By: Clark

To: Public Utilities; Rules

HOUSE BILL NO. 1028

1 AN ACT TO CREATE A STUDY COMMITTEE ON DEREGULATING THE 2 ELECTRIC UTILITY INDUSTRY IN MISSISSIPPI; TO DIRECT THE COMMITTEE TO MAKE A WRITTEN REPORT OF ITS FINDINGS AND RECOMMENDATIONS 3 BEFORE DECEMBER 1, 2000; AND FOR RELATED PURPOSES. 4 5 WHEREAS, electricity is a necessity for all individuals, 6 industries, businesses and municipalities in the State of 7 Mississippi; and WHEREAS, the generation and transmission of electric power 8 and the sale and distribution of electricity to consumers within 9 10 the state are affected by the public interest; and WHEREAS, markets for electricity are changing nationally and 11 12 appear to be moving toward increased competition; and 13 WHEREAS, there is a need for careful consideration of all issues involving customer choice and the potential deregulation 14 15 of, and competition in, the electric utility industry and the system of electric utility regulations: NOW, THEREFORE, 16 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 17 SECTION 1. (1) There is created a Study Committee on 18 Deregulating the Electric Utility Industry in Mississippi to study 19 20 and make recommendations to the Legislature on all aspects of 21 deregulating or restructuring the electric utility industry in the State of Mississippi. The committee shall make a report of its 22 findings and recommendations to the Legislature before December 1, 23 24 2000. 25 (2) The study committee shall be composed of the following thirty-two (32) members: 26

(a) The Chairmen of the House Public Utilities,

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28 Appropriations and Ways and Means Committees;

Three (3) members of the House of Representatives 29 (b) 30 appointed by the Speaker of the House, or their designees from the House membership; 31 32 (c) The Chairmen of the Senate Public Utilities, Appropriations, Finance and Economic Development, Tourism and 33 34 Parks Committees; Two (2) members of the Senate appointed by the 35 (d) 36 Lieutenant Governor, or their designees from the Senate 37 membership; The Governor or his designee; 38 (e) 39 (f) A member of the Public Service Commission or his designee from the staff of the Public Service Commission; 40 The Executive Director of the Public Utilities 41 (q) Staff or his designee from the Public Utilities Staff; 42 43 (h) The Chairman of the State Tax Commission or his 44 designee from the staff of the State Tax Commission; The Attorney General or his designee from within 45 (i) 46 the Office of the Attorney General; The President of Mississippi Power Company or his 47 (j) 48 designee from within the company; The President of Entergy Mississippi, Inc., or her 49 (k) 50 designee from within the company; 51 A representative of an electric power association (1)in Mississippi appointed by the Electric Power Associations of 52 53 Mississippi; A representative of a municipal public utility 54 (m) 55 providing electricity services appointed by the Municipal Energy Agency of Mississippi; 56 A representative of the Tennessee Valley Authority; 57 (n) 58 (0) The President of Mississippi Valley Gas Company or his designee from within the company; 59 60 (p) A representative of the Mississippi Manufacturers

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Three (3) residential consumers of electricity from 62 (q) 63 rural areas of the state, one (1) each appointed by the Governor, Lieutenant Governor and Speaker of the House; 64 65 (r) Three (3) residential consumers of electricity from urban areas of the state, one (1) each appointed by the Governor, 66 67 Lieutenant Governor and Speaker of the House; A representative of an advocacy group in 68 (s)

69 Mississippi which is for retail competition in the electric 70 utility industry appointed by the Speaker of the House; and

(t) A representative of an advocacy group in
Mississippi which is against retail competition in the electric
utility industry appointed by Lieutenant Governor.

In making their appointments, the Governor, Lieutenant Governor and Speaker of the House shall endeavor to achieve a diverse representation, with all socioeconomic populations and geographical areas of the state being represented on the committee.

79 (3) If any chairman of a legislative committee serving on the study committee is unable to attend any meeting of the 80 81 committee, the vice chairman of the respective committee may attend and vote at such meeting. Appointments shall be made 82 83 within thirty (30) days after passage of this act. Within fifteen 84 (15) days thereafter, on a day to be designated jointly by the Speaker of the House and the Lieutenant Governor, the study 85 86 committee shall meet and organize by selecting from its membership The vice chairman shall serve as 87 a chairman and vice chairman. secretary and shall be responsible for keeping all records of the 88 study committee. A majority of the members of the study committee 89 shall constitute a quorum. In the selection of its officers and 90 91 the adoption of rules, resolutions and reports, an affirmative vote of a majority of the study committee is required. All 92 93 members shall be notified in writing of all meetings, and such

H. B. No. 1028 00\HR03\R1227 PAGE 3 94 notices must be mailed at least five (5) days before the date on 95 which a meeting is to be held.

96 For attending meetings of the study committee, members (4) who are not legislators shall be compensated at the per diem rate 97 98 authorized by Section 25-3-69, Mississippi Code of 1972, and shall be reimbursed in accordance with Section 25-3-41, Mississippi Code 99 100 of 1972, for mileage and actual expenses incurred in attending 101 meetings of the committee. Each legislative member of the 102 committee shall be paid from the contingent expense fund of his 103 respective house per diem in the amount authorized by Section 104 25-3-69, Mississippi Code of 1972, and a mileage allowance and an 105 expense allowance in the amount authorized by Section 5-1-47, 106 Mississippi Code of 1972. However, no per diem, mileage allowance 107 or expense allowance may be paid for attending meetings of the 108 committee while the Legislature is in session, and no per diem, 109 mileage allowance or expense allowance may be paid without prior 110 approval of the proper committee in the member's respective house. Any member who is also a state employee shall not be eligible to 111 112 receive per diem compensation. No study committee member may incur 113 per diem, travel or other expenses unless previously authorized by 114 vote, at a meeting of the study committee, which action must be 115 recorded in the official minutes of the meeting. Nonlegislative 116 members may be paid from any funds made available to the study 117 committee for that purpose.

(5) The study committee may employ consultants or staff and may utilize clerical and legal staff employed by the Public Utilities Staff, the Office of the Governor, the Legislature and any other staff assistance made available to it.

122 (6) Funding for the study committee may be provided from any 123 funds that may be appropriated by the Legislature for the expenses 124 of the study committee. The study committee may accept money from 125 any source, public or private, to be expended in implementing its 126 duties under this act.

H. B. No. 1028 00\HR03\R1227 PAGE 4 127 (7) Upon presentation of its report to the Legislature
128 before the 2001 Regular Session, the study committee shall be
129 dissolved.

130 SECTION 2. This act shall take effect and be in force from 131 and after its passage.