THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 635 Session of 1989

INTRODUCED BY DALEY, STAIRS, HALUSKA, WOZNIAK, ITKIN, DeWEESE, ARGALL, KASUNIC, S. H. SMITH, LUCYK, BLACK, COLAIZZO, COWELL, LEVDANSKY, WASS, LAUGHLIN, TELEK, TRICH, KONDRICH, STISH, BELARDI, BURD, KAISER, PETRARCA, McCALL, BILLOW, CESSAR, CARLSON, J. L. WRIGHT, GEIST, CAWLEY, HESS, PHILLIPS, DISTLER, JAROLIN, TANGRETTI, McVERRY AND MARKOSEK, MARCH 6, 1989

REFERRED TO COMMITTEE ON CONSERVATION, MARCH 6, 1989

AN ACT

Amending the act of April 9, 1929 (P.L.177, No.175), entitled 1 2 "An act providing for and reorganizing the conduct of the 3 executive and administrative work of the Commonwealth by the 4 Executive Department thereof and the administrative 5 departments, boards, commissions, and officers thereof, including the boards of trustees of State Normal Schools, or 6 Teachers Colleges; abolishing, creating, reorganizing or 7 8 authorizing the reorganization of certain administrative 9 departments, boards, and commissions; defining the powers and duties of the Governor and other executive and administrative 10 officers, and of the several administrative departments, 11 12 boards, commissions, and officers; fixing the salaries of the 13 Governor, Lieutenant Governor, and certain other executive 14 and administrative officers; providing for the appointment of 15 certain administrative officers, and of all deputies and 16 other assistants and employes in certain departments, boards, and commissions; and prescribing the manner in which the 17 18 number and compensation of the deputies and all other 19 assistants and employes of certain departments, boards and commissions shall be determined, " establishing the Department 20 21 of Energy and providing for its powers and duties; creating 22 the Energy Research and Development Advisory Board and 23 prescribing its functions; further providing for the 24 composition of the Environmental Quality Board and for 25 special powers relating to State vehicles; providing for 26 energy or fuel supply emergencies and for coordination of 27 monitoring of supplies of energy resources; further providing for the composition of the Energy Development Authority and 28 for indebtedness of the Energy Development Authority; and 29

1 transferring personnel, appropriations and equipment.

2 The General Assembly of the Commonwealth of Pennsylvania3 hereby enacts as follows:

Section 1. Section 201 of the act of April 9, 1929 (P.L.177,
No.175), known as The Administrative Code of 1929, amended
December 30, 1984 (P.L.1299, No.245) and repealed in part May
26, 1988 (P.L.414, No.72), is amended to read:

8 Section 201. Executive Officers, Administrative Departments and Independent Administrative Boards and Commissions. -- The 9 10 executive and administrative work of this Commonwealth shall be 11 performed by the Executive Department, consisting of the Governor, Lieutenant Governor, Secretary of the Commonwealth, 12 Attorney General, Auditor General, State Treasurer, and 13 14 Secretary of Education; by the Executive Board, and the 15 Pennsylvania State Police; by the following administrative 16 departments: Department of State, Office of Attorney General, 17 Department of Corrections, Department of the Auditor General, 18 Treasury Department, Department of Education, Department of 19 Military Affairs, Insurance Department, Department of Banking, 20 Department of Agriculture, Department of Transportation, 21 Department of Health, Department of Labor and Industry, 22 Department of Aging, Department of Public Welfare, Department of 23 General Services, Department of Revenue, Department of Commerce, 24 Department of Community Affairs [and], Department of 25 Environmental Resources and Department of Energy; and by the 26 following independent administrative boards and commissions: 27 Pennsylvania Game Commission, Pennsylvania Fish Commission, 28 State Civil Service Commission, Pennsylvania Public Utility Commission and the Pennsylvania Securities Commission. 29 30 All of the provisions of this act, which apply generally to

19890H0635B0703

- 2 -

administrative departments, or generally except to the 1 Department of the Auditor General, the Treasury Department and 2 3 the Office of Attorney General, shall apply to the Executive 4 Board and to the Pennsylvania State Police. 5 Section 2. Section 203 of the act, amended December 3, 1970 (P.L.834, No.275), July 22, 1975 (P.L.75, No.45), June 20, 1978 6 (P.L.477, No.70), December 6, 1982 (P.L.774, No.223) and June 7 30, 1988 (P.L.475, No.80) and repealed in part April 29, 1988 8 (P.L.381, No.60), is amended to read: 9 10 Section 203. Advisory Boards and Commissions. -- The following 11 advisory boards and commissions are placed in and made parts of 12 the respective administrative departments, as follows: In the Department of Military Affairs, 13 14 State Military Reservation Commission, 15 In the Department of Environmental Resources, 16 Citizens Advisory Council; 17 In the Department of Health, 18 Advisory Health Board; 19 In the Department of Labor and Industry, 20 Advisory Council on Affairs of the Handicapped, 21 Advisory Board on Problems of Older Workers, 22 Policy, Planning and Evaluation Advisory Committee; 23 In the Department of Public Welfare, State Board of Public Welfare, 24 25 Advisory Committee for the Blind, 26 Advisory Committee for General and Special Hospitals, 27 Advisory Committee for Children and Youth, 28 Advisory Committee for Public Assistance, Advisory Committee for Mental Health and Mental 29 30 Retardation;

19890H0635B0703

- 3 -

1 In the Department of Commerce,

Board of the Ben Franklin Partnership Fund[.]; 2

3 In the Department of Energy,

4 Energy Research and Development Advisory Board. 5 Section 3. Sections 206 and 207.1(d)(1) of the act, amended December 30, 1984 (P.L.1299, No.245), are amended to read: 6 7 Section 206. Department Heads.--Each administrative 8 department shall have as its head an officer who shall, either personally, by deputy, or by the duly authorized agent or 9 employe of the department, and subject at all times to the 10 11 provisions of this act, exercise the powers and perform the 12 duties by law vested in and imposed upon the department. 13 The following officers shall be the heads of the administrative departments following their respective titles: 14 15 Secretary of the Commonwealth, of the Department of State; 16 Auditor General, of the Department of the Auditor General; 17 State Treasurer, of the Treasury Department; 18 Attorney General, of the Office of Attorney General; 19 Secretary of Education, of the Department of Education; 20 Adjutant General, of the Department of Military Affairs; Insurance Commissioner, of the Insurance Department; 21 22 Secretary of Banking, of the Department of Banking; 23 Secretary of Agriculture, of the Department of Agriculture; 24 Secretary of Transportation, of the Department of 25 Transportation; 26 Secretary of Health, of the Department of Health; 27 Secretary of Labor and Industry, of the Department of Labor 28 and Industry; 29 Secretary of Aging, of the Department of Aging; 30 Secretary of Public Welfare, of the Department of Public 19890H0635B0703

- 4 -

1 Welfare;

2	Secretary of Revenue, of the Department of Revenue;
3	Secretary of Commerce, of the Department of Commerce;
4	Secretary of Community Affairs, of the Department of
5	Community Affairs;
6	Secretary of Environmental Resources, of the Department of
7	Environmental Resources;
8	Secretary of Energy, of the Department of Energy;
9	Secretary of General Services, of the Department of General
10	Services;
11	Secretary of Corrections, of the Department of Corrections.
12	Section 207.1. Gubernatorial Appointments* * *
13	(d) The Governor shall nominate in accordance with the
14	provisions of the Constitution of the Commonwealth of
15	Pennsylvania and, by and with the advice and consent of a
16	majority of the members elected to the Senate appoint persons to
17	fill the following positions:
18	(1) The Secretary of Education, the Secretary of the
19	Commonwealth, the Adjutant General, the Insurance Commissioner,
20	the Secretary of Banking, the Secretary of Agriculture, the
21	Secretary of Transportation, the Secretary of Health, the
22	Commissioner of the State Police, the Secretary of Corrections,
23	the Secretary of Labor and Industry, the Secretary of Aging, the
24	Secretary of Public Welfare, the Secretary of General Services,
25	the Secretary of Revenue, the Secretary of Commerce, the
26	Secretary of Community Affairs [and], the Secretary of
27	Environmental Resources and the Secretary of Energy.
28	* * *
29	Section 4. Section 448 of the act is amended by adding a
30	clause to read:

19890Н0635В0703

- 5 -

1 Section 448. Advisory Boards and Commissions. -- The advisory boards and commissions, within the several administrative 2 3 departments, shall be constituted as follows: * * * 4

5 (q) The Energy Research and Development Advisory Board shall consist of the Secretary of Energy, the Secretary of Commerce, 6 the Secretary of Environmental Resources, the Chairman of the 7 8 Pennsylvania Public Utility Commission, the Executive Director 9 of the Energy Development Authority and twelve (12) members appointed by the Governor, one (1) of whom shall be designated 10 11 as chairman. The twelve (12) appointed members shall be knowledgeable in fields related to energy development, 12 13 production and use and shall be appointed by the Governor as 14 follows: two (2) members shall be from an electric power utility 15 which operates at least one coal-fired generating station, one 16 (1) member shall be the owner or an operator of a gas or oil producing operation, one (1) member shall be the owner or an 17 18 operator of an anthracite coal mining operation, one (1) member 19 shall be the owner or an operator of a bituminous coal mining 20 operation, one (1) member shall be from a small power producer 21 or shall be knowledgeable in renewable energy resources, two (2) 22 members shall be from the energy research staff of an accredited 23 Pennsylvania university or college, one (1) member shall be from 24 a consumer organization interested in energy-related matters, 25 one (1) member shall be a member of organized labor employed by one or more energy-related industries, one (1) member shall be 26 27 from an organization which represents environmental interests 28 and (1) member shall be a local government official. The 29 membership of the Energy Research Development Advisory Board shall also include four (4) members of the General Assembly or 30 19890H0635B0703

- 6 -

1	their designees, one (1) appointed by the President pro tempore
2	of the Senate, one (1) by the Minority Leader of the Senate, one
3	(1) by the Speaker of the House of Representatives and one (1)
4	by the Minority Leader of the House of representatives.
5	The term of office of each member appointed by the Governor
6	shall be four (4) years, measured from the third Tuesday of
7	January of the year in which the member takes office, or until
8	his successor has been appointed except, that in the initial
9	appointments of the members of the board, the Governor shall
10	appoint six (6) members for terms of two (2) years each and six
11	(6) members for terms of three (3) years each.
12	Any member appointed to fill a vacancy created otherwise than
13	by expiration of a term shall be appointed for the unexpired
14	term of the member whom he is to succeed. Members of the board
15	shall not receive any compensation for their service, but shall
16	be reimbursed for actual and necessary expenses incurred in the
17	performance of their duties and shall receive a per diem
18	allowance of ninety dollars (\$90).
19	<u>A majority of the members shall constitute a quorum. Meetings</u>
20	of the board shall be held at least quarterly or at the call of
21	the chairman, or at the request of at least nine (9) members of
22	the board.
23	The Department of Energy shall provide technical assistance
24	and support services to the board.
25	Section 5. Section 471 of the act, amended November 1, 1979
26	(P.L.251, No.83), is amended to read:
27	Section 471. Environmental Quality BoardThe Environmental
28	Quality Board shall consist of the Secretary of Environmental
29	Resources, who shall be chairman thereof, the Secretary of
30	Health, the Secretary of Commerce, the Secretary of
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19890H0635B0703

- 7 -

Transportation, the Secretary of Agriculture, the Secretary of 1 2 Labor and Industry, the Secretary of Community Affairs, the 3 Secretary of Energy, the Executive Director of the Fish 4 Commission, the Executive Director of the Game Commission, the Chairman of the Public Utilities Commission, [the Executive 5 Director of the State Planning Board,] the Executive Director of 6 the Pennsylvania Historical and Museum Commission, five members 7 8 of the Citizens Advisory Council, and four members of the 9 General Assembly. The Citizens Advisory Council members shall be 10 designated by, and serve at the pleasure of, the Citizens 11 Advisory Council. One of the General Assembly members shall be designated by, and serve at the pleasure of, the President Pro 12 13 Tempore of the Senate, one by the Minority Leader of the Senate, 14 one by the Speaker of the House of Representatives and one by 15 the Minority Leader of the House of Representatives. In addition 16 to the heads of the various departments as elsewhere in this act 17 provided, the other members of the board may have named 18 alternates to serve in their stead, the alternates for the 19 members of the board from the Citizens Advisory Council to be selected by that council from members of the council and each 20 21 other alternate to be selected by that particular member of the 22 board in whose stead he is to serve. No person will serve as 23 alternate for more than one board member. Eight members of the board shall constitute a quorum. 24 25 Section 6. The act is amended by adding an article to read: 26 ARTICLE XIX-B 27 POWERS AND DUTIES OF THE DEPARTMENT OF ENERGY, 28 ITS OFFICERS AND ITS ADVISORY BOARD Section 1901-B. Department of Energy Established. -- The 29 Department of Energy, which is hereby established as an 30

19890H0635B0703

- 8 -

1	administrative department, shall have the powers and duties
2	granted to and imposed upon it by this article and by any other
3	statutory provisions. In addition, the Department of Energy and
4	the Secretary of Energy shall have all the powers and duties
5	granted to and imposed upon the former Pennsylvania Energy
6	Office prior to the effective date of this article.
7	Section 1902-B. The Department of Energy shall have the
8	power and its duty shall be:
9	(1) To promote the development of this Commonwealth's
10	indigenous energy resources, consistent with economic
11	feasibility, environmental protection and public health and
12	safety by providing information, technical assistance and
13	financial assistance.
14	(2) To promote the efficient use and conservation of energy
15	in this Commonwealth through the conduct of a Statewide
16	educational program and by providing information, technical
17	assistance and financial assistance.
18	(3) To serve as the primary agency in this Commonwealth for
19	the collection, maintenance and analysis of information on all
20	forms of energy, conservation of energy and related subjects.
21	(4) To maintain a liaison with energy producers, suppliers,
22	distributors and consumers and other State and Federal agencies
23	concerning energy-related matters.
24	(5) In cooperation with the Energy Research and Development
25	Advisory Board and the Energy Development Authority, to promote
26	research and development efforts which will contribute to the
27	integrity and adequacy of Pennsylvania's energy resources, with
28	priority given to research and development involving utilization
29	of Pennsylvania's coal resources and pollution control methods
30	which will facilitate utilization of Pennsylvania coal.
198	90Н0635В0703 - 9 -

1	(6) To encourage the development of new markets for
2	<u>Pennsylvania's indigenous energy resources.</u>
3	(7) To monitor energy prices and evaluate rate and price
4	policies.
5	(8) To establish an energy information forecasting system.
6	(9) To determine the effect of energy and fuel shortages on
7	consumers.
8	(10) To coordinate the monitoring of energy or fuel supplies
9	to determine whether there exists or is likely to exist an
10	emergency shortage pursuant to section 2802-C(a) of this act and
11	to conduct emergency allocation measures during a period of
12	declared energy or fuel supply emergencies, pursuant to section
13	2802-C(b) of this act in accordance with an Emergency Allocation
14	Plan. The Emergency Allocation Plan shall be developed and
15	implemented by the department in conjunction with the
16	Pennsylvania Public Utility Commission and the Pennsylvania
17	Emergency Management Agency and shall be part of the
18	Pennsylvania Energy Policy and Plan.
19	(11) To review, study and monitor the efficiency of energy
20	utilization in State Government operations and suggest remedial
21	measures. The department shall direct all Commonwealth agencies
22	to develop, subject to the department's approval, contingency
23	plans for dealing with energy or fuel supply emergencies.
24	Portions of emergency allocation or contingency plans which
25	pertain to energy industries regulated by the Pennsylvania
26	Public Utility Commission shall be made available to the
27	department upon request.
28	(12) To assist in the review of plans, policies, rules and
29	regulations of other Commonwealth agencies regarding energy
30	development, production, conversion, distribution, transmission,
198	90Н0635В0703 - 10 -

1 <u>use or conservation.</u>

2	(13) To intervene in the proceedings of the Pennsylvania
3	Public Utility Commission and regulatory proceedings of other
4	State or Federal agencies if the proceedings relate to energy
5	development, production, conversion, distribution, transmission,
б	use or conservation.
7	(14) To apply for, accept and expend grants-in-aid and
8	assistance for energy programs from public and private sources
9	and to serve as the manager and coordinator of Federal energy
10	grants, petroleum overcharge funds and private energy funds.
11	(15) To update and publish, at least once every five years,
12	a Pennsylvania Energy Policy and Plan developed by the Energy
13	Research and Development Advisory Board. The Pennsylvania Energy
14	Policy and Plan shall include information regarding the
15	development, production, distribution, consumption and
16	conservation of energy in this Commonwealth. The Emergency
17	Allocation Plan shall be included in the Pennsylvania Energy
18	Policy and Plan. The Pennsylvania Energy Policy and Plan and any
19	amendments thereto shall be submitted to the Governor and the
20	General Assembly.
21	(16) To provide necessary staff and assistance to the Energy
22	Research and Development Advisory Board and the Energy
23	Development Authority.
24	(17) To assist in the implementation of the act of December
25	15, 1980 (P.L.1203, No.222), known as the "Building Energy
26	Conservation Act, " and to establish a Building Energy
27	Conservation Committee, pursuant to section 304 of the "Building
28	Energy Conservation Act."
29	(18) To enter into interstate compacts or agreements to
30	carry out energy research and planning with other states or the
19890Н0635В0703 - 11 -	

1 Federal Government.

2	(19) To advise the Governor and the General Assembly
3	regarding State, Federal and international energy policies,
4	practices, programs and legislation and to submit proposed
5	legislation to the General Assembly for its consideration.
6	(20) To issue subpoenas and conduct hearings and
7	investigations.
8	(21) To acquire, purchase, grant and contract for eminent
9	domain title to real property to demonstrate facilities for
10	improved energy efficiency.
11	(22) To construct and operate facilities which improve
12	energy efficiency.
13	(23) To contract with any other public agency or
14	corporation.
15	(24) To keep complete and accurate minutes of all hearings
16	held before the department or any division of the department.
17	(25) To promulgate regulations necessary to administer this
18	article and to administer any applicable Federal regulations.
19	(26) To cooperate with all other Federal and State agencies
20	in carrying out its responsibilities.
21	Section 1903-B. OrganizationThe Department of Energy
22	shall be organized into an Executive Office and three divisions.
23	The Secretary of Energy shall appoint as the head of each of the
24	following divisions a person knowledgeable and experienced in
25	the areas for which that division is responsible:
26	(1) Office of Administration.
27	(2) Office of Energy Policy and Programs.
28	(3) Office of Energy Planning and Evaluation.
29	Section 1904-B. Divisions(a) The Secretary of Energy
30	shall be responsible for the general administration and
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19890Н0635В0703

- 12 -

1 coordination of the Department of Energy and its divisions. The Secretary shall appoint a Chief Counsel who shall provide legal 2 3 services to the department. 4 (b) The Office of Administration shall be headed by a Deputy 5 Secretary for Administration who shall be appointed by the Secretary of Energy. The Office of Administration shall have 6 responsibility for personnel and fiscal management, information 7 8 systems and office systems and services and shall have such 9 other responsibilities as may be assigned by the Secretary of 10 Energy. 11 (c) The Office of Energy Policy and Programs shall be headed by a Deputy Secretary for Energy Policy and Programs who shall 12 13 be appointed by the Secretary of Energy. The Office of Energy 14 Policy and Programs shall have responsibility for administration of grants, nuclear energy, fossil fuels, renewable energy 15 16 resources, utility issues and energy conservation programs and 17 shall have such other responsibilities as may be assigned by the 18 Secretary of Energy. 19 (d) The Office of Energy Planning and Evaluation shall be 20 headed by a Deputy Secretary for Energy Planning and Evaluation who shall be appointed by the Secretary of Energy. The Office of 21 22 Energy Planning and Evaluation shall have responsibility for 23 regulatory affairs, emergency preparedness, market evaluation and promotion, intergovernmental relations, community relations, 24 25 public information and shall have such other responsibilities as 26 may be assigned by the Secretary of Energy. 27 Section 1905-B. Salary of the Secretary of Energy.--The 28 Secretary of Energy shall receive an annual salary, payable in equal semi-monthly installments of seventy-two thousand dollars 29 30 (\$72,000).

19890Н0635В0703

1	Section 1906-B. Energy Research and Development Advisory
2	Board(a) The Energy Research and Development Advisory Board
3	shall have the responsibility for developing a Pennsylvania
4	Energy Policy and Plan for this Commonwealth.
5	(b) The board shall assist and provide advice to the
6	Secretary of Energy and the Energy Development Authority. The
7	Secretary of Energy and the Energy Development Authority shall
8	work with and receive advice from the Energy Research and
9	Development Advisory Board in the development of energy programs
10	and projects in this Commonwealth.
11	(c) The functions of the Energy Research and Development
12	Advisory Board shall include, but not be limited to, the
13	<u>following:</u>
14	(1) Providing liaison among energy producers, labor
15	organizations, academia and agencies of the Commonwealth and the
16	<u>United States on matters relating to energy and encouraging the</u>
17	exchange of information regarding energy research and
18	development between the Commonwealth and other states and
19	nations.
20	(2) Providing coordination and oversight of all energy
21	research programs conducted at colleges and universities located
22	within this Commonwealth and, where possible, provide
23	coordination and oversight of all energy research programs
24	conducted in the private sector.
25	(3) Recommending energy research and development projects,
26	with priority being given to demonstrations of technology which
27	enhance the production and use of Pennsylvania coals and the
28	more efficient combustion of all fossil fuels. Before the board
29	makes any recommendation, it shall first consult with agencies
30	of the Federal government that have jurisdiction over matters
198	90Н0635В0703 - 14 -

1 involving energy, colleges and universities within this Commonwealth, and other state governments in order to avoid 2 3 duplication of effort and expense. 4 (4) Assisting the Energy Development Authority in the 5 evaluation of energy research and development projects which apply to the Energy Development Authority for financial or 6 7 technical assistance. 8 (5) Assisting the Secretary of Energy in developing 9 environmentally sound, cost-effective energy programs and policies and procedures to implement such programs. 10 Section 7. Sections 2407.1, 2801-C and 2802-C of the act, 11 added December 14, 1982 (P.L.1213, No.280), are amended to read: 12 13 Section 2407.1. Special Power Relating to State Vehicles .--(a) The Department of General Services, in cooperation with the 14 15 Department of Energy, shall, on an ongoing basis, monitor the 16 research and development efforts to produce synthetic motor 17 vehicle fuel derived in whole or in part from coal and shall 18 determine the feasibility of converting State-owned vehicles to operate on such synthetic fuel. 19 20 (b) In making [its] the determination of the feasibility of 21 using a synthetic motor vehicle fuel derived in whole or in part

from coal, the [department is] <u>departments are</u> authorized to utilize such synthetic fuel in a limited number of State-owned vehicles on an experimental basis and to make necessary mechanical changes in those vehicles to facilitate the experimentation.

(c) If, as a result of the monitoring and experimentation conducted in accordance with subsections (a) and (b), the [department determines] <u>departments determine</u> that there is a sufficient, assured supply of such synthetic fuel which can be 19890H0635B0703 - 15 -

used in one or more State-owned vehicles at a reasonable cost 1 and without creating any significant threat to the environment, 2 3 the [department] <u>departments</u> shall submit to the General 4 Assembly a plan for such conversion. Such plan shall be 5 accompanied by a summary report setting forth the basis for the [department's] determination that such conversion is feasible. 6 7 Section 2801-C. Definitions. -- The following words and phrases when used in this article shall have the meanings given 8 9 to them in this section unless the context clearly indicates otherwise: 10

11 "Authority" means the Energy Development Authority. "Board" means the board of directors of the authority. 12 13 "Bond" or "Bonds" means notes, bonds, refunding or renewal notes and bonds and other evidence of indebtedness or 14 15 obligations which the authority is authorized to issue. 16 "Cost" means the expense of construction and the expense of 17 acquisition of all structures, lands and other property rights 18 and interests in land necessary to a project. The term also 19 includes the expense of demolishing, removing or relocating any 20 buildings or structures on lands acquired or to be acquired, 21 including the expense of acquiring any lands to which such 22 buildings or structures may be moved or relocated; sewage 23 treatment, waste treatment and pollution control facilities; 24 railroad sidings, spurs or branch lines; all labor, materials, 25 machinery and equipment, fixtures; financing charges; interest 26 on all bonds prior to and during construction, and for a period 27 of one year thereafter; engineering, financial and legal 28 services; plans, specifications, studies, surveys necessary or incidental to determining the feasibility or practicability of 29 30 constructing a project; administrative expenses; reserves for 19890H0635B0703 - 16 -

interest and for extension, enlargements, additions and
 improvements; and such other expenses as may be necessary or
 incidental to the construction of the project and the placing of
 the same in operation.

5 "Energy or fuel supply emergency" means a state of emergency, declared by proclamation of the Governor within twenty-four 6 7 hours after the occurrence of an energy resource shortage or supply or distribution problem resulting because of an absence 8 9 of availability or a critically reduced supply of any energy 10 source, which cannot be satisfactorily alleviated or resolved by 11 or under the authority of State regulatory authorities having jurisdiction over such energy resources, thereby jeopardizing 12 13 the health, safety, welfare and economic well-being of the inhabitants of this Commonwealth. 14 15 "Energy resource" means any force or material which yields or has the potential to yield energy, including, but not limited 16

17 to, electrical, fossil and nuclear sources.

18 "Person" means a natural person, corporation, partnership, 19 association, and any municipality of this Commonwealth and any 20 public corporation, authority or body whatsoever.

21 "Petroleum product" includes motor gasoline, kerosene,
22 distillates (including Number 2 fuel oil) and diesel fuel.
23 "Project" means an activity, entirely or largely conducted in
24 Pennsylvania, which cannot be effectively funded using privately
25 available resources, relating to:

(1) basic and applied research concerning energy use,
renewable energy resources and energy extraction, transmission,
storage or conversion;

29 (2) limited scale demonstration of innovative or 30 commercially unproven technology to promote the production, use 19890H0635B0703 - 17 - 1 or conservation of energy; [or]

(3) activities to promote or remove obstacles to the 2 3 utilization and transportation of Pennsylvania energy resources, 4 including but not limited to limited scale synthetic fuel 5 facilities and the conversion or technological improvement of industrial, commercial or agricultural systems to utilize 6 7 Pennsylvania coal or renewable energy resources: Provided, That no such facility unreasonably interferes with private waste 8 9 recycling industries[.];

10 (4) activities to promote and develop projects, on a local 11 or regional basis, for the cogeneration of power through the 12 utilization of solid waste; or

13 (5) activities which seek to reduce pollution and are associated with energy development, production or distribution. 14 15 "Renewable energy source" means any method, process or 16 substance whose supply is rejuvenated through natural processes and, subject to those material processes, remains relatively 17 18 constant, including, but not limited to, biomass conversion, 19 geothermal energy, solar and wind energy and hydroelectric 20 power, and excluding those sources of energy used in the fission 21 and fusion processes. 22 Section 2802-C. [Emergency Petroleum Product Shortages.--(a)

23 The Governor may, by executive order, proclaim a state of 24 emergency based upon a finding that there impends or exists a 25 substantial shortage of petroleum products available for use in Pennsylvania which poses a serious threat to health, safety or 26 27 welfare of the public.] Energy or Fuel Supply Emergency. -- (a) 28 In the event that the threat or danger of an energy or fuel supply emergency is imminent, the Governor may, after 29 consultation with the Lieutenant Governor, the Department of 30

- 18 -

19890H0635B0703

Energy, the Pennsylvania Public Utility Commission and the 1 Department of Environmental Resources, declare a state of energy 2 3 or fuel supply emergency. A state of energy or fuel supply 4 emergency shall remain in effect for the maximum period of 5 ninety days [and may be extended], but may be terminated or extended by the Governor unless the termination or extension is 6 7 disapproved by concurrent resolution adopted by both Houses of the General Assembly. A state of emergency may be declared for 8 9 all or any portion of the Commonwealth.

10 (b) [Upon proclamation of a state of emergency, the Governor 11 shall designate a State agency to conduct emergency allocation 12 measures during the period of the declared emergency. Emergency 13 allocation measures may consist of:

14 (1) the administration of any emergency allocation powers 15 delegated to the State by the President or any Federal agency; 16 (2) the implementation of a set aside program, for not more 17 than one percent (1%) of the petroleum products available for 18 use in Pennsylvania, to alleviate hardship or meet emergency 19 needs. A set aside program shall be established in conformity 20 with any Federal law, regulations or executive orders governing 21 petroleum allocation, and shall apply only to petroleum products 22 found to be in a substantial shortage;

(3) measures to reduce the demand for or consumption ofgasoline; and

(4) other measures identified by the Governor in his executive order proclaiming a state of emergency as necessary to protect the public health, safety and welfare.

28 (c) The agency designated by the Governor to conduct 29 emergency measures may, during the period of the emergency, 30 adopt rules and regulations pursuant to section 204 of the act 19890H0635B0703 - 19 - of July 31, 1968 (P.L.769, No.240), referred to as the
 Commonwealth Documents Law. Any regulation adopted during a
 state of emergency shall be automatically rescinded upon the
 expiration of the emergency.

5 (d) The Governor may designate a state agency to monitor 6 supplies of petroleum products available for use in the 7 Commonwealth to determine whether there exists, or is likely to 8 exist, an emergency shortage.

9 (1) In order to monitor supplies of petroleum products, the 10 agency may require recordkeeping and periodic reports from 11 petroleum suppliers. These reporting and recordkeeping 12 requirements shall, to the maximum extent possible, employ 13 Federally mandated reports and records, avoid any unnecessary 14 duplicative reporting or recordkeeping, and minimize paperwork, 15 recordkeeping and reporting requirements.

16 (2) Reports filed and records maintained pursuant to this17 subsection shall be deemed confidential.

18 When a petroleum supplier or a company providing (3) 19 information to a petroleum supplier claims that the information 20 requested by the agency is confidential, proprietary, market or trade secret information, or when the information is deemed 21 22 confidential pursuant to this section, the agency shall not 23 disclose such information publicly or to any other governmental 24 agency unless the information is aggregated as part of a 25 statistical report in which the data and individual companies 26 supplying the data cannot be identified.

27 (4) No employe or appointee of the agency or other person 28 may release information from a petroleum product company that 29 would enable data provided by or relating to individual 30 customers of the petroleum company to be identified as relating 19890H0635B0703 - 20 - to or coming from the individual customer. Any person disclosing such information in violation of this section shall be guilty of a misdemeanor, shall be subject to disciplinary action, including reprimand, suspension or termination, and may be ordered to make restitution to any injured or aggrieved party for losses or damages shown.

7 In order to obtain information required pursuant to this (5) subsection, the agency designated by the Governor to monitor 8 9 supplies of petroleum products may receive or share information 10 from any other Commonwealth, Federal or local agency: Provided, 11 That the agency shall provide the same confidentiality to information recovered as is provided by the supplying agency.] 12 13 Upon proclamation of a state of emergency, the Governor shall 14 have the power:

15 (1) To direct the Department of Energy to conduct emergency 16 petroleum allocation measures which may consist of any of the 17 following:

18 (i) The administration of any emergency petroleum allocation 19 powers delegated to the State by the President or any Federal 20 agency.

21 (ii) The implementation of a set-aside program, for not more 22 than one per centum (1%) of the petroleum products available for 23 use in Pennsylvania, to alleviate hardship or meet emergency 24 needs. A set-aside program shall be established in conformity

25 with any Federal law, regulations or executive orders governing

26 petroleum allocation, and shall apply only to petroleum products

27 found to be in a substantial shortage.

28 (iii) Measures to reduce the demand for or consumption of 29 petroleum products.

30 <u>(iv) The adoption of rules and regulations in the manner</u> 19890H0635B0703 - 21 -

1	provided by law. Any regulation adopted during a state of
2	emergency shall be automatically rescinded upon the expiration
3	of the emergency.
4	(v) Any other measures deemed necessary to protect the
5	public health, safety and welfare.
6	(2) To encourage increased use of renewable energy sources.
7	(3) To suspend or modify existing state standards and
8	requirements affecting or affected by the use of energy
9	resources, including those related to air quality control.
10	(4) To order specific restrictions on the use and sale of
11	energy resources, including, but not limited to:
12	(i) Restrictions on the interior temperature of public,
13	commercial, industrial and school buildings.
14	(ii) Restrictions on the hours and days during which public,
15	commercial, industrial and school buildings may be open.
16	(iii) Restrictions on lighting levels in public, commercial,
17	industrial and school buildings.
18	(iv) Restrictions on the use of display and decorative
19	lighting.
20	(v) Restrictions on the use of privately owned vehicles or a
21	reduction in speed limits.
22	(vi) Restrictions on the use of public transportation,
23	including directions to close a public transportation facility.
24	(vii) Restrictions on the use of pupil transportation
25	programs operated by public schools.
26	(viii) Reduction in the number of elevators operating in
27	office buildings during nonpeak hours.
28	(ix) Curtailment of nighttime sports, entertainment and
29	recreational activities.
30	(x) Closing of public museums, art galleries and historic

19890H0635B0703

- 22 -

1 <u>buildings.</u>

2	(xi) Requiring Sunday closings of retail establishments,
3	except for those retail establishments that provide goods or
4	services essential to the public welfare.
5	(xii) Reduction in the number of hours during which retail
б	establishments may be open for business, except for those retail
7	establishments which provide goods or services essential to the
8	public welfare. Any retail establishment subject to this
9	subclause shall be permitted to set its specific hours of
10	operation, provided the total number of hours does not exceed
11	the maximum number of hours authorized pursuant to this
12	subclause.
13	(c) Any restrictions ordered by the Governor shall be
14	automatically rescinded upon the expiration of the emergency.
15	(d) Any actions taken by the Governor pursuant to this
16	section, insofar as they may apply to a regulated utility, shall
17	not conflict with or supersede regulations or orders of the
18	<u>Pennsylvania Public Utility Commission or curtailment procedures</u>
19	on file with the Pennsylvania Public Utility Commission, nor
20	shall any restrictions on the use of fuel for the generation of
21	energy or on the transportation of fuel for the generation of
22	energy be imposed prior to consultation with the Pennsylvania
23	Public Utility Commission.
24	(e) An executive order, proclamation or directive issued
25	under this section shall be disseminated promptly by means
26	calculated to bring its contents to the attention of the
27	citizens of this Commonwealth and published in accordance with
28	the law. The Governor shall notify the General Assembly promptly
29	of an executive order, proclamation or directive issued under
30	this article.
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19890H0635B0703

- 23 -

1	(f) Any person who knowingly violates any order,
2	proclamation or directive issued by the Governor under this
3	section commits a misdemeanor of the third degree and shall,
4	upon conviction, be sentenced to pay a fine of not more than
5	<u>\$500. Each day of a continuing violation shall be a separate</u>
6	offense.
7	(g) Nothing in this article shall limit the authority of the
8	Pennsylvania Public Utility Commission to regulate public
9	utility service as provided in Title 66 of the Pennsylvania
10	Consolidated Statutes (relating to public utilities).
11	Section 8. The act is amended by adding a section to read:
12	Section 2802.1-C. Coordination of Monitoring of Supplies of
13	Energy Resources(a) The Department of Energy shall
14	coordinate the monitoring of supplies of energy resources
15	available for use in this Commonwealth to determine whether
16	there exists, or is likely to exist, an emergency shortage.
17	(b) In order to coordinate the monitoring of energy
18	resources, the Department of Energy may require recordkeeping
19	and periodic reports from energy resource suppliers. These
20	reporting and recordkeeping requirements shall, to the maximum
21	extent possible, employ mandated reports and records of other
22	Commonwealth, Federal or local agencies, avoid any unnecessary
23	duplicative reporting or recordkeeping, and minimize paperwork,
24	recordkeeping and reporting requirements.
25	(c) Any agency that provides or receives reports or records
26	under this act, any other act, any rule or regulation or any
27	executive order or similar directive for the purpose of
28	monitoring or coordinating the monitoring of supplies of energy
29	resources shall keep such records or reports confidential unless
30	the reports or records are deemed to be public information
19890Н0635В0703 - 24 -	

1	pursuant to the act, rule or regulation, executive order or
2	directive under which they are provided.
3	(d) When an energy resource supplier or a company providing
4	information to an energy resource supplier claims that the
5	information requested by the agency is confidential,
б	proprietary, market or trade secret information, or when the
7	information is deemed confidential pursuant to this section, the
8	agency shall not disclose such information publicly or to any
9	other governmental agency unless the information is aggregated
10	as part of a statistical report in which the data and individual
11	companies supplying the data cannot be identified.
12	(e) No employe or appointee of the agency or other person
13	may release information from an energy resource company that
14	would enable data provided by or relating to individual
15	customers of the energy resource company to be identified as
16	relating to or coming from the individual customer. Any person
17	disclosing such information in violation of this section shall
18	be guilty of a misdemeanor of the third degree, shall be subject
19	to disciplinary action, including reprimand, suspension or
20	termination, and may be ordered to make restitution to any
21	injured or aggrieved party for losses or damages shown.
22	(f) In order to obtain information required pursuant to this
23	section, the Department of Energy may receive or share
24	information from any other Commonwealth, Federal or local
25	agency: Provided, however, That the Department of Energy shall
26	provide the same confidentiality to information received as is
27	provided by the supplying agency.
28	Section 9. Section 2803-C of the act, amended or added
29	December 14, 1982 (P.L.1213, No.280) and July 11, 1985 (P.L.211,
30	No.55), is amended to read:

19890H0635B0703

- 25 -

Section 2803-C. Energy Development Authority.--(a) There is
 hereby established within the Department of Energy the Energy
 Development Authority.

4 (b) The authority shall be governed and all of its corporate
5 powers exercised by a board of directors which shall be composed
6 of the following individuals:

7 (1) Nine members to be appointed by the Governor, one of whom shall be designated as chairman. At least two members shall 8 be members of the general public. The members initially 9 10 appointed shall serve for terms of two, three and four years, 11 respectively, the particular term of each to be designated by the Governor at the time of appointment. The terms of all of 12 13 their successors shall be four years each, except that any 14 person appointed to fill a vacancy shall serve only for the 15 unexpired term. Every member's term shall extend until his 16 successor is appointed and qualified. Any appointment of a 17 member of the authority shall be subject to the advice and 18 consent of a majority of all of the members of the Senate. Any 19 appointed member of the authority shall be eligible for 20 reappointment.

21

(2) The Secretary of Energy or his designee.

[(2)] (3) The Secretary of Environmental Resources or his
designee.

24 [(3)] (4) The Secretary of Banking or his designee. 25 [(4)] (5) The Secretary of Commerce or his designee. 26 [(5)] (6) The Secretary of Agriculture or his designee. 27 [(6)] (7) Two members of the Senate, one from the majority party and one from the minority party, to be appointed by the 28 29 President pro tempore to serve at his pleasure, or the designees 30 appointed by such members. - 26 -19890H0635B0703

[(7)] (8) Two members of the House of Representatives, one
 from the majority party and one from the minority party, to be
 appointed by the Speaker of the House to serve at his pleasure,
 or the designees appointed by such members.

5 [(8)](9) The Consumer Advocate or his designee.
6 [(9)] (10) The Chairman of the Public Utility Commission or
7 his designee.

8 (11) The Chairman of the Energy Research and Development
9 Advisory Board.

(c) The members of the board of directors shall be entitled 10 11 to no compensation for their services as members but shall be entitled to reimbursement for all necessary expenses incurred in 12 13 connection with the performance of their duties as members. 14 The board of directors shall provide for the holding of (d) 15 regular and special meetings. Ten directors attending shall 16 constitute a quorum for the transaction of any business and at 17 least six votes shall be required to adopt any action, except 18 that at least nine votes shall be required to approve financial assistance for any project. 19

20 Section 10. Section 2804-C(a) of the act, added December 14, 21 1982 (P.L.1213, No.280), is amended to read:

22 Section 2804-C. Technical and Financial Support.--(a) The 23 [Governor shall designate a State agency to] <u>Department of</u> 24 <u>Energy shall</u> provide staff services to the authority for its 25 administration of the act, including technical services to 26 assist the authority in carrying out the provisions of this 27 article.

28 * * *

29 Section 11. Section 2807-C(a) of the act, amended December 30 15, 1988 (P.L. , No.152), is amended to read: 19890H0635B0703 - 27 -

1 Section 2807-C. Authority Indebtedness.--(a) The authority shall have the power and hereby is authorized from time to time, 2 3 by resolution of the authority and subject to the written 4 approval of the Governor, to issue its negotiable bonds in such 5 principal amount as, in the opinion of the authority, shall be necessary to provide sufficient funds for any of its corporate 6 7 purposes, the establishment of reserves to secure such bonds and 8 all other expenditures of the authority incident to and 9 necessary or convenient to carry out its corporate purposes and 10 powers. The authority may issue its bonds to provide financial 11 assistance for projects only after the authority has first 12 identified and approved such projects. The aggregate principal amount of bonds and notes of the authority shall not exceed 13 [\$300,000,000] <u>\$400,000,000</u> outstanding at any one time. 14 * * * 15

16 Section 12. All personnel, allocations, appropriations, 17 equipment, files, records, contracts, agreements, obligations 18 and other material which are used, employed or expended in 19 connection with the powers, duties or functions of the 20 Pennsylvania Energy Office are hereby transferred to the 21 Department of Energy established by this act with the same force 22 and effect as if the appropriations had been made to and said 23 items had been the property of the Department of Energy in the 24 first instance, and as if said contracts, agreements and 25 obligations had been incurred or entered into by the Department 26 of Energy. The personnel, appropriations, equipment and other 27 items and material transferred by this section shall include 28 Federal grants and funds and other benefits from any Federal 29 program. All personnel transferred pursuant to this act shall 30 retain any civil service employment status assigned to the 19890H0635B0703 - 28 -

1 personnel.

Section 13. In addition to the retention of civil service 2 3 employment status by employees transferred to the Department of 4 Energy, all new positions in the Department of Energy shall be 5 deemed to be included in the list of positions set forth in section 3(d) of the act of August 5, 1941 (P.L.752, No.286), 6 known as the Civil Service Act, and the provisions and benefits 7 of that act shall be applicable to all employees of the 8 9 Department of Energy.

10 Section 14. (a) Nothing set forth in this act shall 11 supersede any curtailment plans which are established and 12 approved by any Federal regulatory commission, the Pennsylvania 13 Public Utility Commission or any ordinance duly adopted by any 14 municipality or public gas system.

(b) All orders, permits, regulations, decisions and other
actions of the Pennsylvania Energy Office or any department,
board, commission or agency whose functions have been
transferred by this act to the Department of Energy shall remain
in full force and effect until modified, repealed, superseded or
otherwise changed by appropriate action of the Department of
Energy.

22 The Department of Energy shall not have any authority to (C) take any action affecting the jurisdiction of the Pennsylvania 23 24 Public Utility Commission or any Federal administrative or 25 regulatory agency. The Secretary of Energy, or his designee, 26 however, shall have the authority to appear before the 27 Pennsylvania Public Utility Commission or any Federal 28 administrative or regulatory agency to provide information 29 concerning State energy policies.

30 Section 15. All acts and parts of acts are repealed insofar 19890H0635B0703 - 29 -

- 1 as they are inconsistent with this act.
- 2 Section 16. This act shall take effect in 180 days.