A BILL FOR AN ACT

RELATING TO THE PUBLIC UTILITIES COMMISSION.

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

1 SECTION 1. The legislature finds that the public utilities commission's primary purpose is to ensure that regulated 2 companies efficiently and safely provide their customers with 3 adequate and reliable services at just and reasonable rates, 4 while providing regulated companies with a fair opportunity to 5 earn a reasonable rate of return. However, the public utilities 6 commission has several long and short term goals that reflect 7 8 the commission's increased work complexity and program responsibilities, which go beyond the commission's traditional 9 10 regulatory role, including in the area of energy regulation.

11 The legislature further finds that due to these increasing 12 responsibilities, it is essential that all areas of the State 13 are adequately represented in the commission. Enabling a 14 person's island of residence to be used as a criterion when 15 determining the person's qualification to serve as a 16 commissioner will meet this need.

17 The legislature further finds that advancements in
18 technology have enabled people to participate and work remotely,
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1	without h	aving to be physically present in the same location as	
2	their colleagues. Permitting the use of teleconference or		
3	videoconference technology for certain public hearings before		
4	the public utilities commission will enable commissioners to		
5	participate in public hearings in a convenient manner and be		
6	fully engaged.		
7	The	purpose of this Act is to:	
8	(1)	Allow a commissioner to attend by teleconference or	
9		videoconference a public hearing of the public	
10		utilities commission, except for a contested case	
11		hearing, held on the island of Oahu if the	
12		commissioner resides on an island other than Oahu;	
13	(2)	Allow a commissioner to attend by teleconference or	
14		videoconference if the commissioner resides on the	
15		island of Oahu a public hearing of the commission,	
16		except for a contested case hearing, held on an island	
17		other than Oahu;	
18	(3)	Enable a member of the commission who is a resident of	
19		a county other than the city and county of Honolulu to	
20		receive per diem compensation; and	

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1	(4) Enable a person's island of residence to be used as a		
2	criterion when determining the person's qualification		
3	to serve as a commissioner.		
4	SECTION 2. Chapter 269, Hawaii Revised Statutes, is		
5	amended by adding a new section to be appropriately designated		
6	and to read as follows:		
7	" <u>§269-</u> Hearing attendance by teleconference or video		
8	conference. (a) A commissioner may attend a public hearing of		
9	the public utilities commission by teleconference or		
10	videoconference to allow a commissioner residing on an island		
11	other than Oahu to attend a public hearing of the commission		
12	held on Oahu and a commissioner residing on the island of Oahu		
13	to attend a public hearing of the commission held on an island		
14	other than Oahu, by teleconference or videoconference; provided		
15	that commissioner participation by teleconference or		
16	videoconference shall not be permitted at contested case		
17	hearings.		
18	(b) Each commissioner participating in a public hearing by		
19	teleconference or videoconference shall be considered present at		
20	the meeting for purposes of determining quorum and participating		
21	in all proceedings.		

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1	<u>(c)</u>	A public hearing held by teleconference or	
2	videoconference:		
3	(1)	Need not have a quorum present at any one location;	
4		and	
5	(2)	Is subject to the notice requirements under section	
6		<u>269-12.</u>	
7	(d)	The notice of each teleconference or videoconference	
8	public hearing shall specify all physical locations from which		
9	the commissioners will participate."		
10	SECTION 3. Section 269-2, Hawaii Revised Statutes, is		
11	amended by amending subsection (a) to read as follows:		
12	"(a)	There shall be a public utilities commission of three	
13	members,	to be called commissioners, and who shall be appointed	
14	in the ma	nner prescribed in section 26-34, except as otherwise	
15	provided	in this section. All members shall be appointed for	
16	terms of	six years each, except that the terms of the members	
17	first appointed shall be for two, four, and six years,		
18	respectively, as designated by the governor at the time of		
19	appointme	nt. A member who is a resident of a county other than	
20	the city	and county of Honolulu shall receive per diem	
21	<u>compensat</u>	ion for the days on which actual service is rendered at	

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1	<u>a rate of per day.</u> The governor shall designate a member			
2	to be chairperson of the commission. Each member shall hold			
3	office until the member's successor is appointed and qualified.			
4	Section 26-34 shall not apply insofar as it relates to the			
5	number of terms and consecutive number of years a member can			
6	serve on the commission; provided that no member shall serve			
7	more than twelve consecutive years.			
8	In appointing commissioners, the governor shall select			
9	persons who have had experience in accounting, business,			
10	engineering, government, finance, law, or other similar fields.			
11	A person's island of residence may be used as a criterion when			
12	determining the person's qualification to serve as a			
13	commissioner. The commissioners shall devote full time to their			
14	duties as members of the commission and no commissioner shall			
15	hold any other public office or other employment during the			
16	commissioner's term of office. No person owning any stock or			
17	bonds of any public utility corporation, or having any interest			
18	in, or deriving any remuneration from, any public utility shall			
19	be appointed a commissioner."			
20	SECTION 4. New statutory material is underscored.			

21 SECTION 5. This Act shall take effect on July 1, 2016.

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Report Title: Public Utilities Commission; Commissioners; Teleconference; Videoconference; Per Diem; Qualifications

Description:

Allows a commissioner to attend by teleconference or videoconference a public hearing of the public utilities commission, except for a contested case hearing, including allowing a commissioner who resides on an island other than Oahu to attend a public hearing of the commission held on Oahu and a commissioner residing on the island of Oahu to attend a public hearing of the commission held on an island other than Oahu. Enables a member of the commission who is a resident of a county other than the city and county of Honolulu to receive per diem compensation. Enables a person's island of residence to be used as a criterion when determining the person's qualification to serve as a commissioner. (SD1)

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