

(EMERGENCY) FIRST REGULAR SESSION

## ONE HUNDRED AND THIRTEENTH LEGISLATURE

## Legislative Document

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NO. 255

H.P. 203 House of Representatives, February 5, 1987 Reference to the Committee on Utilities suggested and ordered printed.

EDWIN H. PERT, Clerk Presented by Representative VOSE of Eastport.

Cosponsored by Senator ERWIN of Oxford and Representative NICHOLSON of South Portland.

## STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

AN ACT to Increase the Annual Public Utilities Commission Regulatory Fund Assessment.

5 Emergency preamble. Whereas, Acts of the Legis-6 lature do not become effective until 90 days after 7 adjournment unless enacted as emergencies; and

8 Whereas, the 90-day period will not terminate un-9 til after the beginning of the next fiscal year; and

10 Whereas, the Public Utilities Commission requires 11 additional funds in fiscal years 1987-88 and 1988-89 12 for ongoing services in order to ensure reliable ser-13 vice at just and reasonable rates for state 14 ratepayers; and

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Whereas, these funds must be assessed by May 1,
 1987, in order to be available in fiscal year
 1987-88; and

4 Whereas, in the judgment of the Legislature, 5 these facts create an emergency within the meaning of 6 the Constitution of Maine and require the following 7 legislation as immediately necessary for the preser-8 vation of the public peace, health and safety; now, 9 therefore,

10 Be it enacted by the People of the State of Maine as 11 follows:

12 Sec. 1. 35 MRSA §17, sub-§1, as amended by PL 13 1985, c. 618, §6, is further amended to read:

14 Utilities subject to assessments. Every elec-15 gas, telegraph, telephone and water utility tric, subject to regulation by the commission and every wa-16 17 ter carrier subject to the jurisdiction of the com-18 mission pursuant to Private and Special Act of the 19 Legislature shall be subject to an assessment of not 20 more than .25% on its intrastate gross operating revto produce no more than \$2,079,000 \$2,219,000 21 enues 22 in revenues annually beginning in the 1986-87 1987-88 23 fiscal year and not more than \$2,309,000 in revenues annually beginning in the 1988-89 fiscal year. 24 The 25 commission shall determine the assessments annually 26 prior to May 1st and shall assess each utility for its pro rata share. Each utility shall pay the as-sessment charged to the utility on or before July 1st of each year. Any increase in the assessment that 27 28 29 30 becomes effective subsequent to May 1st may be billed 31 on the effective date of the Act authorizing the in-32 crease.

A. The assessments charged to utilities under
this section shall be deemed just and reasonable
operating costs for rate-making purposes.

B. For the purposes of this section, intrastate
gross operating revenues means intrastate revenues derived from filed rates, except revenues
derived from sales for resale.

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C. Gas utilities subject to the jurisdiction of the commission solely with respect to safety shall not be subject to any assessment until such time as the commission has reviewed the scope and cost of such that jurisdiction and an assessment or fee structure is authorized by the Legislature.

D. The commission may at its discretion correct any errors in the assessments by means of a credit or debit to the following year's assessment rather than reassessing all utilities in the current year.

13 Sec. 2. Allocation. Income not otherwise allocated from the Public Utilities Commission Regulatory Fund is allocated for the fiscal years ending June 30, 1988, and June 30, 1989, and shall be segregated, apportioned and disbursed as designated in the following schedule:

1987-88 1988-89

- 20 PUBLIC UTILITIES COMMISSION
- 21 All Other

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\$140,000 \$90,000

22 Emergency clause. In view of the emergency cited 23 in the preamble, this Act shall take effect when ap-24 proved.

## STATEMENT OF FACT

2 This bill will increase the annual Public Utili-3 ties Regulatory Fund assessment by \$140,000 to a total of \$2,219,000 beginning in fiscal year 1987-88 and by an additional \$90,000 to a total of \$2,309,000 4 5 6 beginning in fiscal year 1988-89. Together with the 7 General Fund appropriation and the existing level of 8 Public Utilities Regulatory Fund assessments, these increases will provide the Public Utilities Commis-sion with sufficient funds to carry out its duties. 9 10 11 The additional funds will be used to fund increases in personnel and general operating expenses. 12

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