SENATE BILL No. 191

By Senator Haley

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AN ACT concerning municipal utilities; relating to boards of public utilities; limiting the amount of additional fees, taxes and other charges that may be included on a utility bill; amending K.S.A. 13-1223a, 13-1227 and 13-1228 and repealing the existing sections.

Be it enacted by the Legislature of the State of Kansas:

New Section 1. In addition to the customer charges for the provision of sewer, water and electric service, a customer of a board of public utilities shall not be assessed an amount of fees, taxes, payment in lieu of taxes or other charges in an amount that exceeds 15% of the combined utility service charges for the provision of such sewer, water and electric service.

- Sec. 2. K.S.A. 13-1223a is hereby amended to read as follows: 13-1223a. *Except as provided in section 1, and amendments thereto,* the board of public utilities—shall, at the direction of the governing body of the city, *may* bill, collect and enforce collection of sewer service charges through the administrative departments of the board in accordance with rules and regulations and on terms and conditions established by the governing body of the city.
- Sec. 3. K.S.A. 13-1227 is hereby amended to read as follows: 13-1227. (a) Except as provided in section 1, and amendments thereto, the board of public utilities shall fix reasonable rates for water furnished to consumers which that will:
- (1) Will-Secure an income sufficient to pay all salaries and wages of all officers and employees in such departments;
- (2) will—cover the cost of all materials and supplies used in the operation of the plant;
 - (3) will-cover the cost of all repairs;
 - (4) will-cover all miscellaneous expenses;
- (5) will—pay the principal of and the interest on all revenue bond indebtedness of the city incurred for the purpose of purchasing, improving or extending the waterworks, and—will provide a sinking fund sufficient to pay the principal of and the interest on such indebtedness at maturity; and
- (6) will-cover the cost of all repairs and renewals of the plant and all material used, together with a reasonable allowance for emergency and unforeseen expenses.

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(b) Upon direction of the city, the board shall install, repair, replace and remove fire hydrants at a reasonable cost determined by the city and shall provide an adequate water supply through such hydrants at a reasonable cost determined by the city. The city may fix special rates for water furnished to the city for public purposes; or to organized institutions of charity.

- Sec. 4. K.S.A. 13-1228 is hereby amended to read as follows: 13-1228. (a) Except as provided in section 1, and amendments thereto, the board of public utilities shall fix reasonable rates for electricity furnished to consumers—which that will:
- (1) Will-Secure an income sufficient to pay all salaries and wages of all officers and employees in such department;
- (2) will—cover the cost of all materials and supplies used in the operation of the plant;
 - (3) will-cover the cost of all repairs;
 - (4) will-cover all miscellaneous expenses;
- (5) will—pay the principal of and the interest on all revenue bond indebtedness of the city incurred for the purpose of purchasing, improving or extending the electric-light plant and—will provide a sinking fund sufficient to pay the principal of and interest on such indebtedness at maturity; and
- (6) will-cover the cost of all repairs and renewals of the plant and all material used, together with a reasonable allowance for emergency and unforeseen expenses.
- (b) Upon direction of the city, the board shall install, repair, maintain and replace street lighting equipment and traffic signal equipment at a reasonable cost determined by the city, and—shall provide an adequate supply of electricity to such street lights and traffic signals at a reasonable cost determined by the city. The city may fix special rates for electricity furnished to the city for public purposes.
 - Sec. 5. K.S.A. 13-1223a, 13-1227 and 13-1228 are hereby repealed.
- Sec. 6. This act shall take effect and be in force from and after its publication in the statute book.