## **HOUSE BILL No. 4281**

February 11, 1997, Introduced by Rep. Ciaramitaro and referred to the Committee on Local Government.

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 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 therein 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 rate increases without notice and hearing; to qualify residential energy conservation programs permitted under state law for certain federal exemption; to provide for a restructuring of rates for certain utilities; to encourage the utilization of resource recovery facilities; to provide for appeals; to provide appropriations; to declare the effect of this act; to prescribe penalties; and to repeal all acts contrary to this act,"

by amending section 6 (MCL 460.6), as amended by 1993 PA 355.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 6. (1) The public service commission is vested with
- 2 complete power and jurisdiction to regulate all public utilities
- 3 in the state, except, SUBJECT TO SUBSECTION (2), a municipally
- 4 owned utility, EXCEPT the owner of a renewable resource power

00754'97

- 1 production facility as provided in section 6d, and except as
- 2 otherwise restricted by law. The public service commission is
- 3 vested with the power and jurisdiction to regulate all rates,
- 4 fares, fees, charges, services, rules, conditions of service, and
- 5 all other matters pertaining to the formation, operation, or
- 6 direction of public utilities. The public service commission is
- 7 further granted the power and jurisdiction to hear and pass upon
- 8 all matters pertaining to, necessary, or incident to the regula-
- 9 tion of public utilities, including electric light and power com-
- 10 panies, whether private, corporate, or cooperative; water, tele-
- 11 graph, oil, gas, and pipeline companies; motor carriers; and all
- 12 public transportation and communication agencies other than rail-
- 13 roads and railroad companies.
- 14 (2) A CITY, VILLAGE, TOWNSHIP, COUNTY, OR OTHER GOVERNMENTAL
- 15 ENTITY THAT OWNS, OPERATES, MANAGES, OR CONTROLS ANY EQUIPMENT OR
- 16 FACILITIES FOR THE PRODUCTION, TRANSMISSION, DELIVERY, OR FUR-
- 17 NISHING OF WATER FOR COMPENSATION IS SUBJECT TO THE JURISDICTION
- 18 OF THE COMMISSION, BUT ONLY WITH RESPECT TO THE DISCONTINUANCE OF
- 19 RETAIL WATER SERVICE FOR NONPAYMENT OF A BILL. R 460.13404(1)(A)
- **20** TO (E) AND (G), R 460.13404(2)(B)(4), R 460.13405(1) TO (3) AND
- 21 (5), R 460.13407(3) AND R 460.13408(3), (4), AND (6) OF THE
- 22 MICHIGAN ADMINISTRATIVE CODE APPLY TO DISCONTINUANCE OF RETAIL
- 23 WATER SERVICE BY GOVERNMENTAL ENTITIES SUBJECT TO THE JURISDIC-
- 24 TION OF THE COMMISSION UNDER THIS SECTION UNLESS, UNDER THE
- 25 ADMINISTRATIVE PROCEDURES ACT OF 1969, 1969 PA 306, MCL 24.201 TO
- 26 24.328, THE COMMISSION PROMULGATES DIFFERENT RULES APPLICABLE TO

- 1 THESE GOVERNMENTAL ENTITIES AND PROVIDES FOR REASONABLE ADVANCE
- 2 NOTICE OF DISCONTINUANCE OF SERVICE FOR NONPAYMENT OF A BILL.

00754'97 Final page. TLG