THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2104 Session of 2014

INTRODUCED BY GODSHALL, P. DALEY, COHEN, BAKER, CLYMER, COX, DAY, Deluca, Freeman, Gingrich, Greiner, Grove, C. Harris, Heffley, Helm, Kauffman, Kortz, Kotik, Longietti, Marshall, Marsico, McNeill, Mentzer, Millard, Pashinski, Reed, Rozzi, Scavello, Swanger, Thomas, Toepel, Toohil, White, Watson, Denlinger, Matzie, Rock, Sonney, Hanna and Conklin, March 17, 2014

AS REPORTED FROM COMMITTEE ON CONSUMER AFFAIRS, HOUSE OF REPRESENTATIVES, AS AMENDED, APRIL 30, 2014

AN ACT

- Amending Title 66 (Public Utilities) of the Pennsylvania Consolidated Statutes, providing for retail electric consumer 2 3 protection. 4 The General Assembly of the Commonwealth of Pennsylvania 5 hereby enacts as follows: Section 1. Title 66 of the Pennsylvania Consolidated 6 7 Statutes is amended by adding a chapter to read: 8 CHAPTER 28-A <--9 RETAIL ELECTRIC CONSUMER PROTECTION 10 Sec. 11 2801 A. Scope of chapter.
- 12 2802 A. Definitions.
- 13 <u>2803 A. Variable rate product contract terms.</u>
- 14 2804-A. Fixed rate product contract terms.
- 15 <u>2805</u> A. Contract provisions.

- 1 2806-A. Variable rate changes.
- 2 2807 A. Variable rate and fixed product rates.
- 3 2808-A. Contract formation.
- 4 <u>2809 A. Duties of electric generation suppliers and electric</u>
- 5 <u>distribution companies.</u>
- 6 2810-A. Consumer education information.
- 7 <u>§ 2801-A. Scope of chapter.</u>
- 8 This chapter relates to retail electric consumer protection.
- 9 <u>\$ 2802-A. Definitions.</u>
- 10 The following words and phrases when used in this chapter
- 11 shall have the meanings given to them in this section unless the
- 12 <u>context clearly indicates otherwise:</u>
- "Cancellation fee or early termination fee." An amount
- 14 <u>specified in a contract that permits an electric generation</u>
- 15 <u>supplier to assess and collect a fee or other similar charge</u>
- 16 <u>from a residential or small commercial customer who terminates a</u>
- 17 contract before the end of the contract term, regardless of:
- 18 (1) how the fee or other similar charge is identified in
- 19 the contract; or
- 20 (2) whether or not the fee or other similar charge is
- 21 fixed or subject to calculation based on market factors.
- 22 "Contract." The terms and conditions of service provided by
- 23 an electric generation supplier.
- 24 "Default service provider." An electric distribution company
- 25 within its certified service territory or an alternative
- 26 supplier approved by the commission that provides generation
- 27 <u>service to retail electric customers who:</u>
- 28 (1) contract for electric power, including energy and
- 29 <u>capacity</u>, and the chosen electric generation supplier does
- 30 not supply the service; or

1	(2) do not choose an alternative electric generation
2	<u>supplier.</u>
3	"Electric distribution company." A public utility that
4	provides facilities for the jurisdictional transmission and
5	distribution of electricity to retail customers, except building
6	or facility owners or operators that manage the internal
7	distribution system serving a building or facility and that
8	supply electric power and other related electric power services
9	to occupants of the building or facility.
10	"Electric generation supplier." A person or corporation,
11	including a municipal corporation that chooses to provide
12	service outside the municipal corporation's municipal limits,
13	except to the extent provided before January 1, 1997, brokers
14	and marketers, aggregators or any other entity, that sells to
15	end use customers electricity or related services utilizing the
16	jurisdictional transmission or distribution facilities of an
17	electric distribution company or that purchases, brokers,
18	arranges or markets electricity or related services for sale to
19	end use customers utilizing the jurisdictional transmission and
20	distribution facilities of an electric distribution company. The
21	term does not include an electric distribution company or any of
22	the following:
23	(1) A building or facility owner or operator that
24	manages the internal distribution system serving the building
25	or facility and that supplies electric power and other
26	related power services to occupants of the building or
27	<u>facility.</u>
28	(2) An electric cooperative corporation, except as
29	provided in 15 Pa.C.S. Ch. 74 (relating to generation choice
2 ()	for quatomore of electric geometrics

1	(3) A default service provider.
2	"Fixed rate product." A retail electric generation product
3	when the rate charged per kilowatt hour for each billing period
4	of the contract term is the same.
5	"Residential customer." Any of the following:
6	(1) An individual:
7	(i) who enters into a contract to receive service
8	from an electric generation supplier;
9	(ii) whose name is listed on a residential service
10	account; and
11	(iii) who is primarily responsible for payment of
12	bills rendered for the service.
13	(2) An occupant of a residence receiving service who is
14	18 years of age or older and whose name appears on the
15	mortgage, deed or lease of the residence.
16	"Small commercial customer." A nonresidential customer who
17	enters into a contract to receive electric generation service
18	from an electric generation supplier and has a peak demand of
19	less than 50 kilowatts during any 12 month period.
20	"Switch." The transfer of a residential or small commercial
21	customer from any of the following:
22	(1) An electric generation supplier's service to another
23	electric generation supplier's service.
24	(2) A default service provider's service to an electric
25	generation supplier's service.
26	(3) An electric generation supplier's service to a
27	default service provider's service.
28	"Variable rate product." A retail electric generation
29	product for which the rate may vary based upon fluctuations in
30	wholesale electric market prices.

Τ	§ 2803-A. Variable rate product contract terms.
2	(a) Contract duration. A contract for a variable rate
3	product offered by an electric generation supplier to a
4	residential or small commercial customer may be for a term of no
5	less than six months.
6	(b) Fees prohibited. A contract under subsection (a) may
7	not contain a cancellation fee or an early termination fee.
8	§ 2804 A. Fixed rate product contract terms.
9	(a) Contract duration. A contract for a fixed rate product
10	offered by an electric generation supplier to a residential or
11	small commercial customer may not be for a term of less than 12
12	months.
13	(b) Fees prohibited. A contract for a fixed rate product
14	for a term of less than 24 months offered by an electric
15	generation supplier to a residential or small commercial
16	customer may not contain a cancellation fee or an early
17	termination fee.
18	(c) Contract expiration.
19	(1) Upon the expiration of a contract for a fixed rate
20	product, an electric generation supplier may not switch a
21	residential or small commercial customer to a contract for a
22	<u>variable rate product.</u>
23	(2) The electric generation supplier shall provide
24	service to a residential or small commercial customer whose
25	contract for a fixed rate product has expired at the fixed
26	rate posted on the PA Power Switch Internet website on the
27	date when the contract expired.
28	(3) The electric generation supplier shall charge the
29	rate under paragraph (2) until the earliest of the following:
30	(i) the customer enters into a new contract;

1	(ii) the customer switches to another electric
2	generation supplier; or
3	(iii) the customer returns to a default service
4	provider's service.
5	§ 2805 A. Contract provisions.
6	(a) General rule. An electric generation supplier shall
7	include the following provisions in no less than 12-point font
8	in a contract for a variable rate product or fixed rate product:
9	(1) The name, address, toll free telephone number,
_0	mailing address, e mail address, Internet website and
1	commission certification number of the electric generation
_2	<u>supplier.</u>
.3	(2) The rate applicable to the contract term.
4	(3) The expiration date of the contract.
.5	(4) A statement in all capital letters that authorizes
6	the customer to rescind the contract within three business
_7	days of receipt of the contract without incurring a
8 .	cancellation fee or an early termination fee.
9	(b) Mailbox rule A contract provided to a customer via
20	first class mail shall be deemed received by the customer within
21	three business days of being placed in the mail.
22	(c) Variable rate product contracts. An electric generation
23	supplier shall include the following provisions in no less than
24	12 point font in a contract for a variable rate product:
25	(1) An explanation of the method or formula used to
26	calculate rates for a variable rate product.
27	(2) A statement specifying that variable rates are
28	subject to change.
29	(3) An Internet website or toll-free telephone number
30	that a customer may call for current variable rate product

1	pricing information.
2	(d) Fee provisions. An electric generation supplier shall
3	include the amount and terms of a cancellation or early
4	termination fee in no less than 12 point font in a contract for
5	a fixed rate product with a term of more than 24 months.
6	§ 2806 A. Variable rate changes.
7	(a) Limitations on rate changes. The kilowatt hour rate
8	charged to a residential or small commercial customer under a
9	contract for a variable rate product may not be increased:
_0	(1) More than once every six months.
1	(2) More than 100% of the rate charged during the
.2	preceding six month period.
_3	(b) Basis of changes. An adjustment in the rate must be
4	based upon fluctuations in wholesale electric prices and the
.5	actual costs incurred by an electric generation supplier to
. 6	provide service.
_7	§ 2807-A. Variable and fixed product rates.
8 .	
	(a) Rate notice.
_9	(a) Rate notice. (1) No less than once every 30 days, an electric
_9	(1) No less than once every 30 days, an electric
19 20 21	(1) No less than once every 30 days, an electric generation supplier offering service to residential or small
20	(1) No less than once every 30 days, an electric generation supplier offering service to residential or small commercial customers shall post the current rate for each
20 21 22	(1) No less than once every 30 days, an electric generation supplier offering service to residential or small commercial customers shall post the current rate for each variable rate and fixed rate product on the PA Power Switch
20 21 22 23	(1) No less than once every 30 days, an electric generation supplier offering service to residential or small commercial customers shall post the current rate for each variable rate and fixed rate product on the PA Power Switch Internet website and shall provide the rate information via a
20 221 222 223	(1) No less than once every 30 days, an electric generation supplier offering service to residential or small commercial customers shall post the current rate for each variable rate and fixed rate product on the PA Power Switch Internet website and shall provide the rate information via a toll free telephone number.
20 21 22 22 23 24 25	(1) No less than once every 30 days, an electric generation supplier offering service to residential or small commercial customers shall post the current rate for each variable rate and fixed rate product on the PA Power Switch Internet website and shall provide the rate information via a toll free telephone number. (2) Upon request by a residential or small commercial
20 21 22 22 23 24 25	(1) No less than once every 30 days, an electric generation supplier offering service to residential or small commercial customers shall post the current rate for each variable rate and fixed rate product on the PA Power Switch Internet website and shall provide the rate information via a toll free telephone number. (2) Upon request by a residential or small commercial customer, the electric generation supplier shall provide the
19 220 221 222 223 224 225 226	(1) No less than once every 30 days, an electric generation supplier offering service to residential or small commercial customers shall post the current rate for each variable rate and fixed rate product on the PA Power Switch Internet website and shall provide the rate information via a toll free telephone number. (2) Upon request by a residential or small commercial customer, the electric generation supplier shall provide the current rate for each variable rate and fixed rate product in

Τ	(b) Charge prohibition. A rate posted under subsection (a)
2	may not be an introductory or promotional rate. An electric
3	generation supplier may not charge a new residential and small
4	commercial customer more than the rate posted under subsection
5	(a) at the time the contract is formed.
6	(c) Rate history.
7	(1) No later than January 30 of each year, an electric
8	generation supplier offering service to residential or small
9	commercial customers shall post a one-year price history for
0	each variable rate and fixed rate product for the preceding
1	year, or a history of each product offered for less than one
.2	year, on the PA Power Switch Internet website and the
_3	electric generation supplier's Internet website.
4	(2) Upon request by a residential or small commercial
. 5	customer, the electric generation supplier shall provide the
. 6	price history as required under paragraph (1) in writing to
_7	the customer.
8 .	§ 2808 A. Contract formation.
9	An electric generation supplier may not provide service to a
20	residential or small commercial customer without the customer's
21	written signature on a contract, authorization form or other
22	form of verification as permitted by the commission to initiate
23	service, renew service or switch service.
24	§ 2809 A. Duties of electric generation suppliers and electric
25	distribution companies.
26	(a) Electric generation supplier. An electric generation
27	supplier shall have the following duties:
28	(1) No later than one business day after a contract to
29	initiate service, renew service or switch service is
30	authorized to be formed under section 2808 A (relating to

Τ	<u>contract formation), send a copy of the contract to the</u>
2	customer. At the option of the customer, the electronic
3	generation supplier shall provide the copy to the customer
4	in person, by first class mail or electronically.
5	(2) No later than one business day after expiration of
6	the three day rescission period under section 2805 A
7	(relating to contract provisions), notify the electric
8	distribution company of a switch request by the customer.
9	(b) Electric distribution company. No later than 14
0 ـ	business days after receiving notice under subsection (a)(2),
.1	the electric distribution company shall process the switch
_2	request. The electric distribution company may recover the
_3	reasonable costs associated with processing the switching
4	<u>request.</u>
.5	§ 2810 A. Consumer education information.
_6	(a) Information compilation. The commission shall compile
_7	the following information:
8_	(1) A list of each electric generation supplier licensed
_9	by the commission.
20	(2) The types of services offered by each electric
21	generation supplier and the advantages and disadvantages of
22	the services.
23	(3) The number of customer complaints filed against each
24	electric generation supplier and the disposition of the
25	complaints.
26	(4) Any information the commission determines will
27	assist customers in making informed decisions when choosing
28	an electric generation supplier.
29	(b) Publication of information. The commission shall post
30	the information on the PA Power Switch Internet website and,

- 1 upon request of a customer, make the information available in
- 2 writing to the customer. The commission shall provide the
- 3 information in a standard format that is easily understandable
- 4 <u>by a layperson.</u>
- 5 <u>CHAPTER 28A</u> <--
- 6 <u>RETAIL ELECTRIC CONSUMER PROTECTION</u>
- 7 SEC.
- 8 28A01. SCOPE OF CHAPTER.
- 9 <u>28A02.</u> <u>DEFINITIONS.</u>
- 10 28A03. VARIABLE-RATE PRODUCT CONTRACT TERMS.
- 11 <u>28A04. FIXED-RATE PRODUCT CONTRACT TERMS.</u>
- 12 <u>28A05. CONTRACT PROVISIONS.</u>
- 13 <u>28A06. VARIABLE-RATE CHANGES.</u>
- 14 28A07. INVESTIGATIONS AND ENFORCEMENT.
- 15 28A08. VARIABLE-RATE AND FIXED-RATE PRODUCT RATES.
- 16 28A09. CONTRACT FORMATION.
- 17 28A10. DUTIES OF ELECTRIC GENERATION SUPPLIERS AND ELECTRIC
- 18 DISTRIBUTION COMPANIES.
- 19 28A11. CONSUMER EDUCATION INFORMATION.
- 20 <u>28A12. CIVIL PENALTIES.</u>
- 21 28A13. APPLICABILITY.
- 22 § 28A01. SCOPE OF CHAPTER.
- THIS CHAPTER RELATES TO RETAIL ELECTRIC CONSUMER PROTECTION
- 24 FOR RESIDENTIAL AND SMALL COMMERCIAL CUSTOMERS.
- 25 <u>§ 28A02. DEFINITIONS.</u>
- 26 THE FOLLOWING WORDS AND PHRASES WHEN USED IN THIS CHAPTER
- 27 SHALL HAVE THE MEANINGS GIVEN TO THEM IN THIS SECTION UNLESS THE
- 28 CONTEXT CLEARLY INDICATES OTHERWISE:
- 29 "AUTHORIZED REPRESENTATIVE." ANY OF THE FOLLOWING:
- 30 (1) A SPOUSE OF A CUSTOMER.

- 1 (2) ANY OTHER PERSON WHO IS NOT A SPOUSE OF A CUSTOMER
- 2 AND WHO IS AUTHORIZED BY THE CUSTOMER TO INITIATE A CHANGE OF
- 3 THE CUSTOMER'S ELECTRIC GENERATION SUPPLIER BY A SIGNED
- 4 DOCUMENT PROVIDED TO THE ELECTRIC DISTRIBUTION COMPANY BY THE
- 5 CUSTOMER IDENTIFYING THE PERSON AS AUTHORIZED TO INITIATE THE
- 6 CHANGE.
- 7 "CANCELLATION FEE OR EARLY TERMINATION FEE." AN AMOUNT
- 8 SPECIFIED IN A CONTRACT THAT PERMITS AN ELECTRIC GENERATION
- 9 SUPPLIER TO ASSESS AND COLLECT A FEE OR OTHER SIMILAR CHARGE
- 10 FROM A RESIDENTIAL OR SMALL COMMERCIAL CUSTOMER WHO TERMINATES A
- 11 CONTRACT BEFORE THE END OF THE CONTRACT TERM, REGARDLESS OF:
- 12 (1) HOW THE FEE OR OTHER SIMILAR CHARGE IS IDENTIFIED IN
- 13 <u>THE CONTRACT; OR</u>
- 14 (2) WHETHER OR NOT THE FEE OR OTHER SIMILAR CHARGE IS
- 15 FIXED OR SUBJECT TO CALCULATION BASED ON MARKET FACTORS.
- 16 "CONTRACT." THE TERMS AND CONDITIONS OF SERVICE PROVIDED BY
- 17 AN ELECTRIC GENERATION SUPPLIER.
- 18 "DEFAULT SERVICE PROVIDER." AN ELECTRIC DISTRIBUTION COMPANY
- 19 WITHIN ITS CERTIFIED SERVICE TERRITORY OR AN ALTERNATIVE
- 20 SUPPLIER, INCLUDING AN ELECTRIC GENERATION SUPPLIER, APPROVED BY
- 21 THE COMMISSION THAT PROVIDES GENERATION SERVICE TO RETAIL
- 22 ELECTRIC CUSTOMERS WHO:
- 23 (1) CONTRACT FOR ELECTRIC POWER, INCLUDING ENERGY AND
- 24 CAPACITY, AND THE CHOSEN ELECTRIC GENERATION SUPPLIER DOES
- 25 NOT SUPPLY THE SERVICE; OR
- 26 (2) DO NOT CHOOSE AN ALTERNATIVE ELECTRIC GENERATION
- 27 SUPPLIER.
- 28 "ELECTRIC DISTRIBUTION COMPANY." A PUBLIC UTILITY THAT
- 29 PROVIDES FACILITIES FOR THE JURISDICTIONAL TRANSMISSION AND
- 30 DISTRIBUTION OF ELECTRICITY TO RETAIL CUSTOMERS, EXCEPT BUILDING

- 1 OR FACILITY OWNERS OR OPERATORS THAT MANAGE THE INTERNAL
- 2 DISTRIBUTION SYSTEM SERVING A BUILDING OR FACILITY AND THAT
- 3 SUPPLY ELECTRIC POWER AND OTHER RELATED ELECTRIC POWER SERVICES
- 4 TO OCCUPANTS OF THE BUILDING OR FACILITY.
- 5 "ELECTRIC GENERATION SUPPLIER." A PERSON OR CORPORATION,
- 6 <u>INCLUDING A MUNICIPAL CORPORATION THAT CHOOSES TO PROVIDE</u>
- 7 SERVICE OUTSIDE THE MUNICIPAL CORPORATION'S MUNICIPAL LIMITS,
- 8 EXCEPT TO THE EXTENT PROVIDED BEFORE JANUARY 1, 1997, BROKERS
- 9 AND MARKETERS, AGGREGATORS OR ANY OTHER ENTITY, THAT SELLS TO
- 10 END-USE CUSTOMERS ELECTRICITY OR RELATED SERVICES UTILIZING THE
- 11 JURISDICTIONAL TRANSMISSION OR DISTRIBUTION FACILITIES OF AN
- 12 ELECTRIC DISTRIBUTION COMPANY OR THAT PURCHASES, BROKERS,
- 13 ARRANGES OR MARKETS ELECTRICITY OR RELATED SERVICES FOR SALE TO
- 14 END-USE CUSTOMERS UTILIZING THE JURISDICTIONAL TRANSMISSION AND
- 15 <u>DISTRIBUTION FACILITIES OF AN ELECTRIC DISTRIBUTION COMPANY. THE</u>
- 16 TERM DOES NOT INCLUDE AN ELECTRIC DISTRIBUTION COMPANY OR ANY OF
- 17 THE FOLLOWING:
- 18 (1) A BUILDING OR FACILITY OWNER OR OPERATOR THAT
- 19 <u>MANAGES THE INTERNAL DISTRIBUTION SYSTEM SERVING THE BUILDING</u>
- OR FACILITY AND THAT SUPPLIES ELECTRIC POWER AND OTHER
- 21 RELATED POWER SERVICES TO OCCUPANTS OF THE BUILDING OR
- FACILITY.
- 23 (2) AN ELECTRIC COOPERATIVE CORPORATION, EXCEPT AS
- 24 PROVIDED IN 15 PA.C.S. CH. 74 (RELATING TO GENERATION CHOICE
- 25 FOR CUSTOMERS OF ELECTRIC COOPERATIVES).
- 26 (3) A DEFAULT SERVICE PROVIDER.
- 27 "FIXED-RATE PRODUCT." A RETAIL ELECTRIC GENERATION PRODUCT
- 28 OFFERED BY AN ELECTRIC GENERATION SUPPLIER WHEN THE RATE CHARGED
- 29 PER KILOWATT HOUR FOR EACH BILLING CYCLE OF THE CONTRACT TERM IS
- 30 <u>AN ALL-INCLUSIVE PER KILOWATT HOUR PRICE, EXCLUDING APPLICABLE</u>

- 1 SALES TAX, THAT WILL REMAIN THE SAME FOR AT LEAST THREE BILLING
- 2 CYCLES OR THE TERM OF THE CONTRACT, WHICHEVER IS LATER.
- 3 "INDEX-BASED PRODUCT." A RETAIL ELECTRIC GENERATION PRODUCT
- 4 IN WHICH THE PRICE FOR ONE OR MORE COMPONENTS OF THE RETAIL
- 5 ELECTRIC GENERATION SERVICE CAN CHANGE ACCORDING TO A PREDEFINED
- 6 PRICING FORMULA OR IS BASED ON PUBLICLY AVAILABLE MARKET
- 7 INDICES.
- 8 "MONTH-TO-MONTH TRANSITION PRODUCT." A RETAIL ELECTRIC
- 9 <u>GENERATION PRODUCT IN WHICH THE THE KILOWATT HOUR RATE FOR EACH</u>
- 10 BILLING CYCLE MAY CHANGE THAT IS OFFERED BY AN ELECTRIC
- 11 GENERATION SUPPLIER TO A RESIDENTIAL OR SMALL COMMERCIAL
- 12 CUSTOMER AFTER THE CUSTOMER'S INITIAL CONTRACT TERM EXPIRED AS A
- 13 RESULT OF THE CUSTOMER NOT AFFIRMATIVELY ENTERING INTO A NEW
- 14 CONTRACT WITH THE SUPPLIER, SWITCHING TO ANOTHER ELECTRIC
- 15 GENERATION SUPPLIER OR RETURNING TO DEFAULT SERVICE.
- 16 "OFF-CYCLE SWITCH." A SWITCH TO A COMPETITIVE ELECTRIC
- 17 GENERATION SUPPLIER OR DEFAULT SERVICE PROVIDER THAT TAKES PLACE
- 18 ON A DATE OTHER THAN A CUSTOMER'S REGULARLY SCHEDULED METER READ
- 19 DATE.
- 20 "REAL-TIME PRICING PRODUCT." A RATE THAT DIRECTLY REFLECTS
- 21 THE DIFFERENT COST OF ELECTRICITY DURING EACH HOUR.
- 22 "RESIDENTIAL CUSTOMER." ANY OF THE FOLLOWING:
- 23 (1) AN INDIVIDUAL OR AUTHORIZED REPRESENTATIVE:
- 24 (I) WHO ENTERS INTO A CONTRACT TO RECEIVE SERVICE
- 25 FROM AN ELECTRIC GENERATION SUPPLIER;
- 26 (II) WHOSE NAME IS LISTED ON A RESIDENTIAL SERVICE
- 27 <u>ACCOUNT; AND</u>
- 28 (III) WHO IS PRIMARILY RESPONSIBLE FOR PAYMENT OF
- 29 BILLS RENDERED FOR THE SERVICE.
- 30 (2) AN OCCUPANT OF A RESIDENCE RECEIVING SERVICE WHO IS

- 1 18 YEARS OF AGE OR OLDER AND WHOSE NAME APPEARS ON THE
- 2 MORTGAGE, DEED OR LEASE OF THE RESIDENCE, OR AN AUTHORIZED
- 3 REPRESENTATIVE.
- 4 <u>"SMALL COMMERCIAL CUSTOMER." A NONRESIDENTIAL CUSTOMER WHO</u>
- 5 ENTERS INTO A CONTRACT TO RECEIVE ELECTRIC GENERATION SERVICE
- 6 FROM AN ELECTRIC GENERATION SUPPLIER AND HAS A PEAK CUMULATIVE
- 7 DEMAND OF LESS THAN 25 KILOWATTS DURING ANY 12-MONTH PERIOD.
- 8 "SWITCH." THE TRANSFER OF A RESIDENTIAL OR SMALL COMMERCIAL
- 9 CUSTOMER FROM ANY OF THE FOLLOWING:
- 10 (1) AN ELECTRIC GENERATION SUPPLIER'S SERVICE TO ANOTHER
- 11 ELECTRIC GENERATION SUPPLIER'S SERVICE.
- 12 (2) A DEFAULT SERVICE PROVIDER'S SERVICE TO AN ELECTRIC
- 13 GENERATION SUPPLIER'S SERVICE.
- 14 (3) AN ELECTRIC GENERATION SUPPLIER'S SERVICE TO A
- 15 <u>DEFAULT SERVICE PROVIDER'S SERVICE.</u>
- 16 "TIME-OF-USE RATE." A RATE THAT REFLECTS THE COSTS OF
- 17 SERVING CUSTOMERS DURING DIFFERENT TIME PERIODS, INCLUDING OFF-
- 18 PEAK AND ON-PEAK PERIODS, BUT NOT AS FREQUENTLY AS EACH HOUR.
- 19 "TRANSITION." THE MOVING OF A CUSTOMER, UPON EXPIRATION OF A
- 20 FIXED-RATE CONTRACT, WHEN THE CUSTOMER HAS NOT AFFIRMATIVELY
- 21 ACTED TO RENEW THE CONTRACT WITH AN ELECTRIC GENERATION
- 22 SUPPLIER, SWITCH TO ANOTHER SUPPLIER OR RETURN TO THE DEFAULT
- 23 SERVICE PROVIDER TO A PRODUCT SPECIFIED IN SECTION 28A04(B)(2)
- 24 (RELATING TO FIXED-RATE PRODUCT CONTRACT TERMS). THE TERM DOES
- 25 NOT INCLUDE A REQUEST FROM A CUSTOMER TO AN ELECTRIC GENERATION
- 26 SUPPLIER FOR A NEW OR DIFFERENT PRODUCT UPON EXPIRATION OF THE
- 27 CONTRACT.
- 28 "VARIABLE-RATE PRODUCT." A RETAIL ELECTRIC GENERATION
- 29 PRODUCT OFFERED BY AN ELECTRIC GENERATION SUPPLIER WHEN THE RATE
- 30 CHARGED PER KILOWATT HOUR FOR EACH BILLING CYCLE OF THE CONTRACT

- 1 TERM IS AN ALL-INCLUSIVE PER KILOWATT HOUR PRICE, EXCLUDING
- 2 APPLICABLE SALES TAX, THAT CAN CHANGE BY THE HOUR, DAY, MONTH OR
- 3 OTHER PERIOD ACCORDING TO THE TERMS AND CONDITIONS OF A
- 4 CUSTOMER'S CONTRACT.
- 5 § 28A03. VARIABLE-RATE PRODUCT CONTRACT TERMS.
- 6 (A) CONTRACT DURATION. -- A CONTRACT FOR A VARIABLE-RATE
- 7 PRODUCT OFFERED BY AN ELECTRIC GENERATION SUPPLIER TO A
- 8 RESIDENTIAL OR SMALL COMMERCIAL CUSTOMER SHALL SPECIFY THE TERMS
- 9 OF THE CONTRACT.
- 10 (B) PROMOTIONAL RATES.--A CONTRACT FOR A VARIABLE-RATE
- 11 PRODUCT OFFERED BY AN ELECTRIC GENERATION SUPPLIER TO A
- 12 RESIDENTIAL OR SMALL COMMERCIAL CUSTOMER MAY NOT INCLUDE A
- 13 PROMOTIONAL OR "TEASER" PER KILOWATT HOUR RATE FOR A PERIOD OF
- 14 <u>LESS THAN 60 DAYS.</u>
- 15 (C) FEES PROHIBITED. -- EXCEPT FOR AN INDEX-BASED PRODUCT, A
- 16 CONTRACT UNDER SUBSECTION (A) MAY NOT CONTAIN A CANCELLATION FEE
- 17 OR EARLY TERMINATION FEE.
- 18 (D) RATE PROHIBITION. -- AN ELECTRIC GENERATION SUPPLIER MAY
- 19 NOT ENTER INTO ANY OF THE FOLLOWING:
- 20 (1) A CONTRACT FOR A FIXED-RATE PRODUCT WITH A
- 21 RESIDENTIAL CUSTOMER WHO PARTICIPATES IN AN ELECTRIC
- 22 DISTRIBUTION COMPANY'S CUSTOMER ASSISTANCE PROGRAM AS DEFINED
- 23 IN SECTION 1403 (RELATING TO DEFINITIONS) UNLESS THE PRICE
- 24 FOR THE PRODUCT IS EQUAL TO OR LESS THAN THE DEFAULT SERVICE
- 25 PRICE AT THE TIME THE CONTRACT IS EXECUTED.
- 26 (2) A CONTRACT FOR A VARIABLE-RATE PRODUCT WITH A
- 27 <u>RESIDENTIAL CUSTOMER WHO PARTICIPATES IN AN ELECTRIC</u>
- 28 DISTRIBUTION COMPANY'S CUSTOMER ASSISTANCE PROGRAM AS DEFINED
- 29 <u>IN SECTION 1403.</u>
- 30 (E) ELECTRIC DISTRIBUTION COMPANY DUTIES. -- AN ELECTRIC

- 1 DISTRIBUTION COMPANY SHALL INCLUDE ANY NECESSARY INFORMATION ON
- 2 A CUSTOMER LIST PROVIDED TO AN ELECTRIC GENERATION SUPPLIER TO
- 3 ALLOW THE SUPPLIER TO COMPLY WITH REQUIREMENTS OF SUBSECTION
- 4 <u>(D)</u>.
- 5 (F) INDEX-BASED PRODUCTS.--
- 6 (1) EXCEPT AS PROVIDED IN PARAGRAPH (2), AN ELECTRIC
- 7 GENERATION SUPPLIER MAY NOT OFFER AN INDEX-BASED VARIABLE-
- 8 RATE PRODUCT TO A RESIDENTIAL CUSTOMER.
- 9 (2) PARAGRAPH (1) SHALL NOT APPLY TO A TIME-OF-USE RATE
- 10 OR REAL-TIME PRICING PRODUCT OFFERED BY AN ELECTRIC
- 11 GENERATION SUPPLIER TO A RESIDENTIAL CUSTOMER.
- 12 § 28A04. FIXED-RATE PRODUCT CONTRACT TERMS.
- 13 (A) CONTRACT DURATION.--A CONTRACT FOR A FIXED-RATE PRODUCT
- 14 OFFERED BY AN ELECTRIC GENERATION SUPPLIER TO A RESIDENTIAL OR
- 15 SMALL COMMERCIAL CUSTOMER SHALL SPECIFY THE TERM OF THE
- 16 CONTRACT.
- 17 (B) CONTRACT EXPIRATION. --
- 18 (1) UPON THE EXPIRATION OF A CONTRACT FOR A FIXED-RATE
- 19 PRODUCT, AN ELECTRIC GENERATION SUPPLIER MAY NOT TRANSITION A
- 20 RESIDENTIAL OR SMALL COMMERCIAL CUSTOMER TO A CONTRACT FOR A
- 21 VARIABLE-RATE PRODUCT.
- 22 (2) AN ELECTRIC GENERATION SUPPLIER MAY TRANSITION A
- 23 RESIDENTIAL OR SMALL COMMERCIAL CUSTOMER WHOSE CONTRACT FOR A
- 24 FIXED-RATE PRODUCT HAS EXPIRED WHEN THE CUSTOMER HAS NOT
- 25 AFFIRMATIVELY ENTERED INTO A NEW CONTRACT WITH THE SUPPLIER,
- 26 SWITCHED TO ANOTHER ELECTRIC GENERATION SUPPLIER OR RETURNED
- TO DEFAULT SERVICE, TO ANY OF THE FOLLOWING:
- 28 (I) A MONTH-TO-MONTH TRANSITION PRODUCT WITH NO
- 29 <u>CANCELLATION OR EARLY TERMINATION FEE. UPON TRANSITIONING</u>
- 30 A CUSTOMER TO A MONTH-TO-MONTH TRANSITION PRODUCT UNDER

1	THIS SUBPARAGRAPH, NO LESS THAN 45 DAYS BEFORE THE
2	CUSTOMER'S INITIAL CONTRACT EXPIRES, THE ELECTRIC
3	GENERATION SUPPLIER SHALL PROVIDE NOTICE TO THE CUSTOMER
4	IN WRITING, OR VIA ELECTRONIC MEANS OR OTHER DELIVERY
5	METHOD AGREED TO BY THE CUSTOMER, THAT THE PRODUCT IS A
6	30-DAY PRODUCT AND THE INITIAL APPLICABLE RATE. NO LATER
7	THAN 30 DAYS BEFORE IMPLEMENTING A CHANGE IN THE RATE
8	CHARGED UNDER A MONTH-TO-MONTH TRANSITION PRODUCT UNDER
9	THIS SUBPARAGRAPH, THE SUPPLIER SHALL PROVIDE NOTICE TO
10	THE CUSTOMER IN WRITING, OR VIA ELECTRONIC MEANS OR OTHER
11	DELIVERY METHOD AGREED TO BY THE CUSTOMER. A MONTH-TO-
12	MONTH TRANSITION PRODUCT OFFERED UNDER THIS SUBPARAGRAPH
13	MAY NOT BE INCREASED MORE THAN 30% OF THE KILOWATT HOUR
14	RATE CHARGES DURING THE PRECEDING BILL CYCLE AND THE
15	SUPPLIER MAY OPT TO IMPLEMENT A LOWER PER BILLING CYCLE
16	PERCENTAGE INCREASE CAP.
17	(II) A NEW FIXED-RATE PRODUCT CONTRACT. UPON
18	TRANSITIONING A CUSTOMER TO A NEW FIXED-RATE PRODUCT
19	UNDER THIS SUBPARAGRAPH, NO LESS THAN 45 DAYS BEFORE THE
20	CUSTOMER'S INITIAL CONTRACT EXPIRES, THE ELECTRIC
21	GENERATION SUPPLIER SHALL PROVIDE NOTICE TO THE CUSTOMER
22	IN WRITING, OR VIA ELECTRONIC MEANS OR OTHER DELIVERY
23	METHOD AGREED TO BY THE CUSTOMER, OF THE NEW FIXED-RATE,
24	CONTRACT TERMS AND ANY APPLICABLE CANCELLATION OR EARLY
25	TERMINATION FEES. A CANCELLATION OR EARLY TERMINATION FEE
26	UNDER THIS SUBPARAGRAPH MAY NOT EXCEED \$100.
27	(3) AN ELECTRIC GENERATION SUPPLIER SHALL CONTINUE TO
28	PROVIDE SERVICE TO A CUSTOMER WHOSE FIXED-RATE PRODUCT
29	CONTRACT HAS EXPIRED UNDER PARAGRAPH (2) UNTIL THE EARLIEST
3.0	OF THE FOLLOWING.

1	(I) THE CUSTOMER ENTERS INTO A NEW CONTRACT;
2	(II) THE CUSTOMER SWITCHES TO ANOTHER ELECTRIC
3	GENERATION SUPPLIER;
4	(III) THE CUSTOMER RETURNS TO A DEFAULT SERVICE
5	PROVIDER'S SERVICE; OR
6	(IV) THE ELECTRIC GENERATION SUPPLIER RETURNS THE
7	CUSTOMER, UPON EXPIRATION OF THE CONTRACT, TO THE DEFAULT
8	SERVICE PROVIDER.
9	§ 28A05. CONTRACT PROVISIONS.
10	(A) GENERAL RULE AN ELECTRIC GENERATION SUPPLIER SHALL
11	INCLUDE THE FOLLOWING PROVISIONS IN NO LESS THAN 12-POINT FONT
12	IN A CONTRACT FOR A VARIABLE-RATE PRODUCT OR FIXED-RATE PRODUCT:
13	(1) THE NAME, ADDRESS, TOLL-FREE TELEPHONE NUMBER,
14	MAILING ADDRESS, E-MAIL ADDRESS, PUBLICLY ACCESSIBLE INTERNET
15	WEBSITE AND COMMISSION CERTIFICATION NUMBER OF THE ELECTRIC
16	GENERATION SUPPLIER.
17	(2) THE RATE APPLICABLE TO THE CONTRACT TERM. THE RATE
18	SHALL BE PRESENTED IN A CENTS PER KILOWATT HOUR FORMAT.
19	(3) THE EXPIRATION TERM OF THE CONTRACT.
20	(4) A STATEMENT IN ALL CAPITAL LETTERS THAT AUTHORIZES
21	THE CUSTOMER TO RESCIND THE CONTRACT WITHIN THREE BUSINESS
22	DAYS OF RECEIPT OF THE CONTRACT WITHOUT INCURRING A
23	CANCELLATION FEE OR AN EARLY TERMINATION FEE.
24	(B) MAILBOX RULE A CONTRACT PROVIDED TO A CUSTOMER VIA
25	FIRST CLASS MAIL SHALL BE DEEMED RECEIVED BY THE CUSTOMER WITHIN
26	THREE BUSINESS DAYS OF BEING PLACED IN THE MAIL.
27	(C) VARIABLE-RATE PRODUCT CONTRACTS AN ELECTRIC GENERATION
28	SUPPLIER SHALL INCLUDE THE FOLLOWING PROVISIONS IN NO LESS THAN
29	12-POINT FONT IN A CONTRACT FOR A VARIABLE-RATE PRODUCT:
30	(1) AN EXPLANATION OF THE METHOD OR FORMULA USED TO

1 DETERMINE THE RATES FOR A VARIABLE-RATE PRODUCT. 2 (2) A STATEMENT SPECIFYING THAT VARIABLE RATES ARE 3 SUBJECT TO CHANGE. (3) THE LENGTH OF TIME A PROMOTIONAL OR INITIAL RATE IS 4 5 APPLICABLE. 6 (4) A STATEMENT AS FOLLOWS: 7 THE RATE TO BE APPLIED DURING YOUR FIRST BILLING 8 CYCLE OR THE PROMOTIONAL PERIOD IS (INSERT RATE); THIS RATE MAY INCREASE BY NO MORE THAN (INSERT PERCENTAGE OF 9 RATE CAP) PER BILLING CYCLE. 10 (5) A PUBLICLY ACCESSIBLE INTERNET WEBSITE OR TOLL-FREE 11 TELEPHONE NUMBER THAT A CUSTOMER MAY CALL FOR CURRENT 12 13 VARIABLE-RATE PRODUCT PRICING INFORMATION. 14 (6) FOR AN INDEX-BASED PRODUCT, THE FORMULA OR MARKET INDICES USED TO DETERMINE THE RATE. 15 16 (D) FEE PROVISIONS. -- AN ELECTRIC GENERATION SUPPLIER SHALL INCLUDE THE AMOUNT AND TERMS OF A CANCELLATION OR EARLY 17 18 TERMINATION FEE, IF ANY, IN NO LESS THAN 12-POINT FONT IN A 19 CONTRACT FOR A FIXED-RATE PRODUCT. 20 (E) DISCLOSURE BOX. --21 (1) AN ELECTRIC GENERATION SUPPLIER SHALL INCLUDE A 22 CUSTOMER DISCLOSURE BOX ON THE TOP OF THE FIRST PAGE OF A 23 CONTRACT WITH A RESIDENTIAL OR SMALL COMMERCIAL CUSTOMER THAT 24 SUMMARIZES THE KEY TERMS AND CONDITIONS INCLUDED IN THE PRODUCT OFFER OR CONTRACT. THE TERMS AND CONDITIONS SHALL BE 25 26 IN NO LESS THAN 14-POINT FONT AND SHALL BE CONSPICUOUS AND IN PLAIN LANGUAGE SO THAT IT MAY BE EASILY UNDERSTOOD BY A 27 28 LAYPERSON. 29 (2) ANY WRITTEN MARKETING MATERIAL PROMOTING A SPECIFIC PRODUCT OF AN ELECTRIC GENERATION SUPPLIER SHALL INCLUDE THE 30

- 1 KEY TERMS AND CONDITIONS FOR THE PRODUCT OFFERED. THE TERMS 2 AND CONDITIONS SHALL BE PROMINENTLY DISPLAYED USING LANGUAGE 3 THAT MAY BE EASILY UNDERSTOOD BY A LAY PERSON. 4 (3) THE CUSTOMER DISCLOSURE BOX UNDER PARAGRAPH (1) AND 5 THE WRITTEN MARKETING MATERIAL UNDER PARAGRAPH (2) SHALL 6 INCLUDE ALL OF THE FOLLOWING: 7 (I) THE TERM OF THE CONTRACT. 8 (II) FOR A FIXED-RATE PRODUCT OFFER OR CONTRACT, THE 9 APPLICABLE RATE. 10 (III) FOR A VARIABLE-RATE PRODUCT OFFER OR CONTRACT, THE INITIAL OR PROMOTIONAL RATE, THE LENGTH OF TIME THE 11 RATE IS APPLICABLE AND THE TERMS OF VARIABILITY, 12 13 INCLUDING THE APPLICABLE CAP. (IV) FOR AN INDEX-BASED PRODUCT, THE FORMULA OR 14 15 MARKET INDICES USED TO DETERMINE THE RATE. 16 (V) THE DOLLAR AMOUNT OF A CANCELLATION OR EARLY TERMINATION FEE, IF APPLICABLE. 17 18 (VI) A DESCRIPTION OF THE NOTICES TO BE PROVIDED UPON EXPIRATION OF THE CONTRACT TERM. 19 (VII) <u>CONTACT INFORMATION FOR THE ELECTRIC</u> 20 GENERATION SUPPLIER. 21 22 (VIII) OTHER INFORMATION REQUIRED BY THE COMMISSION. 23 (F) DISCLOSURE MODIFICATION. -- THE COMMISSION MAY ADD TO OR 24 MODIFY THE DISCLOSURES REQUIRED UNDER THIS SECTION AS NECESSARY 25 TO ACCOMMODATE CHANGES IN MARKET CONDITIONS, PRODUCT OFFERINGS 26 AND TECHNOLOGY. 27 § 28A06. VARIABLE-RATE CHANGES. 28 (A) LIMITATIONS ON RATE CHANGES. -- THE KILOWATT HOUR RATE 29 CHARGED TO A RESIDENTIAL OR SMALL COMMERCIAL CUSTOMER UNDER A
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CONTRACT FOR A VARIABLE-RATE PRODUCT, OTHER THAN AN INDEX-BASED

- 1 PRODUCT, MAY NOT BE INCREASED BY MORE THAN 30% OF THE KILOWATT
- 2 HOUR RATE CHARGED DURING THE PRECEDING BILLING CYCLE. AN
- 3 ELECTRIC GENERATION SUPPLIER MAY CHOOSE TO IMPLEMENT A LOWER PER
- 4 BILLING CYCLE PERCENTAGE INCREASE CAP.
- 5 (B) AVERAGE KILOWATT HOUR RATE.--
- 6 (1) THE RATE CONTAINED IN A CUSTOMER BILL FOR SERVICE
- 7 PROVIDED BY AN ELECTRIC GENERATION SUPPLIER SHALL REFLECT THE
- 8 AVERAGE KILOWATT HOUR RATE FOR THE APPLICABLE BILLING CYCLE.
- 9 (2) PARAGRAPH (1) SHALL NOT APPLY TO A TIME-OF-USE RATE
- OR REAL-TIME PRICING PRODUCT.
- 11 § 28A07. INVESTIGATIONS AND ENFORCEMENT.
- 12 (A) INVESTIGATIONS.--THE COMMISSION MAY INVESTIGATE CONSUMER
- 13 COMPLAINTS RELATED TO INCREASES IN THE RETAIL ELECTRIC RATES
- 14 CHARGED BY AN ELECTRIC GENERATION SUPPLIER.
- 15 (B) REQUIRED INFORMATION.--IF THE COMMISSION IS
- 16 INVESTIGATING A CONSUMER COMPLAINT RELATED TO A VARIABLE-RATE
- 17 CONTRACT UNDER SUBSECTION (A), THE COMMISSION MAY REQUIRE AN
- 18 ELECTRIC GENERATION SUPPLIER TO PROVIDE INFORMATION ON THE
- 19 FORMULA, MECHANISM, MARKET INDICES, WHOLESALE ELECTRIC RATES OR
- 20 ACTUAL COSTS THAT PROVIDE THE BASIS FOR THE VARIABLE RATE UNDER
- 21 THE CONTRACT.
- 22 (C) COORDINATION.--THE COMMISSION AND THE OFFICE OF ATTORNEY
- 23 GENERAL, BUREAU OF CONSUMER PROTECTION MAY WORK IN A COORDINATED
- 24 MANNER TO INVESTIGATE AND SHARE COMPLAINT INFORMATION AS
- 25 NECESSARY TO ENSURE THAT THE COMMISSION AND THE OFFICE OF
- 26 ATTORNEY GENERAL, BUREAU OF CONSUMER PROTECTION HAVE THE DATA
- 27 REQUIRED TO DETERMINE IF A VIOLATION OF THIS TITLE OR THE ACT OF
- 28 DECEMBER 17, 1968 (P.L.1224, NO.387), KNOWN AS THE UNFAIR TRADE
- 29 PRACTICES AND CONSUMER PROTECTION LAW, IS LIKELY TO HAVE
- 30 OCCURRED AND MAY TAKE APPROPRIATE INDEPENDENT ACTION.

- 1 § 28A08. VARIABLE-RATE AND FIXED-RATE PRODUCT RATES.
- 2 (A) RATE NOTICE.--
- 3 (1) NO LESS THAN ONCE EVERY 30 DAYS, AN ELECTRIC
- 4 GENERATION SUPPLIER OFFERING SERVICE TO RESIDENTIAL OR SMALL
- 5 COMMERCIAL CUSTOMERS SHALL POST THE PRESENT NONPROMOTIONAL
- 6 RATE OR RANGE OF RATES FOR EACH VARIABLE-RATE PRODUCT ON THE
- 7 ELECTRIC GENERATION SUPPLIER'S PUBLICLY ACCESSIBLE INTERNET
- 8 WEBSITE AND SHALL MAKE THE RATE INFORMATION AVAILABLE TO
- 9 CUSTOMERS VIA A TOLL-FREE TELEPHONE NUMBER.
- 10 (2) UPON REQUEST BY A RESIDENTIAL OR SMALL COMMERCIAL
- 11 <u>CUSTOMER, THE ELECTRIC GENERATION SUPPLIER SHALL PROVIDE THE</u>
- 12 <u>CURRENT APPLICABLE NONPROMOTIONAL RATE FOR EACH VARIABLE-RATE</u>
- 13 PRODUCT AND FIXED-RATE PRODUCT IN WRITING TO THE CUSTOMER OR
- 14 VIA ELECTRONIC OR OTHER DELIVERY METHOD AGREED TO BY THE
- 15 <u>CUSTOMER. THE RATE SHALL BE CONTAINED IN THE ELECTRIC</u>
- 16 GENERATION SUPPLIER'S MARKETING AND SALES MATERIALS,
- 17 INCLUDING TELEPHONE SOLICITATIONS.
- 18 (B) RATE HISTORY.--
- 19 (1) NO LATER THAN JANUARY 30 OF EACH YEAR, AN ELECTRIC
- 20 GENERATION SUPPLIER OFFERING SERVICE TO RESIDENTIAL OR SMALL
- 21 COMMERCIAL CUSTOMERS SHALL POST A ONE-YEAR RATE HISTORY FOR
- 22 ITS AVERAGE MONTHLY BILLED RATES, BY RATE CLASS AND UTILITY
- 23 <u>SERVICE TERRITORY, FOR EACH PUBLICLY AVAILABLE VARIABLE-RATE</u>
- 24 PRODUCT AND FIXED-RATE PRODUCT FOR THE PRECEDING YEAR, OR A
- 25 HISTORY OF EACH PRODUCT OFFERED FOR LESS THAN ONE YEAR, ON
- 26 THE PA POWER SWITCH INTERNET WEBSITE AND THE ELECTRIC
- 27 <u>GENERATION SUPPLIER'S PUBLICLY ACCESSIBLE INTERNET WEBSITE.</u>
- THE COMMISSION SHALL MAINTAIN AN ARCHIVE OF RATE HISTORY
- 29 INFORMATION UNDER THIS PARAGRAPH AND SHALL MAKE IT AVAILABLE
- 30 <u>ON THE PA POWER SWITCH INTERNET WEBSITE OR ITS PUBLICLY</u>

- 1 ACCESSIBLE INTERNET WEBSITE.
- 2 (2) UPON REQUEST BY A RESIDENTIAL OR SMALL COMMERCIAL
- 3 CUSTOMER, THE ELECTRIC GENERATION SUPPLIER SHALL PROVIDE THE
- 4 RATE HISTORY AS REQUIRED UNDER PARAGRAPH (1) IN WRITING TO
- 5 THE CUSTOMER, OR VIA ELECTRONIC MEANS OR OTHER DELIVERY
- 6 METHOD AGREED TO BY THE CUSTOMER.
- 7 § 28A09. CONTRACT FORMATION.
- 8 AN ELECTRIC GENERATION SUPPLIER MAY NOT PROVIDE SERVICE TO A
- 9 RESIDENTIAL OR SMALL COMMERCIAL CUSTOMER WITHOUT THE CUSTOMER'S
- 10 WRITTEN SIGNATURE ON A CONTRACT, ELECTRONIC CONSENT,
- 11 AUTHORIZATION FORM OR OTHER FORM OF VERIFICATION AS PERMITTED BY
- 12 THE COMMISSION TO INITIATE SERVICE, RENEW SERVICE OR SWITCH
- 13 SERVICE.
- 14 § 28A10. DUTIES OF ELECTRIC GENERATION SUPPLIERS AND ELECTRIC
- 15 DISTRIBUTION COMPANIES.
- 16 (A) ELECTRIC GENERATION SUPPLIER. -- AN ELECTRIC GENERATION
- 17 SUPPLIER SHALL HAVE THE FOLLOWING DUTIES:
- 18 (1) NO LATER THAN ONE BUSINESS DAY AFTER A CONTRACT TO
- 19 <u>INITIATE SERVICE, RENEW SERVICE OR SWITCH SERVICE IS</u>
- 20 AUTHORIZED TO BE FORMED UNDER SECTION 28A09 (RELATING TO
- 21 CONTRACT FORMATION), AND AFTER THE CUSTOMER ACCOUNT
- 22 INFORMATION HAS BEEN VALIDATED, SEND A COPY OF THE CONTRACT
- TO THE CUSTOMER. AT THE OPTION OF THE CUSTOMER, THE ELECTRIC
- 24 GENERATION SUPPLIER SHALL PROVIDE THE COPY TO THE CUSTOMER IN
- 25 PERSON, BY FIRST CLASS MAIL OR ELECTRONICALLY.
- 26 (2) NO LATER THAN ONE BUSINESS DAY AFTER THE EXPIRATION
- 27 OF THE THREE-DAY RESCISSION PERIOD UNDER SECTION 28A05
- 28 (RELATING TO CONTRACT PROVISIONS), NOTIFY THE ELECTRIC
- 29 <u>DISTRIBUTION COMPANY OF A SWITCH REQUEST BY THE CUSTOMER.</u>
- 30 NOTICE UNDER THIS PARAGRAPH MAY BE DELAYED IN ORDER TO

- 1 ACCOMMODATE A POSTDATED SWITCHING ENROLLMENT START DATE
- 2 REQUESTED BY A CUSTOMER.
- 3 (B) ELECTRIC DISTRIBUTION COMPANY. -- NO LATER THAN FIVE
- 4 BUSINESS DAYS AFTER RECEIVING NOTICE UNDER SUBSECTION (A) (2),
- 5 THE ELECTRIC DISTRIBUTION COMPANY SHALL COMPLETE THE SWITCH
- 6 REQUEST TO ALLOW THE CUSTOMER TO BEGIN RECEIVING SERVICE FROM
- 7 THE ELECTRIC GENERATION SUPPLIER OR DEFAULT SERVICE PROVIDER.
- 8 (C) OFF-CYCLE SWITCHING.--AN ELECTRIC DISTRIBUTION COMPANY
- 9 SHALL DEVELOP AND IMPLEMENT SWITCHING PROTOCOLS TO ACCOMMODATE
- 10 OFF-CYCLE SWITCHING AS FOLLOWS:
- 11 (1) BEGINNING SIX MONTHS AFTER THE EFFECTIVE DATE OF
- 12 THIS PARAGRAPH, THE ELECTRIC DISTRIBUTION COMPANY SHALL HAVE
- 13 THE NECESSARY PROTOCOLS IN PLACE TO ACCOMMODATE ONE OFF-CYCLE
- 14 <u>SWITCH PER CUSTOMER PER BILLING CYCLE. THE COMMISSION SHALL</u>
- GRANT A REQUEST BY THE ELECTRIC DISTRIBUTION COMPANY FOR AN
- 16 <u>EXTENSION OF THE SIX-MONTH PERIOD UNDER THIS PARAGRAPH FOR</u>
- 17 GOOD CAUSE SHOWN.
- 18 (2) BEGINNING ONE YEAR AFTER THE ELECTRIC DISTRIBUTION
- 19 <u>COMPANY IMPLEMENTS PARAGRAPH (1), AN ELECTRIC DISTRIBUTION</u>
- 20 COMPANY SHALL HAVE THE NECESSARY PROTOCOLS TO ACCOMMODATE
- 21 ADDITIONAL OFF-CYCLE SWITCHES.
- 22 (D) COST RECOVERY. -- AN ELECTRIC DISTRIBUTION COMPANY SHALL
- 23 RECOVER, ON A FULL AND CURRENT BASIS, IN ACCORDANCE WITH A
- 24 RECONCILABLE AUTOMATIC ADJUSTMENT CLAUSE UNDER SECTION 1307
- 25 (RELATING TO SLIDING SCALE OF RATES; ADJUSTMENTS), THE
- 26 REASONABLE COSTS ASSOCIATED WITH MODIFYING ITS METERING AND
- 27 BILLING EQUIPMENT AND SYSTEMS, INFORMATION TECHNOLOGY,
- 28 PROCEDURES AND PROTOCOLS NECESSARY TO COMPLETE SWITCHING
- 29 REOUESTS UNDER THIS SECTION, INCLUDING, BUT NOT LIMITED TO,
- 30 ANNUAL DEPRECIATION, CAPITAL COSTS AND ONGOING OPERATIONS AND

- 1 MAINTENANCE EXPENSES. COSTS RECOVERED UNDER THIS SUBSECTION
- 2 SHALL NOT INCLUDE COSTS RECOVERED UNDER SECTION 2807(F) (7)
- 3 (RELATING TO DUTIES OF ELECTRIC DISTRIBUTION COMPANIES).
- 4 (E) APPLICABILITY.--
- 5 (1) THIS SECTION SHALL NOT APPLY TO AN ELECTRIC
- 6 DISTRIBUTION COMPANY THAT IS NOT SUBJECT TO THE REQUIREMENTS
- 7 OF SECTION 2807(F).
- 8 (2) AN ELECTRIC DISTRIBUTION COMPANY THAT IS NOT SUBJECT
- 9 TO THE REQUIREMENTS OF THIS SECTION SHALL COMPLETE A SWITCH
- 10 REQUEST IN A MANNER CONSISTENT WITH ELECTRONIC DATA TRANSFER
- AND EXCHANGE STANDARDS AT THE BEGINNING OF THE FIRST FEASIBLE
- 12 BILLING CYCLE AFTER RECEIPT OF THE SWITCH REQUEST.
- 13 <u>§ 28A11. CONSUMER EDUCATION INFORMATION.</u>
- 14 (A) INFORMATION COMPILATION. -- THE COMMISSION SHALL COMPILE
- 15 THE FOLLOWING INFORMATION:
- 16 (1) A LIST OF EACH ELECTRIC GENERATION SUPPLIER LICENSED
- 17 BY THE COMMISSION.
- 18 (2) THE TYPES OF SERVICES AVAILABLE IN THE ELECTRIC
- 19 <u>GENERATION RETAIL MARKET AND THE ADVANTAGES AND DISADVANTAGES</u>
- OF EACH SERVICE.
- 21 (3) THE PERCENTAGE RATE OF CUSTOMER COMPLAINTS FILED
- 22 AGAINST EACH ELECTRIC GENERATION SUPPLIER AND THE DISPOSITION
- OF THE COMPLAINTS.
- 24 (4) ANY INFORMATION THE COMMISSION DETERMINES WILL
- 25 <u>ASSIST CUSTOMERS IN MAKING INFORMED DECISIONS WHEN CHOOSING</u>
- 26 AN ELECTRIC GENERATION SUPPLIER.
- 27 (B) PUBLICATION OF INFORMATION. -- THE COMMISSION SHALL POST
- 28 THE INFORMATION UNDER SUBSECTION (A) ON THE PA POWER SWITCH
- 29 INTERNET WEBSITE AND, UPON REQUEST OF A CUSTOMER, MAKE THE
- 30 INFORMATION AVAILABLE IN WRITING TO THE CUSTOMER OR VIA

- 1 ELECTRONIC MEANS OR OTHER DELIVERY METHOD AGREED TO BY THE
- 2 CUSTOMER. THE COMMISSION SHALL PROVIDE THE INFORMATION IN A
- 3 STANDARD FORMAT THAT IS EASILY UNDERSTANDABLE BY A LAYPERSON.
- 4 § 28A12. CIVIL PENALTIES.
- 5 NOTWITHSTANDING SECTION 3301 (RELATING TO CIVIL PENALTIES FOR
- 6 <u>VIOLATIONS</u>), AN ELECTRIC GENERATION SUPPLIER THAT VIOLATES THIS
- 7 CHAPTER SHALL PAY A FINE OF NOT MORE THAN \$10,000 TO THE
- 8 COMMONWEALTH FOR EACH VIOLATION.
- 9 § 28A13. APPLICABILITY.
- 10 EXCEPT AS PROVIDED IN SECTIONS 28A03(E) (RELATING TO
- 11 VARIABLE-RATE PRODUCT CONTRACT TERMS) AND 28A10 (RELATING TO
- 12 <u>DUTIES OF ELECTRIC GENERATION SUPPLIERS AND ELECTRIC</u>
- 13 <u>DISTRIBUTION COMPANIES</u>), THIS CHAPTER SHALL NOT APPLY TO
- 14 ELECTRIC DISTRIBUTION COMPANIES.
- 15 Section 2. This act shall take effect in 60 days.