WEST VIRGINIA LEGISLATURE STATE SEVENTY-NINTH LEGISLATURE REGULAR SESSION, 2010

ENROLLED

COMMITTEE SUBSTITUTE

FOR

Senate Bill No. 465

(Senators Kessler, Edgell and Chafin, original sponsors)

[Passed March 13, 2010; in effect ninety days from passage.]

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Charles and A. C. STATE
SECHETARY OF STATE

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(SENATORS KESSLER, EDGELL AND CHAFIN, original sponsors)

[Passed March 13, 2010; in effect ninety days from passage.]

AN ACT to amend and reenact §8-19-12a of the Code of West Virginia, 1931, as amended; to amend and reenact §8-20-10 of said code; to amend and reenact §16-13-16 of said code; to amend and reenact §16-13A-9 of said code; and to amend and reenact §24-3-10 of said code, all relating to the discontinuation of water and sewer utility service for a delinquent bill; and eliminating the requirement that a water utility's employee or agent be required to accept payment at the customer's premises in lieu of discontinuing service for a delinquent water or sewer bill.

Be it enacted by the Legislature of West Virginia:

That §8-19-12a of the Code of West Virginia, 1931, as amended, be amended and reenacted; that §8-20-10 of said code be amended and reenacted; that §16-13-16 of said code be amended and reenacted; that §16-13A-9 of said code be amended and reenacted; and that §24-3-10 of said code be amended and reenacted, all to read as follows:

CHAPTER 8. MUNICIPAL CORPORATIONS.

ARTICLE 19. MUNICIPAL AND COUNTY WATERWORKS AND ELECTRIC POWER SYSTEMS.

- §8-19-12a. Deposit required for new customers; lien for delinquent service rates and charges; failure to cure delinquency; payment from deposit; reconnecting deposit; return of deposit; liens; civil actions; deferral of filing fees and costs in magistrate court action; limitations with respect to foreclosure.
 - 1 (a)(1) Whenever any rates and charges for water services
 - 2 or facilities furnished remain unpaid for a period of
 - 3 twenty days after the same become due and payable, the
 - 4 property and the owner thereof, as well as the user of the
 - 5 services and facilities provided, shall be delinquent and
 - 6 the owner, user and property shall be held liable at law
 - 7 until such time as all such rates and charges are fully paid.
 - 8 When a payment has become delinquent, the municipality
 - 9 may utilize any funds held as a security deposit to satisfy
 - 10 the delinquent payment. All new applicants for service
 - 11 shall indicate to the municipality or governing body
 - 12 whether they are an owner or tenant with respect to the
 - 13 service location.
 - 14 (2) The municipality or governing body, but only one of
 - 15 them, may collect from all new applicants for service a
 - 16 deposit of \$50 or two twelfths of the average annual usage
 - 17 of the applicant's specific customer class, whichever is
 - 18 greater, to secure the payment of water service rates, fees
 - 19 and charges in the event they become delinquent as
 - 20 provided in this section. In any case where a deposit is
 - 21 forfeited to pay service rates, fees and charges which were
 - 22 delinquent and the user's service is disconnected or
 - 23 terminated, no reconnection or reinstatement of service
 - 24 may be made by the municipality or governing body until
 - 25 another deposit equal to \$50 or a sum equal to two

26 twelfths of the average usage for the applicant's specific 27 customer class, whichever is greater, is remitted to the 28 municipality or governing body. After twelve months of 29 prompt payment history, the municipality or governing 30 body shall return the deposit to the customer or credit the 31 customer's account with interest at a rate as the Public 32 Service Commission may prescribe: *Provided*, That where 33 the customer is a tenant, the municipality or governing 34 body is not required to return the deposit until the time 35 the tenant discontinues service with the municipality or 36 governing body. Whenever any rates, fees, rentals or 37 charges for services or facilities furnished remain unpaid 38 for a period of twenty days after the same become due and 39 payable, the user of the services and facilities provided is 40 delinquent and the user is liable at law until all rates, fees 41 and charges are fully paid. The municipality or governing 42 body may, under reasonable rules promulgated by the 43 Public Service Commission, shut off and discontinue water 44 services to a delinquent user of water facilities ten days 45 after the water services become delinquent regardless of 46 whether the municipality or governing body utilizes the 47 security deposit to satisfy any delinquent payments: 48 Provided further, That nothing contained within the rules 49 of the Public Service Commission shall be deemed to 50 require any agents or employees of the municipality or 51 governing body to accept payment at the customer's 52 premises in lieu of discontinuing service for a delinquent 53 bill.

54 (b) All rates or charges for water service whenever 55 delinquent shall be liens of equal dignity, rank and 56 priority with the lien on such premises of state, county, 57 school and municipal taxes for the amount thereof upon 58 the real property served, and the municipality shall have 59 plenary power and authority from time to time to enforce 60 such lien in a civil action to recover the money due for 61 such services rendered plus court fees and costs and a

- 62 reasonable attorney's fee: Provided, That an owner of real
- 63 property may not be held liable for the delinquent rates or
- 64 charges for services or facilities of a tenant, nor shall any
- 65 lien attach to real property for the reason of delinquent
- 66 rates or charges for services or facilities of a tenant of such
- 67 real property, unless the owner has contracted directly
- 68 with the municipality to purchase such services or facili-
- 69 ties.
- 70 (c) Municipalities are hereby granted a deferral of filing
- 71 fees or other fees and costs incidental to the bringing and
- 72 maintenance of an action in magistrate court for the
- 73 collection of the delinquent rates and charges. If the
- 74 municipality collects the delinquent account, plus fees and
- 75 costs, from its customer or other responsible party, the
- 76 municipality shall pay to the magistrate court the filing
- 77 fees or other fees and costs which were previously de-
- 78 ferred.
- 79 (d) No municipality may foreclose upon the premises
- 80 served by it for delinquent rates or charges for which a
- 81 lien is authorized by this section except through the
- 82 bringing and maintenance of a civil action for such
- 83 purpose brought in the circuit court of the county wherein
- 84 the municipality lies. In every such action, the court shall
- 85 be required to make a finding based upon the evidence and
- 86 facts presented that the municipality had exhausted all
- 87 other remedies for the collection of debts with respect to
- 88 such delinquencies prior to the bringing of such action. In
- 89 no event shall foreclosure procedures be instituted by any
- 90 municipality or on its behalf unless such delinquency had
- 91 been in existence or continued for a period of two years
- 92 from the date of the first such delinquency for which
- 93 foreclosure is being sought.

ARTICLE 20. COMBINED SYSTEMS.

§8-20-10. Power and authority of municipality to enact ordinances and make rules and fix rates, fees or

charges; deposit required for new customers; change in rates, fees or charges; failure to cure delinquency; delinquent rates, discontinuance of service; reconnecting deposit; return of deposit; fees or charges as liens; civil action for recovery thereof; deferral of filing fees and costs in magistrate court action; limitations with respect to foreclosure.

(a)(1) The governing body of a municipality availing 1 2 itself of the provisions of this article shall have plenary 3 power and authority to make, enact and enforce all 4 necessary rules for the repair, maintenance, operation and 5 management of the combined system of the municipality 6 and for the use thereof. The governing body of a municipality also has the plenary power and authority to make, enact and enforce all necessary rules and ordinances for 9 the care and protection of any such system for the health, 10 comfort and convenience of the public, to provide a clean 11 water supply, to provide properly treated sewage insofar 12 as it is reasonably possible to do and, if applicable, to 13 properly collecting and controlling the stormwater as is 14 reasonably possible to do: *Provided*, That no municipality 15 may make, enact or enforce any rule, regulation or ordi-16 nance regulating any highways, road or drainage ease-17 ments or storm water facilities constructed, owned or 18 operated by the West Virginia Division of Highways.

19 (2) A municipality has the plenary power and authority
20 to charge the users for the use and service of a combined
21 system and to establish required deposits, rates, fees or
22 charges for such purpose. Separate deposits, rates, fees or
23 charges may be fixed for the water and sewer services
24 respectively and, if applicable, the stormwater services, or
25 combined rates, fees or for the combined water and sewer
26 services, and, if applicable, the storm water services. Such
27 deposits, rates, fees or charges, whether separate or
28 combined, shall be sufficient at all times to pay the cost of

- 29 repair, maintenance and operation of the combined 30 system, provide an adequate reserve fund, an adequate 31 depreciation fund and pay the principal and interest upon 32 all revenue bonds issued under this article. Deposits, 33 rates, fees or charges shall be established, revised and 34 maintained by ordinance and become payable as the 35 governing body may determine by ordinance. The rates, 36 fees or charges shall be changed, from time to time, as 37 necessary, consistent with the provisions of this article.
- 38 (3) All new applicants for service shall indicate to the 39 municipality or governing body whether they are an owner 40 or tenant with respect to the service location. An entity 41 providing stormwater service shall provide a tenant a 42 report of the stormwater fee charged for the entire prop-43 erty and, if appropriate, that portion of the fee to be 44 assessed to the tenant.
- 45 (4) The municipality or governing body, but only one of 46 them, may collect from all new applicants for service a 47 deposit of \$100 or two twelfths of the average annual 48 usage of the applicant's specific customer class, whichever 49 is greater, to secure the payment of water and sewage 50 service rates, fees and charges in the event they become 51 delinquent as provided in this section. In any case where 52 a deposit is forfeited to pay service rates, fees and charges 53 which were delinquent and the user's service is discon-54 nected or terminated, service may not be reconnected or 55 reinstated by the municipality or governing body until 56 another deposit equal to \$100 or a sum equal to two 57 twelfths of the average usage for the applicant's specific 58 customer class, whichever is greater, is remitted to the 59 municipality or governing body. After twelve months of 60 prompt payment history, the municipality or governing 61 body shall return the deposit to the customer or credit the 62 customer's account with interest at a rate to be set by the 63 Public Service Commission: Provided, That where the 64 customer is a tenant, the municipality or governing body

65 is not required to return the deposit until the time the 66 tenant discontinues service with the municipality govern-67 ing body. Whenever any rates, fees, rentals or charges for 68 services or facilities furnished remain unpaid for a period 69 of twenty days after they become due, the user of the 70 services and facilities provided is delinquent and the user 71 is liable at law until all rates, fees and charges are fully 72 paid. The municipality or governing body may terminate 73 water services to a delinquent user of either water or 74 sewage facilities, or both, ten days after the water or 75 sewage services become delinquent regardless of whether 76 the governing body utilizes the security deposit to satisfy 77 any delinquent payments: Provided further, That any 78 termination of water service must comply with all rules 79 and orders of the Public Service Commission: Provided 80 however, That nothing contained within the rules of the 81 Public Service Commission shall be deemed to require any 82 agents or employees of the municipality or governing body 83 to accept payment at the customer's premises in lieu of 84 discontinuing service for a delinquent bill.

- (b) Whenever any rates, fees or charges for services or facilities furnished remain unpaid for a period of twenty days after they become due, the user of the services and facilities provided shall be delinquent and the municipality or governing body may apply any deposit against any delinquent fee. The user is liable until such time as all rates, fees and charges are fully paid.
- 92 (c) All rates, fees or charges for water service, sewer 93 service and, if applicable, stormwater service, whenever 94 delinquent, as provided by ordinance of the municipality, 95 shall be liens of equal dignity, rank and priority with the 96 lien on such premises of state, county, school and municipal taxes for the amount thereof upon the real property 98 served. The municipality has the plenary power and 99 authority to enforce such lien in a civil action to recover 100 the money due for services rendered plus court fees and

- 101 costs and reasonable attorney's fees: Provided, That an
- 102 owner of real property may not be held liable for the
- 103 delinquent rates, fees or charges for services or facilities of
- 104 a tenant, nor shall any lien attach to real property for the
- 105 reason of delinquent rates, fees or charges for services or
- 106 facilities of a tenant of the real property, unless the owner
- 107 has contracted directly with the municipality to purchase
- 108 such services or facilities.
- 109 (d) Municipalities are hereby granted a deferral of filing
- 110 fees or other fees and costs incidental to filing an action in
- 111 magistrate court for collection of the delinquent rates and
- 112 charges. If the municipality collects the delinquent
- 113 account, plus fees and costs, from its customer or other
- 114 responsible party, the municipality shall pay to the
- 115 magistrate court the filing fees or other fees and costs
- 116 which were previously deferred.
- 117 (e) No municipality may foreclose upon the premises
- 118 served by it for delinquent rates, fees or charges for which
- 119 a lien is authorized by this section except through a civil
- 120 action in the circuit court of the county wherein the
- 121 municipality lies. In every such action, the court shall be
- 122 required to make a finding based upon the evidence and
- 123 facts presented that the municipality has exhausted all
- 124 other remedies for collection of debts with respect to such
- 125 delinquencies prior to bringing the action. In no event
- 126 shall foreclosure procedures be instituted by any munici-
- 127 pality or on its behalf unless the delinquency has been in
- 128 existence or continued for a period of two years from the
- 129 date of the first delinquency for which foreclosure is being
- 130 sought.
- 131 (f) Notwithstanding any other provision contained in
- 132 this article, a municipality which has been designated by
- 133 the Environmental Protection Agency as an entity to serve
- 134 a West Virginia Separate Storm Sewer System community,
- 135 as defined in 40 C.F.R. §122.26, has the authority to enact

- 136 ordinances or regulations which allow for the issuance of
- 137 orders, the right to enter properties and the right to
- 138 impose reasonable fines and penalties regarding correction
- 139 of violations of municipal stormwater ordinances or
- 140 regulations within the municipal watershed served by the
- 141 municipal stormwater system, as long as such rules,
- 142 regulations, fines or acts are not contrary to any rules or
- 143 orders of the Public Service Commission.
- 144 (g) Notice of a violation of a municipal stormwater
- 145 ordinance or regulation shall be served in person to the
- 146 alleged violator or by certified mail, return receipt re-
- 147 quested. The notice shall state the nature of the violation,
- 148 the potential penalty, the action required to correct the
- 149 violation and the time limit for making the correction.
- 150 Should a person, after receipt of proper notice, fail to
- 151 correct violation of the municipal stormwater ordinance
- 152 or regulation, the municipality may correct or have the
- 153 corrections of the violation made and bring the party into
- 154 compliance with the applicable stormwater ordinance or
- 155 regulation. The municipality may collect the costs of
- 156 correcting the violation from the person by instituting a
- 157 civil action, as long as such actions are not contrary to any
- 158 rules or orders of the Public Service Commission.
- 159 (h) A municipality which has been designated by the
- 160 Environmental Protection Agency as an entity to serve a
- 161 West Virginia Separate Storm Sewer System community
- 162 shall prepare an annual report detailing the collection and
- 163 expenditure of rates, fees or charges and make it available
- 164 for public review at the place of business of the governing
- 165 body and the stormwater utility main office.

CHAPTER 16. PUBLIC HEALTH.

ARTICLE 13. SEWAGE WORKS AND STORMWATER WORKS.

§16-13-16. Rates for service; deposit required for new customers; forfeiture of deposit; reconnecting deposit;

tenant's deposit; change or readjustment; hearing; lien and recovery; discontinuance of services.

- 1 A governing body has the power and duty, by ordinance,
- 2 to establish and maintain just and equitable rates, fees or
- 3 charges for the use of and the service rendered by:
- 4 (a) Sewerage works, to be paid by the owner of each and
- 5 every lot, parcel of real estate or building that is connected
- 6 with and uses such works by or through any part of the
- 7 sewerage system of the municipality or that in any way
- 8 uses or is served by such works; and
- 9 (b) Stormwater works, to be paid by the owner of each
- 10 and every lot, parcel of real estate or building that in any
- 11 way uses or is served by such stormwater works or whose
- 12 property is improved or protected by the stormwater
- 13 works or any user of such stormwater works.
- 14 (c) The governing body may change and readjust such
- 15 rates, fees or charges from time to time. However, no
- 16 rates, fees or charges for stormwater services may be
- 17 assessed against highways, road and drainage easements
- 18 or stormwater facilities constructed, owned or operated by
- 19 the West Virginia Division of Highways.
- 20 (d) All new applicants for service shall indicate to the
- 21 governing body whether they are an owner or tenant with
- 22 respect to the service location. An entity providing
- 23 stormwater service shall provide a tenant a report of the
- 24 stormwater fee charged for the entire property and, if
- 25 appropriate, that portion of the fee to be assessed to the
- 26 tenant.
- 27 (e) The governing body may collect from all new appli-
- 28 cants for service a deposit of \$50 or two twelfths of the
- 29 average annual usage of the applicant's specific customer
- 30 class, whichever is greater, to secure the payment of
- 31 service rates, fees and charges in the event they become

32 delinquent as provided in this section. In any case where 33 a deposit is forfeited to pay service rates, fees and charges 34 which were delinquent at the time of disconnection or 35 termination of service, service may not be reconnected or 36 reinstated by the governing body until another deposit 37 equal to \$50 or a sum equal to two twelfths of the average 38 usage for the applicant's specific customer class, which-39 ever is greater, is remitted to the governing body. After 40 twelve months of prompt payment history, the governing 41 body shall return the deposit to the customer or credit the 42 customer's account with interest at a rate as the Public 43 Service Commission may prescribe: *Provided*, That where 44 the customer is a tenant, the governing body is not re-45 quired to return the deposit until the time the tenant 46 discontinues service with the governing body. Whenever 47 any rates, fees, rentals or charges for services or facilities 48 furnished remain unpaid for a period of twenty days after 49 they become due, the user of the services and facilities 50 provided is delinquent. The user is liable until all rates, 51 fees and charges are fully paid. The governing body may, 52 under reasonable rules promulgated by the Public Service 53 Commission, shut off and discontinue water services to a 54 delinquent user of sewer facilities ten days after the sewer 55 services become delinquent regardless of whether the 56 governing body utilizes the security deposit to satisfy any 57 delinquent payments: Provided, however, That nothing 58 contained within the rules of the Public Service Commis-59 sion shall be deemed to require any agents or employees of 60 the governing body to accept payment at the customer's 61 premises in lieu of discontinuing service for a delinquent 62 bill.

(f) Such rates, fees or charges shall be sufficient in each
year for the payment of the proper and reasonable expense
of operation, repair, replacements and maintenance of the
works and for the payment of the sums herein required to
be paid into the sinking fund. Revenues collected pursu-

- 68 ant to this section shall be considered the revenues of the 69 works.
- 70 (g) No such rates, fees or charges shall be established
- 71 until after a public hearing, at which all the users of the
- 72 works and owners of property served or to be served
- 73 thereby and others interested shall have an opportunity to
- 74 be heard concerning the proposed rates, fees or charges.
- 75 (h) After introduction of the ordinance fixing such rates,
- 76 fees or charges, and before the same is finally enacted,
- 77 notice of such hearing, setting forth the proposed schedule
- 78 of rates, fees or charges, shall be given by publication as a
- 79 Class II-0 legal advertisement in compliance with the
- 80 provisions of article three, chapter fifty-nine of this code
- 81 and the publication area for such publication shall be the
- 82 municipality. The first publication shall be made at least
- 83 ten days before the date fixed in the notice for the hearing.
- 84 (i) After the hearing, which may be adjourned, from time
- 85 to time, the ordinance establishing rates, fees or charges,
- 86 either as originally introduced or as modified and
- 87 amended, shall be passed and put into effect. A copy of
- 88 the schedule of the rates, fees and charges shall be kept on
- 89 file in the office of the board having charge of the opera-
- 90 tion of such works, and also in the office of the clerk of the
- 91 municipality, and shall be open to inspection by all parties
- 92 interested. The rates, fees or charges established for any
- 93 class of users or property served shall be extended to cover
- 94 any additional premises thereafter served which fall
- 95 within the same class, without the necessity of any hearing
- 96 or notice.
- 97 (j) Any change or readjustment of such rates, fees or
- 98 charges may be made in the same manner as the rates, fees
- 99 or charges were originally established as hereinbefore
- 100 provided: Provided, That if a change or readjustment be
- 101 made substantially pro rata, as to all classes of service, no
- 102 hearing or notice shall be required. The aggregate of the

103 rates, fees or charges shall always be sufficient for the 104 expense of operation, repair and maintenance and for the 105 sinking fund payments.

- (k) All rates, fees or charges, if not paid when due, shall constitute a lien upon the premises served by such works. If any service rate, fees or charge is not paid within twenty days after it is due, the amount thereof, together with a penalty of ten percent and a reasonable attorney's fee, may be recovered by the board in a civil action in the name of the municipality. The lien may be foreclosed against such lot, parcel of land or building in accordance with the laws relating thereto. Where both water and sewer services are furnished by any municipality to any premises, the schedule of charges may be billed as a single amount or individually itemized and billed for the aggregate thereof.
- 118 (l) Whenever any rates, rentals, fees or charges for 119 services or facilities furnished shall remain unpaid for a 120 period of twenty days after they become due, the property 121 and the owner thereof, as well as the user of the services 122 and facilities shall be delinquent until such time as all 123 rates, fees and charges are fully paid. When any payment 124 for rates, rentals, fees or charges becomes delinquent, the 125 governing body may use the security deposit to satisfy the 126 delinquent payment.
- 127 (m) The board collecting the rates, fees or charges shall
 128 be obligated under reasonable rules to shut off and
 129 discontinue both water and sewer services to all delin130 quent users of water, sewer or stormwater facilities and
 131 shall not restore either water facilities or sewer facilities
 132 to any delinquent user of any such facilities until all
 133 delinquent rates, fees or charges for water, sewer and
 134 stormwater facilities, including reasonable interest and
 135 penalty charges, have been paid in full, as long as such
 136 actions are not contrary to any rules or orders of the
 137 Public Service Commission: *Provided*, That nothing

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- 138 contained within the rules of the Public Service Commis-
- 139 sion shall be deemed to require any agents or employees of
- 140 the municipality or governing body to accept payment at
- 141 the customer's premises in lieu of discontinuing service for
- 142 a delinquent bill.

ARTICLE 13A. PUBLIC SERVICE DISTRICTS.

§16-13A-9. Rules; service rates and charges; discontinuance of service; required water and sewer connections; lien for delinquent fees.

- 1 (a) (1) The board may make, enact and enforce all
- 2 needful rules in connection with the acquisition, construc-
- 3 tion, improvement, extension, management, maintenance,
- 4 operation, care, protection and the use of any public
- 5 service properties owned or controlled by the district. The
- 6 board shall establish rates, fees and charges for the
- 7 services and facilities it furnishes, which shall be suffi-
- 8 cient at all times, notwithstanding the provisions of any
- 9 other law or laws, to pay the cost of maintenance, opera-
- 10 tion and depreciation of the public service properties and
- 11 principal of and interest on all bonds issued, other obliga-
- 12 tions incurred under the provisions of this article and all
- 13 reserve or other payments provided for in the proceedings
- 14 which authorized the issuance of any bonds under this
- 15 article. The schedule of the rates, fees and charges may be
- 16 based upon:
- 17 (A) The consumption of water or gas on premises con-
- 18 nected with the facilities, taking into consideration
- 19 domestic, commercial, industrial and public use of water
- 20 and gas;
- 21 (B) The number and kind of fixtures connected with the
- 22 facilities located on the various premises;
- 23 (C) The number of persons served by the facilities;
- 24 (D) Any combination of paragraphs (A), (B) and (C) of
- 25 this subdivision; or

- (E) May be determined on any other basis or classification which the board may determine to be fair and reasonable, taking into consideration the location of the premises served and the nature and extent of the services and facilities furnished. However, no rates, fees or charges for stormwater services may be assessed against highways, road and drainage easements or stormwater facilities constructed, owned or operated by the West Virginia Division of Highways.
- (2) Where water, sewer, stormwater or gas services, or 35 36 any combination thereof, are all furnished to any premises, 37 the schedule of charges may be billed as a single amount 38 for the aggregate of the charges. The board shall require 39 all users of services and facilities furnished by the district 40 to designate on every application for service whether the 41 applicant is a tenant or an owner of the premises to be 42 served. If the applicant is a tenant, he or she shall state 43 the name and address of the owner or owners of the 44 premises to be served by the district. Notwithstanding the 45 provisions of section eight, article three, chapter twenty-46 four of this code to the contrary, all new applicants for 47 service shall deposit the greater of a sum equal to two 48 twelfths of the average annual usage of the applicant's 49 specific customer class or \$50, with the district to secure 50 the payment of service rates, fees and charges in the event 51 they become delinquent as provided in this section. If a 52 district provides both water and sewer service, all new 53 applicants for service shall deposit the greater of a sum 54 equal to two twelfths of the average annual usage for 55 water service or \$50 and the greater of a sum equal to two 56 twelfths of the average annual usage for wastewater 57 service of the applicant's specific customer class or \$50. In 58 any case where a deposit is forfeited to pay service rates, 59 fees and charges which were delinquent at the time of 60 disconnection or termination of service, no reconnection or 61 reinstatement of service may be made by the district until

62 another deposit equal to the greater of a sum equal to two 63 twelfths of the average usage for the applicant's specific 64 customer class or \$50 has been remitted to the district. 65 After twelve months of prompt payment history, the 66 district shall return the deposit to the customer or credit 67 the customer's account at a rate as the Public Service 68 Commission may prescribe: Provided, That where the 69 customer is a tenant, the district is not required to return 70 the deposit until the time the tenant discontinues service 71 with the district. Whenever any rates, fees, rentals or 72 charges for services or facilities furnished remain unpaid 73 for a period of twenty days after the same become due and 74 payable, the user of the services and facilities provided is 75 delinquent and the user is liable at law until all rates, fees 76 and charges are fully paid. The board may, under reason-77 able rules promulgated by the Public Service Commission, 78 shut off and discontinue water or gas services to all 79 delinquent users of either water or gas facilities, or both, 80 ten days after the water or gas services become delinquent. 81 Provided, however, That nothing contained within the 82 rules of the Public Service Commission shall be deemed to 83 require any agents or employees of the board to accept 84 payment at the customer's premises in lieu of discontinu-85 ing service for a delinquent bill.

(b) In the event that any publicly or privately owned utility, city, incorporated town, other municipal corporation or other public service district included within the district owns and operates separately water facilities, sewer facilities or stormwater facilities and the district owns and operates another kind of facility either water or sewer, or both, as the case may be, then the district and the publicly or privately owned utility, city, incorporated town or other municipal corporation or other public service district shall covenant and contract with each other to shut off and discontinue the supplying of water service for the nonpayment of sewer or stormwater service

98 fees and charges: Provided, That any contracts entered 99 into by a public service district pursuant to this section 100 shall be submitted to the Public Service Commission for 101 approval. Any public service district which provides 102 water and sewer service, water and stormwater service or 103 water, sewer and stormwater service has the right to 104 terminate water service for delinquency in payment of 105 water, sewer or stormwater bills. Where one public 106 service district is providing sewer service and another 107 public service district or a municipality included within 108 the boundaries of the sewer or stormwater district is 109 providing water service and the district providing sewer or 110 stormwater service experiences a delinquency in payment, 111 the district or the municipality included within the 112 boundaries of the sewer or stormwater district that is 113 providing water service, upon the request of the district 114 providing sewer or stormwater service to the delinquent 115 account, shall terminate its water service to the customer 116 having the delinquent sewer or stormwater account: 117 Provided, however, That any termination of water service 118 must comply with all rules and orders of the Public 119 Service Commission. *Provided further*, That nothing 120 contained within the rules of the Public Service Commis-121 sion shall be deemed to require any agents or employees of 122 the Public Service Districts to accept payment at the 123 customer's premises in lieu of discontinuing service for a 124 delinquent bill.

125 (c) Any district furnishing sewer facilities within the
126 district may require, or may by petition to the circuit court
127 of the county in which the property is located, compel or
128 may require the Division of Health to compel all owners,
129 tenants or occupants of any houses, dwellings and build130 ings located near any sewer facilities where sewage will
131 flow by gravity or be transported by other methods
132 approved by the Division of Health, including, but not
133 limited to, vacuum and pressure systems, approved under

134 the provisions of section nine, article one, chapter sixteen 135 of this code, from the houses, dwellings or buildings into 136 the sewer facilities, to connect with and use the sewer 137 facilities and to cease the use of all other means for the 138 collection, treatment and disposal of sewage and waste 139 matters from the houses, dwellings and buildings where 140 there is gravity flow or transportation by any other 141 methods approved by the Division of Health, including, 142 but not limited to, vacuum and pressure systems, approved 143 under the provisions of section nine, article one, chapter 144 sixteen of this code and the houses, dwellings and build-145 ings can be adequately served by the sewer facilities of the 146 district and it is declared that the mandatory use of the 147 sewer facilities provided for in this paragraph is necessary 148 and essential for the health and welfare of the inhabitants 149 and residents of the districts and of the state. If the public 150 service district requires the property owner to connect 151 with the sewer facilities even when sewage from dwellings 152 may not flow to the main line by gravity and the property 153 owner incurs costs for any changes in the existing dwell-154 ings' exterior plumbing in order to connect to the main 155 sewer line, the Public Service District Board shall autho-156 rize the district to pay all reasonable costs for the changes 157 in the exterior plumbing, including, but not limited to, 158 installation, operation, maintenance and purchase of a 159 pump or any other method approved by the Division of 160 Health. Maintenance and operation costs for the extra 161 installation should be reflected in the users charge for 162 approval of the Public Service Commission. The circuit 163 court shall adjudicate the merits of the petition by sum-164 mary hearing to be held not later than thirty days after 165 service of petition to the appropriate owners, tenants or 166 occupants.

167 (d) Whenever any district has made available sewer
168 facilities to any owner, tenant or occupant of any house,
169 dwelling or building located near the sewer facility and

the engineer for the district has certified that the sewer facilities are available to and are adequate to serve the owner, tenant or occupant and sewage will flow by gravity or be transported by other methods approved by the Division of Health from the house, dwelling or building into the sewer facilities, the district may charge, and the owner, tenant or occupant shall pay, the rates and charges for services established under this article only after thirty-day notice of the availability of the facilities has been received by the owner, tenant or occupant. Rates and charges for sewage services shall be based upon actual water consumption or the average monthly water consumption based upon the owner's, tenant's or occupant's specific customer class.

184 (e) The owner, tenant or occupant of any real property 185 may be determined and declared to be served by a storm-186 water system only after each of the following conditions is 187 met: (1) The district has been designated by the Environ-188 mental Protection Agency as an entity to serve a West 189 Virginia Separate Storm Sewer System community, as 190 defined in 40 C.F.R. §122.26; (2) the district's authority 191 has been properly expanded to operate and maintain a 192 stormwater system; (3) the district has made available a stormwater system where stormwater from the real 194 property affects or drains into the stormwater system; and 195 (4) the real property is located in the Municipal Separate 196 Storm Sewer System's designated service area. 197 further hereby found, determined and declared that the 198 mandatory use of the stormwater system is necessary and 199 essential for the health and welfare of the inhabitants and 200 residents of the district and of the state. The district may 201 charge and the owner, tenant or occupant shall pay the 202 rates, fees and charges for stormwater services established 203 under this article only after thirty-day notice of the 204 availability of the stormwater system has been received by 205 the owner. An entity providing stormwater service shall

- 206 provide a tenant a report of the stormwater fee charged207 for the entire property and, if appropriate, that portion of
- 208 the fee to be assessed to the tenant.
- (f) All delinquent fees, rates and charges of the district 209 210 for either water facilities, sewer facilities, gas facilities or 211 stormwater systems or stormwater management programs 212 are liens on the premises served of equal dignity, rank and 213 priority with the lien on the premises of state, county, 214 school and municipal taxes. Nothing contained within the 215 rules of the Public Service Commission shall be deemed to 216 require any agents or employees of the Public Service 217 Districts to accept payment at the customer's premises in 218 lieu of discontinuing service for a delinquent bill. In 219 addition to the other remedies provided in this section, 220 public service districts are granted a deferral of filing fees 221 or other fees and costs incidental to the bringing and 222 maintenance of an action in magistrate court for the 223 collection of delinquent water, sewer, stormwater or gas 224 bills. If the district collects the delinquent account, plus 225 reasonable costs, from its customer or other responsible 226 party, the district shall pay to the magistrate the normal 227 filing fee and reasonable costs which were previously 228 deferred. In addition, each public service district may 229 exchange with other public service districts a list of 230 delinquent accounts: Provided, That an owner of real 231 property may not be held liable for the delinquent rates or 232 charges for services or facilities of a tenant, nor may any 233 lien attach to real property for the reason of delinquent 234 rates or charges for services or facilities of a tenant of the 235 real property, unless the owner has contracted directly 236 with the public service district to purchase the services or
- 238 (g) Anything in this section to the contrary notwith-239 standing, any establishment, as defined in section three, 240 article eleven, chapter twenty-two of this code, now or 241 hereafter operating its own sewage disposal system

237 facilities.

- 242 pursuant to a permit issued by the Department of Envi-
- 243 ronmental Protection, as prescribed by section eleven of
- 244 said article, is exempt from the provisions of this section.
- 245 (h) A public service district which has been designated
- 246 by the Environmental Protection Agency as an entity to
- 247 serve a West Virginia Separate Storm Sewer System
- 248 community shall prepare an annual report detailing the
- 249 collection and expenditure of rates, fees or charges and
- 250 make it available for public review at the place of business
- 251 of the governing body and the stormwater utility main
- 252 office.

CHAPTER 24. PUBLIC SERVICE COMMISSION.

ARTICLE 3. DUTIES AND PRIVILEGES OF PUBLIC UTILITIES SUBJECT TO REGULATIONS OF COMMISSION.

§24-3-10. Termination of water service for delinquent sewer bills.

- 1 (a) In the event that any publicly or privately owned
- 2 utility, city, incorporated town, municipal corporation or
- 3 public service district owns and operates either water
- 4 facilities or sewer facilities, and a privately owned public
- 5 utility or a public utility that is owned and operated by a
- 6 homeowners' association owns and operates the other kind
- 7 of facilities, either water or sewer, then the privately
- 8 owned public utility or the homeowners' association may
- 9 contract with the publicly or privately owned utility, city,
- 10 incorporated town, or public service district which
- 11 provides the other services to shutoff and discontinue the
- 12 supplying of water service for the nonpayment of sewer
- 13 service fees and charges.
- 14 (b) Any contracts entered into by a privately owned
- 15 public utility or by a public utility that is owned and
- 16 operated by a homeowners' association pursuant to this
- 17 section must be submitted to the Public Service Commis-
- 18 sion for approval.

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- 19 (c) Any privately owned public utility or any public
- 20 utility that is owned and operated by a homeowners'
- 21 association which provides water and sewer service to its
- 22 customers may terminate water service for delinquency in
- 23 payment of either water or sewer bills.
- 24 (d) Where a privately owned public utility or a public
- 25 utility that is owned and operated by a homeowners'
- 26 association is providing sewer service and another utility
- $\,\,27\,\,$ is providing water service, and the privately owned public
- 28 utility or the homeowners' association providing sewer
- 29 service experiences a delinquency in payment, the utility
- 30 providing water service, upon the request of the homeown-
- 31 ers' association or the privately owned public utility
- 32 providing sewer service to the delinquent account, shall
- 33 terminate its water service to the customer having the
- 34 delinquent sewer account.
- 35 (e) Any termination of water service must comply with
- 36 all rules and orders of the Public Service Commission:
- 37 Nothing contained within the rules of the Public Service
- 38 Commission shall be deemed to require any agents or
- 39 employees of the water or sewer utility to accept payment
- 40 at the customer's premises in lieu of discontinuing water
- 41 service for a delinquent water or sewer bill.

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The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled. Chairman Senate Committee
Hanny Wells
Chairman House Committee
Originated in the Senate.
In effect ninety days from passage.
Clerk of the Senate
Clerk of the House of Delegates
Oil Roy Somuli. President of the Senate
Side h
Speaker House of Delegates
The within 12 approved this the 2010. Day of
Governor



PRESENTED TO THE GOVERNOR

APR 0-1 2010

Time //:300-