MINUTES OF THE HOUSE COMMITTEE ON JUDICIARY
Held in Room 522, at the Statehouse at 3:30 a. In., on January 30, 1978.
All members were present except: Representatives Brewster, Augustine, Hayes, Hoagland, and Mills, who were excused.
The next meeting of the Committee will be held at 3:30 xxxx./p. m., on January 31 , 1978.
These minutes of the meeting held on
Chairman

The conferees appearing before the Committee were:

Mr. Neal Shortlidge, League of Kansas Municipalities

Rep. Arden Dierdorff

Rep. Jack Rodrock

Mr. D. Wayne Zimmerman, Electric Companies Association of Kansas

Mr. Jim Grimes, Northern Natural Gas Company

Mr. Tom Pittner, Chief Attorney, Corporation Commission

The meeting was called to order by the Vice Chairman, Eugene Gastl. He introduced Mr. Neal Shortlidge to discuss a proposal which he hoped the committee might introduce as a committee bill. He explained some cities were having problems with the present provisions regarding the destruction of animals. He presented a proposed bill. (See printed copy.) It was moved by Rep. Stites and seconded by Rep. Frey that the proposal be introduced and referred back to committee. Motion carried.

Rep. Dierdorff appeared to discuss HB 2851, dealing with appeals from rulings by the Corporation Commission. He offered a printed statement, and explained there is the necessity for some clean up amendments which he asked Mr. Griggs to explain. (See both printed copies.) Mr. Griggs distributed copies of the amendment which he explained.

Rep. Rodrock explained that HB 2877 is an identical bill; that he had been visiting with the Corporation Commission about the matter for sometime, and had recently received a letter agreeing that this would be a way to handle the matter. He stated he has no objection to the proposed amendments.

Mr. Tom Pittner told the committee that the Commission has no opposition to the proposal.

Mr. D. Wayne Zimmerman stated his association does not oppose the bills, and explained that prior to the session they had considered requesting such legislation themselves to shorten the process now useed to handle such matters. He stated he felt this kind of legislation would be in the interests of both consumer and producer, and that they support the proposal and the suggested amendments.

Mr. Bill Ewing of the Southwestern Bell Telephone Company stated he had no statement at this time, but would like to be heard later.

Mr. Jim Grimes testified he had come to ask the committee to not look favorably on the proposals, but with the amendments they have no objection and can support the bill. He expressed the opinion this would resolve a lot of problems and believes it would be beneficial to everyone.

Rep. Foster stated he had a request from Senator Chandler that SB 154 receive action. The Vice Chairman explained that emphasis is now on house bills and he would prefer the Chairman be present if any action is to be taken.

The meeting was adjourned.

HOUSE JUDICIARY
ORGANIZATION ADDRESS NAME United religion of Princes Burles D. Levio Lo. P. W. hon Stanton Depre wing XW Dell Topeka DI WAYNE ZIMMERMAN THE ELECTRIC CO. ASSIN, OF AS. TOPERA 214 Corned Weekily Tom Pitner Topseln 1200 Neil Soor dee League of Ks. Municipalities Smila Centro arlen Durles Northernot gas Jim Grimes A

Under present law a public utility that is dissatisfied with an order of the state corporation commission may seek review of the order in the district court of any county where the order of the commission is to become effective. For a large public utility that operates in many counties, the present law gives the utility a broad choice of counties to pick from in deciding what court should hear the appeal. HB2851 would eliminate this present procedure by requiring all reviews of corporation commission orders relating to public utilities to be heard by the court of appeals.

Because of the complex nature of rate-making hearings, this change in the present law would enable one court to develop expertise and a better understanding of complex issues that arise in public utility hearings. Further, such a change will eliminate the potential for abuse that is present under the existing law which permits public utilities to select, from among the various counties in which the order of the commission is effective, a particular district court to hear its appeal. The bill does not change the appeal procedure for common carriers, they will continue to take their appeals to the district court.

The proposed changes shown on the "balloon" copy of page 1 of HB2851 are designed to cover appeals by persons who have intervened in a public utility hearing before the commission, as well as appeals by the corporation commission's staff in a public utility hearing. If the proposed amendments are adopted, all appeals of public utility hearings before the corporation commission would be to the court of appeals regardless whether the utility, an intervenor or the commission's staff took the appeal, except that appeals pending when HB2851 takes effect would continue their appeal under the present law.

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## **HOUSE BILL No. 2851**

By Representative Dierdorff

1-12

AN ACT relating to the state corporation commission; concerning proceedings for review of the commission's orders or decisions; amending K.S.A. 66-118a, 66-118c, 66-118d and 66-118f and repealing the existing sections.

Be it enacted by the Legislature of the State of Kansas:

Section 1. K.S.A. 66-118a is hereby amended to read as follows: 66-118a. The term "party" as used in this act, and any amendments thereto, shall include any person, firm, corporation, association, municipality, taxpayer, municipal organization, mercantile, agricultural or manufacturing organization or system, public utility or common carrier interested in any matter pending before the state corporation commission or in proceedings for review of an order or decision of the commission. As used in this act, "public utility" means a public utility as defined by K.S.A. 1977 Supp. 66-104 and amendments thereto. The court of appeals shall have exclusive jurisdiction of proceedings for review of an order or decision of the state corporation commission/requested by a public utility. Proceedings for review of such orders or decisions by any other party shall be to a district court having venue, as provided in K.S.A. 66-118c, as amended. Any proceeding for review of an order or decision of the corporation commission which is pending at the time this act takes effect shall not be affected by the provisions of this act. In proceedings for review of an order or decision of the commission, the state corporation commission shall be a party to the proceedings and shall have all rights and privileges granted by this act to any other party to such proceedings.

Sec. 2. K.S.A. 66-118c is hereby amended to read as follows: 66-118c. W In thirty (30) days after the application for a rearising from a hearing

or requested by the state corporation commission when a public utility is a necessary party.

other

of the state corporation commission