BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition by Florida Power & Light Company (FPL) for authority to charge FPL rates to former City of Vero Beach customers and for approval of FPL's accounting treatment for City of Vero Beach transaction.

In re: Joint petition to terminate territorial agreement, by Florida Power & Light and the City of Vero Beach.

DOCKET NO. 20170235-EI

DOCKET NO. 20170236-EU

DATED: SEPTEMBER 28, 2018

MOTION FOR OFFICIAL RECOGNITION

Pursuant to Rule 28-106.213(6), Florida Administrative Code (F.A.C.), and Section 90.202(12), Florida Statutes (F.S.), the staff of the Florida Public Service Commission (Commission staff) files this Motion for Official Recognition and states as follows:

- 1. Section 90.202(12), F.S., allows a court to take official recognition of "[f]acts that are not subject to dispute because they are capable of accurate and ready determination by resort to sources whose accuracy cannot be questioned."
- 2. The Florida House of Representatives maintains its official website at www.myfloridahouse.gov. All House bills filed in Regular Sessions from 1998 to 1999 and Regular, Special, and Organizational Sessions from 2000 to 2018 are recorded on this website. The website provides the date a bill was filed, the bill text, and the legislative history of the bill. Official state websites have been found to support official recognition in administrative proceedings for the purpose of proving that documents were filed and that the text contained therein is a true and accurate representation of the content of those documents as filed. \(^1\)
- 3. Commission staff is requesting that the Commission take official recognition of the following Florida House of Representative Bills in this docket:

2010 House Bill 725/Senate Bill 2632

2010 House Bill 1397

2011 House Bill 899

2013 House Bill 733/Senate Bill 1620

2014 House Bill 813/Senate Bill 1248

2014 House Bill 861/Senate Bill 1294

2015 House Bill 773

2015 House Bill 337/Senate Bill 442

2016 House Bill 579/Senate Bill 840

¹ Yusmel Planas Duverger v. Group 3 Contractors, LLC, n/ka a Corradi Construction Group LLC and Group 3 Contractors, LLC, Case No. OJCC 17-017679MGK, June 5, 2018; 2018 WL 2949801 (2018).

MOTION FOR OFFICIAL RECOGNITION DOCKET NOS. 20170235-EI, 20170236-EU PAGE 2

WHEREFORE, the Commission staff requests that the Commission take official recognition of the House Bills listed above for the purpose of proving that these documents were filed and that the text contained on the Florida House of Representative's official website, www.myfloridahouse.gov., is a true and accurate representation of the content of those documents as filed.

RESPECTFULLY SUBMITTED, this 28th day of September, 2018:

/s/ Suzanne Brownless

SUZANNE S. BROWNLESS
Special Counsel, Office of the General Counsel

FLORIDA PUBLIC SERVICE COMMISSION 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850 (850) 413-6199

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition by Florida Power & Light Company (FPL) for authority to charge FPL rates to former City of Vero Beach customers and for approval of FPL's accounting treatment for City of Vero Beach transaction.

In re: Joint petition to terminate territorial agreement, by Florida Power & Light and the City of Vero Beach.

DOCKET NO. 20170235-EI

DOCKET NO. 20170236-EU

DATED: SEPTEMBER 28, 2018

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that the MOTION FOR OFFICIAL RECOGNITION has

been filed with the Office of Commission Clerk and a copy has been furnished to the following

by electronic mail, this 28th day of September, 2018:

James O'Connor
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Brian T. Heady 406 19th Street Vero Beach, Florida 32960 brianheady@msn.com J. Michael Walls Carlton Law Firm 4221 Boy Scout Boulevard, Suite 1000 Tampa, Florida 33607 mwalls@carltonfield.com

Lynne A. Larkin Civic Association of Indian River County, Inc. 5690 HWY A1A, #101 Vero Beach, Florida 32963 lynnelarkin@bellsouth.net

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CERTIFICATE OF SERVICE DOCKET NOS. 20170235-EI, 20170236-EU PAGE 2

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/s/ Suzanne Brownless

SUZANNE S. BROWNLESS Special Counsel, Office of the General Counsel

FLORIDA PUBLIC SERVICE COMMISSION 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850 (850) 413-6199 Home Bills HB 725

HB 725 - Municipal Electric Utilities

General Bill by Mayfield

Municipal Electric Utilities: Provides that certain municipal electric utilities are not exempt from specified provisions regulating public utilities; provides that PSC has authority to enforce provisions of act; provides rulemaking authority.

Effective Date: upon becoming a law

Last Event: Died in Energy & Utilities Policy Committee on Friday, April 30, 2010 6:59 PM

Referred Committees and Committee Actions

House Referrals

- Energy & Utilities Policy Committee
- Military & Local Affairs Policy Committee
- Government Operations Appropriations Committee
- General Government Policy Council

Related Bills

Bill # SB 2632 Subject

Municipal Electric Utilities [EPSC]

Relationship

Similar

Bill Text

Original Filed Version

Staff Analysis

(None Available)

Vote History

(no votes recorded)

Bill History

Event	Time	Member	Committee	Ver.
H Died in Energy & Utilities Policy Committee	4/30/2010 - 6:59 PM		Energy & Utilities Policy Committee	_
H 1st Reading	3/02/2010 - 10:50 PM			_
H Now in Energy & Utilities Policy Committee	1/28/2010 - 2:54 PM		Energy & Utilities Policy Committee	
H Referred to General Government Policy Council	1/28/2010 - 2:54 PM		General Government Policy Council	
H Referred to Government Operations Appropriations Committee	1/28/2010 - 2:54 PM		Government Operations Appropriations Committee	_
H Referred to Military & Local Affairs Policy Committee	1/28/2010 - 2:54 PM		Military & Local Affairs Policy Committee	_
H Referred to Energy & Utilities Policy Committee	1/28/2010 - 2:54 PM		Energy & Utilities Policy Committee	
H Filed	1/19/2010 - 10:19 AM	Mayfield		_

Statutes Referenced by this Bill

366.11

366.02

^ back to top

HB 725 2010

A bill to be entitled

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An act relating to municipal electric utilities; amending s. 366.02, F.S.; revising the definition of the term "public utility" to include certain municipal electric utilities for a specified minimum period; amending s. 366.11, F.S.; providing that such municipal electric utilities are not exempt from specified provisions regulating public utilities; providing that the Florida Public Service Commission has the authority to enforce the provisions of the act; providing rulemaking authority; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Subsection (1) of section 366.02, Florida Statutes, is amended to read:

366.02 Definitions.—As used in this chapter:

(1) "Public utility" means every person, corporation, partnership, association, or other legal entity and their lessees, trustees, or receivers supplying electricity or gas (natural, manufactured, or similar gaseous substance) to or for the public within this state; but the term "public utility" does not include either a cooperative now or hereafter organized and existing under the Rural Electric Cooperative Law of the state; a municipality or any agency thereof, except for a municipality or agency thereof that is supplying electricity to or for the public and has less than 45 percent of its total retail electric customers receiving service at physical addresses located within

Page 1 of 3

HB 725 2010

its corporate boundaries; any dependent or independent special natural gas district; any natural gas transmission pipeline company making only sales or transportation delivery of natural gas at wholesale and to direct industrial consumers; any entity selling or arranging for sales of natural gas which neither owns nor operates natural gas transmission or distribution facilities within the state; or a person supplying liquefied petroleum gas, in either liquid or gaseous form, irrespective of the method of distribution or delivery, or owning or operating facilities beyond the outlet of a meter through which natural gas is supplied for compression and delivery into motor vehicle fuel tanks or other transportation containers, unless such person also supplies electricity or manufactured or natural gas. \underline{A} municipality or agency thereof that qualifies as a public utility under this subsection shall be treated as a public utility for a minimum of 5 years.

Section 2. Subsection (1) of section 366.11, Florida Statutes, is amended to read:

366.11 Certain exemptions.-

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(1) No provision of this chapter shall apply in any manner, other than as specified in ss. 366.04, 366.05(7) and (8), 366.051, 366.055, 366.093, 366.095, 366.14, 366.80-366.85, and 366.91, to utilities owned and operated by municipalities, except those defined as public utilities pursuant to s.

366.02(1), whether within or without any municipality, or by cooperatives organized and existing under the Rural Electric Cooperative Law of the state, or to the sale of electricity, manufactured gas, or natural gas at wholesale by any public

Page 2 of 3

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utility to, and the purchase by, any municipality or cooperative under and pursuant to any contracts now in effect or which may be entered into in the future, when such municipality or cooperative is engaged in the sale and distribution of electricity or manufactured or natural gas, or to the rates provided for in such contracts.

Section 3. The Florida Public Service Commission shall have jurisdiction to enforce the provisions of this act and is authorized to adopt rules to implement this act.

Section 4. This act shall take effect upon becoming a law.

Home Bills HB 1397

HB 1397 - City of Vero Beach, Indian River County

Local Bill by Mayfield

City of Vero Beach, Indian River County: Provides that city utility is public utility for certain purposes & subject to jurisdiction of Florida Public Service Commission; requires that city set fair, just, & reasonable rates; prescribes criteria for establishing revenue requirement; provides that PSC has authority to enforce provisions of act.

Effective Date: upon becoming a law

Last Event: Died in Military & Local Affairs Policy Committee on Friday, April 30, 2010 6:59 PM

Referred Committees and Committee Actions

House Referrals

- Military & Local Affairs Policy Committee
- Energy & Utilities Policy Committee
- Economic Development & Community Affairs Policy Council

Related Bills

(no related bills on record)

Bill Text

Original Filed Version

Staff Analysis

(None Available)

Vote History

(no votes recorded)

Bill History

Event	Time	Member	Committee	Ver.
H Died in Military & Local Affairs Policy Committee	4/30/2010 - 6:59 PM		Military & Local Affairs Policy Committee	_
H Now in Military & Local Affairs Policy Committee	3/10/2010 - 4:16 PM		Military & Local Affairs Policy Committee	_
H Referred to Economic Development & Community Affairs Policy Council	3/10/2010 - 4:16 PM		Economic Development & Community Affairs Policy Council	
H Referred to Energy & Utilities Policy Committee	3/10/2010 - 4:16 PM		Energy & Utilities Policy Committee	_
H Referred to Military & Local Affairs Policy Committee	3/10/2010 - 4:16 PM		Military & Local Affairs Policy Committee	
H 1st Reading	3/02/2010 - 10:50 PM			_
H Filed	2/26/2010 - 11:23 AM	Mayfield		

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HB 1397 2010

A bill to be entitled

An act relating to the City of Vero Beach, Indian River County; providing that the City of Vero Beach Electric Utility is a public utility for purposes of chapter 366, F.S., and is subject to the jurisdiction of the Florida Public Service Commission; requiring that the city set rates that are fair, just, and reasonable; prescribing criteria for the establishment of the revenue requirement; providing that the Florida Public Service Commission has the authority to enforce the provisions of this act; providing an effective date.

WHEREAS, it is determined by the Legislature to be in the best interest of the customers that the rates of the City of Vero Beach Electric Utility be fair, just, and reasonable, and

WHEREAS, the City of Vero Beach Electric Utility makes transfers to the City of Vero Beach General Fund of \$4.893 million annually, and

WHEREAS, a significant number of customers of the utility reside outside of the City of Vero Beach and are not represented by the City of Vero Beach, NOW, THEREFORE:

Be It Enacted by the Legislature of the State of Florida:

Section 1. Notwithstanding sections 366.02(1) and 366.11(1), Florida Statutes, the City of Vero Beach Electric Utility shall be considered a public utility for purposes of

Page 1 of 2

HB 1397 2010

chapter 366, Florida Statutes, and shall be subject to the jurisdiction of the Florida Public Service Commission.

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Section 2. The rates charged by the City of Vero Beach shall be fair, just, and reasonable, in accordance with chapter 366, Florida Statutes, as determined by the Florida Public Service Commission.

Section 3. Nothing in this act prohibits the City of Vero Beach from levying a municipal utility tax on the utility customers residing within the city boundaries, or from seeking a county electric surcharge to be applied to customers residing outside the city, if a cost differential for providing service outside the city can be justified.

Section 4. The Florida Public Service Commission shall have jurisdiction to enforce the provisions of this act and is authorized to adopt rules to implement this act.

Section 5. This act shall take effect upon becoming a law.

Home Bills HB 899

HB 899 - City of Vero Beach, Indian River County

Local Bill by Mayfield

City of Vero Beach, Indian River County: Provides that city utility is public utility for certain purposes & subject to jurisdiction of Florida Public Service Commission; requires that city set fair, just, & reasonable rates; prescribes criteria for establishing revenue requirement; provides that PSC has authority to enforce provisions of act; provides circumstances under which utility is not public utility & not required to comply with act.

Effective Date: July 1, 2011

Last Event: Died in Energy & Utilities Subcommittee on Saturday, May 7, 2011 2:07 AM

Referred Committees and Committee Actions

House Referrals

- Energy & Utilities Subcommittee
- Rulemaking & Regulation Subcommittee
- Economic Affairs Committee
- State Affairs Committee

Related Bills

(no related bills on record)

Bill Text

Original Filed Version

Staff Analysis

(None Available)

Vote History

(no votes recorded)

Bill History

Event	Time	Member	Committee	Ver.
H Died in Energy & Utilities Subcommittee	5/07/2011 - 2:07 AM		Energy & Utilities Subcommittee	_
H Indefinitely postponed and withdrawn from consideration	5/07/2011 - 12:01 AM			-
H 1st Reading	3/08/2011 - 10:24 PM			_
H Now in Energy & Utilities Subcommittee	3/03/2011 - 9:50 AM		Energy & Utilities Subcommittee	_
H Referred to State Affairs Committee	3/03/2011 - 9:50 AM		State Affairs Committee	_
H Referred to Economic Affairs Committee	3/03/2011 - 9:50 AM		Economic Affairs Committee	_
H Referred to Rulemaking & Regulation Subcommittee	3/03/2011 - 9:50 AM		Rulemaking & Regulation Subcommittee	_
H Referred to Energy & Utilities Subcommittee	3/03/2011 - 9:50 AM		Energy & Utilities Subcommittee	_
H Filed	2/22/2011 - 11:15 AM	Mayfield		_

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HB 899 2011

A bill to be entitled

An act relating to the City of Vero Beach, Indian River County; providing that the City of Vero Beach Electric Utility is a public utility for purposes of chapter 366, F.S., and is subject to the jurisdiction of the Florida Public Service Commission; requiring that the city set rates that are fair, just, and reasonable; prescribing criteria for the establishment of the revenue requirement; providing that the Florida Public Service Commission has the authority to enforce the provisions of this act and is authorized to adopt rules; providing that the utility shall not be considered a public utility and shall not be required to comply with this act under certain circumstances; providing an effective date.

WHEREAS, it is determined by the Legislature to be in the best interest of the customers that the rates of the City of Vero Beach Electric Utility be fair, just, and reasonable, and

WHEREAS, the City of Vero Beach Electric Utility makes transfers to the City of Vero Beach General Fund of approximately \$5 million annually, and

WHEREAS, a significant number of customers of the utility reside outside of the City of Vero Beach and are not represented by the City of Vero Beach, NOW, THEREFORE:

Be It Enacted by the Legislature of the State of Florida:

HB 899 2011

Section 1. Notwithstanding sections 366.02(1) and 366.11(1), Florida Statutes, the City of Vero Beach Electric Utility shall be considered a public utility for purposes of chapter 366, Florida Statutes, and shall be subject to the jurisdiction of the Florida Public Service Commission.

Section 2. The rates charged by the City of Vero Beach shall be fair, just, and reasonable, in accordance with chapter 366, Florida Statutes, as determined by the Florida Public Service Commission.

Section 3. Nothing in this act prohibits the City of Vero Beach from levying a municipal utility tax on the utility customers residing within the city boundaries, or from seeking a county electric surcharge to be applied to customers residing outside the city, if a cost differential for providing service outside the city can be justified.

Section 4. The Florida Public Service Commission shall have jurisdiction to enforce the provisions of this act and is authorized to adopt rules to implement this act.

Section 5. The City of Vero Beach Electric Utility shall not be considered a public utility as described in section 1 and shall not be required to comply with the provisions of this act if the City of Vero Beach Electric Utility ceases to provide service for customers residing outside of the City of Vero Beach.

Section 6. This act shall take effect July 1, 2011.

Home Bills HB 733

HB 733 - Government-Owned Utilities

General Bill by Mayfield (CO-SPONSORS) Van Zant

Government-Owned Utilities: Revises conditions for county to furnish certain utility facilities to property being furnished like facilities by municipality; provides that certain corporate powers of municipality relating to utility facilities do not extend or apply within unincorporated areas of county without consent of board of county commissioners of such county; revises provisions relating to jurisdiction of PSC public utilities providing electricity or gas; revises definition of term "public utility" to include municipalities that supply electricity or gas outside of their incorporated limits; revises provisions relating to regulation by commission of water & wastewater utilities; requires that municipal utility that sells water or wastewater utility service outside of its incorporated limits be regulated.

Effective Date: July 1, 2013

Last Event: Died in Energy & Utilities Subcommittee on Friday, May 3, 2013 7:16 PM

Referred Committees and Committee Actions

House Referrals

- Energy & Utilities Subcommittee
- Local & Federal Affairs Committee
- Government Operations Appropriations Subcommittee
- Regulatory Affairs Committee

Related Bills

Bill # SB 1620 **Subject** Municipal Public Works Relationship

Compare

Bill Text

Original Filed Version

Staff Analysis

(None Available)

Vote History

(no votes recorded)

Bill History

Event H Died in Energy & Utilities Subcommittee	Time	Member	Committee	Ver.
	5/03/2013 - 7:16 PM		Energy & Utilities Subcommittee	
H 1st Reading	3/05/2013 - 11:59 PM			
H Now in Energy & Utilities Subcommittee	2/20/2013 - 2:54 PM		Energy & Utilities Subcommittee	_
H Referred to Regulatory Affairs Committee	2/20/2013 - 2:54 PM	78 19-14-14-14-14-14-14-14-14-14-14-14-14-14-	Regulatory Affairs Committee	_
H Referred to Government Operations Appropriations Subcommittee	2/20/2013 - 2:54 PM		Government Operations Appropriations Subcommittee	_
H Referred to Local & Federal Affairs Committee	2/20/2013 - 2:54 PM	50 SM 10 KM	Local & Federal Affairs Committee	
H Referred to Energy & Utilities Subcommittee	2/20/2013 - 2:54 PM		Energy & Utilities Subcommittee	
H Filed	2/12/2013 - 2:05 PM	Mayfield		_

Statutes Referenced by this Bill

153.03

180,02

366.02

367.022

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HB 733 2013

A bill to be entitled

An act relating to government-owned utilities; amending s. 153.03, F.S.; revising conditions for a county to furnish certain utility facilities to property being furnished like facilities by a municipality; amending s. 180.02, F.S.; providing that certain corporate powers of a municipality relating to utility facilities do not extend or apply within the unincorporated areas of any county without the consent of the board of county commissioners of such county; amending s. 366.02, F.S., relating to jurisdiction of the Public Service Commission over public utilities providing electricity or gas; revising the definition of the term "public utility" to include any municipality that supplies electricity or gas outside of its incorporated limits; amending s. 367.022, F.S., relating to regulation by the commission of water and wastewater utilities; requiring that any municipal utility that sells water or wastewater utility service outside of its incorporated limits be regulated; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Subsection (1) of section 153.03, Florida Statutes, is amended to read:

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153.03 General grant of power.—Any of the several counties of the state which may hereafter come under the provisions of

Page 1 of 5

this chapter as hereinafter provided is hereby authorized and empowered:

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- (1) To purchase or and/or construct and to improve, extend, enlarge, and reconstruct a water supply system or systems or sewage disposal system or systems, or both, within such county and any adjoining county or counties and to purchase or and/or construct or reconstruct water system improvements or sewer improvements, or both, within such county and any adjoining county or counties and to operate, manage, and control all such systems so purchased or and/or constructed and all properties pertaining thereto and to furnish and supply water and sewage collection and disposal services to any of such counties and to any municipalities and any persons, firms, or corporations, public or private, in any of such counties. provided, However, that none of the facilities provided for under by this chapter may be constructed, owned, operated, or maintained by the county on property located within the corporate limits of any municipality without the consent of the council, commission, or body having general legislative authority in the government of such municipality unless such facilities were owned by the county on such property prior to the time such property was included within the corporate limits of the such municipality. A No county may not shall furnish any of the facilities provided for under by this chapter to any property already being furnished like facilities by any municipality:
- (a) Without the express consent of the council, commission, or body having general legislative authority in the

Page 2 of 5

HB 733 2013

government of such municipality; however, such consent is not required if the municipality furnished such services in an unincorporated area of the county pursuant to a franchise agreement, resolution, or ordinance which has expired; and

- (b) Without first holding a referendum of qualified voters residing in the area proposed to be served by the county, or a mail survey of owners of property located in the area proposed to be served by the county, which referendum or survey indicates that a majority of those voting or responding to the survey prefer to be served by the county.
- Section 2. Subsection (2) of section 180.02, Florida Statutes, is amended to read:
 - 180.02 Powers of municipalities.-

- corporate powers applicable for the accomplishment of the purposes of this chapter outside of its corporate limits, as hereinafter provided and as may be desirable or necessary for the promotion of the public health, safety, and welfare or for the accomplishment of the purposes of this chapter.; provided, However, such that said corporate powers do shall not extend or apply within the corporate limits of another municipality or extend or apply within the unincorporated areas of any county without the consent of the board of county commissioners of such county.
- Section 3. Section 366.02, Florida Statutes, is amended to read:
 - 366.02 Definitions.—As used in this chapter, the term:
 - (1) "Public utility" means every person, corporation,

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partnership, association, or other legal entity and their lessees, trustees, or receivers supplying electricity or gas (natural, manufactured, or similar gaseous substance) to or for the public within this state. The term includes any municipality that supplies electricity or gas outside of its incorporated limits, including selling electricity or gas to other municipalities or providing electricity or gas directly to customers in unincorporated areas.; but The term "public" utility" does not include either a cooperative now or hereafter organized and existing under the Rural Electric Cooperative Law of the state; a municipality supplying electricity or gas solely within its corporate boundaries or any agency thereof; any dependent or independent special natural gas district; any natural gas transmission pipeline company making only sales or transportation delivery of natural gas at wholesale and to direct industrial consumers; any entity selling or arranging for sales of natural gas which neither owns nor operates natural gas transmission or distribution facilities within the state; or a person supplying liquefied petroleum gas, in either liquid or gaseous form, irrespective of the method of distribution or delivery, or owning or operating facilities beyond the outlet of a meter through which natural gas is supplied for compression and delivery into motor vehicle fuel tanks or other transportation containers, unless such person also supplies electricity or manufactured or natural gas.

(2) "Electric utility" means any municipal electric utility, investor-owned electric utility, or rural electric cooperative which owns, maintains, or operates an electric

Page 4 of 5

HB 733 2013

generation, transmission, or distribution system within the state.

(3) "Commission" means the Florida Public Service Commission.

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- Section 4. Subsection (2) of section 367.022, Florida Statutes, is amended to read:
- 367.022 Exemptions.—The following are not subject to regulation by the commission as a utility nor are they subject to the provisions of this chapter, except as expressly provided:
- (2) Systems owned, operated, managed, or controlled by governmental authorities, including water or wastewater facilities operated by private firms under water or wastewater facility privatization contracts as defined in s. 153.91, and nonprofit corporations formed for the purpose of acting on behalf of a political subdivision with respect to a water or wastewater facility; however, any municipality that sells water or wastewater utility service, directly or indirectly, outside of its incorporated limits, including selling utility services to other municipalities or providing utility services directly to customers in unincorporated areas of a county, is subject to regulation by the commission.
 - Section 5. This act shall take effect July 1, 2013.

Home

Bills

HB 813

HB 813 - Water and Wastewater Utilities

General Bill by Mayfield (CO-SPONSORS) Santiago; Van Zant

Water and Wastewater Utilities: Designates act as "Ratepayer Representation Act"; prohibits county from providing water or sewer services in unincorporated areas covered by agreement with municipality; authorizes county to services when agreement does not provide expiration date; specifies that corporate powers of municipality do not apply to unincorporated areas of county without county's express consent; limits amount of water & sewer utility rates, fees, charges, & surcharges that municipality may impose on consumers outside of municipality's boundaries or ratepayers in unincorporated areas of county; requires PSC approval of such rates, fees, charges, authorizes ratepayers in unincorporated areas to petition PSC for determination whether rates, fees, & charges imposed by municipality are just & equitable; provides that PSC has regulatory authority over municipality that provides water or wastewater utility service in unincorporated areas of county; requires PSC approval before municipality purchases certain water or wastewater facilities.

Effective Date: July 1, 2014

Last Event: Died in Energy & Utilities Subcommittee on Friday, May 2, 2014 10:39 PM

Referred Committees and Committee Actions

House Referrals

- Energy & Utilities Subcommittee

On agenda for: 03/18/14 3:00 PM Retained (final action)

View Notice

On agenda for: 03/24/14 12:30 PM Temporarily Postponed (final action) **View Notice**

- Government Operations Appropriations Subcommittee
- **Regulatory Affairs Committee**

Related Bills

Bill #

Subject

SB 1248

Water and Wastewater Utilities

Relationship

Similar

Bill Text

Original Filed Version

A 914459, Watson, B. (EUS) D 033069, Mayfield (EUS) D 511155, Mayfield (EUS)

Date Filed: 03/18/14, Line#: 213 Date Filed: 03/17/14, Line#: 0 Date Filed: 03/18/14, Line#: 0

House(c): Withdrawn 03/18/2014 06:00 PM House(c): Withdrawn 03/18/2014 06:00 PM

House(c): Adopted 03/18/2014 06:00 PM

Staff Analysis

Chamber

Committee

House

Energy & Utilities Subcommittee 3/18/2014 9:54:18 AM

House

Energy & Utilities Subcommittee 3/18/2014 9:52:46 AM --UnPublished--

Vote History

(no votes recorded)

Bill History

Event	Time	Member	Committee	Ver.
H Died in Energy & Utilities Subcommittee	5/02/2014 - 10:39 PM		Energy & Utilities Subcommittee	_
H Added to Energy & Utilities Subcommittee agenda	3/25/2014 - 7:02 PM		Energy & Utilities Subcommittee	
H Added to Energy & Utilities Subcommittee agenda	3/14/2014 - 4:28 PM		Energy & Utilities Subcommittee	
H 1st Reading	3/04/2014 - 11:50 PM			_
H Now in Energy & Utilities Subcommittee	2/14/2014 - 11:59 AM		Energy & Utilities Subcommittee	
H Referred to Regulatory Affairs Committee	2/14/2014 - 11:59 AM		Regulatory Affairs Committee	
H Referred to Government Operations Appropriations Subcommittee	2/14/2014 - 11:59 AM		Government Operations Appropriations Subcommittee	
H Referred to Energy & Utilities Subcommittee	2/14/2014 - 11:59 AM		Energy & Utilities Subcommittee	_

H Filed

2/05/2014 - 8:45 AM

Mayfield

Statutes Referenced by this Bill

153.03

180.02

180.191

367.022

367.071

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A bill to be entitled

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An act relating to water and wastewater utilities; providing a short title; amending s. 153.03, F.S.; prohibiting a county from providing water or sewer services in unincorporated areas covered by an agreement with a municipality to provide such services in such unincorporated areas; authorizing the county to provide water and sewer services upon expiration of an agreement under certain circumstances; authorizing the county to provide water and sewer services in certain circumstances when the agreement does not contain an expiration date; amending s. 180.02, F.S.; specifying that the corporate powers of a municipality do not apply to the unincorporated areas of a county without the county's express consent; amending s. 180.191, F.S.; limiting the amount of water and sewer utility rates, fees, and charges that a municipality may impose on consumers outside of the municipality's boundaries; requiring the Public Service Commission's approval of such rates, fees, and charges in certain circumstances; limiting the amount of water and sewer utility surcharges that a municipality may impose on ratepayers in unincorporated areas of a county; prohibiting new surcharges or increases in existing surcharges except in certain circumstances; requiring surcharges to be dedicated tor repayment of bonds;

Page 1 of 16

requiring the commission's approval of such surcharges in certain circumstances; providing for expiration of surcharges imposed before a specified date; authorizing ratepayers in unincorporated areas to petition the commission for determination whether rates, fees, and charges imposed by a municipality are just and equitable; amending s. 367.022, F.S.; providing that the commission has regulatory authority over a municipality that provides water or wastewater utility service in unincorporated areas of a county; amending s. 367.071, F.S.; requiring commission approval before a municipality may purchase certain water or wastewater facilities; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. This act may be cited as the "Ratepayer Representation Act."

Section 2. Section 153.03, Florida Statutes, is amended to read:

153.03 General grant of power.—A county Any of the several counties of the state which may hereafter come under the provisions of this chapter as hereinafter provided is hereby authorized and empowered:

(1) To purchase or and/or construct and to improve,

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extend, enlarge, or and reconstruct a water supply system or systems or sewage disposal system or systems, or both, within the such county and any adjoining county or counties; and to purchase and/or construct or reconstruct water system improvements or sewer improvements, or both, within such county and any adjoining county or counties and to operate, manage, and control those all such systems so purchased and/or constructed and all properties pertaining thereto; and to furnish and supply water and sewage collection and disposal services to any of such counties and to any municipalities and any persons, firms, or corporations, public or private, in any of such counties. + provided, However, that none of the facilities described in provided by this chapter may be constructed, owned, operated, or maintained by the county on property located within the corporate limits of a any municipality without the consent of the governing council, commission or body having general legislative authority in the government of such municipality unless the such facilities were owned by the county before the on such property prior to the time such property was included within the corporate limits of the such municipality.

(a) If a municipality and a county have entered into a franchise agreement, resolution, or ordinance that authorizes the municipality to provide water and sewage collection and disposal services in an unincorporated area of the county, the No county may not shall furnish any of the facilities described in provided by this chapter to that unincorporated area any

Page 3 of 16

municipality without the express consent of the governing council, commission or body having general legislative authority in the government of that such municipality until the franchise agreement, resolution, or ordinance has expired. The county must also compensate the municipality for the fair market value of the facilities owned by the municipality that are transferred to the county to serve the unincorporated area of the county.

- (b) If the franchise agreement, resolution, or ordinance contains no expiration date, the county may provide services subject to meeting the following requirements:
- 1. A majority of the ratepayers in the unincorporated area of the county served by the municipality, either by vote in a referendum or written response to a mail survey, have agreed to be served by the county; and
- 2. The county compensates the municipality for the fair market value of such facilities owned by the municipality that are transferred to the county to serve the unincorporated area of the county.
- (2) To issue water revenue bonds and/or sewer revenue bonds or general obligation bonds of the county to pay all or a part of the cost of such purchase and/or construction or reconstruction.
- (3) To fix and collect rates, fees and other charges for the service and facilities furnished by any such water supply system or water system improvements and sewage disposal system

Page 4 of 16

or sewer improvements and to fix and collect charges for making connections with the water system of the county.

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- (4) To receive and accept from the Federal Government or any agency thereof grants for or in aid of the planning, purchase, construction, reconstruction, or financing of any facility and to receive and accept contributions from any source of either money, property, labor, or other things of value to be held, used, and applied only for the purpose for which such grants and contributions may be made.
- To acquire in the name of the county by gift, purchase as hereinafter provided or by the exercise of the right of eminent domain, such lands and rights and interests therein, including lands under water and riparian rights, and to acquire such personal property as it may deem necessary for the efficient operation or for the extension of or the improvement of any facility purchased or constructed under the provisions of this chapter and to hold and dispose of all real and personal property under its control; provided, however, that no county shall have the right to exercise the right of eminent domain over any such lands or rights or interests therein or any personal property owned by any municipality within the state nor to exercise such right with respect to any privately owned water supply system or sewage disposal system including without limitation ponds, streams and surface waters constituting a part thereof, provided any such system is primarily used, owned or operated by an industrial or manufacturing plant for its own use

Page 5 of 16

as a water supply system or in disposing of its industrial wastes.

- (6) To make and enter into all contracts and agreements necessary or incidental to the performance of its duties and the execution of its powers under this chapter and to employ such consulting and other engineers, superintendents, managers, construction and accounting experts and attorneys and such other employees and agents as it may deem necessary in its judgment and to fix their compensation.
- (7) Subject to the provisions and restrictions as may be set forth in the resolution hereinafter mentioned authorizing or securing any bonds issued under the provisions of this chapter to enter into contracts with the government of the United States or any agency or instrumentality thereof or with any other county or with any municipality, private corporation, copartnership, association, or individual providing for or relating to the acquisition and supplying of water and the collection, treatment and disposal of sewage.
- (8) To acquire by gift or purchase at a price to be mutually agreed upon, any of the facilities or portions thereof, provided for by this chapter, which shall, prior to such acquisition, have been owned by any private person, group, firm, partnership, association or corporation; provided, however, if the price for same cannot be agreed upon, the price shall be determined by an arbitration board consisting of three persons, one of whom shall be selected by the board of county

Page 6 of 16

commissioners, one shall be appointed by the private company or corporation, and the two persons so selected shall select a third member of said board; and provided, further, that in the event said board cannot agree as to the price to be paid by the said board of county commissioners, then the board of county commissioners shall exercise the right of eminent domain.

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- To enter into agreements and contracts with building contractors erecting improvements within any duly platted subdivision within the county, the terms of which said agreements or contracts may provide that such building contractors shall install within such subdivision water mains, lines and equipment and sewer mains and lines, to be approved by the county commission, said mains and lines to run to a point or location to be agreed upon, at which said point or location said mains and lines shall be connected to the water supply system or water system improvements and/or to the sewage disposal system or sewer improvements of the county. In the event such agreements or contracts are entered into they shall provide that upon the connection of the mains or lines within the subdivision to the water or sewer facilities of the county said mains, lines and equipment running to the various privately owned parcels of land within such subdivision shall become the property of the county and shall become a part of the county water system improvements and/or sewer improvements.
- (10) To restrain, enjoin or otherwise prevent any person or corporation, public or private, from contaminating or

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polluting (as defined in s. 387.08) any source of water supply from which is obtained water for human consumption to be used in any water supply system or water system improvement as authorized by this chapter, and to restrain, enjoin or otherwise prevent the violation of any provision of this chapter or any resolution, rule or regulation adopted pursuant to the powers granted by this chapter; provided, however, that this chapter shall not apply to or affect any existing contract that a municipality may have for water or sewage disposal without the consent of both parties to said contract but this subsection shall not authorize the institution or prosecution of any proceeding hereunder nor the adoption of any resolution, rule or regulation which shall in anywise affect the right of any industrial or manufacturing plant to discharge industrial waste into any nonnavigable or navigable waters unless such waters are now being used or are hereafter used hereunder as a source of water for human consumption and unless the industrial wastes of any such plant are not being discharged into such waters prior to the time that action is taken by the commission under this chapter to include such water as a part of any water supply system.

(11) To acquire by gift or purchase, at such price, and upon such deferred or other terms, as may be mutually agreed upon, all the capital stock of any domestic or foreign corporation which, prior to such acquisition, shall have owned or operated any of the facilities or portions thereof provided

Page 8 of 16

for by this chapter; to pledge the revenues from the facilities as security for payment of the purchase price for said stock; and to operate the facilities through the corporation so acquired or to dissolve said corporation and operate the facilities in any other manner authorized by law.

Section 3. Subsection (2) of section 180.02, Florida Statutes, is amended to read:

180.02 Powers of municipalities.-

(2) A Any municipality may extend and execute all of its applicable corporate powers to accomplish applicable for the accomplishment of the purposes of this chapter outside of its corporate limits, as hereinafter provided and as may be desirable or necessary to promote for the promotion of the public health, safety, and welfare or to accomplish for the accomplishment of the purposes of this chapter.; provided, However, such that said corporate powers do shall not extend or apply within the corporate limits of another municipality or extend or apply within the unincorporated areas of a county without the express consent of a majority of the commissioners at a duly noticed meeting of the board of county commissioners of that county.

Section 4. Section 180.191, Florida Statutes, is amended to read:

 $180.191\,$ Limitation on rates charged consumer outside city limits.—

(1) Any municipality within the state operating a water or

Page 9 of 16

sewer utility outside of the boundaries of such municipality shall charge consumers outside the boundaries rates, fees, and charges determined in one of the following manners:

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- (a) It may charge the same rates, fees, and charges as consumers inside the municipal boundaries. However, in addition thereto, the municipality may add a surcharge of not more than 25 percent of such rates, fees, and charges to consumers outside the boundaries. Fixing of such rates, fees, and charges in this manner shall not require a public hearing except as may be provided for service to consumers inside the municipality.
- It may charge rates, fees, and charges that are just and equitable and which are based on the same factors used in fixing the rates, fees, and charges for consumers inside the municipal boundaries. In addition thereto, the municipality may add a surcharge not to exceed 25 percent of such rates, fees, and charges for said services to consumers outside the boundaries. However, the total of all such rates, fees, and charges for the services to consumers outside the boundaries shall not be more than 25 50 percent greater than in excess of the total amount the municipality charges consumers served within the municipality for corresponding service. No such rates, fees, and charges shall be imposed which are greater than the total amount charged to consumers within the municipal boundaries until the Public Service Commission reviews and approves the rates, fees, and charges and determines they are just and equitable fixed until after a public hearing at which

Page 10 of 16

all of the users of the water or sewer systems; owners, tenants, or occupants of property served or to be served thereby; and all others interested shall have an opportunity to be heard concerning the proposed rates, fees, and charges. Any change or revision of such rates, fees, or charges may be made in the same manner as such rates, fees, or charges were originally established, but if such change or revision is to be made substantially pro rata as to all classes of service, both inside and outside the municipality, no hearing or notice shall be required.

- (2) A municipality operating a water or sewer utility in the unincorporated areas of a county may not impose on ratepayers in the unincorporated areas of the county a surcharge greater than 25 percent of the rates, fees, and charges imposed on ratepayers in the municipality. In addition, the following shall apply:
- (a) Effective July 1, 2014, a municipality may not establish a new surcharge or increase an existing surcharge on ratepayers in unincorporated areas of a county unless the Public Service Commission finds that the proceeds of any new surcharge, or the existing surcharge and any new increase, are dedicated exclusively to repayment of that portion of bonds issued by the municipality to finance the facilities that serve the unincorporated areas. The commission must also determine the appropriate rate and duration of the surcharge necessary to accomplish this purpose. However, the total surcharge may not

Page 11 of 16

exceed 25 percent of the rates, fees, and charges applied to ratepayers inside the municipal boundaries.

- (b) Effective July 1, 2018, a surcharge imposed by a municipality on or before July 1, 2014, on ratepayers in unincorporated areas of a county, which surcharge exceeds 15 percent of the rates, fees, and charges applied to ratepayers inside the municipal boundaries, must be approved by the Public Service Commission. The commission must find that the proceeds from the entire surcharge are dedicated exclusively to repayment of that portion of bonds issued by the municipality to finance the facilities that serve the unincorporated areas. The commission shall determine the rate and duration of the surcharge necessary to accomplish this purpose. However, the total surcharge may not exceed 25 percent of the rates, fees, and charges applied to ratepayers inside the municipal boundaries.
- (c) A surcharge imposed by a municipality on or before July 1, 2014, on ratepayers in unincorporated areas of a county shall expire effective July 1, 2024, and may not be imposed by the municipality after such date unless approved by the Public Service Commission. The commission must find that the existing surcharge are dedicated exclusively to repayment of that portion of bonds issued by the municipality to finance the facilities that serve the unincorporated areas. The commission shall determine the appropriate rate and duration of any surcharge necessary to accomplish this purpose. However, the total

Page 12 of 16

surcharge may not exceed 25 percent of the rates, fees, and charges applied to ratepayers inside the municipal boundaries. A municipality whose surcharge is approved by the commission as set forth in paragraph (b) is deemed to have received commission approval under this paragraph.

- (3) A ratepayer in an unincorporated area of a county who is receiving water or sewer utility services from a municipality may petition the Public Service Commission for a review of the rates, fees, or charges being imposed by the municipality. The Public Service Commission shall accept such petition and determine whether such rates, fees, and charges are just and equitable.
- (4) Whenever any municipality has engaged, or there are reasonable grounds to believe that any municipality is about to engage, in any act or practice prohibited by subsection (1) or subsection (2), a civil action for preventive relief, including an application for a permanent or temporary injunction, restraining order, or other order, may be instituted by the person or persons aggrieved.
- (5)(3) This section shall apply to municipally owned water and sewer utilities within the confines of a single county and may apply, pursuant to interlocal agreement, to municipally owned water and sewer utilities beyond the confines of a single county.
- $\underline{(6)}$ (4) In any action commenced pursuant to this section, the court in its discretion may allow the prevailing party

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339	treble damages and, in addition, a reasonable attorney
340	attorney's fee as part of the cost.
341	Section 5. Subsection (2) of section 367.022, Florida
342	Statutes, is amended to read:
343	367.022 Exemptions.—The following are not subject to
344	regulation by the commission as a utility nor are they subject
345	to the provisions of this chapter, except as expressly provided:
346	(2) Systems owned, operated, managed, or controlled by
347	governmental authorities, including water or wastewater
348	facilities operated by private firms under water or wastewater
349	facility privatization contracts as defined in s. 153.91, and
350	nonprofit corporations formed for the purpose of acting on
351	behalf of a political subdivision with respect to a water or
352	wastewater facility; however, any municipality that provides
353	water or wastewater utility service, directly or indirectly, in
354	unincorporated areas of the county is subject to regulation by
355	the commission as set forth in s. 180.191.
356	Section 6. Subsection (4) of section 367.071, Florida
357	Statutes, is amended to read:
358	367.071 Sale, assignment, or transfer of certificate of
359	authorization, facilities, or control
360	(4) An application shall be disposed of as provided in s.
361	367.045, except that:
362	(a) The sale of facilities, in whole or part, to a

Page 14 of 16

governmental authority shall be approved as a matter of right;

however, before taking any official action, the governmental

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

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authority shall, prior to taking any official action, obtain from the utility or commission with respect to the facilities to be sold the most recent available income and expense statement, balance sheet, and statement of rate base for regulatory purposes and contributions-in-aid-of-construction. Any request for rate relief pending before the commission at the time of sale is deemed to have been withdrawn. Interim rates, if previously approved by the commission, must be discontinued, and any money collected pursuant to interim rate relief must be refunded to the customers of the utility with interest.

(b) Notwithstanding paragraph (a), approval of the commission is required before a municipality acquires, in whole or in part, the facilities of a utility that will serve ratepayers in unincorporated areas of the county. As part of the approval process, the commission shall review the utility's most recent available income and expense statement, balance sheet, contributions—in—aid—of—construction, rates, classification, and charges for service of every kind provided by the utility. The municipality shall provide its proposed rate structure, including proposed rates, fees, and charges for ratepayers within the municipal boundaries and for ratepayers in unincorporated areas of the county to be served by the municipality. If a municipality, as part of the acquisition, will impose a surcharge on ratepayers in unincorporated areas of the county, the municipality is subject to s. 180.191.

Page 15 of 16

(c) (b) When paragraph (a) does not apply, the commission

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shall amend the certificate of authorization as necessary to reflect the change resulting from the sale, assignment, or transfer.

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Section 7. This act shall take effect July 1, 2014.

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Home Bills HB 861

HB 861 - Municipal Power Regulation

General Bill by Mayfield (CO-SPONSORS) Van Zant

Municipal Power Regulation: Amends definition of "public utility" to include municipalities that purchase or receive power from entity created under Florida Interlocal Cooperation Act of 1969; amends definition of "electric utility" to exempt municipalities that purchase or receive power from entity created under Florida Interlocal Cooperation Act of 1969.

Effective Date: July 1, 2014

Last Event: Died in Energy & Utilities Subcommittee on Friday, May 2, 2014 10:39 PM

Referred Committees and Committee Actions

House Referrals

- Energy & Utilities Subcommittee
- Local & Federal Affairs Committee
- Regulatory Affairs Committee

Related Bills

Bill # SB 1294 Subject

Municipal Power Regulation

Relationship

Identical

Bill Text

Original Filed Version

Staff Analysis

(None Available)

Vote History

(no votes recorded)

Bill History

Event	Time	Member	Committee	Ver.
H Died in Energy & Utilities Subcommittee	5/02/2014 - 10:39 PM		Energy & Utilities Subcommittee	
H 1st Reading	3/04/2014 - 11:50 PM			
H Now in Energy & Utilities Subcommittee	2/20/2014 - 9:55 AM		Energy & Utilities Subcommittee	
H Referred to Regulatory Affairs Committee	2/20/2014 - 9:55 AM		Regulatory Affairs Committee	
H Referred to Local & Federal Affairs Committee	2/20/2014 - 9:55 AM		Local & Federal Affairs Committee	
H Referred to Energy & Utilities Subcommittee	2/20/2014 - 9:55 AM		Energy & Utilities Subcommittee	_
H Filed	2/10/2014 - 10:36 AM	Mayfield		

Statutes Referenced by this Bill

366.02

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HB 861 2014

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A bill to be entitled

An act relating to municipal power regulation; amending s. 366.02, F.S.; amending the definition of "public utility" to include municipalities that receive or purchase power from an entity created under the Florida Interlocal Cooperation Act of 1969; amending the definition of "electric utility" to exempt municipalities that do not purchase or receive power from an entity created under the Interlocal Cooperation Act of 1969; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Subsections (1) and (2) of section 366.02, Florida Statutes, are amended to read:

366.02 Definitions.—As used in this chapter:

(1) "Public utility" means every person, corporation, partnership, association, or other legal entity and their lessees, trustees, or receivers supplying electricity or gas (natural, manufactured, or similar gaseous substance) to or for the public within this state and includes a municipality or an agency thereof that purchases or receives all or a portion of its power from an entity created under the Florida Interlocal Cooperation Act of 1969; but the term "public utility" does not include either a cooperative now or hereafter organized and existing under the Rural Electric Cooperative Law of the state;

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HB 861 2014

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a municipality or any agency thereof that does not purchase or receive any power from an entity created under the Florida Interlocal Cooperation Act of 1969; any dependent or independent special natural gas district; any natural gas transmission pipeline company making only sales or transportation delivery of natural gas at wholesale and to direct industrial consumers; any entity selling or arranging for sales of natural gas which neither owns nor operates natural gas transmission or distribution facilities within the state; or a person supplying liquefied petroleum gas, in either liquid or gaseous form, irrespective of the method of distribution or delivery, or owning or operating facilities beyond the outlet of a meter through which natural gas is supplied for compression and delivery into motor vehicle fuel tanks or other transportation containers, unless such person also supplies electricity or manufactured or natural gas.

(2) "Electric utility" means any municipal electric utility that does not purchase or receive any power from an entity created under the Florida Interlocal Cooperation Act of 1969, investor-owned electric utility, or rural electric cooperative which owns, maintains, or operates an electric generation, transmission, or distribution system within the state.

Section 2. This act shall take effect July 1, 2014.

Page 2 of 2

Home Bills HB 773

HB 773 - Municipal Power Regulation

General Bill by Mayfield

Municipal Power Regulation: Amends definition of "public utility" to include certain entities created under the Florida Interlocal Cooperation Act of 1969.

Effective Date: July 1, 2015

Last Event: Died in Energy & Utilities Subcommittee on Tuesday, April 28, 2015 1:15 PM

Referred Committees and Committee Actions

House Referrals

- Energy & Utilities Subcommittee
- Local & Federal Affairs Committee
- Regulatory Affairs Committee

Related Bills

(no related bills on record)

Bill Text

Original Filed Version

Staff Analysis

(None Available)

Vote History

(no votes recorded)

Bill History

Event	Time	Member	Committee	Ver.
H Died in Energy & Utilities Subcommittee	4/28/2015 - 1:15 PM		Energy & Utilities Subcommittee	_
H 1st Reading	3/03/2015 - 10:37 PM			_
H Now in Energy & Utilities Subcommittee	2/26/2015 - 4:18 PM		Energy & Utilities Subcommittee	_
H Referred to Regulatory Affairs Committee	2/26/2015 - 4:18 PM		Regulatory Affairs Committee	
H Referred to Local & Federal Affairs Committee	2/26/2015 - 4:18 PM		Local & Federal Affairs Committee	
H Referred to Energy & Utilities Subcommittee	2/26/2015 - 4:18 PM		Energy & Utilities Subcommittee	_
H Filed	2/16/2015 - 4:46 PM	Mayfield		
77 1100	2/10/2015 4.40 114	riayiiciu		_

Statutes Referenced by this Bill

366.02

^ back to top

A bill to be entitled

An act relating to municipal power regulation; amending s. 366.02, F.S.; amending the definition of the term "public utility" to include certain entities created under the Florida Interlocal Cooperation Act of 1969; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. Subsection (1) of section 366.02, Florida Statutes, is amended to read:

366.02 Definitions.—As used in this chapter:

(1) "Public utility" means every person, corporation, partnership, association, or other legal entity and their lessees, trustees, or receivers supplying electricity or gas (natural, manufactured, or similar gaseous substance) to or for the public within this state and includes any entity created under the Florida Interlocal Cooperation Act of 1969 to supply electricity to its member municipalities; but the term "public utility" does not include either a cooperative now or hereafter organized and existing under the Rural Electric Cooperative Law of the state; a municipality or any agency thereof; any dependent or independent special natural gas district; any natural gas transmission pipeline company making only sales or transportation delivery of natural gas at wholesale and to direct industrial consumers; any entity selling or arranging for

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sales of natural gas which neither owns nor operates natural gas transmission or distribution facilities within the state; or a person supplying liquefied petroleum gas, in either liquid or gaseous form, irrespective of the method of distribution or delivery, or owning or operating facilities beyond the outlet of a meter through which natural gas is supplied for compression and delivery into motor vehicle fuel tanks or other transportation containers, unless such person also supplies electricity or manufactured or natural gas.

Section 2. This act shall take effect July 1, 2015.

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Home Bills HB 337

HB 337 - Local Government Services

General Bill by Mayfield (CO-SPONSORS) Perry

Local Government Services: Authorizes county to provide certain services & facilities outside boundaries of municipality without express consent of municipality's governing body under certain circumstances; prohibits municipality from extending its corporate powers within unincorporated areas of county without express consent of county's governing body.

Effective Date: July 1, 2015

Last Event: Died in Energy & Utilities Subcommittee on Tuesday, April 28, 2015 1:15 PM

Referred Committees and Committee Actions

House Referrals

- Local Government Affairs Subcommittee

On agenda for: 02/09/15 4:00 PM Temporarily Postponed (final action) **View Notice**

On agenda for: 02/17/15 1:00 PM Favorable (final action)

View Notice See Votes

Energy & Utilities Subcommittee

Local & Federal Affairs Committee

Related Bills

Bill # SB 442 Subject

Local Government Services

Relationship Similar

Bill Text

Original Filed Version

Staff Analysis

Chamber

House

Local Government Affairs Subcommittee 2/17/2015 5:18:29 PM Local Government Affairs Subcommittee 2/11/2015 5:38:37 PM

House

House Local Government Affairs Subcommittee 2/2/2015 4:51:00 PM

Vote History

(no votes recorded)

Bill History

Event	Time	Member	Committee	Ver.
H Died in Energy & Utilities Subcommittee	4/28/2015 - 1:15 PM		Energy & Utilities Subcommittee	_
H 1st Reading	3/03/2015 - 10:37 PM			
H Now in Energy & Utilities Subcommittee	2/18/2015 - 8:02 AM		Energy & Utilities Subcommittee	
H Reported out of Local Government Affairs Subcommittee	2/18/2015 - 8:02 AM		Local Government Affairs Subcommittee	
H Favorable by Local Government Affairs Subcommittee	2/17/2015 - 5:12 PM		Local Government Affairs Subcommittee	_
H Added to Local Government Affairs Subcommittee agenda	2/10/2015 - 3:36 PM		Local Government Affairs Subcommittee	
H Added to Local Government Affairs Subcommittee agenda	2/02/2015 - 4:08 PM		Local Government Affairs Subcommittee	_
H Now in Local Government Affairs Subcommittee	1/28/2015 - 4:54 PM	444	Local Government Affairs Subcommittee	
H Referred to Local & Federal Affairs Committee	1/28/2015 - 4:54 PM		Local & Federal Affairs Committee	
H Referred to Energy & Utilities Subcommittee	1/28/2015 - 4:54 PM		Energy & Utilities Subcommittee	
H Referred to Local Government Affairs Subcommittee	1/28/2015 - 4:54 PM		Local Government Affairs Subcommittee	1-07-20
H Filed	1/19/2015 - 1:55 PM	Mayfield		

Statutes Referenced by this Bill

153.03 180.02

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A bill to be entitled

An act relating to local government services; amending s. 153.03, F.S.; authorizing a county to provide certain services and facilities outside the boundaries of a municipality without the express consent of the municipality's governing body under certain circumstances; amending s. 180.02, F.S.; prohibiting a municipality from extending its corporate powers within unincorporated areas of a county without the express consent of the county's governing body; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Subsection (1) of section 153.03, Florida Statutes, is amended to read:

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153.03 General grant of power.—Any of the several counties of the state which may hereafter come under the provisions of this chapter as hereinafter provided is hereby authorized and empowered:

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(1) To purchase and/or construct and to improve, extend, enlarge, and reconstruct a water supply system or systems or sewage disposal system or systems, or both, within such county and any adjoining county or counties and to purchase and/or construct or reconstruct water system improvements or sewer improvements, or both, within such county and any adjoining

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county or counties and to operate, manage and control all such systems so purchased and/or constructed and all properties pertaining thereto and to furnish and supply water and sewage collection and disposal services to any of such counties and to any municipalities and any persons, firms or corporations, public or private, in any of such counties; provided, however, that none of the facilities provided by this chapter may be constructed, owned, operated or maintained by the county on property located within the corporate limits of any municipality without the consent of the council, commission or body having general legislative authority in the government of such municipality unless such facilities were owned by the county on such property prior to the time such property was included within the corporate limits of such municipality. A No county may not shall furnish any of the facilities or services provided by this chapter to a any property already being furnished such like facilities or services by a any municipality without the express consent of the council, commission, or body having general legislative authority in the government of such municipality unless the facilities or services will be provided outside the boundary of that municipality and a prior consent agreement between the parties related to the provision of facilities or services outside the municipality boundary, has expired. Section 2. Subsection (2) of section 180.02, Florida

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

Statutes, is amended to read:

180.02 Powers of municipalities.-

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(2) A Any municipality may extend and execute all of its corporate powers to accomplish applicable for the accomplishment of the purposes of this chapter outside of its corporate limits, as hereinafter provided and as may be desirable or necessary to promote for the promotion of the public health, safety, and welfare or to accomplish for the accomplishment of the purposes of this chapter; provided, however, that such said corporate powers do shall not extend or apply within the corporate limits of another municipality or extend to or apply within the unincorporated areas of a county without the express consent of the board of county commissioners of such county.

Section 3. This act shall take effect July 1, 2015.

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Home

Bills

CS/HB 579

CS/HB 579 - Municipal Power Regulation

General Bill by Energy & Utilities Subcommittee and Mayfield (CO-SPONSORS) Perry; Van Zant

Municipal Power Regulation: Requires certain entities created under Interlocal Cooperation Act of 1969 to submit financial statements for certain electric power projects to specified public entities.

Effective Date: July 1, 2016

Last Event: Died in Regulatory Affairs Committee on Friday, March 11, 2016 6:45 PM

Referred Committees and Committee Actions

House Referrals

Energy & Utilities Subcommittee

On agenda for: 01/11/16 4:00 PM Favorable With Committee Substitute (final action) **View Notice** See Votes

- Government Operations Appropriations Subcommittee

On agenda for: 01/28/16 3:30 PM Favorable (final action)

View Notice See Votes

- Regulatory Affairs Committee

Related Bills

Bill #

Subject

CS/SB 840

Municipal Power Regulation

Relationship Identical

Bill Text

Committee Substitute 1

Original Filed Version

D 461639, Mayfield (EUS) D 741895 , Eisnaugle (EUS)

Date Filed: 01/08/16, Line#: 0 Date Filed: 01/11/16, Line#: 0

House(c): Withdrawn 01/11/2016 07:53 PM

House(c): Adopted Without Objection 01/11/2016 07:53 PM

Staff Analysis

Chamber

Committee

House

Government Operations Appropriations Subcommittee 1/28/2016 7:11:25 PM

House House Government Operations Appropriations Subcommittee 1/26/2016 4:23:37 PM

House

Energy & Utilities Subcommittee 1/14/2016 11:58:01 AM Energy & Utilities Subcommittee 1/8/2016 6:24:27 PM

Vote History

(no votes recorded)

Bill History

Time	Member	Committee	Ver.
3/11/2016 - 6:45 PM		Regulatory Affairs Committee	c1
1/28/2016 - 7:12 PM		Regulatory Affairs Committee	c1
1/28/2016 - 7:12 PM		Government Operations Appropriations Subcommittee	c1
1/28/2016 - 6:40 PM		Government Operations Appropriations Subcommittee	c1
e 1/26/2016 - 4:15 PM		Government Operations Appropriations Subcommittee	c1
1/15/2016 - 1:55 PM		Government Operations Appropriations Subcommittee	c1
1/15/2016 - 1:55 PM		Regulatory Affairs Committee	c1
	3/11/2016 - 6:45 PM 1/28/2016 - 7:12 PM 1/28/2016 - 7:12 PM 1/28/2016 - 6:40 PM e 1/26/2016 - 4:15 PM 1/15/2016 - 1:55 PM	3/11/2016 - 6:45 PM 1/28/2016 - 7:12 PM 1/28/2016 - 7:12 PM 1/28/2016 - 6:40 PM e 1/26/2016 - 4:15 PM 1/15/2016 - 1:55 PM	3/11/2016 - 6:45 PM Regulatory Affairs Committee 1/28/2016 - 7:12 PM Regulatory Affairs Committee 1/28/2016 - 7:12 PM Government Operations Appropriations Subcommittee 1/28/2016 - 6:40 PM Government Operations Appropriations Subcommittee 1/26/2016 - 4:15 PM Government Operations Appropriations Subcommittee 1/15/2016 - 1:55 PM Government Operations Appropriations Subcommittee

H Referred to Government Operations Appropriations Subcommittee	1/15/2016 - 1:55 PM		Government Operations Appropriations Subcommittee	c1
H 1st Reading	1/14/2016 - 8:25 PM			c1
H CS Filed	1/14/2016 - 12:12 PM			c1
H Laid on Table under Rule 7.19(a)	1/14/2016 - 12:12 PM	3. 1.700 - 3.7		
H Reported out of Energy & Utilities Subcommittee	1/14/2016 - 11:55 AM		Energy & Utilities Subcommittee	
H 1st Reading	1/12/2016 - 8:37 PM			_
H Favorable with CS by Energy & Utilities Subcommittee	1/11/2016 - 7:53 PM		Energy & Utilities Subcommittee	
H Added to Energy & Utilities Subcommittee agenda	1/04/2016 - 4:13 PM		Energy & Utilities Subcommittee	
H Now in Energy & Utilities Subcommittee	11/16/2015 - 4:40 PM		Energy & Utilities Subcommittee	
H Referred to Regulatory Affairs Committee	11/16/2015 - 4:40 PM		Regulatory Affairs Committee	
H Referred to Government Operations Appropriations Subcommittee	11/16/2015 - 4:40 PM	2,000 - 250 - 3	Government Operations Appropriations Subcommittee	10 <u></u> 11
H Referred to Energy & Utilities Subcommittee	11/16/2015 - 4:40 PM		Energy & Utilities Subcommittee	_
H Filed	11/04/2015 - 3:21 PM	Mayfield		

Statutes Referenced by this Bill

163.01

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A bill to be entitled to municipal power requ

An act relating to municipal power regulation; amending s. 163.01, F.S.; requiring certain entities created under the Interlocal Cooperation Act of 1969 to submit independently prepared financial statements for certain electric power projects to specified public entities; providing statement requirements; providing eligibility requirements for membership on the governing body of certain entities created under the Interlocal Cooperation Act of 1969; amending s. 350.0611, F.S.; expanding the duties of the Public Counsel to include proceedings involving the Florida Municipal Power Agency; amending s. 366.02, F.S.; revising the definition of the term "public utility" to include the Florida Municipal Power Agency; defining the term "Florida Municipal Power Agency"; amending s. 366.04, F.S.; exempting the agency from regulation by the Public Service Commission for purposes of rates and service; providing an effective date.

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WHEREAS, The Florida Municipal Power Agency is a joint-use action agency created pursuant to a series of interlocal agreements with the state's municipalities to finance, acquire, contract, manage, and operate its own electric power projects or jointly accomplish the same purposes with other public or

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private utilities, and

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WHEREAS, the Florida Municipal Power Agency is governed by a board of directors, consisting of one board member from each member municipality, which decides all issues concerning each project except for the "All-Requirements" power supply project, and

WHEREAS, the All-Requirements power supply project is governed by an executive committee, with each All-Requirements project member municipality that purchases power from the project appointing one executive committee member, and

WHEREAS, the Auditor General conducted an operational audit of the of Florida Municipal Power Agency and released Report No. 2015-165 to the Joint Legislative Auditing Committee on March 30, 2015, which included findings and recommendations, and

WHEREAS, the Auditor General found many of the Florida Municipal Power Agency's hedging activities to be inconsistent with other joint-use action agencies, leading to net losses of \$247.6 million over the past 12 fiscal years, and

WHEREAS, the Auditor General concluded that several of the Florida Municipal Power Agency's personnel and payroll administration activities may negatively affect future rates, including the Chief Executive Officer's employment contract that provides severance pay and lifetime benefits even if employment is terminated for cause, and

WHEREAS, the Florida Municipal Power Agency did not consistently follow its own procurement and competitive

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selection policies, one of which may increase the cost of future bond issues, and

 WHEREAS, the Florida Municipal Power Agency's All-Requirements project agreement to curtail peak-shaving activities is primarily voluntary, relies on self-reporting, and contains no penalties for noncompliance, and

WHEREAS, certain All-Requirements project contract provisions relating to the withdrawal of members are ambiguous, use a fixed discount rate rather than one based on current capital costs, and do not provide for independent verification by a withdrawing member, and

WHEREAS, even though the Florida Municipal Power Agency is a governmental entity, many of the laws that apply to local governments do not apply to the agency, and

WHEREAS, the Florida Municipal Power Agency is not subject to any rate-setting authority, including by the Public Service Commission, and

WHEREAS, there exists a need to promote transparency and consistency and to increase public understanding and confidence in the operation of the Florida Municipal Power Agency by the member municipalities and the public, including those electric ratepayers who are not residents of the municipality supplying electric power but who are subject to a municipality that is receiving power from the agency, NOW, THEREFORE,

Be It Enacted by the Legislature of the State of Florida:

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Section 1. Subsection (19) is added to section 163.01, Florida Statutes, to read:

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163.01 Florida Interlocal Cooperation Act of 1969.-

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(19)(a) Any entity created pursuant to this section that supplies electricity through an interlocal agreement to its

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member municipalities shall annually submit to the Public

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Service Commission, the Public Counsel, and each member

87 88 municipality that participates in the electric power project an independently prepared financial statement for each individual

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generation asset. The financial statement must include:

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92 93 1. A balance sheet that reflects assets and liabilities associated with each generation asset, including the plant in

service, accumulated additions and removals, net plant,
depreciation, operations and maintenance expenses, allocations,

and any other material asset and liability categories.

generation asset shall be separately itemized.

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2. An income statement that reflects each generation asset's operational and financial activities for the reporting period, including revenues, expenses, gains, and losses. Any

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gains or losses from hedging activities associated with the

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3. A statement of cash flows that identifies changes in the generation asset's cash flows during the reporting period.

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4. The current fair market value for each generation asset. The current fair market value shall be determined

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assuming the price that a willing buyer would pay a willing

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seller for the generation asset, with neither party being under any compulsion to buy or sell and both having reasonable knowledge of relevant facts, and assuming all risk of ownership, loss, and decommissioning, as applicable. The current fair market value statement shall include the overall fair market value of the generation asset as a whole and each member municipality's equity position net of the entity's debt, based on the current fair market generation asset value. The current fair market value statement shall include, after considering the market value of the generation assets, the net return of equity or the cost to exit the entity for each member municipality.

(b) To serve as a member of the governing body of an entity created pursuant to this section for the purpose of supplying electricity to its member municipalities, each member of the governing body must be an elected official from one of the entity's member municipalities. Current members of a governing body of such an entity who are not elected officials may continue to serve until expiration of their terms but no later than July 1, 2018.

Section 2. Section 350.0611, Florida Statutes, is amended to read:

350.0611 Public Counsel; duties and powers.—It shall be the duty of the Public Counsel to provide legal representation for the people of the state in proceedings before the commission, and in proceedings before counties pursuant to s. 367.171(8), and in proceedings before the Florida Municipal

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<u>Power Agency</u>. The Public Counsel shall have such powers as are necessary to carry out the duties of his or her office, including, but not limited to, the following specific powers:

- the Florida Municipal Power Agency, by petition, the commencement of any proceeding or action or to appear, in the name of the state or its citizens, in any proceeding or action before the commission, or the counties, or the agency, and urge therein any position which he or she deems to be in the public interest, whether consistent or inconsistent with positions previously adopted by the commission, or the counties, or the agency, and utilize therein all forms of discovery available to attorneys in civil actions generally, subject to protective orders of the commission or the counties which shall be reviewable by summary procedure in the circuit courts of this state;
- (2) To have access to and use of all files, records, and data of the commission, or the counties, or the Florida

 Municipal Power Agency available to any other attorney representing parties in a proceeding before the commission, or the counties, or the agency;
- (3) In any proceeding in which he or she has participated as a party, to seek review of any determination, finding, or order of the commission, or the counties, the Florida Municipal Power Agency, or of any hearing examiner designated by the commission, or the agency, in the name of the

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state or its citizens;

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- (4) To prepare and issue reports, recommendations, and proposed orders to the commission, the Governor, and the Legislature on any matter or subject within the jurisdiction of the commission or the Florida Municipal Power Agency, and to make such recommendations as he or she deems appropriate for legislation relative to commission or agency procedures, rules, jurisdiction, personnel, and functions; and
- (5) To appear before other state agencies, federal agencies, and state and federal courts in connection with matters under the jurisdiction of the commission or the Florida Municipal Power Agency, in the name of the state or its citizens.

As used in this section, the term "Florida Municipal Power Agency" or "agency" has the same meaning as provided in s. 366.02.

Section 3. Subsection (1) of section 366.02, Florida Statutes, is amended, and subsection (4) is added to that section, to read:

366.02 Definitions.—As used in this chapter:

(1) "Public utility" means every person, corporation, partnership, association, or other legal entity and their lessees, trustees, or receivers supplying electricity or gas (natural, manufactured, or similar gaseous substance) to or for the public within this state, including the Florida Municipal

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Power Agency. However, ; but the term "public utility" does not include either a cooperative now or hereafter organized and existing under the Rural Electric Cooperative Law of the state; a municipality or any agency thereof; any dependent or independent special natural gas district; any natural gas transmission pipeline company making only sales or transportation delivery of natural gas at wholesale and to direct industrial consumers; any entity selling or arranging for sales of natural gas which neither owns nor operates natural gas transmission or distribution facilities within the state; or a person supplying liquefied petroleum gas, in either liquid or gaseous form, irrespective of the method of distribution or delivery, or owning or operating facilities beyond the outlet of a meter through which natural gas is supplied for compression and delivery into motor vehicle fuel tanks or other transportation containers, unless such person also supplies electricity or manufactured or natural gas.

(4) "Florida Municipal Power Agency" means the legal entity, or a successor entity, formed under s. 163.01 by interlocal agreement among municipalities.

Section 4. Subsection (1) of section 366.04, Florida Statutes, is amended to read:

366.04 Jurisdiction of commission.

(1) In addition to its existing functions, the commission shall have jurisdiction to regulate and supervise each public utility with respect to its rates and service, except for the

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Florida Municipal Power Agency; assumption by it of liabilities or obligations as guarantor, endorser, or surety; and the issuance and sale of its securities, except a security which is a note or draft maturing not more than 1 year after the date of such issuance and sale and aggregating (together with all other then-outstanding notes and drafts of a maturity of 1 year or less on which such public utility is liable) not more than 5 percent of the par value of the other securities of the public utility then outstanding. In the case of securities having no par value, the par value for the purpose of this section shall be the fair market value as of the date of issue. The commission, upon application by a public utility, may authorize the utility to issue and sell securities of one or more offerings, or of one or more types, over a period of up to 12 months; or, if the securities are notes or drafts maturing not more than 1 year after the date of issuance and sale, the commission, upon such application, may authorize the utility to issue and sell such securities over a period of up to 24 months. The commission may take final action to grant an application by a public utility to issue and sell securities or to assume liabilities or obligations after having given notice in the Florida Administrative Register published at least 7 days in advance of final agency action. In taking final action on such application, the commission may deny authorization for the issuance or sale of a security or assumption of a liability or obligation if the security, liability, or obligation is for

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nonutility purposes; and shall deny authorization for the issuance or sale of a security or assumption of a liability or obligation if the financial viability of the public utility is adversely affected such that the public utility's ability to provide reasonable service at reasonable rates is jeopardized. Securities issued by a public utility or liabilities or obligations assumed by a public utility as quarantor, endorser, or surety pursuant to an order of the commission, which order is certified by the clerk of the commission and which order approves or authorizes the issuance and sale of such securities or the assumption of such liabilities or obligations, shall not be invalidated by a modification, repeal, or amendment to that order or by a supplemental order; however, the commission's approval of the issuance of securities or the assumption of liabilities or obligations shall constitute approval only as to the legality of the issue or assumption, and in no way shall it be considered commission approval of the rates, service, accounts, valuation, estimates, or determinations of cost or any other such matter. The jurisdiction conferred upon the commission shall be exclusive and superior to that of all other boards, agencies, political subdivisions, municipalities, towns, villages, or counties, and, in case of conflict therewith, all lawful acts, orders, rules, and regulations of the commission shall in each instance prevail.

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Section 5. This act shall take effect July 1, 2016.