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Requested:	Stored - 10/29/24
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By: **Montgomery County Delegation and Prince George's County Delegation** Requested by: Delegates Korman, Wilkins, and Barnes

#### A BILL ENTITLED

1 AN ACT concerning

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# Washington Suburban Sanitary Commission – Membership, Transparency, Billing, and Planning (WSSC Transparency and Reform Act of 2025)

#### MC/PG 105-25

6 FOR the purpose of requiring one of the commissioners from Montgomery County on the 7 Washington Suburban Sanitary Commission to be the Director of the Montgomery 8 County Department of Environmental Protection or the Director's designee; 9 requiring the Commission to develop certain long-range planning scenarios on a 10 periodic basis; requiring the Commission to include certain information related to the Commission on the Commission's searchable website; prohibiting the 11 12Commission from limiting how frequently certain customers may receive a certain 13 billing adjustment; altering the authorized billing frequency for certain charges; 14 requiring the Commission to appoint a representative to a certain coordinating 15committee; requiring the Office of Program Evaluation and Government 16 Accountability in the Department of Legislative Services to conduct a certain review of the efficiency and sustainability of the Commission's operations; and generally 1718 relating to the Washington Suburban Sanitary Commission.

- 19 BY repealing and reenacting, with amendments,
- 20 Article Public Utilities

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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$rac{1}{2}$	Section 17–102, 17–107, 17–401, and 25–504(a) and (b) Annotated Code of Maryland
3	(2020 Replacement Volume and 2024 Supplement)
4	BY adding to
<b>5</b>	Article – Public Utilities
6	Section 17–202.1 and 28–102
$\overline{7}$	Annotated Code of Maryland
8	(2020 Replacement Volume and 2024 Supplement)
9	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
10	That the Laws of Maryland read as follows:
11	Article – Public Utilities
12	17–102.
13	(a) The Commission consists of:
14 $15$	(1) three commissioners from Prince George's County, appointed by the County Executive subject to the confirmation of the County Council; and
16	(2) three commissioners from Montgomery County, <b>OF WHOM:</b>
17 18	(I) TWO ARE appointed by the County Executive subject to the confirmation of the County Council; AND
19 20	(II) ONE IS THE DIRECTOR OF THE MONTGOMERY COUNTY DEPARTMENT OF ENVIRONMENTAL PROTECTION, OR THE DIRECTOR'S DESIGNEE.
$\frac{21}{22}$	(b) (1) Each commissioner from Prince George's County shall be a resident of the sanitary district.
$\frac{23}{24}$	(2) (i) Each commissioner from Montgomery County shall be a registered voter of Montgomery County.
25 26	(ii) Each commissioner from Prince George's County shall be a registered voter of Prince George's County.

1	(c)	(1)	[An] EXCEPT AS PROVIDED IN SUBSECTION (A)(2)(II) OF THIS
2	SECTION,	AN ind	ividual may not be appointed or continue in office as a commissioner if
3	the individ	ual hol	ds any other position of profit or trust under the Constitution or laws of
4	the State o	r any p	olitical subdivision of the State.
5		(2)	Not more than two commissioners from Montgomery County may be of
6	the same p	. ,	
0	the sume p	onnoan	party.
7	(d)	(1)	The term of a commissioner is 4 years and begins on June 1 of the year
8	of appointr	. ,	
	11		
9		(2)	The terms of commissioners are staggered as required by the terms
10	provided fo	or comn	nissioners on July 1, 1982.
11		(3)	At the end of a term, a commissioner continues to serve until a successor
12	is appointe	d and t	akes the oath of office.
13		(4)	A commissioner who is appointed after a term has begun serves only for
14	the rest of	the ter	m and until a successor is appointed and takes the oath of office.
15		(5)	A vacancy on the Commission does not impair the right of the
16	remaining	commi	ssioners to exercise all the powers of the Commission.
17	17 - 107.		
		<i>(</i>	
18	(a)	(1)	[The] EXCEPT AS PROVIDED IN SUBSECTION (D) OF THIS SECTION,
19	THE memb	ers of t	the Commission are entitled to the following annual salaries:
00			
20			(i) chair \$13,500;
01			(ii) riss shain (12,000, and
21			(ii) vice chair \$13,000; and
22			(iii) commissioners \$13,000.
23		(2)	The salary shall be paid every 2 weeks.
<u>4</u> 0		(4)	The satary shall be para every 2 weeks.
24	(b)	Whil	e in office, commissioners may participate in any Commission program of
шт		** 1111	e in enree, commissionere may participate in any commission program of

group health, life, and disability insurance to the same extent and under the same terms
 as Commission staff.

3 (c) The Commission may employ a staff in accordance with the Commission's 4 budget.

5 (D) A MEMBER OF THE COMMISSION WHO ALSO SERVES AS THE DIRECTOR 6 OF THE MONTGOMERY COUNTY DEPARTMENT OF ENVIRONMENTAL PROTECTION 7 MAY NOT RECEIVE COMPENSATION FOR DUTIES PERFORMED AS A MEMBER OF THE 8 COMMISSION.

9 **17–202.1**.

10 (A) FOR FISCAL YEAR 2026 AND EVERY 5 FISCAL YEARS THEREAFTER, THE 11 COMMISSION SHALL DEVELOP LONG–RANGE PLANNING SCENARIOS FOR ITS 12 OPERATING AND CAPITAL BUDGETS AND DEBT SERVICE.

13 (B) THE SCENARIOS SHALL INCLUDE:

14 (1) PROJECTIONS THAT DO NOT INCLUDE THE AD VALOREM TAX 15 AUTHORIZED UNDER § 22–112 OF THIS ARTICLE;

16(2) PROJECTIONS THAT INCLUDE A RANGE OF AD VALOREM TAXES;17AND

18 (3) SUBJECT TO SUBSECTION (C)(2) OF THIS SECTION, STRESS 19 TESTING THE IMPACT OF A WIDE RANGE OF ECONOMIC CONDITIONS THAT MAY 20 AFFECT THE COMMISSION AND ITS FINANCIAL SOLVENCY, INCLUDING CHANGES IN 21 EMPLOYMENT RATES, INTEREST RATES, AND WATER USAGE.

22 (C) (1) THE COMMISSION MAY CONSULT WITH INDEPENDENT EXPERTS 23 IN DEVELOPING LONG-RANGE PLANNING SCENARIOS UNDER THIS SECTION.

24(2)STRESS TESTING DONE UNDER SUBSECTION (B)(3) OF THIS25SECTION SHALL BE BASED ON INDUSTRY STANDARDS.

26 17-401.

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1 In this section the following words have the meanings indicated. (a) (1) $\mathbf{2}$ (2)"Payee" means a person that receives from the Commission an (i) aggregate payment of \$25,000 in a single fiscal year. 3 (ii) "Payee" does not include: 4  $\mathbf{5}$ 1. a Commission employee with respect to the employee's 6 compensation; or 72.a Commission retiree with respect to the retiree's 8 retirement allowance. 9 (3)"Searchable website" means a website created in accordance with this section that displays and searches payment data of the Commission. 10 The Commission shall: 11 (b) 12(1)publish annually in at least one newspaper in Montgomery County and 13one newspaper in Prince George's County a copy of the current financial statement of the Commission; 1415(2)employ a certified public accountant licensed to practice in the State to audit the books and accounts of the Commission; 1617(3)keep available for public inspection during business hours at its principal office the annual audit and current financial statement; and 18 19 (4)file annually with the county executives and county councils of 20Montgomery County and Prince George's County, and the Montgomery County and Prince George's County Senate and House delegations to the Maryland General Assembly a 2122certified copy of the annual audit and current financial statement. 23On or before July 1, 2020, the Commission shall develop and operate a single (c) 24searchable website accessible to the public at no cost through the Internet. 25(d) The searchable website shall contain Commission payment data including:

1		(1)	the na	ame of each payee receiving a payment;
2		(2)	the lo	cation of the payee by postal zip code; and
3		(3)	the ar	mount of the payment.
4	(e)	The se	earcha	ble website shall allow the user to:
5		(1)	searcl	h data for fiscal year 2019 and each fiscal year thereafter; and
6		(2)	searcl	h by the following data fields:
7			(i)	a payee receiving a payment; and
8			(ii)	the zip code of a payee receiving a payment.
9 10 11	(F) REPORTS IS AGENCIES, I	SUED	FOR 1	CHABLE WEBSITE SHALL CONTAIN ALL BOND RATING THE COMMISSION FROM ONE OF THE MAJOR CREDIT RATING
12 13	RATING REP	(1) PORT;		PY OF ANY AUDITS COMPLETED IN RELATION TO A BOND
	RATING REF	PORT; (2)	AND A COI	PY OF ANY FINANCIAL STATEMENTS PROVIDED IN RELATION
13 14	TO A BOND I (G) SEARCHABL	PORT; (2) RATIN (1) LE WE THE	AND A COI IG REP SUBJ BSITE COMM	PY OF ANY FINANCIAL STATEMENTS PROVIDED IN RELATION PORT. TECT TO PARAGRAPH (2) OF THIS SUBSECTION, THE SHALL CONTAIN DATA RELATED TO THE REFUND HEARING MISSION AND THE DISPUTE RESOLUTION BOARD OF THE
<ol> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> </ol>	TO A BOND I (G) SEARCHABL BOARD OF	PORT; (2) RATIN (1) LE WE THE	AND A COI IG REP SUBJ BSITE COMM	PY OF ANY FINANCIAL STATEMENTS PROVIDED IN RELATION PORT. TECT TO PARAGRAPH (2) OF THIS SUBSECTION, THE SHALL CONTAIN DATA RELATED TO THE REFUND HEARING MISSION AND THE DISPUTE RESOLUTION BOARD OF THE
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<ol> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> </ol>	TO A BOND I (G) SEARCHABL BOARD OF	PORT; (2) RATIN (1) LE WE THE	AND A COI IG REF SUBJ BSITE COMM CLUDI (I)	PY OF ANY FINANCIAL STATEMENTS PROVIDED IN RELATION PORT. ECT TO PARAGRAPH (2) OF THIS SUBSECTION, THE SHALL CONTAIN DATA RELATED TO THE REFUND HEARING MISSION AND THE DISPUTE RESOLUTION BOARD OF THE NG: THE NUMBER OF CASES FILED;
<ol> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	TO A BOND I (G) SEARCHABL BOARD OF	PORT; (2) RATIN (1) LE WE THE	AND A COI IG REP SUBJ BSITE COMM CLUDI (I) (II)	PY OF ANY FINANCIAL STATEMENTS PROVIDED IN RELATION PORT. ECT TO PARAGRAPH (2) OF THIS SUBSECTION, THE SHALL CONTAIN DATA RELATED TO THE REFUND HEARING MISSION AND THE DISPUTE RESOLUTION BOARD OF THE NG: THE NUMBER OF CASES FILED; THE NUMBER OF CASES CLOSED;

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### (V) THE REFUND AMOUNT REQUESTED IN EACH CASE; AND

#### 2 (VI) THE REFUND AMOUNT GRANTED IN EACH CASE.

3(2) THE DATA PROVIDED UNDER PARAGRAPH(1) OF THIS4SUBSECTION MAY NOT CONTAIN ANY PERSONALLY IDENTIFIABLE INFORMATION.

## 5 (H) THE SEARCHABLE WEBSITE SHALL INCLUDE A COPY OF ANY STRESS 6 TESTING COMPLETED FOR ANY LONG-RANGE PLANNING SCENARIOS DEVELOPED IN 7 ACCORDANCE WITH § 17–202.1 OF THIS TITLE.

8 [(f)] (I) This section may not be construed to require the disclosure of 9 information that is required to be kept confidential under federal, State, or local law.

10 [(g)] (J) (1) Subject to paragraph (2) of this subsection, the county council or 11 county executive of Montgomery County or Prince George's County may, in person or by a 12 duly authorized agent, audit and examine the books and records of the Commission.

13 (2) The Commission may not be required to pay the cost of the audit or 14 examination under paragraph (1) of this subsection.

15 25-504.

16 (a) The Commission:

(1) may provide for the billing and collection of the water and sewer usage
charges on an estimated basis for periods of 6 months or less, based on the historical daily
average consumption calculated from actual previous usage;

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(2) shall read the meter at least once every 6 months; and

(3) (i) shall base the final bill for the 6-month period on the actual
consumption adjusted by previous estimates, if the meter had not been read because it was
inaccessible;

(ii) shall base the final bill for the 6-month period on the historical
 daily average consumption, calculated from actual previous usage, if a final reading cannot

1 be made because:  $\mathbf{2}$ 1. the meter malfunctioned; 3 the meter had been taken out of service for repairs, 2.4 maintenance, or water system relining purposes; or  $\mathbf{5}$ 3. there was theft of service; 6 (iii) may modify the historical daily average consumption calculation 7based on appropriate evidence submitted by the owner; [and] 8 (iv) MAY NOT LIMIT HOW FREQUENTLY A CUSTOMER MAY RECEIVE AN ADJUSTMENT UNDER § 3.20.040(A) OR (B) OF THE WASHINGTON 9 SUBURBAN SANITARY COMMISSION CODE OF REGULATIONS; AND 10 11 **(**V**)** may not base a final bill on estimated usage for two consecutive 126-month periods. 13(b) (1)**(I)** The Commission shall bill for the amount of water and sewer usage charges to each property served monthly, every other month, OR four times a year, 14[or twice a year,] as the Commission determines. 15IT IS THE INTENT OF THE GENERAL ASSEMBLY THAT THE 16**(II)** COMMISSION SHALL BILL ON A MONTHLY BASIS. 1718(2)On receipt each bill is payable to the Commission. 19 28–102. 20THE COMMISSION SHALL APPOINT A REPRESENTATIVE TO SERVE ON THE COORDINATING COMMITTEE ESTABLISHED UNDER PART IV OF THE 1984 AVENEL 2122FARM DEVELOPMENT PLAN MASTER AGREEMENT SIGNED BY THE COMMISSION. 23SECTION 2. AND BE IT FURTHER ENACTED, That: 24The Washington Suburban Sanitary Commission shall study the feasibility of (a) using differential rates among different customer classes for the Commission's service rates 25

and charges, including studying the revenue possibilities of and economic impact on the
 different customer classes.

3 (b) On or before October 1, 2026, the Commission shall report its findings and 4 recommendations, including any recommended statutory changes, to the members of the 5 Montgomery County and Prince George's County delegations to the General Assembly, in 6 accordance with § 2–1257 of the State Government Article.

## 7 SECTION 3. AND BE IT FURTHER ENACTED, That:

8 (a) The Office of Program Evaluation and Government Accountability in the 9 Department of Legislative Services shall conduct a review of the efficiency and 10 sustainability of the operations of the Washington Suburban Sanitary Commission.

11 (b) The review conducted under subsection (a) of this section shall include:

12 (1) a review of the statutory provisions related to the Commission, 13 including the Commission's regulations, policies, and procedures;

14 (2) a review of the Commission's budgetary process, including the annual 15 setting of rates through the relevant county councils;

- 16 (3) a review of the Commission's process for entering into consent decrees;
- 17 (4) a review of the subject matter expertise of appointed commissioners;

18 (5) benchmarking with other systems across a range of operating cost 19 metrics related to the efficiency and sustainability of the Commission;

20 (6) a review of the effectiveness of the Commission's capital program and 21 its ability to maintain water and sewer distribution pipelines and processing plants that 22 meet asset management standards;

23 (7) a study on the Commission's use of its police force, including:

(i) a comparison of the size and scope of the Commission's policeforce with the police force of other utilities; and

1 (ii) whether there are more efficient approaches to water utility 2 security and policing;

3 (8) an analysis on the impact of the Commission not being a government 4 entity in the context of access to government programs that provide customer water 5 assistance or other available funding;

6 (9) a review of the role the Public Service Commission plays in oversight of 7 the Commission, including in its review of the reasonableness of any rate, charge, or 8 assessment done in accordance with § 25–105 of the Public Utilities Article; and

9 (10) an analysis of whether the Office of the Inspector General of the 10 Commission is effective in achieving the purposes of the Office, including:

(i) whether the Office is sufficiently independent of the Commissionand management within the Commission; and

(ii) whether the mandate of the Office should include additional
reviews and reports that would help achieve the purposes of the Office, including reports
on the effectiveness of internal controls over finance, operations, and compliance activities.

16 (c) On or before October 1, 2027, the Office of Program Evaluation and 17 Government Accountability shall report its findings and recommendations to the members 18 of the Montgomery County and Prince George's County delegations to the General 19 Assembly, in accordance with § 2–1257 of the State Government Article.

SECTION 4. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2025. Section 2 of this Act shall remain effective for a period of 1 year and 1 month and, at the end of October 31, 2026, Section 2 of this Act, with no further action required by the General Assembly, shall be abrogated and of no further force and effect. Section 3 of this Act shall remain effective for a period of 2 years and 1 month and, at the end of October 31, 2027, Section 3 of this Act, with no further action required by the General Assembly, shall be abrogated and of no further force and effect.