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1 A bill to be entitled 2 An act relating to renewable energy producers; 3 amending s. 366.02, F.S.; revising the definition of 4 the term "public utility" to exclude certain producers 5 of renewable energy; amending s. 366.91, F.S.; 6 requiring public utilities to purchase electricity 7 from renewable energy producers at a certain rate; 8 providing an effective date. 9 10 Be It Enacted by the Legislature of the State of Florida: 11 12 Section 1. Subsection (1) of section 366.02, Florida 13 Statutes, is amended to read: 14 366.02 Definitions.-As used in this chapter: 15 (1)"Public utility" means every person, corporation, partnership, association, or other legal entity and their 16 lessees, trustees, or receivers supplying electricity or gas 17 (natural, manufactured, or similar gaseous substance) to or for 18 the public within this state; but the term "public utility" does 19 20 not include either a cooperative now or hereafter organized and 21 existing under the Rural Electric Cooperative Law of the state; 22 a municipality or any agency thereof; an entity that produces 23 and sells no more than 5 megawatt hours per hour of renewable 24 energy, as defined in s. 366.91(2), to users of that renewable 25 energy located on property that is adjacent to, contiguous with, or located within 1/2 mile of where the renewable energy is 26 27 produced; any dependent or independent special natural gas district; any natural gas transmission pipeline company making 28

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29 only sales or transportation delivery of natural gas at 30 wholesale and to direct industrial consumers; any entity selling or arranging for sales of natural gas which neither owns nor 31 32 operates natural gas transmission or distribution facilities 33 within the state; or a person supplying liquefied petroleum gas, 34 in either liquid or gaseous form, irrespective of the method of 35 distribution or delivery, or owning or operating facilities 36 beyond the outlet of a meter through which natural gas is 37 supplied for compression and delivery into motor vehicle fuel tanks or other transportation containers, unless such person 38 also supplies electricity or manufactured or natural gas. 39 40 Section 2. Subsection (3) of section 366.91, Florida Statutes, is amended to read: 41 42 366.91 Renewable energy.-43 On or before January 1, 2006, Each public utility must (3)44 continuously offer a purchase contract to producers of renewable energy. The commission shall establish requirements relating to 45 46 the purchase of capacity and energy by public utilities from 47 renewable energy producers and may adopt rules to administer this section. The contract shall contain payment provisions for 48 49 energy at the same rate that the public utility sells energy to 50 ratepayers and capacity which are based upon the utility's full 51 avoided costs, as defined in s. 366.051; however, capacity 52 payments are not required if, due to the operational 53 characteristics of the renewable energy generator or the 54 anticipated peak and off-peak availability and capacity factor 55 of the utility's avoided unit, the producer is unlikely to 56 provide any capacity value to the utility or the electric grid

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57 during the contract term. Each contract must provide a contract 58 term of at least 10 years. Prudent and reasonable costs 59 associated with a renewable energy contract shall be recovered 60 from the ratepayers of the contracting utility, without 61 differentiation among customer classes, through the appropriate 62 cost-recovery clause mechanism administered by the commission. 63 Section 3. This act shall take effect July 1, 2013.

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