By: Lucio S.B. No. 2195 (Martinez)

A BILL TO BE ENTITLED

AN ACT

- 2 relating to metering and billing requirements for certain apartment
- 3 houses, manufactured homes, and recreational vehicles.
- 4 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:

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- 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:
- 12 (1) the owner:
- 13 (A) intends to interconnect the distributed
- 14 renewable generation at an apartment house, as defined by Section
- 15 184.001 [184.011], occupied by low-income elderly tenants that
- 16 qualifies for master metering under Section 184.012(b) and the
- 17 distributed renewable generation is reasonably expected to
- 18 generate not less than 50 percent of the apartment house's annual
- 19 electricity use; or
- 20 (B) has a qualifying facility with a design
- 21 capacity of not more than 50 kilowatts; and
- 22 (2) the distributed renewable generation or
- 23 qualifying facility that is the subject of the application is rated
- 24 to produce an amount of electricity that is less than or equal to:

- 1 (A) the owner's estimated annual kilowatt hour
- 2 consumption for a new apartment house or qualifying facility; or
- 3 (B) the amount of electricity the owner consumed
- 4 in the year before installation of the distributed renewable
- 5 generation or qualifying facility.
- 6 SECTION 2. Section 184.001, Utilities Code, is amended to
- 7 read as follows:
- 8 Sec. 184.001. DEFINITIONS [DEFINITION]. In this chapter:
- 9 (1) "Apartment house" means one or more buildings
- 10 containing more than five dwelling units each of which is rented
- 11 primarily for nontransient use with rent paid at intervals of one
- 12 week or longer. The term includes a rented or owner-occupied
- 13 residential condominium.
- 14 (2) "Apartment house owner" means:
- 15 (A) the legal titleholder of an apartment house;
- 16 <u>or</u>
- 17 (B) an individual, firm, or corporation that
- 18 purports to be the landlord of a tenant of an apartment house.
- 19 (3) "Commission"[Temperature of the Public Temperature of the Publ
- 20 Utility Commission of Texas.
- 21 (4) "Dwelling unit" means one or more rooms that are
- 22 suitable for occupancy as a residence and that contain kitchen and
- 23 bathroom facilities. The term includes a manufactured home. The
- 24 term does not include a recreational vehicle.
- 25 (5) "Electricity supplier" means an electric utility,
- 26 <u>a retail electric provider</u>, a municipally owned utility, as defined
- 27 by Section 11.003, or an electric cooperative, as defined by

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

- 1 an electric utility or a retail electric provider solely because
- 2 the person provides electric service in accordance with this
- 3 chapter and commission rules adopted under this chapter.
- 4 SECTION 4. The heading to Subchapter B, Chapter 184,
- 5 Utilities Code, is amended to read as follows:
- 6 SUBCHAPTER B. METERING IN APARTMENTS, CONDOMINIUMS, AND
- 7 <u>MANUFACTURED HOUSING COMMUNITIES</u> [MOBILE HOME PARKS]
- 8 SECTION 5. Section 184.012(a), Utilities Code, is amended 9 to read as follows:
- 10 (a) A political subdivision may not authorize the
- 11 construction or occupancy of a new apartment house, including the
- 12 conversion of property to a condominium, unless the construction
- 13 plan provides for the measurement of the quantity of electricity
- 14 consumed by the occupants of each dwelling unit of the apartment
- 15 house, either by separate [individual] metering by the utility
- 16 company or by submetering by the owner.
- SECTION 6. Sections 184.013(a) and (c), Utilities Code, are
- 18 amended to read as follows:
- 19 (a) The owner of an apartment house or manufactured housing
- 20 community [mobile home park] may submeter each dwelling unit in the
- 21 apartment house or <u>manufactured</u> housing community that is not
- 22 <u>separately metered</u> [mobile home park] to measure the quantity of
- 23 electricity consumed by the occupants of the dwelling unit.
- 24 (c) If, not more than 90 days before the date an owner,
- 25 operator, or manager of an apartment house or manufactured housing
- 26 community installs individual meters or submeters in the apartment
- 27 house or manufactured housing community, 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
- 14 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
- 17 <u>community</u> [mobile home park] for which electricity is not
- 18 separately [individually] metered may install submetering
- 19 equipment to allocate fairly the cost of the electrical consumption
- 20 of each dwelling unit in the apartment house or manufactured
- 21 housing community [mobile home park].
- (b) In addition to other appropriate safeguards for a tenant
- 23 of an apartment house or manufactured housing community [mobile
- 24 home park], a rule adopted under Subsection (a) must provide that:
- 25 (1) the apartment house owner or a manufactured
- 26 housing community [mobile home park] owner may not charge a tenant
- 27 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:
- 11 (1) the electricity is consumed in a recreational
- 12 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 electricity supplier [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:
- 21 (A) bills received from the <u>electricity supplier</u>
- 22 [supplying utility];
- 23 (B) charges made to recreational vehicle
- 24 occupants; and
- 25 (C) consumption records for each fiscal year;
- 26 (4) the owner charges for electricity using a fixed
- 27 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 of
- 4 Section 184.035.
- 5 Sec. 184.034. COMPUTATION OF CHARGES. (a) For the
- 6 purposes of computing the charge for electricity under Section
- 7 184.033(4), the recreational vehicle park owner shall divide the
- 8 amount charged the owner by the electricity supplier [supplying
- 9 utility or 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.
- 12 (b) If since or during the preceding fiscal year the rates
- 13 the owner pays its electricity supplier have increased [supplying
- 14 utility increases its rates], the owner may recompute the preceding
- 15 fiscal year's charges [by the utility] using the current rates
- 16 [charged by the utility].
- 17 (c) If since or during the preceding fiscal year the rates
- 18 the owner pays its electricity supplier have decreased [supplying
- 19 utility decreases its rates], the owner shall recompute the
- 20 preceding fiscal year's charges [by the utility] using the current
- 21 rates [charged by the utility].
- 22 (d) An owner may not:
- 23 (1) include a charge by the electricity supplier
- 24 [supplying utility] for electricity used in a common area or office
- 25 of the recreational vehicle park in computing the amounts under
- 26 Subsection (b) or (c); or
- 27 (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 electricity
- 5 supplier [supplying utility] shall refund the excess amount to
- 6 occupants visiting the park in the succeeding fiscal year.
- 7 Sec. 184.036. UTILITY CUTOFF AT RECREATIONAL VEHICLE PARK.
- 8 Notwithstanding any other law, a person who operates a recreational
- 9 vehicle park[, as defined by Section 13.087, Water Code,] may
- 10 withhold electric, water, or wastewater utility services from a
- 11 person occupying a recreational vehicle at the park if the occupant
- 12 is delinquent in paying for utility services provided by the
- 13 operator until the occupant pays the delinquent amount.
- SECTION 9. Chapter 184, Utilities Code, is amended by
- 15 adding Subchapter C-1 to read as follows:
- 16 <u>SUBCHAPTER C-1. MIXED USE FACILITIES</u>
- Sec. 184.0401. APPLICABILITY. This subchapter applies to
- 18 dwelling units and recreational vehicles that:
- 19 (1) are not separately metered; and
- 20 (2) are located on a property that includes at least
- 21 two of the following types of housing:
- 22 (A) apartment houses;
- 23 <u>(B) manufactured homes; and</u>
- (C) recreational vehicles.
- Sec. 184.0402. METERING AND BILLING REQUIREMENTS. (a) A
- 26 submetered dwelling unit is subject to the metering and billing
- 27 requirements applicable to a dwelling unit under Subchapter B.

- 1 (b) Except as provided by Subsection (c), a submetered
- 2 recreational vehicle is subject to the metering and billing
- 3 requirements applicable to a recreational vehicle under Subchapter
- 4 <u>C.</u>
- 5 (c) The owner of a property that includes at least one
- 6 submetered recreational vehicle and at least one submetered
- 7 manufactured home may choose to apply the metering and billing
- 8 requirements applicable to a dwelling unit under Subchapter B to
- 9 manufactured homes and recreational vehicles on the property.
- 10 (d) A dwelling unit or recreational vehicle that is not
- 11 <u>submetered is subject to the billing requirements of Subchapter D.</u>
- 12 Sec. 184.0403. RULES. The commission shall adopt rules
- 13 under which an owner of a property described by Section 184.0401(2)
- 14 may install submetering equipment to fairly allocate the cost of
- 15 electric energy consumption of each dwelling unit or recreational
- 16 <u>vehicle.</u>
- SECTION 10. Section 184.051(8), Utilities Code, is amended
- 18 to read as follows:
- 19 (8) "Utility" means an electric [a public, private, or
- 20 member-owned] utility, a retail electric provider, an electric
- 21 cooperative, or a municipally owned utility that provides
- 22 electricity, water, or wastewater service to an apartment house
- 23 served by a master meter.
- 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 to
- 27 submetering of electric utilities consumed exclusively in a

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