

SENATE No. 02404

Senate, July 30, 2012 -- Text of the further Senate amendment (Senator Downing) to the Senate Bill relative to the emergency service response of public utility companies (Senate. No. 2143)

The Commonwealth of Massachusetts

In the Year Two Thousand Twelve

1 SECTION 1. Chapter 25 of the General Laws, is hereby amended by inserting after
2 section 12O the following section:-

3 Section 12P. There shall be established and set up on the books of the commonwealth a
4 separate fund to be known as the Department of Public Utilities Storm Trust Fund. There shall
5 be credited to this fund all amounts collected under the third paragraph of section 18 and any
6 income derived from the investment of amounts credited to the fund. All amounts credited to the
7 fund shall be held in trust and shall be available for expenditure, without further appropriation,
8 by the department of public utilities for activities of the department in investigating the
9 preparation for and responses to storm and other emergency events by the electric companies.
10 Any unexpended balance in the fund at the close of a fiscal year shall remain in the fund and
11 shall be available for expenditure in the following fiscal year.

12 SECTION 2. Section 18 of said chapter 25, as appearing in the 2010 Official Edition, is
13 hereby amended by inserting after the second paragraph the following paragraph:-

14 For the purpose of providing the department with additional operating funds for
15 activities of the department in investigating the preparation for and responses to storm and other
16 emergency events by the electric companies doing business in the commonwealth, the
17 commission may make a separate assessment proportionally against each electric company under
18 the jurisdictional control of the department, based upon the intrastate operating revenues subject
19 to the jurisdiction of the department of each of the companies derived from sales within the
20 commonwealth of electric service, as shown in the annual report of each of the companies to the
21 department. This assessment shall be made at a rate that shall be determined and certified
22 annually by the commission as sufficient to produce an annual amount of not less than \$165,000,
23 plus the costs of fringe benefits and indirect costs as established by the secretary of
24 administration and finance under section 5D of chapter 29, including group life and health
25 insurance, retirement benefits, paid vacations, holidays and sick leave. The amount of the
26 assessment may be increased by the commission annually by a rate not to exceed the most recent
27 annual consumer price index as calculated for the northeast region for all urban consumers.
28 Notwithstanding any general or special law to the contrary, no electric company may seek
29 recovery of any assessments made under this paragraph in any rate proceeding before the
30 department. Each company shall pay the amount assessed against it within 30 days after the date
31 of the notice of assessment from the department. Such assessments shall be collected by the
32 department and credited to the Department of Public Utilities Storm Trust Fund established in
33 section 12P.

34 SECTION 3. Chapter 164 of the General Laws is hereby amended by inserting after
35 section 1J the following section:-

36 Section 1K. Any penalty levied by the department against an investor-owned electric
37 distribution, transmission or natural gas distribution company for any violation of the
38 department's standards of acceptable performance for emergency preparation and restoration of
39 service for electric and gas distribution companies shall be credited back to the company's
40 customers in a manner determined by the department.

41 SECTION 4. Section 85B of said chapter 164 is hereby amended by striking out
42 subsection (a), as appearing in the 2010 Official Edition, and inserting in place thereof the
43 following subsection:-

44 (a) Each electric distribution, transmission and natural gas distribution company
45 conducting business in the commonwealth shall annually, on or before May 15, submit to the
46 department an emergency response plan for review and approval. The emergency response plan
47 shall be designed for the reasonably prompt restoration of service in the case of an emergency
48 event, which is an event where widespread outages have occurred in the service area of the
49 company due to storms or other causes beyond the control of the company. The emergency
50 response plan shall include, but not be limited to, the following:—

51 (1) the identification of management staff responsible for company operations during an
52 emergency, the number of service workers who are available to respond to an emergency within
53 24 hours and an estimate of the number of crews who are available to respond to an emergency
54 within 24 hours;

55 (2) a communications system with customers during an emergency that includes
56 continuous access to staff assistance and 3 times daily updates on estimated return of service
57 including via telephone, a website in which the 3 times daily updates shall be displayed

58 prominently for easy public access and 1 other form of appropriate media outreach; provided,
59 that such updates shall begin upon completion of a damage assessment or after the first 24 hours
60 of a damage assessment, whichever occurs first;

61 (3) contact with and procedures for prioritizing power restoration to customers who had
62 documented their need for essential electricity for medical needs including, but not limited to
63 elderly and physically challenged customers;

64 (4) (i) designation of staff to communicate with designated local emergency
65 management officials, relevant regulatory agencies and designated community liaisons as
66 required by subsection (f); and (ii) designation of staff to be posted at the Massachusetts
67 emergency management agency's emergency operations center, as required by subsection (e);

68 (5) provisions regarding how the company will assure the safety of its employees and
69 contractors;

70 (6) procedures for deploying company and mutual aid crews to work assignment areas;

71 (7) identification of additional supplies and equipment needed during an emergency and
72 the means of obtaining additional supplies and equipment; and

73 (8) designation of a call center in the commonwealth for service assistance for the
74 duration of an emergency or until full service is restored, whichever occurs first. The call center
75 shall be staffed continuously for the duration of the emergency and to ensure sufficient staffing
76 levels to handle all customer calls.

77 The filing with the department shall also include a copy of all written mutual assistance
78 agreements among utilities. The department shall accord protected treatment under section 5D of

79 chapter 25 of confidential, competitively sensitive or other proprietary information contained in
80 any emergency response plan and shall also confirm the application of subclause (n) of clause
81 Twenty-sixth of section 7 of chapter 4 so as not to jeopardize public safety.

82 SECTION 5. Said section 85B of said chapter 164, as so appearing, is hereby further
83 amended by adding the following 5 subsections:-

84 (e) Each investor-owned electric distribution, transmission or natural gas distribution
85 company, when implementing an emergency response plan, shall designate an employee or
86 employees to remain stationed at the Massachusetts emergency management agency's
87 emergency operations center for the length of the emergency. The employee or employees shall
88 coordinate communications efforts with designated local emergency management officials and
89 emergency management officials, as required by this section.

90 (f) Each investor-owned electric distribution, transmission or natural gas distribution
91 company, when implementing an emergency response plan, shall designate an employee or
92 employees to serve as community liaisons for each municipality within their service territory. An
93 investor-owned electric distribution, transmission or natural gas distribution company shall
94 provide each community liaison with the necessary feeder map or maps outlining municipal
95 substations and distribution networks and up-to-date customer outage reports at the time of
96 designation as a community liaison. An investor-owned electric distribution, transmission or
97 natural gas distribution company shall provide each community liaison with 3 times daily
98 customer outage report updates for the liaison's respective city or town. The community liaison
99 shall utilize the maps and outage reports to respond to inquiries from state and local officials and
100 relevant regulatory agencies.

101 (g) Notwithstanding any general or special law or rule or regulation to the contrary, each
102 electric distribution, transmission or natural gas distribution company conducting business in the
103 commonwealth shall provide periodic reports to the department and the Massachusetts
104 emergency management agency regarding emergency conditions and restoration performance
105 during an emergency event.

106 (h) Each investor-owned electric distribution, transmission or natural gas distribution company
107 shall file with the emergency management director of each municipality within their service
108 territory a copy of the emergency response plan and any updates. Failure to file the plan with
109 each emergency management director shall result in a fine of \$500. The fines levied by the
110 department shall be returned to ratepayers through distribution rates in a manner determined by
111 the department.

112 (i) On or before October 1 of each year, every city or town shall notify each investor-
113 owned electric distribution or natural gas distribution company and the Massachusetts
114 emergency management agency the name of the emergency management official or designee
115 responsible for coordinating the emergency response during storm restoration. If a municipality
116 does not have a designated emergency management official, the chief municipal officer shall
117 designate 1 public safety official responsible for said emergency response.

118 SECTION 6. An investor-owned electric distribution, transmission or natural gas
119 distribution company with a call center within 50 miles of their service area, in operation as of
120 January 1, 2012, shall not be required to designate an additional call center under paragraph (8)
121 of subsection (a) of section 85B of chapter 164 of the General Laws as long as the call center
122 continues in operation. If said call center is unable to operate during an emergency event, such

123 investor-owned electric distribution, transmission or natural gas distribution company shall
124 utilize a call center within 50 miles of the commonwealth.

125 SECTION 7. Notwithstanding any general or special law to the contrary, any
126 transmission company, as defined by section 1 of chapter 164 of the General Laws, performing
127 vegetation maintenance activities within a transmission right-of-way shall make a good faith
128 effort to notify right-of-way abutters not less than 30 days before any vegetation maintenance
129 activities in any community where vegetation maintenance activities will occur. Transmission
130 companies shall also provide said notification to the department of public utilities and the mayor,
131 city manager or chairman of the board of selectman in the municipality where the right-of-way
132 lies. The notification shall provide a description of vegetation maintenance activities to be
133 performed and the locations of such activities. Transmission companies shall be exempt from
134 the notification requirements of this section in preparation for an imminent emergency event or
135 during any emergency event.

136 The department of public utilities shall promulgate rules and regulations to carry out this
137 section.

138 SECTION 8. Notwithstanding any general or special law to the contrary, the first
139 assessment under the third paragraph of section 18 of chapter 25 of the General Laws shall occur
140 in fiscal year 2012.”