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LEGISLATIVE ACTION

Senate	•	House
Comm: RCS	•	
03/23/2010	•	
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The Committee on Communications, Energy, and Public Utilities (Fasano) recommended the following:

Senate Amendment (with title amendment)

Delete everything after the enacting clause and insert:

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and in
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Section 1. Section 366.042, Florida Statutes, is created to read:

<u>366.042</u> Standards of electric service reliability for retail residential customers.—

(1) The commission shall adopt rules establishing standards of reasonable and reliable service for retail residential customers that an investor-owned utility must follow.

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13	(2) In developing these rules, the commission shall
14	analyze, along with other sources of information, each investor-
15	owned utility's annual distribution reliability report for
16	information that:
17	(a) Summarizes the number of electric outage events;
18	(b) Calculates the average duration of electric outage
19	events;
20	(c) Describes the cause of each electric outage event; and
21	(d) Calculates the utility's average service-restoration
22	time for each electric outage event;
23	(3) The commission shall use this information to establish
24	a threshold for when a utility's level of service is considered
25	unreasonable and unreliable based upon factors such as the
26	number and duration of outages, cause of outages, and the
27	average number of customers affected per outage.
28	(4)(a) An affected retail residential customer may file a
29	claim on a form specified by the commission which specifies the
30	number of electrical outages, the timeframe during which the
31	outages occurred, and the duration of each outage experience by
32	the customer. Customers shall be limited to filing one claim of
33	unreliable service within a 30 day period.
34	(b) Upon a finding that the investor-owned electric
35	utility's service to the retail residential customer that filed
36	a specific claim failed to meet the service reliability
37	standards adopted by the commission, the commission may order
38	the investor-owned electric utility to compensate the affected
39	retail residential customer for the failure to provide
40	reasonable and reliable service an amount not to exceed \$100 for
41	any given month such service was below standards as adopted by

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42	the commission.
43	(5)(a) The commission shall investigate all claims of
44	unreliable electric service filed by residential retail
45	customers to determine if the investor-owned electric utility
46	failed to meet the adopted standards.
47	(b) If the commission determines that an investor-owned
48	utility has failed to meet the service reliability standards
49	adopted by the commission, the commission may impose a penalty
50	of not more than \$5,000 for each day the violation continues.
51	The collected penalties shall be deposited into the General
52	Revenue Fund.
53	(6) Any compensation or penalties paid under this
54	subsection may not be recovered from the electric utility's
55	ratepayers.
56	Section 2. Section 367.112, Florida Statutes, is created to
57	read:
58	367.112 Standards of water or wastewater service
59	reliability for retail residential customers.—
60	(1) The commission shall adopt rules establishing standards
61	of reasonable and reliable service for retail residential
62	customers that an investor-owned utility must follow.
63	(2) In developing these rules, the commission shall
64	analyze, along with other sources of information, each investor-
65	owned utility's annual distribution reliability report for
66	information that:
67	(a) Describes the cause of each water outage event;
68	(b) Summarizes the number of wastewater backflow events;
69	and
70	(c) Calculates the utility's average service-restoration
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71 time for each water or wastewater outage events. 72 (3) The commission shall use this information to establish 73 a threshold for when a utility's level of service is considered 74 unreasonable and unreliable based upon factors such as the 75 number and duration of outages or backflow events, cause of 76 outages or backflow events, and the average number of customers 77 affected per outage or backflow event. 78 (4) (a) An affected retail residential customer may file a 79 claim on a form specified by the commission which specifies the 80 number of water or wastewater outages or backflow events, the 81 timeframe during which the outages or backflow events occurred, 82 and the duration of each outage or backflow event experience by the customer. Customers shall be limited to filing one claim of 83 84 unreliable service within a 30 day period. 85 (b) Upon a finding that the investor-owned water or 86 wastewater utility's service to the retail residential customer 87 that filed a specific claim failed to meet the service reliability standards adopted by the commission, the commission 88 89 may order the investor-owned water or wastewater utility to compensate the affected retail residential customer for the 90 91 failure to provide reasonable and reliable service an amount not 92 to exceed \$100 for any given month such service was below 93 standards as adopted by the commission. 94 (5) (a) The commission shall investigate all claims of 95 unreliable water and wastewater service filed by residential 96 retail customers to determine if the investor-owned utility 97 failed to meet the adopted standards. 98 (b) If the commission determines that an investor-owned 99 utility has failed to meet the service reliability standards

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100	adapted by the commission the commission may impose a penalty
	adopted by the commission, the commission may impose a penalty
101	of not more than \$5,000 for each day the violation continues.
102	The collected penalties shall be deposited into the General
103	Revenue Fund.
104	(6) Any compensation or penalties paid under this
105	subsection may not be recovered from the water or wastewater
106	utility's ratepayers.
107	Section 3. This act shall take effect July 1, 2010.
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110	=========== T I T L E A M E N D M E N T ==============
111	And the title is amended as follows:
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113	Delete everything before the enacting clause
114	and insert:
115	A bill to be entitled
116	An act relating to standards of utility service
117	reliability for investor-owned utilities; creating s.
118	366.042, F.S.; requiring the Florida Public Service
119	Commission to adopt rules establishing standards of
120	reasonable and reliable service for retail residential
121	customers that an investor-owned utility must follow;
122	requiring the commission to analyze each investor-
123	owned utility's annual distribution reliability report
124	and other sources of information; requiring the
125	commission to establish a threshold for what
126	constitutes reasonable and reliable electric service;
127	providing that retail residential customers may file a
128	claim of unreliable of service with the commission;

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129 providing that the commission may direct investor-130 owned utilities who are found to violate reliability 131 standards to compensate affected customers who have 132 filed such claim; requiring that the commission 133 investigate claims of unreliable service; authorizing 134 the commission to impose a penalty on an investor-135 owned utility if it determines that the investor-owned 136 utility does not meet the reliability standards 137 adopted by the commission; providing for the penalty 138 to apply each day that the violation continues; 139 requiring that collected penalties be deposited into 140 the General Revenue Fund; creating s. 367.112, F.S., requiring the Florida Public Service Commission to 141 142 adopt rules establishing standards of reasonable and 143 reliable service for retail residential customers that 144 an investor-owned utility must follow; requiring the 145 commission to analyze each investor-owned utility's annual distribution reliability report and other 146 147 sources of information; requiring the commission to 148 establish a threshold for what constitutes reasonable 149 and reliable water or wastewater service; providing 150 that retail residential customers may file a claim of 151 unreliable service with the commission; providing that 152 the commission may direct investor-owned utilities who 153 are found to violate reliability standards to 154 compensate affected customers who have filed such 155 claim; requiring that the commission investigate 156 claims of unreliable service; authorizing the 157 commission to impose a penalty on an investor-owned

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utility if it determines that the investor-owned utility does not meet the reliability standards adopted by the commission; providing for the penalty to apply each day that the violation continues; requiring that collected penalties be deposited into the General Revenue Fund; providing an effective date.