By: Turner of Harris H.B. No. 3743

## A BILL TO BE ENTITLED

AN ACT

2.	relating	t.o	regulation	of	electric	generation	capacity	ownership	ir

- 2 relating to regulation of electric generation capacity ownership in
  3 the electric power market.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 39.154 , Utilities Code, is amended by 6 adding subsections (f)-(h) to read as follows:
- 7 (f) A power generation company or any entity that is
- 8 affiliated with that power generation company who owns, controls,
- 9 or owns and controls in any combination installed generation
- 10 capacity located in or capable of delivering electricity to a power
- 11 region as provided by Section 39.154 may not own, control, or own
- 12 and control more than 15 percent of the total retail electric
- 13 provider market of a power region.
- 14 (g) Not later than January 30, 2010 any power generation
- 15 company or any entity that is affiliated with that power generation
- 16 company subject to this section who is in violation of this section
- 17 must begin a self initiated process or process set out by the
- 18 commission to be in compliance with this section no later than
- 19 January 30, 2011.

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- 20 (h) the commission shall use any report and information
- 21 required under section 39.155(a) to asses market power and
- 22 <u>compliance with this section</u>.
- 23 (i) If necessary, not later than January 30, 2010 the
- 24 commission shall adopt rules, procedures, or standards to enforce

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- 1 and carry out this subsections (f)-(h).
- 2 SECTION 2. This Act takes effect immediately if it receives
- 3 a vote of two-thirds of all the members elected to each house, as
- 4 provided by Section 39, Article III, Texas Constitution. If this
- 5 Act does not receive the vote necessary for immediate effect, this
- 6 Act takes effect September 1, 2009.