1 A bill to be entitled 2 An act relating to a natural gas rebate program; 3 creating s. 377.811, F.S.; creating the heavy 4 transportation industry natural gas rebate program 5 within the Department of Agriculture and Consumer 6 Services; defining terms; prescribing powers and 7 duties of the department with respect to the program; providing rebate eligibility requirements; providing 8 9 limits on rebate awards; specifying policies and 10 procedures for the application process; requiring the department to adopt rules by a specified date; 11 12 requiring the department to publish on its website the availability of rebate funds; requiring the department 13 to submit an annual assessment to the Governor, the 14 15 Legislature, and the Office of Program Policy Analysis 16 and Government Accountability by a specified date; requiring the office to submit a report to the 17 Governor and Legislature by a specified date; 18 providing reporting requirements; providing an 19 effective date. 20 21 22 Be It Enacted by the Legislature of the State of Florida: 23 24 Section 1. Section 377.811, Florida Statutes, is created 25 to read: 26 Heavy transportation industry natural gas rebate 377.811

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27 program.—

- (1) CREATION AND PURPOSE OF PROGRAM.—A heavy transportation industry natural gas rebate program is created within the department for the purpose of helping to reduce transportation costs in this state and encouraging freight mobility investments that contribute to the economic growth of the state.
  - (2) DEFINITIONS.—As used in this section, the term:
- (a) "Conversion costs" means the excess cost associated with retrofitting a diesel or gasoline powered locomotive or ship to a natural gas fuel powered motor vehicle.
- (b) "Department" means the Department of Agriculture and Consumer Services.
- (c) "Eligible costs" means the cost of conversion or the incremental cost incurred by an applicant in connection with an investment in the conversion, purchase, or lease lasting at least 5 years, of a locomotive or ship placed into service on or after January 1, 2015. The term does not include costs for project development, fueling stations, or other fueling infrastructure.
- (d) "Fleet vehicles" means three or more locomotives or ships registered in this state and used for commercial business or governmental purposes.
- (e) "Incremental costs" means the excess costs associated with the purchase or lease of a natural gas fuel locomotive or ship as compared to an equivalent diesel- or gasoline-powered

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locomotive or ship.

- (f) "Natural gas fuel" means any liquefied petroleum gas product, compressed natural gas product, or combination thereof used in a motor vehicle as defined in s. 206.01(23). This term includes, but is not limited to, all forms of fuel commonly or commercially known or sold as natural gasoline, butane gas, propane gas, or any other form of liquefied petroleum gas, compressed natural gas, or liquefied natural gas. This term does not include natural gas or liquefied petroleum placed in a separate tank of a motor vehicle for cooking, heating, water heating, or electric generation.
- department shall award rebates for eligible costs. A rebate may not exceed 50 percent of the eligible costs of a natural gas locomotive or ship with a dedicated or bi-fuel natural gas fuel operating system placed into service on or after January 1, 2015. An applicant is eligible to receive a maximum rebate of \$500,000 per vehicle up to a total of \$1 million per fiscal year. All natural gas locomotives and ships eligible for the rebate must comply with applicable United States Environmental Protection Agency emission standards.
  - (4) APPLICATION PROCESS.—
- (a) An applicant seeking to obtain a rebate shall submit an application to the department by a specified date each year as established by department rule. The application shall require a complete description of all eligible costs, proof of purchase

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or lease of the locomotive or ship for which the applicant is seeking a rebate, a copy of the vehicle registration certificate, a description of the total rebate sought by the applicant, and any other information deemed necessary by the department. The application form adopted by department rule must include an affidavit from the applicant certifying that all information contained in the application is true and correct.

- (b) The department shall determine the rebate eligibility of each applicant in accordance with the requirements of this section and department rule. The total amount of rebates allocated to certified applicants in each fiscal year may not exceed the amount appropriated for the program in the fiscal year. Rebates shall be allocated to eligible applicants on a first-come, first-served basis, determined by the date the application is received, until all appropriated funds for the fiscal year are expended or the program ends, whichever comes first. Incomplete applications submitted to the department will not be accepted and do not secure a place in the first-come, first-served application process.
- (5) RULES.—The department shall adopt rules to implement and administer this section by January 1, 2016, including rules relating to the forms required to claim a rebate under this section, the required documentation and basis for establishing eligibility for a rebate, procedures and guidelines for claiming a rebate, and the collection of economic impact data from applicants.

(6) PUBLICATION.—The department shall determine and publish on its website on an ongoing basis the amount of available funding for rebates remaining in each fiscal year.

- thereafter that the program is funded, the department shall provide an annual assessment of the use of the rebate program during the previous fiscal year to the Governor, the President of the Senate, the Speaker of the House of Representatives, and the Office of Program Policy Analysis and Government Accountability. The assessment must include, at a minimum, the following information:
- (a) The name of each applicant awarded a rebate under this
  section;
  - (b) The amount of the rebates awarded to each applicant;
- (c) The type and description of each eligible locomotive or ship for which each applicant applied for a rebate; and
- (d) The aggregate amount of funding awarded for all applicants claiming rebates under this section.
- (8) REPORT.—By January 31, 2017, the Office of Program Policy Analysis and Government Accountability shall submit a report reviewing the rebate program to the Governor, the President of the Senate, and the Speaker of the House of Representatives. The review shall include an analysis of the economic benefits resulting to the state from the program.
  - Section 2. This act shall take effect July 1, 2015.

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