

down farther into the State after it is once regulated at the gate when it comes over the State line.

Mr. MACDONALD. Right. I remember. We went through that in this committee.

Mr. FITE. That is right. This act, this amendment, is analogous to the Hinshaw amendment. The electricity that comes across the State line is now regulated and would continue to be.

Mr. MACDONALD. Don't you think the Hinshaw amendment is broad enough to cover electricity as well as just natural gas?

Mr. FITE. I would rather not try to answer that. I am not a lawyer. I am not sure.

Mr. MACDONALD. You have one with you, I am sure.

Mr. FITE. No. We don't have any lawyers here.

Mr. MACDONALD. You are the first utility company I ever heard that didn't have a lawyer here. Would you accept a bill like the Hinshaw amendment?

Mr. FITE. I will be glad to take a look at the Hinshaw amendment and try to give you an answer later. I would rather not try to answer that right here.

(See memorandum dated January 29, 1968, sec. II C, p. 57.)

Mr. MACDONALD. Thank you very much. Mr. Kornegay?

Mr. KORNEGAY. I direct this to Mr. Fuqua. He seems to be the man that has the knowledge on how involved this bill is and how many companies in this area would be affected by it.

Mr. Fuqua, would it affect any of the companies, REA's or municipalities in the State of North Carolina, under the Rogers bill?

Mr. FUQUA. In my opinion it would have no effect on the situation in North Carolina at all. Of course, bear in mind, Mr. Kornegay, that these companies that I enumerate—or that we did—are not now jurisdictional.

Mr. KORNEGAY. I know that all the major companies in North Carolina are now subject to FPC and I didn't see anything in this bill that would exempt them.

Mr. FUQUA. Nothing, not a thing in the bill that would affect them at all in my judgment.

Mr. KORNEGAY. I didn't know about some of the REA's or some of the municipality power companies.

Mr. FUQUA. The first part of the bill gives a status exemption to REA cooperatives for the simple reason that they are incorporated under the act.

Mr. KORNEGAY. Then it is automatically exempt.

Mr. FUQUA. Yes, sir; what you have here is the same thing. It is the exact language, in fact, of the so-called Monroney bill which came to your committee, you recall, 2 years ago and you amended it. It simply gives a status exemption to REA cooperatives; yes, sir.

Mr. KORNEGAY. How many generating facilities do you have in your company, Mr. Fite?

Mr. FITE. We have about seven major plants and the total over 4 million kilowatts.

Mr. KORNEGAY. And they are located, I assume, throughout the whole portion of the State.

Mr. FITE. The largest is in the South there at Miami, in that area, in the west Palm Beach area, in the Sanford area, and in the Fort Myers area, and at Cape Kennedy where the missile base is.