

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

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Maine State Legislature

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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. 1. Provides limited exemptions from certain licensing requirements for electric utility employees. Utility employees working in generation facilities owned by the electric utilities are currently exempt from certain occupational licensing requirements. Under current law, electric utilities are required to divest these generation facilities. This amendment provides temporary exemptions from the licensing requirements for these utility employees who are hired by the buyers of these generation facilities and who continue to work in generation facilities. These exemptions are repealed on March 1, 2000.

Chapter 691 was enacted as an emergency measure effective April 3, 1998.

LD 2288 An Act Regarding Telecommunications Regulation

PUBLIC 692

Sponsor(s)

Committee Report

Amendments Adopted

LD 2288, which was reported by the Joint Standing Committee on Utilities and Energy pursuant to its authority under Public Law 1997, chapter 276, section 6, proposed to amend the laws relating to affordable telephone service. The bill proposed to require the Public Utilities Commission to establish rules to achieve state universal service goals and to permit the commission to establish a universal service program in which intrastate providers of telecommunications services would be required to contribute to a state universal service fund. These rules and any universal service requirements established by the commission would be required to be consistent with the federal Telecommunications Act of 1996.

Enacted law summary

Public Law 1997, chapter 692 amends the laws relating to affordable telephone service. The law requires the Public Utilities Commission to establish rules to achieve state universal service goals and permits the commission to establish a universal service program in which intrastate providers of telecommunications services would be required to contribute to a state universal service fund. These rules and any universal service requirements established by the commission must be consistent with the federal Telecommunications Act of 1996.

LD 2297An Act Relating to the Taxation of Certain Federal Entities, the
Business Equipment Tax Reimbursement Program, the
Administration of the Tax Laws and to Make a Technical
CorrectionPUBLIC 729

Sponsor(s) Committ

Committee Report

Amendments Adopted

LD 2297 was not referred to the Utilities and Energy Committee. However, a portion of the bill relates to utility issues; that portion is included here.

Part B of the bill proposed to clarify and limit the eligibility of natural gas pipelines and certain electric generation facilities for reimbursement under the so-called Business Equipment Tax Reimbursement program or BETR. The bill proposed

- 1. To clarify that natural gas pipelines would not be eligible for BETR (short spurs owned by a business customer would be eligible);
- 2. To provide that a facility "used to produce or transmit energy primarily for sale" would not be eligible for BETR ("energy primarily for sale" means that less than 1/3 of the useful energy is used on site).
- 3. To provide that a facility that uses at least 1/3 of the useful energy on site is partially eligible for BETR. The reimbursement would only apply to that faction of the property taxes that equals the fraction of the total energy produced at the facility that is used on-site.

Enacted law summary

Public Law 1997, chapter 729 provides that natural gas pipelines and certain property used in the production or generation of electricity are not eligible for reimbursement for taxes paid on certain business property.