SENATE BILL No. 1334

July 1, 2004, Introduced by Senators PATTERSON, OLSHOVE, HAMMERSTROM, BERNERO, BIRKHOLZ and TOY 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,"

(MCL 460.1 to 460.10cc) by adding section 10gg.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 10gg. (1) Not later than 30 days after the effective

07119'04 * SAT

- 1 date of the amendatory act that added this section, each electric
- 2 utility shall file a tariff to provide schools receiving electric
- 3 service at secondary voltage levels the ability to purchase
- 4 electric power and energy from the electric utility at a rate 20%
- 5 lower than the electric utility's otherwise applicable tariff in
- 6 effect on the effective date of the amendatory act that added
- 7 this section.
- 8 (2) Schools receiving electric service at primary voltages
- 9 and above shall have the ability to purchase electric power and
- 10 energy from the electric utility at a rate 10% lower than the
- 11 electric utility's otherwise applicable tariff in effect on the
- 12 effective date of the amendatory act that added this section.
- 13 (3) The commission shall approve the tariff within 60 days of
- 14 the date the electric utility filed its tariff. The commission
- 15 shall not adopt any rate-making adjustment that disallows
- 16 recovery of, or otherwise imputes the amount of revenue
- 17 attributable to, the rates for electric service to schools
- 18 provided for in this section.
- 19 (4) As used in this section, "school" means buildings,
- 20 facilities, playing fields, or property directly or indirectly
- 21 used for school purposes for children in grades kindergarten
- 22 through 12, when provided by a public or nonpublic school.
- 23 School does not include instruction provided in a private
- 24 residence or proprietary trade, vocational, training, or
- 25 occupational school.
- 26 Enacting section 1. This amendatory act does not take
- 27 effect unless all of the following bills of the 92nd Legislature

07119'04 * SAT

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- 1 are enacted into law: 2 (a) Senate Bill No. 1335. 3 (b) Senate Bill No. 1331. 5 (c) Senate Bill No. 1336. 6 7 8 (d) Senate Bill No. 1333.
- (e) Senate Bill No. 1332. 11

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07119'04 * Final Page SAT