SENATE BILL No. 1333

July 1, 2004, Introduced by Senators GILBERT, PATTERSON, OLSHOVE, BERNERO, HAMMERSTROM 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 10dd.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 10dd. (1) The commission shall, after notice and

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- 1 hearing, annually approve a low income and energy efficiency
- 2 factor that shall be a nonbypassable surcharge payable by every
- 3 customer receiving a distribution service from a gas or electric
- 4 utility regardless of the identity of the customer's gas or
- 5 electric generation supplier. The funding shall not exceed an
- 6 amount equal to 2% of commercial and industrial revenues of each
- 7 utility.
- 8 (2) The commission shall administer the distribution of the
- 9 funds collected under subsection (1) and direct that the funds
- 10 received from the customers of a gas or electric utility shall
- 11 only be used to provide energy and conservation assistance to low
- 12 income and senior citizen customers who reside in the gas or
- 13 electric utility's service area.
- 14 (3) As used in this section, "gas utility" means a natural
- 15 gas company subject to the jurisdiction of the commission under
- 16 1929 PA 9, MCL 483.101 to 483.120.
- 17 Enacting section 1. This amendatory act does not take
- 18 effect unless all of the following bills of the 92nd Legislature
- 19 are enacted into law:
- 20 (a) Senate Bill No. 1335.

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22 (b) Senate Bill No. 1331.

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24 (c) Senate Bill No. 1336.

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26 (d) Senate Bill No. 1334.

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1 (e) Senate Bill No. 1332.

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