SENATE BILL No. 278

By Committee on Federal and State Affairs

2-22

AN ACT concerning public utilities; relating to the state corporation commission; requiring public utilities to report information regarding customer assistance programs, account delinquencies and disconnections; requiring monthly, annual and historical reporting of such information

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Be it enacted by the Legislature of the State of Kansas:

Section 1. (a) As used in this section:

- (1) "Customer assistance program" means any program intended to assist customers to afford to pay periodic utility service charges or manage their outstanding arrearages, including, but not limited to, federal, state, municipal or ratepayer-funded bill assistance programs, percentage-of-income payment plans, discounted rate programs, arrearage management or debt forgiveness programs and conservation or efficiency assistance programs.
- (2) "Extreme weather protection program" means any program, rule or statute that limits or prohibits service disconnections based on high or low temperatures or other extreme weather.
- (3) "Medical protection program" means any program, rule or statute that limits or prohibits service disconnections based on the medical condition or needs of the customer or a member of the customer's household or such individuals' use or need for electrically powered lifesustaining medical equipment, including, but not limited to, ventilators, defibrillators, oxygen concentrators, electric heart pumps and nebulizers.
- (4) "Public utility" means the same as defined in K.S.A. 66-104, and amendments thereto.
- (5) "Small public utility" means a public utility that serves fewer than 10,000 individuals in Kansas or earns less than \$250,000 in annual gross revenue.
- (b) (1) On or before the 15th day of each month, a public utility shall file with the state corporation commission and make publicly available the following information regarding the utility, organized by the type of utility service provided, customer class, income level, census tract and zip code, from the preceding month:
- (A) The number of customers;
 - (B) the total dollar amount billed to and collected from customers:

- (C) the average amount billed to and collected from customers;
- (D) the average utility usage per customer;
- (E) the number of customers receiving assistance under the utility's assistance program on the last day of each month;
- (F) the number of customers that received disconnection notices due to bill nonpayment;
 - (G) the number of customers disconnected due to bill nonpayment;
- (H) the number of customers whose service was reconnected after being disconnected due to bill nonpayment;
- (I) the average time between service disconnection due to bill 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;
- (M) the number of customers charged late fees and the total dollar 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;
- 39 (S) the number of customers that defaulted from a deferred payment 40 agreement; 41 (T) the total dollar amount of arrears and average per-customer
 - (T) the total dollar amount of arrears and average per-customer amount of arrears for customers subject to deferred payment agreements;
 - (U) the number of customers whose accounts were reported to a third

party for the purpose of debt collection;

- (V) the number of customers notified by the utility that the customer's account debt has been reported to a third party for the purpose of debt collection:
- (W) the number of customers whose accounts were reported to a credit reporting agency;
- (X) the number of customers notified by the utility that the customer's account debt has been reported to a credit reporting agency;
- (Y) the number of liens placed, sold or enforced on real property due 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.
- (2) The commission shall establish uniform standards for the reporting of data by public utilities pursuant to this section. In establishing such uniform standards, the commission shall shall verify accuracy and preciseness of and compare such data provided by public utilities for reporting. The commission may establish an online reporting system for each public utility to report such data.
- (3) The commission shall make each monthly report submitted by each public utility pursuant to this section publicly available on the commission's website in an electronic spreadsheet within 30 days after 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;
- (4) the public utility's policies concerning debt collection, including the minimum amount of arrears that must accumulate before a customer's account is sent to a third-party debt collector and how, if at all, such

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

- (5) excluding any customer-specific communications, the methods and contents of communications to customers concerning available customer assistance programs, service disconnections, debt collection, customer rights and remedies, including medical protection programs, seasonal protection programs and extreme weather protection programs.
- (d) By January 31 of each year, the commission shall prepare and publish a report containing:
- (1) A summary of the data reported by public utilities pursuant to subsection (b)(1) for the reporting year, including any significant trends or changes concerning customer assistance programs, service disconnections and debt collection;
- (2) the commission's assessment of the impact of customer assistance programs, service disconnection policies and collections policies on the affordability and accessibility of utility service, including whether certain customers are disproportionately impacted by a public utility's disconnections and collections policies based on a customer's zip code, income level or race;
- (3) the commission's assessment of whether additional data reporting would identify issues related to the affordability and accessibility of utility service; and
- (4) the commission's assessment of whether the data reported by public utilities pursuant to subsection (b) identifies issues impacting the public health, safety or welfare that may require further investigation by the commission or other public officials.
- (e) On or before July 30, 2024, the commission shall open a proceeding concerning the reporting by public utilities of historical data on customer assistance programs, service disconnections and debt collection, including:
- (1) The number of customers enrolled in customer assistance programs;
 - (2) the number of service disconnections;
 - (3) the number of service reconnections;
- (4) the number of customers in arrears and the total dollar amount owned and average amount owed by those customers; and
- (5) other information the commission deems appropriate to promote the health, safety and welfare of the public.
- (f) The commission shall establish requirements for the reporting of historical data by public utilities pursuant to subsection (e). The commission shall compare historical data with data disclosed by public utilities pursuant to subsection (b) and make such comparisons publicly available.

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

- (1) A summary of the data reported by public utilities pursuant to subsection (e), including any significant trends or changes concerning customer assistance programs, service disconnections and collections during the historical reporting period;
- (2) the commission's assessment of the impact of customer assistance programs, service disconnection policies and collections policies on the affordability and accessibility of utility service during the historical reporting period; and
- (3) copies of the raw data reported by public utilities pursuant to subsection (d).
- (h) Any information published by the commission pursuant to this section shall not include personally identifiable information of any customer.
- (i) Notwithstanding the provisions of this section, when a small public utility submits a written statement that states full and complete compliance with this section would result in an unjust and unreasonable rate increase, the commission may establish alternative reporting requirements for the small public utility. The alternative reporting shall require, at a minimum, the information in subsection (b)(1)(A), (E), (F), (G), (H), (M) and (Q). In establishing such alternative standards, the commission shall verify accuracy and preciseness of and compare such data disclosed by the small public utility.
- Sec. 2. This act shall take effect and be in force from and after its publication in the statute book.