the proceeds may be expended; and such other requirements as the Legislature may provide. 61 62 Taxable transactions and administrative procedures shall be as provided in s. 212.054. 63

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(2) LOCAL GOVERNMENT INFRASTRUCTURE SURTAX.-

(d) The proceeds of the surtax authorized by this subsection and any accrued interest shall be expended by the school district, within the county and municipalities within the county, or, in the case of a negotiated joint county agreement, within another county, to finance, plan, and construct infrastructure; to acquire land for public recreation, conservation, or protection of natural resources; <u>to provide</u>

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72 loans, grants, or rebates to residential property owners who 73 make energy efficiency improvements to their residential 74 property, if a local government ordinance authorizing such use 75 is approved by referendum; or to finance the closure of county-76 owned or municipally owned solid waste landfills that have been 77 closed or are required to be closed by order of the Department 78 of Environmental Protection. Any use of the proceeds or interest 79 for purposes of landfill closure before July 1, 1993, is 80 ratified. The proceeds and any interest may not be used for the 81 operational expenses of infrastructure, except that a county 82 that has a population of fewer than 75,000 and that is required 83 to close a landfill may use the proceeds or interest for longterm maintenance costs associated with landfill closure. 84 85 Counties, as defined in s. 125.011, and charter counties may, in addition, use the proceeds or interest to retire or service 86 87 indebtedness incurred for bonds issued before July 1, 1987, for infrastructure purposes, and for bonds subsequently issued to 88 refund such bonds. Any use of the proceeds or interest for 89 90 purposes of retiring or servicing indebtedness incurred for refunding bonds before July 1, 1999, is ratified. 91

92 1. For the purposes of this paragraph, the term93 "infrastructure" means:

a. Any fixed capital expenditure or fixed capital outlay
associated with the construction, reconstruction, or improvement
of public facilities that have a life expectancy of 5 or more
years and any related land acquisition, land improvement,
design, and engineering costs.

b. A fire department vehicle, an emergency medical servicevehicle, a sheriff's office vehicle, a police department

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101 vehicle, or any other vehicle, and the equipment necessary to 102 outfit the vehicle for its official use or equipment that has a 103 life expectancy of at least 5 years.

104 c. Any expenditure for the construction, lease, or 105 maintenance of, or provision of utilities or security for, 106 facilities, as defined in s. 29.008.

107 d. Any fixed capital expenditure or fixed capital outlay associated with the improvement of private facilities that have 108 109 a life expectancy of 5 or more years and that the owner agrees 110 to make available for use on a temporary basis as needed by a 111 local government as a public emergency shelter or a staging area 112 for emergency response equipment during an emergency officially declared by the state or by the local government under s. 113 114 252.38. Such improvements are limited to those necessary to comply with current standards for public emergency evacuation 115 shelters. The owner must enter into a written contract with the 116 117 local government providing the improvement funding to make the private facility available to the public for purposes of 118 119 emergency shelter at no cost to the local government for a minimum of 10 years after completion of the improvement, with 120 121 the provision that the obligation will transfer to any 122 subsequent owner until the end of the minimum period.

e. Any land acquisition expenditure for a residential housing project in which at least 30 percent of the units are affordable to individuals or families whose total annual household income does not exceed 120 percent of the area median income adjusted for household size, if the land is owned by a local government or by a special district that enters into a written agreement with the local government to provide such

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housing. The local government or special district may enter into a ground lease with a public or private person or entity for nominal or other consideration for the construction of the residential housing project on land acquired pursuant to this sub-subparagraph.

135 2. For the purposes of this paragraph, the term "energy efficiency improvement" means any energy conservation and 136 137 efficiency improvement that reduces consumption through 138 conservation or a more efficient use of electricity, natural gas, propane, or other forms of energy on the property, 139 140 including, but not limited to, air sealing; installation of 141 insulation; installation of energy-efficient heating, cooling, 142 or ventilation systems; installation of solar panels; building 143 modifications to increase the use of daylight or shade; 144 replacement of windows; installation of energy controls or 145 energy recovery systems; installation of electric vehicle 146 charging equipment; and installation of efficient lighting 147 equipment.

148 3.2. Notwithstanding any other provision of this 149 subsection, a local government infrastructure surtax imposed or 150 extended after July 1, 1998, may allocate up to 15 percent of 151 the surtax proceeds for deposit in a trust fund within the 152 county's accounts created for the purpose of funding economic 153 development projects having a general public purpose of 154 improving local economies, including the funding of operational 155 costs and incentives related to economic development. The ballot 156 statement must indicate the intention to make an allocation 157 under the authority of this subparagraph.

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Section 3. Paragraph (hhh) is added to subsection (7) of

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159 section 212.08, Florida Statutes, to read:

160 212.08 Sales, rental, use, consumption, distribution, and 161 storage tax; specified exemptions.—The sale at retail, the 162 rental, the use, the consumption, the distribution, and the 163 storage to be used or consumed in this state of the following 164 are hereby specifically exempt from the tax imposed by this 165 chapter.

166 (7) MISCELLANEOUS EXEMPTIONS.-Exemptions provided to any 167 entity by this chapter do not inure to any transaction that is 168 otherwise taxable under this chapter when payment is made by a 169 representative or employee of the entity by any means, 170 including, but not limited to, cash, check, or credit card, even when that representative or employee is subsequently reimbursed 171 172 by the entity. In addition, exemptions provided to any entity by this subsection do not inure to any transaction that is 173 174 otherwise taxable under this chapter unless the entity has 175 obtained a sales tax exemption certificate from the department or the entity obtains or provides other documentation as 176 177 required by the department. Eligible purchases or leases made 178 with such a certificate must be in strict compliance with this 179 subsection and departmental rules, and any person who makes an exempt purchase with a certificate that is not in strict 180 181 compliance with this subsection and the rules is liable for and 182 shall pay the tax. The department may adopt rules to administer 183 this subsection.

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1. As used in this paragraph, the term:

a. "Biodiesel" means the mono-alkyl esters of long-chain

(hhh) Equipment, machinery, and other materials for

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renewable energy technologies .-

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| 188 | fatty acids derived from plant or animal matter for use as a     |
| 189 | source of energy and meeting the specifications for biodiesel    |
| 190 | and biodiesel blends with petroleum products as adopted by rule  |
| 191 | of the Department of Agriculture and Consumer Services.          |
| 192 | "Biodiesel" may refer to biodiesel blends designated BXX, where  |
| 193 | XX represents the volume percentage of biodiesel fuel in the     |
| 194 | blend.   |
| 195 | b. "Ethanol" means an anhydrous denatured alcohol produced       |
| 196 | by the conversion of carbohydrates meeting the specifications    |
| 197 | for fuel ethanol and fuel ethanol blends with petroleum products |
| 198 | as adopted by rule of the Department of Agriculture and Consumer |
| 199 | Services. "Ethanol" may refer to fuel ethanol blends designated  |
| 200 | EXX, where XX represents the volume percentage of fuel ethanol   |
| 201 | in the blend.  |
| 202 | c. "Renewable fuel" means a fuel produced from biomass that      |
| 203 | is used to replace or reduce the quantity of fossil fuel present |
| 204 | in motor fuel or diesel fuel. "Biomass" means biomass as defined |
| 205 | in s. 366.91, "motor fuel" means motor fuel as defined in s.     |
| 206 | 206.01, and "diesel fuel" means diesel fuel as defined in s.     |
| 207 | 206.86.  |
| 208 | 2. The sale or use in the state of the following is exempt       |
| 209 | from the tax imposed by this chapter. Materials used in the      |
| 210 | distribution of biodiesel (B10-B100), ethanol (E10-E100), and    |
| 211 | other renewable fuels, including fueling infrastructure,         |
| 212 | transportation, and storage, up to a limit of \$1 million in tax |
| 213 | each state fiscal year for all taxpayers. Gasoline fueling       |
| 214 | station pump retrofits for biodiesel (B10-B100), ethanol (E10-   |
| 215 | E100), and other renewable fuel distribution qualify for the     |
| 216 | exemption provided in this paragraph.                            |
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| 217 | 3. The Department of Agriculture and Consumer Services           |
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| 218 | shall provide to the department a list of items eligible for the |
| 219 | exemption provided in this paragraph.                            |
| 220 | 4.a. The exemption provided in this paragraph shall be           |
| 221 | available to a purchaser only through a refund of previously     |
| 222 | paid taxes. An eligible item is subject to refund one time. A    |
| 223 | person who has received a refund on an eligible item shall       |
| 224 | notify the next purchaser of the item that the item is no longer |
| 225 | eligible for a refund of paid taxes. The notification shall be   |
| 226 | provided to each subsequent purchaser on the sales invoice or    |
| 227 | other proof of purchase.   |
| 228 | b. To be eligible to receive the exemption provided in this      |
| 229 | paragraph, a purchaser shall file an application with the        |
| 230 | Department of Agriculture and Consumer Services. The application |
| 231 | shall be developed by the Department of Agriculture and Consumer |
| 232 | Services, in consultation with the department, and shall         |
| 233 | require:   |
| 234 | (I) The name and address of the person claiming the refund.      |
| 235 | (II) A specific description of the purchase for which a          |
| 236 | refund is sought, including, when applicable, a serial number or |
| 237 | other permanent identification number.                           |
| 238 | (III) The sales invoice or other proof of purchase showing       |
| 239 | the amount of sales tax paid, the date of purchase, and the name |
| 240 | and address of the sales tax dealer from whom the property was   |
| 241 | purchased.   |
| 242 | (IV) A sworn statement that the information provided is          |
| 243 | accurate and that the requirements of this paragraph have been   |
| 244 | met.   |
| 245 | c. Within 30 days after receipt of an application, the           |
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| 246 | Department of Agriculture and Consumer Services shall review the |
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| 247 | application and notify the applicant of any deficiencies. Upon   |
| 248 | receipt of a completed application, the Department of            |
| 249 | Agriculture and Consumer Services shall evaluate the application |
| 250 | for the exemption and issue a written certification that the     |
| 251 | applicant is eligible for a refund or issue a written denial of  |
| 252 | such certification. The Department of Agriculture and Consumer   |
| 253 | Services shall provide the department a copy of each             |
| 254 | certification issued upon approval of an application.            |
| 255 | d. Each certified applicant is responsible for applying for      |
| 256 | the refund and forwarding the certification that the applicant   |
| 257 | is eligible to the department within 6 months after              |
| 258 | certification by the Department of Agriculture and Consumer      |
| 259 | Services.  |
| 260 | e. A refund approved pursuant to this paragraph shall be         |
| 261 | made within 30 days after formal approval by the department.     |
| 262 | f. The Department of Agriculture and Consumer Services may       |
| 263 | adopt by rule the form for the application for a certificate,    |
| 264 | requirements for the content and format of information submitted |
| 265 | to the Department of Agriculture and Consumer Services in        |
| 266 | support of the application, other procedural requirements, and   |
| 267 | criteria by which the application will be determined. The        |
| 268 | Department of Agriculture and Consumer Services may adopt other  |
| 269 | rules pursuant to ss. 120.536(1) and 120.54 to administer this   |
| 270 | paragraph, including rules establishing additional forms and     |
| 271 | procedures for claiming the exemption.                           |
| 272 | g. The Department of Agriculture and Consumer Services           |
| 273 | shall be responsible for ensuring that the total amount of the   |
| 274 | exemptions authorized do not exceed the limits specified in      |
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| 275 | subparagraph 2.  |
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| 276 | 5. Approval of the exemptions under this paragraph is on a       |
| 277 | first-come, first-served basis, based upon the date complete     |
| 278 | applications are received by the Department of Agriculture and   |
| 279 | Consumer Services. Incomplete placeholder applications shall not |
| 280 | be accepted and shall not secure a place in the first-come,      |
| 281 | first-served application line. The Department of Agriculture and |
| 282 | Consumer Services shall determine and publish on its website on  |
| 283 | a regular basis the amount of sales tax funds remaining in each  |
| 284 | fiscal year.   |
| 285 | 6. This paragraph expires July 1, 2016.                          |
| 286 | Section 4. Subsections (1), (2), (4), (6), (7), and (8) of       |
| 287 | section 220.192, Florida Statutes, are amended to read:          |
| 288 | 220.192 Renewable energy technologies investment tax             |
| 289 | credit   |
| 290 | (1) DEFINITIONSFor purposes of this section, the term:           |
| 291 | (a) "Biodiesel" means biodiesel as defined in <u>s.</u>          |
| 292 | 212.08(7)(hhh) former s. 212.08(7)(ccc).                         |
| 293 | (b) "Corporation" includes a general partnership, limited        |
| 294 | partnership, limited liability company, unincorporated business, |
| 295 | or other business entity, including entities taxed as            |
| 296 | partnerships for federal income tax purposes.                    |
| 297 | (c) "Eligible costs" means÷                                      |
| 298 | 1. Seventy-five percent of all capital costs, operation and      |
| 299 | maintenance costs, and research and development costs incurred   |
| 300 | between July 1, 2006, and June 30, 2010, up to a limit of \$3    |
| 301 | million per state fiscal year for all taxpayers, in connection   |
| 302 | with an investment in hydrogen-powered vehicles and hydrogen     |
| 303 | vehicle fueling stations in the state, including, but not        |

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304 limited to, the costs of constructing, installing, and equipping 305 such technologies in the state.

306 2. Seventy-five percent of all capital costs, operation and 307 maintenance costs, and research and development costs incurred 308 between July 1, 2006, and June 30, 2010, up to a limit of \$1.5 309 million per state fiscal year for all taxpayers, and limited to a maximum of \$12,000 per fuel cell, in connection with an 310 311 investment in commercial stationary hydrogen fuel cells in the 312 state, including, but not limited to, the costs of constructing, 313 installing, and equipping such technologies in the state.

314 3. Seventy-five percent of all capital costs, operation and 315 maintenance costs, and research and development costs incurred between July 1, 2012 2006, and June 30, 2016 2010, not to exceed 316 317 \$1 million per state fiscal year for each taxpayer and up to a limit of \$10  $\frac{6.5}{5}$  million per state fiscal year for all 318 taxpayers, in connection with an investment in the production, 319 storage, and distribution of biodiesel (B10-B100), and ethanol 320 321 (E10-E100), and other renewable fuel in the state, including the costs of constructing, installing, and equipping such 322 323 technologies in the state. Gasoline fueling station pump 324 retrofits for biodiesel (B10-B100), ethanol (E10-E100), and 325 other renewable fuel distribution qualify as an eligible cost 326 under this section subparagraph.

327 (d) "Ethanol" means ethanol as defined in <u>s. 212.08(7)(hhh)</u> 328 former s. 212.08(7)(ccc).

329 (e) "Renewable fuel" means a fuel produced from biomass 330 that is used to replace or reduce the quantity of fossil fuel 331 present in motor fuel or diesel fuel. "Biomass" means biomass as 332 defined in s. 366.91, "motor fuel" means motor fuel as defined

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333 in s. 206.01, and "diesel fuel" means diesel fuel as defined in 334 s. 206.86.

335 (e) "Hydrogen fuel cell" means hydrogen fuel cell as 336 defined in former s. 212.08(7)(ccc).

337 (f) "Taxpayer" includes a corporation as defined in 338 paragraph (b) or s. 220.03.

339 (2) TAX CREDIT.-For tax years beginning on or after January 340 1, 2013 2007, a credit against the tax imposed by this chapter 341 shall be granted in an amount equal to the eligible costs. 342 Credits may be used in tax years beginning January 1, 2013 2007, 343 and ending December 31, 2016 2010, after which the credit shall expire. If the credit is not fully used in any one tax year 344 345 because of insufficient tax liability on the part of the 346 corporation, the unused amount may be carried forward and used in tax years beginning January 1, 2013 2007, and ending December 347 31, 2018 2012, after which the credit carryover expires and may 348 349 not be used. A taxpayer that files a consolidated return in this 350 state as a member of an affiliated group under s. 220.131(1) may 351 be allowed the credit on a consolidated return basis up to the 352 amount of tax imposed upon the consolidated group. Any eligible 353 cost for which a credit is claimed and which is deducted or otherwise reduces federal taxable income shall be added back in 354 355 computing adjusted federal income under s. 220.13.

(4) TAXPAYER APPLICATION PROCESS.—To claim a credit under
this section, each taxpayer must apply to the Department of
Agriculture and Consumer Services for an allocation of each type
of annual credit by the date established by the Department of
Agriculture and Consumer Services. The application form adopted
by <u>rule of</u> the Department of Agriculture and Consumer Services

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362 must include an affidavit from each taxpayer certifying that all 363 information contained in the application, including all records 364 of eligible costs claimed as the basis for the tax credit, are 365 true and correct. Approval of the credits under this section is 366 on a first-come, first-served basis, based upon the date 367 complete applications are received by the Department of 368 Agriculture and Consumer Services. A taxpayer must submit only 369 one complete application based upon eligible costs incurred 370 within a particular state fiscal year. Incomplete placeholder 371 applications will not be accepted and will not secure a place in 372 the first-come, first-served application line. If a taxpayer 373 does not receive a tax credit allocation due to the exhaustion 374 of the annual tax credit authorizations, then such taxpayer may 375 reapply in the following year for those eligible costs and will 376 have priority over other applicants for the allocation of 377 credits.

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(6) TRANSFERABILITY OF CREDIT.-

379 (a) For tax years beginning on or after January 1, 2014 380 2009, any corporation or subsequent transferee allowed a tax credit under this section may transfer the credit, in whole or 381 382 in part, to any taxpayer by written agreement without 383 transferring any ownership interest in the property generating 384 the credit or any interest in the entity owning such property. 385 The transferee is entitled to apply the credits against the tax 386 with the same effect as if the transferee had incurred the 387 eligible costs.

(b) To perfect the transfer, the transferor shall provide the Department of Revenue with a written transfer statement notifying the Department of Revenue of the transferor's intent

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391 to transfer the tax credits to the transferee; the date the 392 transfer is effective; the transferee's name, address, and 393 federal taxpayer identification number; the tax period; and the 394 amount of tax credits to be transferred. The Department of Revenue shall, upon receipt of a transfer statement conforming 395 396 to the requirements of this section, provide the transferee with 397 a certificate reflecting the tax credit amounts transferred. A 398 copy of the certificate must be attached to each tax return for 399 which the transferee seeks to apply such tax credits.

400 (c) A tax credit authorized under this section that is held 401 by a corporation and not transferred under this subsection shall 402 be passed through to the taxpayers designated as partners, members, or owners, respectively, in the manner agreed to by 403 404 such persons regardless of whether such partners, members, or 405 owners are allocated or allowed any portion of the federal 406 energy tax credit for the eligible costs. A corporation that 407 passes the credit through to a partner, member, or owner must comply with the notification requirements described in paragraph 408 409 (b). The partner, member, or owner must attach a copy of the 410 certificate to each tax return on which the partner, member, or 411 owner claims any portion of the credit.

(7) RULES.—The Department of Revenue <u>and the Department of</u>
Agriculture and Consumer Services shall have the authority to
adopt rules pursuant to ss. 120.536(1) and 120.54 to administer
this section, including rules relating to:

(a) The forms required to claim a tax credit under this
section, the requirements and basis for establishing an
entitlement to a credit, and the examination and audit
procedures required to administer this section.

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| 420 | (b) The implementation and administration of the provisions                  |
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| 421 | allowing a transfer of a tax credit, including rules prescribing             |
| 422 | forms, reporting requirements, and specific procedures,                      |
| 423 | guidelines, and requirements necessary to transfer a tax credit.             |
| 424 | (8) PUBLICATIONThe Department of Agriculture and Consumer                    |
| 425 | Services shall determine and publish <u>on its website</u> on a regular      |
| 426 | basis the amount of available tax credits remaining in each                  |
| 427 | fiscal year.   |
| 428 | Section 5. Section 220.193, Florida Statutes, is amended to                  |
| 429 | read:  |
| 430 | 220.193 Florida renewable energy production credit                           |
| 431 | (1) The purpose of this section is to encourage the                          |
| 432 | development and expansion of facilities that produce renewable               |
| 433 | energy in Florida.   |
| 434 | (2) As used in this section, the term:                                       |
| 435 | (a) "Commission" <u>means</u> <del>shall mean</del> the Public Service       |
| 436 | Commission.  |
| 437 | (b) "Department" <u>means</u> <del>shall mean</del> the Department of        |
| 438 | Revenue.   |
| 439 | (c) "Expanded facility" <u>means</u> <del>shall mean</del> a Florida         |
| 440 | renewable energy facility that increases its electrical                      |
| 441 | production and sale by more than 5 percent above the facility's              |
| 442 | electrical production and sale during the $2011$ $2005$ calendar             |
| 443 | year.  |
| 444 | (d) "Florida renewable energy facility" <u>means</u> <del>shall mean</del> a |
| 445 | facility in the state that produces electricity for sale from                |
| 446 | renewable energy, as defined in s. 377.803.                                  |
| 447 | (e) "New facility" <u>means</u> <del>shall mean</del> a Florida renewable    |
| 448 | energy facility that is operationally placed in service after                |
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May 1, 2006. <u>"New facility" includes a Florida renewable energy</u> facility that has had an expansion operationally placed in service after May 1, 2006, and whose cost exceeded 50 percent of the assessed value of the facility immediately before the expansion.

(f) "Sale" or "sold" includes the use of electricity by the producer of such electricity which decreases the amount of electricity that the producer would otherwise have to purchase.

(g) "Taxpayer" includes a general partnership, limited partnership, limited liability company, trust, or other artificial entity in which a corporation, as defined in s. 220.03(1)(e), owns an interest and is taxed as a partnership or is disregarded as a separate entity from the corporation under this chapter.

463 (3) An annual credit against the tax imposed by this 464 section shall be allowed to a taxpayer, based on the taxpayer's 465 production and sale of electricity from a new or expanded 466 Florida renewable energy facility. For a new facility, the 467 credit shall be based on the taxpayer's sale of the facility's 468 entire electrical production. For an expanded facility, the 469 credit shall be based on the increases in the facility's 470 electrical production that are achieved after May 1, 2012 <del>2006</del>.

(a) The credit shall be \$0.01 for each kilowatt-hour of
electricity produced and sold by the taxpayer to an unrelated
party during a given tax year.

(b) The credit may be claimed for electricity produced and
sold on or after January 1, 2013 2007. Beginning in 2014 2008
and continuing until 2017 2011, each taxpayer claiming a credit
under this section must first apply to the department by

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478 February 1 of each year for an allocation of available credit. 479 The department, in consultation with the commission, shall 480 develop an application form. The application form shall, at a 481 minimum, require a sworn affidavit from each taxpayer certifying the increase in production and sales that form the basis of the 482 483 application and certifying that all information contained in the 484 application is true and correct. 485 (c) If the amount of credits applied for each year exceeds 486 \$5 million, the department shall award credits to qualified 487 applicants based on the following priority: to each applicant a 488 prorated amount based on each applicant's increased production 489 and sales and the increased production and sales of all 490 applicants. 491 1. An applicant who places a new facility in operation 492 after May 1, 2012, shall be granted credits first, up to a 493 maximum of \$250,000 each, with remaining credits to be granted 494 pursuant to subparagraph 3., but if there are insufficient funds 495 authorized to grant all such credits, the credits granted under 496 this subparagraph shall be prorated based upon each applicant's 497 qualified production and sales as a percentage of total 498 qualified production and sales of all applicants in this 499 category for the year. 500 2. An applicant who does not qualify under subparagraph 1. 501 but who claims a credit of \$50,000 or less shall be granted 502 credits next, and if there are insufficient funds authorized to 503 grant all such credits, the credits shall be prorated based upon 504 each applicant's qualified production and sales as a percentage 505 of total qualified production and sales of all applicants in 506 this category for the year.

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507 3. An applicant who does not qualify under subparagraph 1. or subparagraph 2. and an applicant whose credits have not been 508 509 fully awarded under subparagraph 1. shall be awarded credits 510 from remaining authorized funds, and if there are insufficient 511 authorized funds to grant all such remaining credits, the 512 credits shall be prorated based upon each applicant's remaining 513 claims for qualified production and sales as a percentage of 514 total remaining claims for qualified production and sales of all 515 applicants in this category for the year.

516 (d) If the credit granted pursuant to this section is not 517 fully used in one year because of insufficient tax liability on 518 the part of the taxpayer, the unused amount may be carried 519 forward for a period not to exceed 5 years. The carryover credit 520 may be used in a subsequent year when the tax imposed by this 521 chapter for such year exceeds the credit for such year, after 522 applying the other credits and unused credit carryovers in the 523 order provided in s. 220.02(8).

(e) A taxpayer that files a consolidated return in this
state as a member of an affiliated group under s. 220.131(1) may
be allowed the credit on a consolidated return basis up to the
amount of tax imposed upon the consolidated group.

(f)1. Tax credits that may be available under this section to an entity eligible under this section may be transferred after a merger or acquisition to the surviving or acquiring entity and used in the same manner with the same limitations.

532 2. The entity or its surviving or acquiring entity as 533 described in subparagraph 1. may transfer any unused credit in 534 whole or in units of no less than 25 percent of the remaining 535 credit. The entity acquiring such credit may use it in the same

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536 manner and with the same limitations under this section. Such 537 transferred credits may not be transferred again although they 538 may succeed to a surviving or acquiring entity subject to the 539 same conditions and limitations as described in this section.

3. In the event the credit provided for under this section 540 541 is reduced as a result of an examination or audit by the department, such tax deficiency shall be recovered from the 542 543 first entity or the surviving or acquiring entity to have 544 claimed such credit up to the amount of credit taken. Any 545 subsequent deficiencies shall be assessed against any entity 546 acquiring and claiming such credit, or in the case of multiple 547 succeeding entities in the order of credit succession.

548 (q) Notwithstanding any other provision of this section, 549 credits for the production and sale of electricity from a new or 550 expanded Florida renewable energy facility may be earned between 551 January 1, 2013 2007, and June 30, 2016 2010. The amount of tax 552 credits that may be granted to each taxpayer under this section 553 is limited to \$1 million per state fiscal year. The combined 554 total amount of tax credits which may be granted for all 555 taxpayers under this section is limited to \$5 million per state fiscal year. 556

(h) A taxpayer claiming a credit under this section shall be required to add back to net income that portion of its business deductions claimed on its federal return paid or incurred for the taxable year which is equal to the amount of the credit allowable for the taxable year under this section.

(i) A taxpayer claiming credit under this section may not
claim a credit under s. 220.192. A taxpayer claiming credit
under s. 220.192 may not claim a credit under this section.

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565 (j) When an entity treated as a partnership or a 566 disregarded entity under this chapter produces and sells 567 electricity from a new or expanded renewable energy facility, 568 the credit earned by such entity shall pass through in the same 569 manner as items of income and expense pass through for federal 570 income tax purposes. When an entity applies for the credit and 571 the entity has received the credit by a pass-through, the 572 application must identify the taxpayer that passed the credit 573 through, all taxpayers that received the credit, and the 574 percentage of the credit that passes through to each recipient 575 and must provide other information that the department requires.

(k) A taxpayer's use of the credit granted pursuant to this section does not reduce the amount of any credit available to such taxpayer under s. 220.186.

(4) The department may adopt rules to implement and administer this section, including rules prescribing forms, the documentation needed to substantiate a claim for the tax credit, and the specific procedures and guidelines for claiming the credit.

(5) This section shall take effect upon becoming law and shall apply to tax years beginning on and after January 1, <u>2013</u> 2007.

587 Section 6. Subsection (3) of section 255.257, Florida 588 Statutes, is amended to read:

589 255.257 Energy management; buildings occupied by state 590 agencies.-

(3) CONTENTS OF THE STATE ENERGY MANAGEMENT PLAN.-The
Department of Management Services, in coordination with the
Department of Agriculture and Consumer Services, shall further

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| 594 | develop <u>the</u> a state energy management plan consisting of, but |
|-----|--|
| 595 | not limited to, the following elements:                              |
| 596 | (a) Data-gathering requirements;                                     |
| 597 | (b) Building energy audit procedures;                                |
| 598 | (c) Uniform data analysis and reporting procedures;                  |
| 599 | (d) Employee energy education program measures;                      |
| 600 | (e) Energy consumption reduction techniques;                         |
| 601 | (f) Training program for state agency energy management              |
| 602 | coordinators; and  |
| 603 | (g) Guidelines for building managers.                                |
| 604 |  |
| 605 | The plan shall include a description of actions that state           |
| 606 | agencies shall take to reduce consumption of electricity and         |
| 607 | nonrenewable energy sources used for space heating and cooling,      |
| 608 | ventilation, lighting, water heating, and transportation.            |
| 609 | Section 7. Paragraph (q) of subsection (2) of section                |
| 610 | 288.106, Florida Statutes, is amended to read:                       |
| 611 | 288.106 Tax refund program for qualified target industry             |
| 612 | businesses   |
| 613 | (2) DEFINITIONSAs used in this section:                              |
| 614 | (q) "Target industry business" means a corporate                     |
| 615 | headquarters business or any business that is engaged in one of      |
| 616 | the target industries identified pursuant to the following           |
| 617 | criteria developed by the department in consultation with            |
| 618 | Enterprise Florida, Inc.:  |
| 619 | 1. Future growthIndustry forecasts should indicate strong            |
| 620 | expectation for future growth in both employment and output,         |
| 621 | according to the most recent available data. Special                 |
| 622 | consideration should be given to businesses that export goods        |
|     |  |

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to, or provide services in, international markets and businesses
that replace domestic and international imports of goods or
services.

626 2. Stability.—The industry should not be subject to 627 periodic layoffs, whether due to seasonality or sensitivity to 628 volatile economic variables such as weather. The industry should 629 also be relatively resistant to recession, so that the demand 630 for products of this industry is not typically subject to 631 decline during an economic downturn.

632 3. High wage.-The industry should pay relatively high wages633 compared to statewide or area averages.

4. Market and resource independent.—The location of
industry businesses should not be dependent on Florida markets
or resources as indicated by industry analysis, except for
businesses in the renewable energy industry.

638 5. Industrial base diversification and strengthening.-The 639 industry should contribute toward expanding or diversifying the state's or area's economic base, as indicated by analysis of 640 641 employment and output shares compared to national and regional 642 trends. Special consideration should be given to industries that 643 strengthen regional economies by adding value to basic products or building regional industrial clusters as indicated by 644 645 industry analysis. Special consideration should also be given to the development of strong industrial clusters that include 646 defense and homeland security businesses. 647

648 6. Positive economic impact.—The industry is expected to
649 have strong positive economic impacts on or benefits to the
650 state or regional economies. Special consideration should be
651 given to industries that facilitate the development of the state

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652 as a hub for domestic and global trade and logistics. 653 654 The term does not include any business engaged in retail 655 industry activities; any electrical utility company as defined 656 in s. 366.02(2); any phosphate or other solid minerals 657 severance, mining, or processing operation; any oil or gas 658 exploration or production operation; or any business subject to 659 regulation by the Division of Hotels and Restaurants of the 660 Department of Business and Professional Regulation. Any business 661 within NAICS code 5611 or 5614, office administrative services 662 and business support services, respectively, may be considered a 663 target industry business only after the local governing body and Enterprise Florida, Inc., make a determination that the 664 665 community where the business may locate has conditions affecting 666 the fiscal and economic viability of the local community or 667 area, including but not limited to, factors such as low per 668 capita income, high unemployment, high underemployment, and a 669 lack of year-round stable employment opportunities, and such 670 conditions may be improved by the location of such a business to 671 the community. By January 1 of every 3rd year, beginning January 672 1, 2011, the department, in consultation with Enterprise 673 Florida, Inc., economic development organizations, the State 674 University System, local governments, employee and employer organizations, market analysts, and economists, shall review 675 676 and, as appropriate, revise the list of such target industries 677 and submit the list to the Governor, the President of the 678 Senate, and the Speaker of the House of Representatives. Section 8. Section 366.92, Florida Statutes, is amended to 679 680 read:

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681 366.92 Florida renewable energy policy.-

682 (1) It is the intent of the Legislature to promote the development of renewable energy; protect the economic viability 683 684 of Florida's existing renewable energy facilities; diversify the 685 types of fuel used to generate electricity in Florida; lessen 686 Florida's dependence on natural gas and fuel oil for the production of electricity; minimize the volatility of fuel 687 688 costs; encourage investment within the state; improve 689 environmental conditions; and, at the same time, minimize the 690 costs of power supply to electric utilities and their customers.

691

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

(a) "Florida renewable energy resources" means renewable
 energy, as defined in s. 377.803, that is produced in Florida.

694 (a) (b) "Provider" means a "utility" as defined in s. 695 366.8255(1)(a).

696 (b) (c) "Renewable energy" means renewable energy as defined 697 in s. 366.91(2)(d).

698 (d) "Renewable energy credit" or "REC" means a product that 699 represents the unbundled, separable, renewable attribute of 700 renewable energy produced in Florida and is equivalent to 1 701 megawatt-hour of electricity generated by a source of renewable 702 energy located in Florida.

703 (c) "Renewable portfolio standard" or "RPS" means the 704 minimum percentage of total annual retail electricity sales by a 705 provider to consumers in Florida that shall be supplied by 706 renewable energy produced in Florida.

707 (3) The commission shall adopt rules for a renewable
 708 portfolio standard requiring each provider to supply renewable
 709 energy to its customers directly, by procuring, or through

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| 710 | renewable energy credits. In developing the RPS rule, the        |
|-----|--|
| 711 | commission shall consult the Department of Environmental         |
| 712 | Protection and the Department of Agriculture and Consumer        |
| 713 | Services. The rule shall not be implemented until ratified by    |
| 714 | the Legislature. The commission shall present a draft rule for   |
| 715 | legislative consideration by February 1, 2009.                   |
| 716 | (a) In developing the rule, the commission shall evaluate        |
| 717 | the current and forecasted levelized cost in cents per kilowatt  |
| 718 | hour through 2020 and current and forecasted installed capacity  |
| 719 | in kilowatts for each renewable energy generation method through |
| 720 | <del>2020.</del>   |
| 721 | (b) The commission's rule:                                       |
| 722 | 1. Shall include methods of managing the cost of compliance      |
| 723 | with the renewable portfolio standard, whether through direct    |
| 724 | supply or procurement of renewable power or through the purchase |
| 725 | of renewable energy credits. The commission shall have           |
| 726 | rulemaking authority for providing annual cost recovery and      |
| 727 | incentive-based adjustments to authorized rates of return on     |
| 728 | common equity to providers to incentivize renewable energy.      |
| 729 | Notwithstanding s. 366.91(3) and (4), upon the ratification of   |
| 730 | the rules developed pursuant to this subsection, the commission  |
| 731 | may approve projects and power sales agreements with renewable   |
| 732 | power producers and the sale of renewable energy credits needed  |
| 733 | to comply with the renewable portfolio standard. In the event of |
| 734 | any conflict, this subparagraph shall supersede s. 366.91(3) and |
| 735 | (4). However, nothing in this section shall alter the obligation |
| 736 | of each public utility to continuously offer a purchase contract |
| 737 | to producers of renewable energy.                                |
| 738 | 2. Shall provide for appropriate compliance measures and         |
|     |  |

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| 739 | the conditions under which noncompliance shall be excused due to |
|-----|--|
| 740 | a determination by the commission that the supply of renewable   |
| 741 | energy or renewable energy credits was not adequate to satisfy   |
| 742 | the demand for such energy or that the cost of securing          |
| 743 | renewable energy or renewable energy credits was cost            |
| 744 | prohibitive.   |
| 745 | 3. May provide added weight to energy provided by wind and       |
| 746 | solar photovoltaic over other forms of renewable energy, whether |
| 747 | directly supplied or procured or indirectly obtained through the |
| 748 | purchase of renewable energy credits.                            |
| 749 | 4. Shall determine an appropriate period of time for which       |
| 750 | renewable energy credits may be used for purposes of compliance  |
| 751 | with the renewable portfolio standard.                           |
| 752 | 5. Shall provide for monitoring of compliance with and           |
| 753 | enforcement of the requirements of this section.                 |
| 754 | 6. Shall ensure that energy credited toward compliance with      |
| 755 | the requirements of this section is not credited toward any      |
| 756 | other purpose.   |
| 757 | 7. Shall include procedures to track and account for             |
| 758 | renewable energy credits, including ownership of renewable       |
| 759 | energy credits that are derived from a customer-owned renewable  |
| 760 | energy facility as a result of any action by a customer of an    |
| 761 | electric power supplier that is independent of a program         |
| 762 | sponsored by the electric power supplier.                        |
| 763 | 8. Shall provide for the conditions and options for the          |
| 764 | repeal or alteration of the rule in the event that new           |
| 765 | provisions of federal law supplant or conflict with the rule.    |
| 766 | (c) Beginning on April 1 of the year following final             |
| 767 | adoption of the commission's renewable portfolio standard rule,  |
|     |  |

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768 each provider shall submit a report to the commission describing 769 the steps that have been taken in the previous year and the steps that will be taken in the future to add renewable energy 770 771 to the provider's energy supply portfolio. The report shall 772 state whether the provider was in compliance with the renewable 773 portfolio standard during the previous year and how it will 774 comply with the renewable portfolio standard in the upcoming 775 year.

776 (3) (4) In order to demonstrate the feasibility and 777 viability of clean energy systems, the commission shall provide for full cost recovery under the environmental cost-recovery 778 779 clause of all reasonable and prudent costs incurred by a 780 provider for renewable energy projects that are zero greenhouse 781 gas emitting at the point of generation, up to a total of 110 782 megawatts statewide, and for which the provider has secured 783 necessary land, zoning permits, and transmission rights within 784 the state. Such costs shall be deemed reasonable and prudent for 785 purposes of cost recovery so long as the provider has used 786 reasonable and customary industry practices in the design, 787 procurement, and construction of the project in a cost-effective 788 manner appropriate to the location of the facility. The provider 789 shall report to the commission as part of the cost-recovery 790 proceedings the construction costs, in-service costs, operating 791 and maintenance costs, hourly energy production of the renewable 792 energy project, and any other information deemed relevant by the 793 commission. Any provider constructing a clean energy facility 794 pursuant to this section shall file for cost recovery no later 795 than July 1, 2009.

796

(4) (5) Each municipal electric utility and rural electric

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| 797 | cooperative shall develop standards for the promotion,           |
|-----|--|
| 798 | encouragement, and expansion of the use of renewable energy      |
| 799 | resources and energy conservation and efficiency measures. On or |
| 800 | before April 1, 2009, and annually thereafter, each municipal    |
| 801 | electric utility and electric cooperative shall submit to the    |
| 802 | commission a report that identifies such standards.              |
| 803 | (5)(6) Nothing in this section shall be construed to impede      |
| 804 | or impair terms and conditions of existing contracts.            |
| 805 | <u>(6)</u> The commission may adopt rules to administer and      |
| 806 | implement the provisions of this section.                        |
| 807 | Section 9. Section 366.94, Florida Statutes, is created to       |
| 808 | read:  |
| 809 | 366.94 Electric vehicle charging stations                        |
| 810 | (1) The provision of electric vehicle charging to the            |
| 811 | public by a nonutility is not the retail sale of electricity for |
| 812 | the purposes of this chapter. The rates, terms, and conditions   |
| 813 | of electric vehicle charging services by a nonutility are not    |
| 814 | subject to regulation under this chapter. This section does not  |
| 815 | affect the ability of individuals, businesses, or governmental   |
| 816 | entities to acquire, install, or use an electric vehicle charger |
| 817 | for their own vehicles.  |
| 818 | (2) The Department of Agriculture and Consumer Services          |
| 819 | shall adopt rules to provide definitions, methods of sale,       |
| 820 | labeling requirements, and price-posting requirements for        |
| 821 | electric vehicle charging stations to allow for consistency for  |
| 822 | consumers and the industry.                                      |
| 823 | (3)(a) It is unlawful for a person to stop, stand, or park       |
| 824 | a vehicle that is not capable of using an electrical recharging  |
| 825 | station within any parking space specifically designated for     |
|     |  |

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| 826 | charging an electric vehicle.                                   |
|-----|---|
| 827 | (b) If a law enforcement officer finds a motor vehicle in       |
| 828 | violation of this subsection, the officer or specialist shall   |
| 829 | charge the operator or other person in charge of the vehicle in |
| 830 | violation with a noncriminal traffic infraction, punishable as  |
| 831 | provided in s. 316.008(4) or s. 318.18.                         |
| 832 | (4) The Public Service Commission is directed to conduct a      |
| 833 | study of the potential effects of public charging stations and  |
| 834 | privately owned electric vehicle charging on both energy        |
| 835 | consumption and the impact on the electric grid in the state.   |
| 836 | The Public Service Commission shall also investigate the        |
| 837 | feasibility of using off-grid solar photovoltaic power as a     |
| 838 | source of electricity for the electric vehicle charging         |
| 839 | stations. The commission shall submit the results of the study  |
| 840 | to the President of the Senate, the Speaker of the House of     |
| 841 | Representatives, and the Executive Office of the Governor by    |
| 842 | December 31, 2012.  |
| 843 | Section 10. Subsection (1) of section 526.203, Florida          |
| 844 | Statutes, is amended, and subsections (5) and (6) are added to  |
| 845 | that section, to read:  |
| 846 | 526.203 Renewable fuel standard                                 |
| 847 | (1) DEFINITIONS.—As used in this act:                           |
| 848 | (a) "Alternative fuel" means a fuel produced from biomass,      |
| 849 | as defined in s. 366.91, that is used to replace or reduce the  |
| 850 | quantity of fossil fuel present in a petroleum fuel that meets  |
| 851 | the specifications as adopted by the department.                |
| 852 | (b) (a) "Blender," "importer," "terminal supplier," and         |
| 853 | "wholesaler" are defined as provided in s. 206.01.              |
| 854 | <u>(c)</u> "Blended gasoline" means a mixture of 90 to 91       |

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| 855 | percent gasoline and 9 to 10 percent fuel ethanol <u>or other</u>  |
|-----|--|
| 856 | alternative fuel, by volume, that meets the specifications as      |
| 857 | adopted by the department. The fuel ethanol or other alternative   |
| 858 | fuel portion may be derived from any agricultural source.          |
| 859 | <u>(d)</u> "Fuel ethanol" means an anhydrous denatured alcohol     |
| 860 | produced by the conversion of carbohydrates that meets the         |
| 861 | specifications as adopted by the department.                       |
| 862 | <u>(e)</u> "Unblended gasoline" means gasoline that has not        |
| 863 | been blended with fuel ethanol or other alternative fuel and       |
| 864 | that meets the specifications as adopted by the department.        |
| 865 | (5) This section does not prohibit a retail dealer as              |
| 866 | defined in s. 206.01 from selling or offering to sell unblended    |
| 867 | gasoline.  |
| 868 | (6) The Department of Agriculture and Consumer Services            |
| 869 | shall compile a list of retail fuel stations that sell or offer    |
| 870 | to sell unblended gasoline. This information shall be compiled     |
| 871 | by the department as part of its routine retail fuel station       |
| 872 | inspections, authorized under s. 525.07, and from information      |
| 873 | provided voluntarily by retail dealers. The Department of          |
| 874 | Agriculture and Consumer Services shall provide this information   |
| 875 | on its website to inform consumers of the options available for    |
| 876 | unblended gasoline.  |
| 877 | Section 11. Subsection (4) of section 581.083, Florida             |
| 878 | Statutes, is amended to read:                                      |
| 879 | 581.083 Introduction or release of plant pests, noxious            |
| 880 | weeds, or organisms affecting plant life; cultivation of           |
| 881 | nonnative plants; special permit and security required             |
| 882 | (4) A person may not cultivate a nonnative plant, <u>algae, or</u> |
| 883 | blue-green algae, including a genetically engineered plant,        |
| I   |  |

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884 algae, or blue-green algae or a plant that has been introduced, 885 for purposes of fuel production or purposes other than 886 agriculture in plantings greater in size than 2 contiguous 887 acres, except under a special permit issued by the department 888 through the division, which is the sole agency responsible for 889 issuing such special permits. A permit is not required to 890 cultivate any plant or group of plants that, based on experience 891 or research data, does not pose a threat of becoming an invasive 892 species and is commonly grown in this state for the purpose of 893 human food consumption, commercial feed, feedstuff, forage for 894 livestock, nursery stock, or silviculture. The department is 895 authorized to adopt additional exemptions to the permitting 896 requirements of this section if the department determines, after 897 consulting with the Institute of Food and Agricultural Sciences 898 at the University of Florida, that based on experience or 899 research data, the nonnative plant, algae, or blue-green algae 900 does not pose a threat of becoming an invasive species or a pest 901 of plants or native fauna under conditions in this state and 902 subsequently exempts the plant or group of plants by rule Such a 903 permit shall not be required if the department determines, in 904 conjunction with the Institute of Food and Agricultural Sciences 905 at the University of Florida, that the plant is not invasive and 906 subsequently exempts the plant by rule.

907 (a)1. Each application for a special permit must be 908 accompanied by a fee as described in subsection (2) and proof 909 that the applicant has obtained, on a form approved by the 910 <u>department</u>, a bond in the form approved by the department and 911 issued by a surety company admitted to do business in this state 912 or a certificate of deposit, or other type of security adopted

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913 by rule of the department which provides a financial assurance of cost recovery for the removal of a planting. The application 914 915 must include, on a form provided by the department, the name of 916 the applicant and the applicant's address or the address of the 917 applicant's principal place of business; a statement completely identifying the nonnative plant to be cultivated; and a 918 919 statement of the estimated cost of removing and destroying the 920 plant that is the subject of the special permit and the basis 921 for calculating or determining that estimate. If the applicant 922 is a corporation, partnership, or other business entity, the 923 applicant must also provide in the application the name and 924 address of each officer, partner, or managing agent. The 925 applicant shall notify the department within 10 business days of 926 any change of address or change in the principal place of 927 business. The department shall mail all notices to the 928 applicant's last known address.

929 2. As used in this subsection, the term "certificate of 930 deposit" means a certificate of deposit at any recognized 931 financial institution doing business in the United States. The 932 department may not accept a certificate of deposit in connection 933 with the issuance of a special permit unless the issuing 934 institution is properly insured by the Federal Deposit Insurance 935 Corporation or the Federal Savings and Loan Insurance 936 Corporation.

(b) Upon obtaining a permit, the permitholder may annually cultivate and maintain the nonnative plants as authorized by the special permit. If the permitholder ceases to maintain or cultivate the plants authorized by the special permit, if the permit expires, or if the permitholder ceases to abide by the

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| 942 | conditions of the special permit, the permitholder shall                           |
|-----|--|
| 943 | immediately remove and destroy the plants that are subject to                      |
| 944 | the permit, if any remain. The permitholder shall notify the                       |
| 945 | department of the removal and destruction of the plants within                     |
| 946 | 10 days after such event.  |
| 947 | (c) If the department:   |
| 948 | 1. Determines that the permitholder is no longer                                   |
| 949 | maintaining or cultivating the plants subject to the special                       |
| 950 | permit and has not removed and destroyed the plants authorized                     |
| 951 | by the special permit;   |
| 952 | 2. Determines that the continued maintenance or cultivation                        |
| 953 | of the plants presents an imminent danger to public health,                        |
| 954 | safety, or welfare;  |
| 955 | 3. Determines that the permitholder has exceeded the                               |
| 956 | conditions of the authorized special permit; or                                    |
| 957 | 4. Receives a notice of cancellation of the surety bond,                           |
| 958 |  |
| 959 | the department may issue an immediate final order, which shall                     |
| 960 | be immediately appealable or enjoinable as provided by chapter                     |
| 961 | 120, directing the permitholder to immediately remove and                          |
| 962 | destroy the plants authorized to be cultivated under the special                   |
| 963 | permit. A copy of the immediate final order <u>must</u> <del>shall</del> be mailed |
| 964 | to the permitholder and to the surety company or financial                         |
| 965 | institution that has provided security for the special permit,                     |
| 966 | if applicable.   |
|     |  |

967 (d) If, upon issuance by the department of an immediate 968 final order to the permitholder, the permitholder fails to 969 remove and destroy the plants subject to the special permit 970 within 60 days after issuance of the order, or such shorter

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971 period as is designated in the order as public health, safety, 972 or welfare requires, the department may enter the cultivated 973 acreage and remove and destroy the plants that are the subject 974 of the special permit. If the permitholder makes a written 975 request to the department for an extension of time to remove and 976 destroy the plants that demonstrates specific facts showing why 977 the plants could not reasonably be removed and destroyed in the 978 applicable timeframe, the department may extend the time for 979 removing and destroying plants subject to a special permit. The 980 reasonable costs and expenses incurred by the department for 981 removing and destroying plants subject to a special permit shall 982 be reimbursed to the department by the permitholder within 21 983 days after the date the permitholder and the surety company or 984 financial institution are served a copy of the department's 985 invoice for the costs and expenses incurred by the department to 986 remove and destroy the cultivated plants, along with a notice of 987 administrative rights, unless the permitholder or the surety 988 company or financial institution object to the reasonableness of 989 the invoice. In the event of an objection, the permitholder or 990 surety company or financial institution is entitled to an 991 administrative proceeding as provided by chapter 120. Upon entry 992 of a final order determining the reasonableness of the incurred 993 costs and expenses, the permitholder has shall have 15 days 994 after following service of the final order to reimburse the 995 department. Failure of the permitholder to timely reimburse the 996 department for the incurred costs and expenses entitles the 997 department to reimbursement from the applicable bond or 998 certificate of deposit.

999

(e) Each permitholder shall maintain for each separate

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1000 growing location a bond or a certificate of deposit in an amount 1001 determined by the department, but not more less than 150 percent 1002 of the estimated cost of removing and destroying the cultivated 1003 plants. The bond or certificate of deposit may not exceed \$5,000 1004 per acre, unless a higher amount is determined by the department 1005 to be necessary to protect the public health, safety, and 1006 welfare or unless an exemption is granted by the department 1007 based on conditions specified in the application which would 1008 preclude the department from incurring the cost of removing and 1009 destroying the cultivated plants and would prevent injury to the 1010 public health, safety, and welfare. The aggregate liability of 1011 the surety company or financial institution to all persons for all breaches of the conditions of the bond or certificate of 1012 1013 deposit may not exceed the amount of the bond or certificate of deposit. The original bond or certificate of deposit required by 1014 1015 this subsection shall be filed with the department. A surety 1016 company shall give the department 30 days' written notice of cancellation, by certified mail, in order to cancel a bond. 1017 1018 Cancellation of a bond does not relieve a surety company of 1019 liability for paying to the department all costs and expenses 1020 incurred or to be incurred for removing and destroying the 1021 permitted plants covered by an immediate final order authorized 1022 under paragraph (c). A bond or certificate of deposit must be 1023 provided or assigned in the exact name in which an applicant 1024 applies for a special permit. The penal sum of the bond or certificate of deposit to be furnished to the department by a 1025 1026 permitholder in the amount specified in this paragraph must 1027 guarantee payment of the costs and expenses incurred or to be 1028 incurred by the department for removing and destroying the

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1029 plants cultivated under the issued special permit. The bond or 1030 certificate of deposit assignment or agreement must be upon a 1031 form prescribed or approved by the department and must be 1032 conditioned to secure the faithful accounting for and payment of 1033 all costs and expenses incurred by the department for removing 1034 and destroying all plants cultivated under the special permit. 1035 The bond or certificate of deposit assignment or agreement must 1036 include terms binding the instrument to the Commissioner of 1037 Agriculture. Such certificate of deposit shall be presented with 1038 an assignment of the permitholder's rights in the certificate in 1039 favor of the Commissioner of Agriculture on a form prescribed by 1040 the department and with a letter from the issuing institution 1041 acknowledging that the assignment has been properly recorded on 1042 the books of the issuing institution and will be honored by the 1043 issuing institution. Such assignment is irrevocable while a 1044 special permit is in effect and for an additional period of 6 1045 months after termination of the special permit if operations to remove and destroy the permitted plants are not continuing and 1046 1047 if the department's invoice remains unpaid by the permitholder 1048 under the issued immediate final order. If operations to remove 1049 and destroy the plants are pending, the assignment remains in 1050 effect until all plants are removed and destroyed and the 1051 department's invoice has been paid. The bond or certificate of 1052 deposit may be released by the assignee of the surety company or 1053 financial institution to the permitholder, or to the 1054 permitholder's successors, assignee, or heirs, if operations to 1055 remove and destroy the permitted plants are not pending and no 1056 invoice remains unpaid at the conclusion of 6 months after the 1057 last effective date of the special permit. The department may

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1058 not accept a certificate of deposit that contains any provision 1059 that would give to any person any prior rights or claim on the proceeds or principal of such certificate of deposit. The 1060 1061 department shall determine by rule whether an annual bond or 1062 certificate of deposit will be required. The amount of such bond 1063 or certificate of deposit shall be increased, upon order of the 1064 department, at any time if the department finds such increase to 1065 be warranted by the cultivating operations of the permitholder. 1066 In the same manner, the amount of such bond or certificate of 1067 deposit may be adjusted downward or removed decreased when a 1068 decrease in the cultivating operations of the permitholder 1069 occurs or when research or practical field knowledge and 1070 observations indicate a low risk of invasiveness by the 1071 nonnative species warrants such decrease. Factors that may be 1072 considered for change include multiple years or cycles of 1073 successful large-scale contained cultivation; no observation of 1074 plant, algae, or blue-green algae escape from managed areas; or 1075 science-based evidence that established or approved adjusted 1076 cultivation practices provide a similar level of containment of 1077 the nonnative plant, algae, or blue-green algae. This paragraph 1078 applies to any bond or certificate of deposit, regardless of the 1079 anniversary date of its issuance, expiration, or renewal.

(f) In order to carry out the purposes of this subsection, the department or its agents may require from any permitholder verified statements of the cultivated acreage subject to the special permit and may review the permitholder's business or cultivation records at her or his place of business during normal business hours in order to determine the acreage cultivated. The failure of a permitholder to furnish such

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1087 statement, to make such records available, or to make and deliver a new or additional bond or certificate of deposit is 1088 1089 cause for suspension of the special permit. If the department 1090 finds such failure to be willful, the special permit may be 1091 revoked. 1092 Section 12. The Department of Agriculture and Consumer Services shall conduct a comprehensive statewide forest 1093 1094 inventory analysis and study, using a geographic information 1095 system, to identify where available biomass is located, 1096 determine the available biomass resources, and ensure forest 1097 sustainability within the state. The department shall submit the 1098 results of the study to the President of the Senate, the Speaker 1099 of the House of Representatives, and the Executive Office of the 1100 Governor by July 1, 2013. 1101 Section 13. The Office of Energy within the Department of 1102 Agriculture and Consumer Services, in consultation with the Public Service Commission, the Florida Building Commission, and 1103 1104 the Florida Energy Systems Consortium, shall develop a 1105 clearinghouse of information regarding cost savings associated 1106 with various energy efficiency and conservation measures. The 1107 department shall post the information on its website by July 1, 2013. 1108 1109 Section 14. For the 2012-2013 fiscal year, the nonrecurring 1110 sum of \$250,000 is appropriated from the Florida Public Service Regulatory Trust Fund for the purpose of the Public Service 1111 1112 Commission, in consultation with the Department of Agriculture 1113 and Consumer Services, contracting for an independent evaluation 1114 of the Florida Energy Efficiency and Conservation Act to determine if the act remains in the public interest. The 1115

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| 1116 | evaluation must consider the costs to ratepayers, the incentives |
| 1117 | and disincentives associated with the provisions in the act, and |
| 1118 | if the programs create benefits without undue burden on the      |
| 1119 | customer. The models and methods used to determine conservation  |
| 1120 | goals must be specifically addressed in the report. The          |
| 1121 | commission shall submit the report to the President of the       |
| 1122 | Senate, the Speaker of the House of Representatives, and the     |
| 1123 | Executive Office of the Governor by January 31, 2013.            |
| 1124 | Section 15. This act shall take effect July 1, 2012.             |
| 1125 |  |
| 1126 | ========== TITLE AMENDMENT===========                            |
| 1127 | And the title is amended as follows:                             |
| 1128 | Delete everything before the enacting clause                     |
| 1129 | and insert:  |
| 1130 | A bill to be entitled  |
| 1131 | An act relating to energy; amending s. 186.801, F.S.;            |
| 1132 | adding factors for the Public Service Commission to              |
| 1133 | consider in reviewing the 10-year site plans submitted           |
| 1134 | to the commission by electric utilities; amending s.             |
| 1135 | 212.055, F.S.; providing for a portion of the proceeds           |
| 1136 | of the local government infrastructure surtax to be              |
| 1137 | used for financial assistance to homeowners who make             |
| 1138 | energy efficiency improvements or install renewable              |
| 1139 | energy devices; defining the term "energy efficiency             |
| 1140 | improvement"; amending s. 212.08, F.S.; providing                |
| 1141 | definitions for the terms "biodiesel," "ethanol," and            |
| 1142 | "renewable fuel"; providing for tax exemptions in the            |
| 1143 | form of a rebate for the sale or use of certain                  |
| 1144 | equipment, machinery, and other materials for                    |
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1145 renewable energy technologies; providing eligibility 1146 requirements and tax credit limits; authorizing the 1147 Department of Revenue and the Department of 1148 Agriculture and Consumer Services to adopt rules; 1149 directing the Department of Agriculture and Consumer 1150 Services to determine and publish certain information 1151 relating to exemptions; providing for expiration of 1152 the exemption; amending s. 220.192, F.S., providing 1153 definitions; reestablishing a corporate tax credit for 1154 certain costs related to renewable energy 1155 technologies; providing eligibility requirements and 1156 credit limits; providing rulemaking authority to the 1157 Department of Revenue and the Department of 1158 Agriculture and Consumer Services; directing the 1159 Department of Agriculture and Consumer Services to determine and publish certain information; providing 1160 1161 for expiration of the tax credit; amending s. 220.193, 1162 F.S.; reestablishing a corporate tax credit for 1163 renewable energy production; providing definitions; 1164 providing a tax credit for the production and sale of 1165 renewable energy; providing requirements relating to 1166 the priority and proration of such tax credits under 1167 certain circumstances; providing for the use and 1168 transfer of the tax credit; limiting the amount of tax 1169 credits that may be granted to all taxpayers during a specified period; providing rulemaking authority to 1170 1171 the Department of Revenue; providing for expiration of the tax credit; amending s. 255.257, F.S.; directing 1172 1173 the Department of Management Services, in coordination

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1174 with the Department of Agriculture and Consumer 1175 Services, to further develop the state energy management plan; amending s. 288.106, F.S.; redefining 1176 1177 the term "target industry business," for purposes of a 1178 tax refund program, to exclude certain electrical 1179 utilities; amending s. 366.92, F.S.; deleting an obsolete directive to the Public Service Commission to 1180 1181 adopt rules for a renewable portfolio standard; 1182 deleting related definitions; creating s. 366.94, 1183 F.S.; providing that the provision of electric vehicle 1184 charging to the public by a nonutility is not the 1185 retail sale of electricity; providing that the rates, 1186 terms, and conditions of electric vehicle charging 1187 services by a nonutility are not subject to regulation 1188 under ch. 366, F.S.; requiring the Department of 1189 Agriculture and Consumer Services to develop rules for 1190 sales at electric vehicle charging stations; 1191 prohibiting the obstruction of a parking space at an 1192 electric vehicle charging station; providing a 1193 penalty; requiring that the Public Service Commission 1194 study the effects of charging stations on energy 1195 consumption in the state and the effects on the grid 1196 and report the results to the President of the Senate, 1197 the Speaker of the House of Representatives, and the 1198 Executive office of the Governor; amending s. 526.203, 1199 F.S.; revising the definitions of the terms "blended 1200 gasoline" and "unblended gasoline"; defining the term 1201 "alternative fuel"; authorizing the sale of unblended 1202 fuels for certain uses; directing the Department of

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1203 Agriculture and Consumer Services to compile a list of 1204 retail fuel stations that sell or offer to sell unblended gasoline and provide that information on the 1205 1206 department's website; amending s. 581.083, F.S.; 1207 prohibiting the cultivation of certain algae in 1208 plantings greater in size than 2 contiguous acres; 1209 providing exceptions; providing for exemption from 1210 special permitting requirements by rule; revising 1211 certain bonding requirements; requiring the Department 1212 of Agriculture and Consumer Services to conduct a 1213 statewide forest inventory; requiring the Department 1214 of Agriculture and Consumer Services to work with 1215 other specified entities to develop information on 1216 cost savings for energy efficiency and conservation 1217 measures and post it on the department's website; 1218 providing an appropriation from the Florida Public 1219 Service Regulatory Trust Fund for the purpose of the 1220 Public Service Commission, in consultation with the 1221 Department of Agriculture and Consumer Services, to 1222 contract for an independent evaluation of the Florida 1223 Energy Efficiency and Conservation Act; requiring 1224 reports to the Legislature and the Executive Office of 1225 the Governor; providing an effective date.