



Agenda Date: 9/23/20
Agenda Item: 1B

STATE OF NEW JERSEY
Board of Public Utilities
44 South Clinton Avenue, 9th Floor
Post Office Box 350
Trenton, New Jersey 08625-0350
www.nj.gov/bpu/

AUDITS

IN THE MATTER OF THE ALLEGED FAILURE OF)	ORDER ACCEPTING
INERTIA ENERGY ADVISORS, LLC TO COMPLY)	OFFER OF SETTLEMENT
WITH) CERTAIN PROVISIONS OF N.J.S.A. 48:3-78)	
<u>ET SEQ.</u> , AND THE NEW JERSEY)	
ADMINISTRATIVE CODE, N.J.A.C. 14:4-1.1 <u>ET</u>)	
<u>SEQ.</u>)	DOCKET NO. EO20090566

Party of Record:

Eric Hutchins, President, Inertia Energy Advisors, LLC

BY THE BOARD:

By this Decision and Order the New Jersey Board of Public Utilities (“Board”) considers an Offer of Settlement of any and all potential violations under the Electric Discount and Energy Competition Act (“EDECA”, or “Act”), N.J.S.A. 48:3-49 et seq. and more specifically, N.J.S.A. 48:3-78 and N.J.A.C. 14:4-1.1 et seq. (the “Regulations”) by Inertia Energy Advisors, LLC (“IEA” or “the company”) who has been operating as an energy agent (“EA”) and energy consultant (“A”) in New Jersey.

BACKGROUND

Pursuant to EDECA, the Board has authority and jurisdiction over all EAs in New Jersey. EDECA defines an EA as “a person that is duly registered pursuant to the provisions of [EDECA], that arranges the sale of retail electricity or electric related services, or retail gas supply or gas related services, between government aggregators or private aggregators and electric power suppliers or gas suppliers, but does not take title to the electric or gas sold.” N.J.S.A. 48:3-51 (definition of “energy agent”). See also, N.J.A.C. 14:4-1.2.

The Board’s implementing rules are found at N.J.A.C. 14:4-1.1 et seq. (the “Regulations”). Pursuant to N.J.A.C. 14:4-5.1(f), “[a] person shall not arrange the retail sale of electricity, electric-related services, gas supply or gas-related services between an energy aggregator and a TPS without first registering as an energy agent.” N.J.S.A. 48:3-78(i) specifies that “any person acting as an energy agent shall be required to register with the board. This registration shall be updated annually.” See also, N.J.A.C. 14:4-5.8(g).

Pursuant to N.J.A.C. 14:4-5.8(g) and N.J.A.C. 14:4-5.11(e), the term of an EA, registration is valid for one year from the date of issuance unless timely renewals are filed. See also, N.J.A.C. 14:4-5.9. N.J.A.C. 14:4-5.9(a) and N.J.A.C. 14:4-5.11(a) set forth the obligation of the EA to timely file a renewal application. Specifically, the EA must file a complete renewal application at least thirty (30) days before the expiration date of the existing registration. If a timely renewal application is not submitted, the initial registration expires at the end of its term. In the event an EA does not submit a renewal application within thirty (30) days before the end of the registration term, the Registrant must submit a new registration application.

Pursuant to EDECA, the Board, among other things, is vested with investigative powers, disciplinary powers, alternative disciplinary powers, and with the authority to assess civil penalties. See N.J.S.A. 48:3-80 et seq. Pursuant to N.J.A.C. 14:4-5.1(f) and -5.9(b)(3), a person without a valid EA registration, cannot “act as, or represent themselves to others as, an energy agent . . .” In addition, the Board can deny, suspend, or revoke a registration; impose financial penalties; and prohibit acceptance of new customers. N.J.A.C. 14:4-5.13. In determining the amount of the fines, the Board may consider each day of each violation against each customer as a separate offense. N.J.A.C. 14:4-5.13(c). The Board may also consider any good faith efforts made by the company; the gravity of the violation; the number of past violations; and the appropriateness of the sanction or fine. N.J.A.C. 14:4-5.13(b).

As an EA, IEA is subject to the jurisdiction of the Board and must comply with EDECA and the Regulations.

DISCUSSION AND FINDINGS

IEA’s initial registration, Registrations No. EA-0335 and EC-0112, was effective for a renewed term of June 17, 2015 through June 16, 2016. IEA did not renew this registration with the Board before it expired on June 16, 2016. The company continued to arrange energy procurement to customers in New Jersey after expiration. On September 19, 2019, a renewal application from IEA was received by the Board. On October 11, 2019, Staff advised IEA to cease all operations in New Jersey due to untimely renewal and to submit an initial application to the Board. On October 18, 2019, an initial application from IEA was received by the Board.

Staff has conducted an investigation regarding IEA’s compliance with the Act and the Regulations. Staff has alleged that IEA failed to comply with the registration and renewal requirements under the Act and the Regulations, including N.J.S.A. 48:3-78, N.J.A.C. 14:4-5.1(a)(3), N.J.A.C. 14:4-5.9, and N.J.A.C. 14:4-5.11.

IEA has responded promptly and effectively to all Staff requests during the investigation. The company serves commercial and industrial customers in New Jersey. Staff has determined that no complaints have been filed with the Board or the Division of Consumer Affairs against IEA by any of its New Jersey customers in the past 12 months.

As a result of correspondence and telephone conversations, IEA has submitted an Offer of Settlement (“Offer”), which is attached hereto, regarding its alleged violations. In the Offer, IEA made a monetary offer in the amount of One Thousand Seven Hundred and Fifty Dollars (\$1,750.00) to resolve all issues concerning the violations alleged by Staff.

The Board has reviewed the matter and **HEREBY FINDS** that the Offer represents a reasonable settlement of the alleged violations. Therefore, the Board **HEREBY ACCEPTS** the Offer of Settlement proffered by IEA.

The Board will **CONSIDER** under a separate docket number the initial application filed by IEA on October 18, 2019. The Offer of Settlement is accepted subject to the following conditions:

1. IEA will pay to the State of New Jersey the sum of One Thousand Seven Hundred and Fifty Dollars (\$1,750.00) in full and final settlement of any and all potential violations under the Act and/or the Regulations, which have been or could have been alleged by the Board or the Staff against IEA, up to and including August 3, 2020.
2. This Offer of Settlement shall not relieve IEA or its parents, affiliates, subsidiaries or successors, from any liability for violations, if any, of the Act, the Regulations, or Board Orders that may occur after August 3, 2020.
3. Any future repeated violation(s) of the Act, the Regulations, or Board Orders by IEA or its parents, affiliates, subsidiaries, or successors that may now or in the future arranges energy services that is the subject of this Offer of Settlement, shall be deemed to be a second, third, or subsequent violation, as appropriate, pursuant to provisions of N.J.S.A. 48:3-83.
4. IEA will comply with all provisions of the Act and Regulations regarding registration renewal requirements as set forth at N.J.S.A. 48:3-78, N.J.A.C. 14:4-5.8 and N.J.A.C. 14:4-5.9.
5. The execution of this Offer of Settlement shall not be relied upon by IEA or its affiliates, subsidiaries or successors in an attempt to mitigate any future claim that any such entity has violated the terms and conditions of the Act, the Regulations, or any Board Order.

The Board **FURTHER ORDERS** that no later than ten (10) days from the Effective Date of this Order, IEA shall pay the Settlement Payment of One Thousand Seven Hundred and Fifty Dollars (\$1,750.00). Payment must be made out to the **TREASURER, STATE OF NEW JERSEY** and

Sent to: Jonathan Wallace, Interim Chief Fiscal Officer
Board of Public Utilities
44 South Clinton Avenue, 9th Floor
Post Office Box 350
Trenton, New Jersey 08625-0350
Attn: Audits

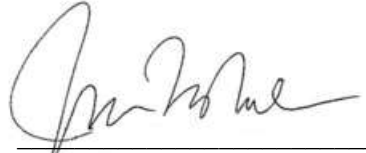
A copy of this Order must be included with the settlement check.

The Board's acceptance of the Offer of Settlement is for purposes of this proceeding only, addresses any and all allegations or potential allegations in the Offer of Settlement, and shall not be construed as limiting the Board's authority in any other matter affecting Inertia Energy Advisors, LLC or a successor company.


This Order shall be effective on October 3, 2020.

DATED: September 23, 2020


BOARD OF PUBLIC UTILITIES
BY:




JOSEPH L. FIORDALISO
PRESIDENT



MARY-ANNA HOLDEN
COMMISSIONER




DIANNE SOLOMON
COMMISSIONER



UPENDRA J. CHIVUKULA
COMMISSIONER



ROBERT M. GORDON
COMMISSIONER

ATTEST: 

AIDA CAMACHO-WELCH
SECRETARY

IN THE MATTER OF THE ALLEGED FAILURE OF INERTIA ENERGY ADVISORS, LLC TO
COMPLY WITH CERTAIN PROVISIONS OF N.J.S.A. 48:3-78 ET SEQ., AND THE NEW
JERSEY ADMINISTRATIVE CODE, N.J.A.C. 14:4-1.1 ET SEQ.

OFFER OF SETTLEMENT DOCKET NO. EO20090566

SERVICE LIST

<p>Eric Hutchins President Inertia Energy Advisors 4700 Gilbert, Suite 47 Western Springs, IL 60558 Eric@inertiaenergyadvisors.net</p> <p>Pamela Owen, Esq. Assistant Section Chief Department of Law and Public Safety Richard J. Hughes Justice Complex Public Utilities Section 25 Market Street, P.O. Box 112 Trenton, NJ 08625 Pamela.Owen@law.njoag.gov</p> <p>Paul Youchak, Esq. Deputy Attorney General Department of Law and Public Safety Richard J. Hughes Justice Complex Public Utilities Section 25 Market Street, P.O. Box 112 Trenton, NJ 08625 Paul.Youchak@law.njoag.gov</p>	<p>Board of Public Utilities 44 South Clinton Avenue Post Office Box 350 Trenton, NJ 08625-0350</p> <p>Paul Flanagan, Esq. Executive Director Paul.Flanagan@bpu.nj.gov</p> <p>Division of Audits</p> <p>Alice Bator, Director Alice.bator@bpu.nj.gov</p> <p>William Foley, Chief William.Foley@bpu.nj.gov</p> <p>Dante Cusi, Auditor 3 Dante.Cusi@bpu.nj.gov</p> <p>Darren Erbe, Auditor 1 Darren.Erbe@bpu.nj.gov</p> <p>Valencia Hunt, Auditor 2 Valencia.Hunt@bpu.nj.gov</p> <p>Jehvson Espiritu, Auditor 1 Jehvson.Espiritu@bpu.nj.gov</p> <p>Lanhi Saldana, Esq. Office of the Chief Counsel Lanhi.Saldana@bpu.nj.gov</p>
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Philip D. Murphy
Governor

Sheila Y. Oliver
Lt. Governor

STATE OF NEW JERSEY
Board of Public Utilities
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*Revised

Joseph L. Fiordaliso
President

Mary-Anna Holden
Commissioner

Dianne Solomon
Commissioner

Bob Gordon
Commissioner

Dr. Zenon Christodoulou
Commissioner

February 13, 2023

Eric Hutchins
President
Inertia Energy Advisors, LLC
4700 Gilbert, Suite 47
Western Springs, IL 60558

Re: **Energy Agent Initial Registration**
Dkt. Nos. EE19101402L

Dear Mr. Hutchins:

In accordance with the Electric Discount and Energy Competition Act of 1999, N.J.S.A. 48:3-49 et seq., at its September 23, 2020 Agenda meeting, the New Jersey Board of Public Utilities voted to issue **REGISTRATION** as an Energy Agent to Inertia Energy Advisors, LLC. Unfortunately, due to software updates, our database generated a soft error when issuing your registration number. The company's new Energy Agent registration number is **EA-0665**.

This registration is effective September 23, 2020. This registration and the rights thereunder are **Non-Transferable**.

This letter is not an endorsement of, nor is it intended for use in, the marketing promotions of the registrant. Registrants shall comply with all applicable law, including the Electric Discount and Energy Competition Act, which prohibits the unauthorized change of a customer's energy provider and other fraudulent and illegal marketing activities.

If you have any questions, please contact Darren Erbe at (609) 913-6260.

Sincerely,

A handwritten signature in cursive script that reads "Carmen D. Diaz".

Carmen D. Diaz
Acting Board Secretary