## SENATE BILL No. 214

By Committee on Federal and State Affairs

2-8

AN ACT concerning public utilities; relating to electric, natural gas and water utilities; prohibiting recovery of dues, donations or contributions made to charitable and social organizations in customer rates; requiring the state corporation commission to disallow such expenditures in rate proceedings; amending K.S.A. 66-101f, 66-1,206 and 66-1,236 and repealing the existing sections.

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

New Section 1. (a) No electric, natural gas or water public utility shall recover from any customer through rates and charges imposed by such utility any direct expenditure made on or after July 1, 2023, by such utility for dues, donations or contributions to any charitable or social organization or entity.

- (b) As used in this section, "public utility" means any electric, natural gas or water public utility as defined in K.S.A. 66-104, and amendments thereto. "Public utility" includes any municipally owned electric, natural gas or water public utility and any electric or natural gas cooperative public utility whether or not owned by one or more such cooperatives.
- K.S.A. 66-101f is hereby amended to read as follows: 66-Sec. 2. 101f. (a) If, after investigation and hearing, the rates or rules and regulations of any electric public utility governed by this act are found unjust, unreasonable, unfair, unjustly discriminatory or unduly preferential, or in any way in violation of the provisions of this act, or of any of the laws of the state of Kansas, the commission shall have the power to establish, and order substituted therefor, such rates or rules and regulations as the commission determines to be just, reasonable and necessary. If it is found that any rule and regulation, practice or act, relating to any service performed or to be performed by such electric public utility for the public is in any respect unreasonable, unjust, unfair, unreasonably inefficient or insufficient, unjustly discriminatory or unduly preferential, or otherwise in violation of this act or of any of the laws of the state of Kansas, the commission may substitute therefor such other rules and regulations, practice, service or act as the commission determines to be just, reasonable and necessary. For the purposes of determining just and reasonable rates, the commission:
  - (1) May adopt a policy of disallowing a percentage, not to exceed

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50%, of utility dues, donations and contributions to-charitable, trade and civic and social organizations and entities, in addition to disallowing; and

- (2) shall disallow any dues, donations and contributions made on or after July 1, 2023, to any charitable or social organization or entity pursuant to section 1, and amendments thereto, and shall disallow any other specific dues, donations and contributions—which that are—found-unreasonable or inappropriate.
- (b) All orders and decisions of the commission whereby any rates, rules and regulations, practice or acts relating to any service performed or to be performed by any electric public utility for the public are altered, changed, modified or established shall be reduced to writing, and a copy thereof, duly certified, shall be served on the electric public utility affected thereby. Such order and decision shall become operative and effective within 30 days after such service. Such electric public utility, shall carry out the provisions of such order unless an action is commenced in a court of proper jurisdiction to set aside the findings, orders and decisions of the commission, or to review and correct the same, shall carry the provisions of such order into effect such findings, orders and decisions.
- Sec. 3. K.S.A. 66-1,206 is hereby amended to read as follows: 66-1,206. (a) If, after investigation and hearing, the rates or rules and regulations of any natural gas public utility governed by this act are found unjust, unreasonable, unfair, unjustly discriminatory or unduly preferential, or in any way in violation of the provisions of this act, or of any of the laws of the state of Kansas, the commission shall have the power to establish, and to order substituted therefor, such rates or rules and regulations as the commission determines to be just, reasonable and necessary. If it is found that any regulation, practice or act, relating to any service performed or to be performed by such natural gas public utility for the public is in any respect unreasonable, unjust, unfair, unreasonably inefficient or insufficient, unjustly discriminatory or unduly preferential, or otherwise in violation of any of the provisions of this act or of any of the laws of the state of Kansas, the commission may substitute therefor such other regulations, practice, service or act as it determines to be just, reasonable and necessary. For the purposes of determining just and reasonable rates, the commission:
- (1) May adopt a policy of disallowing a percentage, not to exceed 50%, of utility dues, donations and contributions to-charitable, trade and civic and social organizations and entities, in addition to disallowing; and
- (2) shall disallow any dues, donations and contributions made on or after July 1, 2023, to any charitable or social organization or entity pursuant to section 1, and amendments thereto, and shall disallow any other specific dues, donations and contributions—which that are—found-unreasonable or inappropriate.

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(b) All orders and decisions of the commission whereby any rates, rules and regulations, practice or acts relating to any service performed or to be performed by any natural gas public utility for the public are altered, changed, modified or established shall be reduced to writing, and a copy thereof, duly certified, shall be served on the natural gas public utility affected thereby. Such order and decision shall become operative and effective within 30 days after such service. Such natural gas public utility, shall carry out the provisions of such order unless an action is commenced in a court of proper jurisdiction to set aside the findings, orders and decisions of the commission, or to review and correct the same, shall earry the provisions of such order into effect such findings, orders and decisions.

Sec. 4. K.S.A. 66-1,236 is hereby amended to read as follows: 66-1,236. (a) If, upon such hearing and investigation, the rates, joint rates, fares, tolls, charges, rules, regulations, classifications or schedules of any miscellaneous public utility governed by this act are found unjust, unreasonable, unfair, unjustly discriminatory or unduly preferential, or in any way in violation of this act, or of any of the laws of the state of Kansas, the commission shall have the power to fix and establish, and order substituted therefor, such rates, joint rates, fares, tolls, charges, rules, regulations, classifications or schedules as it shall determine to be just, reasonable and necessary. If it is found that any regulation, practice or act, relating to any service performed or to be performed by such miscellaneous public utility for the public is in any respect unreasonable, unfair, unreasonably inefficient or insufficient, discriminatory or unduly preferential, or otherwise in violation of this act or of any of the laws of the state of Kansas, the commission may substitute therefor such other regulations, practice, service or act as it determines to be just, reasonable and necessary. For the purposes of determining just and reasonable rates, joint rates, tolls and charges, the commission:

- (1) May adopt a policy of disallowing a percentage, not to exceed 50%, of utility dues, donations and contributions to-charitable, trade and civic-and social organizations and entities, in addition to disallowing; and
- (2) shall disallow any dues, donations and contributions made on or after July 1, 2023, to any charitable or social organization or entity pursuant to section 1, and amendments thereto, and shall disallow any other specific dues, donations and contributions—which that are—found-unreasonable or inappropriate.
- (b) All orders and decisions of the commission whereby any rates, joint rates, fares, tolls, charges, rules, regulations, classifications, schedules, practice or acts relating to any service performed or to be performed by any miscellaneous public utility for the public are altered, changed, modified, fixed or established shall be reduced to writing, and a copy thereof, duly certified, shall be served on the miscellaneous public

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utility affected thereby. Such order and decision shall become operative and effective within 30 days after such service. Such miscellaneous public utility; shall carry out the provisions of such order unless an action is commenced in a court of proper jurisdiction to set aside the findings, orders and decisions of the commission, or to review and correct the same, shall carry the provisions of such order into effect such findings, orders and decisions.

Sec. 5. K.S.A. 66-101f, 66-1,206 and 66-1,236 are hereby repealed.

Sec. 6. This act shall take effect and be in force from and after its publication in the statute book.