THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1837

Session of 1984

INTRODUCED BY KUKOVICH, LAUGHLIN, DeLUCA, FREEMAN, BLAUM AND LLOYD, JANUARY 23, 1984

AS REPORTED FROM COMMITTEE ON CONSUMER AFFAIRS, HOUSE OF REPRESENTATIVES, AS AMENDED, FEBRUARY 7, 1984

AN ACT

- 1 Amending Title 66 (Public Utilities) of the Pennsylvania
- 2 Consolidated Statutes, further providing for the terms of
- office and appointment of public utility commissioners; and
- 4 providing for retention election of appointed commissioners.
- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. Section 301(a) AND (B) of Title 66 of the
- 8 Pennsylvania Consolidated Statutes is amended and subsections
- 9 are added to read:
- 10 § 301. Establishment, members, qualifications and chairman.
- 11 (a) Appointment and terms of members. -- The Pennsylvania
- 12 Public Utility Commission, established by the act of March 31,
- 13 1937 (P.L.160, No.43), as an independent administrative
- 14 commission, is hereby continued as such and shall consist of
- 15 five members who shall be appointed by the Governor, by and with
- 16 the advice and consent of two-thirds of all the members of the
- 17 Senate, for a term of [ten] five years. No commissioner upon the
- 18 expiration of his term shall continue to hold office until his

- 1 successor shall be duly appointed or shall be qualified.
- 2 (B) QUALIFICATIONS AND RESTRICTIONS.--EACH COMMISSIONER, AT <---
- 3 THE TIME OF HIS APPOINTMENT AND QUALIFICATION, SHALL BE A
- 4 RESIDENT OF THIS COMMONWEALTH AND SHALL HAVE BEEN A QUALIFIED
- 5 ELECTOR THEREIN FOR A PERIOD OF AT LEAST ONE YEAR NEXT PRECEDING
- 6 HIS APPOINTMENT, AND SHALL ALSO BE NOT LESS THAN 30 YEARS OF
- 7 AGE. NO PERSON SHALL BE APPOINTED A MEMBER OF THE COMMISSION OR
- 8 HOLD ANY PLACE, POSITION OR OFFICE UNDER IT, WHO OCCUPIES ANY
- 9 OFFICIAL RELATION TO ANY PUBLIC UTILITY OR WHO HOLDS ANY OTHER
- 10 APPOINTIVE OR ELECTED OFFICE OF THE COMMONWEALTH OR ANY
- 11 POLITICAL SUBDIVISION THEREOF. NO COMMISSIONER SHALL SEEK
- 12 ELECTION TO ANY POLITICAL OFFICE DURING HIS TENURE AS A
- 13 COMMISSIONER. COMMENCING JULY 1, 1977, COMMISSIONERS SHALL
- 14 DEVOTE FULL TIME TO THEIR OFFICIAL DUTIES. NO COMMISSIONER SHALL
- 15 HOLD ANY OFFICE OR POSITION, THE DUTIES OF WHICH ARE
- 16 INCOMPATIBLE WITH THE DUTIES OF HIS OFFICE AS COMMISSIONER, OR
- 17 BE ENGAGED IN ANY BUSINESS, EMPLOYMENT OR VOCATION, FOR WHICH HE
- 18 SHALL RECEIVE ANY REMUNERATION, EXCEPT AS PROVIDED IN THIS
- 19 CHAPTER. NO EMPLOYEE, APPOINTEE OR OFFICIAL ENGAGED IN THE
- 20 SERVICE OF OR IN ANY MANNER CONNECTED WITH, THE COMMISSION SHALL
- 21 HOLD ANY OFFICE OR POSITION, OR BE ENGAGED IN ANY EMPLOYMENT OR
- 22 VOCATION, THE DUTIES OF WHICH ARE INCOMPATIBLE WITH HIS
- 23 EMPLOYMENT IN THE SERVICE OF OR IN CONNECTION WITH THE WORK OF
- 24 THE COMMISSION. NO COMMISSIONER SHALL BE PAID OR ACCEPT FOR ANY
- 25 SERVICE CONNECTED WITH THE OFFICE, ANY FEE OR EMOLUMENT OTHER
- 26 THAN THE SALARY AND EXPENSES PROVIDED BY LAW. NO COMMISSIONER
- 27 SHALL PARTICIPATE IN ANY HEARING OR PROCEEDING IN WHICH HE HAS
- 28 ANY DIRECT OR INDIRECT PECUNIARY INTEREST. WITHIN 90 DAYS OF
- 29 CONFIRMATION, EACH COMMISSIONER SHALL DISCLOSE, AT THAT TIME AND
- 30 THEREAFTER ANNUALLY, THE EXISTENCE OF ALL SECURITY HOLDINGS IN

- 1 ANY PUBLIC UTILITY OR ITS AFFILIATES HELD BY SUCH COMMISSIONER,
- 2 HIS OR HER SPOUSE AND ANY MINOR OR UNEMANCIPATED CHILDREN AND
- 3 MUST EITHER DIVEST OR PLACE IN A BLIND TRUST SUCH SECURITIES. AS
- 4 USED IN THIS PART, BLIND TRUST MEANS A TRUST OVER WHICH NEITHER
- 5 THE COMMISSIONERS, THEIR SPOUSES, NOR ANY MINOR OR UNEMANCIPATED
- 6 CHILDREN SHALL EXERCISE ANY MANAGERIAL CONTROL, AND FROM WHICH
- 7 NEITHER THE COMMISSIONERS, THEIR SPOUSES, NOR ANY MINOR OR
- 8 UNEMANCIPATED CHILDREN SHALL RECEIVE ANY INCOME FROM THE TRUST
- 9 DURING THE COMMISSIONER'S TENURE OF OFFICE. SUCH DISCLOSURE
- 10 STATEMENT SHALL BE FILED WITH THE SECRETARY OF THE COMMISSION
- 11 AND SHALL BE OPEN TO INSPECTION BY THE PUBLIC DURING THE NORMAL
- 12 BUSINESS HOURS OF THE COMMISSION DURING THE TENURE OF THE
- 13 COMMISSIONER. EVERY COMMISSIONER, AND EVERY INDIVIDUAL OR
- 14 OFFICIAL, EMPLOYED OR APPOINTED TO OFFICE UNDER, IN THE SERVICE
- 15 OF, OR IN CONNECTION WITH, THE WORK OF THE COMMISSION, IS
- 16 FORBIDDEN, DIRECTLY OR INDIRECTLY, TO SOLICIT OR REQUEST FROM,
- 17 OR TO SUGGEST OR RECOMMEND TO ANY PUBLIC UTILITY, OR TO ANY
- 18 OFFICER, ATTORNEY, AGENT OR EMPLOYEE THEREOF, THE APPOINTMENT OF
- 19 ANY INDIVIDUAL TO ANY OFFICE, PLACE OR POSITION IN, OR THE
- 20 EMPLOYMENT OF ANY INDIVIDUAL IN ANY CAPACITY BY, SUCH PUBLIC
- 21 UTILITY. EVERY COMMISSIONER, EVERY BUREAU DIRECTOR AND EVERY
- 22 ADMINISTRATIVE LAW JUDGE EMPLOYED OR APPOINTED TO OFFICE UNDER,
- 23 IN THE SERVICE OF OR IN CONNECTION WITH THE WORK OF THE
- 24 COMMISSION, IS PROHIBITED FROM ACCEPTING EMPLOYMENT WITH ANY
- 25 PUBLIC UTILITY SUBJECT TO THE RULES AND REGULATIONS OF THE
- 26 COMMISSION FOR A PERIOD OF ONE YEAR AFTER TERMINATING EMPLOYMENT
- 27 OR SERVICE WITH THE COMMISSION. IF ANY PERSON EMPLOYED OR
- 28 APPOINTED IN THE SERVICE OF THE COMMISSION VIOLATES ANY
- 29 PROVISION OF THIS SECTION, THE COMMISSION SHALL FORTHWITH REMOVE
- 30 HIM FROM THE OFFICE OR EMPLOYMENT HELD BY HIM.

1 2 (h) Commissioners.--The commissioners shall be selected from 3 a list of qualified persons submitted to the Governor by the Public Utility Commission Nominating Council WHICH SHALL BE 4 5 CONSTITUTED BY JANUARY 15 OF EACH YEAR. (i) Public Utility Commission Nominating Council. -- There 6 7 shall be a Public Utility Commission Nominating Council, hereafter referred to as the council, whose purpose shall be the 8 9 selection of a number of qualified persons from which the Governor shall appoint members of the commission. 10 (i) Members of council. -- The council shall include the 11 12 following persons: 13 (1) A representative from the Governor's Energy Council. 14 (2) A representative of the business community LARGE 15 INDUSTRIAL END-USERS OF ENERGY appointed annually by the 16 Governor. (3) A representative of labor appointed annually by the 17 18 Governor. (4) A senior citizen 60 years of age or older appointed 19 20 annually by the Governor. (5) A representative of consumer interests appointed 21 annually by the chairman of the Consumer Affairs Committee of 22 23 the House of Representatives. 2.4 (6) A representative of consumer interests appointed 25 annually by the minority chairman of the Consumer Affairs Committee of the House of Representatives. 26 27 (7) A representative of consumer interests appointed 28 annually by the chairman of the Consumer Protection and Professional Licensure Committee of the Senate. 29

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(8) A representative of consumer interests appointed

1 annually by the minority chairman of the Consumer Protection 2 and Professional Licensure Committee of the Senate. 3 (9) A representative of the agricultural community 4 appointed annually by the Governor. 5 (10) Two representatives of consumer organizations appointed annually by the Governor. 6 7 A list of the members of the council so appointed shall be 8 submitted to the General Assembly for its information. Members of the council shall receive no compensation, but shall be 9 entitled to reimbursement for actual REASONABLE expenses 10 <---11 incurred in the performance of their duties under this section. 12 which expenses shall be paid by the Office of Administration of 13 the Governor. (k) Function of council. -- The council shall: 14 15 (1) Organize, select a chairman and adopt bylaws to 16 govern its activities. (2) Review and evaluate potential appointees for the 17 18 office of commissioner. (3) Furnish a list of at least three, BUT NOT MORE THAN 19 20 EIGHT, potential appointees to the Governor no later than 60 120 days prior to the expiration of the term of any 21 commissioner, or within 30 days of the death, resignation or 22 23 termination of service of any commissioner. The list shall, 2.4 at the same time, also be submitted to the General Assembly for its information. 25 26 (1) Action by Governor. -- Within 30 days of receipt of the council's recommendation, the Governor shall select and nominate 27 28 to the Senate one of the persons recommended by the council to fill a vacancy occurring in the office of commissioner. If the 29 Governor does not, within the prescribed 30-day period, nominate 30

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- 1 to the Senate for its consent the name of one of the persons so
- 2 recommended, an action of mandamus may be immediately commenced
- 3 against the Governor to compel performance of his official duty.
- 4 (m) Retention election of commissioners.--A member of the
- 5 commission may file a declaration of candidacy for retention
- 6 election with the Secretary of the Commonwealth on or before the
- 7 first Monday of January of the year preceding the year in which
- 8 <u>his term of office expires. If no declaration is filed, a</u>
- 9 <u>vacancy shall exist upon the expiration of the term the member</u>
- 10 of the commission is then serving, to be filled by appointment
- 11 by the Governor AS PROVIDED IN THIS SECTION. If a member of the
- 12 <u>commission files a declaration, his name shall be submitted to</u>
- 13 the electors without party designation, on a separate ballot or
- 14 <u>in a separate column on voting machines, at the November</u>
- 15 <u>election in the year in which the declaration is filed to</u>
- 16 determine only the question whether he shall be retained in
- 17 office. If a majority is against retention, a vacancy shall
- 18 exist upon the expiration of his term of office, to be filled by
- 19 appointment by the Governor as provided in this section. The
- 20 Governor shall not have the power to appoint any person as a
- 21 member of the commission who has previously been appointed as a
- 22 member of the commission. If a majority favors retention, the
- 23 member of the commission shall serve for the regular ANOTHER
- 24 FIVE-YEAR term of office provided in this section. At the
- 25 <u>expiration of each FIVE-YEAR term, a member of the commission</u>

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- 26 <u>shall be eliqible for retention as provided in this section.</u>
- 27 THERE SHALL BE NO LIMIT ON THE NUMBER OF TIMES THE NAME OF A
- 28 MEMBER OF THE COMMISSION MAY BE SUBMITTED TO THE ELECTORS IN A
- 29 RETENTION ELECTION.
- 30 (n) Donation limits. -- No commissioner seeking retention

election shall accept donations of more than \$250 \$1,000 from

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- 2 <u>any person or political committee</u>.
- 3 SECTION 2. THIS ACT SHALL NOT BE CONSTRUED TO SHORTEN OR
- 4 OTHERWISE ALTER THE TERM OF ANY PERSON SERVING AS A MEMBER OF
- 5 THE PUBLIC UTILITY COMMISSION ON THE EFFECTIVE DATE OF THIS ACT.
- 6 HOWEVER, NO SUCH MEMBER SHALL BE APPOINTED TO AN ADDITIONAL TERM
- ON THE PUBLIC UTILITY COMMISSION OTHER THAN IN ACCORDANCE WITH 7
- THIS ACT AND NO SUCH MEMBER SHALL BE ELIGIBLE FOR RETENTION
- 9 ELECTION AT THE END OF THE TERM HE IS SERVING ON THE EFFECTIVE
- 10 DATE OF THIS ACT.
- 11 Section $\frac{2}{3}$. This act shall take effect in 60 days.