



MARYLAND RESIDENTIAL SERVICE TERMS AND CONDITIONS

These Terms & Conditions (“T&Cs”) together with the enrollment materials are your Agreement for electric generation service with Star Energy Partners LLC (“SEP”). **PLEASE READ THESE T&Cs CAREFULLY.**

Purchase of Electric Supply Service:

SEP is certified by the Maryland Public Service Commission (“PSC”) to offer and supply electric generation services in Maryland. As a competitive supplier of retail electricity, SEP will supply the electric generation to your local Electric Distribution Utility Company (“EDC”), based on your usage. Your EDC then distributes or delivers the electricity to you. SEP sets the generation prices and charges that you pay. The PSC regulates distribution prices and services. The Federal Energy Regulatory Commission (“FERC”) regulates transmission prices and services. SEP will deliver and sell, and you will buy your Service in accordance with the EDC’s electric delivery service program during the time this Agreement is in effect. SEP complies with Maryland’s Renewable Portfolio Standard (“RPS”) applicable to all retail electricity suppliers. SEP may retire Tier 1 or Tier 2 renewable energy credits to meet its RPS obligations. The RPS for 2019 is 20.7% from Tier 1 sources, including at least 5.5% from solar energy and up to 2.5% from PSC-directed offshore wind energy, and 2.5% from Tier 2 sources. The RPS for 2020 is 28% from Tier 1 sources, including at least 6% from solar energy and up to 2.5% from PSC-directed offshore wind energy, and 2.5% from Tier 2 sources. The RPS for 2021 is 30.8% from Tier 1 sources, including at least 7.5% from solar energy and a PSC-directed amount of offshore wind energy. Alternatively, SEP may meet its RPS obligation by paying a compliance fee to the Maryland Renewable Energy Fund. The compliance fees for each kWh shortfall are: 3 cents for Tier 1 non-solar (2019 through 2023); 10 cents for Tier 1 solar (2019-2020); 8 cents for Tier 1 solar (2021); and 1.5 cents for Tier 2. SEP reserves the right to revoke its Services offer at any time prior to your acceptance of this Agreement.

Definitions:

As used in these T&Cs, the following words have the following respective meanings:

“**Agreement**” means the legal agreement for Services between you and SEP and consists of these T&Cs as well as any Enrollment Documentation. Notwithstanding any language to the contrary, these T&Cs take precedence over any conflicting language in any other Agreement.

“**Customer**” or “**you**” or “**your**” means the person subscribing to our Services and with whom we have entered into the Agreement. This includes a person we reasonably believe is acting with the authority or knowledge of the person whose name is on the account.

“**Distribution Service**” means basic service for delivering electricity over a distribution system to a customer from the transmission system.

“**Enrollment Documentation**” means the welcome letter you receive after enrollment that will include these T&Cs and any application or enrollment documents, whether in paper, electronic, internet, phone or otherwise provided to Customer in order to commence Services, unless this Agreement is for a Renewal Plan.

“**Fees**” means the Subscription and taxes, fees, assessments, government charges and charges levied by your EDU for distribution and other services and taxes, fees and charges levied by us or any other entity authorized to levy taxes, fees or charges for or related to the Services. This may include, but shall not be limited to, EDU taxes, gross receipts taxes, and sales or use taxes imposed on SEP and/or you by federal, state, and/or local authorities that we pass through to you.

“**Kilowatt-hour**” or “**kWh**” means the basic unit of electric energy for which most customers are charged in cents per kWh. A kWh is the equivalent of using ten 100-watt light bulbs for one hour.

“**Parties**” means SEP and you.

“**Rate**” means the fixed amount per kWh charged to you for supply charges for the Term of this Agreement. The Rate will not change throughout the Term. The Rate does not include delivery service charges, applicable taxes, other Utility charges associated with providing your electricity service or the Subscription; therefore, the Rate is not the total monthly amount for electric service.

“**RPS**” means Renewable Portfolio Standard, which is a state mandated requirement to increase the production of energy from renewable energy sources, such as geothermal, wind, biomass, and solar.

“**RTO**” means the Regional Transmission Organization.

“**Service**” or “**Services**” means any electric generation service or product that SEP provides to you, including, if applicable, its purchase of RECs.

“**Subscription**” means the \$15 per month charge you pay for service with SEP.

“**Supplier**” or “**we**” or “**us**” or “**our**” means SEP.

“**Transmission Charge**” means the charge for moving high voltage electricity from a generation facility to the distribution lines of EDU.

Right of Rescission – If your enrollment was the result of a door-to-door solicitation, you have a right to rescind your enrollment within three (3) business days by contacting SEP at 1-855-427-7827.

TERMS AND CONDITIONS OF SERVICE

1. **Eligibility.** Residential customer accounts are eligible for this offer, except for the following: (1) any residential customer accounts participating in energy assistance or low-income rate programs that will pay a higher rate or that will be otherwise negatively affected under this Agreement; (2) any residential customer of an electric cooperative or municipally owned utility; or (3) any net metered residential customers. SEP reserves the right to refuse enrollment to any Customer with an outstanding balance.

2. **Rate.** You agree to pay SEP the Rate, as specified in your Contract Summary or your renewal notice (the “Rate”) for combined Transmission Charges, generation, RPSs, and generation related charges (“Retail Electric Service”). Your Rate will not change during the Term of this Agreement. In addition to the Rate, you will pay the Subscription, a \$15 per month charge, which allows us to purchase 100% national wind renewable energy credits based on your individualized usage.

The Service you buy from SEP will be included in your EDC’s monthly bill. The EDC will read your meter and bill for electricity and distribution services, as well as various other charges. In addition to the charges described herein, if any RTO or similar entity, EDC, governmental entity or agency, North American Electric Reliability Corporation or other industry reliability organization, or court requires a change to the terms of the Agreement, or imposes upon SEP a new or additional charge or requirement, or a change in the method or procedure for determining charges or requirements, relating to your Retail Electric Service under this Agreement (any of the foregoing, a “Pass-Through Event”), which are not otherwise reimbursed to SEP, Customer agrees that SEP may pass through any additional cost of such Pass-Through Event, which may be variable, to Customer. Changes may include, without limitation, transmission or capacity requirements, new or modified charges or shopping credits, and other changes to retail electric customer access programs. If due to a change in market conditions and SEP wishes to lower the price per kilowatt hour charged to Customer under an existing contract, we may do so without consent, provided there are no other changes to the T&Cs.

3. **Term.** This Agreement will become effective upon expiration of your current Agreement. This Agreement is for a term of [TERM] (the “Term”). Your new Rate will commence with the first meter read either after expiration of your current Term or after the acceptance of the enrollment request by SEP (at its discretion and consistent with the terms of this Agreement, specifically Paragraph 9 below), and the processing of the enrollment by your EDU (and subject to any applicable rescission period). Your Retail Electric Service will continue until the meter read date of the final month of the Term, unless renewed in accordance with Paragraph 4 hereof.

4. **Renewal Notice and Notification of Changes.** When the Term of this Agreement is approaching expiration, we will send you advance written notice at least 45 days before the expiration date via email or U.S. mail. The notice will explain that you will automatically be renewed under the same or different terms and conditions. If you instead choose to cancel this Agreement you understand that you are responsible for arranging for your Retail Electric Generation Service either by selecting a new supplier or returning to the EDC’s standard offer service. Each new renewal period after the Term will be deemed a “Renewal Plan”.

5. **Cancellation/Termination.** You may terminate this Agreement, without penalty, for any reason at any time, by providing written notice to SEP via email or U.S. mail, or by contacting us at 1-855-427-7827.

SEP may also terminate this Agreement for any reason upon 30 days prior written notice via email or U.S. mail, without penalty to you or SEP. Upon any termination of the Agreement, unless you have selected another competitive supplier, you will return to receiving standard service offered from your EDC, in which case you may not be served under the same rates, terms, and conditions that apply to other EDC customers. You will also remain responsible for any unpaid balance as of the termination date. The delivery of electricity to you cannot be terminated or interrupted by the EDC as a result of any dispute between SEP and you but may be terminated by the EDC for nonpayment of EDC charges in accordance with applicable law. If the EDC purchases the receivables of SEP attributable to the Services provided to you hereunder, such receivables become EDC charges for the purpose of termination of Service.

6. **Billing and Payment.** You will receive a single bill for the Service supplied by SEP and the electricity delivery from the EDC at the monthly interval determined by the EDC. While SEP does not offer budget billing, if you have chosen budget billing and are receiving a single bill for both Service and the delivery of such Service from EDC, EDC will continue to manage your budget billing and determine your monthly payment for Service. Please contact the EDC with any questions regarding budget billing. You will be billed additional charges by the EDC, including taxes and charges to transmit and distribute the electricity to your home from the EDC, consistent with its filed tariffs. You are responsible for paying any new or increased taxes imposed on us or you regarding transmission or distribution of the electricity during the term of this Agreement. Bills not paid in full by the due date will incur a late payment fee on unpaid balances in accordance with the EDC’s billing and late payment policies and

procedures. In addition, you agree to pay us our costs incurred in collecting amounts owed us, including reasonable attorney fees and returned check charges. SEP reserves the right to change billing methods. SEP reserves the right to cancel this Agreement after giving you a minimum of 30 days advance written notice should you fail to pay your bill by the due date.

7. Service Outage or Emergency. FOR SERVICE PROBLEMS OR IN THE EVENT OF AN EMERGENCY, YOU SHOULD IMMEDIATELY CALL YOUR LOCAL EDC:

Baltimore Gas & Electric	(800) 685-0123;
Potomac Edison	(800) 686-0011;
Pepco Maryland	(202) 833-7500;
Delmarva Power	(800) 375-7117.

8. Customer Consent and Information Release Authorization. All authorizations provided herein will remain in effect for the Term and, if applicable, the Renewal Plan of this Agreement; however, authorization may be rescinded by you any time by contacting SEP. By choosing to accept this offer from SEP, you understand and agree to these T&Cs and the Agreement with SEP. You acknowledge and authorize SEP to obtain your information from your EDC that includes, but is not limited to billing history, payment history, historical and future electricity usage, meter readings, and characteristics of electricity service. You acknowledge that billing and payment information may be shared with SEP by the EDC. SEP reserves the sole right to determine if your credit standing is satisfactory before accepting your enrollment request. This Agreement shall be considered fully executed by SEP only after each of the following: acceptance of your enrollment request by SEP, the end of any applicable rescission period, and subsequent acceptance of the enrollment by your EDC.

9. Dispute Procedures. Contact SEP with any questions concerning the terms of service by calling 1-855-427-7827 (toll-free), Monday - Friday 8AM – 6PM EST (note these hours may change); by sending a letter to SEP, 3340 West Market Street, Akron, OH 44333; or by sending an email to: feedback@starenergypartners.com. SEP will refer all complaints and inquiries to a representative who will attempt to reach a mutually satisfactory resolution. If your complaint or inquiry is not resolved after you have called SEP and/or the EDC, or for general utility information, you may contact the Maryland Public Service Commission for assistance toll-free at (800) 492-0474 from 8AM – 5PM weekdays, TT/Voice Service: (800) 735-2258, or at <http://www.psc.state.md.us/>, or by sending a letter to the PSC at: 6 St. Paul St., 16th Floor, Baltimore, MD 21202. Residential customers may also contact the Maryland Office of People’s Counsel for assistance with complaints and utility issues toll-free at (800) 207-4055 from 9AM – 5PM weekdays or at <http://www.opc.state.md.us/>.

10. Limitation of Liability. FOR ALL CLAIMS BY CUSTOMER AGAINST SEP, CUSTOMER’S SOLE REMEDY IS FOR THE DIFFERENCE BETWEEN THE COST OF REPLACEMENT POWER, INCLUDING ANY APPLICABLE RECS, IN EXCESS OF THE COST OF POWER SUPPLIED BY SEP UNDER THIS AGREEMENT.

11. Warranties. SEP WARRANTS TITLE AND THE RIGHT TO ALL ELECTRICITY SOLD HEREUNDER. THE WARRANTIES SET FORTH IN THIS PARAGRAPH ARE EXCLUSIVE AND ARE IN LIEU OF ALL OTHER WARRANTIES, WHETHER STATUTORY, EXPRESS OR IMPLIED, INCLUDING BUT NOT LIMITED TO ANY WARRANTIES OF MERCHANTABILITY, FITNESS FOR A PARTICULAR PURPOSE OR ARISING OUT OF ANY COURSE OF DEALING OR USAGE OF TRADE. THIS PARAGRAPH WILL SURVIVE TERMINATION OR EXPIRATION OF THE AGREEMENT.

12. Force Majeure. SEP will not be responsible for supplying Service in the event of circumstances beyond its control such as events of Force Majeure, including but not limited to acts of terrorism, strikes, sabotage, acts of God, acts of governmental authority, and events of Force Majeure occurring with respect to the EDC, PJM Interconnection LLC, or other third party systems or assets. Customer and SEP both agree that the following will constitute force majeure events under this Agreement and that SEP shall have the right to terminate or modify the Agreement without liability if: (1) the Electric Security Plan (ESP), Market Rate Offer (MRO) and/or Competitive Bid Process (CBP), or other generation procurement process results in a standard offer service price that is equal to or less than the comparable annualized generation and transmission rates and riders in effect as of the effective date of this Agreement or (2) the PSC approves or implements a phase-in credit for generation and/or transmission charges of the EDC or takes any other action which affects the standard offer price or otherwise does not allow the EDC to reflect the full cost to procure generation and transmission. In the event that the Choice program is terminated, you will be returned to your EDC’s standard service offer.

13. Miscellaneous. This Agreement is subject to any future legislation, orders, rules, regulations, or EDC tariff or policy changes. You may not assign your interests and obligations under this Agreement without the express written consent of SEP.

SEP may sell, transfer, pledge, or assign the accounts, revenues, or proceeds hereof in connection with any financial agreement and may assign this Agreement to another energy supplier or other entity as authorized by the PSC. Any required notice will be considered to have been made if mailed to you at the address in SEP's records for your account. Section headings are for descriptive purposes only and are not intended to be used to interpret the Agreement. Any reference to days or periods shall mean calendar days. SEP assumes no responsibility or liability for the following items that are the responsibility of the EDC: operation and maintenance of the EDC's electrical system, any interruption of service, termination of service, or deterioration of the EDC's service. In the event of a power outage, you should contact your EDC. Customer is responsible for providing SEP with accurate account information. If said information is incorrect, SEP reserves the right to reprice the applicable account(s) or terminate the Agreement. SEP reserves the right to return Customer to the EDC if Customer's rate code is changed and the account is no longer eligible for this program. Customer authorizes, but does not obligate, SEP to exercise Customer's governmental aggregation opt-out rights. If we do not enforce a claim or right, this does not amount to a waiver of our right to enforce such a claim or right. The provisions of the Agreement that are contemplated to be enforceable after the termination of the Agreement survive termination of the Agreement.