CERTIFICATION OF ENROLLMENT

HOUSE BILL 2553

Chapter 110, Laws of 1998

55th Legislature 1998 Regular Session

MANDATORY MEASURED TELECOMMUNICATIONS SERVICE--TARIFF BAN EXTENSION

EFFECTIVE DATE: 6/11/98

Passed by the House February 11, 1998 Yeas 95 Nays 1

CLYDE BALLARD

Speaker of the House of Representatives

Passed by the Senate March 5, 1998 Yeas 47 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 **HOUSE BILL 2553** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BRAD OWEN

TIMOTHY A. MARTIN

President of the Senate

FILED

Chief Clerk

March 23, 1998 - 4:24 p.m.

Approved March 23, 1998

GARY LOCKE

Governor of the State of Washington

Secretary of State State of Washington

HOUSE BILL 2553

Passed Legislature - 1998 Regular Session

55th Legislature

1998 Regular Session

By Representatives Crouse, Morris, DeBolt, Kessler, Cooper, Benson, Mielke, Dunshee, Hankins, Delvin, Zellinsky, Constantine, Kastama, O'Brien, Conway, Dickerson and Mason

Read first time 01/15/98. Referred to Committee on Energy & Utilities.

- 1 AN ACT Relating to mandatory measured telecommunications service;
- 2 and amending RCW 80.04.130.

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State of Washington

- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 80.04.130 and 1997 c 368 s 14 are each amended to read as follows: 5
- 6 (1) Whenever any public service company shall file with the
- commission any schedule, classification, rule or regulation, the effect 7
- of which is to change any rate, charge, rental or toll theretofore 8
- 9 charged, the commission shall have power, either upon its own motion or
- 10 upon complaint, upon notice, to enter upon a hearing concerning such
- proposed change and the reasonableness and justness thereof, and 11
- 12 pending such hearing and the decision thereon the commission may
- 13 suspend the operation of such rate, charge, rental or toll for a period
- not exceeding ten months from the time the same would otherwise go into
- 15 effect, and after a full hearing the commission may make such order in
- 16 reference thereto as would be provided in a hearing initiated after the
- 17 same had become effective. The commission shall not suspend a tariff
- 18 that makes a decrease in a rate, charge, rental, or toll filed by a
- 19 telecommunications company pending investigation of the fairness,

- 1 justness, and reasonableness of the decrease when the filing does not
- 2 contain any offsetting increase to another rate, charge, rental, or
- 3 toll and the filing company agrees to not file for an increase to any
- 4 rate, charge, rental, or toll to recover the revenue deficit that
- 5 results from the decrease for a period of one year. The filing company
- 6 shall file with any decrease sufficient information as the commission
- 7 by rule may require to demonstrate the decreased rate, charge, rental,
- 8 or toll is above the long run incremental cost of the service. A
- 9 tariff decrease that results in a rate that is below long run
- 10 incremental cost, or is contrary to commission rule or order, or the
- 11 requirements of this chapter, shall be rejected for filing and returned
- 12 to the company. The commission may prescribe a different rate to be
- 13 effective on the prospective date stated in its final order after its
- 14 investigation, if it concludes based on the record that the originally
- 15 filed and effective rate is unjust, unfair, or unreasonable.
- 16 For the purposes of this section, tariffs for the following
- 17 telecommunications services, that temporarily waive or reduce charges
- 18 for existing or new subscribers for a period not to exceed sixty days
- 19 in order to promote the use of the services shall be considered tariffs
- 20 that decrease rates, charges, rentals, or tolls:
- 21 (a) Custom calling service;

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- (b) Second access lines; or
- 23 (c) Other services the commission specifies by rule.
- The commission may suspend any promotional tariff other than those
- 25 listed in (a) through (c) of this subsection.
- The commission may suspend the initial tariff filing of any water
- 27 company removed from and later subject to commission jurisdiction
- 28 because of the number of customers or the average annual gross revenue
- 29 per customer provisions of RCW 80.04.010. The commission may allow
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- 30 temporary rates during the suspension period. These rates shall not
- 31 exceed the rates charged when the company was last regulated. Upon a
- 32 showing of good cause by the company, the commission may establish a
- 33 different level of temporary rates.
- 34 (2) At any hearing involving any change in any schedule,
- 35 classification, rule or regulation the effect of which is to increase
- 36 any rate, charge, rental or toll theretofore charged, the burden of
- 37 proof to show that such increase is just and reasonable shall be upon
- 38 the public service company.

- The 1 implementation of mandatory local (3) measured telecommunications service is a major policy change in available 2 telecommunications service. The commission shall not accept for filing 3 4 a price list, nor shall it accept for filing or approve, prior to June 1, ((1998)) 2001, a tariff filed by a telecommunications company which 5 imposes mandatory local measured service on any customer or class of 6 7 customers, except that, upon finding that it is in the public interest, 8 the commission may accept for filing a price list or it may accept for 9 filing and approve a tariff that imposes mandatory measured service for a telecommunications company's extended area service or foreign 10 exchange service. This subsection does not apply to land, air, or 11 marine mobile service, or to pay telephone service, or to any service 12 which has been traditionally offered on a measured service basis. 13
- 14 (4) The implementation of Washington telephone assistance program
 15 service is a major policy change in available telecommunications
 16 service. The implementation of Washington telephone assistance program
 17 service will aid in achieving the stated goal of universal telephone
 18 service.
- 19 (5) If a utility claims a sales or use tax exemption on the 20 pollution control equipment for an electrical generation facility and 21 abandons the generation facility before the pollution control equipment 22 is fully depreciated, any tariff filing for a rate increase to recover 23 abandonment costs for the pollution control equipment shall be 24 considered unjust and unreasonable for the purposes of this section.

Passed the House February 11, 1998.

Passed the Senate March 5, 1998.

Approved by the Governor March 23, 1998.

Filed in Office of Secretary of State March 23, 1998.

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