

Purpose

1. SA Water is committed to assisting residential customers of water and sewerage services, who are experiencing financial hardship, to manage their payments in a manner that best suits the customer, and ensuring they remain connected to a retail service.
2. The purpose of this policy is to identify residential customers who are experiencing payment difficulties due to hardship, and assist those customers to better manage their bills on an ongoing basis.
3. This policy sets out:
 - processes to identify residential customers experiencing payment difficulties due to hardship, including identification by us, self-identification by a residential customer, identification by an accredited financial counsellor, or welfare agency, and
 - an outline of a range of processes or programs that we will use, or apply, to assist our customers who have been identified as experiencing payment difficulties.

Background

4. This policy is based on the customer hardship policy, made by the Minister for Human Services, pursuant to section 37 of the Water Industry Act 2012, under a delegation by the Minister for Environment and Water, with modifications. The modifications contained in this policy have been approved by Essential Services Commission of South Australia.

Definitions and interpretation

5. In this policy:

Term	Description
accredited financial counsellor	in South Australia, an accredited financial counsellor means a person who holds a Diploma of Community Services (Financial Counselling), and who has worked at least 12 months as a financial counsellor under the supervision of the South Australian Financial Counsellors Association
consumer	means a person supplied with retail services as a consumer or user of those services (as defined in the <i>Water Industry Act 2012</i>)
customer	means a person who owns land in relation to which a retail service is provided and includes: <ul style="list-style-type: none"> • where the context requires, a person seeking the provision of a retail service, • in prescribed circumstances, a person supplied with retail services as a consumer or user of those services (without limiting the application of this definition to owners of land), and • a person of a class declared by the regulations to be customers (as defined in the <i>Water Industry Act 2012</i>)
customer hardship policy	means this policy, which has been adopted by SA Water, in accordance with section 37 of the <i>Water Industry Act 2012</i>
financial counsellor	means accredited financial counsellor
financial hardship	means a circumstance of experiencing a lack of financial means, which may be either ongoing or temporary, but does not include circumstances where a person chooses not to meet a liability for an unpaid debt

Term	Description
hardship	means financial hardship
hardship customer	means a residential customer who has been identified under, accepted into, or is eligible for assistance under our hardship program
our, us, we	means SA Water
policy	means this customer hardship policy
regulations	means regulations under the Water Industry Act 2012
residential customer	means a customer or consumer who is supplied with retail services for use at residential premises (as defined in the Water Industry Act 2012)
retail service	means a service constituted by: <ul style="list-style-type: none"> the sale and supply of water to a person for use (and not for resale other than in prescribed circumstances (if any) where the water is to be conveyed by a reticulated system, or the sale and supply of sewerage services for the removal of sewage (even if the service is not actually used) but does not include any service, or any service of a class, excluded from the ambit of this definition by the regulations (as defined in the Water Industry Act 2012)
sewage	includes any form of waste that may be appropriately removed or dealt with through the use of a sewerage service (as defined in the Water Industry Act 2012)
sewerage service	means: <ul style="list-style-type: none"> a service constituted by the collection, storage, treatment or conveyance of sewage through the use of a reticulated system, or any other service, or any service of a class, brought within the ambit of this definition by the regulations (as defined in the Water Industry Act 2012)
water	includes rainwater, stormwater, desalinated water, recycled water and water that may include any material or impurities, but does not include sewage (as defined in the Water Industry Act 2012)
water service	means: <ul style="list-style-type: none"> a service constituted by the collection, storage, production, treatment, conveyance, reticulation or supply of water, or any other service, or any service of a class, brought within the ambit of this definition by the regulations. (as defined in the Water Industry Act 2012)

Identifying residential customers experiencing financial hardship

- A residential customer experiencing financial hardship is someone who is identified by themselves, by us, by an accredited financial counsellor, or by a welfare agency as having the intention, but not the financial capacity, to make required payments in accordance with our payment terms.
- There are two types of financial hardship: ongoing and temporary. Depending on the type of hardship being experienced, hardship customers will have different needs and will require different solutions.
- Residential customers that are identified as experiencing ongoing hardship are generally those on low or fixed incomes. These customers may require ongoing assistance.

9. Residential customers that may be identified as experiencing temporary hardship are those that have experienced a short-term change in circumstances, such as serious illness, disability or death in the family, loss or change in income, separation, divorce or other family crisis, a loss arising from an accident, or some other temporary financial difficulty. These customers generally require flexibility and temporary assistance, such as an extension of time to pay or an alternative payment arrangement.
10. The extent of hardship will be determined by either our assessment process or by an external body, such as an accredited financial counsellor.
11. Where we assess a residential customer's eligibility for hardship assistance, we will consider indicators including (but not limited to) whether:
 - the customer is on a Centrelink income and holds a Pensioner Concession Card or holds a Centrelink Low Income Health Care Card
 - the customer is eligible for a South Australian Government concession
 - the customer has been referred by an accredited financial counsellor or welfare agency
 - the customer has previously applied for emergency relief (irrespective of whether or not their application was successful)
 - the customer's payment history indicates that they have had difficulty meeting their retail services bills in the past
 - the customer, through self assessment, has identified their position regarding their ability to pay.

Assisting residential customers who are experiencing financial hardship

12. We will inform a residential customer of this customer hardship policy where:
 - it appears to us that non-payment of a bill for retail services is due to the customer experiencing payment difficulties due to hardship, or
 - we are proposing to install a flow restriction device.
13. Where a residential customer has been identified as experiencing financial hardship, we will offer the customer, as soon as is reasonably practicable, flexible and frequent payment options that have regard to the hardship customer's usage, capacity to pay and current financial situation. These options will include all of the following:
 - an interest and fee free payment plan which complies with payment plan clauses 27 to 31 listed below,
 - Centrelink's Centrepay service, or
 - other arrangement, under which the customer is given more time to pay a bill or to pay in arrears (including any disconnection or restriction charges),

recognising that some residential customers have a short-term financial hardship issue which may be resolved in the near to medium-term, where others may require a different type of assistance for ongoing financial issues.

14. We will not charge a residential customer a restoration charge where that customer is experiencing financial hardship and should have been identified as eligible for this customer hardship policy, so long as the customer agrees to participate in our hardship program, upon restoration.
15. We will engage in discussion with the hardship customer to determine a realistic payment option in line with the customer's capacity to pay.

16. We will work with a hardship customer's financial counsellor to determine the payment arrangement and instalment amount that best suits the customer and their individual circumstances.
17. Where a hardship customer's circumstances change, we will work with the customer, and their financial counsellor, to re-negotiate their payment arrangement.
18. We will not require a hardship customer to provide a security deposit.
19. We will not restrict a hardship customer's retail services if:
 - the customer has agreed to a payment arrangement and continues to adhere to the terms of that arrangement, or
 - we have failed to comply with the requirements of this customer hardship policy.
20. We will support customers who meet their payment arrangements through incentives.
21. We will also offer the hardship customer:
 - where appropriate, information about the right to have a bill redirected to a third person, as long as that third person consents in writing to that redirection,
 - information about, and referral to, Commonwealth and South Australian Government concessions, rebates, grants and assistance programs, and
 - information about, and referral to, accredited financial and other relevant counselling and support services, particularly where a customer that is identified as experiencing ongoing financial hardship.
22. Where a hardship customer requests information or a redirection of their bills, we will provide that information or redirection at no charge to the customer.
23. We will provide information to the hardship customer on how to reduce usage and improve water efficiency, which may include referral to relevant government water efficiency programs. This will be provided at no charge to the customer.
24. We will explain to the hardship customer how and when the customer will be returned to regular billing cycles (and collection), after they have successfully completed the hardship program.
25. We will also explain to the hardship customer that they will be removed from our hardship program, and be returned to our standard collection cycles, including debt recovery, should they cease to make payments according to the agreed payment arrangement or fail to contact us for a period of greater than 90 days.
26. We will not take any action to remove a customer from our hardship program until we have sent the customer a written notice, allowing them 10 working days from the date of the notice to contact us to re-negotiate their re-entry into the program.

Payment plans

27. Our payment plan for a hardship customer will be established having regard to:
 - the customer's capacity to pay and current financial situation,
 - any arrears owing by the customer, and
 - the customer's expected usage needs over the following 12 month period. Where a customer is proposing a payment arrangement that will not meet their expected usage and may cause their debt to increase, we may require supporting documentation verifying their financial position and their capacity to pay.

28. The payment plan will also include an offer for the hardship customer to pay for their retail services in advance or in arrears by instalment payments at a frequency agreed with the customer (e.g. weekly, fortnightly, monthly or as otherwise agreed with the customer).
29. Where a payment plan is offered to a hardship customer, we will inform the customer in writing, within 10 business days of an agreement being reached, of:
 - the duration of the plan,
 - the amount of each instalment payable under the plan, the frequency of instalments and the date by which each instalment must be paid,
 - if the customer is in arrears – the number of instalments to pay the arrears, and
 - if the customer is to pay in advance – the basis on which instalments are calculated.
30. We will waive any fees for late payment of a bill for a hardship customer.
31. Where a hardship customer is seeking assistance in accordance with this policy, but has failed to fulfil their obligations under an existing hardship arrangement, we will require them to sign up for Centrepay or direct debit deductions.

Debt recovery

32. We will suspend debt recovery processes while negotiating a suitable payment arrangement with a hardship customer.
33. We will not engage in legal action or commence proceedings for the recovery of a debt relating to a retail service for a hardship customer if:
 - the customer has agreed to a payment arrangement and continues to adhere to the terms of that arrangement, or
 - we have failed to comply with the requirements of this customer hardship policy.

Rights of residential customers experiencing financial hardship

34. Every residential customer experiencing financial hardship has the right to:
 - Be treated respectfully on a case-by-case basis, and have their circumstances kept confidential.
 - Receive information about alternative payment arrangements, this customer hardship policy, and government concessions, rebates, grants and assistance programs.
 - Negotiate an amount they can afford to pay on a payment plan or other payment arrangement.
 - Consider various payment methods, and receive written confirmation of the agreed payment arrangement within 10 business days.
 - Renegotiate their payment arrangement if there is a change in their circumstances.
 - Receive information about free and independent, accredited financial counselling services.
 - Receive a language interpreter service at no charge to the customer.
 - Be shielded from legal action and additional debt recovery costs, whilst they continue to make payments according to an agreed payment arrangement.
 - Not have retail services restricted or disconnected as long as they have agreed to a payment arrangement and continue to make payments according to an agreed plan.

General provisions

35. We will ensure residential customers have equitable access to this customer hardship policy, and that this policy is applied consistently.
36. We will ensure appropriate training of staff dealing with residential customers in hardship to enable them to treat customers with respect and without making value judgements. Training will also assist staff in the early identification of hardship customers, with establishing payment plans based on a hardship customer's capacity to pay, and include processes for referral to an accredited financial counsellor or welfare agency for assistance.
37. This customer hardship policy is available on our website: www.sawater.com.au
38. We will also make a copy of this policy available to a customer, upon request at no charge to the customer and as soon as practicable following a request to do so.
39. This customer hardship policy does not limit or prevent us from waiving any fee, charge or amount of arrears for the provision of retail services to customers who are experiencing financial hardship.

Confidentiality

40. Any information disclosed by a customer is confidential and will not be used for any purpose other than the assessment of an application for assistance.

Complaints handling

41. Details of our customer complaints and dispute resolution process are available at our website: www.sawater.com.au. We will also make a copy of this process available to a residential customer, upon request at no charge to the customer.
42. A residential customer experiencing hardship has a right to have any complaint heard and addressed by us, and the right to escalate their complaint to the Energy and Water Ombudsman SA, in the event that their complaint cannot be resolved.