HOUSE BILL 927

By: **Delegate Davis** Introduced and read first time: February 10, 2016 Assigned to: Economic Matters

A BILL ENTITLED

1 AN ACT concerning

2 Public Service Commission – Electric Affordability Program – Study

3 FOR the purpose of requiring the Public Service Commission to study and make 4 recommendations about the advisability of establishing an opt-in electric $\mathbf{5}$ affordability program for certain customers of certain electric companies with certain 6 characteristics and the advisability of allowing certain electric cooperatives to 7 participate in the program; requiring the Commission to study and make 8 recommendations about the manner in which a certain program should be conducted, 9 including certain provisions, qualifications, and procedures; requiring the Commission to report certain recommendations by a certain date to the Senate 1011 Finance Committee and the House Economic Matters Committee; and generally 12relating to the affordability of electricity supply and services.

13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
14 That:

15 (a) (1) The Public Service Commission shall study and make recommendations 16 about:

17 (i) the advisability of:

18 1. establishing an opt-in electric affordability program 19 among retail electric companies for residential and small business customers in the service 20 territories of the Potomac Electric Power Company (Pepco), Allegheny Power, Baltimore 21 Gas and Electric Company (BGE), or Delmarva Power and Light Company that would be 22 based on:

23A.the offer of multiple-year contracts for electricity at a fixed24price per kilowatt-hour;

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



1 value-added products and services to help customers В. $\mathbf{2}$ manage overall energy costs; and 3 C. other potential customer benefits; and 4 2.allowing electric cooperatives to participate in the program under item (i)1 of this paragraph; and $\mathbf{5}$ 6 the manner in which the program under item (i) of this (ii) 7 paragraph, if advisable, should be conducted, including: 8 1. provisions relating to low-income customers to be assisted 9 by the program; 10 2.the duration of customer contracts under the program; 11 3. procedures governing wholesale electricity procurement 12for the program; 13the minimum qualifications of licensed electricity 4. suppliers and associated providers of value-added products and services that would be 1415eligible to participate in the program; and 16 procedures and principles of cost recovery for the 5.17implementation of the program. 18 (2)In making the recommendations required under paragraph (1) of this 19subsection, the Commission shall consider the best interests of electric customers relating 20to the cost and reliability of electric service. 21(b) On or before December 31, 2016, the Commission shall report its 22recommendations under subsection (a) of this section to the Senate Finance Committee and the House Economic Matters Committee, in accordance with § 2-1246 of the State 23

24 Government Article.

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25 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
26 1, 2016.