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## SUBSTITUTE SENATE BILL 5910

State of Washington 1993 Regular Session 53rd Legislature

By Senate Committee on Energy & Utilities (originally sponsored by Senator Sutherland)

Read first time 03/03/93.

- 1 AN ACT Relating to public drinking water systems; adding a new
- 2 chapter to Title 70 RCW; and declaring an emergency.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 The legislature finds that a state-wide NEW SECTION. Sec. 1.
- assessment of water systems has shown that public drinking water 6
  - systems have a critical need for financial assistance to assure safe,
- reliable, and viable water supplies, meet the requirements of the
- federal safe drinking water act, provide for comprehensive planning and 8
- regional planning of public water systems, assess the status of the 9
- 10 state's drinking water quality, develop least-cost solutions to public
- water systems through consolidation of small systems into larger and 11
- 12 financially viable utilities, and implement demand management
- 13 strategies to more effectively use the state's financial resources and
- 14 water resources.

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- 15 The federal government has indicated an intention to provide new
- 16 funding for water system needs on a national basis within a program of
- 17 federal investment in infrastructure intended to provide a significant
- 18 number of jobs nation-wide this year. The state of Washington does not

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1 have the broad-based authority and ability to promptly receive and 2 disburse federal assistance to eligible water systems.

It is the intent of the legislature to provide for a system of 3 4 grants and loans, in addition to existing state financial assistance programs, that will: (1) Receive and utilize federal funding to 5 provide assistance for planning, design, acquisition, construction, 6 7 consolidation, and improvement of public water systems facilities and 8 activities in the achievement of state and federal public water system 9 requirements; (2) meet the short-term and long-term needs identified 10 and prioritized in the state-wide assessment; and (3) encourage responsible and efficient water system management throughout the state. 11 12 It is the further intent of the legislature to use existing state 13 funding programs for the administrative and financial mechanisms necessary to ensure prompt and coordinated delivery of the financial 14

NEW SECTION. Sec. 2. Unless the context clearly requires otherwise, the definitions in this section apply throughout this chapter.

assistance to public water systems authorized under this chapter.

19 (1) "Board" means the public works board.

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- 20 (2) "Department" means the department of health.
- 21 (3) "Private water purveyor" means a public water system not owned 22 by a governmental body.
- (4) "Public water purveyor" means a governmental body, including a public or quasi-public organization, that owns and operates a public water system, or the authorized agent of such an entity.
- 26 (5) "Public water system" has the meaning prescribed in the 27 Washington state safe drinking water act, chapter 70.119A RCW.
- 28 <u>NEW SECTION.</u> **Sec. 3.** The drinking water assistance account is 29 established in the state treasury. Money may be placed in the account from the proceeds of bonds when authorized by the legislature, 30 transfers from other state funds or accounts, federal financial 31 assistance, or any other lawful source. Moneys from the account may be 32 33 spent only by the secretary of health or the public works board after appropriation. Expenditures from the account may be used only to meet 34 35 the purposes of this chapter.

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- NEW SECTION. Sec. 4. The department shall, in conjunction with the board, purveyors, local health departments, and other interested parties, establish a method to provide for grants and loans to public water systems that is consistent with the findings and intent contained in section 1 of this act. The department shall ensure that such financial assistance:
- 7 (1) Utilizes, to the maximum extent, all available federal 8 financial assistance, consistent with any terms and conditions under 9 which such assistance is provided to the state and its public water 10 systems;
- 11 (2) Is consistent with existing water resource planning and 12 management, including coordinated water supply plans, regional water 13 resource plans, and comprehensive plans under the growth management 14 act, chapter 36.70A RCW;
- 15 (3) Provides a priority to least-cost solutions, including 16 consolidation and restructuring of small systems into more economical 17 units and the provision of regional facilities;
- 18 (4) Assures implementation of water conservation and other demand 19 management measures consistent with state guidelines for water 20 utilities;
- (5) Provides assistance for the necessary planning and engineering to assure that consistency, coordination, and proper professional review are incorporated into projects or activities proposed for funding;

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- (6) Provides for comprehensive testing and evaluation of the water quality of the state's public water systems to assess on a state-wide basis the quality of the state's drinking water, assure that priority for financial assistance is provided to systems and areas with threats to public health from contaminated supplies, fully utilize the state's flexibility in implementing the federal safe drinking water act, and reduce in appropriate cases the substantial increases in costs and rates that customers of small systems would otherwise incur under the monitoring and testing requirements of the federal safe drinking water act; and
- 35 (7) Is coordinated, to the maximum extent possible, with other 36 state programs that provide financial assistance to public water 37 systems and state programs that address existing or potential water 38 quality or drinking water contamination problems.

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NEW SECTION. Sec. 5. The board shall develop a financial assistance program using appropriated funds from the drinking water assistance account to meet the purposes and implement the programs authorized in this chapter, and which the board reasonably determines is necessary after consultation with the department and water purveyors.

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7 The board shall provide a process whereby grants and loans may be 8 made to public water systems with the most critical public health 9 needs. In addition to critical needs, the determination shall include 10 the capacity of the water system to effectively manage its resources, the ability to promptly commence the project, the relative benefit to 11 the community served, with an emphasis on providing financial 12 13 assistance to those systems that are ready to proceed and systems that will provide water system improvements to the greatest number of 14 15 people, and any other criteria that the board and department jointly and reasonably determine in consultation with water system purveyors. 16 17 The department shall establish minimum standards for financial

viability and water planning to be considered for this program. The department shall make the information available to the board in a timely manner.

The board may provide financial assistance under the provisions of this chapter to the extent permitted or required by federal or state

this chapter to the extent permitted or required by federal or state law, and to the extent that such assistance is permitted under the department's rules or policies regarding financial viability and is otherwise consistent with the rules and policies of the department and the state board of health.

<u>NEW SECTION.</u> **Sec. 6.** The department and the board shall be entitled to reasonable administrative expenses in developing and implementing the programs authorized under this chapter.

30 In all cases where the department, board, and any other department, agency, board, or commission of state government interact or provide 31 service under this chapter, the administering government body shall 32 33 endeavor to provide cost-effective services. The provision of services 34 shall include: (1) The use of policy statements or guidelines instead of administrative rules; (2) using existing management mechanisms 35 36 rather than creating new administrative structures; (3) investigating the use of service contracts, either with other governmental entities 37 or with nongovernmental service providers; (4) the use of joint or 38

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- 1 combined financial assistance applications; and (5) any other method or
- 2 practice designed to streamline the delivery of services.
- 3 <u>NEW SECTION.</u> **Sec. 7.** The provisions of this act shall be
- 4 liberally construed for the purposes set forth in this act and to meet
- 5 federal standards or required practices that accompany federal funds.
- 6 <u>NEW SECTION.</u> **Sec. 8.** This act is necessary for the immediate
- 7 preservation of the public peace, health, or safety, or support of the
- 8 state government and its existing public institutions, and shall take
- 9 effect immediately.
- 10 <u>NEW SECTION.</u> **Sec. 9.** Sections 1 through 6 of this act shall
- 11 constitute a new chapter in Title 70 RCW.

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