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No. 309

S.P. 161

In Senate, February 22, 1989

Submitted by the Public Utilities Commission pursuant to Joint Rule 24.

Reference to the Committee on Utilities suggested and ordered printed.

O'Bren

JOY J. O'BRIEN Secretary of the Senate

Presented by Senator BOST of Penobscot. Cosponsored by Representative PAUL of Sanford, Representative PARADIS of Old Town and Representative AIKMAN of Poland.

STATE OF MAINE

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

An Act to Make Changes to the Public Utilities Commission Laws.

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

3 5 Sec. 1. 35-A MRSA §117, sub-§1, as enacted by PL 1987, c. 141, Pt. A, §6, is amended to read:

1. Filing fees and expense reimbursements. All money collected by the commission in the form of filing fees, expense 7 reimbursements ordered by the commission or payment for services, 9 such as reproduction and distribution of copies of commission decisions and photocopying or for the use of facilities, shall be deposited with the Treasurer of State in an account to be known 11 as the Public Utilities Commission Reimbursement Fund. This 13 account is a continuous carrying account, with appropriate subaccounts, for reimbursement of commission expenses incurred in 15 processing the associated matters or providing the associated services or facilities which generated the filing fee, payment or 17 expense reimbursement and so much of the filing fee, payment or expense reimbursement as may be required is allocated for these 19 purposes and for refund of the unexpended portion of the filing fee. 21

Sec. 2. 35-A MRSA §707, sub-§3, as enacted by PL 1987, c. 141, Pt. A, §6, is amended to read:

25 3. Consent by commission. No public utility may extend or receive credit, including the guarantee of debt, or make or 27 receive a loan to or from an affiliated interest or make any contract or arrangement for the furnishing of management, supervision of construction, 29 engineering, accounting, legal, financial or similar services, or for the furnishing of any 31 service or real or personal property other than those enumerated with any affiliated interest until the commission finds that the 33 contract or arrangement is not adverse to the public interest and gives the contract or arrangement its written approval.

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A. Unless the commission disapproves it within 60 days of filing, a contract or arrangement filed with the commission under this section is deemed approved. The commission may, however, suspend the effective date of the contract or arrangement for an additional 60 days if necessary to enable the commission to complete its review of the contract or arrangement.

B. The commission may approve a contract or arrangement with an affiliated interest undertaken after October 24, 1977, subject to such terms, conditions and requirements as it determines necessary to safeguard the public interest. If the contract or arrangement is not consented to or approved by the commission as provided in this section, the commission may disallow, for rate-making purposes, payments or part of any such payments as the commission finds not to be in the public interest, and the commission may, after

Page 1-LR0406(1)

notice to the affected parties and opportunity for hearing, declare that contract or arrangement prospectively void. Unless otherwise invalid, that contract or arrangement shall remain in effect until declared prospectively void by an effective final order of the commission issued under this section no later than 90 days from the date of service of the notice.

C. The commission may, in the case of a utility or group of utilities, exempt from this section from time to time classes of transactions as it may specify by rule or order in advance and which in its judgment will not be adverse to the public interest.

- D. Commission approval of a contract or arrangement under this section may not limit or restrict the powers of the commission in determining and fixing any rate, fare, toll, charge, classification, schedule or joint rate as provided in this Title.
- E. By rule, the commission may make this section applicable to transactions between affiliated interests of a public utility, even though the public utility is not a party to the transactions, in cases when the transactions may have a significant effect on the public utility.
 - Sec. 3. 35-A MRSA §708, sub-§2-A is enacted to read:

 29 <u>2-A. Approval does not affect rate-making powers.</u> <u>Commission approval of a reorganization under this section may</u>
 31 <u>not limit or restrict the powers of the commission in determining</u> <u>and fixing any rate, fare, tolls, charge, classification,</u>
 33 <u>schedule or joint rate as provided in this Title.</u>

35 Sec. 4. 35-A MRSA §3502, sub-§2, as enacted by PL 1987, c. 141, Pt. A, §6, is amended to read:

2. Notification. The consumer-owned electric utility 39 shall, at least 30 days prior to the hearing, publish a notice of the amount of the proposed rate increase, the percent of increase for each customer class and the hearing, including the date, 41 time, place and purpose of the hearing at--least-twice in a 43 newspaper of general circulation in the area encompassed by the consumer-owned electric utility. In addition, 60 days prior to 45 the hearing, the consumer-owned electric utility shall notify the commission and the Public Advocate of its intent to increase 47 rates, tolls or charges.

49 Sec. 5. 35-A MRSA §3502, sub-§3, ¶F, as enacted by PL 1987, c. 141, Pt. A, §6, is amended to read:

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F. The date, time and, place and purpose of the hearing.

Sec. 6. 35-A MRSA §3502, sub-§10, as enacted by PL 1987, c. 141, Pt. A, §6, is amended to read:

10. Electric utility may challenge petitions. The electric utility shall have 10 days from the receipt of notice to notify the commission whether it intends to contest any aspect of the validity of the petition, after which it shall lose that right. If the electric utility notifies the commission in a timely fashion that it wishes to contest the validity of the petitions, the commission shall set the matter down for hearing. 11 It shall hold the hearing and issue its decision on the validity of the petitions within 30 days of notification by the electric utility that it intends to contest the validity of the petitions. If the commission finds the petitions to be invalid, it shall lift its order suspension. of For the purposes of this section, "customer" means, in the case of residential accounts, any one adult residing in a household where the utility's electric 19 service is provided, and in the case of all other accounts where the utility's electric service is provided, a corporate officer, 21 a partner or a proprietor. No more than one person may sign on behalf of an account. No ene person may sign on behalf of more account unless receiving-service-at-the-residence-of than one the person is a customer at each account.

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Sec. 7. 35-A MRSA §6104, sub-§3, as amended by PL 1987, c. 628, S2, is further amended to read:

Notice of proposed rate increase and hearing.

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consumer-owned water utility shall, at least 14 days prior to the hearing, publish a notice of the proposed rate increase and the 31 hearing, including the date, time, place and purpose of the hearing, in a newspaper of general circulation in the area 33 encompassed by the consumer-owned water utility and give one 35 notice of the proposed rate increase and the date, time and, place and purpose of the hearing to each of its customers. The 37 published and individual notices shall include a statement describing the amount of the increase and the percentage increase 39 for each customer class, the customer's right to request information relating to the present and proposed rates, the right 41 to an open and fair hearing and the right to further hearings before the commission, and the availability of assistance from 43 the Public Advocate. Copies of the notice shall be sent to the commission and the Public Advocate at least 14 days prior to the 45 hearings.

- Sec. 8. 35-A MRSA §6104, sub-§9, as amended by PL 1987, c. 47 628, $\S4$, is further amended to read:
- Water utility may challenge petitions. The water utility has 10 days from receipt of notice to notify the 51 commission whether it intends to contest any aspect of the 53 validity of the petitions, after which it shall lose that right.

If the water utility notifies the commission in a timely fashion 1 that it wishes to contest the validity of the petitions, the commission shall schedule a hearing. It shall hold the hearing 3 and issue its decision on the validity of the petitions within 30 5 days of notification by the water utility that it intends to contest the validity of the petitions. If the commission finds 7 petitions to be invalid, it shall lift its order of thesuspension. For the purposes of this section, "customer" means, 9 in the case of residential accounts, any one adult residing in a household where the utility's service is provided, and, in the case of all other accounts where the utility's service 11 is provided, a corporate officer, a partner or a proprietor. No more than one person may sign on behalf of an account. No one 13 person may sign on behalf of more than one account unless receiving-service-at-the residence of the person is a customer at 15 each account.

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- Sec. 9. 35-A MRSA §6106, sub-§4 is enacted to read:
- 4. Notice to commission. A consumer-owned water utility
 that chooses to make no investment in water main extensions or service lines under subsection 1 shall notify the commission in
 writing of the effective date of the decision and shall include the minutes or other record of the decision, including any
 endorsement required by subsection 3.
 - Sec. 10. 35-A MRSA §6505, sub-§1, as enacted by PL 1987, c. 141, Pt. A, §6, is amended to read:
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Accommodation of the owner and taker. The county
 commissioners in awarding damages for property taken by eminent
 domain, upon the application of the <u>owner or the</u> taker, may
 prescribe terms and conditions, for the use of the property
 taken, that will best accommodate the owner and the taker.

Sec. 11. 35-A MRSA §7503, sub-§1, as repealed and replaced by PL 1987, c. 628, §5, is amended to read:

39 1. Placement of public telephones. Any person placing public telephones in any building <u>public place</u> after December 31,
41 1983, shall provide that at least one public telephone is wheelchair accessible if the building--has--an--entrance--which
43 <u>public place</u> is <u>otherwise</u> wheelchair accessible.

45 If a building <u>public place</u> in which one or more public telephones are located becomes wheelchair accessible after December 31,
47 1983, the subscriber shall notify the person placing the public telephones and that person shall replace at least one public
49 telephone with a telephone which is wheelchair accessible.

Any public telephone placed before January 1, 1984, shall be deemed to be in compliance with this section. This section shall
 not apply to public telephones for the use of persons while in motor vehicles.

1 Sec. 12. 35-A MRSA §7503, sub-§3, ¶A, as enacted by PL 1987, 3 c. 628, §6, is amended to read: 5 A. "Public telephone" means a telephone located in a public place or-in-an-area-to-which the public-is-invited and which 7 is intended for use by the public. Sec. 13. 35-A MRSA §7503, sub-§3, ¶C is enacted to read: 9 11 C. "Public place" means any location to which members of the public are invited or have general access, including, 13 but not limited to, sidewalks, plazas, lobbies, stores, schools, governmental buildings, transportation terminals 15 and shopping centers. 17 STATEMENT OF FACT 19 21 The purpose of this bill is to make minor substantive or housekeeping changes to the laws governing public utilities. 23 Section 1 reinstates a few words inadvertently deleted from 25 the Public Utilities Commission Reimbursement Fund law during the 1987 recodification of the Public Utilities Commission laws. 27 Section 2 clarifies the types of transactions between a 29 public utility and an affiliated interest which require approval of the Public Utilities Commission to include the guarantee of debt and the furnishing of goods. Section 2 also authorizes the 31 commission to make the Maine Revised Statutes, Title 35-A, 33 section 707, subsection 3 applicable to transactions between affiliated interests of a public utility, even though the utility 35 is not a party to the transactions, if the transactions may have a significant effect on the utility. 37 Section 3 makes it clear that the Public Utilities 39 Commission's approval of a reorganization does not limit the commission's rate-making authority concerning the effect of the reorganization on the rates of the utility. A similar provision 41 exists in the law requiring approval of certain transactions between utilities and the affiliated interest, from which the 43 reorganization provisions were transferred during the 1987 45 recodification of the Public Utilities Commission laws. 47 Section 4 deletes the requirement that a consumer-owned electric utility must publish a newspaper notice twice before it conducts a hearing on a rate change. 49 A newspaper notice need only be published once, as in the current requirement for

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Page 5-LR0406(1)

consumer-owned water utilities.

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Section 5 requires a consumer-owned electric utility to include the purpose of the hearing, in addition to the date, time and place, in its customer notices of a hearing, as is required with respect to the newspaper notice of the hearing.

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Section 6 makes it clear that only one signature per account may be counted in determining whether a petition for Public Utilities Commission review of a rate change by a consumer-owned electric utility contains a sufficient number of signatures.

Section 7 requires a consumer-owned water utility to include the purpose of the hearing, in addition to the date, time and place, in its customer notices of a hearing on a proposed rate change, as is required with respect to the newspaper notice of the hearing.

Section 8 makes it clear that only one signature per account may be counted in determining whether a petition for Public
Utilities Commission review of a rate change by a consumer-owned water utility contains a sufficient number of signatures.

Section 9 provides that a consumer-owned water utility which chooses to make no investment in water main extensions or service lines and have the customer bear the cost of the extension or line must inform the Public Utilities Commission of the effective date of the decision, so that the commission is aware of the decision when processing customer inquiries.

29 Section 10 allows the property owner, in addition to the taker, to request county commissioners to prescribe terms and 31 conditions on certain utility takings of property when awarding damages.

Sections 11, 12 and 13 amend the law which requires that public telephones be accessible to disabled persons to make it clear that the law does not apply to only locations inside buildings, but that it applies to all public places, whether inside or outside.