By: Ritter H.B. No. 4233

## A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to the delay of retail electric competition in the areas of
- 3 the state covered by the Southeastern Electric Reliability Council
- 4 and to the recovery of certain transmission costs by electric
- 5 utilities in those areas.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 7 SECTION 1. Section 36.209(a), Utilities Code, is amended to
- 8 read as follows:
- 9 (a) This section applies only to an electric utility that
- 10 operates solely outside of ERCOT in areas of this state included in
- 11 the Southeastern Electric Reliability Council, the Southwest Power
- 12  $Pool_{\underline{I}}$  or the Western Electricity Coordinating Council and that owns
- 13 or operates transmission facilities.
- 14 SECTION 2. Subchapter J, Chapter 39, Utilities Code, is
- 15 amended by adding Section 39.4515 to read as follows:
- 16 Sec. 39.4515. DELAY OF RETAIL COMPETITION. (a)
- 17 Notwithstanding any other provision of this chapter, the commission
- 18 may not implement or consider the implementation of retail electric
- 19 competition in an area in the Southeastern Electric Reliability
- 20 Council that is not currently engaged in retail electric
- 21 competition unless a law enacted after the effective date of this
- 22 section requires that action.
- (b) Notwithstanding any other provision of this chapter, an
- 24 area included in the Southeastern Electric Reliability Council must

- 1 remain in the Southeastern Electric Reliability Council.
- 2 (c) This section prevails over any other provision of this
- 3 subchapter to the extent of any conflict.
- 4 SECTION 3. (a) Not later than the 180th day after the
- 5 effective date of this Act, an electric utility operating in the
- 6 Southeastern Electric Reliability Council that is subject to
- 7 traditional cost of service rate regulation and on the effective
- 8 date of this Act has a transition to competition plan on file with
- 9 the Public Utility Commission of Texas shall:
- 10 (1) withdraw the plan from the commission;
- 11 (2) cease all activities related to the plan; and
- 12 (3) file with the commission an application for
- 13 recovery of any costs incurred as a result of the preparation,
- 14 filing, and implementation of the plan.
- 15 (b) An electric utility described by Subsection (a) of this
- 16 section is entitled to recover the costs described by Subsection
- 17 (a)(3) of this section.
- 18 SECTION 4. This Act takes effect immediately if it receives
- 19 a vote of two-thirds of all the members elected to each house, as
- 20 provided by Section 39, Article III, Texas Constitution. If this
- 21 Act does not receive the vote necessary for immediate effect, this
- 22 Act takes effect September 1, 2009.