Amend CSSB 241 in SECTION 1 of the bill (page 25) by inserting a new SECTION 1.43 between lines 18 and 19 to read as follows and renumbering SECTIONS of the bill appropriately:

SECTION 1.43. Section 31.003(b), Utilities Code, is amended to read as follows:

(b) The report under this section must include:

(1) an assessment of the effect of competition on the rates and availability of electric services for residential and small commercial customers;

(2) <u>an assessment of the ongoing effects that federal</u> <u>renewable energy subsidies have on the pricing, reliability,</u> <u>efficiency, and competitive nature of the electric power market in</u> <u>the ERCOT power region. The assessment must include the</u> <u>determination of the effects of the federal subsidies by the ERCOT</u> <u>independent system operator on peak price formation, negative</u> <u>pricing, ancillary services, congestion, reserve margins, and</u> <u>transmission costs.</u>

(3) a summary of commission action over the preceding two years that reflects changes in the scope of competition in regulated electric markets; and

 $\left[\frac{(3)}{(4)}\right]$  (4) recommendations to the legislature for legislation that the commission finds appropriate to promote the public interest in the context of a partially competitive electric market.