TESTIMONY OF LEODOLOFF R. ASUNCION, JR. CHAIR, PUBLIC UTILITIES COMMISSION STATE OF HAWAII

TO THE HOUSE COMMITTEE ON FINANCE

March 29, 2023 3:00 p.m.

Chair Yamashita, Vice Chair Kitagawa, and Members of the Committee:

MEASURE: S.B. No. 1327, SD1, HD1

TITLE: RELATING TO THE USE OF ELECTRONIC FILING BY THE PUBLIC UTILITIES COMMISSION.

DESCRIPTION: Authorizes the public utilities commission to use electronic filing processes, including electronic service of documents, under the statutory chapters regulating public utilities, motor carriers, and water carriers. Effective 6/30/3000. (HD1)

POSITION:

The Public Utilities Commission ("Commission") strongly supports this measure and offers the following comments for consideration.

COMMENTS:

The Commission strongly supports this administration bill that would authorize electronic filing of documents by and with the Commission. The Commission appreciates the amendments that the Senate Committee on Commerce and Consumer Protection provided in Senate Draft 1.

Various provisions in HRS Chapters 269, 271, and 271G currently require the Commission to employ hard copy service or filing. Prior to the COVID-19 pandemic, over 95% of the Commission's docketed filings were on paper and were received in-person or via mail. The paper filings were then scanned by Commission staff into the document management system for internal distribution, public accessibility and record retention. In addition, the filing agencies often assigned staff to print the paper documents, generate copies, meet in-person to sign their various documents, and hand-deliver the filings to the

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Commission. Filings to the Commission are often very lengthy, sometimes exceeding 10,000 pages and filling 10 to 15 boxes.

In response to the COVID-19 pandemic, the Commission issued temporary Order No. 37043 contingent on the Governor's emergency orders, to allow for all-electronic filings. This allowed the Commission to conduct business safely and efficiently during the COVID-19 pandemic, enhancing regulatory processes and creating better outcomes for the Commission and its staff, as well as external stakeholders, regulated utilities, and the general public.

Commission Order No. 37043 was superseded, in part, by Act 72, Session Laws of Hawaii 2021 ("Act 72"), which authorized the Commission to implement certain electronic filing processes along with certain electronic service of documents. Although Act 72 allowed the Commission to extend use of the electronic filing process, Act 72 did not address all areas as seen in Order No. 37043, so there remain certain provisions in HRS Chapters 269, 271, and 271G that do not allow for electronic filing or electronic service.

The proposed statutory amendments in this measure to HRS Chapters 269, 271, and 271G will enable the Commission to make electronic operational improvements in Order No. 37043 permanent, so that the Commission can fulfill its statutory duties as efficiently and effectively as possible into the future.

Thank you for the opportunity to testify on this measure.



JOSH GREEN, M.D. GOVERNOR | KE KIA'ÄINA

SYLVIA LUKE LIEUTENANT GOVERNOR | KA HOPE KIA'ÄINA

STATE OF HAWAII | KA MOKU'ĀINA 'O HAWAI'I OFFICE OF THE DIRECTOR DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS

KA 'OIHANA PILI KĀLEPA 335 MERCHANT STREET, ROOM 310 P.O. BOX 541 HONOLULU, HAWAII 96809 Phone Number: (808) 586-2850 Fax Number: (808) 586-2856 cca.hawaii.gov NADINE Y. ANDO DIRECTOR | KA LUNA HO'OKELE

DEAN I HAZAMA DEPUTY DIRECTOR | KA HOPE LUNA HO'OKELE

Testimony of the Department of Commerce and Consumer Affairs

Before the House Committee on Finance Wednesday, March 29, 2023 3:00 p.m. Conference Room 308

On the following measure: S.B. 1327, S.D. 1, H.D. 1, RELATING TO THE USE OF ELECTRONIC FILING BY THE PUBLIC UTILITIES COMMISSION

Chair Yamashita and Members of the Committee:

My name is Dean Nishina, and I am the Acting Executive Director of the Department of Commerce and Consumer Affairs' (Department) Division of Consumer Advocacy. The Department supports this administration bill.

The purpose of this bill is to authorize the Public Utilities Commission (Commission) to use electronic filing processes, including electronic service of documents, under the statutory chapters regulating public utilities, motor carriers, and water carriers.

Act 72, Session Laws of Hawaii 2021 (Act 72), authorized the Commission to utilize electronic filing processes, initially implemented in response to the COVID-19 pandemic. This bill makes various housekeeping amendments to fully authorize electronic filing and accompanying electronic transmission of service of process by the Commission and

Testimony of DCCA S.B. 1327, S.D. 1, H.D. 1 Page 2 of 2

parties within its jurisdiction and builds upon Act 72 to fully conform the Commission's statute to current practices.

The Commission's modernized filing practice has proven successful, and the Department supports this housekeeping measure to fully implement Act 72.

Thank you for the opportunity to testify, and we respectfully ask the Committee to pass this administration bill.



Written Statement of Steven Golden Vice President – External Affairs

HOUSE COMMITTEE ON FINANCE

March 29, 2023 – 3 PM Conference Room 320, Hawai'i State Capitol

SUPPORT FOR: S.B. 1327 SD1 HD1 – RELATING TO THE USE OF ELECTRONIC FILING BY THE PUBLIC UTILITIES COMMISSION

To: Representative Kyle Yamashita, Chair Representative Lisa Kitagawa, Vice Chair Members of the Committee on Finance

Re: Testimony providing support for SB 1327 SD1 HD1

Aloha Honorable Chair, Vice-Chair, and Committee Members:

Thank you for this opportunity to submit testimony in support of SB 1327 SD1 HD1, which authorizes the Hawai'i Public Utilities Commission to use electronic filing processes, including electronic service of documents, to conform to the provisions of Chapters 269, 271, and 271G, Hawai'i Revised Statutes.

The Hawai'i Public Utilities Commission issued a temporary order, Order No. 37043, in response to the COVID-19 pandemic and the Governor's emergency orders. Order No. 37043 allowed regulated utilities such as Hawaiian Telcom to submit electronic rather than paper filings. These greatly streamlined regulatory filings with the Hawai'i Public Utilities Commission, making our submissions more efficient and less time-consuming. SB 1327 SD1 HD1 will enable the Hawai'i Public Utilities Commission to make these operational improvements permanent, resulting in operational efficiencies for the Hawai'i Public Utilities Commission and regulated utilities.

Hawaiian Telcom strongly supports SB 1327 SD1 HD1 and respectfully requests that your Committee pass this measure.