2 **HB 1489** - S COMM AMD

By Committee on Government Operations

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- 5 Strike everything after the enacting clause and insert the 6 following:
- 7 "Sec. 1. RCW 43.155.070 and 1996 c 168 s 3 are each amended to 8 read as follows:
- 9 (1) To qualify for loans or pledges under this chapter the board 10 must determine that a local government meets all of the following 11 conditions:
- 12 (a) The city or county must be imposing a tax under chapter 82.46 13 RCW at a rate of at least one-quarter of one percent;
- 14 (b) The local government must have developed a long-term plan for 15 financing public works needs;
- 16 (c) The local government must be using all local revenue sources 17 which are reasonably available for funding public works, taking into 18 consideration local employment and economic factors; and
- 19 (d) Except where necessary to address a public health need or 20 substantial environmental degradation, a county, city, or town that is required or chooses to plan under RCW 36.70A.040 must have adopted a 21 comprehensive plan in conformance with the requirements of chapter 22 23 36.70A RCW, after it is required that the comprehensive plan be adopted, and must have adopted development regulations in conformance 24 25 with the requirements of chapter 36.70A RCW, after it is required that 26 development regulations be adopted.
- (2) The board shall develop a priority process for public works projects as provided in this section. The intent of the priority process is to maximize the value of public works projects accomplished with assistance under this chapter. The board shall attempt to assure a geographical balance in assigning priorities to projects. The board shall consider at least the following factors in assigning a priority to a project:
- 34 (a) Whether the local government receiving assistance has 35 experienced severe fiscal distress resulting from natural disaster or 36 emergency public works needs;

- 1 (b) Whether the project is critical in nature and would affect the 2 health and safety of a great number of citizens;
- 3 (c) The cost of the project compared to the size of the local 4 government and amount of loan money available;
 - (d) The number of communities served by or funding the project;
- 6 (e) Whether the project is located in an area of high unemployment, 7 compared to the average state unemployment;

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- (f) Whether the project is the acquisition, expansion, improvement, or renovation by a local government of a public water system that is in violation of health and safety standards, including the cost of extending existing service to such a system;
- 12 (g) The relative benefit of the project to the community, 13 considering the present level of economic activity in the community and 14 the existing local capacity to increase local economic activity in 15 communities that have low economic growth; and
 - (h) Other criteria that the board considers advisable.
 - (3) Existing debt or financial obligations of local governments shall not be refinanced under this chapter. Each local government applicant shall provide documentation of attempts to secure additional local or other sources of funding for each public works project for which financial assistance is sought under this chapter.
- (4) Before November 1 of each year, the board shall develop and 22 submit to the appropriate fiscal committees of the senate and house of 23 24 representatives a description of the loans made under RCW 43.155.065, 25 43.155.068, and subsection (7) of this section during the preceding 26 fiscal year and a prioritized list of projects which are recommended for funding by the legislature, including one copy to the staff of each 27 of the committees. The list shall include, but not be limited to, a 28 description of each project and recommended financing, the terms and 29 30 conditions of the loan or financial guarantee, the local government 31 jurisdiction and unemployment rate, demonstration of the jurisdiction's critical need for the project and documentation of local funds being 32 used to finance the public works project. The list shall also include 33 measures of fiscal capacity for each jurisdiction recommended for 34 35 financial assistance, compared to authorized limits and state averages, including local government sales taxes; real estate excise taxes; 36 37 property taxes; and charges for or taxes on sewerage, water, garbage, 38 and other utilities.

- 1 (5) The board shall not sign contracts or otherwise financially obligate funds from the public works assistance account before the legislature has appropriated funds for a specific list of public works projects. The legislature may remove projects from the list recommended by the board. The legislature shall not change the order of the priorities recommended for funding by the board.
- 7 (6) Subsection (5) of this section does not apply to loans made 8 under RCW 43.155.065, 43.155.068, and subsection (7) of this section.
- 9 (7)(a) Loans made for the purpose of capital facilities plans shall 10 be exempted from subsection (5) of this section. In no case shall the 11 total amount of funds utilized for capital facilities plans and 12 emergency loans exceed the limitation in RCW 43.155.065.
- (b) For the purposes of this section "capital facilities plans"
 means those plans required by the growth management act, chapter 36.70A
 RCW, and plans required by the public works board for local governments
 not subject to the growth management act.
- 17 (8) To qualify for loans or pledges for solid waste or recycling 18 facilities under this chapter, a city or county must demonstrate that 19 the solid waste or recycling facility is consistent with and necessary 20 to implement the comprehensive solid waste management plan adopted by 21 the city or county under chapter 70.95 RCW.
- 22 **Sec. 2.** RCW 70.146.070 and 1991 sp.s. c 32 s 24 are each amended 23 to read as follows:
- When making grants or loans for water pollution control facilities, the department shall consider the following:
- 26 (1) The protection of water quality and public health;
- 27 (2) The cost to residential ratepayers if they had to finance water 28 pollution control facilities without state assistance;
- (3) Actions required under federal and state permits and complianceorders;
- 31 (4) The level of local fiscal effort by residential ratepayers 32 since 1972 in financing water pollution control facilities;
- 33 (5) The extent to which the applicant county or city, or if the applicant is another public body, the extent to which the county or city in which the applicant public body is located, has established programs to mitigate nonpoint pollution of the surface or subterranean water sought to be protected by the water pollution control facility named in the application for state assistance; and

1 (6) The recommendations of the Puget Sound ((water quality 2 authority)) action team and any other board, council, commission, or 3 group established by the legislature or a state agency to study water 4 pollution control issues in the state.

Except where necessary to address a public health need or 5 substantial environmental degradation, a county, city, or town that is 6 7 required or chooses to plan under RCW 36.70A.040 may not receive a 8 grant or loan for water pollution control facilities unless it has 9 adopted a comprehensive plan in conformance with the requirements of 10 chapter 36.70A RCW, after it is required that the comprehensive plan be adopted, or unless it has adopted development regulations in 11 conformance with the requirements of chapter 36.70A RCW, after it is 12 13 required that development regulations be adopted.

NEW SECTION. Sec. 3. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect immediately."

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On page 1, line 2 of the title, after "funding;" strike the remainder of the title and insert "amending RCW 43.155.070 and 70.146.070; and declaring an emergency."

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