The House Committee on Energy, Utilities and Telecommunications offers the following substitute to HB 465:

## A BILL TO BE ENTITLED AN ACT

1 To amend Title 46 of the Official Code of Georgia Annotated, relating to public utilities and

- 2 public transportation, so as to enact the "Georgia Water Customer Bill of Rights Act"; to
- 3 provide for legislative intent; to provide for definitions; to provide for customer service
- 4 standards and disclosures; to provide for requirements regarding billing and other mistakes
- 5 and errors; to provide for refunds and credits; to provide for administrative and civil
- 6 remedies; to provide for related matters; to provide for an effective date; to repeal conflicting
- 7 laws; and for other purposes.

## 8 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

9 **SECTION 1.** 

- 10 Title 46 of the Official Code of Georgia Annotated, relating to public utilities and public
- 11 transportation, is amended by revising Chapter 10, which was previously reserved, as
- 12 follows:
- 13 "CHAPTER 10
- 14 46-10-1.
- 15 This chapter shall be known and may be cited as the 'Georgia Water Customer Bill of
- 16 Rights Act.' Reserved.
- 17 <u>46-10-2.</u>
- 18 The General Assembly finds that it is in the public interest to provide a water and sewer
- 19 <u>customer bill of rights to ensure that customers receive water and sewer services on</u>
- 20 <u>reasonable terms that reflect accurate rates and fees from community water systems. The</u>
- 21 <u>intent of this chapter is to ensure that all customers of water and sewer services:</u>
- 22 (1) Have access to reliable, safe, and affordable water service, including high-quality
- 23 customer service;

24 (2) Have the right to receive information about community water systems' services,

- 25 plans, terms and conditions, and rights and remedies. Such information shall be accurate
- 26 and understandable in a written form that facilitates comprehension of rates, fees, and
- 27 <u>terms of service</u>;
- 28 (3) Receive the benefits of new services, technological advancements, and improved
- 29 <u>efficiency</u>;
- 30 (4) Enjoy the protection of reasonable and uniformly applied standards that protect
- 31 <u>customers in matters involving deposit and credit requirements, service denials, and</u>
- 32 <u>service terminations</u>;
- 33 (5) Are protected from unreasonable practices, billing terms, and conditions of service;
- 34 (6) Receive accurate and timely bills;
- 35 (7) Are protected from arbitrary administrative fees; and
- 36 (8) Have the right to a fair and efficient process for resolving disputes with community
- 37 <u>water systems.</u>
- 38 46-10-3.
- 39 As used in this chapter, the term:
- 40 (1) 'Bill' means any bill, invoice, or other request for payment issued by a community
- 41 <u>water system to a customer.</u>
- 42 (2) 'Community water system' means either a public or private system:
- 43 (A) That provides water for human consumption through pipes or other constructed
- 44 <u>conveyances, where such system has at least 15 service connections or regularly serves</u>
- 45 <u>at least 25 customers. Such term shall include collection, pretreatment, treatment,</u>
- 46 <u>storage</u>, and distribution facilities under the control of the operator of such system and
- 47 <u>used primarily in connection with such system; or</u>
- 48 (B) Composed of pipes or other constructed sewerage for the collection and processing
- of sewage that has at least 15 service connections or regularly serves at least 25
- 50 <u>customers. Such term shall include collection, pretreatment, treatment, storage, and</u>
- distribution facilities under the control of the operator of such system and used
- 52 <u>primarily in connection with such system.</u>
- 53 (3) 'Customer' means an individual user who pays for and receives water service, sewer
- 54 <u>service, or both water service and sewer service from a community water system.</u>
- 55 (4) 'Public community water system' means a community water system owned and
- operated by a municipality, county, consolidated government, or public authority.
- 57 (5) 'Reasonable payment arrangement' means a payment plan offered by a community
- 58 water system that allows a customer to pay past due amounts over an extended period of

59 <u>time that would not ordinarily be available to the customer under its agreement with the</u>

- 60 <u>community water system.</u>
- 61 46-10-4.
- 62 (a) A community water system shall:
- 63 (1) Allow customers to terminate service agreements as provided for in such agreements
- in writing, in person, or electronically by contacting the community water system;
- 65 (2) Issue bills within 30 days of meter readings where applicable;
- 66 (3) Ensure that each customer receives a bill at least quarterly;
- 67 (4) Not impose any security deposit in excess of \$175.00 for water service and \$175.00
- 68 <u>for sewer service for single-family residential customers, unless a customer has a history</u>
- of delinquent payments, in which case a security deposit of up to \$300.00 may be
- 70 <u>imposed for both water service and sewer service. These security deposits may be</u>
- 71 <u>increased annually according to the Consumer Price Index for all urban consumers, U.S.</u>
- 72 <u>City Average, all items 1967-100, or a successor index as reported by the Bureau of</u>
- 73 <u>Labor Statistics of the United States Department of Labor;</u>
- 74 (5) Not impose any late fee in excess of the greater of \$10.00 or 15 percent of any past
- due balance until three days after such balance is due; and
- 76 (6) Not impose any punitive fee or penalty in excess of \$75.00, except where a customer
- tampers with a meter, fails to comply with drought restrictions, or engages in other
- substantial violations of the community water system's policies or customer agreement.
- 79 (b) In addition to the protections afforded by Code Section 36-60-17 and except as may
- 80 <u>be necessitated by repairs, force majeure, the customer's failure to comply with drought</u>
- 81 <u>restrictions or other such acts, or public health, safety, or welfare, a community water</u>
- 82 <u>system shall not disconnect service to a customer unless such customer fails to pay for</u>
- 83 <u>service from the community water system and shall not disconnect a customer's service for</u>
- 84 <u>nonpayment of a bill that was not sent to the customer in a timely manner due to the</u>
- 85 <u>community water system's negligence as required by paragraph (2) of subsection (a) of this</u>
- 86 <u>Code section.</u>
- 87 (c) At least twice in any five-year period, a community water system shall offer a
- 88 reasonable payment arrangement to a customer prior to disconnecting such customer's
- 89 <u>service due to a failure to make a payment on a bill.</u>
- 90 (d) In the event that a customer fails to make a payment on a bill, a community water
- 91 system shall not terminate service to a customer less than five days after providing a
- 92 <u>separate written notice or a clear notice on a bill to the customer that service will be</u>
- 93 terminated.

- 94 46-10-5.
- 95 (a) Each community water system shall provide to its customers upon request and shall
- 96 maintain on a publicly accessible website or otherwise make publicly available the
- 97 <u>following information:</u>
- 98 (1) The process by which rates are determined;
- 99 (2) The billing interval or intervals utilized by the community water system;
- 100 (3) The amount of all fees, including fees for delinquent payments, cancellation of
- service, and reconnecting to the system, charged by the community water system in
- addition to service rates;
- 103 (4) Contact information including, at a minimum, the addresses of all business offices
- of the community water system, a website, a phone number during business hours, and
- a phone number during nonbusiness hours for emergency purposes only;
- 106 (5) Notice of the customer's right to receive from the community water system notice of
- termination of service at least five days prior to such termination; and
- 108 (6) A statement that customer security deposits shall not exceed the amount set forth in
- paragraph (6) of subsection (a) of Code Section 46-10-4.
- (b) All bills issued by a community water system to a customer for services rendered shall
- include, at a minimum, the following information:
- 112 (1) The customer's name, billing address, service address, and account number;
- 113 (2) Dates of service for which the customer is being charged, an itemization of all
- charges, and the due date for payment; and
- 115 (3) Beginning and ending meter reading data and rates.
- 116 <u>46-10-6.</u>
- 117 (a) A community water system that has made a determination of an error or mistake in
- billing for services on the part of such system shall notify the customer within 30 days and
- correct the error within 90 days of such determination. Upon a failure of a community
- water system to so correct an error and upon the filing of an action by a customer pursuant
- to Code Section 46-10-7, the community water system shall have the burden of proving by
- a preponderance of the evidence that the community water system did not act with gross
- negligence. During any time period in which an appeal or action is pending pursuant to
- 124 <u>Code Section 46-10-7, the community water system shall not impose a late fee or penalty</u>
- on any disputed amount nor initiate any action to terminate the customer's service or collect
- on any past due balance, if the disputed amount constitutes the total amount of the past due
- balance. However, the pendency of an appeal or action shall not otherwise suspend a
- customer's obligation to pay for services rendered.

(b) In the event that a billing error results in an overpayment by a customer, the

- community water system shall within 45 days after resolution of the error provide to the
- customer either:
- (1) A credit to the customer's account equal to the amount of the overpayment by the
- customer; or
- (2) A cash or check refund to the customer equal to the amount of the overpayment by
- the customer.
- (c) A community water system shall not require a customer to which it owes a credit or
- refund pursuant to subsection (b) of this Code section to submit a written request for such
- credit or refund as a precondition to the community water system complying with the
- provisions of subsection (b) of this Code section.
- 140 <u>46-10-7.</u>
- (a) Except as otherwise provided in subsection (b) of this Code section, a customer shall
- be authorized to bring an action for a declaratory judgment, civil damages, or punitive
- damages in the superior court of the county in which any portion of the community water
- 144 <u>system is located in order for such court to determine whether the community water system</u>
- has failed to comply with any of the requirements provided in this chapter other than the
- requirements provided in Code Section 46-10-2. Such action shall be brought within the
- calendar year immediately following the calendar year in which the alleged failure to
- comply occurs. If the court determines that the community water system failed to comply
- with the requirements provided in this chapter, such court shall be authorized to enter an
- order requiring the community water system to remedy such failure within a time period
- determined by the court and to award any reasonable damages incurred by the customer as
- a result of such failure. In the event of a showing of gross negligence on the part of the
- community water system, the court may award the customer court costs and punitive
- damages not to exceed \$500.00 per action filed. Parties to such an action shall retain their
- rights under Code Section 9-15-14. No action filed pursuant to this subsection shall be
- filed as a class action.
- (b) Prior to filing an action pursuant to subsection (a) of this Code section, a customer of
- a public community water system shall make application to the public community water
- system for an appeal of the customer's grievance or grievances pursuant to procedures
- adopted by the public community water system. Any such procedures shall result in a final
- decision on each appeal within no more than six months of the customer's application.
- 162 <u>Upon the conclusion of such appeal, or upon the failure of the public community water</u>
- system to timely conduct such appeal, the customer may file an action pursuant to
- subsection (a) of this Code section."

165 **SECTION 2.** 

166 This Act shall become effective on July 1, 2021.

167 **SECTION 3.** 

All laws and parts of laws in conflict with this Act are repealed.