#### § 3202. Definitions

For purposes of this chapter—

- (1) The term "gas consumer" means any person, State agency, or Federal agency, to which natural gas is sold other than for purposes of resale.
- (2) The term "gas utility" means any person, State agency, or Federal agency, engaged in the local distribution of natural gas, and the sale of natural gas to any ultimate consumer of natural gas.
- (3) The term "State regulated gas utility" means any gas utility with respect to which a State regulatory authority has ratemaking authority.
- (4) The term "nonregulated gas utility" means any gas utility other than a State regulated gas utility.
- (5) The term "rate" means any (A) price, rate, charge, or classification made, demanded, observed, or received with respect to sale of natural gas to a gas consumer, (B) any rule, regulation, or practice respecting any such rate, charge, or classification, and (C) any contract pertaining to the sale of natural gas to a gas consumer.
- (6) The term "ratemaking authority" means authority to fix, modify, approve, or disapprove rates.
- (7) The term "sale" when used with respect to natural gas, includes an exchange of natural gas.
- (8) The term "State regulatory authority" means any State agency which has ratemaking authority with respect to the sale of natural gas by any gas utility (other than by such State agency).
- (9) The term "integrated resource planning" means, in the case of a gas utility, planning by the use of any standard, regulation, practice, or policy to undertake a systematic comparison between demand-side management measures and the supply of gas by a gas utility to minimize life-cycle costs of adequate and reliable utility services to gas consumers. Integrated resource planning shall take into account necessary features for system operation such as diversity, reliability, dispatchability, and other factors of risk and shall treat demand and supply to gas consumers on a consistent and integrated basis.
- (10) The term "demand-side management" includes energy conservation, energy efficiency, and load management techniques.

(Pub. L. 95–617, title III, \$302, Nov. 9, 1978, 92 Stat. 3150; Pub. L. 102–486, title I, \$115(a), Oct. 24, 1992, 106 Stat. 2803.)

## AMENDMENTS

1992—Pars. (9), (10). Pub. L. 102-486 added pars. (9) and (10)

#### Additional Definitions

Except as otherwise specifically provided, the definitions in section 2602 of Title 16, Conservation, apply to this chapter.

# § 3203. Adoption of certain standards

# (a) Adoption of standards

Not later than 2 years after November 9, 1978 (or after October 24, 1992, in the case of stand-

ards under paragraphs (3),¹ and (4) of subsection (b) of this section), each State regulatory authority (with respect to each gas utility for which it has ratemaking authority) and each nonregulated gas utility shall provide public notice and conduct a hearing respecting the standards established by subsection (b) of this section, and, on the basis of such hearing, shall—

(1) adopt the standard established by subsection (b)(1) of this section, if, and to the extent, such authority or nonregulated utility determines that such adoption is appropriate and is consistent with otherwise applicable State law, and

(2) adopt the standards established by paragraphs (2),  $(3)^2$  (4), (5), and (6) of subsection (b) of this section, if, and to the extent, such authority or nonregulated utility determines that such adoption is appropriate to carry out the purposes of this chapter, is otherwise appropriate, and is consistent with otherwise applicable State law.

For purposes of any determination under paragraphs (1) and (2) and any review of such determination in any court under section 3207 of this title, the purposes of this chapter supplement State law. Nothing in this subsection prohibits any State regulatory authority or nonregulated utility from making any determination that it is not appropriate to implement any such standard, pursuant to its authority under otherwise applicable State law.

### (b) Establishment

The following Federal standards are hereby established:

# (1) Procedures for termination of natural gas service

No gas utility may terminate natural gas service to any gas consumer except pursuant to procedures described in section 3204(a) of this title.

## (2) Advertising

No gas utility may recover from any person other than the shareholders (or other owners) of such utility any direct or indirect expenditure by such utility for promotional or political advertising as defined in section 3204(b) of this title.

## (3) Integrated resource planning

Each gas utility shall employ, in order to provide adequate and reliable service to its gas customers at the lowest system cost. All plans or filings of a State regulated gas utility before a State regulatory authority to meet the requirements of this paragraph shall (A) be updated on a regular basis, (B) provide the opportunity for public participation and comment, (C) provide for methods of validating predicted performance, and (D) contain a requirement that the plan be implemented after approval of the State regulatory authority. Subsection (c) of this section shall not apply to this paragraph to the extent that it could be construed to require the State regulatory authority to extend the record of a State proceeding in submitting reports to the Federal Government.

<sup>&</sup>lt;sup>1</sup>So in original. The comma probably should not appear.

 $<sup>^2\,\</sup>mathrm{So}$  in original. A comma probably should appear.