SUBSTITUTE HOUSE BILL 1326

State of Washington 68th Legislature 2023 Regular Session

By House Local Government (originally sponsored by Representatives Cortes, Chopp, Berry, Duerr, Farivar, Morgan, Peterson, Ramel, Ryu, Senn, Simmons, Walen, Mena, Reed, Doglio, Pollet, Springer, and Macri)

- 1 AN ACT Relating to waiving municipal utility connection charges
- 2 for certain properties; amending RCW 35.92.380; and adding a new
- 3 section to chapter 35.92 RCW.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 <u>NEW SECTION.</u> **Sec. 1.** A new section is added to chapter 35.92 6 RCW to read as follows:
- 7 (1) Municipal utilities formed under this chapter may waive

connection charges for properties owned or developed by, or on the

- 9 behalf of, a nonprofit organization, public development authority,
- 10 housing authority, or local agency that provides emergency shelter,
- 11 transitional housing, permanent supportive housing, or affordable
- 12 housing, including a limited partnership as described in RCW
- 13 84.36.560(7)(f)(ii) and a limited liability company as described in
- 14 RCW 84.36.560(7)(f)(iii).
- 15 (2) Connection charges waived under this chapter shall be funded
- 16 using general funds, grant dollars, or other identified revenue
- 17 stream.

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- 18 (3) At such time as a property receiving a waiver under
- 19 subsection (1) of this section is no longer operating under the
- 20 eligibility requirements under subsection (1) of this section:

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- 1 (a) The waiver of connection charges required under subsection 2 (1) of this section is no longer required; and
 - (b) Any connection charges waived under subsection (1) of this section are immediately due and payable to the utility as a condition of continued service.
 - (4) For the purposes of this section:

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- 7 (a) "Affordable housing" has the same meaning as in RCW 8 36.70A.030.
- 9 (b) "Connection charges" means the one-time capital and administrative charges imposed by a utility on a building or facility owner for a new utility service and costs borne or assessed by a utility for the labor, materials, and services necessary to physically connect a designated facility to the respective utility service.
- 15 (c) "Emergency shelter" means any facility that has, as its sole 16 purpose, the provision of a temporary shelter for the homeless and 17 that does not require occupants to sign a lease or occupancy 18 agreement.
- 19 (d) "Permanent supportive housing" has the same meaning as in RCW 36.70A.030.
- 21 (e) "Transitional housing" has the same meaning as in RCW 22 84.36.043.
- 23 **Sec. 2.** RCW 35.92.380 and 1980 c 150 s 1 are each amended to 24 read as follows:

25 Whenever a city or town waives or delays collection of tap-in 26 charges, connection fees, or hookup fees for ((low income)) <u>low-</u> 27 <u>income</u> persons, ((or)) <u>a</u> class of ((low income)) <u>low-income</u> persons, or a nonprofit organization, public development authority, housing 28 authority, or local agency that provides emergency shelter, 29 transitional housing, permanent supportive housing, or affordable 30 31 housing as defined in section 1 of this act to connect to lines or pipes used by the city or town to provide utility service, the waiver 32 or delay shall be pursuant to a program established by ordinance. As 33 used in this section, the provision of "utility service" includes, 34 35 but is not limited to, water, sanitary or storm sewer service, electricity, gas, other means of power, and heat. 36

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