THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 964

Session of 1975

INTRODUCED BY SHUMAN, TAYLOR, DIETZ, S. E. HAYES JR., PITTS AND DeVERTER, APRIL 9, 1975

REFERRED TO COMMITTEE ON CONSUMER PROTECTION, APRIL 14, 1975

AN ACT

- Amending the act of March 31, 1937 (P.L.160, No.43), entitled 2 "An act creating a commission to be known as the Pennsylvania 3 Public Utility Commission; defining in part the powers and duties of such commission; abolishing The Public Service 4 5 Commission of the Commonwealth of Pennsylvania, terminating 6 the terms of the members thereof, and transferring to the Pennsylvania Public Utility Commission the records, employes, 7 property, and equipment of The Public Service Commission of 8 9 the Commonwealth of Pennsylvania; authorizing the 10 Pennsylvania Public Utility Commission to appear in and complete all pending proceedings, legal or otherwise, instituted before, by or against The Public Service 11 12 13 Commission of the Commonwealth of Pennsylvania; providing 14 that all certificates of public convenience, contracts, 15 orders, and rules and regulations of the latter commission 16 shall remain effective until repealed, changed or modified by 17 the Pennsylvania Public Utility Commission, and transferring 18 and appropriating to the Pennsylvania Public Utility 19 Commission any unexpended balance of any existing 20 appropriation to The Public Service Commission of the 21 Commonwealth of Pennsylvania, " changing the method of selecting members of the commission and their qualifications; 22 23 and further providing for quorum, filling vacancies, conduct 24 of investigations and certain improper prior and subsequent 25 employment of commissioners and their employes.
- 26 The General Assembly of the Commonwealth of Pennsylvania
- 27 hereby enacts as follows:
- 28 Section 1. Section 1, act of March 31, 1937 (P.L.160,
- 29 No.43), entitled "An act creating a commission to be known as

- 1 the Pennsylvania Public Utility Commission; defining in part the
- 2 powers and duties of such commission; abolishing The Public
- 3 Service Commission of the Commonwealth of Pennsylvania,
- 4 terminating the terms of the members thereof, and transferring
- 5 to the Pennsylvania Public Utility Commission the records,
- 6 employes, property, and equipment of The Public Service
- 7 Commission of the Commonwealth of Pennsylvania; authorizing the
- 8 Pennsylvania Public Utility Commission to appear in and complete
- 9 all pending proceedings, legal or otherwise, instituted before,
- 10 by or against The Public Service Commission of the Commonwealth
- 11 of Pennsylvania; providing that all certificates of public
- 12 convenience, contracts, orders, and rules and regulations of the
- 13 latter commission shall remain effective until repealed, changed
- 14 or modified by the Pennsylvania Public Utility Commission, and
- 15 transferring and appropriating to the Pennsylvania Public
- 16 Utility Commission any unexpended balance of any existing
- 17 appropriation to The Public Service Commission of the
- 18 Commonwealth of Pennsylvania, " subsection (a) amended March 31,
- 19 1943 (P.L.32, No.17), and subsection (c) amended August 16, 1968
- 20 (P.L.1038, No.317), is amended to read:
- 21 Section 1. (a) A commission to be known as the Pennsylvania
- 22 Public Utility Commission is hereby created. The commission
- 23 shall consist of five members [who shall be appointed by the
- 24 Governor, by and with the advice and consent of two-thirds of
- 25 all the members of the Senate].
- 26 (1) Appointed Commissioners. The present commissioners
- 27 [first appointed under this act,] shall continue in office for
- 28 [terms of two, four, six, eight, and ten years, respectively,
- 29 from the effective day of this act, but their successors shall
- 30 each be appointed for a term of ten years] <u>the balance of the</u>

- 1 terms for which they have been appointed. No commissioner, upon
- 2 the expiration of his term as aforesaid, shall continue to hold
- 3 office until his successor shall be duly [appointed] elected or
- 4 shall be qualified. Each appointed commissioner, at the time of
- 5 his appointment and qualification, shall [be] have been a
- 6 resident of the Commonwealth of Pennsylvania, and shall have
- 7 been a qualified elector therein for a period of at least one
- 8 year next preceding his appointment, and shall also be not less
- 9 than thirty years of age.
- 10 (2) Elected Commissioners. At the municipal election in
- 11 1975, and at each municipal election every two years thereafter,
- 12 there shall be elected one commissioner for a term of ten years.
- 13 <u>Each elected commissioner shall be a resident of the</u>
- 14 Commonwealth of Pennsylvania, and shall have been a qualified
- 15 <u>elector therein for a period of at least one year next preceding</u>
- 16 <u>his nomination</u>, and shall also be not less than twenty-five
- 17 years of age.
- 18 (b) [A member designated by the Governor shall be the
- 19 chairman of the commission during such member's term of office.]
- 20 Chairman. A chairman of the commission shall be elected
- 21 <u>annually by the commissioners at their first January meeting.</u>
- 22 When present, the chairman shall preside at all meetings, but in
- 23 his absence a member, designated by the chairman, shall preside
- 24 and shall exercise, for the time being, all the powers of the
- 25 chairman.
- 26 (c) Each of the commissioners shall receive an annual salary
- 27 of twenty-four thousand dollars (\$24,000), except the chairman,
- 28 who shall receive an annual salary of twenty-five thousand
- 29 dollars (\$25,000).
- 30 (d) Three members of the commission, <u>one of whom shall be an</u>

- 1 <u>elected commissioner after 1975</u>, shall constitute a quorum who,
- 2 for all purposes, including the making of any order or the
- 3 ratification of any act done or order made by one or more of the
- 4 commissioners, must act unanimously.
- 5 Section 2. Sections 2, 3 and 7 of the act are amended to
- 6 read:
- 7 Section 2. (a) When a vacancy shall occur in the office of
- 8 any appointed commissioner, a commissioner shall, in the manner
- 9 aforesaid, be appointed for the residue of the term. If the
- 10 Senate shall not be in session when any vacancy occurs, any
- 11 appointment made by the Governor to fill the vacancy shall be
- 12 subject to the approval of the Senate, when convened. No vacancy
- 13 in the commission shall impair the right of a quorum of the
- 14 commissioners to exercise all the rights and perform all the
- 15 duties of the commission.
- 16 (b) When a vacancy shall occur in the office of any elected
- 17 <u>commissioner the Governor shall issue a writ of election to fill</u>
- 18 such vacancy for the remainder of the term.
- 19 Section 3. (a) No person shall be appointed a member of the
- 20 commission, or hold any place, position or office under it, who
- 21 occupies any official relation to any public service company or
- 22 public utility, or who holds any other appointive or elective
- 23 office of the Commonwealth, or any political subdivision
- 24 thereof. No commissioner, and no employe, appointee or official
- 25 engaged in the service of, or in any manner connected with, the
- 26 commission, shall hold any other office or position, or be
- 27 engaged in any other business, employment or vocation [the
- 28 duties of which are incompatible with the duties of his office
- 29 as commissioner, or his employment in the service, or in
- 30 connection with the work of the commission]. No commissioner

- 1 shall participate in any hearing or proceeding in which he has
- 2 any direct or indirect pecuniary interest. Every commissioner,
- 3 and every individual or official, employed or appointed to
- 4 office under, in the service of, or in connection with, the work
- 5 of the commission, is hereby forbidden, directly or indirectly,
- 6 to solicit or request from, or to suggest or recommend to any
- 7 public service company or public utility, or to any officer,
- 8 attorney, agent or employe thereof, the appointment of any
- 9 individual to any office, place or position in, or the
- 10 employment of any individual in any capacity by, such public
- 11 service company or public utility. If any person employed or
- 12 appointed in the service of the commission shall violate any
- 13 provision of this section, the commission shall forthwith remove
- 14 him from the office or employment held by him.
- 15 (b) The elected commissioners shall be representative of the
- 16 general public and no person who has held any office in, or been
- 17 employed by a public utility or any business providing services
- 18 to a public utility shall be eligible for nomination to the
- 19 office of commissioner until two years after he has left such
- 20 <u>office or employment.</u>
- 21 (c) No commissioner or employe of the commission may accept
- 22 any office or employment with a public utility subject to
- 23 regulation under the act of May 28, 1937 (P.L.1053, No.286),
- 24 known as the "Public Utility Law," until two years shall have
- 25 <u>elapsed from his last day in office or employment with the</u>
- 26 <u>commission</u>. Violation of this prohibition shall result in
- 27 immediate and complete forfeiture of any claim to a public
- 28 pension under the State Employees' Retirement Code, 71 Pa.C.S.
- 29 <u>5101 et seq., act of March 1, 1974 (No.31).</u>
- 30 Section 7. Any investigation, inquiry or hearing which the

- 1 commission has power to undertake or hold, may be undertaken or
- 2 held by or before [any one or more of the commissioners] at
- 3 <u>least three of the commissioners, one of whom shall be an</u>
- 4 <u>elected commissioner after 1975.</u> All investigations, inquiries
- 5 or hearings before or by any such commissioner or commissioners,
- 6 shall be and be deemed to be the investigations, inquiries and
- 7 hearings of the commission. Any determination or order of a
- 8 commissioner or commissioners upon any such investigation,
- 9 inquiry or hearing, undertaken or held by him or them shall not
- 10 become and be effective until approved and confirmed by at least
- 11 a quorum of the commission. Upon such confirmation, such
- 12 determination or order shall be the determination or order of
- 13 the commission. In any investigation, inquiry or hearing, the
- 14 commission may designate a special agent or examiner who shall
- 15 have the power to administer oaths and examine witnesses and
- 16 receive evidence in any locality which the commission, having
- 17 regard to the public convenience and the proper discharge of its
- 18 functions and duties, may designate. The testimony and evidence
- 19 so taken or received shall have the same force and effect as if
- 20 taken or received by the commission, or any one or more of the
- 21 commissioners, as above provided.
- 22 Section 3. This act shall take effect immediately.