JAN 1 8 2013

A BILL FOR AN ACT

RELATING TO THE PUBLIC UTILITIES COMMISSION.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

SECTION 1. Section 269-1, Hawaii Revised Statutes, is

amended by amending the definition of "public utility" to read

as follows:

4 ""Public utility":

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or manage as owner, lessee, trustee, receiver, or otherwise, whether under a franchise, charter, license, articles of association, or otherwise, any plant or equipment, or any part thereof, directly or indirectly for public use for the transportation of passengers or freight; for the conveyance or transmission of telecommunications messages; for the furnishing of facilities for the transmission of intelligence by electricity within the State or between points within the State by land, water, or air; for the production, conveyance, transmission, delivery, or furnishing of light, power, heat, cold, water, gas, or oil; for the storage or warehousing of

1	good	s; or for the disposal of sewage; provided that
2	the	term shall include:
3	(A)	An owner or operator of a private sewer company
4		or sewer facility; and
5	(B)	A telecommunications carrier or
6		telecommunications common carrier; and
7	(2) Shal	l not include:
8	[-(A)-	An owner or operator of an aerial transportation
9		enterprise;
10	(B)]	(A) An owner or operator of a taxicab as defined
11		in this section;
12	[-(C) -]	(B) Common carriers that transport only freight
13		on the public highways, unless operating within
14		localities, along routes, or between points that
15		the public utilities commission finds to be
16		inadequately serviced without regulation under
17		this chapter;
18	[-(D)-]	(C) Persons engaged in the business of
19		warehousing or storage unless the commission
20		finds that regulation is necessary in the public
21		interest;

1	[-(E)-]	(D) A carrier by water to the extent that the
2		carrier enters into private contracts for towage,
3		salvage, hauling, or carriage between points
4		within the State; provided that the towing,
5		salvage, hauling, or carriage is not pursuant to
6		either an established schedule or an undertaking
7		to perform carriage services on behalf of the
8		<pre>public generally;</pre>
9	[-(F)-]	(E) A carrier by water, substantially engaged in
10		interstate or foreign commerce, that transports
11		passengers on luxury cruises between points
12		within the State or on luxury round-trip cruises
13		returning to the point of departure;
14	[-(G) -]	(F) Any user, owner, or operator of the Hawaii
15		electric system as defined under section 269-141;
16	[-(H) -]	(G) A telecommunications provider only to the
17		extent determined by the public utilities
18		commission pursuant to section 269-16.9;
19	[(I)]	(H) Any person who controls, operates, or
20		manages plants or facilities developed pursuant
21		to chapter 167 for conveying, distributing, and

1	tran	smitting water for irrigation and other
2	purp	oses for public use and purpose;
3	[(J)] <u>(I)</u>	Any person who owns, controls, operates, or
4	mana	ges plants or facilities for the reclamation
5	of w	astewater; provided that:
6	(i)	The services of the facility are provided
7		pursuant to a service contract between the
8		person and a state or county agency and at
9		least ten per cent of the wastewater
10		processed is used directly by the state or
11		county agency that entered into the service
12		contract;
13	(ii)	The primary function of the facility is the
14		processing of secondary treated wastewater
15		that has been produced by a municipal
16		wastewater treatment facility owned by a
17		state or county agency;
18	(iii)	The facility does not make sales of water to
19		residential customers;
20	(iv)	The facility may distribute and sell
21		recycled or reclaimed water to entities not
22		covered by a state or county service

1			contract; provided that, in the absence of
2			regulatory oversight and direct competition,
3			the distribution and sale of recycled or
4			reclaimed water shall be voluntary and its
5			pricing fair and reasonable. For purposes
6			of this subparagraph, "recycled water" and
7			"reclaimed water" means treated wastewater
8			that by design is intended or used for a
9			beneficial purpose; and
10		(v)	The facility is not engaged, either directly
11			or indirectly, in the processing of food
12			wastes;
13	[-(K)-]	<u>(J)</u>	Any person who owns, controls, operates, or
14		mana	ges any seawater air conditioning district
15		cool	ing project; provided that at least fifty per
16		cent	of the energy required for the seawater air
17		cond	itioning district cooling system is provided
18	:	by a	renewable energy resource, such as cold,
19		deep	seawater;
20	[(L)]	<u>(K)</u>	Any person who owns, controls, operates, or
21		mana	ges plants or facilities primarily used to

1	char	ge or discharge a vehicle battery that		
2	prov	rides power for vehicle propulsion; and		
3	[(M) -] <u>(L)</u>	Any person who:		
4	(i)	Owns, controls, operates, or manages a		
5		renewable energy system that is located on a		
6		customer's property; and		
7	(ii)	Provides, sells, or transmits the power		
8		generated from that renewable energy system		
9		to an electric utility or to the customer on		
10		whose property the renewable energy system		
11		is located; provided that, for purposes of		
12		this subparagraph, a customer's property		
13		shall include all contiguous property owned		
14		or leased by the customer without regard to		
15		interruptions in contiguity caused by		
16		easements, public thoroughfares,		
17		transportation rights-of-way, and utility		
18		rights-of-way.		
19	If the applica	tion of this chapter is ordered by the		
20	commission in any case provided in paragraph $[\frac{(2)(C)}{(D)}, \frac{(H)}{(D)},$			
21	and (I), (2)(B), (2)(C), (2)(G), or (2)(H), the business of any			
22	public utility that	presents evidence of bona fide operation on		
	2013-0586 SB SMA.dc			

- 1 the date of the commencement of the proceedings resulting in the
- 2 order shall be presumed to be necessary to the public
- 3 convenience and necessity, but any certificate issued under this
- 4 proviso shall nevertheless be subject to terms and conditions as
- 5 the public utilities commission may prescribe, as provided in
- 6 sections 269-16.9 and 269-20."
- 7 SECTION 2. Statutory material to be repealed is bracketed
- 8 and stricken. New statutory material is underscored.
- 9 SECTION 3. This Act shall take effect upon its approval.

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INTRODUCED BY:

Report Title:

Public Utilities Commission; Air Carriers

Description:

Repeals exclusion of owners or operators of aerial transportation enterprises from the definition of a public utility.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.