



114th MAINE LEGISLATURE

SECOND REGULAR SESSION - 1990

Legislative Document

No. 1938

H.P. 1402

House of Representatives, December 14, 1989

Submitted by the Office of Public Advocate pursuant to Joint Rule 24. Received by the Clerk of the House on December 14, 1989. Referred to the Committee on Utilities and 1600 ordered printed pursuant to Joint Rule 14.

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EDWIN H. PERT, Clerk

Presented by Representative PARADIS of Old Town. Cosponsored by Senator BOST of Penobscot, Representative CLARK of Millinocket and Senator WEYMOUTH of Kennebec.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND NINETY

An Act Preserving the Public Advocate Utility Assessment.

(EMERGENCY)

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Emergency preamble. Whereas, Acts of the Legislature do not become effective until 90 days after adjournment unless enacted as emergencies; and

Whereas, the Office of Public Advocate currently funds 4 positions, and 80% of its costs for expert witnesses in utility proceedings, by means of an assessment on the intrastate gross operating revenues of utilities under the jurisdiction of the state Public Utilities Commission; and

Whereas, the legislation establishing the Public Advocate assessment requires that this source of funding expire on June 30, 1990, by operation of law; and

Whereas, without adequate funding for 4 staff positions and for the hiring of expert witnesses, the Office of Public Advocate will be unable to represent adequately the interests of utility customers in rate-making proceedings before the Public Utilities Commission; and

Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

Be it enacted by the People of the State of Maine as follows:

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Sec. 1. 35-A MRSA §116, sub-§8, as enacted by PL 1989, c. 571, 30 Pt. A, §3, is amended to read:

32 Public Advocate assessment. Every utility subject to 8. assessment pursuant to this section shall be subject to an additional assessment on its intrastate gross operating revenues 34 to produce no more than \$189,000 \$300,000 in revenues in fiscal year 1989-99 1990-91. The Public Advocate shall develop a method 36 for accounting for staff time within the Office of Public 38 Advocate. All professional and support staff shall account for such time in such a way as to identify the percentage of time 40 that is devoted to public utility regulation and the percentage of time that is devoted to other duties that may be required by 42 law. The revenues produced from this assessment shall be transferred to the account of the Office of Public Advocate and shall be used by the Public Advocate solely for the purpose of 44 representing the using and consuming public in accordance with chapter 17. These funds shall be raised by the Public Utilities 46Commission and accounted for by the Public Advocate in accordance 48with the-provision-of this section in a separate Public Advocate Regulatory Fund. The assessments charged to utilities under this 50 subsection shall be deemed just and reasonable operating costs for rate-making purposes.

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This-accoccment-shall-cuncet-on-June-30,-1990,---Any-additional resources-that-may-be-required-shall-be-from-the-General-Fund-

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Sec. 2. PL 1989, c. 571, Pt. A, §13 is repealed.

Sec. 3. Allocation of the Public Advocate Regulatory Fund. Income to the Public Advocate Regulatory Fund for the fiscal year July 1, 1990, to June 30, 1991, shall be segregated, apportioned and disbursed as designated in the following schedule:

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1990-91

PUBLIC ADVOCATE, OFFICE OF

- 14
- Positions (4)16 Personal Services \$224,000 All Other 76,000 18

Allocates funds from the Public Advocate Regulatory Fund.

OFFICE OF PUBLIC ADVOCATE 22 TOTAL

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\$300,000

Emergency clause. In view of the emergency cited in the 26 preamble, this Act shall take effect when approved.

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STATEMENT OF FACT

At 32 the end of the First Regular Session, the 114th Legislature transferred a portion of the budget and 4 positions 34 at the Office of Public Advocate from the prior General Fund appropriation to a new dedicated account, funded pro rata by utilities doing business in Maine. In the current fiscal year, 36 this Public Advocate Regulatory Fund has supported nearly 1/2 of 38 the office's activities on behalf of utility ratepayers at the Public Utilities Commission, but will automatically expire on 40June 30, 1990. The purpose of this emergency bill is to renew the Public Advocate utility assessment and the Public Advocate 42 Regulatory Fund for the 2nd year of the biennium and to restore positions in the personnel services and the expert witness budget for the Public Advocate which were inadvertently reduced when the 44 Fublic Advocate Regulatory Fund was first established. The costs 46 of this assessment will be passed on to utility customers as part of the rate-making process at the Public Utilities Commission.