

SENATE No. 1854

The Commonwealth of Massachusetts

PRESENTED BY:

Donald F. Humason, Jr.

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act relative to energy supply competition.

PETITION OF:

NAME:

Donald F. Humason, Jr.

DISTRICT/ADDRESS:

Second Hampden and Hampshire

SENATE No. 1854

By Mr. Humason, a petition (accompanied by bill, Senate, No. 1854) of Donald F. Humason, Jr. for legislation relative to energy supply competition. Telecommunications, Utilities and Energy.

The Commonwealth of Massachusetts

**In the One Hundred and Ninetieth General Court
(2017-2018)**

An Act relative to energy supply competition.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Chapter 164 of the General Laws is hereby amended by striking out Section
2 1D in its entirety and replacing it with the following

3 Section 1D. Beginning January 1, 1998, all electric and gas bills sent to a retail customer
4 shall be unbundled to separately reflect the rates charged for generation, transmission, and
5 distribution services, as well as any other charges, as added pursuant to any provision of law,
6 contained in the total retail price. Any transition charge, if so allowed to be assessed, shall be
7 reflected separately on bills as of March 1, 1998. Electric and gas bills may reflect the total costs
8 of services, without breakdown for type of service, in addition to, but not instead of, separately
9 itemized rates for generation, transmission, and distribution services and transition charges as of
10 March 1, 1998. Not later than six months after said March 1, in order to promote customer
11 choice and convenience in a restructured electricity and gas market, eligible companies shall
12 create and send bills to retail customers pursuant to the following billing options: (1) single bill
13 from the distribution company that shows such charges; or (2) two bills: one from the non-utility

14 supplier that shows energy-related charges, and one from the distribution company that shows
15 distribution-related charges; or (3) single bill from the non-utility supplier that shows such
16 charges provided, however, that all bills shall contain information concerning the quantity of gas
17 or electricity consumed by said customer during the same billing period for the previous year.
18 Costs for such inserts shall be apportioned accordingly between the parties. The department is
19 hereby authorized and directed to determine whether any additional information shall be required
20 to be disclosed on the bills and to promulgate rules and regulations to implement the provisions
21 of this subsection. Rules and regulations relative to the appeals process for billing disputes or
22 damage claims made by customers shall be published and distributed to customers as part of an
23 education and outreach program.

24 Residential or small commercial customers: (a) initiating new utility service; (b)
25 reinstating service following a change of residence or business location; (c) making an inquiry
26 regarding their rates; or (d) seeking information regarding energy efficiency shall be offered the
27 option to learn about their ability to enroll with a participating non-utility competitive supplier of
28 energy. Customers expressing an interest in learning about their electric supply options shall be
29 informed of offers available by participating non-utility competitive suppliers. The electric
30 distribution company shall describe then available offers available through a method approved
31 by the department.

32 Participating non-utility competitive suppliers of energy may list qualifying electric
33 offers to provide electric generation service to residential and small commercial customers in
34 each customer's utility bill. The department shall determine the manner such information is
35 presented in customers' utility bills.

36 For electric suppliers who have chosen the single bill from the distribution company
37 billing method, the electric distribution company shall make timely payments to such suppliers in
38 accordance with this paragraph. The distribution company shall: (a) bill all of the electric
39 supplier's customers in a service class according to complete billing; (b) pay such suppliers the
40 full amounts due from customers for generation services in a time period consistent with the
41 average payment period of the participating class of customer, less a percentage of such amounts
42 that reflects the average of the uncollectible bills for the participating customer classes of the
43 electric distribution company and other reasonable development, operating or carrying costs
44 incurred, as approved by the department. For electric suppliers who have chosen the single bill
45 from the non-utility supplier billing method, the non-utility supplier shall make timely payments
46 to such distribution companies in accordance with this paragraph. The non-utility supplier
47 company shall: (a) bill all of the electric distribution company's customers in a service class
48 according to complete billing; (b) pay such distribution companies the full amounts collected
49 from customers for distribution services as approved by the department.

50 Nothing in this section shall be construed to prevent a non-utility supplier company from
51 including non-commodity products and non-commodity services in a bill issued in accordance
52 with this section. The department shall determine the manner such information is presented in
53 customers' bills.

54 SECTION 2. Section 1 of Chapter 164 is hereby amended by inserting after the words "as
55 provided by law" the following 2 definitions:

56 “Non-Commodity Product” Any Energy related product that could reasonably impact a
57 customer’s renewable, energy efficiency needs or a product that meets a customer’s energy-
58 related objective.

59 “Non-Commodity Service” Any Energy related services that could reasonably impact a
60 customer’s renewable, energy efficiency needs or a service that meets a customer’s energy-
61 related objective.

62 SECTION 3. Within 180 days of passage of this act, the department of public utilities
63 shall promulgate regulations necessary to allow non-utility competitive suppliers to issue bills in
64 accordance with SECTION 1.