1	L.D. 920
2	Date: (Filing No. H- )
3	Reproduced and distributed under the direction of the Clerk of the House.
4	STATE OF MAINE
5	HOUSE OF REPRESENTATIVES
6	130TH LEGISLATURE
7	FIRST SPECIAL SESSION
8 9 10	HOUSE AMENDMENT "" " to COMMITTEE AMENDMENT "A" to H.P. 676, L.D. 920, "An Act To Promote Oversight of and Competitive Parity among Video Service Providers"
11 12	Amend the amendment by striking out all of instructional paragraphs 1, 2 and 3 (page 1, lines 11 to 18 in amendment).
13	Amend the amendment by inserting after the 4th instructional paragraph the following:
14	'Amend the bill by striking out all of section 7 and inserting the following:
15 16	'Sec. 7. 30-A MRSA §3008, sub-§3, ¶C, as amended by PL 2007, c. 548, §1, is further amended to read:
17 18 19 20 21 22 23	C. Neither the cable system operator video service provider whose facilities are used to transmit a program produced by a person other than that operator provider, under Federal Communications Commission regulations or municipal ordinance, nor the officers, directors or employees of any such cable system operator that provider are liable for damages arising from any obscene or defamatory statements or actions or invasion of privacy occurring during any program when that cable system operator provider does not originate or produce the program.''
24 25	Amend the amendment in section 9 in paragraph G (page 2, line 4 in amendment) by striking out the following: "transmission"
26 27 28	Amend the amendment in section 9 in paragraph G (page 2, line 4 in amendment) by inserting after the following: " <u>management</u> " the following: ' <u>or video delivery to the video service provider</u> '
29 30	Amend the amendment on page 3 by striking out all of lines 35 to 43, page 4 lines 1 to 43 and page 5 lines 1 to 24 in amendment) and inserting the following:
31	'Amend the bill by inserting after section 30 the following:
32 33	'Sec. 29. 35-A MRSA §116, as amended by PL 2019, c. 226, §1 and c. 298, §2, is further amended to read:
34	§116. Funding of the commission
35 36	<b>1.</b> Entities subject to assessments. Every transmission and distribution, gas, telephone and water utility, video service provider and ferry subject to regulation by the

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commission and every qualified telecommunications provider is subject to an assessment 1 2 on its intrastate gross operating revenues to produce sufficient revenue for expenditures allocated by the Legislature for the Public Utilities Commission Regulatory Fund 3 established pursuant to this section. The budget for the Public Utilities Commission 4 Regulatory Fund is subject to legislative review and approval in accordance with 5 subsection 2. The portion of the total assessment applicable to each category of public 6 utility, video service provider or qualified telecommunications provider is based on an 7 accounting by the commission of the portion of the commission's resources devoted to 8 9 matters related to each category. The commission shall develop a reasonable and practicable method of accounting for resources devoted by the commission to matters 10 related to each category of public utility, video service provider or qualified 11 telecommunications provider. Assessments on each public utility or qualified 12 telecommunications provider within each category must be based on the utility's, video 13 service provider's or qualified telecommunications provider's gross intrastate operating 14 revenues. The commission shall determine the assessments annually prior to May 1st and 15 assess each utility, video service provider or qualified telecommunications provider for its 16 pro rata share for expenditure during the fiscal year beginning July 1st. Each utility, video 17 service provider or qualified telecommunications provider shall pay the assessment 18 19 charged to the utility, video service provider or qualified telecommunications provider on or before July 1st of each year. Any increase in the assessment that becomes effective 20 subsequent to May 1st may be billed on the effective date of the act authorizing the 21 increase. 22 23

- A. The assessments charged to utilities, <u>video service providers</u> and qualified telecommunications providers under this section are just and reasonable operating costs for rate-making purposes.
- 26 B. For the purposes of this section, "intrastate gross operating revenues" means:

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- 27 (1) In the case of all utilities except telephone utilities, revenues derived from filed
  28 rates except revenues derived from sales for resale;
- (2) In the case of a telephone utility, all intrastate revenues, except revenues
  derived from sales for resale, whether or not the rates from which those revenues
  are derived are required to be filed pursuant to this Title; and
  - (3) In the case of a <u>video service provider or a</u> qualified telecommunications provider, all intrastate revenues except revenues derived from sales for resale.
- 34 C. Gas utilities subject to the jurisdiction of the commission solely with respect to 35 safety are not subject to any assessment.
- 36D. The commission may correct any errors in the assessments by means of a credit or37debit to the following year's assessment rather than reassessing all utilities, video38service providers or qualified telecommunications providers in the current year.
- E. The commission may exempt utilities, video service providers or qualified
   telecommunications providers with annual intrastate gross operating revenues under
   \$50,000 from assessments under this section.
- For purposes of this section, <u>"video service provider" has the same meaning as in Title 30-</u>
   A, section 3008, subsection 1-A, paragraph H and "qualified telecommunications provider"
- 44 means a provider of interconnected voice over Internet protocol service that paid any

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assessment under this subsection, whether voluntarily, by agreement with the commission
 or otherwise, prior to March 1, 2012.

3 2. Committee recommendations; legislative approval of budget. The commission shall submit its budget recommendations, using a zero-based budgeting process or other 4 5 process or method directed by the State Budget Officer, as part of the unified current services budget legislation in accordance with Title 5, sections 1663 to 1666. The 6 commission shall make a presentation of its budget recommendations contained in any 7 8 current services budget legislation and any supplemental budget legislation to the joint standing committee of the Legislature having jurisdiction over public utilities matters. The 9 joint standing committee of the Legislature having jurisdiction over public utilities matters 10 shall review the commission's recommendations and make recommendations to the joint 11 standing committee of the Legislature having jurisdiction over appropriations and financial 12 13 affairs regarding the budget of the commission, including but not limited to all expenditures from the fund established pursuant to this section. The commission shall make an annual 14 report in accordance with section 120 of its planned expenditures for the year and on its 15 use of funds in the previous year. In addition to the assessments authorized under this 16 section, the commission may also receive other funds as appropriated or allocated by the 17 18 Legislature.

3. Deposit of funds. All revenues derived from assessments levied against utilities,
 video service providers or qualified telecommunications providers described in this section
 must be deposited with the Treasurer of State in a separate account to be known as the
 Public Utilities Commission Regulatory Fund.

4. Use of funds. The Public Utilities Commission may use the revenues provided in
 accordance with this section to defray the costs incurred by the commission pursuant to this
 Title, including administrative expenses, general regulatory expenses, consulting fees and
 all other reasonable costs incurred to administer this Title.

5. Unexpended funds. Any amount of the funds that is not expended at the end of a
 fiscal year does not lapse, but is carried forward to be expended for the purposes specified
 in this section in succeeding fiscal years.

30 8. Public Advocate assessment. Every utility, video service provider or qualified 31 telecommunications provider subject to assessment under this section is subject to an additional annual assessment on its intrastate gross operating revenues to produce sufficient 32 revenue for expenditures allocated by the Legislature for operating the Office of the Public 33 34 Advocate. The portion of this assessment applicable to each category of public utility, 35 video service provider or qualified telecommunications provider is based on an accounting 36 by the Public Advocate of resources devoted to matters related to each category. The Public 37 Advocate shall develop a reasonable and practicable method of accounting for resources devoted by the Public Advocate to matters related to each category of public utility, video 38 39 service provider or qualified telecommunications provider. Assessments on each public utility, video service provider or qualified telecommunications provider within each 40 category must be based on the utility's, video service provider's or qualified 41 telecommunications provider's gross intrastate operating revenues. The revenues produced 42 from this assessment are transferred to the Public Advocate Regulatory Fund and may only 43 44 be used to fulfill the duties specified in chapter 17. The assessments charged to utilities, video service providers and qualified telecommunications providers under this subsection 45 are considered just and reasonable operating costs for rate-making purposes. The Public 46

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Advocate shall develop a method of accounting for staff time within the Office of the Public Advocate. All professional and support staff shall account for their time in such a way as to identify the percentage of time devoted to public utility, video service provider and qualified telecommunications provider regulation and the percentage of time devoted to other duties that may be required by law.

- 6 A. The Public Advocate shall submit its budget recommendations, using a zero-based 7 budgeting process or other process or method directed by the State Budget Officer, as 8 part of the unified current services budget legislation in accordance with Title 5, 9 sections 1663 to 1666. The assessments and expenditures provided in this section are 10 subject to legislative approval. The Public Advocate shall make an annual report of its 11 planned expenditures for the year and on its use of funds in the previous year. The 12 Public Advocate may also receive other funds as appropriated by the Legislature.
- B. The Public Advocate may use the revenues provided in accordance with this section
  to fund the Public Advocate and 10 employees and to defray the costs incurred by the
  Public Advocate pursuant to this Title, including administrative expenses, general
  expenses, consulting fees and all other reasonable costs incurred to administer this
  Title.
- 18 C-1. Funds that are not expended at the end of a fiscal year do not lapse but must be
   19 carried forward to be expended for the purposes specified in this section in succeeding
   20 fiscal years.

21 9. Public Advocate special assessment. Each investor-owned transmission and distribution utility subject to assessment under this section is subject to an additional annual 22 assessment on its intrastate gross operating revenues to produce sufficient revenue for 23 24 expenditures of the Office of the Public Advocate for contracted services and administrative costs associated with the nonwires alternative coordinator pursuant to 25 26 section 1701, subsection 2-A. Revenue produced from the assessments must be deposited 27 in the Public Advocate Regulatory Fund and used only for purposes specified in this 28 subsection.' '

- 29 Amend the bill by striking out all of section 30.'
- Amend the amendment by relettering or renumbering any nonconsecutive Part letter or
   section number to read consecutively.
  - SUMMARY

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This amendment makes the following changes to the committee amendment:

It removes the changes to the bill made by the committee amendment that defined
 a "video service provider" to be a public utility under the Maine Revised Statutes Title 35 A but retains, with certain technical clarifications, the changes authorizing the Public
 Utilities Commission to offset its oversight and enforcement costs related to video service
 providers through an assessment on the intrastate gross operating revenues of video service
 providers in the same manner that the commission requires the payment of such
 assessments by public utilities.

2. It removes the changes to the bill that amended the definition of "public, educational
and governmental transmission facility equipment," reverting to the definition of that
phrase provided in the bill and it clarifies the responsibility of a video service provider with

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- 1 respect to the costs associated with public, educational and governmental facility 2 equipment.
- 3 3. It makes a technical correction to a provision in the bill relating to liability of certain entities
- with respect to obscene or defamatory statements or actions or invasion of privacy occurringduring any program.

#### 6 SPONSORED BY: \_\_\_\_\_

#### 7 (Representative KESSLER, C.)

8 **TOWN: South Portland** 

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