



116th MAINE LEGISLATURE

SECOND REGULAR SESSION-1993

Legislative Document

No. 1616

S.P. 574

In Senate, December 30, 1993

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

Submitted by the Public Utilities Commission pursuant to Joint Rule 24. Received by the Secretary of the Senate on December 30, 1993. Referred to the Committee on Utilities and 1200 ordered printed pursuant to Joint Rule 14.

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JOY J. O'BRIEN Secretary of the Senate

Presented by Senator VOSE of Washington.

Be it enacted by the People of the State of Maine as follows: 2 Sec. 1. 35-A MRSA §3502, sub-§3, ¶E, as enacted by PL 1987, c. 141, Pt. A, \S_6 , is amended to read: 4 6 Ε. The availability of assistance from the Public Advocate; and 8 Sec. 2. 35-A MRSA §3502, sub-§3, ¶F, as amended by PL 1989, c. 159, $\S5$, is further amended to read: 10 12 F. The date, time, place and purpose of the hearing-; and Sec. 3. 35-A MRSA §3502, sub-§3, ¶G is enacted to read: 14 16 The customer's right to petition the commission to investigate the proposed rate increase, the requirement that 18 signatures on petitions filed pursuant to subsection 8 are invalid unless accompanied by the printed names and addresses_of the signers_and the fact that the utility will, 20 upon request, provide customers with petition forms that include space for signatures and the printed names and 22 addresses of the signers. 24 Sec. 4. 35-A MRSA §3502, sub-§4, as enacted by PL 1987, c. 26 141, Pt. A, §6, is amended to read: 28 Customer rights. At the commencement of each hearing 4. held pursuant to this section, the consumer-owned electric 30 utility shall inform those present of customer rights as specified in subsection 3 and, that the rate increase may be 32 investigated by the commission in accordance with subsection 8 and that petitions filed pursuant to subsection 8 must bear the 34 signature, printed name and address of the signer. Upon request, the utility shall provide customers with petition forms that 36 include a place for signatures and the printed names and addresses of the signers. 38 Sec. 5. 35-A MRSA §3502, sub-§10, as amended by PL 1989, c. 159, $\S6$, is further amended to read: 40 42 10. Electric utility may challenge petitions. The electric utility shall have 10 days from the receipt of notice to notify the commission and the lead petitioner whether it intends to 44 contest any aspect of the validity of the petitions, after which it shall lose that right. If the utility intends to 46 challenge the validity of individual signatures on the petitions, 48 it shall identify, in its notice to the commission and lead petitioner, the specific signatures it is challenging and state

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the grounds for challenging each signature it believes is

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When the utility files its notice of intent to invalid. challenge the validity of the petitions, the utility shall 2 provide the commission and the lead petitioner with a list of its customers. If the electric utility notifies the commission in a 4 timely fashion that it wishes to contest the validity of the petitions, the commission shall set the matter down for hearing. 6 It Unless the lead petitioner cures the invalid signatures as 8 provided below, the commission shall hold the hearing and issue its decision on the validity of the petitions within 30 days of 10 notification by the electric utility that it intends to contest the validity of the petitions. If the commission finds the 12 petitions to be invalid, it shall lift its order of suspension. For the purposes of this section, "customer" means, in the case of residential accounts, any one adult residing in a household 14 where the utility's electric service is provided, and in the case 16 of all other accounts where the utility's electric service is provided, a corporate officer, a partner or a proprietor. No 18 more than one person may sign on behalf of an account. No person may sign on behalf of more than one account unless the person is 20 a customer at each account. A signature on a petition filed pursuant to subsection 8 is valid only if accompanied by the 22 printed name and address of the signer. If a petition filed pursuant to subsection 8 bears a sufficient total number of 24 signatures but an insufficient number of valid signatures, the lead petitioner has 7 days from receipt of notice of the utility's challenge to cure the asserted invalidity. 26

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Sec. 6. 35-A MRSA §6104, sub-§3, as amended by PL 1989, c. 159, $\S7$, is further amended to read:

З. Notice of proposed rate increase and hearing. The 32 consumer-owned water utility shall, at least 14 days prior to the hearing, publish a notice of the proposed rate increase and the 34 hearing, including the date, time, place and purpose of the hearing, in a newspaper of general circulation in the area 36 encompassed by the consumer-owned water utility and give one notice of the proposed rate increase and the date, time , place 38 and purpose of the hearing to each of its customers. The published and individual notices shall include a statement 40 describing the amount of the increase and the percentage increase for each customer class, the customer's right to request 42 information relating to the present and proposed rates, the right to an open and fair hearing and the right to further hearings before the commission, and the availability of assistance from 44 the Public Advocate. The published and individual notices must 46 inform customers that they can petition the commission to investigate the proposed rate increase and include a statement 48 that signatures on petitions filed pursuant to subsection 7 are invalid unless accompanied by the printed names and addresses of 50 the signers. The published and individual notices must also

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inform customers that the utility will, upon request, provide customers with petition forms that include space for signatures and the printed names and addresses of the signers. Copies of the notice shall be sent to the commission and the Public Advocate at least 14 days prior to the hearings.

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Sec. 7. 35-A MRSA §6104, sub-§4, as amended by PL 1987, c. 490, Pt. B, \S 12, is further amended to read:

10 4. Notice that rate increase may be investigated by commission. At the commencement of each hearing held pursuant to 12 this section, the consumer-owned water utility shall inform those present that the rate increase may be investigated by the 14 commission in accordance with this section and that petitions filed pursuant to subsection 7 must bear the signatures and the 16 printed names and addresses of the signers. Upon request, the utility shall provide customers with petition forms that include space for signatures and the printed names and addresses of the 18 signers.

Sec. 8. 35-A MRSA §6104, sub-§9, as amended by PL 1989, c. 159, §8, is further amended to read:

Water utility may challenge petitions. The 24 9. water utility has 10 days from receipt of notice to notify the 26 commission and the lead petitioner whether it intends to contest any aspect of the validity of the petitions, after which it shall 28 lose that right. If the utility intends to challenge the validity of individual signatures on the petitions, it must 30 identify, in its notice to the commission and lead petitioner, the specific signatures it is challenging and state the grounds 32 for challenging each signature it believes is invalid. When the utility files its notice of intent to challenge the validity of 34 the petitions, the utility shall provide the commission and the lead petitioner with a list of its customers. If the water 36 utility notifies the commission in a timely fashion that it wishes to contest the validity of the petitions, the commission 38 shall schedule a hearing. It Unless the lead petitioner cures the invalid signatures as provided below, the commission shall hold the hearing and issue its decision on the validity of the 40 petitions within 30 days of notification by the water utility 42 that it intends to contest the validity of the petitions. If the commission finds the petitions to be invalid, it shall lift its 44 order of suspension. For the purposes of this section, "customer" means, in the case of residential accounts, any one adult 46 residing in a household where the utility's service is provided, and, in the case of all other accounts where the utility's service is provided, a corporate officer, a partner 48 or a proprietor. No more than one person may sign on behalf of an 50 account. No person may sign on behalf of more than one account

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unless the person is a customer at each account. <u>Signatures on</u>
<u>petitions filed pursuant to subsection 7 are valid only if</u>
<u>accompanied by the printed names and addresses of the signers.</u>
If a petition filed pursuant to subsection 7 bears a sufficient
total number of signatures but an insufficient number of valid
<u>signatures, the lead petitioner has 7 days from receipt of notice</u>
<u>of the utility's challenge to cure the asserted invalidity.</u>

STATEMENT OF FACT

This bill makes minor substantive and housekeeping changes to the laws governing public utilities.

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Currently, the Maine Revised Statutes, Title 35-A, section 16 6104 allows a consumer-owned water utility to change its rates on an expedited basis. Title 35-A, section 6104, subsection 7 18 allows the utility's ratepayers to petition the Public Utilities 20 Commission to suspend and investigate the proposed rate change. Petitions filed under this section must be signed by 15% of the . 22 utility's customers, or 1,000 customers, whichever is less. This bill requires petitions to include the signature, printed name and address of the signer to allow the commission to check the 24 validity of the signatures and would, under certain circumstances, allow the petitioners 7 days to provide the 26 necessary information that is missing from the original The purpose of this change is to facilitate the 28 petition. determination of the validity of the signatures.

The bill also requires the utility to notify customers of the new petition requirement and, upon request, to provide the customer with petition forms that include space for the signature, printed name and address of the signer.

36 These same changes are enacted for petitions that are filed in conjunction with the expedited rate increase sought by a 38 consumer-owned electric utility pursuant to Title 35-A, section 3502.

This document has not yet been reviewed to determine the need for cross-reference, stylistic and other technical amendments to conform existing law to current drafting standards.

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