SENATE BILL NO. 132

INTRODUCED BY STANG BY REQUEST OF THE PUBLIC SERVICE COMMISSION

IN THE SENATE

JANUARY 13, 1993 INTRODUCED AND REFERRED TO COMMITTEE ON BUSINESS & INDUSTRY.

FIRST READING.

JANUARY 23, 1993 COMMITTEE RECOMMEND BILL DO PASS AS AMENDED. REPORT ADOPTED.

JANUARY 25, 1993 PRINTING REPORT.

SECOND READING, DO PASS.

JANUARY 26, 1993 ENGROSSING REPORT.

THIRD READING, PASSED. AYES, 48; NOES, 0.

TRANSMITTED TO HOUSE.

IN THE HOUSE

JANUARY 27, 1993

INTRODUCED AND REFERRED TO COMMITTEE ON BUSINESS & ECONOMIC DEVELOPMENT.

FIRST READING.

MARCH 4, 1993 COMMITTEE RECOMMEND BILL BE CONCURRED IN. REPORT ADOPTED.

MARCH 6, 1993 SECOND READING, CONCURRED IN.

MARCH 9, 1993 THIRD READING, CONCURRED IN. AYES, 93; NOES, 5.

MARCH 10, 1993 RETURNED TO SENATE.

IN THE SENATE

MARCH 11, 1993

SENT TO ENROLLING.

RECEIVED FROM HOUSE.

REPORTED CORRECTLY ENROLLED.

LC 0730/01

LC 0730/01

BILL NO. 132 1 INTRODUCED BY 2 BY REQUEST OF THE PUBLIC SERVICE COMMISSION 3 4 A BILL FOR AN ACT ENTITLED: "AN ACT AUTHORIZING THE PUBLIC 5 6 SERVICE COMMISSION TO ADOPT STANDARDS FOR UTILITY PRODUCTS AND SERVICES BY RULE, ORDER, OR A COMBINATION OF BOTH: AND 7 AMENDING SECTION 69-3-108, MCA." 8 9 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 11 Section 1. Section 69-3-108, MCA, is amended to read: "69-3-108. Standards for and examinations of products 12 and services. (1) The commission shall ascertain and 13 14 prescribe for each kind of public utility suitable and convenient commercial units of product or service. These 15 shall-be are lawful units for the purposes of this chapter. 16 17 (2) The commission shall ascertain and fix adequate and serviceable standards for the measurement of quality, 18 19 pressure, initial voltage, or other conditions pertaining to 20 the supply of the product or service rendered by any public 21 utility and prescribe adopt reasonable regulations rules or issue orders for examination and testing of such the product 22 23 or service and for the measurement thereof of the product or 24 service.

25 (3) The commission shall provide for the examination



1 and testing of any-and-all appliances used for the measuring 2 of any product or service of a public utility. Any A 3 consumer or user may have any-such appliances tested upon 4 payment of the fees fixed by the commission. The commission 5 shall establish and-declare reasonable fees to be paid for 6 testing such appliances on the request of the consumers or 7 users, the fee to be paid by the consumer or user at the 8 time of his the request. These fees--however--shall must be 9 paid by the public utility and repaid to the complaining 10 party if the quality or quantity of the product or the 11 character of the service is found by the commission 12 defective or insufficient in a degree to justify the demand 13 for testing, or the commission may apportion the fees 14 between the parties as justice may require.

15 (4) The commission may, in its discretion, purchase
16 such materials, apparatus, and standard measuring
17 instruments for such examinations and tests as it may-deem
18 <u>considers</u> necessary.

19 (5) The commission or its agents, experts, or examiners 20 shall-have-the-power-to may enter upon any premises occupied 21 by any a public utility for the purpose of making the 22 examinations and tests provided in this chapter and to set 23 up and use on such the premises any apparatus and appliances 24 and occupy reasonable space therefor for the examinations 25 and tests. Any A public utility refusing to allow such

> -2- SØ/32 INTRODUCED BILL

1	examinations to be made, as herein provided in this chapter,
2	shall-be is subject to the penalties prescribed in 69-3-206.
3	(6) The commission may establish the standards, units,
4	measurements, examinations, and fees by administrative rules
5	generally applicable to each kind of utility or by
6	administrative order applicable to an individual utility, or
7	by a combination of rule and order. If established by order,
8	the utility shall adopt or amend its tariffed operating
9	rules to include the standard, unit, measurement,
10	examination, or fee ordered by the commission."

-End-

-3-

•

STATE OF MONTANA - FISCAL NOTE Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for SB0132, as introduced.

DESCRIPTION OF PROPOSED LEGISLATION:

The bill authorizes the Public Service Commission (PSC) to adopt standards for utility products and services by rule, order, or a combination of both.

ASSUMPTIONS:

1. The bill clarifies the law to conform with current practices. Hence, the proposal has no fiscal impact.

FISCAL IMPACT: None.

DAVID LEWIS, BUDGET DIRECTOR DATE Office of Budget and Program Planning

BARRY STANG PRIMARY SPONSOR DATE

Fiscal Note for SB0132, as introduced

SB

APPROVED BY COMM. ON BUSINESS & INDUSTRY

1	SENATE BILL NO. 132
2	INTRODUCED BY STANG
3	BY REQUEST OF THE PUBLIC SERVICE COMMISSION
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT AUTHORIZING THE PUBLIC
6	SERVICE COMMISSION TO ADOPT STANDARDS FOR UTILITY PRODUCTS
7	AND SERVICES BY RULE7ORDER7ORACOMBINATIONOFBOTH
B	ADMINISTRATIVE RULE OR ORDERED TARIFF PROVISION; AND
9	AMENDING SECTION 69-3-108, MCA."
10	
11	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
12	Section 1. Section 69-3-108, MCA, is amended to read:
13	*69-3-108. Standards for and examinations of products
14	and services. (1) The commission shall ascertain and
15	prescribe for each kind of public utility suitable and
16	convenient commercial units of product or service. These
17	shall-be are lawful units for the purposes of this chapter.
18	(2) The commission shall ascertain and fix adequate and

19 serviceable standards for the measurement of quality, 20 pressure, initial voltage, or other conditions pertaining to 21 the supply of the product or service rendered by any public 22 utility and prescribe adopt ESTABLISH reasonable regulations 23 <u>rules-or-issue-orders STANDARDS</u> for examination and testing 24 of such the product or service and for the measurement 25 thereof of the product or service.

1 (3) The commission shall provide for the examination and testing of any-and-all appliances used for the measuring 2 3 of any product or service of a public utility. Any A consumer or user may have any-such appliances tested upon 4 payment of the fees fixed by the commission. The commission 5 6 shall establish and-dectare reasonable fees to be paid for 7 testing such appliances on the request of the consumers or 8 users, the fee to be paid by the consumer or user at the 9 time of his the request. These fees7-however7-shall must be 10 paid by the public utility and repaid to the complaining 11 party if the quality or quantity of the product or the 12 character of the service is found by the commission 13 defective or insufficient in a degree to justify the demand 14 for testing, or the commission may apportion the fees 15 between the parties as justice may require.

16 (4) The commission may, in its discretion, purchase
17 such materials, apparatus, and standard measuring
18 instruments for such examinations and tests as it may-deem
19 considers necessary.

(5) The commission or its agents, experts, or examiners
shall-have-the-power-to may enter upon any premises occupied
by any a public utility for the purpose of making the
examinations and tests provided in this chapter and to set
up and use on such the premises any apparatus and appliances
and occupy reasonable space therefor for the examinations

-2-

Nontaria Lagistative Council

SB 132

SECOND READING

1	and tests. Any A public utility refusing to allow such
2	examinations to be made, as herein provided in this chapter,
3	shall-be is subject to the penalties prescribed in 69-3-206.
4	(6) The-commission-may-establish-the-standards;units;
5	measurements;-examinations;-and-fees-by-administrative-rules
6	generallyapplicabletoeachkindofutilityorby
7	administrative-order-applicable-to-an-individual-utility,-or
8	by-a-combination-of-rule-and-orderIf-established-by-order-
9	the-utility-shall-adoptoramenditstariffedoperating
10	rulestoincludethestandard;unit;measurement;
11	examination-or-fee-ordered-by-the-commission- THE STANDARDS
12	AND FEES ESTABLISHED BY THE COMMISSION PURSUANT TO THIS
13	SECTION MUST BE ESTABLISHED THROUGH ADMINISTRATIVE RULES OR
14	ORDERED TARIFF PROVISIONS, IN ACCORDANCE WITH THE MONTANA
15	ADMINISTRATIVE PROCEDURE ACT."

-End-

1

2 INTRODUCED BY STANG BY REQUEST OF THE PUBLIC SERVICE COMMISSION ٦ 4 A BILL FOR AN ACT ENTITLED: "AN ACT AUTHORIZING THE PUBLIC 5 6 SERVICE COMMISSION TO ADOPT STANDARDS FOR UTILITY PRODUCTS AND SERVICES BY RULET--ORDERT--OR-A--COMBINATION--OF--BOTH 7 8 ADMINISTRATIVE RULE OR ORDERED TARIFF PROVISION; AND AMENDING SECTION 69-3-108, MCA." 9 10 11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: Section 1. Section 69-3-108, MCA, is amended to read: 12 13 "69-3-108. Standards for and examinations of products 14 and services. (1) The commission shall ascertain and prescribe for each kind of public utility suitable and 15

SENATE BILL NO. 132

16 convenient commercial units of product or service. These
 17 shall-be are lawful units for the purposes of this chapter.

18 (2) The commission shall ascertain and fix adequate and 19 serviceable standards for the measurement of quality, pressure, initial voltage, or other conditions pertaining to 20 21 the supply of the product or service rendered by any public 22 utility and prescribe adopt ESTABLISH reasonable regulations 23 rules-or-issue-orders STANDARDS for examination and testing 24 of such the product or service and for the measurement thereof of the product or service. 25

1 (3) The commission shall provide for the examination 2 and testing of any-and-all appliances used for the measuring of any product or service of a public utility. Any A 3 4 consumer or user may have any-such appliances tested upon payment of the fees fixed by the commission. The commission 5 shall establish and-declare reasonable fees to be paid for 6 7 testing such appliances on the request of the consumers or A users, the fee to be paid by the consumer or user at the time of his the request. These feesy-howevery-shall must be 9 paid by the public utility and repaid to the complaining 10 11 party if the quality or quantity of the product or the 12 character of the service is found by the commission defective or insufficient in a degree to justify the demand 13 for testing, or the commission may apportion the fees 14 15 between the parties as justice may require.

16 (4) The commission may, in its discretion, purchase
17 such materials, apparatus, and standard measuring
18 instruments for such examinations and tests as it may-deem
19 considers necessary.

(5) The commission or its agents, experts, or examiners shall-have-the-power-to may enter upon any premises occupied by any a public utility for the purpose of making the examinations and tests provided in this chapter and to set up and use on such the premises any apparatus and appliances and occupy reasonable space therefor for the examinations

-2-

Stantana Lapisiative Counce

SB 132

THIRD READING

SB 132

and tests. Any A public utility refusing to allow such 1 examinations to be made, as herein provided in this chapter, 2 shall-be is subject to the penalties prescribed in 69-3-206. 3 4 (6) The-commission-may-establish-the-standards7--units7 measurements;-examinations;-and-fees-by-administrative-rules 5 6 generally---applicable---to--each--kind--of--utility--or--by 7 administrative-order-applicable-to-an-individual-utility;-or ۸ by-a-combination-of-rule-and-order:-If-established-by-order; 9 the-utility-shall-adopt--or--amend--its--tariffed--operating 10 rules---to---include---the---standard;---unit;---measurement; 11 examination;-or-fee-ordered-by-the-commission; THE STANDARDS 12 AND FEES ESTABLISHED BY THE COMMISSION PURSUANT TO THIS 13 SECTION MUST BE ESTABLISHED THROUGH ADMINISTRATIVE RULES OR ORDERED TARIFF PROVISIONS, IN ACCORDANCE WITH THE NONTANA 14 ADMINISTRATIVE PROCEDURE ACT." 15

-End-

-3-

2 INTRODUCED BY STANG 3 BY REQUEST OF THE PUBLIC SERVICE COMMISSION 4 5 A BILL FOR AN ACT ENTITLED: "AN ACT AUTHORIZING THE PUBLIC 6 SERVICE COMMISSION TO ADOPT STANDARDS FOR UTILITY PRODUCTS 7 AND SERVICES BY RUBE7--ORDER7--OR--A--COMBINATION--OP--BOTH 8 ADMINISTRATIVE RULE OR ORDERED TARIFF PROVISION; AND 9 AMENDING SECTION 69-3-108, MCA."

SENATE BILL NO. 132

```
10
```

1

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 Section 1. Section 69-3-108, MCA, is amended to read: 13 "69-3-108. Standards for and examinations of products 14 and services. (1) The commission shall ascertain and 15 prescribe for each kind of public utility suitable and 16 convenient commercial units of product or service. These 17 shall-be are lawful units for the purposes of this chapter.

18 (2) The commission shall ascertain and fix adequate and 19 serviceable standards for the measurement of quality, 20 pressure, initial voltage, or other conditions pertaining to 21 the supply of the product or service rendered by any public 22 utility and prescribe adopt ESTABLISH reasonable regulations 23 rules-or-issue-orders STANDARDS for examination and testing 24 of such the product or service and for the measurement 25 thereof of the product or service.

1 (3) The commission shall provide for the examination 2 and testing of any-and-all appliances used for the measuring 3 of any product or service of a public utility. Any A 4 consumer or user may have any-such appliances tested upon 5 payment of the fees fixed by the commission. The commission 6 shall establish and-declare reasonable fees to be paid for 7 testing such appliances on the request of the consumers or 8 users, the fee to be paid by the consumer or user at the 9 time of his the request. These feesy-howevery-shall must be 10 paid by the public utility and repaid to the complaining 11 party if the quality or quantity of the product or the character of the service is found by the commission 12 defective or insufficient in a degree to justify the demand 13 14 for testing, or the commission may apportion the fees 15 between the parties as justice may require.

16 (4) The commission may, in its discretion, purchase
17 such materials, apparatus, and standard measuring
18 instruments for such examinations and tests as it may-deem
19 considers necessary.

(5) The commission or its agents, experts, or examiners shall-have-the-power-to may enter upon any premises occupied by any a public utility for the purpose of making the examinations and tests provided in this chapter and to set up and use on such the premises any apparatus and appliances and occupy reasonable space therefor for the examinations

- 2 --

Siongana Legislative Council

SB 132

REFERENCE BILL

1	and tests. Any A public utility refusing to allow such
2	examinations to be made, as herein provided in this chapter,
3	shall-be is subject to the penalties prescribed in 69-3-206.
4	(6) The-commission-may-establish-the-standards,units,
5	measurements, examinations, and fees by administrative rules
6	generallyapplicabletoeachkindofutilityorby
7	administrative-order-applicable-to-an-individual-utility-or
8	by-a-combination-of-rule-and-order;-lf-established-by-order;
9	the-utility-shall-adopt-or-amenditstariffed-operating
10	rulestoincludethestandard;unit;measurement;
11	examination;-or-fee-ordered-by-the-commission; THE STANDARDS
12	AND FEES ESTABLISHED BY THE COMMISSION PURSUANT TO THIS
13	SECTION MUST BE ESTABLISHED THROUGH ADMINISTRATIVE RULES OR
14	ORDERED TARIFF PROVISIONS, IN ACCORDANCE WITH THE MONTANA
15	ADMINISTRATIVE PROCEDURE ACT."

-End-

-3-