HOUSE BILL No. 6134

September, 24, 1992, Introduced by Rep. Nye and referred to the Committee on Public Utilities.

A bill to provide for citizen participation in certain activities of public utilities that impact human health or the environment, or both; to impose certain fees; to prescribe the powers and duties of certain state agencies and officials; and to provide remedies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 1. As used in this act:
- 2 (a) "Commission" means the commission of natural resources.
- 3 (b) "Person" means an individual, partnership, corporation,
- 4 association, governmental entity, or other legal entity.
- 5 (c) "Public utility" means a public utility regulated by the
- 6 Michigan public service commission.
- 7 (d) "Qualified citizen organization" means an organization
- 8 that has been in existence for more than a year and that has
- 9 registered with the commission.

05391'92 JCB

- Sec. 2. (1) Prior to construction or operation of any
- 2 tacility, equipment, or activity that will affect human health or
- 3 the environment, or both, a public utility proposing the con-
- 4 struction or operation shall do all of the following:
- 5 (a) Submit to the commission a detailed description of the
- 6 proposed project.
- / (b) Submit to the commission an estimated cost of the
 8 project.
- 9 (c) Submit to the commission a fee of 5% of the cost esti10 mate under subdivision (b).
- (2) Upon receipt of money pursuant to subsection (1), the
- 12 commission shall deposit the money it receives into an escrow
- 13 account for the project to be used as provided in section 3.
- (3) A public utility shall not begin construction or opera-
- 15 tion of any facility, equipment, or activity that will affect
- 16 human health or the environment for a period of 200 days after
- 1.67 the public utility has complied with subsection (1).
- (4) A public utility subject to subsection (1) shall submit
- 19 progress reports to the commission as required by the
- 20 commission. If the public utility obtains information that the
- 21 actual cost of the project is higher than the estimate, the
- 22 public utility shall immediately after obtaining this information
- 23 notify the commission and submit additional fees as are
- 24 appropriate.
- Sec. 3. (1) The commission shall approve all disbursements
- 26 from an escrow account established under section 2.

- (2) Upon petition by a qualified citizen organization, the
- 2 commission may authorize expenditure of money in the escrow
- 3 account for either of the following purposes:
- 4 (a) Investigations into the project's affect on human
- 5 health.
- 6 (b) Investigations into the project's affect on the 7 environment.
- 8 Sec. 4. The commission shall maintain a registry of quali-
- 9 fied citizen organizations. A citizen organization that has been
- 10 established for more than 1 year may register with the
- II commission.
- 12 Sec. 5. If the Michigan public service commission deter-
- 13 mines that a public utility has violated this act, or upon inves-
- 14 tigation following notice from the commission that a public util-
- 15 ity is in violation of this act, the Michigan public service com-
- 16 mission shall issue an order to the public utility requiring the
- 17 public utility to suspend work on the project until the public
- 18 utility complies with this act.
- 19 Sec. 6. (1) A public utility that violates this act is
- 20 subject to a civil fine equal to the amount of money expended by
- 21 the public utility on the project involved in the violation.
- 22 (2) In addition to other relief authorized by law, the
- 23 attorney general may, on behalf of the state, commence a civil
- 24 action seeking 1 or more of the following:
- 25 (a) A civil fine provided for in subsection (1).
- 26 (b) A temporary or permanent injunction.

(c) Enforcement of an order of the Michigan public service
2 commission issued under section 5.

Final page. JCB

05391'92