

STATE OF MAINE 118TH LEGISLATURE

SECOND REGULAR SESSION AND SECOND SPECIAL SESSION

BILL SUMMARIES JOINT STANDING COMMITTEE ON UTILITIES AND ENERGY

MAY 1998

MEMBERS: Sen. Richard J. Carey, Chair Sen. John J. Cleveland Sen. Philip E. Harriman

Rep. Kyle W. Jones, Chair Rep. Carol A. Kontos Rep. Ronald E. Usher Rep. Gary O'Neal Rep. Patrick Colwell Rep. Charles C. LaVerdiere Rep. Joseph B. Taylor Rep. Henry L. Joy Rep. Donald P. Berry, Sr. Rep. John W. Vedral, III

Staff: Jon Clark, Legislative Analyst

Office of Policy and Legal Analysis Room 101/107/135, 13 State House Station Augusta, ME 04333 (207)287-1670



Maine State Legislature

OFFICE OF POLICY AND LEGAL ANALYSIS

13 State House Station, Augusta, Maine 04333-0013 Telephone: (207) 287-1670 Fax: (207) 287-1275

ONE HUNDRED EIGHTEENTH LEGISLATURE SECOND REGULAR AND SECOND SPECIAL SESSIONS

Summary Of Legislation Before The Joint Standing Committees May 1998

We are pleased to provide this summary of bills that were considered by the Joint Standing Committees of the Maine Legislature. The document is a compilation of bill summaries which describe each bill and relevant amendments, as well as the final action taken. Also included are statistical summaries of bill activity this Session for the Legislature and each of its joint standing committees.

The document is organized for convenient reference to information on bills handled by the joint standing committees. It is organized by committees and within committees by bill (LD) number. The committee report(s), prime sponsor for each bill and the lead co-sponsor(s), if designated, are listed below each bill title. All adopted amendments are listed by paper number. Two indices, a subject index and a numerical index by LD number are provided for easy reference to bills. They are located at the back of the document. A separate publication, <u>History and Final Disposition of Legislative Documents</u>, may also be helpful in providing information on the disposition of bills. These bill summaries also are available at the Law and Legislative Reference Library and on the Internet (www.state.me.us/legis/opla).

Final action on each bill is noted to the right of the bill title. The abbreviations used for various categories of final action are as follows:

| CON RES XXX | ter # of Constitutional Resolution passed by both Houses |
|--|---|
| CONF CMTE UNABLE TO AGREE DIED BETWEEN BODIES | |
| DIED IN CONCURRENCE One body accept | |
| DIED ON ADJOURNMENT | Action incomplete when session ended; bill died |
| EMERGENCY | |
| FAILED EMERGENCY ENACTMENT/FINAL PASSAGE | |
| FAILED ENACTMENT/FINAL PASSAGE | |
| FAILED MANDATE ENACTMENT INDEF PP | Bill imposing local mandale failed to get 2/3 vole Bill Indefinitely Postnoned |
| ONTP | Ought Not To Pass report accepted |
| OTP ND | |
| OTP ND/NT | Committee report Ought ToPass In New Draft/New Title |
| P&S XXX | |
| PUBLIC XXX | |
| RESOLVE XXX | |
| UNSIGNED VETO SUSTAINED | • |
| | |

Please note the effective date for all non-emergency legislation enacted in the Second Regular Session (unless otherwise specified in a particular law) is June 30, 1998 and July 9,1998 for the Second Special Session. Second Special Session laws include Public Laws beginning with Chapter 718, Private and Special Laws beginning with Chapter 82 and Resolves beginning with Chapter 117.

LD 1926An Act to Provide Additional Time for the Public UtilitiesCommission to Adopt Certain Rules

PUBLIC 569 EMERGENCY

Sponsor(s)Committee ReportCAREYOTP

Amendments Adopted

LD 1926 proposed to extend the time within which the Public Utilities Commission must adopt rules creating any exemption from the requirement that telephone utilities obtain approval from the commission before providing service in the State.

Enacted law summary

Public Law 1997, chapter 569 extends the time within which the Public Utilities Commission must adopt rules creating any exemption from the requirement that telephone utilities obtain approval from the commission before providing service in the State. Chapter 569 was enacted as an emergency measure effective February 25, 1998.

| LD 1935 | An Act Regarding Electric Utilities | PUBLIC 710 |
|---------|-------------------------------------|------------|
|---------|-------------------------------------|------------|

| Sponsor(s) | Committee Report | Amendments Adopted |
|------------|------------------|--------------------|
| KONTOS | OTP-AM | H-984 |

LD 1935 proposed to provide express authorization for investor-owned electric utilities to transfer, in accordance with the divestiture requirements of the electric industry restructuring law, good title to generation assets acquired pursuant to state law.

Committee Amendment "A" (H-984) proposed to replace the bill. This amendment proposed to create a definition of "excluded electric plant" which in turn would result in a change in the definition of "electric utility". Under this amendment, ownership of excluded electric plant would not cause an entity to be considered an electric utility or to be subject to regulation as an electric utility under the Maine Revised Statutes, Title 35-A. Prior to March 1, 2000, "excluded electric plant" would include generators used to produce energy sold at wholesale, small power producers, cogenerators, electric generation enterprises and self generators. After February 29, 2000, "excluded electric plant" would include all generation assets, other than assets held by an electric utility, thereby largely deregulating generation service.

The amendment proposed to grant a limited authorization to electric utilities to transfer certain rights, privileges or immunities that have been granted by law to the electric utilities. The amendment proposed to limit the authorization as follows.

- 1. No authorization would be given if there were an express provision in law denying authorization to transfer the rights, privileges or immunities.
- 2. If by law the rights, privileges or immunities may only be transferred upon condition, the condition would have to be met.
- 3. The authorization would include only those rights, privileges and immunities that are generation assets or that are necessary to the ownership or operation of generation assets required by law to be divested.