# ASSEMBLY, No. 4677 STATE OF NEW JERSEY 219th LEGISLATURE

**INTRODUCED SEPTEMBER 17, 2020** 

Sponsored by: Assemblyman GARY S. SCHAER District 36 (Bergen and Passaic) Assemblyman ROY FREIMAN District 16 (Hunterdon, Mercer, Middlesex and Somerset) Assemblywoman VALERIE VAINIERI HUTTLE District 37 (Bergen)

Co-Sponsored by: Assemblywoman McKnight and Assemblyman Moen

## **SYNOPSIS**

Requires certain utilities to allow residential customers to satisfy outstanding balances over time.

# **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 3/15/2021)

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AN ACT concerning service resumption and payment of outstanding
 amounts after discontinuance of certain utility service, and
 supplementing Title 40A of the New Jersey Statutes and Title 48
 of the Revised Statutes.

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**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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9 1. a. Notwithstanding the provisions of any law, rule, 10 regulation, or order to the contrary, a municipal public utility that resumes service to a residential customer, after having discontinued 11 12 service to that customer for utility service bill nonpayment, shall 13 allow the customer to make monthly payments to the utility, over a period of at least 12 months, to reduce any outstanding balance the 14 15 customer owed to the utility for utility service provided prior to the 16 utility service discontinuance. The amount due to the utility for the 17 first six months of monthly outstanding payments shall be less than 18 the amount due to the utility for the balance of monthly outstanding 19 payments. Time periods under this section shall begin no earlier 20 than the date of service resumption.

b. Nothing in subsection a. of this section shall otherwise effect
a residential customer's liability to a municipal public utility for
any other service rendered to the customer by the municipal public
utility.

c. As used in this section:

26 "municipal public utility" or "utility" means a municipal public
27 utility, as defined in N.J.S.40A:1-1, that provides electric, gas,
28 sewer, or water service.

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30 2. a. Notwithstanding the provisions of any law, rule, 31 regulation, or order to the contrary, a local public authority that resumes service to a residential customer, after having discontinued 32 33 service to that customer for utility service bill nonpayment, shall 34 allow the customer to make monthly payments to the utility, over a 35 period of at least 12 months, to reduce any outstanding balance the 36 customer owed to the authority for utility service provided prior to 37 the utility service discontinuance. The amount due to the authority 38 for the first six months of monthly outstanding payments shall be 39 less than the amount due to the authority for the balance of monthly 40 outstanding payments. Time periods under this section shall begin 41 no earlier than the date of service resumption.

b. Nothing in subsection a. of this section shall otherwise effect
a residential customer's liability to a local public authority for any
other service rendered by the authority.

45 c. As used in this section:

46 "local public authority" or "authority" means an authority, as
47 defined in N.J.S.40A:5A-3, that provides electric, gas, sewer, or
48 water service.

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1 3. a. Notwithstanding the provisions of any law, rule, 2 regulation, or order to the contrary, a public utility that resumes 3 service to a residential customer, after having discontinued service 4 to that customer for utility service bill nonpayment, shall allow the 5 customer to make monthly payments to the utility, over a period of at least 12 months, to reduce any outstanding balance the customer 6 7 owed to the utility for utility service provided prior to the utility 8 service discontinuance. The amount due to the utility for the first 9 six months of monthly outstanding payments shall be less than the 10 amount due to the utility for the balance of monthly outstanding payments. Time periods under this section shall begin no earlier 11 12 than the date of service resumption. b. Nothing in subsection a. of this section shall otherwise effect 13

a residential customer's liability to a public utility for any servicerendered by the public utility in accordance with the utility's tariff.

16 c. As used in this section:

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"public utility" or "utility" means a public utility, as defined in
R.S.48:2-13, that provides electric, gas, sewer, or water service; and
"residential customer" or "customer" means a residential public
utility customer of record.

4. This act shall take effect immediately.

## STATEMENT

27 This bill would require utilities and authorities that provide electric, gas, sewer, or water service to residential customers, and 28 29 which have discontinued service to a residential customer for nonpayment, to allow a customer to pay the outstanding balance 30 31 owed prior to the discontinuance of service over a period of at least 32 12 months. The bill specifies that the payment of outstanding 33 amounts would be structured so that the amount due during the first 34 six months of monthly outstanding payments would be less than the 35 amount due to for the balance of monthly outstanding payments. The bill would not impact a customer's liability for other service 36 37 rendered by the utility or authority.