S-1501.1 _____

SENATE BILL 5771

State of Washington 52nd Legislature 1991 Regular Session

By Senators Barr, Sutherland, Nelson and Thorsness.

Read first time February 19, 1991. Referred to Committee on Energy & Utilities.

- 1 AN ACT Relating to payment responsibility for utility service;
- 2 amending RCW 35.21.290 and 35.67.200; creating a new section; and
- 3 providing an effective date.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 <u>NEW SECTION.</u> **Sec. 1.** The legislature finds that policies
- 6 should be promoted that provide incentives for citizens to act
- 7 responsibly and pay for those services or products received. The
- 8 legislature further finds that policies encouraging consumers to pay
- 9 the full amount owed for utility services will help avoid wasteful use
- 10 of utility services and help delay increases in the cost of these
- 11 utility services.
- 12 Sec. 2. RCW 35.21.290 and 1965 c 7 s 35.21.290 are each amended to
- 13 read as follows:

- 1 (1) Cities and towns owning their own waterworks, or electric light
- 2 or power plants shall have a lien against the premises to which water,
- 3 electric light, or power services were furnished for four months
- 4 charges therefor due or to become due, but not for any charges more
- 5 than four months past due: PROVIDED, That the owner of the premises or
- 6 the owner of a delinquent mortgage thereon may give written notice to
- 7 the superintendent or other head of such works or plant to cut off
- 8 service to such premises accompanied by payment or tender of payment of
- 9 the then delinquent and unpaid charges for such service against the
- 10 premises together with the cut-off charge, whereupon the city or town
- 11 shall have no lien against the premises for charges for such service
- 12 thereafter furnished, nor shall the owner of the premises or the owner
- 13 of a delinquent mortgage thereon be held for the payment thereof.
- 14 (2) All charges made for utility services shall be charged to the
- 15 <u>customer requesting the service</u>. <u>In cases where the service is</u>
- 16 provided to a tenant, collection of charges shall be made from that
- 17 <u>individual</u> or <u>individuals</u>, <u>and liens against the property of the</u>
- 18 landlord for such service are prohibited. A city or town may not
- 19 refuse to provide service to a residential customer who is a tenant
- 20 based on the nonpayment for services by the prior customer. The city
- 21 or town may refuse to provide service if the prior nonpaying customer
- 22 <u>continues to reside in the premises.</u>
- 23 (3) Cities and towns owning their own waterworks, or electric light
- 24 or power plants shall adopt ordinances that require:
- 25 <u>(a) A satisfactory credit resource or an adequate deposit amount</u>
- 26 before new customers may receive utility services; and
- 27 (b) A schedule and procedure for discontinuing utility service to
- 28 <u>customers delinquent in utility service payments. The ordinances shall</u>
- 29 provide that the maximum period allowed for nonpayment of utility

- 1 services prior to utility service termination is seventy-five days
- 2 after the day the payment is due.
- 3 Sec. 3. RCW 35.67.200 and 1965 c 7 s 35.67.200 are each amended to
- 4 read as follows:
- 5 (1) Cities and towns owning their own sewer systems shall have a
- 6 lien for delinquent and unpaid rates and charges for sewer service,
- 7 penalties levied pursuant to RCW 35.67.190, and connection charges,
- 8 including interest thereon, against the premises to which such service
- 9 has been furnished or is available, which lien shall be superior to all
- 10 other liens and encumbrances except general taxes and local and special
- 11 assessments. The city or town by ordinance may provide that delinquent
- 12 charges shall bear interest at not exceeding eight percent per annum.
- 13 (2) All charges made for utility services shall be charged to the
- 14 customer requesting the service. In cases where the service is
- 15 provided to a tenant, collection of charges shall be made from that
- 16 <u>individual</u> or <u>individuals</u>, <u>and liens against the property of the</u>
- 17 landlord for such service are prohibited. A city or town may not
- 18 refuse to provide service to a residential customer who is a tenant
- 19 based on the nonpayment for services by the prior customer. The city
- 20 or town may refuse to provide service if the prior nonpaying customer
- 21 continues to reside in the premises.
- 22 (3) Cities and towns owning their own sewer systems shall adopt
- 23 <u>ordinances that require:</u>
- 24 (a) A satisfactory credit resource or an adequate deposit amount
- 25 before new customers may receive utility services; and
- 26 (b) A schedule and procedure for discontinuing utility service to
- 27 <u>customers delinquent in utility service payments. The ordinances shall</u>
- 28 provide that the maximum period allowed for nonpayment of utility

- 1 services prior to utility service termination is seventy-five days
- 2 after the day the payment is due.
- 3 <u>NEW SECTION.</u> **Sec. 4.** This act shall take effect October 1,
- 4 1991.