SENATE BILL 5357

State of Washington 52nd Legislature 1991 Regular Session

By Senators Barr and Madsen; by request of Jnt Sel Com on Water Resource Policy.

Read first time January 29, 1991. Referred to Committee on Energy & Utilities.

1 AN ACT Relating to individuals or water purveyors identified as 2 qualified satellite system management agencies; and adding a new 3 section to chapter 70.116 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 70.116 RCW 6 to read as follows:

7 (1) The department shall adopt rules establishing criteria for designating individuals or water purveyors as qualified satellite 8 system management agencies. The criteria shall set forth minimum 9 10 standards for designation as a satellite system management agency 11 qualified to assume ownership, operation, or both, of an existing or proposed public water system. The criteria shall include demonstration 12 of financial integrity and operational capability, and may require 13 demonstration of previous experience in successful operation and 14 15 management of a public water system.

1 Each county shall identify potential satellite (2) system 2 management agencies to the department for areas where: (a) No purveyor 3 has been designated a future service area pursuant to this chapter, or 4 (b) an existing purveyor is unable or unwilling to provide service. Preference shall be given to public utilities or utility districts or 5 б to investor-owned utilities under the jurisdiction of the utilities and transportation commission. 7

(3) The department shall approve satellite system management 8 9 agencies meeting the established criteria and shall maintain and make available to counties a list of approved agencies. Prior to the 10 construction of a new public water system, the individual(s) proposing 11 the new system or requesting service shall first be directed by the 12 local agency responsible for issuing the construction or building 13 14 permit to one or more qualified satellite system management agencies designated for the service area where the new system is proposed. 15

16 (4) Approved satellite system management agencies shall be reviewed 17 periodically by the department for continued compliance with 18 established criteria. The department may require status reports and 19 other information necessary for such review. Satellite system 20 management agencies shall be subject to reapproval at the discretion of 21 the department but not less than once every five years.

22 The department may assess reasonable fees to process (5) applications for initial approval and for periodic review of satellite 23 24 system management agencies. A satellite system management account is 25 hereby created in the custody of the state treasurer. All receipts 26 satellite system management agencies or applicants under from subsection (4) of this section shall be deposited into the account. 27 28 Funds in this account may be used only for administration of the 29 satellite system management program. Expenditures from the account shall be authorized by the secretary or the secretary's designee. 30 The SB 5357 p. 2 of 3

- 1 account is subject to allotment procedures under chapter 43.88 RCW, but
- 2 no appropriation is required for expenditures.