2 ADOPTED 3/3/94

- 3 **SSB 6428** H AMD
- 4 By Representative Appelwick

5

1

6 On page 6, after line 29, strike the remainder of the bill and 7 insert the following new sections:

8 "NEW SECTION. Sec. 5. A new section is added to chapter 35.13A 9 RCW to read as follows:

10 A city assuming responsibility for a water system that is not in 11 compliance with state or federal requirements for public drinking water systems, and its agents and employees, are immune from lawsuits or 12 13 causes of action, based on non-compliance with state or federal requirements for public drinking water systems, which pre-date the date 14 of assuming responsibility and continue after the date of assuming 15 responsibility, provided that the city has submitted and is complying 16 17 with a plan and schedule of improvements approved by the department of 18 health. This immunity shall expire on the earlier of the date the plan of improvements is completed or four years from the date of assuming 19 20 responsibility. This immunity does not apply to intentional injuries, 21 fraud, or bad faith.

NEW SECTION. **Sec. 6.** A new section is added to chapter 35A.21 RCW to read as follows:

A code city assuming responsibility for a water system that is not 24 25 in compliance with state or federal requirements for public drinking water systems, and its agents and employees, are immune from lawsuits 26 27 or causes of action, based on non-compliance with state or federal requirements for public drinking water systems, which pre-date the date 28 of assuming responsibility and continue after the date of assuming 29 30 responsibility, provided that the city has submitted and is complying with a plan and schedule of improvements approved by the department of 31 32 health. This immunity shall expire on the earlier of the date the plan of improvements is completed or four years from the date of assuming 33 34 responsibility. This immunity does not apply to intentional injuries, 35 fraud, or bad faith.

NEW SECTION. Sec. 7. A new section is added to chapter 36.94 RCW to read as follows:

3 A county assuming responsibility for a water system that is not in 4 compliance with state or federal requirements for public drinking water systems, and its agents and employees, are immune from lawsuits or 5 causes of action, based on non-compliance with state or federal 6 requirements for public drinking water systems, which pre-date the date 7 8 of assuming responsibility and continue after the date of assuming 9 responsibility, provided that the county has submitted and is complying 10 with a plan and schedule of improvements approved by the department of This immunity shall expire on the earlier of the date the plan 11 12 of improvements is completed or four years from the date of assuming 13 responsibility. This immunity does not apply to intentional injuries, fraud, or bad faith. 14

NEW SECTION. Sec. 8. A new section is added to chapter 57.24 RCW to read as follows:

A water district assuming responsibility for a water system that is 17 18 not in compliance with state or federal requirements for public 19 drinking water systems, and its agents and employees, are immune from lawsuits or causes of action, based on non-compliance with state or 20 federal requirements for public drinking water systems, which pre-date 21 22 the date of assuming responsibility and continue after the date of 23 assuming responsibility, provided that the water district has submitted 24 and is complying with a plan and schedule of improvements approved by 25 the department of health. This immunity shall expire on the earlier of 26 the date the plan of improvements is completed or four years from the 27 date of assuming responsibility. This immunity does not apply to intentional injuries, fraud, or bad faith. 28

NEW SECTION. Sec. 9. A new section is added to chapter 80.28 RCW to read as follows:

A water company assuming responsibility for a water system that is not in compliance with state or federal requirements for public drinking water systems, and its agents and employees, are immune from lawsuits or causes of action, based on non-compliance with state or federal requirements for public drinking water systems, which pre-date the date of assuming responsibility and continue after the date of assuming responsibility, provided that the water company has submitted

- 1 and is complying with a plan and schedule of improvements approved by
- 2 the department of health. This immunity shall expire on the earlier of
- 3 the date the plan of improvements is completed or four years from the
- 4 date of assuming responsibility. This immunity does not apply to
- 5 intentional injuries, fraud, or bad faith.
- 6 <u>NEW SECTION.</u> **Sec. 10.** A new section is added to chapter 54.16 RCW 7 to read as follows:
- A public utility district assuming responsibility for a water 9 system that is not in compliance with state or federal requirements for
- 10 public drinking water systems, and its agents and employees, are immune
- 11 from lawsuits or causes of action, based on non-compliance with state
- 12 or federal requirements for public drinking water systems, which pre-
- 13 date the date of assuming responsibility and continue after the date of
- 14 assuming responsibility, provided that the public utility district has
- 15 submitted and is complying with a plan and schedule of improvements
- 16 approved by the department of health. This immunity shall expire on
- 17 the earlier of the date the plan of improvements is completed or four
- 18 years from the date of assuming responsibility. This immunity does not
- 19 apply to intentional injuries, fraud, or bad faith.
- NEW SECTION. Sec. 11. A new section is added to chapter 87.03 RCW
- 21 to read as follows:
- 22 An irrigation district assuming responsibility for a water system
- 23 that is not in compliance with state or federal requirements for public
- 24 drinking water systems, and its agents and employees, are immune from
- 25 lawsuits or causes of action, based on non-compliance with state or
- 26 federal requirements for public drinking water systems, which pre-date
- 27 the date of assuming responsibility and continue after the date of
- 28 assuming responsibility, provided that the irrigation district has
- 29 submitted and is complying with a plan and schedule of improvements
- 30 approved by the department of health. This immunity shall expire on
- 31 the earlier of the date the plan of improvements is completed or four
- 32 years from the date of assuming responsibility. This immunity does not
- 33 apply to intentional injuries, fraud, or bad faith."
- 34 <u>EFFECT:</u> Alters the immunity for assuming responsibility for a
- 35 failing water system to lawsuits based on non-compliance with state or
- 36 federal requirements that pre-date the assumption of responsibility and

1 continues for the earlier of the date the plan for improvements is 2 completed or four years after assuming responsibility for the system.

SSB 6428 - H AMD

5 By Representative Holly Myers

6 ADOPTED 3/3/94

7 On page 8, after line 22, insert:

8 "Sec. 12. RCW 35.92.010 and 1991 c 347 s 18 are each amended to 9 read as follows:

A city or town may construct, condemn and purchase, purchase, acquire, add to, alter, maintain and operate waterworks, within or without its limits, for the purpose of furnishing the city and its inhabitants, and any other persons, with an ample supply of water for all purposes, public and private, including water power and other power derived therefrom, with full power to regulate and control the use, distribution, and price thereof: PROVIDED, That the rates charged must be uniform for the same class of customers or service. Such waterworks may include facilities for the generation of electricity as a byproduct and such electricity may be used by the city or town or sold to an entity authorized by law to distribute electricity. Such electricity is a byproduct when the electrical generation is subordinate to the primary purpose of water supply.

"Rates" as used in this section includes all lawful charges assessed by the utility, including, but not limited to, consumption charges, connection charges, contributions provided for by state law, charges for meters and other equipment provided to the customer, and charges in connection with repair, replacement or location of customer facilities.

In classifying customers served or service furnished, the city or town governing body may in its discretion consider any or all of the following factors: The difference in cost of service to the various customers; location of the various customers within and without the city or town; the difference in cost of maintenance, operation, repair, and replacement of the various parts of the system; the different character of the service furnished various customers; the quantity and quality of the water furnished; the time of its use; the achievement of water conservation goals and the discouragement of wasteful water use

practices; capital contributions made to the system including, but not limited to, assessments; and any other matters which present a reasonable difference as a ground for distinction. No rate shall be charged that is less than the cost of the water and service to the class of customers served.

6 For such purposes any city or town may take, condemn and purchase, 7 purchase, acquire, and retain water from any public or navigable lake 8 or watercourse, surface or ground, and, by means of aqueducts or pipe 9 lines, conduct it to the city or town; and it may erect and build dams 10 or other works across or at the outlet of any lake or watercourse in this state for the purpose of storing and retaining water therein up to 11 and above high water mark; and for all the purposes of erecting such 12 13 aqueducts, pipe lines, dams, or waterworks or other necessary structures in storing and retaining water, or for any of the purposes 14 provided for by this chapter, the city or town may occupy and use the 15 beds and shores up to the high water mark of any such watercourse or 16 17 lake, and acquire the right by purchase, or by condemnation and purchase, or otherwise, to any water, water rights, easements or 18 19 privileges named in this chapter, or necessary for any of said 20 purposes, and the city or town may acquire by purchase or condemnation and purchase any properties or privileges necessary to be had to 21 protect its water supply from pollution. 22 Should private property be 23 necessary for any such purposes or for storing water above high water 24 mark, the city or town may condemn and purchase, or purchase and 25 acquire such private property. For the purposes of waterworks which 26 include facilities for the generation of electricity as a byproduct, 27 nothing in this section may be construed to authorize a city or town that does not own or operate an electric utility system to condemn 28 electric generating, transmission, or distribution rights or facilities 29 30 of entities authorized by law to distribute electricity, or to acquire such rights or facilities without the consent of the owner." 31

32 <u>EFFECT:</u> Defines rates, for purposes of city and town water 33 systems, as including all lawful assessed by the utility.

--- END ---