H-1081.1		

HOUSE BILL 1752

State of Washington 62nd Legislature 2011 Regular Session

By Representatives Liias, McCoy, and Frockt

Read first time 02/01/11. Referred to Committee on Technology, Energy & Communications.

- 1 AN ACT Relating to the burden of proof in certain proceedings
- 2 before the utilities and transportation commission; and amending RCW
- 3 80.04.110.

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- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 80.04.110 and 1995 c 376 s 12 are each amended to read 6 as follows:
 - (1) Complaint may be made by the commission of its own motion or by any person or corporation, chamber of commerce, board of trade, or any commercial, mercantile, agricultural or manufacturing society, or any body politic or municipal corporation, or by the public counsel section of the office of the attorney general, or its successor, by petition or complaint in writing, setting forth any act or thing done or omitted to be done by any public service corporation in violation, or claimed to be in violation, of any provision of law or of any order or rule of the commission: PROVIDED, That no complaint shall be entertained by the commission except upon its own motion, as to the reasonableness of the schedule of the rates or charges of any gas company, electrical company, water company, or telecommunications company, unless the same be signed by the mayor, council or commission of the city or town in

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which the company complained of is engaged in business, or not less 1 2 than twenty-five consumers or purchasers of such gas, electricity, water or telecommunications service, or at least twenty-five percent of 3 4 the consumers or purchasers of the company's service: PROVIDED, FURTHER, That when two or more public service corporations, (meaning to 5 6 exclude municipal and other public corporations) are engaged in competition in any locality or localities in the state, either may make 7 8 complaint against the other or others that the rates, charges, rules, 9 regulations or practices of such other or others with or in respect to in competition, are 10 the complainant is unreasonable, 11 unremunerative, discriminatory, illegal, unfair or intending or tending 12 to oppress the complainant, to stifle competition, or to create or 13 encourage the creation of monopoly, and upon such complaint or upon complaint of the commission upon its own motion, the commission shall 14 15 have power, after notice and hearing as in other cases, to, by its order, subject to appeal as in other cases, correct the abuse 16 complained of by establishing such uniform rates, charges, rules, 17 regulations or practices in lieu of those complained of, to be observed 18 19 by all of such competing public service corporations in the locality or 20 localities specified as shall be found reasonable, remunerative, 21 nondiscriminatory, legal, and fair or tending to prevent oppression or 22 monopoly or to encourage competition, and upon any such hearing it shall be proper for the commission to take into consideration the 23 24 rates, charges, rules, regulations and practices of the public service corporation or corporations complained of in any other locality or 25 26 localities in the state.

- (2) In any proceeding upon the motion of the commission, involving any existing rate of any public utility, or in any proceedings upon complaint involving rates of a public utility, the burden of proof to show that the rate involved is just and reasonable is upon the public utility.
- (3) All matters upon which complaint may be founded may be joined in one hearing, and no motion shall be entertained against a complaint for misjoinder of complaints or grievances or misjoinder of parties; and in any review of the courts of orders of the commission the same rule shall apply and pertain with regard to the joinder of complaints and parties as herein provided: PROVIDED, All grievances to be

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inquired into shall be plainly set forth in the complaint. No complaint shall be dismissed because of the absence of direct damage to the complainant.

 $((\frac{(3)}{)})$ (4) Upon the filing of a complaint, the commission shall cause a copy thereof to be served upon the person or corporation complained of, which shall be accompanied by a notice fixing the time when and place where a hearing will be had upon such complaint. The time fixed for such hearing shall not be less than ten days after the date of the service of such notice and complaint, excepting as herein provided. The commission shall enter its final order with respect to a complaint filed by any entity or person other than the commission within ten months from the date of filing of the complaint, unless the date is extended for cause. Rules of practice and procedure not otherwise provided for in this title may be prescribed by the commission. Such rules may include the requirement that a complainant use informal processes before filing a formal complaint.

 $((\frac{4}{4}))$ (5)(a) The commission shall, as appropriate, audit a nonmunicipal water system upon receipt of an administrative order from the department, or the city or county in which the water system is located, finding that the water delivered by a system does not meet state board of health standards adopted under RCW 43.20.050(2)(a) or standards adopted under chapters 70.116 and 70.119A RCW, and the results of the audit shall be provided to the requesting department, city, or county. However, the number of nonmunicipal water systems referred to the commission in any one calendar year shall not exceed twenty percent of the water companies subject to commission regulation as defined in RCW 80.04.010.

(b) Every nonmunicipal water system referred to the commission for audit under this section shall pay to the commission an audit fee in an amount, based on the system's twelve-month audited period, equal to the fee required to be paid by regulated companies under RCW 80.24.010.

(((5))) (6) Any customer or purchaser of service from a water system or company that is subject to commission regulation may file a complaint with the commission if he or she has reason to believe that the water delivered by the system to the customer does not meet state drinking water standards under chapter 43.20 or 70.116 RCW. The commission shall investigate such a complaint, and shall request that the state department of health or local health department of the county

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in which the system is located test the water for compliance with state drinking water standards, and provide the results of such testing to The commission may decide not to investigate the the commission. complaint if it determines that the complaint has been filed in bad faith, or for the purpose of harassment of the water system or company, or for other reasons has no substantial merit. The water system or company shall bear the expense for the testing. After the commission has received the complaint from the customer and during the pendency of the commission investigation, the water system or company shall not take any steps to terminate service to the customer or to collect any amounts alleged to be owed to the company by the customer. commission may issue an order or take any other action to ensure that no such steps are taken by the system or company. The customer may, at the customer's option and expense, obtain a water quality test by a licensed or otherwise qualified water testing laboratory, of the water delivered to the customer by the water system or company, and provide the results of such a test to the commission. If the commission determines that the water does not meet state drinking water standards, it shall exercise its authority over the system or company as provided in this title, and may, where appropriate, order a refund to the customer on a pro rata basis for the substandard water delivered to the customer, and shall order reimbursement to the customer for the cost incurred by the customer, if any, in obtaining a water quality test.

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