

CHARGE Conference Call

May 12, 2011 – 9:30 a.m.

Call-in number: 1-866-618-6746 and Access Code: 6060145

Topics for Discussion

17. EGS Marketing Activities

- PUC adopted guidelines on November 4, 2010, which is available at the following link:
<http://www.puc.state.pa.us/general/ConsolidatedCaseView.aspx?Docket=M-2010-2185981>
- Proposed rulemaking order adopted by PUC at February 10, 2011 Public Meeting; copy of entered order is attached; can be accessed on OCMO page and at the following link:
<http://www.puc.state.pa.us/general/ConsolidatedCaseView.aspx?Docket=L-2010-2208332>
 - Comments will be due 60 days after publication in Pa. Bulletin; publication has not yet occurred due to questions from the Office of Attorney General; staff will advise the group when the proposed regulations are published

30. Estimated State Tax Amount on Bills

- Question has arisen about whether the presentation of “estimated total state taxes” on residential bills is required for generation charges of EGS as there is no standard treatment among EGSs; more recently, EDEWG asked CHARGE to resolve issue so that requirement for tax field on EDI 810 Bill Ready Invoice can be eliminated
 - Components of EDC’s “estimated total state taxes” components are Capital Stock, Property Tax-Local and PURTA, State Unemployment Compensation, PA State Income Tax, and Gross Receipts Tax
 - Resolution of this issue will not affect presentation of GRT by EGSs
 - Staff is reviewing statute and regulations to offer guidance to EGSs on issue of whether their state taxes (other than GRT) must be displayed
- EGSs are either not populating the state tax field or are populating it with zero; EGS prices are computed using different methods, raising questions about whether requirement is practical; no party expressed desire to require EGSs to show “estimated total state taxes”
- Staff has gathered information and is seeking guidance from Commission

31. Eligible Customer List

- PUC adopted final order on November 12, 2010, which is available at the following link:
<http://www.puc.state.pa.us/general/ConsolidatedCaseView.aspx?Docket=M-2010-2183412>
- OCA and PA Coalition Against Domestic Violence filed Petitions for Review with Commonwealth Court, which has granted stay of November 12, 2010 order
- Commission issued Secretarial Letter on February 15, 2011 clarifying effect of stay (Docket No. M-2010-2183412) and has filed an Application for Remand with Commonwealth Court
 - Court has granted remand; matter now pending before the Commission

43. Displaying Prices on PAMeterSwitch

- Sorting capability has been added for all columns

44. Net Metering Customers

- Questions have been raised by customers who have net metering arrangements with EDCs and then switched to EGSs without entering into net metering contracts with the EGSs; staff noted the need for customers to make these arrangements with EGSs before they switch
 - Staff has encouraged EDCs to educate customers at the time they sign a net metering contract and during the enrollment process (i.e. confirmation letter)
 - Staff has encouraged EGSs to also ensure that customers are aware before they switch that if they are on a net metering tariff, they will no longer receive energy credits from the EDC; it is up to EGSs if they want to offer energy credits to the customer
- EDEWG is seeking to get approval to provide information in an EDI segment on enrollment response and in historical usage transaction so that EGSs are aware that a customer is net-metered
 - Update from Brandon on EDI Change Control 85
- Discussion of any EDC plans to include this information on ECL

45. Accelerating Supplier Switching Timeframes

- Group discussed enrollment process/supplier switching timeframes
- As outlined in the attachment (revised to include points from today's discussion), the process currently takes 16-45 days
 - Includes the 10-day confirmation period required by the PUC's anti-slamming regulations
 - No mid-cycle switches are done, so that if the enrollment is not submitted at least 16 days prior to the next meter read, the switch is delayed to the next meter read 30 days later
- Staff has done outreach with EDCs and other states, including Texas and Maryland; it was suggested that Connecticut's process also be reviewed
 - Staff suggested that EGSs should be mindful of customers' meter read dates and strive to send enrollments at least 16 days prior to those dates, and communicate the timeframes for switching to customers
 - Staff also asked for feedback on reducing the 10-day confirmation period and on the possibility of mid-cycle switches
- EGSs expressed support for changes that would accelerate the switching timeframe
 - Waiting period could be eliminated, with economic penalties for slamming that would result in customers being held harmless
 - Confirmation process could be electronic
 - Smart meters should make it technically feasible to do mid-cycle switches
- EDCs expressed concerns about changes that would accelerate the switching timeframes
 - Easier to unwind slamming prior to the customer being switched
 - Billing systems are built around meter read dates and would need expensive IT changes
 - PJM settlement process may not support mid-cycle switches
- OCA agrees with looking for a cost-effective mechanism to accelerate the switching process but views the confirmation letter as a key to maintaining credibility of the process; would be open to discussing a shorter confirmation period

- Staff appreciates the input and will continue discussing the issue and gathering more information as necessary to report back to the Commissioners
- Further status report will be provided during call

46. Statewide Investigation

- PUC has launched statewide investigation to ensure properly functioning and workable competitive retail electricity market exists in the Commonwealth; Docket No. I-2011-2237952
- Information posted on website at:
http://www.puc.state.pa.us/electric/Retail_Electricity_Market.aspx
- Investigation will examine both the legislative and regulatory framework behind Pennsylvania's retail market, including an analysis of the current default service model and whether, as currently structured, that model is hindering competition
- Order entered on April 29, 2011; Comments due June 3, 2011; En Banc Hearing on June 8, 2011 at 1:00 p.m. (Requests to testify should be sent to ra-ocmo@state.pa.us by May 13, 2011)

47. Price to Compare on Bill

- Question has arisen about whether it would be appropriate (not required) for EDC to include price to compare on bill
- Discussion of any feedback on this concept, including accuracy, effect on competition and value to consumers

48. PPL Billing System Issues

- PPL is experiencing some billing system issues
 - Unmetered accounts-EGSs have been charged with energy but not recovered costs; PPL has sent lists to affected EGSs and has committed to paying EGSs
 - Finalized accounts-EGSs receiving rejections due to usage charges being received outside the bill window even when they are timely submitted; PPL cannot bill these customers and has told EGSs to send bills
 - Rejection of 867 usage transactions without notice to EGSs; PPL's system is automatically rejecting due to exceeding bill tolerances; text on customers' bills indicates that PPL did not get the charges from the EGS on time
- Status report from PPL on addressing these issues

General Matters

A. New Issues

- Any new issues or questions about issues previously discussed on CHARGE calls should be submitted to ra-ocmo@state.pa.us

B. Old Agendas/Recaps

- All agendas and recaps are posted on the OCMO page of the website along with various other documents that have been distributed or relied upon during CHARGE discussions, at the following link -
http://www.puc.state.pa.us/electric/electric_CompetitiveMarketOversight.aspx

C. CHARGE Distribution List

- To be added to the CHARGE distribution list, please send an email to ra-ocmo@state.pa.us

D. CHARGE Contact List

- Contact list is on website at the following link:
http://www.puc.state.pa.us/electric/electric_CompetitiveMarketOversight.aspx
- Please send contact information or updates to ra-ocmo@state.pa.us; purpose of this list is to enable stakeholders to contact one another directly to resolve issues and is separate from email distribution list

E. Meeting Schedule for 2011

- June 2, 2011, 9:30 a.m.
- June 23, 2011, 9:30 a.m.
- July 21, 2011, 9:30 a.m.
- August 18, 2011, 9:30 a.m.
- September 15, 2011, 9:30 a.m.
- October 20, 2011, 9:30 a.m.
- November 17, 2011, 9:30 a.m.
- December 22, 2011, 9:30 a.m.