## HOUSE COMMITTEE OF REFERENCE REPORT

Chairman of Committee

<u>April 6, 2011</u> Date

Committee on Transportation.

After consideration on the merits, the Committee recommends the following:

<u>HB11-1222</u> be amended as follows, and as so amended, be referred to the Committee of the Whole with favorable recommendation:

Amend printed bill, strike everything below the enacting clause and
 substitute:

3 "SECTION 1. Legislative declaration. (1) The general
4 assembly hereby finds and declares that:

5 (a) The public utilities commission is vested with such regulatory 6 authority as is conferred by the state constitution and the general 7 assembly;

8 (b) While the public utilities commission has broad authority to 9 regulate public utilities, it must act to protect the public from excessive 10 and burdensome rates and unjust discriminations;

(c) The people of Colorado, particularly as energy consumers, are
 frequently, directly, and substantially affected by the decisions of the
 public utilities commission;

(d) Because the public utilities commission derives much of its
power from statute and has a general responsibility to protect the public
interest regarding utility rates and practices and because the commission's
decisions and activities translate to real and significant impacts to
ratepayers, it is important that the general assembly be kept apprised of
the commission's activities and decisions; and

(e) It is therefore the intent of the general assembly to implement
an annual reporting mechanism to increase the commission's transparency
and accountability.

(2) The general assembly further finds and declares that themission of the governor's energy office, which includes promotion of

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renewable energy and advancement of energy efficiency, is not coextensive with, and frequently conflicts with, the interests of the public as consumers and ratepayers. Because there is little benefit to the public by endowing the governor's energy office with the ability to intervene as a matter of right in gas or electric adjudicatory matters pending before the public utilities commission, the general assembly finds it necessary to withdraw from the governor's energy office the ability to do so.

8 **SECTION 2.** 40-2-103, Colorado Revised Statutes, is amended 9 to read:

10 **40-2-103.** Director - duties - report. (1) The executive director 11 of the department of regulatory agencies, pursuant to section 13 of article 12 XII of the state constitution, and with the approval of the commission, 13 shall appoint a director of the commission. The director of the agency 14 shall manage the operations of the agency COMMISSION in order to carry 15 out the public utilities law, to carry out and implement policies, procedures, and decisions made by the commission, as defined in section 16 17 40-2-101 (1), and to meet the requirements of the commission concerning 18 any matters within the authority of an agency transferred by a type 1 19 transfer, as defined in section 24-1-105, C.R.S., and which REQUIREMENTS are under the jurisdiction of the commission. The director 20 21 shall have HAS all the powers and responsibilities of the division director 22 for this purpose, including the power to issue all necessary process, writs, 23 warrants, and notices. The director shall have HAS the requisite power to 24 serve warrants and other process in any county or city and county of this 25 state and to delegate such actions to duly authorized employees or agents 26 of the agency as appropriate.

27 (2) (a) BEGINNING WITH THE SECOND REGULAR SESSION OF THE 28 SIXTY-EIGHTH GENERAL ASSEMBLY, THE DIRECTOR OF THE COMMISSION OR 29 THE DIRECTOR'S DESIGNEE SHALL PRESENT AN ANNUAL REPORT TO THE 30 HOUSE AND SENATE TRANSPORTATION COMMITTEES, OR ANY SUCCESSOR 31 COMMITTEES, REGARDING ENERGY RATE CASES DECIDED BY THE 32 COMMISSION DURING THE PREVIOUS TWO YEARS. THE REPORT AND ANY 33 ACCOMPANYING MATERIALS MAY BE PREPARED AND SUBMITTED TO THE 34 COMMITTEES ELECTRONICALLY, AND MUST INCLUDE THE DISPOSITION OF 35 EACH ENERGY UTILITY RATE CASE BY THE COMMISSION; THE AMOUNT OF 36 ANY INCREASE OR DECREASE IN RATES THAT RESULTED FROM EACH 37 ENERGY UTILITY RATE CASE, EXPRESSED AS A PERCENTAGE OF THE TOTAL 38 AMOUNT BILLED TO RATEPAYERS PER MONTH AND PER YEAR; AND THE 39 DOLLAR AMOUNT OF THE AVERAGE INCREASE OR DECREASE IN THE 40 MONTHLY BILL PAID BY EACH ENERGY UTILITY RATEPAYER.

41 (b) THE REPORT REQUIRED UNDER THIS SUBSECTION (2) MUST ALSO
42 INCLUDE ENERGY UTILITY RATE CASES THAT HAVE BEEN PROPOSED OR

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1 FILED OR THAT THE COMMISSION REASONABLY ANTICIPATES TO BE FILED

2 IN THE UPCOMING TWO YEARS.

3 SECTION 3. Repeal. 40-6-108 (2) (b), Colorado Revised
4 Statutes, is repealed as follows:

5 **40-6-108.** Complaints - service - notice of hearing. (2) (b) Any 6 public utility giving notice of a proposed gas or electric tariff shall serve 7 such notice upon the governor's energy office or its successor agency. 8 The office shall be granted leave to intervene as a matter of right, upon 9 a timely filing of a petition or other pleading in accordance with this section, in adjudicatory matters affecting gas or electric utilities; except 10 11 that the office shall not be a party to any individual complaint between a 12 utility and an individual.

13 SECTION 4. Act subject to petition - effective date. This act shall take effect at 12:01 a.m. on the day following the expiration of the 14 15 ninety-day period after final adjournment of the general assembly (August 16 10, 2011, if adjournment sine die is on May 11, 2011); except that, if a 17 referendum petition is filed pursuant to section 1 (3) of article V of the 18 state constitution against this act or an item, section, or part of this act 19 within such period, then the act, item, section, or part shall not take effect 20 unless approved by the people at the general election to be held in 21 November 2012 and shall take effect on the date of the official 22 declaration of the vote thereon by the governor.".

Page 1, line 103, strike everything after the comma and substitute
"REQUIRING THE DIRECTOR OF THE COMMISSION TO REPORT
ANNUALLY TO THE GENERAL ASSEMBLY REGARDING ENERGY RATE
CASES AND REPEALING THE ABILITY OF THE GOVERNOR'S ENERGY
OFFICE TO INTERVENE AS A MATTER OF RIGHT IN ADJUDICATORY
MATTERS AFFECTING ENERGY UTILITIES.".

29 Page 1, strike lines 104 through 106.

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