SENATE BILL 37

2003 Regular Session

3lr0394 SB 2/02 - FIN By: Senator Green Introduced and read first time: January 14, 2003 Assigned to: Finance Committee Report: Favorable Senate action: Adopted Read second time: February 11, 2003 CHAPTER 1 AN ACT concerning 2 Retail Electric and Gas Industries - Aggregators - Counties and Municipal 3 **Corporations** 4 FOR the purpose of repealing the provision prohibiting a county or municipal corporation from acting as an entity that acts on behalf of a customer to 5 purchase electricity; including counties and municipal corporations in the 6 7 entities that may act as aggregators for the purchase of electricity or gas under certain circumstances; and generally relating to the ability of counties and 8 9 municipal corporations to act as aggregators in the retail electric and gas 10 industries. 11 BY repealing and reenacting, with amendments, Article - Public Utility Companies 12 13 Section 1-101(b) 14 Annotated Code of Maryland (1998 Volume and 2002 Supplement) 15 16 BY repealing Article - Public Utility Companies 17 Section 7-510(f) 18 19 Annotated Code of Maryland 20 (1998 Volume and 2002 Supplement) 21 BY adding to

Article - Public Utility Companies

Section 7-510(f)

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1 Annotated Code of Maryland (1998 Volume and 2002 Supplement) 2 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 3 4 MARYLAND, That the Laws of Maryland read as follows: 5 **Article - Public Utility Companies** 6 1-101. (b) "Aggregator" means an entity, INCLUDING A COUNTY OR MUNICIPAL 7 (1) 8 CORPORATION, or an individual that acts on behalf of a customer to purchase 9 electricity or gas. 10 (2) "Aggregator" does not include: 11 an entity or individual that purchases electricity or gas for its 12 own use or for the use of its subsidiaries or affiliates; 13 a municipal electric utility or a municipal gas utility serving (ii) 14 only in its distribution territory; or 15 a combination of governmental units that purchases electricity (iii) 16 or gas for use by the governmental units. 17 7-510. 18 A county or municipal corporation may not act as an aggregator unless the 19 Commission determines there is not sufficient competition within the boundaries of 20 the county or municipal corporation.] 21 (F) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, A 22 COUNTY OR MUNICIPAL CORPORATION MAY ACT AS AN AGGREGATOR ONLY ON 23 BEHALF OF CUSTOMERS LOCATED WITHIN THE BOUNDARIES OF THE COUNTY OR 24 MUNICIPAL CORPORATION. A COMBINATION OF TWO OR MORE COUNTIES OR MUNICIPAL 25 (2) 26 CORPORATIONS MAY ACT AS AN AGGREGATOR ONLY ON BEHALF OF CUSTOMERS 27 LOCATED WITHIN THE BOUNDARIES OF THE COUNTIES OR MUNICIPAL 28 CORPORATIONS. 29 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 30 June 1, 2003.