By: Lucio

S.B. No. 2195

A BILL TO BE ENTITLED

AN ACT

2 relating to metering and billing requirements for certain apartment 3 houses, manufactured homes, and recreational vehicles.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 39.554(e), Utilities Code, is amended to 6 read as follows:

7 (e) An electric utility that approves an application of a 8 distributed renewable generation owner under Subsection (b) shall 9 provide to the owner the metering options described by Section 10 39.916(f) and an option to interconnect with the utility through a 11 single meter that runs forward and backward if:

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(1) the owner:

13 (A) intends to interconnect the distributed renewable generation at an apartment house, as defined by Section 14 15 184.001 [184.011], occupied by low-income elderly tenants that qualifies for master metering under Section 184.012(b) and the 16 distributed renewable generation is reasonably expected 17 to generate not less than 50 percent of the apartment house's annual 18 electricity use; or 19

(B) has a qualifying facility with a design
capacity of not more than 50 kilowatts; and

(2) the distributed renewable generation or
qualifying facility that is the subject of the application is rated
to produce an amount of electricity that is less than or equal to:

S.B. No. 2195 1 (A) the owner's estimated annual kilowatt hour 2 consumption for a new apartment house or qualifying facility; or the amount of electricity the owner consumed 3 (B) in the year before installation of the distributed renewable 4 generation or qualifying facility. 5 6 SECTION 2. Section 184.001, Utilities Code, is amended to read as follows: 7 Sec. 184.001. DEFINITIONS [DEFINITION]. In this chapter: 8 (1) "Apartment house" means one or more buildings 9 containing more than five dwelling units each of which is rented 10 primarily for nontransient use with rent paid at intervals of one 11 week or longer. The term includes a rented or owner-occupied 12 13 residential condominium. (2) "Apartment house owner" means: 14 15 (A) the legal titleholder of an apartment house; 16 or (B) an individual, firm, or corporation that 17 purports to be the land<u>lord of a tenant of an apartment house.</u> 18 (3) "Commission"[, "commission"] means the Public 19 20 Utility Commission of Texas. (4) "Dwelling unit" means one or more rooms that are 21 suitable for occupancy as a residence and that contain kitchen and 22 bathroom facilities. The term includes a manufactured home. The 23 term does not include a recreational vehicle. 24 25 (5) "Electricity supplier" means an electric utility, a retail electric provider, a municipally owned utility, as defined 26 27 by Section 11.003, or an electric cooperative, as defined by

Section 11.003, from which an apartment owner, manufactured 1 community owner, or recreational vehicle park owner purchases 2 3 electric energy. (6) "Electric utility" has the meaning assigned by 4 5 Section 31.002. 6 (7) "Manufactured home" or "manufactured housing" has 7 the meaning assigned in Section 1201.003, Occupations Code. (8) "Manufactured housing community" has the meaning 8 assigned to "manufactured home community" by Section 94.001, 9 Prope<u>rty</u> Code. 10 "Recreational vehicle" has the meaning assigned by 11 (9) Section 522.004, Transportation Code. 12 13 (10) "Recreational vehicle park" has the meaning assigned by Section 13.087, Water Code. 14 (11) "Retail electric provider" has the meaning 15 16 assigned by Section 31.002. 17 (12) "Separately metered" has the meaning assigned by Section 31.002. 18 (13) "Utility company" means an electric utility or a 19 transmission and distribution utility, as defined by Section 20 21 31.002. 22 SECTION 3. Subchapter A, Chapter 184, Utilities Code, is amended by adding Section 184.002 to read as follows: 23 Sec. 184.002. ELECTRICITY SUPPLIER; APPLICABILITY OF TITLE 24 25 2. Notwithstanding Title 2, a person that is not regulated by the commission under that title as an electric utility or a retail 26 27 electric provider for another activity may not be considered to be

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1 <u>an electric utility or a retail electric provider solely because</u> 2 <u>the person provides electric service in accordance with this</u> 3 <u>chapter and commission rules adopted under this chapter.</u>

4 SECTION 4. The heading to Subchapter B, Chapter 184, 5 Utilities Code, is amended to read as follows:

6SUBCHAPTER B. METERING IN APARTMENTS, CONDOMINIUMS, AND7<u>MANUFACTURED HOUSING COMMUNITIES [MOBILE HOME PARKS]</u>

8 SECTION 5. Section 184.012(a), Utilities Code, is amended 9 to read as follows:

subdivision not authorize 10 (a) А political may the 11 construction or occupancy of a new apartment house, including the conversion of property to a condominium, unless the construction 12 13 plan provides for the measurement of the quantity of electricity consumed by the occupants of each dwelling unit of the apartment 14 house, either by separate [individual] metering by the utility 15 16 company or by submetering by the owner.

17 SECTION 6. Sections 184.013(a) and (c), Utilities Code, are 18 amended to read as follows:

(a) The owner of an apartment house or <u>manufactured housing</u> <u>community</u> [mobile home park] may submeter each dwelling unit in the apartment house or <u>manufactured housing community that is not</u> <u>separately metered</u> [mobile home park] to measure the quantity of electricity consumed by the occupants of the dwelling unit.

(c) If, not more than 90 days before the date an owner,
operator, or manager of an apartment house <u>or manufactured housing</u>
<u>community</u> installs individual meters or submeters in the apartment
house <u>or manufactured housing community</u>, the owner, operator, or

1 manager increases rental rates and the increase in rental rates is 2 attributable to the increased cost of utilities, the owner, 3 operator, or manager, on installation of the meters or submeters, 4 shall:

5 (1) immediately reduce the rental rate by the amount 6 of the increase attributable to the increased cost of utilities; 7 and

8 (2) refund the amount of the increased rent:

9 (A) collected in the 90-day period preceding the 10 installation of the meters or submeters; and

11 (B) attributable to the cost of increased 12 utilities.

SECTION 7. Sections 184.014(a) and (b), Utilities Code, are amended to read as follows:

15 (a) The commission shall adopt rules under which an owner, 16 operator, or manager of an apartment house or manufactured housing community [mobile home park] for which electricity is not 17 18 separately [individually] metered may install submetering equipment to allocate fairly the cost of the electrical consumption 19 20 of each dwelling unit in the apartment house or manufactured housing community [mobile home park]. 21

(b) In addition to other appropriate safeguards for a tenant
 of an apartment house or <u>manufactured housing community</u> [mobile
 <u>home park</u>], a rule adopted under Subsection (a) must provide that:

(1) the apartment house owner or a <u>manufactured</u> <u>housing community</u> [mobile home park] owner may not charge a tenant more than the cost per kilowatt hour charged by the utility to the

1 owner; and

2 (2) the apartment house owner shall maintain adequate 3 records relating to submetering and make those records available 4 for inspection by the tenant during reasonable business hours.

5 SECTION 8. Sections 184.033, 184.034, 184.035, and 184.036,
6 Utilities Code, are amended to read as follows:

7 Sec. 184.033. METERED SALE UNDER THIS CHAPTER. 8 Notwithstanding any provision of Title 2, the metered sale of 9 electricity by a recreational vehicle park owner does not 10 constitute the provision of electric service for compensation if:

(1) the electricity is consumed in a recreational
vehicle that is located in a recreational vehicle park;

13 (2) the owner can show that the owner does not annually 14 recover from recreational vehicle occupants through metered 15 charges more than the <u>electricity supplier</u> [supplying utility] 16 charges the owner for electricity that is submetered, taking into 17 account fuel refunds;

18 (3) the owner establishes a fiscal year for the 19 purposes of this subchapter and maintains for at least three years 20 records of:

(A) bills received from the <u>electricity supplier</u>
 [supplying utility];

(B) charges made to recreational vehicleoccupants; and

(C) consumption records for each fiscal year;
 (4) the owner charges for electricity using a fixed
 rate per kilowatt hour for each fiscal year computed at the

1 beginning of the fiscal year in the manner provided by Section
2 184.034; and

3 (5) the owner complies with the refund requirements of4 Section 184.035.

5 Sec. 184.034. COMPUTATION OF CHARGES. (a) For the purposes of computing the charge for electricity under Section 6 7 184.033(4), the recreational vehicle park owner shall divide the amount charged the owner by the electricity supplier [supplying 8 9 utility] for the preceding fiscal year by the total number of 10 kilowatt hours consumed by occupants visiting the park in the 11 preceding fiscal year and round the quotient to the nearest cent.

(b) If since or during the preceding fiscal year the <u>rates</u> the owner pays its electricity supplier have increased [supplying utility increases its rates], the owner may recompute the preceding fiscal year's charges [by the utility] using the current rates [charged by the utility].

(c) If since or during the preceding fiscal year the <u>rates</u> the owner pays its electricity supplier have decreased [supplying utility decreases its rates], the owner shall recompute the preceding fiscal year's charges [by the utility] using the current rates [charged by the utility].

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(d) An owner may not:

(1) include a charge by the <u>electricity supplier</u>
[supplying utility] for electricity used in a common area or office
of the recreational vehicle park in computing the amounts under
Subsection (b) or (c); or

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(2) recover that charge through a metered charge to a

1 recreational vehicle occupant.

2 Sec. 184.035. REFUND OF SURCHARGES. A recreational vehicle 3 park owner who determines at the end of a fiscal year that the owner 4 has collected more than the amount charged by the <u>electricity</u> 5 <u>supplier</u> [supplying utility] shall refund the excess amount to 6 occupants visiting the park in the succeeding fiscal year.

Sec. 184.036. UTILITY CUTOFF AT RECREATIONAL VEHICLE PARK. Notwithstanding any other law, a person who operates a recreational vehicle park[, as defined by Section 13.087, Water Code,] may withhold electric, water, or wastewater utility services from a person occupying a recreational vehicle at the park if the occupant is delinquent in paying for utility services provided by the operator until the occupant pays the delinquent amount.

14 SECTION 9. Chapter 184, Utilities Code, is amended by 15 adding Subchapter C-1 to read as follows:

16 SUBCHAPTER C-1. MIXED USE FACILITIES 17 Sec. 184.0401. APPLICABILITY. This subchapter applies to 18 dwelling units and recreational vehicles that: 19 (1) are not separately metered; and are located on a property that includes at least 20 (2) two of the following types of housing: 21 22 (A) apartment houses; (B) manufactured homes; and 23 24 (C) recreational vehicles. 25 Sec. 184.0402. METERING AND BILLING REQUIREMENTS. (a) A submetered dwelling unit is subject to the metering and billing 26 requirements applicable to a dwelling unit under Subchapter B. 27

1 (b) Except as provided by Subsection (c), a submetered recreational vehicle is subject to the metering and billing 2 requirements applicable to a recreational vehicle under Subchapter 3 4 С. 5 (c) The owner of a property that includes at least one submetered recreational vehicle and at least one submetered 6 7 manufactured home may choose to apply the metering and billing requirements applicable to a dwelling unit under Subchapter B to 8 9 manufactured homes and recreational vehicles on the property. (d) A dwelling unit or recreational vehicle that is not 10

11 <u>submetered is subject to the billing requirements of Subchapter D.</u> 12 <u>Sec. 184.0403. RULES. The commission shall adopt rules</u> 13 <u>under which an owner of a property described by Section 184.0401(2)</u> 14 <u>may install submetering equipment to fairly allocate the cost of</u> 15 <u>electric energy consumption of each dwelling unit or recreational</u> 16 <u>vehicle.</u>

SECTION 10. Section 184.051(8), Utilities Code, is amended to read as follows:

19 (8) "Utility" means <u>an electric</u> [a public, private, or 20 member-owned] utility, a retail electric provider, an electric 21 <u>cooperative</u>, or a municipally owned utility that provides 22 electricity, water, or wastewater service to an apartment house 23 served by a master meter.

24 SECTION 11. Section 184.071(a), Utilities Code, is amended 25 to read as follows:

26 (a) A landlord who violates a commission rule relating to27 submetering of electric utilities consumed exclusively in a

1 tenant's dwelling unit or a rule relating to the allocation of central system utility costs or nonsubmetered master metered 2 electricity [electric utility] costs is liable to the tenant for: 3 (1) three times the amount of any overcharge; 4 5 (2) a civil penalty equal to one month's rent; (3) reasonable attorney's fees; and 6 7 (4) court costs. SECTION 12. The following provisions of the Utilities Code 8 9 are repealed: (1) Section 184.011; 10 (2) Section 184.031; and 11 12 (3) Sections 184.051(1), (2), and (5). SECTION 13. This Act takes effect September 1, 2019. 13

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