## SENATE BILL 5904

State of Washington 52nd Legislature 1991 Regular Session

By Senators Thorsness, Conner and Sutherland.

Read first time March 1, 1991. Referred to Committee on Energy & Utilities.

- 1 AN ACT Relating to home heating assistance for low-income persons;
- 2 and amending RCW 35.21.300, 35.21.301, 54.16.285, 54.16.286, 80.28.010,
- 3 and 80.28.011.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 35.21.300 and 1990 1st ex.s. c 1 s 1 are each amended
- 6 to read as follows:
- 7 (1) The lien for charges for service by a city waterworks, or
- 8 electric light or power plant may be enforced only by cutting off the
- 9 service until the delinquent and unpaid charges are paid, except that
- 10 until June 30,  $((\frac{1991}{)})$   $\frac{1995}{}$ , utility service for residential space
- 11 heating may be terminated between November 15 and March 15 only as
- 12 provided in subsections (2) and (3) of this section. In the event of
- 13 a disputed account and tender by the owner of the premises of the
- 14 amount he claims to be due before the service is cut off, the right to

- 1 refuse service to any premises shall not accrue until suit has been
- 2 entered by the city and judgment entered in the case.
- 3 (2) Until June 30, ((<del>1991</del>)) <u>1995</u>:
- 4 (a) Utility service for residential space heating shall not be
- 5 terminated between November 15 through March 15 if the customer:
- 6 (i) Notifies the utility of the inability to pay the bill,
- 7 including a security deposit. This notice should be provided within
- 8 five business days of receiving a payment overdue notice unless there
- 9 are extenuating circumstances. If the customer fails to notify the
- 10 utility within five business days and service is terminated, the
- 11 customer can, by paying reconnection charges, if any, and fulfilling
- 12 the requirements of this section, receive the protections of this
- 13 chapter;
- 14 (ii) Provides self-certification of household income for the prior
- 15 twelve months to a grantee of the department of community development
- 16 which administers federally funded energy assistance programs. The
- 17 grantee shall determine that the household income does not exceed the
- 18 maximum allowed for eligibility under the state's plan for low-income
- 19 energy assistance under 42 U.S.C. 8624 and shall provide a dollar
- 20 figure that is seven percent of household income. The grantee may
- 21 verify information in the self-certification;
- 22 (iii) Has applied for home heating assistance from applicable
- 23 government and private sector organizations and certifies that any
- 24 assistance received will be applied to the current bill and future
- 25 utility bills;
- 26 (iv) Has applied for low-income weatherization assistance to the
- 27 utility or other appropriate agency if such assistance is available for
- 28 the dwelling;
- 29 (v) Agrees to a payment plan and agrees to maintain the payment
- 30 plan. The plan will be designed both to pay the past due bill by the

- 1 following October 15 and to pay for continued utility service. If the
- 2 past due bill is not paid by the following October 15, the customer
- 3 shall not be eligible for protections under this chapter until the past
- 4 due bill is paid. The plan shall not require monthly payments in
- 5 excess of seven percent of the customer's monthly income plus one-
- 6 twelfth of any arrearage accrued from the date application is made and
- 7 thereafter during November 15 through March 15. A customer may agree
- 8 to pay a higher percentage during this period, but shall not be in
- 9 default unless payment during this period is less than seven percent of
- 10 monthly income plus one-twelfth of any arrearage accrued from the date
- 11 application is made and thereafter. If assistance payments are
- 12 received by the customer subsequent to implementation of the plan, the
- 13 customer shall contact the utility to reformulate the plan; and
- 14 (vi) Agrees to pay the moneys owed even if he or she moves.
- 15 (b) The utility shall:
- 16 (i) Include in any notice that an account is delinquent and that
- 17 service may be subject to termination, a description of the customer's
- 18 duties in this section;
- 19 (ii) Assist the customer in fulfilling the requirements under this
- 20 section;
- 21 (iii) Be authorized to transfer an account to a new residence when
- 22 a customer who has established a plan under this section moves from one
- 23 residence to another within the same utility service area;
- 24 (iv) Be permitted to disconnect service if the customer fails to
- 25 honor the payment program. Utilities may continue to disconnect
- 26 service for those practices authorized by law other than for nonpayment
- 27 as provided for in this section. Customers who qualify for payment
- 28 plans under this section who default on their payment plans and are
- 29 disconnected can be reconnected and maintain the protections afforded
- 30 under this chapter by paying reconnection charges, if any, and by

- 1 paying all amounts that would have been due and owing under the terms
- 2 of the applicable payment plan, absent default, on the date on which
- 3 service is reconnected; and
- 4 (v) Advise the customer in writing at the time it disconnects
- 5 service that it will restore service if the customer contacts the
- 6 utility and fulfills the other requirements of this section.
- 7 (3) All municipal utilities shall offer residential customers the
- 8 option of a budget billing or equal payment plan. The budget billing or
- 9 equal payment plan shall be offered low-income customers eligible under
- 10 the state's plan for low-income energy assistance prepared in
- 11 accordance with 42 U.S.C. 8624(C)(1) without limiting availability to
- 12 certain months of the year, without regard to the length of time the
- 13 customer has occupied the premises, and without regard to whether the
- 14 customer is the tenant or owner of the premises occupied.
- 15 (4) An agreement between the customer and the utility, whether oral
- 16 or written, shall not waive the protections afforded under this
- 17 chapter.
- 18 **Sec. 2.** RCW 35.21.301 and 1990 1st ex.s. c 1 s 2 are each amended
- 19 to read as follows:
- 20 Until ((1991)) 1995, cities and towns distributing electricity
- 21 shall report by September 30 of each year to the legislature for
- 22 utilities subject to its jurisdiction: (1) The extent to which chapter
- 23 245, Laws of 1986 benefits low income persons, and (2) the costs and
- 24 benefits to other customers.
- This section shall expire June 30,  $((\frac{1991}{1995}))$  1995.
- 26 **Sec. 3.** RCW 54.16.285 and 1990 1st ex.s. c 1 s 3 are each amended
- 27 to read as follows:

- 1 (1) A district providing utility service for residential space
- 2 heating shall not terminate such utility service between November 15
- 3 through March 15 if the customer:
- 4 (a) Notifies the utility of the inability to pay the bill,
- 5 including a security deposit. This notice should be provided within
- 6 five business days of receiving a payment overdue notice unless there
- 7 are extenuating circumstances. If the customer fails to notify the
- 8 utility within five business days and service is terminated, the
- 9 customer can, by paying reconnection charges, if any, and fulfilling
- 10 the requirements of this section, receive the protections of this
- 11 chapter;
- 12 (b) Provides self-certification of household income for the prior
- 13 twelve months to a grantee of the department of community development
- 14 which administers federally funded energy assistance programs. The
- 15 grantee shall determine that the household income does not exceed the
- 16 maximum allowed for eligibility under the state's plan for low-income
- 17 energy assistance under 42 U.S.C. 8624 and shall provide a dollar
- 18 figure that is seven percent of household income. The grantee may
- 19 verify information provided in the self-certification;
- 20 (c) Has applied for home heating assistance from applicable
- 21 government and private sector organizations and certifies that any
- 22 assistance received will be applied to the current bill and future
- 23 utility bills;
- 24 (d) Has applied for low-income weatherization assistance to the
- 25 utility or other appropriate agency if such assistance is available for
- 26 the dwelling;
- (e) Agrees to a payment plan and agrees to maintain the payment
- 28 plan. The plan will be designed both to pay the past due bill by the
- 29 following October 15 and to pay for continued utility service. If the
- 30 past due bill is not paid by the following October 15, the customer

- 1 shall not be eligible for protections under this chapter until the past
- 2 due bill is paid. The plan shall not require monthly payments in
- 3 excess of seven percent of the customer's monthly income plus one-
- 4 twelfth of any arrearage accrued from the date application is made and
- 5 thereafter during November 15 through March 15. A customer may agree
- 6 to pay a higher percentage during this period, but shall not be in
- 7 default unless payment during this period is less than seven percent of
- 8 monthly income plus one-twelfth of any arrearage accrued from the date
- 9 application is made and thereafter. If assistance payments are
- 10 received by the customer subsequent to implementation of the plan, the
- 11 customer shall contact the utility to reformulate the plan; and
- 12 (f) Agrees to pay the moneys owed even if he or she moves.
- 13 (2) The utility shall:
- 14 (a) Include in any notice that an account is delinquent and that
- 15 service may be subject to termination, a description of the customer's
- 16 duties in this section;
- 17 (b) Assist the customer in fulfilling the requirements under this
- 18 section;
- 19 (c) Be authorized to transfer an account to a new residence when a
- 20 customer who has established a plan under this section moves from one
- 21 residence to another within the same utility service area;
- 22 (d) Be permitted to disconnect service if the customer fails to
- 23 honor the payment program. Utilities may continue to disconnect
- 24 service for those practices authorized by law other than for nonpayment
- 25 as provided for in this section. Customers who qualify for payment
- 26 plans under this section who default on their payment plans and are
- 27 disconnected can be reconnected and maintain the protections afforded
- 28 under this chapter by paying reconnection charges, if any, and by
- 29 paying all amounts that would have been due and owing under the terms

- 1 of the applicable payment plan, absent default, on the date on which
- 2 service is reconnected; and
- 3 (e) Advise the customer in writing at the time it disconnects
- 4 service that it will restore service if the customer contacts the
- 5 utility and fulfills the other requirements of this section.
- 6 (3) All districts providing utility service for residential space
- 7 heating shall offer residential customers the option of a budget
- 8 billing or equal payment plan. The budget billing or equal payment
- 9 plan shall be offered low-income customers eligible under the state's
- 10 plan for low-income energy assistance prepared in accordance with 42
- 11 U.S.C. 8624(C)(1) without limiting availability to certain months of
- 12 the year, without regard to the length of time the customer has
- 13 occupied the premises, and without regard to whether the customer is
- 14 the tenant or owner of the premises occupied.
- 15 (4) An agreement between the customer and the utility, whether oral
- 16 or written, shall not waive the protections afforded under this
- 17 chapter.
- 18 (5) This section shall expire June 30, ((1991)) 1995.
- 19 Sec. 4. RCW 54.16.286 and 1990 1st ex.s. c 1 s 4 are each amended
- 20 to read as follows:
- 21 Until ((<del>1991</del>)) <u>1995</u>, districts distributing electricity shall
- 22 report by September 30 of each year to the legislature: (1) The extent
- 23 to which chapter 245, Laws of 1986 benefits low income persons, and (2)
- 24 the costs and benefits to other customers.
- This section shall expire June 30,  $((\frac{1991}{1995}))$  1995.
- 26 Sec. 5. RCW 80.28.010 and 1990 1st ex.s. c 1 s 5 are each amended
- 27 to read as follows:

- 1 (1) All charges made, demanded or received by any gas company,
- 2 electrical company or water company for gas, electricity or water, or
- 3 for any service rendered or to be rendered in connection therewith,
- 4 shall be just, fair, reasonable and sufficient.
- 5 (2) Every gas company, electrical company and water company shall
- 6 furnish and supply such service, instrumentalities and facilities as
- 7 shall be safe, adequate and efficient, and in all respects just and
- 8 reasonable.
- 9 (3) All rules and regulations issued by any gas company, electrical
- 10 company or water company, affecting or pertaining to the sale or
- 11 distribution of its product, shall be just and reasonable.
- 12 (4) Until June 30, ((<del>1991</del>)) <u>1995</u>:
- 13 (a) Utility service for residential space heating shall not be
- 14 terminated between November 15 through March 15 if the customer:
- 15 (i) Notifies the utility of the inability to pay the bill,
- 16 including a security deposit. This notice should be provided within
- 17 five business days of receiving a payment overdue notice unless there
- 18 are extenuating circumstances. If the customer fails to notify the
- 19 utility within five business days and service is terminated, the
- 20 customer can, by paying reconnection charges, if any, and fulfilling
- 21 the requirements of this section, receive the protections of this
- 22 chapter;
- 23 (ii) Provides self-certification of household income for the prior
- 24 twelve months to a grantee of the department of community development
- 25 which administers federally funded energy assistance programs. The
- 26 grantee shall determine that the household income does not exceed the
- 27 maximum allowed for eligibility under the state's plan for low-income
- 28 energy assistance under 42 U.S.C. 8624 and shall provide a dollar
- 29 figure that is seven percent of household income. The grantee may
- 30 verify information provided in the self-certification;

- 1 (iii) Has applied for home heating assistance from applicable
- 2 government and private sector organizations and certifies that any
- 3 assistance received will be applied to the current bill and future
- 4 utility bills;
- 5 (iv) Has applied for low-income weatherization assistance to the
- 6 utility or other appropriate agency if such assistance is available for
- 7 the dwelling;
- 8 (v) Agrees to a payment plan and agrees to maintain the payment
- 9 plan. The plan will be designed both to pay the past due bill by the
- 10 following October 15 and to pay for continued utility service. If the
- 11 past due bill is not paid by the following October 15, the customer
- 12 shall not be eligible for protections under this chapter until the past
- 13 due bill is paid. The plan shall not require monthly payments in
- 14 excess of seven percent of the customer's monthly income plus one-
- 15 twelfth of any arrearage accrued from the date application is made and
- 16 thereafter during November 15 through March 15. A customer may agree
- 17 to pay a higher percentage during this period, but shall not be in
- 18 default unless payment during this period is less than seven percent of
- 19 monthly income plus one-twelfth of any arrearage accrued from the date
- 20 application is made and thereafter. If assistance payments are
- 21 received by the customer subsequent to implementation of the plan, the
- 22 customer shall contact the utility to reformulate the plan; and
- (vi) Agrees to pay the moneys owed even if he or she moves.
- 24 (b) The utility shall:
- 25 (i) Include in any notice that an account is delinquent and that
- 26 service may be subject to termination, a description of the customer's
- 27 duties in this section;
- 28 (ii) Assist the customer in fulfilling the requirements under this
- 29 section;

- 1 (iii) Be authorized to transfer an account to a new residence when
- 2 a customer who has established a plan under this section moves from one
- 3 residence to another within the same utility service area;
- 4 (iv) Be permitted to disconnect service if the customer fails to
- 5 honor the payment program. Utilities may continue to disconnect
- 6 service for those practices authorized by law other than for nonpayment
- 7 as provided for in this subsection. Customers who qualify for payment
- 8 plans under this section who default on their payment plans and are
- 9 disconnected can be reconnected and maintain the protections afforded
- 10 under this chapter by paying reconnection charges, if any, and by
- 11 paying all amounts that would have been due and owing under the terms
- 12 of the applicable payment plan, absent default, on the date on which
- 13 service is reconnected; and
- 14 (v) Advise the customer in writing at the time it disconnects
- 15 service that it will restore service if the customer contacts the
- 16 utility and fulfills the other requirements of this section.
- 17 (c) A payment plan implemented under this section is consistent
- 18 with RCW 80.28.080.
- 19 (5) Every gas company and electrical company shall offer
- 20 residential customers the option of a budget billing or equal payment
- 21 plan. The budget billing or equal payment plan shall be offered low-
- 22 income customers eligible under the state's plan for low-income energy
- 23 assistance prepared in accordance with 42 U.S.C. 8624(C)(1) without
- 24 limiting availability to certain months of the year, without regard to
- 25 the length of time the customer has occupied the premises, and without
- 26 regard to whether the customer is the tenant or owner of the premises
- 27 occupied.
- 28 (6) Every gas company, electrical company and water company shall
- 29 construct and maintain such facilities in connection with the

- 1 manufacture and distribution of its product as will be efficient and
- 2 safe to its employees and the public.
- 3 (7) An agreement between the customer and the utility, whether oral
- 4 or written, shall not waive the protections afforded under this
- 5 chapter.
- 6 Sec. 6. RCW 80.28.011 and 1990 1st ex.s. c 1 s 6 are each amended
- 7 to read as follows:
- 8 Until  $((\frac{1991}{}))$   $\underline{1995}$ , the Washington utilities and transportation
- 9 commission shall report by September 30 of each year to the legislature
- 10 for utilities subject to its jurisdiction: (1) The extent to which
- 11 chapter 245, Laws of 1986 benefits low income persons, and (2) the
- 12 costs and benefits to other customers.
- This section shall expire June 30,  $((\frac{1991}{995}))$  1995.