## **SENATE BILL No. 806**

October 11, 2005, Introduced by Senators PATTERSON, BIRKHOLZ and OLSHOVE 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 10 (MCL 460.10), as added by 2000 PA 141.

03785'05 SAT

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 10. (1) Sections 10 through -10bb 10CC shall be known
- 2 and may be cited as the "customer choice and electricity
- 3 reliability act".
- 4 (2) The purpose of sections 10a through 10bb is to do all of
- 5 the following:
- 6 (a) To ensure that all retail customers in this state of
- 7 electric power have a choice of electric suppliers.
- 8 (b) To allow and encourage the Michigan public service
- 9 commission to foster competition in this state in the provision of
- 10 electric supply and maintain regulation of electric supply for
- 11 customers who continue to choose supply from incumbent electric
- 12 utilities.
- 13 (c) To encourage the development and construction of merchant
- 14 plants which will diversify the ownership of electric generation in
- 15 this state.
- (d) To ensure that all persons in this state are afforded
- 17 safe, reliable electric power at a reasonable rate.
- 18 (e) To improve the opportunities for economic development in
- 19 this state and to promote financially healthy and competitive
- 20 utilities in this state.
- 21 (3) Subsection (2) does not apply after December 31, 2003.

03785'05 Final Page SAT