## SENATE BILL 5105

State of Washington 59th Legislature 2005 Regular Session

**By** Senators Swecker, Jacobsen, Kastama and Oke; by request of Utilities & Transportation Commission

Read first time 01/13/2005. Referred to Committee on Transportation.

AN ACT Relating to certification of entities regulated by the utilities and transportation commission under Title 81 RCW; amending RCW 81.66.060, 81.68.030, 81.68.040, 81.77.030, 81.77.040, and 81.84.020; adding a new section to chapter 81.70 RCW; adding a new section to chapter 81.68 RCW; recodifying RCW 81.68.045; and declaring an emergency.

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

8 Sec. 1. RCW 81.66.060 and 1979 c 111 s 9 are each amended to read 9 as follows:

10 The commission may, at any time, by its order duly entered after ((a hearing had upon)) notice to the holder of any certificate issued 11 12 under this chapter, and an opportunity ((to such holder to be heard)) for a hearing, at which it is proven that the holder has willfully 13 14 violated or refused to observe any of the commission's proper orders, rules, or regulations, suspend, revoke, alter, or amend any certificate 15 issued under the provisions of this chapter, but the holder of the 16 certificate shall have all the rights of rehearing, review, and appeal 17 as to the order of the commission as is provided for in RCW 81.68.070. 18

1 Sec. 2. RCW 81.68.030 and 1989 c 163 s 4 are each amended to read
2 as follows:

3 The commission is vested with power and authority, and it is its 4 duty to supervise and regulate every auto transportation company in 5 this state as provided in this section. Under this authority, it shall 6 for each auto transportation company:

7 (1) Fix, alter, and amend just, fair, reasonable, and sufficient 8 rates, fares, charges, classifications, rules, and regulations;

(2) Regulate the accounts, service, and safety of operations;

10 (3) Require the filing of annual and other reports and of other 11 data;

12 (4) Supervise and regulate the companies in all other matters 13 affecting the relationship between such companies and the traveling and 14 shipping public;

(5) By general order or otherwise, prescribe rules and regulations
in conformity with this chapter, applicable to any and all such
companies, and within such limits make orders.

The commission may, at any time, by its order duly entered after 18 ((a hearing had upon)) notice to the holder of any certificate under 19 this chapter, and an opportunity ((to the holder to be heard)) for a 20 21 hearing, at which it shall be proven that the holder willfully violates 22 or refuses to observe any of the commission's proper orders, rules, or 23 regulations, suspend, revoke, alter, or amend any certificate issued 24 under the provisions of this chapter, but the holder of the certificate 25 has all the rights of rehearing, review, and appeal as to the order of the commission as is provided for in RCW 81.68.070. 26

27 **Sec. 3.** RCW 81.68.040 and 1961 c 14 s 81.68.040 are each amended 28 to read as follows:

29 No auto transportation company shall operate for the transportation 30 of persons, and baggage, mail and express on the vehicles of auto 31 transportation companies carrying passengers, for compensation between fixed termini or over a regular route in this state, without first 32 having obtained from the commission under the provisions of this 33 chapter a certificate declaring that public convenience and necessity 34 require such operation; but a certificate shall be granted when it 35 36 appears to the satisfaction of the commission that such person, firm or 37 corporation was actually operating in good faith, over the route for

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which such certificate shall be sought on January 15, 1921. Any right, 1 2 privilege, certificate held, owned or obtained by an auto transportation company may be sold, assigned, leased, transferred or 3 inherited as other property, only upon authorization by the commission. 4 The commission shall have power, after notice and an opportunity for a 5 hearing, when the applicant requests a certificate to operate in a 6 7 territory already served by a certificate holder under this chapter, 8 only when the existing auto transportation company or companies serving such territory will not provide the same to the satisfaction of the 9 10 commission, or when the existing auto transportation company does not object, and in all other cases with or without hearing, to issue said 11 12 certificate as prayed for; or for good cause shown to refuse to issue 13 same, or to issue it for the partial exercise only of said privilege 14 sought, and may attach to the exercise of the rights granted by said certificate to such terms and conditions as, in its judgment, the 15 16 public convenience and necessity may require.

17 <u>NEW SECTION.</u> **Sec. 4.** RCW 81.68.045 is recodified as a section in 18 chapter 81.70 RCW.

19 Sec. 5. RCW 81.77.030 and 1989 c 431 s 20 are each amended to read 20 as follows:

The commission shall supervise and regulate every solid waste collection company in this state,

(1) By fixing and altering its rates, charges, classifications,
rules and regulations;

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(2) By regulating the accounts, service, and safety of operations;

26 (3) By requiring the filing of annual and other reports and data;

(4) By supervising and regulating such persons or companies in all
 other matters affecting the relationship between them and the public
 which they serve;

30 (5) By requiring compliance with local solid waste management plans
 31 and related implementation ordinances;

32 (6) By requiring certificate holders under chapter 81.77 RCW to use 33 rate structures and billing systems consistent with the solid waste 34 management priorities set forth under RCW 70.95.010 and the minimum 35 levels of solid waste collection and recycling services pursuant to 36 local comprehensive solid waste management plans. The commission may order consolidated billing and provide for reasonable and necessary expenses to be paid to the administering company if more than one certificate is granted in an area.

The commission, on complaint made on its own motion or by an 4 aggrieved party, at any time, after ((the holding of a hearing of 5 which)) providing the holder of any certificate ((has had)) with notice 6 7 and an opportunity ((to be heard, and)) for a hearing at which it shall be proven that the holder has willfully violated or refused to observe 8 9 any of the commission's orders, rules, or regulations, or has failed to operate as a solid waste collection company for a period of at least 10 one year preceding the filing of the complaint, may suspend, revoke, 11 12 alter, or amend any certificate issued under the provisions of this 13 chapter.

14 **Sec. 6.** RCW 81.77.040 and 1989 c 431 s 21 are each amended to read 15 as follows:

No solid waste collection company shall hereafter operate for the hauling of solid waste for compensation without first having obtained from the commission a certificate declaring that public convenience and necessity require such operation. A condition of operating a solid waste company in the unincorporated areas of a county shall be complying with the solid waste management plan prepared under chapter 70.95 RCW applicable in the company's franchise area.

23 Issuance of the certificate of necessity shall be determined upon, 24 but not limited to, the following factors: The present service and the cost thereof for the contemplated area to be served; an estimate of the 25 26 cost of the facilities to be utilized in the plant for solid waste collection and disposal, sworn to before a notary public; a statement 27 of the assets on hand of the person, firm, association or corporation 28 29 which will be expended on the purported plant for solid waste 30 collection and disposal, sworn to before a notary public; a statement 31 of prior experience, if any, in such field by the petitioner, sworn to before a notary public; and sentiment in the community contemplated to 32 33 be served as to the necessity for such a service.

34 ((Except as provided in RCW 81.77.150,)) When an applicant requests 35 a certificate to operate in a territory already served by a certificate 36 holder under this chapter, the commission may, after <u>notice and an</u> 37 <u>opportunity for a</u> hearing, issue the certificate only if the existing

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solid waste collection company or companies serving the territory will
 not provide service to the satisfaction of the commission or if the
 <u>existing solid waste collection company does not object</u>.

In all other cases, the commission may, with or without hearing, issue certificates, or for good cause shown refuse to issue them, or issue them for the partial exercise only of the privilege sought, and may attach to the exercise of the rights granted such terms and conditions as, in its judgment, the public convenience and necessity may require.

10 Any right, privilege, certificate held, owned, or obtained by a 11 solid waste collection company may be sold, assigned, leased, 12 transferred, or inherited as other property, but only upon 13 authorization by the commission.

14 Any solid waste collection company which upon July 1, 1961 is operating under authority of a common carrier or contract carrier 15 permit issued under the provisions of chapter 81.80 RCW shall be 16 17 granted a certificate of necessity without hearing upon compliance with the provisions of this chapter. Such solid waste collection company 18 which has paid the plate fee and gross weight fees required by chapter 19 81.80 RCW for the year 1961 shall not be required to pay additional 20 21 like fees under the provisions of this chapter for the remainder of 22 such year.

For purposes of issuing certificates under this chapter, the commission may adopt categories of solid wastes as follows: Garbage, refuse, recyclable materials, and demolition debris. A certificate may be issued for one or more categories of solid waste. Certificates issued on or before July 23, 1989, shall not be expanded or restricted by operation of this chapter.

29 Sec. 7. RCW 81.84.020 and 2003 c 373 s 5 are each amended to read 30 as follows:

(1) Upon the filing of an application the commission shall give reasonable notice to the department, affected cities, counties, and public transportation benefit areas and any common carrier which might be adversely affected, of the time and place for hearing on such application. The commission shall have power after <u>notice and an</u> <u>opportunity for a</u> hearing, to issue the certificate as prayed for, or to refuse to issue it, or to issue it for the partial exercise only of

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the privilege sought, and may attach to the exercise of the rights 1 2 granted by said certificate such terms and conditions as in its judgment the public convenience and necessity may require; but the 3 commission shall not have power to grant a certificate to operate 4 5 between districts and/or into any territory prohibited by RCW 47.60.120 or already served by an existing certificate holder, unless such 6 existing certificate holder has failed or refused to furnish reasonable 7 and adequate service  $((\frac{\partial r}{\partial r}))_{\perp}$  has failed to provide the service 8 described in its certificate or tariffs after the time period allowed 9 10 to initiate service has elapsed, or has not objected to the issuance of the certificate as prayed for: PROVIDED, A certificate shall be 11 granted when it shall appear to the satisfaction of the commission that 12 13 the commercial ferry was actually operating in good faith over the 14 route for which such certificate shall be sought, on January 15, 1927: PROVIDED, FURTHER, That in case two or more commercial ferries shall 15 upon said date have been operating vessels upon the same route, or 16 17 between the same districts the commission shall determine after public hearing whether one or more certificates shall issue, and 18 in determining to whom a certificate or certificates shall be issued, the 19 commission shall consider all material facts and circumstances 20 21 including the prior operation, schedules, and services rendered by either of the ferries, and in case more than one certificate shall 22 issue, the commission shall fix and determine the schedules and 23 24 services of the ferries to which the certificates are issued to the end 25 that duplication of service be eliminated and public convenience be furthered. 26

27 (2) Before issuing a certificate, the commission shall determine that the applicant has the financial resources to operate the proposed 28 service for at least twelve months, based upon the submission by the 29 applicant of a pro forma financial statement of operations. 30 Issuance 31 of a certificate shall be determined upon, but not limited to, the 32 following factors: Ridership and revenue forecasts; the cost of service for the proposed operation; an estimate of the cost of the 33 assets to be used in providing the service; a statement of the total 34 assets on hand of the applicant that will be expended on the proposed 35 operation; and a statement of prior experience, if any, in such field 36 37 by the applicant. The documentation required of the applicant under 38 this section shall comply with the provisions of RCW 9A.72.085.

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(3) Subsection (2) of this section does not apply to an application
 for a certificate that is pending as of July 25, 1993.

3 (4) In granting a certificate for passenger-only ferries and 4 determining what conditions to place on the certificate, the commission 5 shall consider and give substantial weight to the effect of its 6 decisions on public agencies operating, or eligible to operate, 7 passenger-only ferry service.

8 (5) Until March 1, 2005, the commission shall not consider an 9 application for passenger-only ferry service serving any county in 10 Puget Sound, unless the public transportation benefit area authority or 11 ferry district serving that county, by resolution, agrees to the 12 application.

13 <u>NEW SECTION.</u> Sec. 8. A new section is added to chapter 81.68 RCW 14 to read as follows:

The commission may, with or without a hearing, issue temporary 15 16 certificates to engage in the business of operating an auto transportation company, but only after it finds that the issuance of 17 the temporary certificate is consistent with the public interest. 18 The temporary certificate may be issued for a period up to one hundred 19 20 eighty days. The commission may prescribe rules and impose terms and 21 conditions as in its judgment are reasonable and necessary in carrying out this chapter. The commission may by rule, prescribe a fee for an 22 23 application for the temporary certificate. The commission shall not 24 issue a temporary certificate to operate in a territory: (1) For which a certificate has been issued, unless the existing certificate holder, 25 26 upon twenty days' notice, does not object to the issuance of the certificate or is not providing service; or (2) for which an 27 application is pending unless the filing for a temporary certificate is 28 29 made by the applicant or the applicant does not object to the issuance 30 of the certificate.

31 <u>NEW SECTION.</u> Sec. 9. This act is necessary for the immediate 32 preservation of the public peace, health, or safety, or support of the 33 state government and its existing public institutions, and takes effect 34 immediately.

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