By: Solomons, Maldonado

H.B. No. 1822

## A BILL TO BE ENTITLED

- 1 AN ACT
- 2 relating to the use of certain terms by certificated
- 3 telecommunications utilities, retail electric providers, and
- 4 electric utilities in retail bills.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 17.003(c), Utilities Code, is amended to
- 7 read as follows:
- 8 (c) The commission shall adopt and enforce rules to require
- 9 a certificated telecommunications utility, a retail electric
- 10 provider, or an electric utility to give clear, uniform, and
- 11 understandable information to customers about rates, terms,
- 12 services, customer rights, and other necessary information as
- 13 determined by the commission. The rules must include a list of
- 14 defined terms common to the telecommunications and electricity
- 15 industries and require that applicable terms be labeled uniformly
- 16 on each retail bill sent to a customer by a certificated
- 17 <u>telecommunications utility</u>, retail electric provider, or electric
- 18 utility to facilitate consumer understanding of relevant billing
- 19 <u>elements.</u>
- SECTION 2. Section 17.004(a), Utilities Code, is amended to
- 21 read as follows:
- 22 (a) All buyers of telecommunications and retail electric
- 23 services are entitled to:
- 24 (1) protection from fraudulent, unfair, misleading,

- 1 deceptive, or anticompetitive practices, including protection from
- 2 being billed for services that were not authorized or provided;
- 3 (2) choice of a telecommunications service provider, a
- 4 retail electric provider, or an electric utility, where that choice
- 5 is permitted by law, and to have that choice honored;
- 6 (3) information in English and Spanish and any other
- 7 language as the commission deems necessary concerning rates, key
- 8 terms and conditions, and the basis for any claim of environmental
- 9 benefits of certain production facilities;
- 10 (4) protection from discrimination on the basis of
- 11 race, color, sex, nationality, religion, marital status, income
- 12 level, or source of income and from unreasonable discrimination on
- 13 the basis of geographic location;
- 14 (5) impartial and prompt resolution of disputes with a
- 15 certificated telecommunications utility, a retail electric
- 16 provider, or an electric utility and disputes with a
- 17 telecommunications service provider related to unauthorized
- 18 charges and switching of service;
- 19 (6) privacy of customer consumption and credit
- 20 information;
- 21 (7) accuracy of metering and billing;
- 22 (8) bills presented in a clear, readable format and
- 23 easy-to-understand language that uses defined terms as required by
- 24 commission rules adopted under Section 17.003;
- 25 (9) information in English and Spanish and any other
- 26 language as the commission deems necessary concerning low-income
- 27 assistance programs and deferred payment plans;

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- 1 (10) all consumer protections and disclosures
- 2 established by the Fair Credit Reporting Act (15 U.S.C. Section
- 3 1681 et seq.) and the Truth in Lending Act (15 U.S.C. Section 1601
- 4 et seq.); and
- 5 (11) after retail competition begins as authorized by
- 6 the legislature, programs provided by retail electric providers
- 7 that offer eligible low-income customers energy efficiency
- 8 programs, an affordable rate package, and bill payment assistance
- 9 programs designed to reduce uncollectible accounts.
- SECTION 3. Section 17.102, Utilities Code, is amended to
- 11 read as follows:
- 12 Sec. 17.102. RULES RELATING TO CHOICE. The commission
- 13 shall adopt and enforce rules that:
- 14 (1) ensure that customers are protected from deceptive
- 15 practices employed in obtaining authorizations of service and in
- 16 the verification of change orders, including negative option
- 17 marketing, sweepstakes, and contests that cause customers to
- 18 unknowingly change their telecommunications service provider,
- 19 retail electric provider, or electric utility, where choice is
- 20 permitted by law;
- 21 (2) provide for clear, easily understandable
- 22 identification, in each bill sent to a customer, of all
- 23 telecommunications service providers, retail electric providers,
- 24 or electric utilities submitting charges on the bill;
- 25 (3) ensure that every service provider submitting
- 26 charges on the bill is clearly and easily identified on the bill
- 27 along with its services, products, and charges, using defined terms

- 1 as required by commission rules adopted under Section 17.003;
- 2 (4) provide that unauthorized changes in service be
- 3 remedied at no cost to the customer within a period established by
- 4 the commission;
- 5 (5) require refunds or credits to the customer in the
- 6 event of an unauthorized change; and
- 7 (6) provide for penalties for violations of commission
- 8 rules adopted under this section, including fines and revocation of
- 9 certificates or registrations, by this action denying the
- 10 certificated telecommunications utility, the retail electric
- 11 provider, or the electric utility the right to provide service in
- 12 this state, except that the commission may not revoke a certificate
- 13 of convenience and necessity of an electric utility except as
- 14 provided by Section 37.059 or a certificate of convenience and
- 15 necessity of a telecommunications utility except as provided by
- 16 Section 54.008.
- 17 SECTION 4. Section 17.151(a), Utilities Code, is amended to
- 18 read as follows:
- 19 (a) A service provider, retail electric provider, or
- 20 billing agent may submit charges for a new product or service to be
- 21 billed on a customer's telephone or retail electric bill on or after
- 22 the effective date of this section only if:
- 23 (1) the service provider offering the product or
- 24 service has thoroughly informed the customer of the product or
- 25 service being offered, including all associated charges, and has
- 26 explicitly informed the customer that the associated charges for
- 27 the product or service will appear on the customer's telephone or

- 1 electric bill;
- 2 (2) the customer has clearly and explicitly consented
- 3 to obtain the product or service offered and to have the associated
- 4 charges appear on the customer's telephone or electric bill and the
- 5 consent has been verified as provided by Subsection (b); [and]
- 6 (3) the service provider offering the product or
- 7 service and any billing agent for the service provider:
- 8 (A) has provided the customer with a toll-free
- 9 telephone number the customer may call and an address to which the
- 10 customer may write to resolve any billing dispute and to answer
- 11 questions; and
- 12 (B) has contracted with the billing utility to
- 13 bill for products and services on the billing utility's bill as
- 14 provided by Subsection (c); and
- 15 (4) the service provider, retail electric provider, or
- 16 billing agent uses defined terms on the bill as required by
- 17 commission rules adopted under Section 17.003.
- 18 SECTION 5. The Public Utility Commission of Texas shall
- 19 adopt rules consistent with this Act not later than December 1,
- 20 2009.
- 21 SECTION 6. This Act takes effect September 1, 2009.