

General Assembly

## Committee Bill No. 5687

January Session, 2019

Referred to Committee on ENERGY AND TECHNOLOGY

Introduced by: (ET)

## AN ACT CONCERNING ELECTRIC SUPPLIER ELECTRIC GENERATION SERVICE RATES AND CUSTOMER BILLS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (h) of section 16-2450 of the general statutes is 2 repealed and the following is substituted in lieu thereof (*Effective from* 3 *passage*):

4 (h) (1) Any third-party agent who contracts with or is otherwise 5 compensated by an electric supplier to sell electric generation services 6 shall be a legal agent of the electric supplier. No third-party agent may 7 sell electric generation services on behalf of an electric supplier unless 8 (A) the third-party agent is an employee or independent contractor of 9 such electric supplier, and (B) the third-party agent has received 10 appropriate training directly from such electric supplier.

11 (2) All sales and solicitations of electric generation services by an 12 electric supplier, aggregator or agent of an electric supplier or 13 aggregator to a customer with a maximum demand of one hundred 14 kilowatts or less conducted and consummated entirely by mail, door-15 to-door sale, telephone or other electronic means, during a scheduled appointment at the premises of a customer or at a fair, trade or
business show, convention or exposition in addition to complying with
the provisions of subsection (e) of this section shall:

19 (A) For any sale or solicitation, including from any person 20 representing such electric supplier, aggregator or agent of an electric 21 supplier or aggregator (i) identify the person and the electric 22 generation services company or companies the person represents; (ii) 23 provide a statement that the person does not represent an electric 24 distribution company; (iii) explain the purpose of the solicitation; and 25 (iv) explain all rates, fees, variable charges and terms and conditions 26 for the services provided; and

27 (B) For door-to-door sales to customers with a maximum demand of 28 one hundred kilowatts, which shall include the sale of electric 29 generation services in which the electric supplier, aggregator or agent 30 of an electric supplier or aggregator solicits the sale and receives the 31 customer's agreement or offer to purchase at a place other than the 32 seller's place of business, be conducted (i) in accordance with any 33 municipal and local ordinances regarding door-to-door solicitations, 34 (ii) between the hours of ten o'clock a.m. and six o'clock p.m. unless the 35 customer schedules an earlier or later appointment, and (iii) with both 36 English and Spanish written materials available. Any representative of 37 an electric supplier, aggregator or agent of an electric supplier or 38 aggregator shall prominently display or wear a photo identification 39 badge stating the name of such person's employer or the electric 40 supplier the person represents and shall not wear apparel, carry 41 equipment or distribute materials that includes the logo or emblem of 42 an electric distribution company or contains any language suggesting a 43 relationship that does not exist with an electric distribution company, 44 government agency or other supplier.

(3) No electric supplier, aggregator or agent of an electric supplier
or aggregator shall (A) advertise or disclose the price of electricity to
mislead a reasonable person into believing that the electric generation
services portion of the bill will be the total bill amount for the delivery

49 of electricity to the customer's location, or (B) make any statement, oral 50 or written, suggesting a prospective customer is required to choose a 51 supplier. When advertising or disclosing the price for electricity, the 52 electric supplier, aggregator or agent of an electric supplier or 53 aggregator shall (i) disclose the electric distribution company's current 54 charges, including the competitive transition assessment and the 55 systems benefits charge, for that customer class, and (ii) indicate, using 56 at least a ten-point font size, in a conspicuous part of any 57 advertisement or disclosure that includes an advertised price, (I) the 58 expiration of such advertised price, and (II) any fixed or recurring 59 charge, including, but not limited to, any minimum monthly charge.

(4) No entity, including an aggregator or agent of an electric
supplier or aggregator, who sells or offers for sale any electric
generation services for or on behalf of an electric supplier, shall engage
in any deceptive acts or practices in the marketing, sale or solicitation
of electric generation services.

65 (5) Each electric supplier shall disclose to the Public Utilities 66 Regulatory Authority in a standardized format (A) the amount of 67 additional renewable energy credits, if any, such supplier will 68 purchase other than required credits, (B) where such additional credits 69 are being sourced from, and (C) the types of renewable energy sources 70 that will be purchased. Each electric supplier shall only advertise 71 renewable energy credits pursuant to the methodology approved by 72 the authority and shall report to the authority the renewable energy 73 sources of such credits and any changes to the types of renewable 74 energy sources offered.

(6) Any electric supplier offering any services or products that contain renewable energy attributes other than the minimum renewable energy credits used for compliance with the renewable portfolio standards pursuant to section 16-245a shall disclose in each customer contract and marketing materials for each such service or product the renewable energy content of the product or service offering and shall make available, on the electric supplier's Internet web site, information sufficient to substantiate the marketing claimsabout such content.

84 (7) (A) No contract for electric generation services by an electric 85 supplier shall require a residential customer to pay any fee for 86 termination or early cancellation of a contract in excess of fifty dollars, 87 provided when an electric supplier offers a contract, it provides the residential customer an estimate of such customer's average monthly 88 89 bill, and provided further it shall not be considered a termination or 90 early cancellation of a contract if a residential customer moves from 91 one dwelling within the state and remains with the same electric 92 supplier.

(B) If a residential customer does not have a contract for electric
generation services with an electric supplier and is receiving a monthto-month variable rate from such supplier, there shall be no fee for
termination or early cancellation.

97 (8) An electric supplier shall not make a material change in the 98 terms or duration of any contract for the provision of electric 99 generation services by an electric supplier without the express consent 100 of the customer. Nothing in this subdivision shall restrict an electric 101 supplier from renewing a contract by clearly informing the customer, 102 in writing, not less than thirty days or more than sixty days before the 103 renewal date, of the renewal terms, including a summary of any new 104 or altered terms, and of the option not to accept the renewal offer, 105 provided no fee pursuant to subdivision (7) of this subsection shall be 106 charged to a customer who terminates or cancels such renewal within 107 the first two billing cycles of the renewed contract.

(9) Each electric supplier shall file annually with the authority a listof any aggregator or agent working on behalf of such supplier.

(10) Each electric supplier shall develop and implement standards
and qualifications for employees and third-party agents who are
engaged in the sale or solicitation of electric generation services by

113 such supplier.

114	(11) If an electric supplier and a customer agree to decrease the
115	electric generation service rate that the customer is charged, either by
116	making a change to the terms of the existing contract between the
117	electric supplier and the customer pursuant to subdivision (8) of this
118	subsection or in the course of negotiating a renewal contract, such
119	decreased electric generation service rate may not be required to
120	appear on such customer's electric bill, provided (A) the customer may
121	not be charged an electric generation service rate that is greater than
122	the rate that appears on such customer's bill, (B) the electric supplier
123	shall submit such decreased electric generation service rate to the
124	electric distribution company within three days of the agreement
125	between the electric supplier and the customer, and (C) the electric
126	distribution company shall include the decreased electric generation
127	service rate on the next electric bill the electric distribution company
128	sends to the customer.

This act shall take effect as follows and shall amend the following sections:

Section 1	from passage	16-245o(h)

## ET Joint Favorable