1 A bill to be entitled 2 An act relating to the designation of energy economic 3 zones; amending s. 377.809, F.S.; revising the energy economic zone pilot program to require the Department 4 5 of Economic Opportunity, with technical assistance 6 from the Department of Agriculture and Consumer 7 Services, to administer an energy economic zone 8 designation program; removing a requirement that the 9 Department of Economic Opportunity consult with the 10 Department of Transportation to implement the pilot 11 program; directing the Department of Economic 12 Opportunity to grant energy economic zone designations to certain applicants; removing an obsolete reporting 13 14 requirement; limiting eligibility for incentives and benefits to certain local governing bodies; removing 15 employee residency requirements for certain refund and 16 17 credit thresholds; providing program funding; providing an effective date. 18 19 20 Be It Enacted by the Legislature of the State of Florida: 21 Subsection (1), paragraphs (a) and (c) of 22 Section 1. 23 subsection (2), subsection (3), and paragraphs (a) and (b) of 24 subsection (4) of section 377.809, Florida Statutes, are amended 25 to read: Page 1 of 5

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377.809 Energy economic zone designation Pilot program.-26 The Department of Economic Opportunity, in (1)consultation with the Department of Transportation, shall administer implement an energy economic zone designation Pilot program for the purpose of helping developing a model to help 31 communities cultivate green economic development, encourage 32 renewable electric energy generation, manufacture products that 33 contribute to energy conservation and green jobs, and further implement chapter 2008-191, Laws of Florida, relative to 34 discouraging sprawl and developing energy-efficient land use 35 patterns and greenhouse gas reduction strategies. The Department 36 37 of Agriculture and Consumer Services shall provide technical assistance to the department departments in developing and 38 39 administering the program.

(2) (a) The application for an energy economic zone 40 designation a pilot project shall: 41

42 1. Identify the proposed location of the energy economic 43 zone, which must be within an adopted urban service area and may 44 include a county landfill outside the urban service boundary;

45 Present a proposed strategic plan for development and 2. 46 redevelopment in the energy economic zone;

Demonstrate consistency of the strategic plan with the 47 3. local comprehensive plan or include proposed plan amendments 48 necessary to achieve consistency; and 49

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Identify comprehensive plan amendments that will be 4.

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proposed to implement chapter 2008-191, Laws of Florida. 51 52 The Department of Economic Opportunity shall grant an (C) 53 energy economic zone designation at least one application if the 54 application meets the requirements of this subsection and the 55 community has demonstrated a prior commitment to energy 56 conservation, carbon reduction, green building, and economic 57 development. The Department of Economic Opportunity shall 58 provide the energy economic zone pilot community, including 59 businesses within the energy economic zone, with technical assistance in identifying and qualifying for eligible grants and 60 credits in job creation, energy, and other areas. 61 62 (3) The Department of Economic Opportunity shall submit a 63 report to the Governor, the President of the Senate, and the 64 Speaker of the House of Representatives by February 15, 2015, 65 evaluating whether the pilot program has demonstrated success. 66 The report shall contain recommendations with regard to whether 67 the program should be expanded for use by other local 68 governments and whether state policies should be revised to 69 encourage the goals of the program.

70 <u>(3)(4)(a)</u> Beginning July 1, 2012, All the incentives and 71 benefits <u>in this subsection are only available to a</u> provided for 72 enterprise zones pursuant to state law shall be available to the 73 energy economic zones designated pursuant to this section on or 74 before July 1, 2010. In order to provide incentives, by March 1, 75 2012, each local governing body that has jurisdiction over an

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76 energy economic zone and has must, by local ordinance, 77 established establish the boundary of the energy economic zone, 78 specify applicable energy-efficiency standards, and determined 79 determine eligibility criteria for the application of state and 80 local incentives and benefits in the energy economic zone. 81 However, in order to receive benefits provided under s. 288.106, 82 a business must be a qualified target industry business under s. 83 288.106 for state purposes. An energy economic zone's boundary may be revised by local ordinance. Such incentives and benefits 84 include those in ss. 212.08, 212.096, 220.181, 220.182, 220.183, 85 288.106, and 624.5105 and the public utility discounts provided 86 87 in s. 290.007(8). The exemption provided in s. 212.08(5)(c) 88 shall be for renewable energy as defined in s. 377.803. For 89 purposes of this section, any applicable requirements for 90 employee residency for higher refund or credit thresholds must 91 be based on employee residency in the energy economic zone or an 92 enterprise zone. A business in an energy economic zone may also 93 be eligible for funding under ss. 288.047 and 445.003, and a 94 transportation project in an energy economic zone shall be 95 provided priority in funding under s. 339.2821. Other projects 96 shall be given priority ranking to the extent practicable for grants administered under state energy programs. 97

(b) Effective July 1, 2017 2012, the total amount of state
credits, refunds, and exemptions that may be provided by the
governing body of each energy economic zone to eligible

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101 businesses for energy-economic-zone incentives pursuant to 102 paragraph (a) is \$300,000 per designated energy economic zone in 103 any state fiscal year. The governing body of an energy economic 104 zone shall disallow a credit or refund for which an application 105 is submitted after the zone's respective \$300,000 limit is 106 reached. If the \$300,000 incentive cap is not fully used in any 107 one state fiscal year by an energy economic zone, the unused amount under the cap may be carried forward for up to 5 years. 108 The local governing body that has jurisdiction over the energy 109 economic zone is responsible for allocating the incentives, for 110 verifying that businesses receiving such incentives are eligible 111 112 for the incentives provided, and for ensuring that the 113 incentives provided do not exceed the cap for the state fiscal 114 year.

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Section 2. This act shall take effect July 1, 2017.

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