## SUBSTITUTE HOUSE BILL 2533

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State of Washington 60th Legislature 2008 Regular Session

By House Technology, Energy & Communications (originally sponsored by Representatives McCoy, Chase, and Quall)

READ FIRST TIME 01/29/08.

- 1 AN ACT Relating to attachments to utility poles of locally 2 regulated utilities; and amending RCW 54.04.045.
- z regulated defilies, and amending New 34.04.043.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 54.04.045 and 1996 c 32 s 5 are each amended to read 5 as follows:
- 6 (1) As used in this section:
- 7 (a) "Attachment" means the affixation or installation of any wire, 8 cable, or other physical material capable of carrying electronic
- 9 impulses or light waves for the carrying of intelligence for
- 10 telecommunications, information services as defined in 47 U.S.C. Sec.
- 11 153(20), or television, including, but not limited to ((cable, and)),
- 12 any or all related devices, apparatuses, or auxiliary equipment,
- 13 whether within or without the licensee's allocated space, upon any pole
- 14 owned or controlled in whole or in part by one or more locally
- 15 regulated utilities where the installation has been made with the
- 16 necessary consent.
- 17 (b) <u>"Licensee" means any person, firm, corporation, partnership,</u>
- 18 company, association, joint stock association, or cooperatively

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organized association, which is authorized to construct attachments upon, along, under, or across public ways.

- (c) "Locally regulated utility" means a public utility district not subject to rate or service regulation by the utilities and transportation commission.
- $((\frac{c}{c}))$  <u>(d)</u> "Nondiscriminatory" means that pole owners may not  $(\frac{arbitrarily}{arbitrarily})$  differentiate <u>without good cause</u> among or between similar classes of  $(\frac{persons}{arbitrarily})$  <u>licensees</u> approved for attachments.
- (2) All rates, terms, and conditions made, demanded, or received by a locally regulated utility for ((attachments to)) allocated space on its poles for the placement of licensees' attachments must be just, fair, reasonable, nondiscriminatory, and sufficient. ((A locally regulated utility shall levy attachment space rental rates that are uniform for the same class of service within the locally regulated utility service area.
- (3) Nothing in)) A just and reasonable rate shall assure the locally regulated utility the recovery of not less than all the additional costs of procuring and maintaining pole attachments nor more than the actual capital and operating expenses, including just compensation, of the locally regulated utility attributable to that portion of the pole, duct, or conduit used for the pole attachment, including a share of the required support and clearance space, in proportion to the space used for the pole attachment, as compared to all other uses made of the subject facilities and uses that remain available to the owner or owners of the subject facilities. Decisions, rules, and regulations adopted by the utilities and transportation commission pursuant to chapter 80.54 RCW apply to the locally regulated utility.
- (3) Except in extraordinary circumstances, a locally regulated utility must respond to a licensee's request to attach within forty-five days. A request to attach may only be denied on a nondiscriminatory basis (a) where there is insufficient capacity and (b) for reasons of safety, reliability, and generally applicable engineering purposes.
- 35 (4) Any dispute between the locally regulated utility and a
  36 licensee, including, but not limited to, disputes over a specific
  37 request to attach or over any rate, term, or condition sought by the
  38 locally regulated utility or a licensee for attachments, must first be

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presented to the governing board of the locally regulated utility for resolution. If the dispute is not resolved by or before the governing board of the locally regulated utility within forty-five days from the date the dispute is presented to the governing board, either the licensee or the locally regulated utility may initiate a complaint proceeding before the utilities and transportation commission.

(5) Whenever the utilities and transportation commission shall find, after hearing had upon complaint by a licensee or by a locally regulated utility, that the rates, terms, or conditions demanded, exacted, charged, or collected by any locally regulated utility in connection with attachments are unjust, unreasonable, or that the rates or charges are insufficient to yield a reasonable compensation for the attachment, the commission shall determine the just, reasonable, or sufficient rates, terms, and conditions thereafter to be observed and in force and shall fix the rates, terms, and conditions by order. In determining and fixing the rates, terms, and conditions, the commission shall consider the interest of the customers of the attaching locally regulated utility or licensee, as well as the interest of the customers of the locally regulated utility upon which the attachment is made.

(6) Except as provided in subsections (2), (4), and (5) of this section, this section shall not be otherwise construed or is not intended to confer upon the utilities and transportation commission any authority to exercise jurisdiction over locally regulated utilities.

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