## FIRST REGULAR SESSION HOUSE COMMITTEE SUBSTITUTE FOR

## **HOUSE BILL NO. 160**

## **100TH GENERAL ASSEMBLY**

0304H.02C

DANA RADEMAN MILLER, ChiefClerk

## AN ACT

To amend chapter 386, RSMo, by adding thereto one new section relating to low-income rate authorization for water and sewer corporations.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Chapter 386, RSMo, is amended by adding thereto one new section, to be 2 known as section 386.264, to read as follows:

386.264. 1. In any general rate proceeding for a water corporation or sewer corporation, the commission shall have authority to set a separate, lower fixed charge or customer charge for low-income customers of such water corporation or sewer corporation upon a determination that the charge is in the public interest, provided that rates are not designed to be financially detrimental to the water corporation or sewer corporation.

6 2. The aggregate impact of any special low-income rate shall be limited to no more 7 than one-half of one percent of the total revenue requirement allocated to the residential 8 customer class used to set rates. The commission shall not require any water or sewer 9 corporation to verify the financial status of its customers and shall permit water and sewer 10 corporations to rely on a third party or community agency to verify any eligibility 11 requirements approved by the commission in order for a residential customer to qualify 12 for a low-income program or rate approved under this section.

3. For purposes of this section, "low-income customer" means a residential
customer who meets the criteria for assistance for the utilicare program under sections
660.100 to 660.136.

4. The commission may promulgate rules to implement the provisions of this section. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

HCS HB 160

19 complies with and is subject to all of the provisions of chapter 536 and, if applicable,

section 536.028. This section and chapter 536 are nonseverable, and if any of the powers
vested with the general assembly pursuant to chapter 536 to review, to delay the effective

21 vested with the general assembly pursuant to enapter 350 to review, to delay the encetive 22 date, or to disapprove and annul a rule are subsequently held unconstitutional, then the

23 grant of rulemaking authority and any rule proposed or adopted after August 28, 2019,

24 shall be invalid and void.

✓