

Substitute the following for the Oliveira Amendment to the P. King Amendment to **CSSB 482**:

Amend Amendment No. 1 by P. King to **CSSB 482** by adding the following appropriately numbered item to read as follows and renumbering subsequent items as necessary as follows:

(__) Add the following appropriately numbered SECTION to read as follows and renumber subsequent SECTIONS accordingly:

SECTION _____. Subchapter E, Chapter 39, Utilities Code, is amended by adding Section 39.2025 to read as follows:

Sec. 39.2025. ELECTRICITY RATE REDUCTION. (a) In this section, "residential customers under a price to beat tariff on December 31, 2006" means residential customers who both:

(1) were served at the price to beat on December 31, 2006; and

(2) have not affirmatively chosen an electric service plan after December 31, 2006.

(b) Notwithstanding any other provision of this code, on the effective date of this section, a retail electric provider shall reduce the price charged to residential customers under a price to beat tariff on December 31, 2006, by 15 percent from the price charged on December 31, 2006.

(c) Every six months, the retail electric provider shall increase or decrease the price charged to residential customers under a price to beat tariff on December 31, 2006, by a percentage equal to the percentage by which alternative electric service plans increased or decreased during that period.

(d) Notwithstanding Subsections (b) and (c), the commission shall authorize a retail electric provider to adjust the price charged to residential customers under a price to beat tariff on December 31, 2006, to reflect increases in fuel costs resulting from natural disasters, other acts of God, or acts of war.

(e) This section expires September 1, 2009.