## **SENATE BILL No. 446**

May 1, 2001, Introduced by Senators DUNASKISS, SIKKEMA, SCHUETTE and HAMMERSTROM and referred to the Committee on Technology and Energy.

A bill to amend 1939 PA 3, entitled

"An act to provide for the regulation and control of public utilities and other services affected with a public interest within this state; to provide for alternative energy suppliers; to provide for licensing; to include municipally owned utilities and other providers of energy under certain provisions of this act; to create a public service commission and to prescribe and define its powers and duties; to abolish the Michigan public utilities commission and to confer the powers and duties vested by law on the public service commission; to provide for the continuance, transfer, and completion of certain matters and proceedings; to abolish automatic adjustment clauses; to prohibit certain rate increases without notice and hearing; to qualify residential energy conservation programs permitted under state law for certain federal exemption; to create a fund; to provide for a restructuring of the manner in which energy is provided in this state; to encourage the utilization of resource recovery facilities; to prohibit certain acts and practices of providers of energy; to allow for the securitization of stranded costs; to reduce rates; to provide for appeals; to provide appropriations; to declare the effect and purpose of this act; to prescribe remedies and penalties; and to repeal acts and parts of acts,"

by amending section 10g (MCL 460.10g), as added by 2000 PA 141.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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- 1 Sec. 10q. (1) As used in sections 10 through 10bb:
- 2 (a) "Alternative electric supplier" means a person selling
- 3 electric generation service to retail customers in this state.
- 4 Alternative electric supplier does not include a person who phys-
- 5 ically delivers electricity directly to retail customers in this
- 6 state. AN ALTERNATIVE ELECTRIC SUPPLIER IS NOT A PUBLIC UTILITY.
- 7 (b) "Commission" means the Michigan public service commis-
- 8 sion in the department of consumer and industry services.
- 9 (c) "Electric utility" means that term as defined in section
- 10 2 of the electric transmission line certification act, 1995
- 11 PA 30, MCL 460.562.
- 12 (d) "Merchant plant" means electric generating equipment and
- 13 associated facilities with a capacity of more than 100 kilowatts
- 14 located in this state that are not owned and operated by an elec-
- 15 tric utility.
- 16 (e) "Relevant market" means either the Upper Peninsula or
- 17 the Lower Peninsula of this state.
- 18 (f) "Renewable energy source" means energy generated by
- 19 solar, wind, geothermal, biomass, including waste-to-energy and
- 20 landfill gas, or hydroelectric.
- 21 (2) A school district aggregating electricity for school
- 22 properties or an exclusive aggregator for public or private
- 23 school properties is not an electric utility or a public utility
- 24 for the purpose of that aggregation.