CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 1241

54th Legislature 1995 Regular Session

Passed by the House February 22, 1995 Yeas 98 Nays 0

Speaker of the House of Representatives

Passed by the Senate April 13, 1995 Yeas 48 Nays 0

CERTIFICATE

I, Timothy A. Martin, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1241** as passed by the House of Representatives and the Senate on the dates hereon set forth.

President of the Senate

Approved

Chief Clerk

FILED

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE HOUSE BILL 1241

Passed Legislature - 1995 Regular Session

State of Washington 54th Legislature 1995 Regular Session

By House Committee on Energy & Utilities (originally sponsored by Representatives Crouse, Casada, Dellwo, Chappell, Schoesler, Honeyford, Hymes, Sherstad, Backlund, Mastin, Benton, Campbell and Kremen)

Read first time 02/09/95.

AN ACT Relating to waivers of electric and gas utility connection charges; amending RCW 35.41.080 and 54.24.080; and adding a new section to chapter 35.21 RCW.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 <u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 35.21 RCW 6 to read as follows:

7 A city or town, including a code city, that owns or operates an 8 electric or gas utility may waive connection charges for properties 9 purchased by low-income persons from organizations exempt from tax 10 under section 501(c)(3) of the federal internal revenue code as amended prior to the effective date of this act. Waivers of connection charges 11 12 for the same class of electric or gas utility service must be uniformly 13 applied to all qualified property. Nothing in this section authorizes the impairment of a contract. 14

15 Sec. 2. RCW 35.41.080 and 1971 ex.s. c 223 s 3 are each amended to 16 read as follows:

17 <u>(1)</u> The legislative body of any city or town may provide by 18 ordinance for revenues by fixing rates and charges for the furnishing

of service, use, or benefits to those to whom service, use, or benefits 1 from such facility or utility is available, which rates and charges 2 shall be uniform for the same class of service. 3 ((And,)) <u>The</u> 4 legislative body may waive connection charges for properties purchased by low-income persons from organizations exempt from tax under section 5 501(c)(3) of the federal internal revenue code as amended prior to the 6 7 effective date of this act. Waivers of connection charges for the same 8 class of electric or gas utility service must be uniformly applied to all qualified property. Nothing in this subsection (1) authorizes the 9 impairment of a contract. 10

(2) If revenue bonds or warrants are issued against the revenues 11 ((thereof)) collected under subsection (1) of this section, the 12 legislative body of the city or town shall fix charges at rates which 13 will be sufficient, together with any other moneys lawfully pledged 14 15 therefor, to provide for the payment of bonds and warrants, principal 16 and interest, sinking fund requirements and expenses incidental to the 17 issuance of such revenue bonds or warrants; in fixing such charges the legislative body of the city or town may establish rates sufficient to 18 19 pay, in addition, the costs of operating and maintaining such facility 20 or utility.

21 **Sec. 3.** RCW 54.24.080 and 1991 c 347 s 21 are each amended to read 22 as follows:

23 (1) The commission of each district which shall have revenue 24 obligations outstanding shall have the power and shall be required to 25 establish, maintain, and collect rates or charges for electric energy and water and other services, facilities, and commodities sold, 26 furnished, or supplied by the district ((which)). The rates and 27 charges shall be fair and, except as authorized by RCW 74.38.070 and by 28 29 subsections (2) and (3) of this section, nondiscriminatory, and shall be adequate to provide revenues sufficient for the payment of the 30 principal of and interest on such revenue obligations for which the 31 payment has not otherwise been provided and all payments which the 32 33 district is obligated to set aside in any special fund or funds created 34 for such purpose, and for the proper operation and maintenance of the public utility and all necessary repairs, replacements, and renewals 35 36 thereof.

37 (2) <u>The commission of a district may waive connection charges for</u>
38 properties purchased by low-income persons from organizations exempt

1 from tax under section 501(c)(3) of the federal internal revenue code 2 as amended prior to the effective date of this act. Waivers of 3 connection charges for the same class of electric or gas utility 4 service must be uniformly applied to all qualified property. Nothing 5 in this subsection (2) authorizes the impairment of a contract.

6 <u>(3)</u> In establishing rates or charges for water service, 7 commissioners may in their discretion consider the achievement of water 8 conservation goals and the discouragement of wasteful water use 9 practices.

--- END ---