SENATE No.

The Commonwealth of Massachusetts

PRESENTED BY:

Paul W. Mark

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act providing for natural gas workforce safety.

PETITION OF:

 NAME:
 DISTRICT/ADDRESS:

 Paul W. Mark
 Berkshire, Hampden, Franklin and Hampshire

SENATE No.

[Pin Slip]

[SIMILAR MATTER FILED IN PREVIOUS SESSION SEE SENATE, NO. 2151 OF 2023-2024.]

The Commonwealth of Massachusetts

In the One Hundred and Ninety-Fourth General Court (2025-2026)

An Act providing for natural gas workforce safety.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 Section 1E of Chapter 164 of the General Laws as appearing in the 2022 Official Edition

- 2 shall hereby be amended by striking out said section and replacing it with the following section-:
- 3 Section 1E

4 (a) The department is hereby authorized to promulgate rules and regulations to establish 5 and require performance-based rates for each distribution, transmission, and gas company 6 organized and doing business in the commonwealth pursuant to the provisions of this chapter. In 7 promulgating such performance-based rate schemes, the department shall establish service 8 quality standards for each distribution, transmission, and gas company, including, but not limited 9 to, standards for customer satisfaction service outages, distribution facility upgrades, repairs and 10 maintenance, telephone service, billing service, public safety, occupational safety, training and 11 certifications for both in-house and contractor employees, map and record accuracy, and in-

12	house staffing benchmarks sufficient to ensure pipeline safety through the period of transition to
13	net zero emissions. provided, however, that such service quality standards shall include
14	benchmarks for employee staff levels and employee training programs for each such distribution,
15	transmission, and gas company.
16	In addition, the department shall require each gas company, as part of performance-based
17	rate making, require each gas company to submit a just transition plan, which must be approved
18	by the department, to address workforce development, maintenance and attrition over the course
19	of the transition to net zero emissions generally, and the PBR period specifically, and provide for
20	the following:
21	(1). A detailed proposed chronology for transition to net zero emissions energy supply
22	and distribution to be set through performance-based rate making;
23	(2). Sufficient in-house staffing levels, in each relevant classification, to ensure the safety
24	and reliability of the gas company's pipeline through the projected transition period;
25	(3). Training and workforce development plans providing for gas company workforce
26	needs on residual natural gas and electric as well as alternative energy sources, generation and
27	distribution infrastructure utilized by the gas company to replace and/or complement natural gas;
28	(4). Any and all mitigation measures to address the impacts of transition—e.g., attrition,
29	retrenchment—on the gas company's workforce over the course of the PBR—including, but not
30	limited to-cross-training and hiring preferences at dual-fuel companies and joint ventures with
31	renewable energy generators/distributors, early retirement incentives;

32	(5). In the event of the gas company's anticipated substantial partial or complete
33	cessation of gas operations in Massachusetts during the period in which PBR is effective:
34	(i) Means by which the gas company, and/or its parent corporation intends to avoid
35	burdening the Commonwealth, its ratepayers, and taxpayers with the social welfare costs
36	resulting from such cessation;
37	(ii) Measures to ensure the solvency of the LDC pension system during and after
38	transition;
39	(iii) Measures to stem the displacement of LDC employees attrited as a result of the
40	transition from the Massachusetts energy sector.
41	Nothing in this section shall prohibit or supplant the LDC's collective bargaining
42	obligations relative to the National Labor Relations Act.
43	(b) In complying with the service quality standards and employee benchmarks
44	established pursuant to this section, a distribution, transmission, or gas company that makes a
45	performance based rating filing after the effective date of this act shall not be allowed to engage
46	in labor displacement or reductions below staffing levels in existence on January 1, 2022, unless
47	such are fully compliant with any law supporting a just transition to net zero emissions and part
48	of a collective bargaining agreement or agreements between such company and the applicable
49	organization or organizations representing such workers, or with the approval of the department
50	following an evidentiary hearing at which the burden shall be upon the company to demonstrate
51	that such staffing reductions shall not adversely disrupt service quality standards or public safety
52	and shall maintain reliable service through the transition to net zero emissions as established by
53	the department herein. Nothing in this paragraph shall prevent the reduction of forces below the

January 1, 2022 level through early retirement and severances negotiated with labor
organizations before said date.

56 (c) The department shall promulgate regulations relative to an alternative dispute 57 resolution process for the handling of damage claims by customers in an amount under \$100. 58 The department shall establish a 60-day timeline for the resolution of all mediation claims. The 59 department shall issue a biannual report to the joint committee on telecommunications, utilities, 60 and energy which shall include, but not be limited to, the following information: the nature of 61 consumer claims, the number of consumer claims and the resolutions of consumer claims 62 reviewed by the department during the previous 6 months. Said report shall be available for 63 public review at the department." 64 Section 2. Section 145 of Chapter 164 is hereby amended by striking out said section and 65 replacing it with a new section: 66 Section 145. 67 (a) For the purposes of this section, the following words shall, unless the context clearly 68 requires otherwise, have the following meanings:--69 "Customer", a retail natural gas customer. 70 "Eligible infrastructure replacement", a replacement or an improvement of existing 71 infrastructure of a gas company that: (i) is made on or after January 1, 2015; (ii) is designed to 72 improve public safety or infrastructure reliability; (iii) does not increase the revenue of a gas 73 company by connecting an improvement for a principal purpose of serving new customers; (iv) 74 reduces, or has the potential to reduce, lost and unaccounted for natural gas through a reduction

in natural gas system leaks; (v) is not included in the current rate base of the gas company as
determined in the gas company's most recent rate proceeding; (vi) may include use of advanced
leak repair technology approved by the department to repair an existing leak-prone gas pipe to
extend the useful life of the such gas pipe by no less than 10 years; and (vii) may include
replacing gas infrastructure with utility-scale non-emitting renewable thermal energy
infrastructure.

81 "Plan", a targeted infrastructure replacement program construction plan that a gas
82 company files pursuant to subsection (b).

83 "Project", an eligible infrastructure replacement project proposed by a gas company in a
84 plan filed under this section.

85 (b) A gas company shall file with the department a plan to address aging or leaking 86 natural gas infrastructure within the commonwealth and the leak rate on the gas company's 87 natural gas infrastructure in the interest of public safety and reducing lost and unaccounted for 88 natural gas through a reduction in natural gas system leaks. This plan shall include, but not be 89 limited to, provisions to ensure the gas company trains a sufficient, highly skilled, stable 90 workforce to repair and maintain the safety and reliability of its pipeline for the duration of its 91 useful life, until and including its retirement or re-purposing for alternative use. Each 92 company's gas infrastructure plan shall include interim targets for the department's review. The 93 department shall review these interim targets to ensure each gas company is meeting the 94 appropriate pace to reduce the leak rate and to replace the gas company's natural gas 95 infrastructure in a safe and timely manner. The interim targets shall be for periods of not more 96 than 6 years or at the conclusion of 2 complete 3-year walking survey cycles conducted by the

97 gas company. The gas companies shall incorporate these interim targets into timelines for 98 removing all leak-prone infrastructure filed pursuant to subsection (c) and may update them 99 based on overall progress. The department may levy a penalty against any gas company that fails 100 to meet its interim target in an amount up to and including the equivalent of 2.5 percent of such 101 gas company's transmission and distribution service revenues for the previous calendar year.

102 (c) Any plan filed with the department shall include, but not be limited to: (i) eligible 103 infrastructure replacement of mains, services, meter sets and other ancillary facilities composed 104 of non-cathodically protected steel, cast iron and wrought iron, prioritized to implement the 105 federal gas distribution pipeline integrity management plan annually submitted to the department 106 and consistent with subpart P of 49 C.F.R. part 192; (ii) an anticipated timeline for the 107 completion of each project; (iii) the estimated cost of each project; (iv) rate change requests; (v) 108 a description of customer costs and benefits under the plan; (vi) the relocations, where practical, 109 of a meter located inside of a structure to the outside of said structure for the purpose of 110 improving public safety; (vii) how the gas company intends to utilize its in-house workforce and 111 outside contractor crews, respectively, to perform construction; (viii) all oversight and quality 112 assurance measures implemented by the gas company on construction during the course of the 113 plan; (ix) all funds to be expended on training for its in-house on the construction and 114 maintenance of its pipeline; (x) any plans for the utilization of pipeline to satisfy the 115 Commonwealth's net zero emissions goals and aggregated data reflecting the projected impact of 116 the plans on the Commonwealth's net zero emissions goals; and (xi) any other information the 117 department considers necessary to evaluate the plan.

As part of each plan filed under this section, a gas company shall include a timeline for removing all leak-prone infrastructure on an accelerated basis specifying an annual replacement

120 pace and program end date with a target end date of: (i) not more than 20 years from the filing of 121 a gas company's initial plan; or (ii) a reasonable target end date considering the allowable 122 recovery cap established pursuant to subsection (f). The department shall not approve a timeline 123 as part of a plan unless the allowable recovery cap established pursuant to subsection (f) provides 124 the gas company with a reasonable opportunity to recover the costs associated with removing all 125 leak-prone infrastructure on the accelerated basis set forth under the timeline utilizing the cost 126 recovery mechanism established pursuant to this section. After filing the initial plan, a gas 127 company shall, at 5-year intervals, provide the department with a summary of its replacement 128 progress to date, a summary of work to be completed during the next 5 years and any similar 129 information the department may require. The department may require a gas company to file an 130 updated long-term timeline as part of a plan if it alters the cap established pursuant to subsection 131 (f).

132 Section 3. Chapter 164 of the General Laws shall hereby be amended by inserting at the133 end thereof the following new sections:

134 Section 149. In this chapter, unless the context otherwise requires, the following words135 shall have the following meanings:

As used in this legislation, the term "Company" is interchangeable with the term employer and refers to any local distribution company regulated under M.G.L. c. 164 § 3 and distributing natural gas to ratepayers.

As used in this legislation, the term "Dual Fuel Company" refers to Companies who
distribute natural gas and one or more other form of energy to commercial, governmental, and/or
residential ratepayers.

As used in this legislation, the term "Alternative Energy Company" refers to Companies that generate or distribute forms of energy production and use results in the production of lower carbon emissions than conventional natural gas or electric energy.

As used in this legislation, "Commonwealth" refers to Commonwealth and/or its departments, offices, agencies, political sub-divisions, and quasi-public agencies, including but not limited to quasi-public agencies subject to said chapter 150A by chapter 760 of the acts of 1962 and any quasi-public independent entity and any authority or body politic and corporate established by the general court to serve a public purpose.

150 Section 150: Every Company shall develop, and periodically amend a comprehensive 151 plan, as set forth in Section 149 to be filed with the Department of Public Utilities, for the hire, 152 retention, and training of a sufficient operations and maintenance workforce through 2050 153 addressing its plans to meet the Commonwealth's net zero emissions goals and its plans to fulfill 154 this Chapter's requirements to provide safe and reliable service as well as all other state and 155 Federal regulatory requirements. Such plan shall be amended bi-annually, beginning July 1, 156 2024. Each Company plan shall also provide projections for any attrition among its in-house 157 workforce and the utilization of outside contractors over both the biannual period and over the 158 course of the transition to net zero emissions.

Dual Fuel Companies must additionally provide, as part of their biannual plan, all provisions, opportunities, and initiatives to provide training and employment opportunities to workers who may be displaced by the Company's compliance with the Commonwealth's net zero emissions goals. 163 The Department shall when initiated sua sponte or by motion of the Attorney General, 164 initiate an investigation to determine the sufficiency of the Company's plan with regard to 165 meeting the Commonwealth's net zero emission requirements and Chapter 164's reliability, 166 safety, and staffing requirements. Such plans, and all backup data upon which the plans are 167 based, shall be subject to disclosure to all intervening stakeholders during the investigation.

168 Section 151. The Executive Office of Energy and Environmental Affairs and the 169 Executive Office of Labor and Workforce Development shall, joint and in collaboration, 170 administer programs, provide technical assistance, and develop regulations for a training fund to 171 support the establishment of apprenticeship programs to train Company employees on alternative 172 energy generation and distribution and raise the next generation of energy industry workers in 173 the Commonwealth.

Grants from the fund may be provided to Gas and Dual Fuel Companies for the development and execution of training of their workforces on a competitive basis, based upon a number of factors, including, but not limited to, the Company's demonstrated commitments to (1) retaining and repurposing its highly skilled in-house gas workforce on a dual fuel or alternative energy businesses, (2) maintaining high quality, longterm in-house employment opportunities in energy distribution. Labor organizations representing Gas Company workers and Dual Fuel Company workers may also apply for funding.

Alternative energy companies, including both generating or distributing companies, may also apply for training grants from this fund to defray the cost of hiring and training workers displaced by the Commonwealth's efforts to meet its net zero emissions goals. To qualify, alternative energy companies must demonstrate that (1) they are developing and executing plans

185 for hiring, training, and retention that include a demonstrated commitment to training and hiring 186 gas company employees and other workers displaced by the Commonwealth's transition to net 187 zero emissions, (2) they have or are in the process of developing robust in-house training 188 programs in the Commonwealth on alternative energy, and (3) their commitment to the creation 189 and maintenance of high quality, sustainable employment opportunities for displaced workers. 190 Section 152. Per Capita Tax Credits for Dual Fuel and Alternative Energy Companies 191 Providing Suitable Employment to adversely affected workers. 192 Dual and alternative energy companies providing suitable employment in a comparable 193 occupation to adversely affected workers shall be eligible for tax credits on a per capita basis 194 based on the employment census over the course of the tax year. Such credits shall be 195 established, after rulemaking, by the Executive Office of Labor and Workforce Development and 196 the Department of Revenue no later than January 1, 2026." 197 Section 4. Chapter 149 as appearing in the 2022 Official Edition of the General Laws is 198 hereby amended by inserting a new section: 199 Section 27I. All construction, reconstruction, installation, alteration, or repair on natural 200 gas utilities distribution infrastructure, including, but not limited to, pipelines, mains, and 201 services: (1) requiring the excavation, construction, reconstruction of public lands, rights of way, 202 public works, or buildings and (2) not performed by Gas Company employees, shall be 203 performed and procured under this section of chapter 149. 204 No public authority, including, but not limited to, the Commonwealth, its subdivisions, a 205 county, or a municipality, shall agree to pipeline construction, reconstruction, installation, 206 alteration or repair work by a gas distribution company requiring the excavation, alternation,

reconstruction, or repair of public lands, works, or buildings unless said agreement contains a
 stipulation requiring prescribed rates of wages, as determined by the commissioner, to be paid to
 individuals performing pipeline construction who are not gas company employees.

210 Any such approval which does not contain said stipulation shall be invalid, and no 211 construction may commence thereunder. Said rates of wages shall be requested of said 212 commissioner by said public official or public body together with the gas local distribution 213 company on whose service territory the public infrastructure lies, and shall be furnished by the 214 commissioner in a schedule containing the classifications of jobs, and the rate of wages to be 215 paid for each job. Said rates of wages shall include payments to health and welfare plans, or, if 216 no such plan is in effect between employers and employees, the amount of such payments shall 217 be paid directly to said employees. Such requests for rates shall be made every six (6) months.

Whoever pays less than said rates of wages, including payments to health and welfare funds, or the equivalent in wages, on said works, and whoever accepts for his own use, or for the use of any other person, as a rebate, gratuity or in any other guise, any part or portion of said wages or health and welfare funds, shall have violated this section and shall be punished or shall be subject to a civil citation or order as provided in section 27C.

An employee claiming to be aggrieved by a violation of this section may, 90 days after the filing of a complaint with the attorney general, or sooner if the attorney general assents in writing, and within 3 years after the violation, institute and prosecute in his own name and on his own behalf, or for himself and for others similarly situated, a civil action for injunctive relief, for any damages incurred, and for any lost wages and other benefits pursuant to G.L. c. 149, s. 150. An employee so aggrieved who prevails in such an action shall be awarded treble damages, as

liquidated damages, for any lost wages and other benefits and shall also be awarded the costs ofthe litigation and reasonable attorneys' fees.

231	Section 5. Chapter 151A as appearing in the 2022 Official Edition of the General Laws is
232	hereby amended by inserting a new Section at the end thereof:
233	Section 75. For the purposes of this section, the following words shall, unless the context
234	clearly requires otherwise, have the following meanings:
235	"Adversely affected employment," employment with an employer providing labor,
236	goods, and/or services facilitating the generation, distribution, or transmission of energy from
237	fossil fuels, including but not limited to the distribution of natural gas, which may be or are
238	adversely affected by the Commonwealth's efforts to realize its net zero emissions goals.
239	"Adversely affected worker," an individual who, because of lack of work in adversely
240	affected employment, has been totally or partially separated from such employment, or has been
241	threatened to be totally or partially separated from such employment.
242	"Adjustment assistance," any compensation, credit, benefit, funding, training, or service
243	provided under this Section.
244	"Suitable employment," at a wage that is not less than 90 percent of the wage the worker
245	received on the day before any partial or total separation.
246	"Applicable employer,"
247	an employer engaged in the generation, distribution/transmission of energy from fossil
248	fuels ("fossil fuel employer");

249	an employer engaged in the generation, distribution, or transmission of fossil fuel energy
250	that also, either as a secondary component of its business or by corporate affiliation, generates,
251	distributes, or transmits another form of energy ("dual fuel employer"); distribute natural gas and
252	one or more other form of energy to commercial, governmental, and/or residential ratepayers or,
253	an employer providing labor, goods, and/or services in or to the renewable energy
254	industry ("alternative energy employer").
255	"Partial separation," with respect to an individual who has not been totally separated, that
256	such individual has experienced—
257	(i) a reduction in hours of work to 80 percent or less of the individual's average weekly
258	hours in adversely affected employment; and
259	(ii) a reduction in wages to 80 percent or less of the individual's average weekly wage in
260	such adversely affected employment.
261	"Threatened," an individual who is aware of imminent total or partial separation from
262	employment with an applicable firm or with a company with which the applicable firm is
263	contracted to provide goods or services.
264	"Total separation," the layoff or severance of an adversely affected worker."
265	Section 6. Chapter 151A as appearing in the 2022 Official Edition of the General Laws is
266	hereby amended by inserting the following new sections at the end thereof:
267	Section 76. In general DUA shall make payments of temporary additional unemployment
268	compensation for up to 104 additional weeks to adversely affected workers who have been
269	totally separated:

270	have exhausted all rights to regular unemployment compensation under the State law or
271	under Federal law with respect to a benefit year;
272	have no rights to regular compensation with respect to a week under such law or any
273	other State unemployment compensation law or to compensation under any other Federal law;
274	and
275	are able to work, available to work, and actively seeking work.
276	Exhaustion of benefits
277	For purposes of paragraph (1), an adversely affected individual shall be deemed to have
278	exhausted such individual's rights to regular compensation under a State law when-
279	(i) no payments of regular compensation can be made under such law because such
280	individual has received all regular compensation available to such individual based on
281	employment or wages during such individual's base period; or
282	(ii) such individual's rights to such compensation have been terminated by reason of the
283	expiration of the benefit year with respect to which such rights existed.
284	(3) Weekly benefit amount.
285	In general, subject to paragraph, for purposes of any agreement under this section—
286	the amount of temporary additional unemployment compensation that shall be payable to
287	any applicable individual for any week of total unemployment shall be equal to the amount of the
288	regular compensation (including dependents' allowances) payable to such individual during such
289	individual's benefit year under the State law for a week of total unemployment;

290 the terms and conditions of the State law which apply to claims for regular compensation 291 and to the payment thereof (including terms and conditions relating to availability for work, 292 active search for work, and refusal to accept work) shall apply to claims for temporary additional 293 unemployment compensation and the payment thereof; and

the maximum amount of temporary additional unemployment compensation payable toany applicable individual is 156 weeks.

296 Section 77. Each applicable employer, as defined in Section 76 shall make contributions 297 as established by the Department of Unemployment Assistance, pursuant to its enabling 298 authority under Chapter 151A, into a newly established Clean Energy Just Transition 299 Unemployment Trust Fund to cover the cost of these benefits. The Department shall establish 300 contribution rates and schedules as well as all relevant regulations for the Just Transition Trust 301 Fund to ensure that it is fully funded and may be utilized by all adversely affected employees who are terminated no later than January 1, 2026. The Department may also use funding from 302 303 the Trust Fund to establish programs and benefits for adversely affected workers to assist them in 304 obtaining training and replacement employment opportunities and to cover health insurance.