## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL No. 881 Session of 2015

INTRODUCED BY BLAKE, FONTANA, SCAVELLO, BARTOLOTTA, STEFANO AND YUDICHAK, JUNE 12, 2015

SENATOR TOMLINSON, CONSUMER PROTECTION AND PROFESSIONAL LICENSURE, AS AMENDED, MARCH 15, 2016

## AN ACT

1 2	Amending Title 66 (Public Utilities) of the Pennsylvania < Consolidated Statutes, in general provisions, further
3 4 5 6	<pre>providing for definitions. AMENDING TITLE 66 (PUBLIC UTILITIES) OF THE PENNSYLVANIA &lt; CONSOLIDATED STATUTES, IN GENERAL PROVISIONS, FURTHER PROVIDING FOR THE DEFINITION OF "PUBLIC UTILITY."</pre>
7	The General Assembly of the Commonwealth of Pennsylvania
8	hereby enacts as follows:
9	Section 1. The definition of "public utility" in section 102 <
10	of Title 66 of the Pennsylvania Consolidated Statutes is amended
11	to read:
12	<del>§ 102. Definitions.</del>
13	Subject to additional definitions contained in subsequent
14	provisions of this part which are applicable to specific
15	provisions of this part, the following words and phrases when
16	used in this part shall have, unless the context clearly
17	indicates otherwise, the meanings given to them in this section:
18	* * *
19	"Public utility."

1	(1) Any person or corporations now or hereafter owning
2	or operating in this Commonwealth equipment or facilities
3	for:
4	(i) Producing, generating, transmitting,-
5	distributing or furnishing natural or artificial gas,
6	electricity, or steam for the production of light, heat,-
7	or power to or for the public for compensation.
8	(ii) Diverting, developing, pumping, impounding,
9	distributing, or furnishing water to or for the public-
10	for compensation.
11	(iii) Transporting passengers or property as a
12	common carrier.
13	(iv) Use as a canal, turnpike, tunnel, bridge,
14	wharf, and the like for the public for compensation.
15	(v) Transporting or conveying natural or artificial
16	gas, crude oil, gasoline, or petroleum products,
17	materials for refrigeration, or oxygen or nitrogen, or-
18	other fluid substance, by pipeline or conduit, for the
19	public for compensation.
20	(vi) Conveying or transmitting messages or
21	communications, except as set forth in paragraph (2)(iv),
22	by telephone or telegraph or domestic public land mobile
23	radio service including, but not limited to, point-to-
24	point microwave radio service for the public for
25	compensation.
26	(vii) Sewage collection, treatment, or disposal for
27	the public for compensation.
28	(viii) Providing limousine service in a county of
29	the second class pursuant to Subchapter B of Chapter 11
30	(relating to limousine service in counties of the second-

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1	<del>class).</del>
2	(2) The term does not include:
3	(i) Any person or corporation, not otherwise a
4	public utility, who or which furnishes service only to-
5	himself or itself.
6	(ii) Any bona fide cooperative association which
7	furnishes service only to its stockholders or members on-
8	<del>a nonprofit basis.</del>
9	(iii) Any producer of natural gas not engaged in
10	distributing such gas directly to the public for
11	compensation.
12	(iv) Any person or corporation, not otherwise a
13	public utility, who or which furnishes mobile domestic
14	cellular radio telecommunications service.
15	(v) Any building or facility owner/operators who
16	hold ownership over and manage the internal distribution
17	system serving such building or facility and who supply-
18	electric power and other related electric power services
19	to occupants of the building or facility.
20	(vi) Electric generation supplier companies, except
21	for the limited purposes as described in sections 2809
22	(relating to requirements for electric generation-
23	suppliers) and 2810 (relating to revenue-neutral-
24	reconciliation).
25	(vii) Any water or sewer service provided to an
26	independently owned user premises by a person or
27	corporation that owns and operates, as a primary
28	business, a resort where all of the following apply:
29	(A) The service provided is from a point within
30	the boundaries of the resort's property and is to no

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1	more than 100 independently owned user premises for
2	each type of service.
3	
4	form and manner required by the commission, to be
5	incidental to the supplier's primary resort business,
6	as evidenced by the gross annual revenues derived
7	from each type of service provided to independently
8	owned user premises, being less than 1% of the gross
9	annual revenues of the primary resort business.
10	(C) The rates to independently owned user
11	premises do not exceed the average of the rates for
12	comparable service provided by two municipal
13	corporations or municipal authorities or any
14	combination of the two that are reasonably proximate
15	to the resort or within the same county if rural.
16	(D) The service will not be terminated to any
17	independently owned user premises in the resort,
18	<u>unless termination:</u>
19	(I) is requested by the user;
20	(II) is necessary due to nonpayment of
21	<del>rates;</del>
22	(III) is necessary to prevent misuse of the
23	<del>system by a user which impairs or jeopardizes_</del>
24	service to other users and the resort; or
25	(IV) is directed by law, regulation or by a
26	Federal or State agency or governmental body.
27	(E) The water and sewer service provided to the
28	independently owned user premises is the same service
29	that the resort owner provides to itself or its
30	affiliates.

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1	(F) The resort adopts a resolution providing
2	that it will not serve any additional independently
3	owned user premises except if lawfully directed by
4	any Federal or State agency or governmental body to
5	protect public health and safety due to an emergency,
6	such as contamination or failure of existing supply,
7	and does not revoke or amend the resolution without
8	first notifying the commission's secretary, in
9	writing, 30 days in advance of such proposed
10	revocation or amendment.
11	(G) For purposes of this subparagraph "resort"
12	means a place or business visited primarily for
13	leisure or vacation that offers or provides lodging,
14	entertainment, hospitality, dining, recreational
15	facilities or activities for guests, business
16	conferees, guests, members or residents.
17	(H) For purposes of this subparagraph
18	"independently owned user premises" means any
19	structure not owned by the resort or its affiliates,
20	including a structure intended to be used as a
21	seasonal residence, located within the boundaries of
22	a resort and to which a resort owner or its
23	<u>affiliates provide water or sewer service.</u>
24	(viii) Any water or sewer service provided by a
25	municipal corporation to user premises at a point beyond
26	its corporate limits due to historical accident,
27	necessity or absence of other water supply or sewer
28	service, direction of a Federal or State agency or
29	municipal body, where the municipal corporation, by
30	resolution or ordinance, does all of the following:

1	(A) Provides it will not, after the effective
2	date of this clause, serve any additional user
3	premises outside of its corporate boundaries except
4	if lawfully directed by any Federal or State agency
5	or governmental body to protect public health and
6	safety due to an emergency, such as contamination or
7	failure of existing supply.
8	(B) Provides water or sewer to user premises
9	beyond its corporate boundaries at the same rates and
10	service as it does to user premises inside its
11	<u>corporate boundaries.</u>
12	(C) Provides it will not revoke or amend the
13	resolution without prior commission approval.
14	(3) For the purposes of sections 2702 (relating to-
15	construction, relocation, suspension and abolition of
16	crossings), 2703 (relating to ejectment in crossing cases)
17	and 2704 (relating to compensation for damages occasioned by-
18	construction, relocation or abolition of crossings) and those-
19	portions of sections 1501 (relating to character of service
20	and facilities), 1505 (relating to proper service and
21	facilities established on complaint) and 1508 (relating to-
22	reports of accidents), as those sections or portions thereof
23	relate to safety only, a municipal authority or
24	transportation authority organized under the laws of this
25	Commonwealth shall be considered a public utility when it
26	owns or operates, for the carriage of passengers or goods by-
27	rail, a line of railroad composed of lines formerly owned or-
28	operated by the Pennsylvania Railroad, the Penn-Central-
29	Transportation Company, the Reading Company or the-
30	Consolidated Rail Corporation.

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Section 2. The amendment of the definition of "publicutility" in 66 Pa.C.S. § 102 shall apply retroactively to-January 1, 2009.

5 Section 3. This act shall take effect in 60 days.

6 SECTION 1. THE DEFINITION OF "PUBLIC UTILITY" IN SECTION 102 <--</li>
7 OF TITLE 66 OF THE PENNSYLVANIA CONSOLIDATED STATUTES IS AMENDED
8 TO READ:

9 § 102. DEFINITIONS.

SUBJECT TO ADDITIONAL DEFINITIONS CONTAINED IN SUBSEQUENT
PROVISIONS OF THIS PART WHICH ARE APPLICABLE TO SPECIFIC
PROVISIONS OF THIS PART, THE FOLLOWING WORDS AND PHRASES WHEN
USED IN THIS PART SHALL HAVE, UNLESS THE CONTEXT CLEARLY
INDICATES OTHERWISE, THE MEANINGS GIVEN TO THEM IN THIS SECTION:
\* \* \*

16 "PUBLIC UTILITY."

17 (1) ANY PERSON OR CORPORATIONS NOW OR HEREAFTER OWNING
18 OR OPERATING IN THIS COMMONWEALTH EQUIPMENT OR FACILITIES
19 FOR:

(I) PRODUCING, GENERATING, TRANSMITTING,
DISTRIBUTING OR FURNISHING NATURAL OR ARTIFICIAL GAS,
ELECTRICITY, OR STEAM FOR THE PRODUCTION OF LIGHT, HEAT,
OR POWER TO OR FOR THE PUBLIC FOR COMPENSATION.

24 (II) DIVERTING, DEVELOPING, PUMPING, IMPOUNDING,
25 DISTRIBUTING, OR FURNISHING WATER TO OR FOR THE PUBLIC
26 FOR COMPENSATION.

27 (III) TRANSPORTING PASSENGERS OR PROPERTY AS A28 COMMON CARRIER.

29 (IV) USE AS A CANAL, TURNPIKE, TUNNEL, BRIDGE,
30 WHARF, AND THE LIKE FOR THE PUBLIC FOR COMPENSATION.

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(V) TRANSPORTING OR CONVEYING NATURAL OR ARTIFICIAL
 GAS, CRUDE OIL, GASOLINE, OR PETROLEUM PRODUCTS,
 MATERIALS FOR REFRIGERATION, OR OXYGEN OR NITROGEN, OR
 OTHER FLUID SUBSTANCE, BY PIPELINE OR CONDUIT, FOR THE
 PUBLIC FOR COMPENSATION.

6 (VI) CONVEYING OR TRANSMITTING MESSAGES OR 7 COMMUNICATIONS, EXCEPT AS SET FORTH IN PARAGRAPH (2)(IV), 8 BY TELEPHONE OR TELEGRAPH OR DOMESTIC PUBLIC LAND MOBILE 9 RADIO SERVICE INCLUDING, BUT NOT LIMITED TO, POINT-TO-10 POINT MICROWAVE RADIO SERVICE FOR THE PUBLIC FOR 11 COMPENSATION.

12 (VII) SEWAGE COLLECTION, TREATMENT, OR DISPOSAL FOR13 THE PUBLIC FOR COMPENSATION.

14 (VIII) PROVIDING LIMOUSINE SERVICE IN A COUNTY OF
15 THE SECOND CLASS PURSUANT TO SUBCHAPTER B OF CHAPTER 11
16 (RELATING TO LIMOUSINE SERVICE IN COUNTIES OF THE SECOND
17 CLASS).

18 (2) THE TERM DOES NOT INCLUDE:

(I) ANY PERSON OR CORPORATION, NOT OTHERWISE A
PUBLIC UTILITY, WHO OR WHICH FURNISHES SERVICE ONLY TO
HIMSELF OR ITSELF.

(II) ANY BONA FIDE COOPERATIVE ASSOCIATION WHICH
FURNISHES SERVICE ONLY TO ITS STOCKHOLDERS OR MEMBERS ON
A NONPROFIT BASIS.

(III) ANY PRODUCER OF NATURAL GAS NOT ENGAGED IN
 DISTRIBUTING SUCH GAS DIRECTLY TO THE PUBLIC FOR
 COMPENSATION.

(IV) ANY PERSON OR CORPORATION, NOT OTHERWISE A
 PUBLIC UTILITY, WHO OR WHICH FURNISHES MOBILE DOMESTIC
 CELLULAR RADIO TELECOMMUNICATIONS SERVICE.

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(V) ANY BUILDING OR FACILITY OWNER/OPERATORS WHO
 HOLD OWNERSHIP OVER AND MANAGE THE INTERNAL DISTRIBUTION
 SYSTEM SERVING SUCH BUILDING OR FACILITY AND WHO SUPPLY
 ELECTRIC POWER AND OTHER RELATED ELECTRIC POWER SERVICES
 TO OCCUPANTS OF THE BUILDING OR FACILITY.

6 (VI) ELECTRIC GENERATION SUPPLIER COMPANIES, EXCEPT 7 FOR THE LIMITED PURPOSES AS DESCRIBED IN SECTIONS 2809 8 (RELATING TO REQUIREMENTS FOR ELECTRIC GENERATION 9 SUPPLIERS) AND 2810 (RELATING TO REVENUE-NEUTRAL 10 RECONCILIATION).

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(VII) SERVICE AS FOLLOWS:

 12
 (A) ANY WATER OR SEWER SERVICE PROVIDED TO

 13
 INDEPENDENTLY OWNED USER PREMISES BY A PERSON OR

 14
 CORPORATION THAT OWNS AND OPERATES AS A PRIMARY

 15
 BUSINESS A RESORT WHERE:

 16
 (I) THE SERVICE PROVIDED IS FROM A POINT

 17
 WITHIN THE BOUNDARIES OF THE RESORT'S PROPERTY

 18
 AND IS PROVIDED TO NO MORE THAN 100 INDEPENDENTLY

 19
 OWNED USER PREMISES FOR EACH TYPE OF SERVICE;

20 (II) THE SERVICE IS VERIFIED BY THE RESORT, 21 IN A FORM AND MANNER PRESCRIBED BY THE 22 COMMISSION, TO BE INCIDENTAL TO THE SUPPLIER'S 23 PRIMARY RESORT BUSINESS AS EVIDENCED BY THE GROSS 24 ANNUAL REVENUES DERIVED FROM EACH TYPE OF SERVICE 25 PROVIDED TO INDEPENDENTLY OWNED USER PREMISES 26 BEING LESS THAN 1% OF THE ANNUAL GROSS REVENUES 27 OF THE PRIMARY RESORT BUSINESS; 28 (III) RATES TO INDEPENDENTLY OWNED USER 29 PREMISES DO NOT EXCEED THE AVERAGE OF THE RATES

30 FOR COMPARABLE SERVICE PROVIDED BY TWO MUNICIPAL

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 1
 CORPORATIONS OR MUNICIPAL AUTHORITIES OR ANY

 2
 COMBINATION OF THE TWO THAT ARE REASONABLY

 3
 PROXIMATE TO THE RESORT OR WITHIN THE SAME COUNTY

 4
 IF RURAL;

5 (IV) SERVICE WILL NOT BE TERMINATED TO ANY 6 INDEPENDENTLY OWNED USER PREMISES IN THE RESORT, 7 UNLESS TERMINATION IS REQUESTED BY THE USER, IS 8 NECESSARY DUE TO NONPAYMENT OR TO PREVENT MISUSE 9 OF THE SYSTEM BY A USER WHICH IMPAIRS OR JEOPARDIZES SERVICE TO OTHER USERS AND THE 10 11 RESORT, OR IF TERMINATION IS DIRECTED BY LAW, 12 REGULATION OR BY A FEDERAL OR STATE AGENCY OR 13 GOVERNMENTAL BODY; 14 (V) THE WATER AND SEWER SERVICE PROVIDED TO

<u>THE INDEPENDENTLY OWNED USER PREMISES IS THE SAME</u> SERVICE THAT THE RESORT OWNER PROVIDES TO ITSELF OR ITS AFFILIATES;

18 (VI) THE RESORT ADOPTS A RESOLUTION 19 PROVIDING THAT IT WILL NOT SERVE ANY ADDITIONAL 20 INDEPENDENTLY OWNED USER PREMISES EXCEPT IF 21 LAWFULLY DIRECTED BY ANY FEDERAL OR STATE AGENCY 22 OR GOVERNMENTAL BODY TO PROTECT PUBLIC HEALTH AND 23 SAFETY DUE TO AN EMERGENCY SUCH AS CONTAMINATION 24 OR FAILURE OF EXISTING SUPPLY, AND DOES NOT 25 REVOKE OR AMEND SUCH RESOLUTION WITHOUT FIRST 26 NOTIFYING THE SECRETARY OF THE COMMISSION IN 27 WRITING 30 DAYS IN ADVANCE OF SUCH PROPOSED 28 REVOCATION OR AMENDMENT; AND 29 (VII) DISPUTES BETWEEN AN INDEPENDENTLY

30 OWNED USER PREMISES AND THE RESORT ARE RESOLVED

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1 BY THE APPLICABLE COURT SYSTEM. 2 (B) FOR PURPOSES OF THIS SUBPARAGRAPH: 3 (I) THE TERM "RESORT" MEANS A PLACE OR BUSINESS VISITED, PRIMARILY FOR LEISURE OR 4 VACATION, THAT OFFERS OR PROVIDES LODGING, 5 6 ENTERTAINMENT, HOSPITALITY, DINING, RECREATIONAL 7 FACILITIES OR ACTIVITIES FOR GUESTS, BUSINESS 8 CONFEREES, MEMBERS OR RESIDENTS. 9 (II) THE TERM "INDEPENDENTLY OWNED USER PREMISES" MEANS A STRUCTURE NOT OWNED BY THE 10 11 RESORT OR ITS AFFILIATES, INCLUDING A STRUCTURE 12 INTENDED TO BE USED AS A SEASONAL RESIDENCE, 13 SERVED FROM A POINT WITHIN THE BOUNDARIES OF A 14 RESORT AND TO WHICH A RESORT OWNER OR ITS AFFILIATES PROVIDES WATER OR SEWER SERVICE. 15 16 FOR THE PURPOSES OF SECTIONS 2702 (RELATING TO (3) CONSTRUCTION, RELOCATION, SUSPENSION AND ABOLITION OF 17 18 CROSSINGS), 2703 (RELATING TO EJECTMENT IN CROSSING CASES) 19 AND 2704 (RELATING TO COMPENSATION FOR DAMAGES OCCASIONED BY 20 CONSTRUCTION, RELOCATION OR ABOLITION OF CROSSINGS) AND THOSE 21 PORTIONS OF SECTIONS 1501 (RELATING TO CHARACTER OF SERVICE AND FACILITIES), 1505 (RELATING TO PROPER SERVICE AND 22 23 FACILITIES ESTABLISHED ON COMPLAINT; AUTHORITY TO ORDER 24 CONSERVATION AND LOAD MANAGEMENT PROGRAMS) AND 1508 (RELATING TO REPORTS OF ACCIDENTS), AS THOSE SECTIONS OR PORTIONS 25 26 THEREOF RELATE TO SAFETY ONLY, A MUNICIPAL AUTHORITY OR TRANSPORTATION AUTHORITY ORGANIZED UNDER THE LAWS OF THIS 27 28 COMMONWEALTH SHALL BE CONSIDERED A PUBLIC UTILITY WHEN IT 29 OWNS OR OPERATES, FOR THE CARRIAGE OF PASSENGERS OR GOODS BY RAIL, A LINE OF RAILROAD COMPOSED OF LINES FORMERLY OWNED OR 30

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- 1 OPERATED BY THE PENNSYLVANIA RAILROAD, THE PENN-CENTRAL
- 2 TRANSPORTATION COMPANY, THE READING COMPANY OR THE
- 3 CONSOLIDATED RAIL CORPORATION.
- 4 \* \* \*
- 5 SECTION 2. THIS ACT SHALL APPLY RETROACTIVELY TO JANUARY 1,
- 6 2009.
- 7 SECTION 3. THIS ACT SHALL TAKE EFFECT IMMEDIATELY.