Session of 2023

SENATE BILL No. 278

By Committee on Federal and State Affairs

2-22

AN ACT concerning public utilities; relating to the state corporation 1 2 commission; requiring public utilities to report information regarding 3 customer assistance programs, account delinquencies and 4 disconnections; requiring monthly, annual and historical reporting of 5 such information 6 7 Be it enacted by the Legislature of the State of Kansas: 8 Section 1. (a) As used in this section: 9 (1) "Customer assistance program" means any program intended to 10 assist customers to afford to pay periodic utility service charges or manage 11 their outstanding arrearages, including, but not limited to, federal, state, 12 municipal or ratepayer-funded bill assistance programs, percentage-of-13 income payment plans, discounted rate programs, arrearage management 14 or debt forgiveness programs and conservation or efficiency assistance 15 programs. 16 "Extreme weather protection program" means any program, rule (2)or statute that limits or prohibits service disconnections based on high or 17 18 low temperatures or other extreme weather. (3) "Medical protection program" means any program, rule or statute 19 20 that limits or prohibits service disconnections based on the medical 21 condition or needs of the customer or a member of the customer's 22 household or such individuals' use or need for electrically powered life-23 sustaining medical equipment, including, but not limited to, ventilators, 24 defibrillators, oxygen concentrators, electric heart pumps and nebulizers. 25 (4) "Public utility" means the same as defined in K.S.A. 66-104, and 26 amendments thereto. 27 "Small public utility" means a public utility that serves fewer than (5)28 10,000 individuals in Kansas or earns less than \$250,000 in annual gross 29 revenue. (b) (1) On or before the 15th day of each month, a public utility shall 30 31 file with the state corporation commission and make publicly available the 32 following information regarding the utility, organized by the type of utility 33 service provided, customer class, income level, census tract and zip code, 34 from the preceding month: 35 The number of customers; (A) 36 the total dollar amount billed to and collected from customers; (B)

(C) the average amount billed to and collected from customers;

(D) the average utility usage per customer;

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3 (E) the number of customers receiving assistance under the utility's 4 assistance program on the last day of each month;

5 (F) the number of customers that received disconnection notices due 6 to bill nonpayment;

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(G) the number of customers disconnected due to bill nonpayment;

8 (H) the number of customers whose service was reconnected after 9 being disconnected due to bill nonpayment;

10 (I) the average time between service disconnection due to bill 11 nonpayment and service reconnection;

(J) the number of customers that became eligible for disconnection
due to bill nonpayment but were not disconnected because of a medical
protection program;

(K) the number of customers that became eligible for disconnection
due to bill nonpayment but were not disconnected because of an extreme
weather protection program;

(L) the number of customers that became eligible for disconnection
 due to bill nonpayment but were not disconnected because of any legally
 mandated or voluntary suspension of disconnections;

21 (M) the number of customers charged late fees and the total dollar 22 amount and average amount of such late fees;

(N) the number of customers charged reconnection fees and the total
 dollar amount and average amount of reconnection fees;

(O) the number of customers charged penalties other than late fees
 and reconnection fees and the total dollar amount and average amount of
 those penalties;

(P) the number of customers in arrears by 30, 60 and 90 days on the
last day of each month and the total dollar amount owed and average
amount owed by customers in arrears for each period of time;

(Q) the number of customers enrolled in deferred payment agreements on the last day of each month, the total dollar amount and average amount of arrears owed by customers subject to deferred payment agreements and the average length of the repayment term under deferred payment agreements;

(R) the number of customers that entered a new deferred payment
agreement and the number of customers that successfully completed a
deferred payment agreement;

(S) the number of customers that defaulted from a deferred paymentagreement;

41 (T) the total dollar amount of arrears and average per-customer 42 amount of arrears for customers subject to deferred payment agreements;

43 (U) the number of customers whose accounts were reported to a third

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party for the purpose of debt collection;

2 (V) the number of customers notified by the utility that the customer's 3 account debt has been reported to a third party for the purpose of debt 4 collection;

5 (W) the number of customers whose accounts were reported to a 6 credit reporting agency;

7 (X) the number of customers notified by the utility that the customer's 8 account debt has been reported to a credit reporting agency;

9 (Y) the number of liens placed, sold or enforced on real property due 10 to nonpayment of utility accounts; and

(Z) such additional information as the commission shall determine is
 prudent to accomplish the goals of this section and promote the public
 health, safety and welfare.

14 (2) The commission shall establish uniform standards for the 15 reporting of data by public utilities pursuant to this section. In establishing 16 such uniform standards, the commission shall shall verify accuracy and 17 preciseness of and compare such data provided by public utilities for 18 reporting. The commission may establish an online reporting system for 19 each public utility to report such data.

20 (3) The commission shall make each monthly report submitted by 21 each public utility pursuant to this section publicly available on the 22 commission's website in an electronic spreadsheet within 30 days after 23 receipt of such information.

(c) By September 1, 2024, and annually thereafter, each public utility
shall file with the commission a written report containing the following
information:

(1) A description of available customer assistance programs,
including terms of eligibility, the available budget for each program, any
changes to the programs during the reporting year and any planned future
changes to the programs;

(2) the public utility's benchmarks, goals or targets concerning
 customer assistance programs, if any, and the public utility's performance
 relative to such benchmarks, goals or targets during the reporting year;

(3) the public utility's policies concerning service disconnections,
including the minimum amount of arrears that must accumulate before a
customer is issued a disconnection notice, the minimum time between bill
nonpayment and issuance of a disconnection notice and the minimum time
between issuance of a disconnection notice and disconnection of service
and how, if at all, those policies differ based on a customer's assessed risk,
payment history or other factors;

41 (4) the public utility's policies concerning debt collection, including
42 the minimum amount of arrears that must accumulate before a customer's
43 account is sent to a third-party debt collector and how, if at all, such

1 policies differ based on a customer's assessed risk, payment history or 2 other factors: and

3 (5) excluding any customer-specific communications, the methods and contents of communications to customers concerning available 4 customer assistance programs, service disconnections, debt collection, 5 6 customer rights and remedies, including medical protection programs, 7 seasonal protection programs and extreme weather protection programs.

8 (d) By January 31 of each year, the commission shall prepare and 9 publish a report containing:

(1) A summary of the data reported by public utilities pursuant to 10 subsection (b)(1) for the reporting year, including any significant trends or 11 changes concerning customer assistance programs, service disconnections 12 13 and debt collection;

(2) the commission's assessment of the impact of customer assistance 14 programs, service disconnection policies and collections policies on the 15 16 affordability and accessibility of utility service, including whether certain customers are disproportionately impacted by a public utility's 17 18 disconnections and collections policies based on a customer's zip code, 19 income level or race:

20 (3) the commission's assessment of whether additional data reporting 21 would identify issues related to the affordability and accessibility of utility 22 service; and

23 (4) the commission's assessment of whether the data reported by 24 public utilities pursuant to subsection (b) identifies issues impacting the 25 public health, safety or welfare that may require further investigation by the commission or other public officials. 26

27 (e) On or before July 30, 2024, the commission shall open a 28 proceeding concerning the reporting by public utilities of historical data on 29 customer assistance programs, service disconnections and debt collection, 30 including:

31 (1) The number of customers enrolled in customer assistance 32 programs;

33 34 (2) the number of service disconnections; (3) the number of service reconnections;

35 (4) the number of customers in arrears and the total dollar amount 36 owned and average amount owed by those customers; and

37 (5) other information the commission deems appropriate to promote 38 the health, safety and welfare of the public.

39 (f) The commission shall establish requirements for the reporting of historical data by public utilities pursuant to subsection (e). The 40 commission shall compare historical data with data disclosed by public 41 42 utilities pursuant to subsection (b) and make such comparisons publicly 43 available.

1 (g) Within 30 days after the proceeding conducted pursuant to 2 subsection (e), the commission shall prepare and publish a report 3 containing:

4 (1) A summary of the data reported by public utilities pursuant to 5 subsection (e), including any significant trends or changes concerning 6 customer assistance programs, service disconnections and collections 7 during the historical reporting period;

8 (2) the commission's assessment of the impact of customer assistance 9 programs, service disconnection policies and collections policies on the 10 affordability and accessibility of utility service during the historical 11 reporting period; and

12 (3) copies of the raw data reported by public utilities pursuant to 13 subsection (d).

(h) Any information published by the commission pursuant to this
 section shall not include personally identifiable information of any
 customer.

17 (i) Notwithstanding the provisions of this section, when a small public utility submits a written statement that states full and complete 18 19 compliance with this section would result in an unjust and unreasonable rate increase, the commission may establish alternative reporting 20 21 requirements for the small public utility. The alternative reporting shall 22 require, at a minimum, the information in subsection (b)(1)(A), (E), (F), 23 (G), (H), (M) and (Q). In establishing such alternative standards, the commission shall verify accuracy and preciseness of and compare such 24 25 data disclosed by the small public utility.

26 Sec. 2. This act shall take effect and be in force from and after its 27 publication in the statute book.