## MD SB 685 Electricity and Gas - Energy Suppliers – Assisted Customers Senate Finance Committee February 25, 2020



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## What other states have found:

- Signs of targeting the poor: A higher percentage of low-income households were signed up to buy competitive supply and the rates were often higher than other non-poor shoppers.
- Higher prices diminish the value of the energy assistance paid for by other ratepayers and taxpayers.
- Returning all hardship customers to standard service offers significant cost savings benefits to the state.



## What Other States Have Done to Protect Low-Income Consumers, Ratepayers and Taxpayers

- Connecticut: Prohibits electric third-party suppliers from serving hardship customers.
- Illinois: Limits the types of competitive supply contracts to low-income customers to plans that guarantee electric and gas supply less than the amount charged by the electric and gas utility.
- New York: Prohibits energy suppliers from contracting with low-income energy assistance customers.
- Pennsylvania: Limits the type of competitive supply available to low-income energy assistance customers of PPL to plans that guarantee a 7% discount off of the price to compare.



## **SB 685**

- SB 685 ensures low-income assistance is not eroded by inflated prices.
- SB 685 protects low-income customer energy affordability and safeguards ratepayer and taxpayer low-income funds.
- NCLC supports SB 685.





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