97TH GENERAL ASSEMBLY

State of Illinois

2011 and 2012

SB1396

Introduced 2/9/2011, by Sen. Mike Jacobs

SYNOPSIS AS INTRODUCED:

220 ILCS 5/16-117

Amends the Public Utilities Act. Makes a technical change in a provision concerning the Commission consumer education program.

LRB097 09365 ASK 49500 b

A BILL FOR

SB1396

AN ACT concerning regulation.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Public Utilities Act is amended by changing
Section 16-117 as follows:

6 (220 ILCS 5/16-117)

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Sec. 16-117. Commission consumer education program.

8 (a) The restructuring of the the electricity industry will 9 create a new electricity market with new marketers and sellers offering new goods and services, many of which the average 10 consumer will not be able to readily evaluate. It is the intent 11 of the General Assembly that (i) electricity consumers be 12 provided with sufficient and reliable information so that they 13 14 are able to compare and make informed selections of products and services provided in the electricity market; and (ii) 15 16 mechanisms be provided to enable consumers to protect 17 themselves from marketing practices that are unfair or abusive.

(b) The Commission shall implement and maintain a consumer education program to provide residential and small commercial retail customers with information to help them understand their service options in a competitive electric services market, and their rights and responsibilities.

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(c) The Commission shall form a working group following the

enactment of this amendatory Act of 1997. This group shall 1 2 consist of 5 representatives of the investor-owned electric utilities in this State, 2 of which shall be appointed by 3 electric utilities serving over 1,000,000 retail customers in 4 5 this State; 2 representatives of alternative retail electric suppliers; 3 representatives of organizations representing the 6 residential 7 interests of and small commercial retail 8 customers; and the Commission.

9 (d) By March 1, 1999, with respect to educational materials 10 for small commercial customers and by November 1, 2001 with 11 respect to educational materials for residential customers, 12 the working group appointed pursuant to this Section shall develop a package of printed educational materials which meet 13 14 the requirements of subsection (e) and shall submit such 15 package to the Commission for approval, along with 16 recommendations for implementing this consumer education 17 program. Such materials shall consider the needs of different types of consumers in this State, such as elderly, low-income, 18 multilingual, minority, rural and disabled customers. The 19 20 working group shall issue recommendations to the Commission on 21 how such education program can be implemented through a variety 22 of communication methods, including specifically mass media, distribution 23 of printed public material, service 24 announcements, and posting on the Internet.

(e) At a minimum, the materials constituting the consumer
 education program submitted to the Commission by the working

SB1396

1 group shall include concise explanations or descriptions of the 2 following:

3 (1) the structure of the electric utility industry 4 following this amendatory Act of 1997 and a glossary of 5 basic terms;

6 (2) the choices available to consumers to take electric 7 service from an alternative retail electric supplier or 8 remain as a retail customer of an electric utility;

9 (3) a customer's rights, risks and responsibilities in 10 receiving service from an alternative retail electric 11 supplier or remaining as a retail customer of an electric 12 utility;

13 (4) the legal obligations of alternative retail
14 electric suppliers;

15 (5) those services that may be offered on a competitive 16 basis in a deregulated electric services market, including 17 services that could be packaged with the delivery of 18 electric power and energy;

19 (6) services that an electric utility is required to20 provide pursuant to tariffed rates;

21 (7) the components of a bill that could be received by
22 a customer taking delivery services;

(8) the complaint procedures set forth in Section
10-108 of this Act by which consumers may seek a redress of
grievances against an electric utility or an alternative
retail electric supplier and a list of phone numbers of the

SB1396

1 2 SB1396

Commission, the Attorney General or other entities that can provide information and assistance to customers; and

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(9) additional information available from the Commission upon request.

5 (f) Within 45 days following the submission required of the 6 working group by subsection (d) of this Section, the Commission 7 shall approve or disapprove the educational materials and 8 recommendations for program implementation. The Commission 9 shall be deemed to have approved the educational program 10 materials and recommendations unless the Commission 11 disapproves of any such material or recommendation within 45 12 days following the date of receipt.

13 (g) Once approved by the Commission, materials comprising 14 the consumer education program contemplated by this Section 15 shall be distributed as follows:

16 (1) Electric utilities shall mail printed educational 17 materials specified by the working group and approved by the Commission (a) to all residential and small commercial 18 19 retail customers within a reasonable period prior to the 20 date that such customers become eligible to purchase power alternative 21 from retail electric suppliers, such 22 "reasonable period" to be determined by the Commission; and 23 (b) once the applicable customer class becomes eligible to receive delivery services, to all new residential and small 24 25 commercial retail customers at the time that such customers 26 begin taking services from the electric utility.

1 (2) Alternative retail electric suppliers shall such materials with all initial mailings to 2 include 3 potential residential and small commercial retail customers but in all circumstances prior to the time by 4 5 which an alternative retail electric supplier executes any agreements or contracts with such customers for the supply 6 of electric services. 7

8 (3) Both electric utilities and alternative retail 9 electric suppliers shall provide such materials at no 10 charge to residential and small commercial retail 11 customers upon request.

12 (4) The Commission shall make available upon request 13 and at no charge, and shall make available to the public on 14 the Internet through the State of Illinois World Wide Web 15 Site:

(A) all printed educational materials developed by the working group and approved by the Commission;

(B) a list of all certified alternative retail
electric suppliers serving residential and small
commercial retail customers within the service
territory of each electric utility;

(C) a list of alternative retail electric
suppliers serving residential or small commercial
retail customers which have been found in the last 3
years by the Commission pursuant to Section 10-108 to
have failed to provide service in accordance with the

SB1396

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SB1396

terms of their contracts with such retail customers;
and

3 (D) guidelines to assist customers in determining
4 which energy supplier is most appropriate for each
5 customer.

6 (h) The Commission may also adopt a uniform disclosure form 7 which alternative retail electric suppliers would be required 8 to complete enabling consumers to compare prices, terms and 9 conditions offered by such suppliers.

10 (i) The Commission shall make available to the public staff 11 with the ability and knowledge to respond to consumer 12 inquiries.

(j) The costs of printing educational materials approved by the Commission pursuant to this Section shall be payable solely from funding as provided in this subsection.

16 Each year the General Assembly shall appropriate money to 17 the Commission from the General Revenue Fund for the expenses of the Commission associated with this Section. The cost of the 18 19 consumer education program contemplated by this Section shall 20 not exceed the amount of such appropriation. In no event shall any electric utility, alternative retail electric supplier or 21 22 customer be liable for the costs of printing consumer education 23 material in accordance with this Section. program The obligations associated with this consumer education program 24 25 shall not exceed the amounts appropriated for this program 26 pursuant to this Section.

- 7 - LRB097 09365 ASK 49500 b

1 (k) The Commission shall study the effectiveness of the 2 consumer education program. Such study shall include a notice 3 and an opportunity for participation and comment by all interested and potentially affected parties. Such study shall 4 5 be completed by January 31st of each year during the mandatory 6 transition period and a summary thereof, together with any 7 legislative recommendations, shall be included in the 8 Commission's Annual Report due in accordance with Section 4-304 of this Act. 9

10 (Source: P.A. 90-561, eff. 12-16-97.)

SB1396