## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 413

Session of 2013

INTRODUCED BY FERLO, BREWSTER, FONTANA, KASUNIC, WASHINGTON, FARNESE, LEACH AND HUGHES, FEBRUARY 5, 2013

REFERRED TO CONSUMER PROTECTION AND PROFESSIONAL LICENSURE, FEBRUARY 5, 2013

## AN ACT

- 1 Amending Title 66 (Public Utilities) of the Pennsylvania
- 2 Consolidated Statutes, further providing for cash deposits
- and household information requirements.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Section 1404(a) of Title 66 of the Pennsylvania
- 7 Consolidated Statutes is amended to read:
- 8 § 1404. Cash deposits and household information requirements.
- 9 (a) General rule. -- In addition to the right to collect a
- 10 deposit under any commission regulation or order, the commission
- 11 shall not prohibit a public utility, prior to or as a condition
- 12 of providing utility service, from requiring a cash deposit in
- 13 an amount that is equal to [one-sixth] one-twelfth of the
- 14 applicant's estimated annual bill, except for a city natural gas
- 15 <u>distribution operation which may require a cash deposit in an</u>
- 16 amount that is equal to one-sixth of the applicant's estimated
- 17 <u>annual bill</u>, at the time the public utility determines a deposit
- 18 is required, from the following:

- 1 An applicant who previously received utility distribution services and was a customer of the public 2 3 utility and whose service was terminated for any of the following reasons: 4 5
  - Nonpayment of an undisputed delinquent account. (i)
  - (ii) Failure to complete payment of a deposit, provide a quarantee or establish credit.
  - Failure to permit access to meters, service connections or other property of the public utility for the purpose of replacement, maintenance, repair or meter reading.
  - (iv) Unauthorized use of the utility service delivered on or about the affected dwelling.
  - Failure to comply with the material terms of a  $(\wedge)$ settlement or payment agreement.
  - Fraud or material misrepresentation of identity (vi) for the purpose of obtaining utility service.
  - Tampering with meters, including, but not limited to, bypassing a meter or removal of an automatic meter reading device or other public utility equipment.
  - (viii) Violating tariff provisions on file with the commission so as to endanger the safety of a person or the integrity of the delivery system of the public utility.
  - Any applicant or customer who is unable to establish creditworthiness to the satisfaction of the public utility through the use of a generally accepted credit scoring methodology which employs standards for using the methodology that fall within the range of general industry practice.
- 30 (3) A customer who fails to comply with a material term

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- 1 or condition of a settlement or payment agreement.
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- 3 Section 2. This act shall take effect in 60 days.