# CERTIFICATION OF ENROLLMENT

# ENGROSSED SUBSTITUTE HOUSE BILL 2891

Chapter 113, Laws of 2004

58th Legislature 2004 Regular Session

PUBLIC UTILITY DISTRICTS

EFFECTIVE DATE: 3/24/04

Passed by the House February 12, 2004 Yeas 93 Nays 0

#### FRANK CHOPP

## Speaker of the House of Representatives

Passed by the Senate March 4, 2004 Yeas 46 Nays 0

#### CERTIFICATE

I, Richard Nafziger, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is ENGROSSED SUBSTITUTE HOUSE BILL 2891 as passed by the House of Representatives and the Senate on the dates hereon set forth.

## RICHARD NAFZIGER

BRAD OWEN Chief Clerk

#### President of the Senate

Approved March 24, 2004.

FILED

March 24, 2004 - 2:28 p.m.

GARY F. LOCKE

Governor of the State of Washington

Secretary of State State of Washington

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### ENGROSSED SUBSTITUTE HOUSE BILL 2891

Passed Legislature - 2004 Regular Session

State of Washington 58th Legislature 2004 Regular Session

By House Committee on Local Government (originally sponsored by Representatives Grant and Mastin)

READ FIRST TIME 02/06/04.

- 1 AN ACT Relating to revising boundaries of a public utility district
- 2 in incorporated territory; amending RCW 54.12.010; adding a new section
- 3 to chapter 54.04 RCW; and declaring an emergency.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 54.12.010 and 1994 c 223 s 56 are each amended to read 6 as follows:
- A public utility district that is created as provided in RCW
- 8 54.08.010 shall be a municipal corporation of the state of Washington,
- 9 and the name of such public utility district shall be Public Utility
- 10 District No. . . . of . . . . . County.
- 11 The powers of the public utility district shall be exercised
- 12 through a commission consisting of three members in three commissioner
- 13 districts, and five members in five commissioner districts.
- ((When)) (1) If the public utility district is county-wide and the
- 15 county has three county legislative authority districts, then, at the
- 16 first election of commissioners and until any change ((shall have
- 17 been)) is made in the boundaries of public utility district
- 18 commissioner districts, one public utility district commissioner shall

be chosen from each of the three county legislative authority
districts. ((\text{When}))

- (2) If the public utility district comprises only a portion of the county, with boundaries established in accordance with chapter 54.08 RCW, or ((when)) if the public utility district is county-wide and the county does not have three county legislative authority districts, three public utility district commissioner districts, numbered consecutively, each with approximately equal population and following precinct lines, as far as practicable, shall be described in the petition for the formation of the public utility district, ((which shall be)) subject to appropriate change by the county legislative authority if and when it changes the boundaries of the proposed public utility district((, and)). One commissioner shall be elected as a commissioner of each of the public utility district commissioner districts. ((Commissioner districts shall be used as follows: (1)))
- (3) Only a registered voter who resides in a commissioner district may be a candidate for, or hold office as, a commissioner of the commissioner district( $(; \frac{1}{2})$ ). Only voters of a commissioner district may vote at a primary to nominate candidates for a commissioner of the commissioner district. Voters of the entire public utility district may vote at a general election to elect a person as a commissioner of the commissioner district.
- (4) The term of office of each public utility district commissioner other than the commissioners at large shall be six years, and the term of each commissioner at large shall be four years. Each term shall be computed in accordance with RCW ((29.04.170)) 29A.20.040 following the commissioner's election. All public utility district commissioners shall hold office until their successors shall have been elected and have qualified and assume office in accordance with RCW ((29.04.170)) 29A.20.040.
- (5) A vacancy in the office of public utility district commissioner shall occur as provided in chapter 42.12 RCW or by nonattendance at meetings of the public utility district commission for a period of sixty days unless excused by the public utility district commission. Vacancies on a board of public utility district commissioners shall be filled as provided in chapter 42.12 RCW.
- 37 <u>(6)</u> The boundaries of the public utility district commissioner 38 districts may be changed only by the public utility district

commission, and shall be examined every ten years to determine 1 2 substantial equality of population in accordance with chapter ((29.70))29A.76 RCW((, but)). Except as provided in this section or section 2 3 of this act, the boundaries shall not be changed oftener than once in 4 four years((, and)). Boundaries may only be changed when all members 5 of the commission are present. Whenever territory is added to a public 6 7 utility district under RCW 54.04.035, or added or withdrawn under section 2 of this act, the boundaries of the public utility 8 commissioner districts shall be changed to include ((such)) the 9 10 additional or exclude the withdrawn territory. Unless the boundaries are changed pursuant to section 2 of this act, the proposed change of 11 12 the boundaries of the public utility district commissioner district 13 must be made by resolution and after public hearing. Notice of the 14 time of ((a)) the public hearing ((thereon)) shall be published for two weeks ((prior thereto)) before the hearing. Upon a referendum petition 15 signed by ten percent of the qualified voters of the public utility 16 17 district being filed with the county auditor, the county legislative authority shall submit ((such)) the proposed change of boundaries to 18 the voters of the public utility district for their approval or 19 rejection. ((Such)) The petition must be filed within ninety days 20 21 after the adoption of resolution of the proposed action. The validity 22 of the petition ((shall be)) is governed by the provisions of chapter 23 54.08 RCW.

NEW SECTION. Sec. 2. A new section is added to chapter 54.04 RCW to read as follows:

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- (1) Any voting precinct located within a county that has a federal nuclear reservation within its boundaries is:
- (a) Withdrawn from a public utility district if the precinct receives at least one electric distribution, water, or sewer service from a city, and no electric distribution, water, or sewer service from a public utility district;
- (b) Included in a public utility district if any portion of the precinct receives at least one electric distribution, water, or sewer service from the public utility district.
- 35 (2) For voting precincts that meet the requirements of subsection 36 (1) of this section, within ten days after the effective date of this

act, and for voting precincts that later meet the requirements of subsection (1) of this section, within thirty days of meeting the requirements:

- (a) The city that provides any electric distribution, water, or sewer service to a precinct that is withdrawn from a public utility district under subsection (1) of this section shall submit to the public utility district and the county auditor a list of street addresses, or map of the areas to which any service is provided;
- (b) The public utility district that provides any electric distribution, water, or sewer service to a precinct that is included in the public utility district under subsection (1) of this section shall submit to the city or town and the county auditor a list of street addresses, or map of the areas to which any service is provided.
- (3) Within ten days of receipt of the information required under subsection (2) of this section, the auditor shall determine which voting precincts are required to be withdrawn from or included in the public utility district, and provide that information to the public utility district commissioners who shall, within ten days, revise the boundaries of the district in conformance with RCW 54.12.010 without dividing any voting precinct.
- (4) Unless otherwise provided in an agreement between the public utility district and the city or town, taxes or assessments levied or assessed against property located in an area withdrawn from a public utility district shall remain a lien and be collected as by law (a) if the taxes or assessments were levied or assessed before the withdrawal or (b) if the levies or assessments were made to pay or secure an obligation of the district duly incurred or issued before the withdrawal. The withdrawal of an area from the boundaries of a district does not exempt any property therein from taxation or assessment for the purpose of paying the costs of retiring or redeeming any obligation of the district duly incurred or issued before the withdrawal.
- (5) Except as set forth in subsection (4) of this section, a public utility district may not levy or impose any taxes upon property located within those voting precincts withdrawn from the public utility district.
- (6) Nothing in this act limits the authority of public utility

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- districts and cities or towns to enter into service agreements that are otherwise permitted by law.
- NEW SECTION. Sec. 3. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect immediately.

Passed by the House February 12, 2004. Passed by the Senate March 4, 2004. Approved by the Governor March 24, 2004. Filed in Office of Secretary of State March 24, 2004.