## **HOUSE BILL No. 4702**

May 7, 2013, Introduced by Reps. Franz, Kurtz, Kelly, Ananich, LaVoy, Brown, Zorn, Outman, Cotter, MacMaster, Price and Stallworth and referred to the Committee on Energy and Technology.

A bill to amend 1939 PA 3, entitled

"An act to provide for the regulation and control of public and certain private utilities and other services affected with a public interest within this state; to provide for alternative energy suppliers; to provide for licensing; to include municipally owned utilities and other providers of energy under certain provisions of this act; 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 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 certain rate increases without notice and hearing; to qualify residential energy conservation programs permitted under state law for certain federal exemption; to create a fund; to provide for a restructuring of the manner in which energy is provided in this state; to encourage the utilization of resource recovery facilities; to prohibit certain acts and practices of providers of energy; to allow for the securitization of stranded costs; to reduce rates; to provide for appeals; to provide appropriations; to declare the effect and purpose of this act; to prescribe remedies and penalties; and to repeal acts and parts of acts,"

by amending section 6g (MCL 460.6g), as added by 1980 PA 470.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 6g. (1) As used in this section:

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- 1 (a) "Attaching party" means any person, firm, corporation,
- 2 partnership, or cooperatively organized association, other than a
- 3 utility or a municipality, which THAT seeks to construct
- 4 attachments upon, along, under, or across public ways or private
- 5 rights of way.
- 6 (b) "Attachment" means any wire, cable, facility, or apparatus
- 7 for the transmission of writing, signs, signals, pictures, sounds,
- 8 or other forms of intelligence or for the transmission of
- 9 electricity for light, heat, or power, installed by an attaching
- 10 party upon any pole or in any duct or conduit owned or controlled,
- 11 in whole or in part, by 1 or more utilities.
- 12 (c) "Commission" means the Michigan public service commission
- 13 created in section 1.
- 14 (D) "TELECOMMUNICATION PROVIDER" MEANS THAT TERM AS DEFINED IN
- 15 SECTION 102 OF THE MICHIGAN TELECOMMUNICATIONS ACT, 1991 PA 179,
- 16 MCL 484.2102.
- 17 (E) "2011 POLE ATTACHMENT ORDER" MEANS THE ORDER OF THE
- 18 FEDERAL COMMUNICATIONS COMMISSION, WC DOCKET NO. 07-245, GN DOCKET
- 19 NO. 09-51, REPORT AND ORDER AND ORDER ON RECONSIDERATION, 26 FCC
- 20 RCD 5240 (2011).
- 21 (F) (d) "Utility" means any public utility subject to the
- 22 regulation and control of the commission that owns or controls, or
- 23 shares ownership or control of poles, ducts, or conduits used or
- 24 useful, in whole or in part, for supporting or enclosing wires,
- 25 cables, or other facilities or apparatus for the transmission of
- 26 writing, signs, signals, pictures, sounds, or other forms of
- 27 intelligence, or for the transmission of electricity for light,

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- 1 heat, or power.
- 2 (2) The commission shall regulate the rates, terms, and
- 3 conditions of attachments by attaching parties. The commission, in
- 4 regulating the rates, terms, and conditions of attachments by
- 5 attaching parties, shall not require a hearing when approving the
- 6 rates, terms, and conditions unless the attaching party or utility
- 7 petitions the commission for a hearing. The commission shall ensure
- 8 that the rates, terms, and conditions are just and reasonable and
- 9 shall consider the interests of the attaching parties' customers as
- 10 well as the utility and its customers.
- 11 (3) An attaching party shall obtain any necessary
- 12 authorization before occupying public ways or private rights of way
- 13 with its attachment.
- 14 (4) Procedures under this section shall be those applicable to
- 15 any utility whose rates charged its customers are regulated by the
- 16 commission, including the right to appeal a final decision of the
- 17 commission to the courts.
- 18 (5) THE COMMISSION SHALL, NO LATER THAN OCTOBER 1, 2013, ISSUE
- 19 A REPORT TO THE STANDING COMMITTEES OF THE HOUSE OF REPRESENTATIVES
- 20 AND SENATE THAT DEAL WITH PUBLIC UTILITIES. THE REPORT SHALL
- 21 CONTAIN ALL OF THE FOLLOWING:
- 22 (A) WHETHER THE COMMISSION HAS THE STATUTORY AUTHORITY TO
- 23 REGULATE THE RATES, TERMS, AND CONDITIONS BY WHICH A
- 24 TELECOMMUNICATION PROVIDER MAY ATTACH ITS FACILITIES UPON ANY POLE
- 25 OR IN ANY DUCT OR CONDUIT OWNED OR CONTROLLED, IN WHOLE OR IN PART,
- 26 BY 1 OR MORE UTILITIES, WITHOUT REGARD TO WHETHER THAT
- 27 TELECOMMUNICATION PROVIDER IS AN ATTACHING PARTY.

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- 1 (B) WHETHER THE METHODOLOGIES USED BY AND THE RESULTING
- 2 ATTACHMENT RATES SET BY THE COMMISSION ARE THE SAME AS THOSE
- 3 APPROVED BY THE FEDERAL COMMUNICATIONS COMMISSION IN THE 2011 POLE
- 4 ATTACHMENT ORDER.
- 5 (C) WHETHER THE RATES, TERMS, AND CONDITIONS DESCRIBED IN
- 6 SUBDIVISION (A) ARE APPLIED IN A COMPETITIVELY NEUTRAL MANNER FOR
- 7 ALL ATTACHING PARTIES, REGARDLESS OF THEIR REGULATORY STATUS OR
- 8 CLASSIFICATION.
- 9 (D) THE TOTAL COST PER ATTACHMENT, INCLUDING ANNUAL FEES, MAKE
- 10 READY COSTS, AUDITS, AND OTHER CHARGES, FOR EACH TYPE OF ATTACHING
- 11 PARTY ON POLES OR IN DUCTS OR CONDUITS OWNED BY THE 4 LARGEST
- 12 UTILITIES IN THIS STATE.