C5, M5

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By: **Senators Washington, Benson, and Kelley** Introduced and read first time: February 3, 2020 Assigned to: Finance

A BILL ENTITLED

1 AN ACT concerning

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Electricity and Gas – Energy Suppliers – Assisted Customers

3 FOR the purpose of prohibiting a retail electricity supplier from knowingly enrolling a 4 certain residential customer with or submitting an enrollment to change a certain $\mathbf{5}$ customer's electricity supplier to a competitive supplier under certain circumstances; 6 requiring an electric company to confirm certain matters in its records at a certain 7 time; requiring an electric company to reject a certain enrollment or change request 8 under certain circumstances; requiring an electric company to verify a certain 9 customer's status at a certain time; providing that an electric customer is considered 10 to have chosen standard offer service if the customer has received certain assistance 11 during a certain period; prohibiting a retail natural gas supplier from knowingly 12enrolling a certain residential customer with or submitting an enrollment to change 13 a certain customer's natural gas supplier to a competitive supplier under certain 14circumstances; requiring a gas company to confirm certain matters in its records at 15a certain time; requiring a gas company to reject a certain enrollment or change 16 request under certain circumstances; requiring a gas company to verify a certain 17customer's status at a certain time; providing that a natural gas customer is 18 considered to purchase natural gas supply from the gas company if the customer has 19received certain assistance during a certain period; providing that certain 20agreements for electricity supply and natural gas supply are void and unenforceable 21under certain circumstances; providing for the application of this Act; providing that 22existing obligations or contract rights may not be impaired by this Act; and generally 23relating to electricity and natural gas supply.

- 24 BY adding to
- 25 Article Public Utilities
- 26 Section 7–505(e) and 7–604.2
- 27 Annotated Code of Maryland
- 28 (2010 Replacement Volume and 2019 Supplement)
- 29 BY repealing and reenacting, with amendments,

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



- 1Article Public Utilities2Section 7–510(c)(2)
- 3 Annotated Code of Maryland
- 4 (2010 Replacement Volume and 2019 Supplement)

5 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
6 That the Laws of Maryland read as follows:

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Article – Public Utilities

8 7-505.

9 (E) (1) ON AND AFTER NOVEMBER 1, 2020, A RETAIL ELECTRICITY 10 SUPPLIER MAY NOT KNOWINGLY ENROLL A RESIDENTIAL CUSTOMER WITH, OR 11 SUBMIT AN ENROLLMENT TO CHANGE A RESIDENTIAL CUSTOMER'S ELECTRICITY 12 SUPPLIER TO, A COMPETITIVE SUPPLIER, IF THE RECORDS OF THE ELECTRIC 13 COMPANY INDICATE THAT DURING THE PRECEDING 12 MONTHS THE CUSTOMER 14 HAS:

15(I) RECEIVED FINANCIAL ASSISTANCE DURING THE16PRECEDING 12 MONTHS THROUGH ANY PROGRAM ADMINISTERED BY THE OFFICE17OF HOME ENERGY SERVICES OF THE DEPARTMENT OF HUMAN SERVICES; OR

18 (II) PARTICIPATED IN ANY ASSISTANCE PROGRAM AUTHORIZED
 19 BY THE COMMISSION.

(2) (1) BEFORE AN ELECTRIC COMPANY ENROLLS A RESIDENTIAL
 CUSTOMER WITH, OR EXECUTES A CHANGE IN A RESIDENTIAL CUSTOMER'S
 ELECTRICITY SUPPLIER TO, A COMPETITIVE SUPPLIER, THE ELECTRIC COMPANY
 SHALL CONFIRM AT THE TIME OF THE REQUEST WHETHER ITS RECORDS INDICATE
 THAT DURING THE PRECEDING 12 MONTHS THE CUSTOMER HAS:

251.RECEIVED FINANCIAL ASSISTANCE DURING THE26PRECEDING 12 MONTHS THROUGH ANY PROGRAM ADMINISTERED BY THE OFFICE27OF HOME ENERGY SERVICES OF THE DEPARTMENT OF HUMAN SERVICES; OR

28 **2.** PARTICIPATED IN ANY ASSISTANCE PROGRAM 29 AUTHORIZED BY THE COMMISSION.

(II) IF THE CUSTOMER HAS RECEIVED ASSISTANCE OR
 PARTICIPATED IN A PROGRAM UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH, THE
 ELECTRIC COMPANY SHALL REJECT THE ENROLLMENT OR CHANGE REQUEST FOR
 THE CUSTOMER.

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1(3) THE ELECTRIC COMPANY SHALL VERIFY THE STATUS OF A2RESIDENTIAL CUSTOMER RECEIVING ASSISTANCE AT THE TIME OF EACH3COMPETITIVE SUPPLY CONTRACT RENEWAL OR CHANGE IN COMMODITY PRICE.

4 (4) AN AGREEMENT BETWEEN A RETAIL ELECTRICITY SUPPLIER AND 5 A RESIDENTIAL CUSTOMER IN VIOLATION OF THIS SECTION IS VOID AND 6 UNENFORCEABLE.

7 7-510.

8 (c) (2) Electricity supply purchased from a customer's electric company is 9 known as standard offer service. A customer is considered to have chosen the standard offer 10 service if the customer:

(i) is not allowed to choose an electricity supplier under the phasein of customer choice in subsection (a) of this section;

- (ii) contracts for electricity with an electricity supplier and it is notdelivered;
- 15 (iii) cannot arrange for electricity from an electricity supplier;
- 16 (iv) does not choose an electricity supplier;
- 17 (v) chooses the standard offer service; [or]
- (vi) has been denied service or referred to the standard offer service
 by an electricity supplier in accordance with § 7–507(e)(6) of this subtitle; OR
- 20 (VII) HAS:

211.RECEIVED FINANCIAL ASSISTANCE DURING THE22PRECEDING 12 MONTHS THROUGH ANY PROGRAM ADMINISTERED BY THE OFFICE23OF HOME ENERGY SERVICES OF THE DEPARTMENT OF HUMAN SERVICES; OR

24 **2.** PARTICIPATED IN ANY ASSISTANCE PROGRAM 25 AUTHORIZED BY THE COMMISSION.

26 **7–604.2**.

(A) ON AND AFTER NOVEMBER 1, 2020, A RETAIL NATURAL GAS SUPPLIER
MAY NOT KNOWINGLY ENROLL A RESIDENTIAL CUSTOMER WITH, OR SUBMIT AN
ENROLLMENT TO CHANGE A RESIDENTIAL CUSTOMER'S NATURAL GAS SUPPLIER TO,
A COMPETITIVE SUPPLIER, IF THE RECORDS OF THE GAS COMPANY INDICATE THAT
DURING THE PRECEDING 12 MONTHS THE CUSTOMER HAS:

1(1) RECEIVED FINANCIAL ASSISTANCE DURING THE PRECEDING 122MONTHS THROUGH ANY PROGRAM ADMINISTERED BY THE OFFICE OF HOME3ENERGY SERVICES OF THE DEPARTMENT OF HUMAN SERVICES; OR

4 (2) PARTICIPATED IN ANY ASSISTANCE PROGRAM AUTHORIZED BY 5 THE COMMISSION.

6 (B) (1) BEFORE A GAS COMPANY ENROLLS A RESIDENTIAL CUSTOMER 7 WITH, OR EXECUTES A CHANGE IN A RESIDENTIAL CUSTOMER'S NATURAL GAS 8 SUPPLIER TO, A COMPETITIVE SUPPLIER, THE GAS COMPANY SHALL CONFIRM AT 9 THE TIME OF THE REQUEST WHETHER ITS RECORDS INDICATE THAT DURING THE 10 PRECEDING 12 MONTHS THE CUSTOMER HAS:

11(I) RECEIVED FINANCIAL ASSISTANCE DURING THE12PRECEDING 12 MONTHS THROUGH ANY PROGRAM ADMINISTERED BY THE OFFICE13OF HOME ENERGY SERVICES OF THE DEPARTMENT OF HUMAN SERVICES; OR

14(II)PARTICIPATED IN ANY ASSISTANCE PROGRAM AUTHORIZED15BY THE COMMISSION.

16 (2) IF THE CUSTOMER HAS RECEIVED ASSISTANCE OR PARTICIPATED 17 IN A PROGRAM UNDER PARAGRAPH (1) OF THIS SUBSECTION, THE GAS COMPANY 18 SHALL REJECT THE ENROLLMENT OR CHANGE REQUEST FOR THE CUSTOMER.

19 (C) THE GAS COMPANY SHALL VERIFY THE STATUS OF A RESIDENTIAL 20 CUSTOMER RECEIVING ASSISTANCE AT THE TIME OF EACH COMPETITIVE SUPPLY 21 CONTRACT RENEWAL OR CHANGE IN COMMODITY PRICE.

22 (D) A RETAIL NATURAL GAS CUSTOMER IS CONSIDERED TO HAVE CHOSEN 23 TO PURCHASE NATURAL GAS SUPPLY FROM THE GAS COMPANY IF THE CUSTOMER 24 HAS:

(1) RECEIVED FINANCIAL ASSISTANCE DURING THE PRECEDING 12
 MONTHS THROUGH ANY PROGRAM ADMINISTERED BY THE OFFICE OF HOME
 ENERGY SERVICES OF THE DEPARTMENT OF HUMAN SERVICES; OR

28 (2) PARTICIPATED IN ANY ASSISTANCE PROGRAM AUTHORIZED BY 29 THE COMMISSION.

30(E)AN AGREEMENT BETWEEN A RETAIL GAS SUPPLIER AND A RESIDENTIAL31CUSTOMER IN VIOLATION OF THIS SECTION IS VOID AND UNENFORCEABLE.

1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall apply to all 2 contracts for electricity and natural gas supply for customers in the State on and after 3 November 1, 2020, including contracts that are renewed or that have any change in the 4 price for the energy commodity supply on or after that date.

5 SECTION 3. AND BE IT FURTHER ENACTED, That a presently existing obligation 6 or contract right may not be impaired in any way by this Act.

SECTION 4. AND BE IT FURTHER ENACTED, That this Act shall take effect July
 1, 2020.