THE SECOND CASE ON THE DOCKET TODAY IS THE ADVISORY OPINION OF THE ATTORNEY GENERAL. COUNSEL, PLEASE STEP FORWARD. YOU MAY PROCEED WHEN YOU'RE READY.

>> GOOD MORNING, MAY IT PLEASE THE COURT, I'M ALLEN WINSOR ON BEHALF OF THE ATTORNEY GENERAL HERE TODAY ON THE ADVISORY OPINION REGARDING THE BALLOT OPINION ENTITLED LIMITS OR BARRIERS TO LOCAL SOLAR ELECTRIC SUPPLY.

THE SPONSOR OF THE INITIATIVE FILED A BRIEF IN FAVOR OF BALLOT PLACEMENT, AND MR. NABORS IS HERE TO PRESENT ARGUMENT ON BEHALF OF THOSE OPPOSING. THE PARTIES HAVE AGREED TO AN ALLOCATION OF TIME.

MR. RICHARD WILL PRESENT
ARGUMENT ON BEHALF OF FOUR
ELECTRIC PROVIDERS, MR. GRIMES
ON BEHALF OF THE COOPERATIVES
ASSOCIATION, AND I WILL PRESENT
THE ARGUMENT OF THE ATTORNEY
GENERAL FOLLOWED BY REBUTTAL, IF
ANY.

WITH THE COURT'S PERMISSION, WE'LL BEGIN WITH MR. NABORS. >> MAY IT PLEASE THE COURT, I'M BOB NABORS, I'M WITH NABORS, GIVLIN AND NICKERSON. WE REPRESENT FLORIDIANS FOR SOLAR CHOICE, INC. BILL GARNER, A LAWYER IN OUR FIRM, IS HERE WITH ME. WE RESERVE A HALF HOUR OF OUR TIME FOR REBUTTAL. THE-- ON PAGE 6 OF THEIR ANSWER BRIEF, THE MAJOR INVESTOR-OWNED UTILITIES DESCRIBE THE TEST FOR SINGLE-SUBJECT APPLIES AS FOLLOWS: THE TRUE TRUST OF SINGLE-SUBJECT COMPLIANCE IS WHETHER THE OPPONENTS CAN ARGUE A SINGLE SUBJECT THAT IS NARROW

PROPOSED AMENDMENT.
THE SINGLE SUBJECT IN FRONT OF
THE COURT IS NECESSARY TO

SINGLE-SUBJECT RESTRICTION OF THIS COURT AND STILL ENCOMPASS ALL OF THE PROVISIONS OF THE

ENOUGH TO MEET THE

ACHIEVE THE DOMINANT PURPOSE.
THE SINGLE SUBJECT, I'LL STATE
IN HONOR OF THE TEST THAT THE
INVESTOR-OWNED UTILITIES HAVE
ADVANCED, THE SINGLE SUBJECT IS
TO ESTABLISH A STATE POLICY TO
PROMOTE LOCAL, SMALL SCALE
SOLAR-GENERATED PRODUCTION OF
ELECTRICITY WHILE LIMITING AND
PREVENTING REGULATORY AND
ECONOMIC BARRIERS TO SOLAR
ELECTRIC GENERATION AND
CONSUMPTION AT THE SOLAR ENERGY
SITE OR ON CONTIGUOUS PROPERTY.
NO MORE, NO LESS.
TT IS A SMALL SCALE

IT IS A SMALL SCALE
ENCOURAGEMENT AND REMOVAL OF
LIMITATIONS OF REGULATORY
LIMITATIONS ON THE PRODUCTION
AND GENERATION AND SALE OF
LOCALLY-GENERATED SOLAR ENERGY.
IF YOU LOOK AT THE PROPOSAL
ITSELF, IT IS CONSISTENT WITH
THE PROVISION--

>> COULD YOU JUST-- MR. NABORS, I JUST-- YOU SAID THREE THINGS. I JUST WANT TO MAKE SURE. THE TITLE SAYS "SUPPLY."

>> [INAUDIBLE]

>> YEAH.

THE TITLE SAYS "SUPPLY," SO THERE'S NO BARRIER RIGHT NOW AND NO REGULATION IF A HOMEOWNER WANTS TO--

>> NO.

A HOMEOWNER CAN HAVE SOLAR ENERGY FOR ITS OWN USE, AND ALSO THERE'S A PROVISION OF TRANSFER OF EXCESS POWER TO GENERATING OF SUPPORTING UTILITY.

>> BUT THIS IS-- IT'S NOT JUST SUPPLY, WHICH WOULD MEAN THE SALE FROM SOMEBODY--

>> RIGHT.

>> SO THAT'S, BUT THAT'S THE SINGLE SUBJECT.

>> WHAT IS, WHAT IS REALLY CHILLED AND PREVENTED IN THE REGULATORY ENVIRONMENT CURRENTLY IS A SOLAR ENERGY DEVICE THAT A PERSON WOULD HAVE.

THEY ARE NOT ALLOWED TO SELL
THAT TO ANYONE ELSE WITHOUT
FOLLOWING THE REGULATORY SCHEME
OF FLORIDA PUBLIC SERVICE

COMMISSION.

SO THE PURPOSE OF THIS IS TO ALLOW ON A SMALL SCALE BASIS, A LIMITED BASIS, THE ABILITY FOR A SOLAR ENERGY DEVICE TO BE SOLD TO EITHER OTHER USERS ON THE SAME PROPERTY OR CONTIGUOUS PROPERTY.

SO IT IS A FREEING OF THE REGULATORY ENVIRONMENT FOR SMALL SCALE SOLAR PRODUCTIONS AND THE SUPPLY OF IT TO A LIMITED GEOGRAPHIC AREA.

SO THAT'S THE PURPOSE, THAT'S THE SINGLE-SUBJECT PURPOSE OF THE AMENDMENT.

IT ISN'T THE PARADE OF HORRIBLES THAT YOU WOULD THINK FROM THE ANSWER BRIEF.

IT IS A LIMITED, SURGICALLY SINGLE SUBJECT THAT IS FOCUSED ON A SPECIFIC GEOGRAPHIC AREA AND A SPECIFIC WATTAGE. IT IS NOT OPENED UP TO LARGE SCALE SOLAR ENERGY SUPPLY AND

SALE.
IT IS LIMITED TO WHAT THE AMENDMENT SAYS ITSELF.

- >> WHEN YOU SAID THAT IT BRINGS IT OUTSIDE THE SCOPE OF THE PSC, RIGHT?
- >> UH-HUH.
- >> DOES IT NOT ELIMINATE ENTIRELY?
- >> WELL, IT--
- >> [INAUDIBLE]
- >> YEAH, THAT WAS PROBABLY TOO NARROW.

WHAT IT DOES, IT BASICALLY ELIMINATES WHAT IS REFERRED TO AS BARRIERS.

IF YOU LOOK AT IT, IT ELIMINATES THE GOVERNMENTAL REGULATION OF RATE, SERVICE OR TERRITORY. THAT'S IN THE FIRST SECTION. SO THE RATES CHARGED, THE TERRITORY IS WITHIN THE BODY OF THE AMENDMENT, AND THE SERVICE WOULD NOT BE REGULATED BY ANY GOVERNMENTAL REGULATION.

SO IT ELIMINATES THAT FROM REGULATION.

>> WHAT I'M CONCERNED ABOUT IS THE VERY BEGINNING OF THE LANGUAGE SAYS "IT LIMITS OR PREVENTS BARRIERS."
BUT IN ACTUALITY, IT'S
ELIMINATING, RIGHT?
>> WELL, IT-- IT DOESN'T
ELIMINATE ALL REGULATION.
IT ELIMINATES REGULATION WITHIN
THE CONTEXT OF WHAT IT DEALS
WITH.

>> DOES IT ELIMINATE ALL PSC REGULATION?

>> IT-- NOT-- IT WOULDN'T ELIMINATE, IT WOULD ELIMINATE ALL PSC REGULATION AS TO RATES, AS TO THE TERRITORY AND AS TO THE SERVICE.

BUT PSC COULD STILL HAVE IN TERMS OF IT COULD APPROVE RATES, FOR EXAMPLE, OF THE ELECTRIC PROVIDERS WHICH IT HAD JURISDICTION OVER.

AND THOSE RATES COULD INCLUDE, LIKE, A STAND-BY CHARGE AS LONG AS THAT RATE WAS UNIFORMLY APPLIED.

SO IT WOULDN'T BE, IT WOULDN'T BE ABSOLUTELY EVERY COLLATERAL POTENTIAL REGULATION, BUT THIS IS THE GUTS OF WHAT THE PSC DOES, THAT IS THE SERVICE, THE TERRITORY AND THE RATES.
IT WOULD ELIMINATE THEIR JURISDICTION OVER THIS PARTICULAR SMALL SCALE--

- >> IT WOULD?
- >> YES, IT WOULD.
- >> IT TAKES THEM OUT?
- >> RIGHT.
- OR ANY OTHER, OR LOCAL GOVERNMENT THAT IS TRIED TO DO THE SAME THING.

OR IT WOULD TAKE OUT ALSO, SAY
THE LEGISLATURE-- THE PSC IS A
FUNCTION OF THE LEGISLATURE.
IT COULD CHANGE IF THERE WAS IN
THE FUTURE A NEW REGULATORY
AGENCY UNDER A DIFFERENT NAME.
IT WOULD INSULATE A SMALL
ENERGY, SOLAR ENERGY ELECTRIC
PROVIDER FROM RATES, SERVICE AND
TERRITORIAL REGULATION.

>> SO HOW DOES THIS APPLY TO THE SECOND PART OF THAT WHICH WOULD BE LIMITS OR PREVENTS AN ELECTRIC UTILITY FROM-[INAUDIBLE]

>> WELL, WHAT IT DOES, IT ALSO INDICATES-- THAT'S THE OTHER PART OF THE REGULATION WHICH IS MV2.

IT ALSO SAYS A UTILITY CANNOT HAVE A RATE STRUCTURE THAT IMPOSES ON A SOLAR ENERGY PROVIDER, COMMONLY USER OF THE SAME CLASS.

IN OTHER WORDS, IT'S OBVIOUS THAT--

>> SO THEY CAN'T, THIS WOULD
PREVENT AN ELECTRIC UTILITY FROM
CHARGING PEOPLE WHO HAVE SOLAR
ENERGY ALSO FROM HAVING A HIGHER
ELECTRICAL RATE THAN OTHER
PEOPLE WHO ARE--

>> UNLESS IT COULD BE-- WELL, IT WOULD HAVE TO BE-- IT COULD NOT HAVE A RATE STRUCTURE THAT WOULD APPLY TO A SOLAR ENERGY PROVIDER.

UNDER THIS CASE THAT WAS NOT THE SAME TYPE OF RATE THAT WOULD APPLY UNIFORMLY THROUGH ALL OF ITS CUSTOMERS.

IT COULDN'T DISCRIMINATE, BASICALLY.

WHAT THE LANGUAGE SAYS, IT COULD NOT HAVE ANY SPECIAL RATE THAT ARE NOT IMPOSED ON OTHER CUSTOMERS IN THE SAME CLASS. NOW, THERE'S BEEN A BIG ARGUMENT IN THE ANSWER BRIEF THAT THAT MEANS SOMEHOW A SHIFTING OF THE COST TO THE STAND-BY COST TO MAINTAIN THE GRID.

THAT DOESN'T MEAN THAT IT COULDN'T BE A STAND-BY TYPE CHARGE OR SOME KIND OF CHARGE IMPOSED ON EVERYONE WHO, BASICALLY, DOESN'T RELY TO A FULL EXTENT ON THE ELECTRIC PROVIDER.

THIS CANNOT DISCRIMINATE.

>> HERE'S MY-- I SEE THIS AS-I DON'T SEE THIS AS
SINGLE-SUBJECT PROBLEM, AND I
KNOW THAT IT'S BEEN RAISED
BECAUSE IT DOES SEEM THAT IT'S
DEALING WITH SOLAR ENERGY.
BUT THE MANY, MANY BRIEFS POINT
TO PARTS OF THE SUMMARY THAT
THEY CLAIM ARE MISLEADING, AND
THE FACT THAT WE'RE HAVING SOME

DIFFICULTY KNOWING IF COULD THE ELECTRIC UTILITY ACTUALLY CHARGE A HIGHER RATE, OR COULD THE PSC REGULATE SOME PART, OR COULD LOCAL GOVERNMENT DECIDE THAT THERE'S A SAFETY ISSUE, IS THAT-- WHAT I'M-- IS THAT SOMETHING THAT'S MISLEADING IN THE SUMMARY OR, LIKE MANY OF THESE AMENDMENTS WHICH MAY EITHER BE GOOD OR BAD PUBLIC POLICY, REALLY FOR THE DEBATE OF THOSE THAT ARE EITHER FOR OR AGAINST IT?

IN OTHER WORDS, THEY, CAN YOU ADDRESS SOME OF THE PARTS THAT THEY ARE SAYING ARE REALLY MISLEADING ABOUT THIS WHICH IS THAT IT SUGGESTS THAT THERE ARE BARRIERS AND THERE REALLY AREN'T BARRIERS OR SOME OF THOSE ARGUMENTS THAT THE BRIEFS HAVE RAISED?

SO IN OTHER WORDS, THE FACT THAT YOU MAY NOT KNOW FOR SURE CAN THE PSC DO THIS OR NOT, IS THAT A DEFICIT THEN IN THE BALLOT SUMMARY?

>> WELL, LET ME, LET'S LOOK AT THE LANGUAGE ITSELF ON THE BALLOT SUMMARY.

THAT'S WHAT THE VOTER WILL HAVE.
THE VOTER WILL HAVE THE BENEFIT
OF THE PUBLIC DEBATE OF THOSE IN
FAVOR OF IT.

OFTEN WHEN THE VOTER GOES INTO THE BALLOT, ALL THEY WILL SEE IS THE BALLOT SUMMARY.

THAT'S WHAT THEY'LL HAVE IN FRONT OF THEM.

THIS COURT HAS OFTEN SAID WHAT DOES THE BALLOT SUMMARY SAY. AND HERE THE BALLOT SUMMARY HAS FOUR COMPONENTS.

THE FIRST THING IT SAYS, IT LIMITS OR PREVENTS GOVERNMENT AND ELECTRIC UTILITY-IMPOSED BARRIERS TO SUPPLYING SOLAR ENERGY.

NEXT SENTENCE THE VOTER WOULD SAY WHAT IS A LOCAL ENERGY SOLAR SUPPLY?

NEXT SENTENCE SAYS LOCAL SOLAR ENERGY SUPPLY IS SOLAR-GENERATED FROM A FACILITY RATED UP TO TWO MEGAWATTS TO CUSTOMERS AT THE SAME OR CONTIGUOUS FACILITY.

TELLS THEM WHAT IT IS.

THE THIRD COMPONENT OF THE

BALLOT LANGUAGE IS, IT DESCRIBES

WHAT BARRIERS ARE.

THE VOTER WOULD SAY WHAT DOES IT MEAN BY "BARRIERS" AND THEY

WOULD READ THE THIRD SEASONS OF THE BALLOT SUMMARY.

INCLUDING GOVERNMENTAL

REGULATION OF LOCAL SOLAR ENERGY

SUPPLIER GRADE, SERVICE AND

TERRITORY.

OKAY, WHAT OTHER BARRIERS? AND UNFAVORABLE UTILITY RATES, CHARGES AND TERMS OF SERVICE

IMPOSED ON LOCAL SOLAR ENERGY CUSTOMERS.

IT TELLS THE VOTER WHAT THEY'RE VOTING ON.

THIS COURT HAS RECOGNIZED OFTEN THAT IN 75 WORDS YOU CAN'T

DISCUSS THE ENTIRE CLIMATE

THAT'S GOING TO BE INVOLVED

IN--

>> I WANT TO ASK YOU A QUESTION ABOUT THE LIMITING OR

PREVENTING.

IN THE BARRIERS THAT ARE

REFERRED TO THERE IN THE BALLOT

SUMMARY, WHICH OF THOSE BARRIERS

ARE LIMITED AS OPPOSED TO PREVENTED?

>> WELL, I GUESS--

>> ARE ANY OF THEM LIMITED?

ARE ALL THOSE THAT ARE

SPECIFICALLY ENUMERATED HERE

ACTUALLY PREVENTED?

>> WELL, I WOULD SAY THAT RATES

ARE NOT TOTALLY PREVENTED.

IT SAYS THERE COULD BE RATED

DEALING WITH STAND-BY CHARGES.

>> BUT RATES AS MODIFIED BY

UNFAVORABLE.

IT DEFINITELY PREVENTS

UNFAVORABLE RATES, DOESN'T IT?

>> WELL, I MEAN--

>> I'M ASSUMING THAT "PREVENTS"

IS THE SAME AS "PROHIBITS."

>> WELL, YOU COULDN'T SAY

"PROHIBIT RATES" BECAUSE THERE MIGHT BE SOME RATES.

IF YOU'RE ACTUALLY ASKING ME IS THE LANGUAGE TOO SOFT AND IT'S

NOT HARD, THAT SHOULD HAVE SAID PREVENTING, YOU KNOW, YOU COULD-- IF I SAID-->> MY ONLY QUESTION WAS IS THERE ANYTHING LISTED HERE AMONG THE BARRIERS THAT WOULD BE LIMITED AS OPPOSED TO PREVENTED? AND WHEN I LOOK AT IT AND I COMPARE THE SUMMARY WITH WHAT'S BACK IN THE ACTUAL TEXT OF THE INITIATIVE, I CAN'T SEE ANYTHING THAT'S ACTUALLY JUST LIMITED THAT'S ON THE LIST HERE. >> WELL, I MEAN, I GUESS THE QUESTION YOU HAVE TO ASK OURSELVES IS, IS-- WOULD THE VOTER BE MISLED AS TO WHAT'S GOING ON IN THIS AMENDMENT BY THAT TERM.

I MEAN, YOU HAVE-- THE VOTER WOULD READ AND KNOW THAT WHATEVER THE RATE REGULATIONS ARE, THEY'RE GOING TO BE EITHER REMOVED, LIMITED OR WHATEVER THE TERM WOULD BE.

THE VOTER KNOWS WHAT THEY'RE VOTING ON ON THIS AMENDMENT. A FAIR READING OF THIS LANGUAGE WOULD INFORM THE VOTERS WHAT IT'S DOING.

NOW, COULD WE HAVE SAID, COULD WE HAVE SAID PREVENTING, PREVENTING, YOU KNOW, PREVENTING ALL RATES?

WE'VE GOT A 75-WORD LIMIT. ALSO THAT'S NOT ENTIRELY ACCURATE.

THERE COULD BE SOME RATES.
THERE MUST NOT BE A BARRIER.
THERE COULD BE SOME--

>> [INAUDIBLE]

>> HUH?

>> IT DOESN'T ALLOW WHAT YOU CHARACTERIZE AS UNFAVORABLE RATES.

>> WELL, THE TERM "RATE, SERVICE AND TERRITORY"'S IN THE SECOND SENTENCE.

>> LET ME ASK YOU ANOTHER OUESTION.

>> YEAH.

>> WHAT PROVISION IN THE INITIATIVE ACTUALLY ADDRESSES THE ZONING POWERS OF LOCAL GOVERNMENT?

DOES THAT COME IN THE REFERENCE TO TERRITORY, OR IS THAT

SOMEWHERE ELSE?

>> WELL, THE ZONING POWER IS IN
THE AMENDMENT ITSELF, THE ZONING
POWER IS AN EXERCISE OF THE
POLICE POWERS FOR REGULATORY
POWER OF LOCAL GOVERNMENT.
AND THE PROVISION MAKES IT CLEAR
THAT IT HAS TO POLICE POWERS.
IT DOES NOT ELIMINATE POLICE
POWERS EXCEPT TO THE EXTENT THEY
PROHIBIT--

>> WHAT DOES THIS TALK ABOUT TERRITORY MEAN?
THAT DOESN'T HAVE ANYTHING TO DO WITH ZONING?

>> NO.

>> WELL, OKAY.

WHERE, WHERE IN THE, WHERE IN THE BALLOT SUMMARY DOES, WOULD THE VOTER GET ANY IDEA THAT THE AUTHORITY OF LOCAL GOVERNMENTS TO IMPOSE ZONING REGULATIONS IS GOING TO BE AFFECTED?

- >> IS GOING TO BE AFFECTED? WELL, IT--
- >> IS THERE ANYTHING IN THE BALLOT SUMMARY ABOUT ZONING AT ALL?
- >> NO, THERE ISN'T.
- >> IS THAT, IS THAT A PROBLEM?
 ISN'T THAT A PRETTY SIGNIFICANT,
 ISN'T THAT A PRETTY
 SUBSTANTIAL--
- >> WELL, CURRENTLY, YOU KNOW, CURRENTLY THE CURRENT LAW IS IT'S NOT A CONSTITUTIONAL AMENDMENT, CURRENT LAW PROHIBITS ANY DISCRIMINATORY ZONING THAT RESULTS IN THE PROHIBITION OF SOLAR ENERGY OR ANY OTHER ALTERNATIVE ENERGY SOURCE. THE ZONE, THE POLICE POWER IS ONLY AFFECTED AND IS A CAUSE IN HERE WHICH IS AN OVERLY CAUTIOUS CLAUSE IN THE BODY OF THE AMENDMENT WHICH INDICATES THAT IT DOES, IN EFFECT, THAT POLICE POWER MAY PROHIBIT SOLAR ENERGY GENERATION AND SALE. IT MAY PROHIBIT THAT.

SO THE ZONING WOULD SURVIVE. THE ZONING WOULD SURVIVE, AND

ANY EFFECT ON IT WOULD BE DE

MINIMIS ONLY IF IT RESULTED IN THE PROHIBITION.

WOULD IT BE HELPFUL IF THERE WAS ANOTHER SENTENCE IN THE 75 WORDS?

DEPENDS ON THE PICK-AND-CHOOSE YOU HAVE TO MAKE.

>> I'M TRYING TO UNDERSTAND THIS.

IF SOMEBODY WANTS TO PUT AN ARRAY, A SOLAR POWER ARRAY ON A FIVE-ACRE TRACT, I MEAN, IS THAT THE SORT OF THING-- THAT'S ADJACENT TO ANOTHER TRACT OF LAND THAT WOULD BE WHERE THERE'S A FACILITY THAT WOULD BE SERVED BY THE SOLAR POWER GENERATED ON THE ADJACENT TRACT, THEY CAN PUT IT THERE.

AND THERE'S NOTHING LOCAL GOVERNMENT CAN DO ABOUT THAT, RIGHT?

>> THEY CAN'T PROHIBIT IT FROM BEING PLACED THERE.

THEY COULD PUT REGULATIONS ON SCREENAGE AND COVERAGE AND DO ALL-- WE CITED A CASE, AN ORMOND BEACH CASE, WHICH DEALT WITH A STATUTE DEALING, IN THIS CASE IT DEALT WITH WINDMILLS. THERE'S A STATE STATUTE THAT SAYS YOU CANNOT HAVE ZONING REGULATIONS THAT PROHIBIT ALTERNATIVE ENERGY DEVICES. AND THE QUESTION THERE WAS THE HEIGHT AND THE LOCATION OF THE SOLAR ENERGY.

THE COURT SAID YOU COULD DO THAT BECAUSE THEY COULDN'T PROHIBIT IT.

THERE'S A WHOLE RANGE OF ACTIVITY LOCAL GOVERNMENTS CAN DO AS LONG AS THEY DON'T PROHIBIT THE ACTIVITY THAT THE SINGLE PURPOSE OF THE AMENDMENT IS ENCOURAGING.

THEY CAN'T PROHIBIT THAT.
BUT THE AMENDMENT ITSELF IS
SURGICALLY CLEAR AS TO WHAT ITS
ROLE IS ON THE POLICE POWER.
THE FACT THAT IT DOES NOT AFFECT
THE POLICE POWER UNLESS THE
POLICE POWER IS A PROHIBITION ON
THE SINGLE SUBJECT THAT'S BEING
ADVANCED.

SO I WOULD ARGUE ON THE USE OF THE WORD "BARRIER," JUSTICE PARIENTE.

COULD THERE BE ANOTHER WORD

CHOSEN THAN BARRIER?

IT IS A BARRIER.

IT IS A BARKER.

IT IS THE EXISTENCE OF THE
CURRENT REGULATORY ENVIRONMENT
PREVENTS THIS ACTIVITY FROM
OCCURRING, SO IT'S A BARRIER.
I MEAN, IT'S-- I THINK THAT YOU
HAVE TO ASK YOURSELF IF YOU'RE A
VOTER WALKING BLINDLY INTO THE
BALLOT NOT HAVING THE ADVANTAGE
OF THINKING ABOUT THIS AND YOU
READ THE BALLOT LANGUAGE, ARE
YOU BEING INFORMED AS TO WHAT
YOU'RE VOTING ON?
I THINK IT'S CLEAR THAT YOU ARE
IF YOU LOOK AT THE COMPONENTS IN

THE BALLOT LANGUAGE.

IT IS DIRECT, IT TELLS WHAT A
LOCAL SOLAR ENERGY SUPPLIER IS,
IT DESCRIBES WHAT THE BARRIERS

ARE, AND IT INDICATES THAT
THAT'S THE DOMINANT PURPOSE.

SO THE THING THAT WE'VE ALWAYS, TO ME, GOT TO KEEP IN MIND IS, IS THAT--

[INAUDIBLE]

DECIDE WHETHER SOMETHING WILL BE NOT BEFORE THE VOTERS.

NOT BEFORE THE VOTERS.
AND IT'S A DEFERRAL STANDARD.
IF THE COURT SHOULD DEFER, IS
THERE A PLACE FOR THE VOTERS

UNLESS IT'S CLEARLY AMBIGUOUS OR MISLEADING.

AND IT'S HARD FOR ME TO MAKE THE ARGUMENT THAT IN A 75-WORD LIMIT THAT THERE'S ANYTHING MISLEADING ABOUT THIS BALLOT LANGUAGE.

IT MAY NOT BE WISE, THE UTILITIES OBVIOUSLY DON'T LIKE IT.

IT MAY BE THE END OF REGULATORY ENVIRONMENT AS WE KNOW IT.

IT'S NOT.
IT'S LIMITED, IT'S SURGICAL.

IT DEALS WITH A WATTAGE THAT IS FOR THE NET METERING RULE. IT'S A KNOWN COMMODITY.

THE GEOGRAPHIC AREA IS SPECIFIC, THE VOTER'S TOLD THAT.

SO IT'S HARD FOR ME TO SEE HOW UNDER THE BAR THAT WE'VE GOT TO

CROSS IT IS PERCEIVED THAT YOU WOULDN'T LET THE VOTERS SEE THIS.

THERE WILL BE INTERPRETATIONS OF THIS.

THERE WILL BE INTERPRETATIONS OF POLICE POWER.

BUT YOU CANNOT HAVE ALL OF THOSE DEALT WITH IN A CONSTITUTIONAL AMENDMENT.

BUT THERE IS A BODY OF LAW THAT GIVES GUIDANCE IN THIS INTERPRETATION.

AS I SAID, THE ORMOND BEACH CASE ON ZONING, AND THERE ARE OTHER CASES AS WELL.

I'D LIKE TO RESERVE MY TIME FOR REBUTTAL.

>> MAY IT PLEASE THE COURT, I'M BARRY RICHARD, AND I AM REPRESENTING FLORIDA POWER AND LIGHT, DUKE ENERGY, GULF POWER AND TAMPA ELECTRIC.

I'D LIKE TO ADDRESS BOTH THE BALLOT SUMMARY AND THE SINGLE-SUBJECT PROVISIONS. WE BELIEVE THAT THIS INITIATIVE VIOLATES BOTH IN SIGNIFICANT WAYS.

FIRST OF ALL, WITH RESPECT TO
THE BALLOT SUMMARY THIS
INITIATIVE STRIPS BOTH STATE AND
LOCAL GOVERNMENT FOR THE FIRST
TIME OF THE ABILITY TO REGULATE
RATES, TERRITORY AND SERVICE OF
AN HISTORICALLY
HEAVILY-REGULATED INDUSTRY, A
SIGNIFICANT AND POSSIBLY

SIGNIFICANT AND POSSIBLY INCREASING PORTION OF THAT INDUSTRY, AND THIS SUMMARY DOESN'T CONVEY THAT.

IT DOES JUST THE OPPOSITE.

IT CONVEYS THE IMPRESSION TO THE VOTER THAT THIS IS A MINIMAL IMPOSITION ON A SMALL SEGMENT OF AN INDUSTRY.

IN PARTICULAR--

>> WELL, BUT YOU TALKED ABOUT
THE REGULATION OF RATE SERVICE
AND TERRITORY, I THINK.
IT SPECIFICALLY DOES REFER TO
THAT WHEN IT DESCRIBES, WHEN IT
DEFINES "BARRIERS," DOESN'T IT?
>> IT DOES.

HOWEVER, THERE ARE SEVERAL

THINGS WRONG WITH IT.
ONE OF THEM IS WHAT I SAID,
WHICH IS THAT IT FAILS TO CONVEY
THE FACT THAT IT DOESN'T SIMPLY
LIMIT THINGS, IT STRIPS TWO
LEVELS OF GOVERNMENT ENTIRELY
CONSTITUTIONALLY OF THE POWER TO
REGULATE.

THIS SIGNIFICANT SEGMENT AND GROWING SEGMENT OF AN INDUSTRY IN WHICH THE CONSTITUTION HAS LEFT IT TO THE LEGISLATURE AND TO SOME EXTENT TO LOCAL GOVERNMENT TO MAINTAIN AN INTEGRATED, BALANCED, FAIR AND SAFE SYSTEM THAT'S IMPORTANT TO EVERY CITIZEN AND EVERY BUSINESS IN THE STATE.

>> BUT THAT'S-- IT SEEMS TO ME
THAT WHAT YOU'RE ARGUING IS WHY
THE VOTER SHOULDN'T APPROVE IT.
IT DEFINES-- AND, AGAIN, YOU
SAY IT'S A SIGNIFICANT
PERCENTAGE, BUT IT TALKS ABOUT A
CERTAIN AMOUNT OF POWER.
THE AMOUNT IS IN THESE BALLOT
SUMMARIES.

WHAT, HOW MUCH IS IT? TWO--

>> TWO MEGAWATTS.

>> AND IT TALKS ABOUT CONTIGUOUS OR ON THE PROPERTY SUPPLYING IT. WHETHER IT WILL UPEND THE ENTIRE POWER STRUCTURE, YOU KNOW, THE ELECTRIC POWER STRUCTURE IN FLORIDA OR NOT SEEMS TO BE THAT IT'S TO THE MERITS OF THE PROPOSAL, NOT THAT IT'S MISLEADING.

SO COULD YOU ADDRESS HOW IT'S, HOW IT'S MISLEADING.

>> I'LL GIVE YOU THREE SPECIFIC EXAMPLES OF HOW IT'S MISLEADING.
>> I MEAN, AGAIN, I UNDERSTAND THE POWER COMPANIES DON'T LIKE IT, BUT THAT'S DIFFERENT-- WE WOULD AGREE JUST LIKE IN MEDICAL MARIJUANA THAT PEOPLE DIDN'T LIKE IT, BUT-- AND THE VOTERS TURNED IT DOWN.

YOU AGREE OUR JOB IS JUST TO DECIDE WHETHER THE VOTERS CAN CAST AN INTELLIGENT VOTE BASED ON THIS BALLOT SUMMARY AND TITLE, CORRECT?

THAT'S THE SCOPE OF OUR REVIEW. >> YES.

AND I THINK IT'S FAIR TO SAY THAT THE UTILITIES THAT I REPRESENT DON'T LIKE THIS PARTICULAR INITIATIVE, NOT THAT THEY DON'T LIKE SOLAR POWER. SECOND, I'LL GIVE YOU -->> WOULD THIS INCLUDE YOUR CLIENT-- PRECLUDE YOUR CLIENTS FROM SETTING UP THEIR OWN LOCAL SOLAR-POWERED ENTITIES OR SUBDIVISIONS? THEY WOULD BE ABLE TO DO THIS ALSO, WOULDN'T THEY? >> I BELIEVE THEY WOULD, ALTHOUGH I WILL SAY THAT THE INITIATIVE IS AMBIGUOUS IN THAT RESPECT.

BUT I BELIEVE THAT THEY WOULD BE ABLE TO.

OKAY, HERE'S WHERE IT'S AMBIGUOUS.

IT CAN BE ARGUED UNDER THIS AMENDMENT THAT TO THE EXTENT THAT THE ELECTRIC UTILITIES BY ENTERING INTO THIS SUB-TWO MEGAWATT FIELD, HAVE CREATED A BARRIER TO THE SOLAR PROVIDERS THAT THIS DEALS WITH, THAT THAT'S A VIOLATION.

I'M NOT SAYING THAT THAT'S WHAT IT SAYS, BUT IT'S AMBIGUOUS IN THAT RESPECT.

SO IN ANSWERING YOUR QUESTION, I
DO NOT BELIEVE IT WOULD KEEP
THEM FROM ENTERING THIS AREA.
BUT IT IS AMBIGUOUS TO.
TO GET BACK TO JUSTICE
PARIENTE'S QUESTION, I SAID THAT
THERE ARE SEVERAL WAYS THAT I
THINK THAT IT'S MISLEADING.
THE FIRST IS ONE I ALREADY
MENTIONED WHICH IS I THINK IT
FAILS TO ADEQUATELY CONVEY TO
THE EXTENT TO WHICH IT STRIPS
BOTH STATE AND LOCAL GOVERNMENT
OF THEIR POWERS.
SECOND, IT CLEARLY STATES THAT

SECOND, IT CLEARLY STATES THAT
IT IS REMOVING BARRIERS TO THE
IMPLEMENTATION OF SOLAR POWER,
AND IT SAYS IT'S REMOVING IT
FIRST BY GOVERNMENT AGENCIES,
DESPITE THE FACT THAT
DEMONSTRABLY THERE IS NO

PROVISION IN FLORIDA LAW, NOR IS THERE ANY INDICATION THAT GOVERNMENT AGENCIES HAVE BEEN CREATING IMPEDIMENTS. JUST THE OPPOSITE. AS WE NOTED IN OUR BRIEF, WE HAVE TWO STATUTES THAT SPECIFICALLY ADDRESS THIS, SECTION 288.041 WHICH ENCOURAGES THE IMPLEMENTATION OF SOLAR POWER AND EVEN MORE IMPORTANTLY SECTION 163.04 WHICH EXPRESSLY PROHIBITS GOVERNMENT AGENCIES FROM DOING ANYTHING THAT HAS THE EFFECT OF PROHIBITING THE IMPLEMENTATION OF SOLAR POWER BY ANYONE.

>> BUT THIS ONLY LIMITS IT.
IT DOESN'T-- IT SAYS TO RAISE
CHARGES OR TERMS OF SERVICE.
SO IT'S NOT THAT IT SAYS THAT
THEIR POLICY OF THE STATE IS TO
PREVENT THE DEVELOPMENT OF SOLAR
ELECTRICITY, BUT AS THE-- I
DON'T KNOW IF IT'S IN THE
PETITION OR IN THEIR ANSWER
BRIEF.

I MEAN, RIGHT NOW IN THIS STATE
THERE ARE APPARENTLY 6600 SOLAR
ELECTRICITY—— SOLAR ELECTRICITY
WHEREAS NEW JERSEY HAS 30,000.
I MEAN, IN OTHER WORDS, THE FACT
THAT WE ARE WHETHER IT'S THE
STATES ENCOURAGING OR
DISCOURAGING, THIS DEALS WITH
REMOVING BARRIERS TO RATES,
CHARGES OR TERMS OF SERVICE.
IT DOESN'T TALK ANYTHING ABOUT
THE, YEAH, THE POLICY OF THE
STATE SHALL BE.

SO I DON'T, AGAIN, SEE HOW THAT'S MISLEADING.

>> WHAT THIS SAYS TO THE VOTER IS THERE ARE BARRIERS, AND WE NEED THIS AMENDMENT TO REMOVE THEM.

WHAT'S THE BASIS FOR THAT CONCEPT THAT THERE ARE BARRIERS? >> BUT THE REFERENCE HERE TO SOLAR, TO LOCAL SOLAR ELECTRICITY IS A TERM OF ART. IT IS DEFINED IN A PARTICULAR WAY WHICH REFERS TO THIRD PARTY SUPPLY.

ISN'T THAT CORRECT?

>> THAT'S CORRECT.

>> SO THIS ARGUMENT YOU'RE
MAKING ABOUT THERE NOT BEING
BARRIERS TO THESE SOURCES OF
SOLAR ELECTRICITY, THEY'RE NOT
THIRD PARTY SUPPLIERS, THAT'S
KIND OF BESIDE THE POINT BECAUSE
THIS IS FOCUSED ON THIRD PARTY
SUPPLY.

AND ANYBODY READING THIS AND PAYING ATTENTION TO THE BALLOT SUMMARY IS GOING TO UNDERSTAND THAT IT'S TALKING ABOUT THIRD PARTY SUPPLY.

AND I THINK THAT PARTICULARLY WHEN THE WORD "CUSTOMERS" IS IN THERE.

IF WE'VE GOT A CUSTOMER, YOU'VE GOT A RELATIONSHIP BETWEEN, IN WHICH SOMEONE, ONE ENTITY IS SELLING TO SOMEONE ELSE, ISN'T THAT CORRECT?

>> THAT'S CORRECT.

BUT HERE'S THE PROBLEM.
THIS COURT HAS TOLD US THIS AT
LEAST TWO CASES, EVANS V.
FIRESTONE AND SAVE OUR
EVERGLADES, THAT A SUMMARY
CANNOT SUGGEST TO THE VOTERS
THAT THERE IS A PROBLEM WHEN
THERE'S NO BASIS FOR THAT
SUGGESTION.

IN EVANS WHAT THE SUMMARY DID IS IT SAID THAT IT INSURES CITIZENS' RIGHTS AND CIVIL ACTIONS.

AND THIS COURT SAID CITIZENS ARE ALREADY INSURED RIGHTS AND CIVIL ACTIONS BOTH JUDICIALLY AND BY STATUTE, AND ALL YOU'RE DOING IS CONSTITUTIONALIZING IT.

AND IF THAT'S ALL YOU'RE DOING.

AND IF THAT'S ALL YOU'RE DOING, YOU HAVE TO TELL THE VOTERS THAT.

YOU CAN'T MAKE THE VOTERS BELIEVE THAT THERE'S A PROBLEM WHEN YOU HAVE NO BASIS FOR SAYING IT.

HERE THIS SUMMARY CLEARLY
CONVEYS TO THE VOTERS THAT
THERE'S A PROBLEM HERE.
WE NEED TO ELIMINATE BARRIERS,
AND THERE'S NO EVIDENCE THOSE
BARRIERS EXIST, BUT THERE IS
CLEARLY STATUTORY PROVISIONS

THAT SUGGEST JUST THE OPPOSITE. >> WELL, BUT THERE ARE BARRIERS TO WHAT IS CLEARLY DEFINED HERE AS LOCAL SOLAR ELECTRICITY SUPPLY.

>> WELL, WHAT-- ON WHAT BASIS DO WE SAY THAT THERE ARE BARRIERS?

>> WHAT AM I MISSING?
I'M TRYING TO FOLLOW HERE.
[LAUGHTER]

>> THERE'S NOTHING IN THE RECORD, CERTAINLY, AND THERE'S NOTHING IN THE LAW TO SUGGEST THAT THE SPECIFIC BARRIERS THAT THEY'RE SUGGESTING EXIST, IN FACT, EXIST.

ALL THEY'RE DOING IS CONSTITUTIONALIZING A POLICY HERE.

>> SO YOU'RE SAYING THEY COULD DO WHAT THEY WANT TO DO THROUGH THIS AMENDMENT WITHOUT THE AMENDMENT.

THAT WOULD BE UNUSUAL FOR PEOPLE TO COME TO PASS AN AMENDMENT. MAYBE SO, I DON'T-->> NO.

I'M SAYING THEY COULD DO IT, BUT THEY HAVE TO TELL THE VOTERS, JUST AS IN EVANS, WHAT THEY'RE DOING.

>> NO, I THINK THE QUESTION-THE QUESTION IS, YOU'RE
SUGGESTING THAT PRESENTLY THERE
CAN BE THE SALE BY A LOCAL THIRD
PARTY SUPPLIER WITHOUT HAVING TO
BE SUBJECT TO THE PSC.

THAT'S NOT, THAT'S NOT THE CASE, CORRECT?

ANYONE THAT IS A SUPPLIER OF ELECTRICITY, SOLAR ELECTRICITY, IS SUBJECT TO THE CONTROL, THE RATE AND THE STRUCTURE OF THE PSC, CORRECT?

>> YES.

BUT THERE'S NO EVIDENCE THAT PSC IS IMPOSING BARRIERS AT THE CURRENT TIME, AND THIS DOES NOT TELL VOTERS THAT IT IS STRIPPING THE ENTIRE STATE GOVERNMENT OF A POWER THAT IT HAS ALWAYS HAD. WITH THE COURT'S PERMISSION, I'D LIKE TO-- I'VE GOT JUST TWO AND A HALF MINUTES LEFT, AND I'D

LIKE TO GO ON, IF YOU DON'T MIND, YOUR HONOR.

OBVIOUSLY, IT'S WHATEVER THE COURT WANTS.

I'D LIKE TO GO ON TO THE SINGLE-SUBJECT ISSUE.

IN HEALTH CARE PROVIDERS, THIS COURT GAVE US A BRIGHT LINE PROPOSITION WITH RESPECT TO SINGLE SUBJECT.

IN HEALTH CARE PROVIDERS, THE PETITION PROVIDED THAT THE SELECTION OF A HEALTH CARE

PROVIDER COULD NOT BE RESTRICTED EITHER BY LAW OR CONTRACT.

AND THIS COURT SAID THE PROPOSED AMENDMENT COMBINES TWO DISTINCT SUBJECTS BY BANNING LIMITATIONS ON HEALTH CARE PROVIDER CHOICES

IMPOSED BY LAW AND BY

PROHIBITING PRIVATE PARTIES FROM ENTERING INTO CONTRACTS THAT WOULD LIMIT HEALTH CARE PROVIDER CHOICE, AND IT SAID IN THAT CASE YOU JUST CAN'T DO THAT.

AND THAT MAKES SENSE WHEN YOU CONSIDER THE FACT THAT THIS COURT HAS TIME AND AGAIN SAID THAT THE UNDERLYING BASIS FOR THE SINGLE-SUBJECT REQUIREMENT IS THE AVOIDANCE OF LOG ROLLING. CLEARLY, YOU HAVE LOG ROLLING.

WHEN YOU ARE REGULATING BOTH GOVERNMENT AGENCIES AND PRIVATE CONTRACTS.

A VOTER THAT WOULD LIKE TO SEE LIMITATIONS ON PRIVATE UTILITIES WOULD NOT NECESSARILY WANT TO SEE LIMITATIONS ON THE ABILITY OF THE LEGISLATURE AND THE PSC TO REGULATE THAT AREA.

THAT'S LOG ROLLING.

>> YOU'RE SAYING THE
SINGLE-SUBJECT VIOLATION HERE IS
THAT IT PERTAINS, IT IS
APPLICABLE, LIMITS OR PREVENTS,
BOTH THE GOVERNMENT AND YOUR
UTILITY COMPANIES FROM DOING
THINGS, AND THAT'S THE DUAL
SUBJECT HERE?

>> THAT IS ONE OF THEM.

>> OKAY.

WHAT'S THE OTHER ONE?
>> THE OTHER ONE IS THAT IT
SUBSTANTIALLY ALTERS THE

FUNCTIONS OF BOTH STATE AND LOCAL GOVERNMENT.

IT'S NOT EVEN DISPUTED THAT IT ALTERS THE FUNCTIONS OF THE LEGISLATURE AND THE PSC. BUT THE OTHER THING THAT IT DO DOES IS IT CHANGES A CONSTITUTIONAL PROVISION THAT WE'VE HAD SINCE 1968 THAT GIVES

HOME RULE POWERS TO THE MUNICIPALITIES PERMANENTLY UNLESS THIS CONSTITUTION IS

AMENDED AGAIN.

SO IT CLEARLY IS HAVING A SUBSTANTIAL IMPACT UPON THE FUNCTION OF TWO LEVELS OF GOVERNMENT.

BUT IF I CAN GO BACK TO THE FIRST ONE ONCE AGAIN, IT'S NOT ONLY THAT A GIVEN VOTER MAY THINK WE SHOULD REGULATE GOVERNMENT AGENCIES AND NOT PRIVATE ENTITIES OR VICE VERSA. THERE ARE UNDOUBTEDLY VOTERS OUT THERE WHO BELIEVE THAT THE PROPER FUNCTION OF CONSTITUTION IS TO DEFINE THE POWERS AND LIMITATIONS OF GOVERNMENT AND NOT TO REGULATE PRIVATE INDIVIDUALS, PARTICULARLY IN THE COMMERCIAL SPHERE.

THAT PERSON IS FORCED TO VOTE FOR ONE THAT THEY FEEL STRONGLY ABOUT NOT HAVING IN ORDER TO HAVE THE OTHER ONE.

I SUGGEST TO THE COURT THAT IF THIS DOES NOT VIOLATE THE SINGLE-SUBJECT REQUIREMENT, WE HAVE SIGNIFICANTLY DEVALUED THE MEANING OF THE SINGLE-SUBJECT REQUIREMENT IN ADDITION TO REVERSING THE PROVISION OF THIS COURT IN SEVERAL EARLIER CASES. THANK YOU.

>> MAY IT PLEASE THE COURT, MY
NAME IS STEPHEN GRIMES.
I REPRESENT THE FLORIDA ELECTRIC
COOPERATIVES ASSOCIATION WHICH
IS A GROUP OF CUSTOMER-OWNED
ELECTRIC COOPERATIVES THAT
SUPPLY ELECTRICITY, INCLUDING
SOLAR, TO MOSTLY RURAL CUSTOMERS
THROUGHOUT THE STATE.
WHILE THE COOPERATIVES ARE
CUSTOMER-OWNED, THEY'RE STILL

ELECTRIC UTILITIES UNDER FLORIDA LAW.

AT THE OUTSET, I WANT TO POINT OUT THAT IT HASN'T BEEN DISCUSSED HERE, BUT ONE OF THE MOST EGREGIOUS PROBLEMS WITH THE BALLOT SUMMARY, IT FAILS TO ADVISE THE VOTER THAT THE SMALL ELECTRIC, SOLAR SUPPLIER CAN TOTALLY IGNORE HEALTH SAFETY OF REGULATIONS AND BUILDING CODE REGULATIONS IF IT WOULD HAVE THE EFFECT OF PROHIBITING OF THE GOING FORWARD WITH THE SOLAR SUPPLY.

WELL, THE VOTERS CERTAINLY WERE ENTITLED TO KNOW THIS.

THEY-- THAT WOULD MEAN THAT IF A PARTICULAR BUILDING CODE OR SAFETY REGULATION, COST OF COMPLYING WITH THAT WOULD BE FINANCIALLY UNFEASIBLE, THEY COULD IGNORE IT.

SURELY, THAT NEEDS TO BE TOLD TO THE VOTERS.

NOW, THEY COULD HAVE DONE THAT IN A SINGLE SENTENCE IN PLACE OF ONE OF THEIR BARRIER LINES.
BUT WHY DIDN'T THEY WANT-- WHY

DIDN'T THEY DO THAT?
WELL, THEY DIDN'T WANT THE

VOTERS TO KNOW ABOUT IT.

>> MR. GRIMES, THE JURISPRUDENCE COMING OUT OF THIS COURT HAS CLEARLY RECOGNIZED THAT YOU CERTAINLY CAN'T IN ALL BALLOT SUMMARIES TOUCH ON EVERY ASPECT THAT'S GOING TO BE IMPACTED. I MEAN, THAT MAKES SENSE.

WHERE'S THE LINE?

WHAT'S THE TEST?

HOW MANY OF THESE THINGS DO YOU HAVE TO MENTION?

WHERE DOES THAT RESTRICTION STOP?

>> WELL--

>> IS THIS JUST A TOUCHY-FEELY SUBJECT, OR DO WE HAVE-- WHAT WOULD YOUR GUIDELINE BE WITH REGARD TO--

>> THAT DEPENDS HOW SIGNIFICANT, YOU'D JUST HAVE TO PUT IN WITHIN THE 75 WORDS THE MOST SIGNIFICANT, AND I SUBMIT THAT THIS IS ONE OF, THIS IS THE MOST SIGNIFICANT.

BUT--

>> HAVE WE USED THAT PHRASEOLOGY TO YOUR RECOLLECTION IN ANY OF OUR CASES, THAT YOU HAVE TO MENTION THE MOST SIGNIFICANT, OR HAVE WE SET FORTH WHAT THAT->> I HONESTLY THINK THAT COMMON SENSE WOULD DICTATE THE MOST IMPORTANT FEATURE YOU WOULD WANT TO HAVE IN THERE.

BUT WHILE I HAVE MY TIME, I ALSO WANT TO RECOMMEND-- POINT OUT HOW THIS INITIATIVE AFFECTS THE COOPERATIVES.

BECAUSE OF THEIR SMALL CUSTOMER BASE AND MORE LIMITED RESOURCES, COOPERATIVES TEND DELIVER SOLAR TO THE, FROM FACILITIES OF LESS THAN TWO MEGAWATTS.

AND IN OUR FIRST BRIEF, WE POINTED OUT THAT COOPERATIVES WOULD APPEAR TO BE ACTING AS LOCAL SOLAR SUPPLIERS BECAUSE IT'S BROADLY DEFINED AS ANY PERSON WHO SUPPLIES ELECTRICITY TO NEARBY CUSTOMERS FROM A SOLAR FACILITY OF TWO MEGAWATTS OR LESS.

BUT, HOWEVER, BECAUSE THE INITIATIVE ALSO STATES THAT AN ELECTRIC UTILITY CAN'T BE AN LSES, QUESTION IS RAISED WHETHER THIS WOULD PROHIBIT COOPERATIVES FROM PROVIDING SOLAR ELECTRICITY FROM ITS SUB-TWO MEGAWATT FACILITIES.

THE KEYS ELECTRIC COMPANY RIGHT NOW A COOPERATIVE IS DOING THAT NOW.

THIS WAS RAISED ALSO BY THE ORLANDO UTILITIES COMMISSION WITHOUT RESPONDING DIRECTLY TO THAT CONCERN ON PAGE 41 OF ITS ANSWER BRIEF.

THE SPONSOR SAID ONE EFFECT OF THE AMENDMENT IS TO PREVENT TRADITIONAL ELECTRIC UTILITIES FROM ACTING AS LSES PROVIDERS. WELL, THE AMENDMENT IS AMBIGUOUS.

BUT IF THIS MEANS THAT COOPERATIVES WOULD BE DEPRIVED OF PROVIDING SOLAR TO ITS SUB-TWO MEGAWATT CUSTOMERS, THEN CONTRARY TO BALLOT SUMMARY, THAT'S CREATING, THEY'RE CREATING A BARRIER RATHER THAN ELIMINATING IT.

>> MR. GRIMES, IT SEEMS LIKE
THE, THESE FOLKS WOULD BE
IMPACTED BY THIS CONSTITUTIONAL
AMENDMENT, BUT YOUR CLIENTS,
THESE CO-OPS, WOULD BE SPECIALLY
REGULATED BY THE PSC AND
AUTHORIZED TO DO WHATEVER IT IS
THAT ENTITY AUTHORIZES THEM TO
DO, RIGHT?

SO IT WOULD --

- >> THEY'RE REGULATED BY THE PSC.
- >> RIGHT.
- SO THEIR AUTHORIZATION TO CONTINUE PROVIDING THE ELECTRICITY WOULD COME FROM THAT, AND THAT PIECE DOES NOT SEEM TO BE ADVERSELY IMPACTED HERE.

BUT I DO WONDER-- YOU CAN ADDRESS THAT, BUT I ALSO DO WONDER THE IMPACT OF WHAT THIS MAY HAVE ON YOUR CLIENTS' ABILITIES TO CONTINUE TO PROVIDE ELECTRICITY.

WOULD IT SOMEHOW IMPAIR THEIR ABILITY TO ACTUALLY PROVIDE SERVICES TO RURAL OR SMALL SERVICE AREAS?

>> IT WOULD DEPEND ON HOW YOU INTERPRET THIS AMENDMENT, AND I SUBMIT THAT IT'S AMBIGUOUS.
IT COULD BE A REASONABLE INTERPRETATION, AS YOU SUGGEST, THAT THEY JUST CONTINUE TO OPERATE UNDER THE AUTHORITY OF THE PUBLIC SERVICE COMMISSION.
BUT ON THE OTHER HAND, IT COULD BE ALSO INTERPRETED AS I TRIED TO EXPLAIN BEFORE THAT THEY WOULD BE PREVENTED COMPLETELY FROM DOING IT.

- >> PREVENTED FROM SUPPLYING ELECTRICITY IN THE MANNER-- >> SOLAR--
- >>-- THAT THEY ARE NOW?
- >> WELL, SOLAR TO ITS SUB-TWO MEGAWATT CUSTOMERS.
- >> AND WHAT LANGUAGE DO YOU SAY IS IN HERE THAT WOULD SAY THAT? I'M, BECAUSE I'M-- WHAT LANGUAGE IS IN HERE THAT WOULD

SAY THAT?

>> ONLY BECAUSE IT DEFINES A
COOPERATIVE WOULD COME WITHIN
THE DEFINITION OF WHAT A SOLAR
SUPPLIER IS, BUT IT SAYS AN
ELECTRIC UTILITY CAN'T BE A
SOLAR OPERATOR.

IF-- I SUGGEST THAT IF THE COURT FEELS THAT THIS DOES NOT CONCERN-- AND WE WOULD STILL BE ABLE TO OPERATE UNDER THE PSC, THERE ARE A LOT OF REASONS WHY THIS AMENDMENT SHOULD BE STRICKEN.

BUT IF BY CHANCE YOU ALL GO AHEAD AND CHOOSE TO ALLOW IT TO BE PUT ON THE BALLOT, AT THE VERY LEAST IT WOULD BE HELPFUL TO THE COOPERATIVES IF YOU WOULD SAY SO IN YOUR OPINION. >> BEFORE YOU SIT DOWN LET ME ASK ONE FOLLOW-UP QUESTION. IS THERE ANYTHING IN THE SUMMARY THAT IS NOT DISCUSSED OR INDICATED IN HERE THAT THIS WOULD CAUSE SOME KIND OF ADVERSE IMPACT UPON YOUR CLIENTS THAT'S NOT SPECIFICALLY MENTIONED IN HERE OTHER THAN WHAT YOU'VE ALREADY DESCRIBED?

- >> OTHER THAN THAT, NO.
- >> OKAY.
- >> THANK YOU.

[INAUDIBLE CONVERSATIONS]

>> YOU'LL GET YOUR TURN.

[LAUGHTER]

>> GOOD MORNING.

VOTERS DESERVE TO UNDERSTAND WHAT AMENDMENT DOES, AND THIS BALLOT SUMMARY DOES NOT MAKE THAT CLEAR.

THE GOAL OF THIS AMENDMENT IS TO PROHIBIT THE PSC FROM REGULATING SMALL-SCALE SOLAR ELECTRIC PROVIDERS AS AN ELECTRIC UTILITY.

WE KNOW THAT'S THE PURPOSE
BECAUSE THAT'S WHAT THE SPONSOR
SAID WAS THE PURPOSE TO THE
FINANCIAL ESTIMATING COMMISSION.
UNDER TODAY'S LAW ANY PRIVATE
COMPANY THAT'S IN THE BUSINESS
OF SELLING ELECTRICITY IS AN
ELECTRIC UTILITY, AND IT'S
REGULATED BY THE PSC AND

SUBSTANTIALLY REGULATED BY THE PSC.

>> SEE NOW, TO ME, YOU'VE GIVEN THE BEST REASON WHY THIS MIGHT BE REALLY BAD POLICY FOR THE STATE OR THE VOTERS. BUT IT'S, IF THAT'S WHAT IT'S AIMING TO DO SEEMS PRETTY CLEAR. SO IN TERMS OF THAT, HOW DO YOU, HOW DO YOU TAKE THAT AND SAY IT'S A SINGLE-SUBJECT VIOLATION WHEN IT'S PRETTY CLEAR THAT THIS IS GOING TO PREVENT IN THIS TYPE OF SOLAR ELECTRIC SUPPLIER FROM BEING REGULATED BY GOVERNMENT? >> THERE'S NOTHING, THERE'S NOT A WORD IN THIS BALLOT SUMMARY ABOUT THE EXISTING PSC REGULATION.

THERE'S NOT A WORD ABOUT THE FACT THAT THESE COMPANIES UNDER TODAY'S LAW WOULD BE CONSIDERED UTILITIES.

AND, IN FACT, WHAT THEY SAY IS THE WAY THEY DESCRIBE THEIR OWN BUSINESS IN THE BALLOT SUMMARY IS THAT THIS IS THE NON-UTILITY SUPPLY OF ELECTRICITY, AND IT'S NOT.

IT IS-- IT WILL BE ONLY BECAUSE THE AMENDMENT CHANGES THE DEFINITION OF UTILITY. AND THAT'S NOWHERE IN THE SUMMARY.

NOW UTILITIES, TO SOME PEOPLE,
MAY BE A PEJORATIVE.
SO PERHAPS THEY'RE TRYING TO
SUGGEST, OH, WE'RE NOT TALKING
ABOUT UTILITY PROVIDERS TO DO
SOMETHING UNREGULATED HERE.
PERHAPS VOTERS DON'T WANT
UNREGULATED UTILITY PROVIDERS->> IN THIS CONTEXT WE'RE TALKING
ABOUT PUBLIC UTILITIES.

I THINK WHEN YOU TALK ABOUT ELECTRIC UTILITY, YOU THINK ABOUT PUBLIC UTILITIES, AND YOU TYPICALLY THINK ABOUT A MONOPOLY.

THAT'S NOT A PEJORATIVE TERM,
THAT'S JUST A REALITY.
AND THE REALITIES ARE THAT
BECAUSE OF THE WAY THESE
FACILITIES WORK, YOU REALLY HAVE
TO HAVE MONOPOLIES FOR CERTAIN

TYPES OF POWER.
BUT, SO I DON'T KNOW THAT
REFERRING TO THESE FACILITIES AS
NON-UTILITY IS REALLY
MISLEADING, IT'S JUST BASED ON
IN THIS DISTINCTION BETWEEN THE
TYPICAL PUBLIC UTILITY WHICH IS
A MONOPOLY AND THIS PROVIDE,
THIS SORT OF PROVIDER THAT'S NOT
A MONOPOLY.

>> THIS COURT HELD IN PW
VENTURES THAT ANYBODY WHO SELLS
ELECTRICITY WHETHER THEY'RE A
MONOPOLY OR NOT AND A PROVIDER
THAT WAS AT ISSUE WAS NOT A
MONOPOLY, IT WAS COMPETING
AGAINST THE MONOPOLY THAT HAD
THE-- AND THE COURT FOUND THAT
UNDER FLORIDA LAW THAT WAS A
UTILITY.

AND IF IT WAS GOING TO OPERATE THAT WAY--

>> WELL, AND I KNOW YOU MADE THAT POINT, AND I THINK THAT'S A GOOD POINT.

BUT WHEN WE'RE LOOKING AT THIS AND WHAT THE VOTERS ARE GOING TO UNDERSTAND BY THIS, DO WE-- ARE WE REALLY BOUND TO TRANSFER A TERM OF ART FROM THE STATUTORY CONTEXT AND THE WAY UTILITY HAS BEEN INTERPRETED IN THE CONTEXT OF THAT STATUTE OVER HERE AND SAY THAT THAT CREATES AN AMBIGUITY?

>> WELL, TWO RESPONSES.

ONE, THE STATUS OF FLORIDA LAW AS IT STANDS TODAY IS RELEVANT BUT, TWO, I THINK THAT PEOPLE DO UNDERSTAND A UTILITY AS A SELLER OF UTILITY SERVICES.

I THINK WHEN PEOPLE THINK OF A UTILITY, THAT'S WHAT THEY THINK THINK OF.

AND I THINK THE CHOICE OF THE TERM, NON-UTILITY, WAS DESIGNED TO ADDRESS THAT.

AND THERE ARE OTHER EXAMPLES IN THIS BALLOT SUMMARY WHERE THEY USE IMPROPER.

NO ONE IS IN TERM OF UNFAVORABLE ANYTHING, AND THE WORD DOESN'T APPEAR IN THE TEXT OF THE SUMMARY ITSELF.

YOU HAVE VOTERS WHO ARE ASKED

WOULD YOU LIKE TO-- AND, IN FACT, YOU KNOW, THERE'S NO MENTION OF THAT AT ALL IN THE BALLOT SUMMARY.

THE OTHER THING THAT THE BALLOT SUMMARY DOES IS IT DOESN'T EVEN ACKNOWLEDGE THAT THIS IS EXCLUSIVELY ABOUT SELLERS OF ELECTRIC UTILITIES.

IT TALKS GENERALLY ABOUT ELECTRICITY SUPPLY.

IF YOU LOOK AT THE TITLE OF THE AMENDMENT, WHICH WOULD BE IN THE CONSTITUTION IF THIS WERE ADOPTED BUT IS NOWHERE IN THE BALLOT SUMMARY, IT SAYS THE TITLE IS PURCHASE AND SALE OF SOLAR ELECTRICITY.

IF YOU'RE NOT TALKING ABOUT THE PURCHASE AND SALE, IF YOU'RE TALKING ABOUT SOMEONE WHO HAS SOLAR PANELS ON HIS OWN ROOF OR HIS OWN BUSINESS, THAT HAS NOTHING TO DO WITH THIS AMENDMENT.

THIS WON'T CHANGE THAT AT ALL, AND THE--

- >> DOESN'T THE REFERENCE TO
 "CUSTOMERS" IN THE TEXT OF THE
 BALLOT SUMMARY, AS I POINTED OUT
 EARLIER, DOESN'T THAT UNDERMINE
 THAT ARGUMENT?
- >> I DON'T THINK SO, YOUR HONOR. BECAUSE WHEN YOU'RE TALKING ABOUT CUSTOMERS, THESE WILL BE CUSTOMERS OF PUBLIC UTILITIES. THIS IS SUPPLEMENTING THE ELECTRICITY PROVIDED TO THOSE CUSTOMERS.

SO, YOU KNOW, YOU'RE USING THE WORD "SUPPLY" INSTEAD OF "SALE."
YOU'RE TALKING ABOUT GENERALLY BARRIERS TO THE SUPPLY, AND I THINK THAT WHEN A VOTER READS THAT, HE OR SHE IS GOING TO BE THINKING ABOUT WHAT MOST PEOPLE THINK ABOUT WITH LOCAL SOLAR SUPPLY WHICH INCLUDES SOLAR PANELS ON SOMEONE'S HOME.

>> BUT IT'S, THESE ARE CUSTOMERS OF A LOCAL SOLAR ELECTRICITY RELATED TO THE LOCAL SOLAR ELECTRICITY SUPPLY.

IT'S NOT REFERRING TO A CUSTOMER OF A PUBLIC UTILITY.

>> IT JUST SAYS "TO CUSTOMERS."
IT'S NOT CLEAR-- IT DOESN'T SAY
THESE ARE CUSTOMERS OF A LOCAL
SOLAR ELECTRICITY PROVIDER->> FROM A FACILITY, FROM A
FACILITY RATED UP TO TWO
MEGAWATTS--

>> "FACILITY" IS THE EQUIPMENT.
BECAUSE THIS VIOLATES THE
SINGLE-SUBJECT RULE AND BECAUSE
IT DOES NOT PROVIDE VOTERS WITH
FAIR NOTICE OF WHAT IT REALLY
DOES, WE WOULD ASK THE COURT
REMOVE IT FROM THE BALLOT.
IF THE COURT HAS NO OTHER
QUESTIONS, I'LL--

>> THE PW VENTURES CASE CITED IN THE BRIEFS AS WELL, PW VENTURES CASE, THAT CASE IS EXACTLY WHY THE LOCAL SOLAR ENERGY SUPPLIERS NEED THIS AMENDMENT, BECAUSE THAT CASE STANDS WITH THE PROPOSITION THAT A SINGLE SALE TO A SINGLE PERSON REQUIRES REGULATION.

AND SO THE ENTIRE REGULATORY STRUCTURE IS DESIGNED TO CREATE BARRIERS FOR LOCAL SOLAR ENERGY SUPPLIER WHICH IS A TERM OF ART. IT IS A LIMITED, LIMITED ENTITY, LIMITED IN LOCATION, LIMITED IN TERMS OF AMOUNT.

AND SO YOU'VE DESCRIBED BARRIERS, ARE BARRIERS FOR THAT SUPPLIER TO FUNCTION BASED UPON THE EXISTING REGULATORY ENVIRONMENT.

THE--

>> WELL, I MEAN, I GUESS THE QUESTION IS-- AND IT'S ALWAYS HARD TO SECOND GUESS THIS-- BUT IF THE AMENDMENT SAID IT IS REMOVING THE ABILITY OF GOVERNMENT TO REGULATE RATES, THE THREE TERMS THAT ARE IN THERE, OF LOCAL SOLAR SUPPLIERS, SOLAR ELECTRIC SUPPLIERS, WHY WOULD-- DOESN'T-- IS THAT WHAT IT DOES?

- >> WELL, I THINK THE--
- >> I MEAN, DOES IT DO THAT?
- >> I THINK THE BALLOT SUMMARY--
- >> NO, BUT I'M ASKING YOU IN A LINE, IS THAT WHAT IT DOES?
- >> YOU SAY IT AGAIN?

>> NO.

[LAUGHTER]

- >> OKAY.
- >> BECAUSE I-- ONLY BECAUSE-[LAUGHTER]
- >> I WOULD SAY IT DOES WHAT IT SAYS IT DOES.
- >> WELL, THEY'RE SAYING IT'S TALKING ABOUT UNFAVORABLE RATES AND THAT THERE AREN'T UNFAVORABLE RATES NOW.
- IT'S-- THE RATE IS WHATEVER THE PSC SAYS, AND IT'S NOT DISCRIMINATING AGAINST SUPPLIERS OF SOLAR ELECTRICITY.
- >> WELL, I THINK YOU HAVE TO READ IN THE CONTEXT OF THE WHOLE BALLOT LANGUAGE.
- IT OBVIOUSLY MEANS UNFAVORABLE
- >> WELL, I DON'T KNOW IF IT'S OBVIOUS.

THAT'S THE ISSUE.

- "UNFAVORABLE" DOES SOUND LIKE THEY'RE DISCRIMINATING AND-->> IT SAYS "UNFAVORABLE," IT SAYS "ELECTRIC UTILITY RATES IMPOSED ON LOCAL SOLAR ENERGY CUSTOMERS," SO IT'S WITHIN THE CONTEXT OF WHAT'S TRYING TO BE ACHIEVED HERE.
- >> CAN YOU-- YOU'RE OUT OF TIME, BUT I WANT-- THE HEALTH CARE, THIS ISSUE OF HOW BROAD SINGLE SUBJECT IS, I THINK WE HAVE IN OUR JURISPRUDENCE OVER THE YEARS SORT OF SOMETIMES MAYBE EXPANDED IT IN WAYS THAT WERE NOT INTENDED ORIGINALLY. BUT HOW DOES HEALTH CARE, THE 1998 CASE--
- >> HEALTH CARE PROVIDERS IS A CASE IN LAW RULING.
- THE FACT THAT IT DEALT WITH PRIVATE CONTRACTS AND PUBLIC CONTRACTS AND LOG ROLLING, THE VOTER HAD TO CHOOSE.

HERE THAT'S NOT THE CASE.

IF THE--

- >> JURISPRUDENCE COME INTO THE RUBRIC OF SINGLE SUBJECT?
- >> WELL, SINGLE SUBJECT--
- >> JURISPRUDENCE SAID IF THERE'S LOG ROLLING, IT SOMEHOW VIOLATES THE SINGLE SUBJECT.

>> RIGHT--

>> EVEN THOUGH THE LOG ROLLING
MAY RELATE TO THINGS THAT ARE
INTRICATELY RELATED.
>> SINGLE SUBJECT HAS TWO.
ONE IS IT PROHIBITS LOG ROLLING.
IT ALSO PROHIBITS MULTIPLE
SUBJECTS, FUNCTIONS OF MULTIPLE
PROVISIONS OF GOVERNMENT.
>> BUT THE TEXTURAL PART OF ALL
OF THAT IS THE SINGLE-SUBJECT--

OF THAT IS THE SINGLE-SUBJECT->> DOES THE VOTER KNOW WHAT
THEY'RE VOTING ON, AND THAT'S,
ESSENTIALLY, THAT'S THE PROBLEM
OF LOG ROLLING, IS IT CLEAR WHAT
THE VOTER IS VOTING ON.
THANK YOU VERY MUCH.

>> GENTLEMEN, THANK YOU FOR YOUR ARGUMENTS.