THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2555 Session of 2020

INTRODUCED BY METZGAR, BIZZARRO, BURNS, T. DAVIS, DeLUCA, FLYNN, KAUFFMAN, KLUNK, MOUL, NELSON, ORTITAY, PICKETT, PYLE, ROEBUCK, SANKEY AND WHEELAND, MAY 28, 2020

REFERRED TO COMMITTEE ON CONSUMER AFFAIRS, MAY 28, 2020

AN ACT

Amending Title 66 (Public Utilities) of the Pennsylvania 1 Consolidated Statutes, in natural gas competition, further 2 providing for duties of natural gas distribution companies 3 and for consumer protections and customer service; and, in restructuring of electric utility industry, further providing for definitions, for standards for restructuring of electric industry and for duties of electric distribution companies. 8 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 10 Section 1. Sections 2205(c)(1), (2) and (4) and 2206(a) of 11 Title 66 of the Pennsylvania Consolidated Statutes are amended 12 to read: 13 § 2205. Duties of natural gas distribution companies. * * * 14 15 (c) Customer billing.--16 (1)[Subject to the right of a retail gas customer to 17 choose to receive separate bills from its natural gas 18 supplier for natural gas supply service, the natural gas 19 distribution company shall be responsible for billing each of 20 its retail gas customers for natural gas distribution

1 service, consistent with the orders or regulations of the commission, regardless of the identity of the provider of 2 3 natural gas supply services.] A retail natural gas customer shall have the right to choose to receive separate bills from 4 5 its natural gas distribution company for natural gas distribution service and natural gas supplier for natural gas 6 7 supply service, or a consolidated bill that includes both natural gas distribution charges and natural gas supply 8 9 charge from either the natural gas distribution company or natural gas supplier. If the natural gas supplier is not 10 willing, able or qualified to provide billing services, the 11 natural gas distribution company shall be responsible for 12 13 billing retail gas customers for natural gas distribution 14 service and supply. The commission shall adopt regulations to establish the financial and technical requirements for 15 natural gas suppliers to provide consolidated billing 16 17 services. Any billing service shall be consistent with the 18 orders or regulations of the commission, which shall be 19 issued or promulgated within 180 days of the effective date 20 of this paragraph, and existing applicable regulations, including, but not limited to, the regulations at 52 Pa. Code 21 22 Chapter 56 (relating to standards and billing practices for residential utility service), regardless of the identity of 23 the provider of <u>natural gas billing services</u>. Suppliers that 24 25 apply to render consolidated bills to end-use customers shall 26 post a bond in the amount of \$250,000 and shall not have had a natural gas supplier license revoked by any other state in 27 the three years preceding the application. A customer's right 28 29 to receive a consolidated bill from either the customer's natural gas distribution company or natural gas supplier 30

shall be available within one year of the effective date of the final-form regulations.

- (2) (i) Bills to retail gas customers shall contain sufficient unbundled charge information to enable the customer to determine the basis for those charges and shall comply with section 1509 (relating to billing procedures). At a minimum, such charges shall include those services which are unbundled as a result of a restructuring filing or rulemaking.
- (ii) Bills to retail residential customers rendered [by a natural gas distribution company] for natural gas distribution services shall include information required by commission regulations governing standards and billing practices for residential utility service.
- (iii) Bills rendered [by a natural gas distribution company] on behalf of a natural gas supplier shall include[, in a form and manner determined by the natural gas distribution company in consultation with the natural gas supplier,] the following information with respect to natural gas supplier services: the name of the natural gas supplier; the rates, charges or prices of natural gas supply services billed, including adjustments to prior period billings, if applicable, and taxes, if applicable; and the natural gas supplier's toll-free telephone number and hours of operation for customer inquiries.
- (iv) Natural gas suppliers providing consolidated billing shall purchase the natural gas distribution company's receivables for regulated charges consistent with the regulations of the commission.

30 * * *

- 1 (4) If services are provided by an entity other than the
- 2 natural gas distribution company, the entity that provided
- 3 those services shall furnish to the natural gas distribution
- 4 company billing data sufficient to enable the natural gas
- 5 distribution company to timely bill retail gas customers. If
- 6 <u>billing services are provided by an entity other than the</u>
- 7 <u>natural gas distribution company, the natural gas</u>
- 8 <u>distribution company shall furnish to the entity providing</u>
- 9 the billing service, billing data sufficient to enable the
- 10 billing service provider to timely bill retail gas customers.
- 11 The <u>non-billing</u> entity shall provide data for billing
- 12 purposes in a format and in a time frame as required by the
- [natural gas distribution company] <u>commission</u>. The [natural
- gas distribution company] <u>billing service provider</u> shall
- 15 consider the data and information confidential and shall
- 16 treat it as such.
- 17 * * *
- 18 § 2206. Consumer protections and customer service.
- 19 (a) Quality. -- A natural gas distribution company shall [be
- 20 responsible for provide customer service functions consistent
- 21 with the orders and regulations of the commission, including,
- 22 but not limited to, meter reading, installation, testing and
- 23 maintenance and emergency response for all customers, and
- 24 complaint resolution and collections related to the service
- 25 provided by the natural gas distribution company. Natural gas
- 26 suppliers providing consolidated billing services shall be
- 27 <u>responsible for performing complaint resolution and collections</u>
- 28 functions, which shall include the ability to initiate the
- 29 termination process for any reason enumerated under Chapter 14
- 30 (relating to responsible utility customer protection). Customer

- 1 service and consumer protections and policies for retail gas
- 2 customers shall, at a minimum, be maintained at the same level
- 3 of quality under retail competition as in existence on the
- 4 effective date of this chapter.
- 5 * * *
- 6 Section 2. Section 2803 of Title 66 is amended by adding a
- 7 definition to read:
- 8 § 2803. Definitions.
- 9 The following words and phrases when used in this chapter
- 10 shall have the meanings given to them in this section unless the
- 11 context clearly indicates otherwise:
- 12 * * *
- 13 "Supplier consolidated billing." The billing of retail
- 14 <u>customers by an electricity supplier for all electric services</u>,
- 15 <u>including the charges of the electric distribution company for</u>
- 16 distribution services and all charges of the electricity
- 17 supplier.
- 18 * * *
- 19 Section 3. Section 2804 of Title 66 is amended by adding a
- 20 paragraph to read:
- 21 § 2804. Standards for restructuring of electric industry.
- The following interdependent standards shall govern the
- 23 commission's assessment and approval of each public utility's
- 24 restructuring plan, oversight of the transition process and
- 25 regulation of the restructured electric utility industry:
- 26 * * *
- 27 (17) The commission shall issue regulations that permit
- 28 electricity suppliers that meet the financial and technical
- 29 <u>requirements established by the commission to render</u>
- 30 consolidated bills to end-use customers that contain the

- 1 charges for distribution services provided by an electric
- 2 <u>distribution company and the charges of the electricity</u>
- 3 supplier for commodity services and any other services
- 4 provided by the electricity supplier. Suppliers that apply to
- 5 <u>render consolidated bills to end-use customers shall post a</u>
- 6 bond in the amount of \$250,000 and shall not have had an
- 7 <u>electric supplier license revoked by any other state in the</u>
- 8 three years preceding the application. The commission shall
- 9 <u>adopt temporary regulations establishing financial and</u>
- technical requirements and the framework for supplier
- 11 consolidated billing within 90 days of the effective date of
- this paragraph. The temporary regulations shall not be
- subject to sections 201, 202, 203, 204 and 205 of the act of
- 14 <u>July 31, 1968 (P.L.769, No.240), referred to as the</u>
- 15 <u>Commonwealth Documents Law; Sections 204(b) and 301(10) of</u>
- 16 <u>the act of October 15, 1980 (P.L.950, No.164), known as the</u>
- 17 Commonwealth Attorneys Act; or the act of June 25, 1982
- 18 (P.L.633, No.181), known as the Regulatory Review Act. The
- 19 temporary regulations shall expire upon the promulgation of
- final-form regulations or two years following the effective
- 21 date of this section, whichever is later. Supplier
- 22 consolidated billing shall be available within one year of
- 23 <u>the effective date of the final-form regulations. The</u>
- commission shall adopt orders, rules, regulations and
- 25 policies as shall be necessary and appropriate to implement
- fully this chapter within the time frames specified in this
- 27 <u>chapter.</u>
- Section 4. Section 2807(c) and (d) introductory paragraph of
- 29 Title 66 are amended to read:
- 30 § 2807. Duties of electric distribution companies.

- 1 * * *
- 2 (c) Customer billing. -- Subject to the right of an end-use
- 3 customer to choose to receive separate or consolidated bills
- 4 from its electric generation supplier, the electric distribution
- 5 company may be responsible for billing customers for all
- 6 electric services, consistent with the regulations of the
- 7 commission, regardless of the identity of the provider of those
- 8 services.
- 9 (1) Customer bills shall contain unbundled charges
- 10 sufficient to enable the customer to determine the basis for
- 11 those charges.
- 12 (2) If services are provided by an entity other than the
- electric distribution company, the entity that provides those
- services shall furnish to the electric distribution company
- 15 billing data sufficient to enable the electric distribution
- 16 company to bill customers.
- 17 (3) The electric distribution company shall not be
- 18 required to forward payment to entities providing services to
- 19 customers, and on whose behalf the electric distribution
- company is billing those customers, before the electric
- 21 distribution company has received payment for those services
- 22 from customers.
- 23 (4) Electric generation suppliers providing consolidated
- billing shall purchase the electric distribution company's
- 25 receivables for regulated charges consistent with the
- 26 regulations of the commission.
- 27 (d) Consumer protections and customer service. -- The electric
- 28 distribution company shall continue to provide customer service
- 29 functions consistent with the regulations of the commission,
- 30 including meter reading, complaint resolution and

- 1 collections[.], except that electricity suppliers providing
- 2 <u>consolidated billing services shall be responsible for</u>
- 3 performing complaint resolution and collections functions, which
- 4 shall include the ability to initiate the termination process
- 5 for any reason enumerated under Chapter 14 (relating to
- 6 <u>responsible utility customer protection).</u> Customer services
- 7 shall, at a minimum, be maintained at the same level of quality
- 8 under retail competition.
- 9 * * *
- 10 Section 5. This act shall take effect in 60 days.