SENATE BILL 5722

State of Washington 52nd Legislature 1991 Regular Session

By Senators Oke and Owen; by request of Department of Natural Resources.

Read first time February 18, 1991. Referred to Committee on Environment & Natural Resources.

- 1 AN ACT Relating to interest rates for the department of natural
- 2 resources; amending RCW 79.90.520, 79.90.535, and 76.04.620; and
- 3 reenacting and amending RCW 76.04.630.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 79.90.520 and 1984 c 221 s 15 are each amended to read
- 6 as follows:
- 7 The manager shall, by rule, provide for an administrative review of
- 8 any aquatic land rent proposed to be charged. The rules shall require
- 9 that the lessee or applicant for release file a request for review
- 10 within thirty days after the manager has notified the lessee or
- 11 applicant of the rent due. For leases issued by the department, the
- 12 final authority for the review rests with the board of natural
- 13 resources. For leases managed under RCW 79.90.475, the final authority
- 14 for the review rests with the appropriate port commission. If the
- 15 request for review is made within thirty days after the manager's final

- 1 determination as to the rental, the lessee may pay rent at the
- 2 preceding year's rate pending completion of the review, and shall pay
- 3 any additional rent or be entitled to a refund, with interest thirty
- 4 days after announcement of the decision. The interest rate shall be
- 5 ((the average rate of return for the prior calendar year on
- 6 conventional real property mortgages as reported by the federal home
- 7 loan bank board)) fixed, from time to time, by rule adopted by the
- 8 board of natural resources and shall not be less than six percent per
- 9 <u>annum</u>. Nothing in this section abrogates the right of an aggrieved
- 10 party to pursue legal remedies ((including those under chapter 34.05
- 11 RCW)). For purposes of this section, "manager" is the department
- 12 except where state-owned aquatic lands are managed by a port district,
- 13 in which case "manager" is the port district.
- 14 Sec. 2. RCW 79.90.535 and 1984 c 221 s 18 are each amended to read
- 15 as follows:
- 16 ((The lessee shall pay interest at the rate of one percent per
- 17 month on rent or other sums owing to the department commencing thirty
- 18 days after the date each rent or other sum is due and payable, unless
- 19 there is review pending under RCW 79.90.520)) The interest rate and all
- 20 interest rate guidelines shall be fixed, from time to time, by rule
- 21 adopted by the board of natural resources and shall not be less than
- 22 six percent per annum.
- 23 Sec. 3. RCW 76.04.620 and 1986 c 100 s 36 are each amended to read
- 24 as follows:
- 25 Biennial general fund appropriations to the department of natural
- 26 resources normally provide funds for the purpose of paying the
- 27 emergency fire costs and expenses incurred and/or approved by the
- 28 department in forest fire suppression or in reacting to any potential

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- forest fire situation. When a determination is made that the fire 1 2 started in the course of or as a result of a landowner operation, moneys expended from such appropriations in the suppression of the fire 3 4 shall be recovered from the landowner contingency forest fire suppression account. The department shall transmit to the state 5 6 treasurer for deposit in the general fund any such moneys which are 7 later recovered. Moneys recovered during the biennium in which they are expended may be spent for purposes set forth in this section during 8 9 the same biennium, without reappropriation. Loans between the general 10 fund and the landowner contingency forest fire suppression account are authorized for emergency fire suppression. The loans shall not exceed 11 the amount appropriated for emergency forest fire suppression costs and 12 13 shall bear interest at the ((then current rate of interest as 14 determined by the state treasurer)) rate determined for interfund loans 15 under RCW 79.64.030.
- 16 **Sec. 4.** RCW 76.04.630 and 1989 c 362 s 2 and 1989 c 175 s 162 are 17 each reenacted and amended to read as follows:
- 18 There is created a landowner contingency forest fire suppression
- 19 account which shall be a separate account in the state treasury.
- 20 Moneys in the account may be spent only as provided in this section.
- 21 Disbursements from the account shall be on authorization of the
- 22 commissioner of public lands or the commissioner's designee. The
- 23 account is subject to the allotment procedure provided under chapter
- 24 43.88 RCW, but no appropriation is required for disbursements.
- 25 The department may expend from this account such amounts as may be
- 26 available and as it considers appropriate for the payment of emergency
- 27 fire costs resulting from a participating landowner fire. The
- 28 department may, when moneys are available from the landowner
- 29 contingency forest fire suppression account, expend moneys for

- 1 summarily abating, isolating, or reducing an extreme fire hazard under
- 2 RCW 76.04.660. All moneys recovered as a result of the department's
- 3 actions, from the owner or person responsible, under RCW 76.04.660
- 4 shall be deposited in the landowner contingency forest fire suppression
- 5 account.
- 6 When a determination is made that the fire was started by other
- 7 than a landowner operation, moneys expended from this account in the
- 8 suppression of such fire shall be recovered from such general fund
- 9 appropriations as may be available for emergency fire suppression
- 10 costs. The department shall deposit in the landowner contingency
- 11 forest fire suppression account any moneys paid out of the account
- 12 which are later recovered, less reasonable costs of recovery.
- 13 This account shall be established and renewed by a special forest 14 fire suppression account assessment paid by participating landowners at a rate to be established by the department, but not to exceed fifteen 15 cents per acre per year for such period of years as may be necessary to 16 17 establish and thereafter reestablish a balance in the account of three 18 million dollars. The department may establish a minimum assessment for 19 ownership parcels identified in RCW 76.04.610 as paying the minimum 20 assessment. The maximum assessment for these parcels shall not exceed the fees levied on a thirty-acre parcel. There shall be no assessment 21 on each parcel of privately owned lands of less than two acres. 22 The assessments may differ to equitably distribute the assessment based on 23 24 emergency fire suppression cost experience necessitated by landowner 25 operations. Amounts assessed for this account shall be a lien upon the forest lands with respect to which the assessment is made and may be 26 27 collected as directed by the department in the same manner as forest protection assessments. This account shall be held by the state 28 29 treasurer, who is authorized to invest so much of the account as is not necessary to meet current needs. Any interest earned on moneys from 30

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- 1 the account shall be deposited in and remain a part of the account and
- 2 shall be computed as part of same in determining the balance thereof.
- 3 Interfund loans to and from this account are authorized at the
- 4 ((current rate of interest as determined by the state treasurer)) rate
- 5 <u>determined for interfund loans under RCW 79.64.030</u>, provided that the
- 6 effect of the loan is considered for purposes of determining the
- 7 assessments. Payment of emergency costs from this account shall in no
- 8 way restrict the right of the department to recover costs pursuant to
- 9 RCW 76.04.495 or other laws.
- 10 When the department determines that a forest fire was started in
- 11 the course of or as a result of a landowner operation, it shall notify
- 12 the forest fire advisory board of the determination. The determination
- 13 shall be final, unless, within ninety days of the notification, the
- 14 forest fire advisory board or any interested party serves a request for
- 15 a hearing before the department. The hearing shall constitute an
- 16 adjudicative proceeding under chapter 34.05 RCW, the administrative
- 17 procedure act, and any appeal shall be in accordance with RCW
- 18 34.05.510 through 34.05.598.