HOUSE FILE 560 BY COMMITTEE ON COMMERCE

(SUCCESSOR TO HSB 158)

## A BILL FOR

- 1 An Act providing for the installation and operation of an
- 2 automatic metering and termination of service system by
- 3 electric utilities.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 476.20, Code 2011, is amended by adding
2 the following new subsection:

NEW SUBSECTION. 6. An electric utility may install 3 4 and operate, upon a customer's request and pursuant to an 5 appropriate tariff for any type of classification of service, 6 a prepaid metering system and equipment that is configured 7 to terminate electric service immediately and automatically 8 when the customer has incurred charges for electric service 9 equal to the customer's prepayments for such service. The 10 automatic termination of electric service once the customer's 11 prepaid limit has been reached shall be considered a voluntary 12 termination of service by the customer and shall not be 13 considered a disconnection by the utility for purposes of 14 this chapter and applicable rules adopted by the board. The 15 utility shall be required to educate a customer in advance of 16 installation concerning the use of the prepaid meter and the 17 potential for disconnection.

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## EXPLANATION

This bill permits an electric utility to install and 19 20 operate, upon a customer's request and pursuant to an 21 appropriate tariff for any type of classification of service, 22 a prepaid metering system and equipment that is configured 23 to terminate electric service immediately and automatically 24 when the customer has incurred charges for electric service 25 equal to the customer's prepayments for such service. The 26 bill provides that automatic termination of electric service 27 once the customer's prepaid limit has been reached shall be 28 considered a voluntary termination of service by the customer 29 rather than a disconnection by the utility. The bill directs a 30 utility installing a prepaid metering system and equipment to 31 educate a customer in advance of installation concerning the 32 use of the prepaid meter and the potential for disconnection.

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