THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 311

Session of 1985

INTRODUCED BY BURNS AND GREENWOOD, FEBRUARY 13, 1985

REFERRED TO COMMITTEE ON CONSUMER AFFAIRS, FEBRUARY 13, 1985

AN ACT

- 1 Amending Title 66 (Public Utilities) of the Pennsylvania
- 2 Consolidated Statutes, providing for adjustment of rates in
- 3 certain circumstances.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Title 66 of the Pennsylvania Consolidated
- 7 Statutes is amended by adding a section to read:
- 8 § 1320. Adjustment of rates in case of extraordinary
- 9 <u>outages of electric utility facilities.</u>
- 10 (a) Commission powers.--In the event of an extraordinary
- 11 outage, the commission shall, immediately on the 120th day of
- 12 the outage, notify the utility of its intention to remove the
- 13 facility from the rate base within 30 days.
- (b) Objection by utility. -- If a utility objects to the
- 15 procedures of subsection (a), it may petition the commission for
- 16 <u>a hearing on the removal matter. In granting the requested</u>
- 17 hearing, the commission may, at its discretion, stay or suspend
- 18 the removal of the facility from the utility's rate base. At the

- 1 hearing, the burden of proof shall rest upon the utility to
- 2 rebut the presumption that the utility was operating the
- 3 <u>facility or facilities in an imprudent and unreasonable manner.</u>
- 4 Failure of the utility to rebut the presumption shall result in
- 5 removal of the facility from the rate base until such time as
- 6 the facility or facilities are returned to full operating
- 7 <u>capacity</u>.
- 8 (c) Rules and regulations. -- The commission shall promptly
- 9 promulgate rules and regulations for the implementation of this
- 10 <u>section</u>. The regulations shall include the requirement that each
- 11 electric utility notify the commission when a facility has been
- 12 <u>inoperative for a period of seven days and whether the utility</u>
- 13 <u>has reason to believe that the inoperative period shall continue</u>
- 14 for at least 30 days.
- 15 (d) Definition.--As used in this section the term
- 16 <u>"extraordinary outage" means an event or occurrence which</u>
- 17 renders inoperative for a period of at least 120 days any
- 18 electrical generating or transmitting facility.
- 19 Section 2. This act shall take effect in 60 days.