By: Williams

S.B. No. 1878

A BILL TO BE ENTITLED

| 1 | AN ACT |
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| 2 | relating to the delay of retail electric competition in the areas of |
| 3 | the state covered by the Southeastern Electric Reliability Council. |
| 4 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: |
| 5 | SECTION 1. Chapter 39, Utilities Code, is amended by adding |
| 6 | Section 39.4005 to read as follows: |
| 7 | Sec. 39.4005. DELAY OF RETAIL COMPETITION. (a) The |
| 8 | commission shall not implement or consider the implementation of |
| 9 | retail electric competition in electric control areas within the |
| 10 | Southeastern Reliability Corporation that are not currently |
| 11 | engaged in retail electric competition unless instructed to do so |
| 12 | by specific legislative actions. |
| 13 | (b) An Electric utility operating in the Southeastern |
| 14 | Reliability Corporation which is subject to traditional cost of |
| 15 | service rate regulation and currently have a transition to |
| 16 | competition plan on file at the commission shall, within 180 days of |
| 17 | the effective date of this Section: |
| 18 | (1) withdraw such plan from the commission; |
| 19 | (2) cease all activities related to such plan; and |
| 20 | (3) file with the commission for recovery of any costs |
| 21 | incurred as a result of the preparation, filing and pursuit of such |
| 22 | <u>plan.</u> |
| 23 | (c) This section shall prevail over any conflicting |
| 24 | provision or provisions in this subchapter. |

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1 SECTION 2. This Act takes effect immediately if it receives 2 a vote of two-thirds of all the members elected to each house, as 3 provided by Section 39, Article III, Texas Constitution. If this 4 Act does not receive the vote necessary for immediate effect, this 5 Act takes effect September 1, 2007.